# IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

JOHN DALY, individually and on behalf of all others similarly situated,	) )
Plaintiff,	) ) ) Case No.
v.	) Case 110.
MURAD, LLC,	)
Defendant.	)

# **NOTICE OF REMOVAL**

Defendant Murad, LLC, pursuant to 28 U.S.C. §§ 1332, 1441, 1446, and 1453, hereby removes to this Court the state court action described below. This Court has original jurisdiction over the action pursuant to the Class Action Fairness Act of 2005 ("CAFA") for the following reasons:

1. On December 9, 2020, Plaintiff John Daly commenced this action by filing a complaint against Murad in the Circuit Court of Cook County, Illinois, entitled, *John Daly v*. *Murad, LLC*, Case No. 2020-CH-07174 (the "State Court Action"). Pursuant to 28 U.S.C. § 1446(a), a copy of the Complaint and all other pleadings that are in the state court file and available to Murad are attached hereto as Exhibit 1.

2. The Complaint alleges that Plaintiff and putative class members purchased Murad's Clarifying Oil-Free Water Gel products (the "Products"). (Complaint  $\P$  6.) Plaintiff asserts that Murad labeled and advertised the Products as "oil free," contends that the Products contain oils, and alleges that as a result, Murad's labeling and advertising is false and misleading. (*Id.*  $\P$  8.) Plaintiff claims that the "oil free" statements impaired his and putative class members'

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ability to choose the type and quality of products to buy and that he and other putative class members would not have otherwise purchased the Products. (*Id.* ¶¶ 10-11.)

3. Plaintiff seeks to represent a class of "[a]ll persons within the United States who purchased the Products within four years prior to the filing of the Complaint through the date of class certification." (*Id.* ¶ 29.) Plaintiff also seeks to represent a "subclass" of "[a]ll persons within the State of Illinois who purchased the Products within ten years prior to the filing of the Complaint through the date of class certification." (*Id.* ¶ 30.)

4. Plaintiff asserts the following causes of action: (1) violation of the Illinois Consumer Fraud and Deceptive Business Practices Act, 815 ILCS 505/1, *et seq*.; (2) common law fraud; (3) unjust enrichment; and (4) breach of express warranties.

5. The Complaint identifies Murad, LLC as the sole named defendant.

6. Murad has provided notice of the filing of this Notice of Removal to Plaintiff by service of a copy of this Notice of Removal, as required by 28 U.S.C. § 1446(d). A true and correct copy of this Notice of Removal, along with a Notice of that filing, also will be filed with the Clerk of Court for Cook County, Illinois, in accordance with 28 U.S.C. § 1446(d).

## TIMELINESS OF REMOVAL

7. Murad has not been served with the Complaint, and the Cook County Docket does not include a proof of service. Murad has only been served with Plaintiff's Motion for Class Certification, filed December 10, 2020 and included in Exhibit 1. That Motion was served on Murad's agent for service of process on December 21, 2020. Out of an abundance of caution, Murad is filing this Notice of Removal within thirty (30) days of Murad having been served with the Motion for Class Certification. *Cf.* 28 U.S.C. § 1446(b)(1) (a defendant must remove within 30 days of receiving "the initial pleading setting forth the claim for relief").

#### VENUE

Venue is proper in this Court because Plaintiff filed this matter in the Circuit
 Court of Cook County, Illinois, which lies within the Northern District of Illinois. *See* 28 U.S.C.
 §§ 84(b), 1441(a).

# **REMOVAL OF THIS ACTION IS APPROPRIATE UNDER CAFA**

9. This Court has original jurisdiction of this action under CAFA. *See* 28 U.S.C. § 1332(d)(2). As such, removal is appropriate under 28 U.S.C. §§ 1453 and 1446, as this action: (i) involves 100 or more putative class members; (ii) at least one putative class member is a citizen of a State different from that of Murad; and (iii) the amount in controversy more likely than not exceeds \$5,000,000, exclusive of interest and costs. *See* 28 U.S.C. §§ 1332(d)(2) & (d)(6).

## A. The Putative Classes Consist of at Least 100 Members

10. CAFA requires that the putative class consist of at least 100 members. 28 U.S.C. \$1332(d)(6). Plaintiff claims to bring this action on behalf of "all persons within the United States who purchased the Products within four years prior to the filing of the Complaint through the date of class certification" and on behalf of "all persons within the State of Illinois who purchased the Products within ten years prior to the filing of the Complaint through the date of class certification." (Compl. ¶ 29.)

11. Plaintiff asserts that "[o]n information and belief there are hundreds, if not thousands of individuals in the United States and the State of Illinois who purchased the products within the applicable statute of limitations period." (*Id.* ¶ 31(a).) The Complaint also asserts that the members of the classes "are so numerous that joinder of all members is impracticable." (*Id.*)

12. Additionally, as shown in the Declaration of Jan Saenger, attached as Exhibit 2, Murad has sold over \$900,000 of the Products during the putative class periods, and it would be

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impossible for fewer than 100 consumers to have purchased for consumption anywhere near this volume of Products. (*See* Saenger Decl. ¶¶ 6-7.)

## **B.** The Parties are Sufficiently Diverse

13. CAFA requires only minimal diversity for the purposes of establishing federal jurisdiction; at least one purported class member must be a citizen of a State different from any named defendant. 28 U.S.C. § 1332(d)(2)(A).

14. Plaintiff is a natural person and a citizen of Illinois. (Compl.  $\P$  2.) Additionally, Plaintiff's putative classes purport to include citizens of Illinois and of every State in the nation. (*Id.*  $\P$  29.)

15. Defendant Murad is a Delaware limited liability company with its principal place of business in Los Angeles, California. (Saenger Decl.  $\P$  4.) Thus, Murad is a citizen of Delaware and of California for CAFA minimal-diversity purposes. *See* 28 U.S.C. § 1332(d)(2)(A) (for purposes of CAFA diversity, citizenship of a limited liability company is

determined by its State of organization and its principal place of business).

16. Accordingly, minimal diversity between the parties exists.

# C. The Amount in Controversy Meets the CAFA Threshold

17. Under CAFA, "district courts shall have original jurisdiction of any civil action in which the matter in controversy exceeds the sum or value of \$5,000,000, exclusive of interests and costs." 28 U.S.C. § 1332(d)(2). The claims of the individual members in a class action are aggregated to determine if the amount in controversy exceeds the \$5,000,000 threshold. *Id.* § 1332(d)(6).

18. "When a complaint fails to allege the amount of damages, the removing defendant must only assert 'a plausible allegation that the amount in controversy exceeds the jurisdictional threshold." *Abraham v. State Farm Mut. Auto. Ins. Co.*, No. 19-CV-3028, 2020 WL 1433782,

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at \*3 (N.D. Ill. Mar. 24, 2020) (quoting *Dart Cherokee Basin Operating Co., LLC v. Owens*, 574 U.S. 81, 88 (2014)) (denying motion to remand). The Complaint does not specify the alleged damages suffered by the putative classes but seeks various relief including "actual damages, punitive damages, injunctive relief, costs, and attorneys' fees;" damages for "stress, aggravation, frustration, inconvenience, emotional distress, [and] mental anguish;" and a "[j]udgment against Defendant in an amount to be determined at trial . . . and any other relief deemed just and proper by this Court." (Complaint ¶ 42, 48 & p. 12 ¶¶ d & f.)

19. The Products have been available for sale since August 2020. (Saenger Decl.¶ 5.) From August 2020 to present, Murad has sold approximately \$924,752 of the Products. (*Id.* ¶ 6.) For purposes of evaluating the amount in controversy but not conceding that Plaintiff could recover any damages, restitution, or other relief, or any such relief in the amount of Murad's total sales of the Products, it is plausible that damages or other relief recoverable by the putative classes could be equal to the total sales amount.

20. As noted, Plaintiff also seeks punitive damages. There is no specified cap on punitive damages under Illinois law. *See Tully v. McLean*, 409 Ill. App. 3d 659, 678, 948 N.E.2d 714, 735 (2011) ("There is no bright-line ratio which a punitive damages award cannot exceed, but rarely will an award greater than a single-digit ratio between punitive and compensatory damages satisfy due process . . . ."). Here, if punitive damages were awarded as a multiplier of the total sales, even a mid-single digit multiplier (*e.g.*, six (6)) could meet or exceed the \$5,000,000 amount-in-controversy threshold.

21. Plaintiff's request for injunctive relief also must be considered in the calculation of the amount in controversy. *See, e.g., Keeling v. Esurance Ins. Co.*, 660 F.3d 273, 274 (7th Cir. 2011) (reversing the district court's ruling that the defendant had not met the amount in

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controversy requirement and holding that "[t]he cost of prospective relief cannot be ignored in the calculation of the amount in controversy.") Although Plaintiff does not specify what type of injunctive relief he seeks beyond "prohibiting such conduct by Defendant in the future," injunctive relief plausibly could be quite costly to Murad. For example, if it were ordered to reformulate the Products, the costs for research and development alone could cost Murad nearly \$90,000. (*See* Saenger Decl.¶ 8.) If it were ordered to destroy or remove from the supply and distribution chain existing or near-final Products, Murad would incur approximately \$170,000 in additional costs. (*Id.*) And if it were ordered to repackage or relabel the Products, Murad would incur yet additional costs of approximately \$34,000 to design, prepare, and implement new packaging and labeling. (*Id.*)

22. A potential award of attorneys' fees, *e.g.*, under the Illinois Consumer Fraud Act, 815 ILCS 505/10a, further increases the amount in controversy. By example, if Plaintiff's counsel recovered 33% of actual and punitive damages totaling \$4 million, such an award would be \$1,320,000 and combined with the damages, exceed the CAFA amount-in-controversy threshold.

23. Accordingly, Plaintiff's claims for actual damages, punitive damages, injunctive relief, and attorneys' fees alone (without regard to Plaintiff's claims for other relief) exceed \$5,000,000 for purposes of establishing CAFA's amount-in-controversy requirement.

### CONCLUSION

24. All of the CAFA jurisdictional requirements are met: (i) this action involves 100 or more putative class members; (ii) at least one putative class member is a citizen of a State different from that of Murad; and (iii) the aggregate amount in controversy exceeds \$5,000,000,

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exclusive of interest and costs. *See* 28 U.S.C. § 1332(d)(2). The action therefore is properly removed to this Court. *See* 28 U.S.C. § 1453.

Dated: January 20, 2021

Respectfully submitted,

\_/s/ Marilyn Rosen\_

DENTONS US LLP

Michael Duvall (*pro hac vice to be filed*) Marilyn Rosen 233 S. Wacker Drive, Suite 5900 Chicago, IL 60606 312-876-8000 <u>Michael.duvall@dentons.com</u> Marilyn.rosen@dentons.com

# **CERTIFICATE OF SERVICE**

I hereby certify that I caused a copy of the foregoing **NOTICE OF REMOVAL** to be served upon the following via U.S. mail and electronic mail on this 20th day of January 2021:

David Levin Steven Perry Law Offices of Todd M. Friedman, P.C. 111 W. Jackson Blvd, Suite 1700 Chicago, Illinois 60604 <u>dlevin@toddflaw.com</u> <u>steven.perry@toddflaw.com</u>

/s/ Marilyn Rosen

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# **EXHIBIT 1**

# IN THE CIRCUIT COURT OF COOK COUNTY, ILLINOIS CHANCERY DIVISION

JOHN DALY, individually and on behalf of all others similarly situated,

Plaintiff,

v.

MURAD LLC.

Defendant.

Case No.

# CLASS ACTION COMPLAINT

JURY DEMANDED

Now comes the Plaintiff, JOHN DALY ("Plaintiff"), individually and on behalf of all others similarly situated, by and through his attorneys, and for his Class Action Complaint against the Defendant, MURAD LLC, ("Defendant"), Plaintiff alleges and states as follows:

## PRELIMINARY STATEMENT

1. This is an action for damages, injunctive relief, and any other available legal or equitable remedies, for violations of Illinois Consumer Fraud and Deceptive Businesses Practices Act ("ILCFA"), 815 ILCS 505/1 *et seq.*, common law fraud, unjust enrichment, and breach of warranty, resulting from the illegal actions of Defendant, in intentionally labeling its skincare products with false and misleading claims that they are oil-free, when Defendant's products contain oils. Plaintiff alleges as follows upon personal knowledge as to himself and his own acts and experiences, and, as to all other matters, upon information and belief, including investigation conducted by his attorneys.

## PARTIES

2. Plaintiff is an individual who was at all relevant times residing in Chicago, Illinois.

3. On information and belief, Defendant is a Delaware corporation, whose principal place of business is located in El Segundo, California.

4. At all times relevant hereto, Defendant was engaged in the manufacturing, marketing, and sale of cosmetics.

# FACTS COMMON TO ALL COUNTS

5. Defendant manufactures, advertises, markets, sells, and distributes skincare products throughout Illinois and the United States under the brand name "Murad".

6. During the Class Period Defendant's Clarifying Oil-Free Water Gel products (the "Products") were advertised as oil-free when they in fact contained the following oils:

- a. dimethicone; and
- b. polyisobutene.

7. Plaintiff's most recent purchase of the Products was on or about November 2, 2020.

8. All of the Products contain oils, but Defendant intentionally advertise and label the Products as oil-free.

9. Persons, like Plaintiff herein, have an interest in purchasing products that do not contain false and misleading claims with regards to the qualities of the products.

10. By making false and misleading claims about the qualities of its products, Defendant impaired Plaintiff's ability to choose the type and quality of products he chose to buy.

11. Therefore, Plaintiff has been deprived of his legally protected interest to obtain true and accurate information about her consumer products as required by law.

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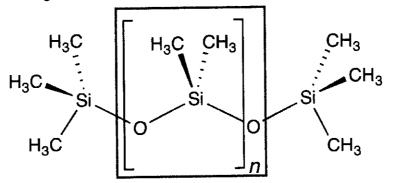
12. As a result, Plaintiff has been misled into purchasing products he would not have otherwise purchased.

13. Oil is a term that describes a material that is both hydrophobic and lipophilic. Oil can also be classified by the polarity of the material. Oils can be wholly non-polar such as hydrocarbons, or polar such as fatty acids. Oil comprises the following chemical functional groups:<sup>1</sup>

- a. hydrocarbons (alkanes, alkenes) —such as squalane commonly sold as squalane oil
- b. triglycerides---such as glycerol tristearate also known as stearin;
- c. esters—such as ester oil
- d. fatty acids—such as palmitic acid
- e. certain silicones-such as alkyl dimethicone
- f. fatty alcohols-sterols
- 14. All of the above functional groups can be generally characterized by the same

physical properties commonly observed by laypersons including being less dense than water, being more viscous than water, and feeling slick or slippery to the touch.

15. The following is a structural diagram of dimethicone:

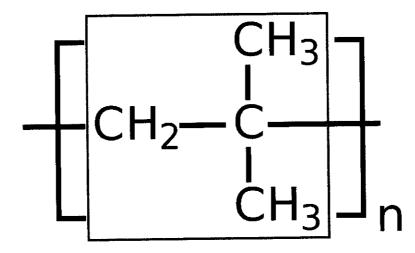


-silicone(siloxane)

<sup>&</sup>lt;sup>1</sup> Tony O'Lenick, Polar vs. Nonpolar oils, 2008. <u>https://www.cosmeticsandtoiletries.com/research/chemistry/17390254.html</u>

16. Dimethicone is defined as a polysiloxane. As shown in the diagram in paragraph 15 above, dimethicone contains the silicone (siloxane) functional group. It would be defined as a polar oil. The compound has a density of 0.965 g/mL, compared to water's 1g/mL.

17. The following is a structural diagram of polyisobutene:



-alkane

18. Polyisobutene is defined as a alkene polymer. As shown in the diagram in paragraph 17 above, polyisobutene largely contains the alkane functional group. It would be defined as a non-polar oil. The compound has a density of 0.88 g/mL, compared to water's 1g/mL.

19. Plaintiff purchased Defendant's products because Defendant's packaging claims that their products are oil-free.

20. Plaintiff would not have been able to understand that the Products contained oils without an advanced understanding of chemistry.

21. Furthermore, due to Defendant's intentional, deceitful practice of falsely labeling the Products as oil-fee, Plaintiff could not have known that the Products contained oils.

22. Plaintiff was unaware that the Products contained oils when he purchased them.

23. Plaintiff and the Class were deceived into paying money for products they did not want because the Products were labeled as oil free.

24. Worse than the lost money, Plaintiff, the Class, and Sub-Class were deprived of their protected interest to choose the type and quality of products they use on their bodies.

25. Defendant, and not Plaintiff, the Class, or Sub-Class, knew or should have known that the Products' express labeling stating "Oil-Free" was false, deceptive, and misleading, and that Plaintiff, the Class, and Sub-Class members would not be able to tell the Products' contained oils unless Defendant expressly told them.

26. Defendant employs professional chemists to create the chemical formulas of Defendant's products. Therefore, Defendant through its employees knew or should have known that the Products contained oils and that by labeling the Products as oil-free it was deceiving consumers.

27. On information and belief, Defendant through its employees did know that the Products contained oils but chose to include "oil-free" labeling because it did not believe its customers were well educated enough to know the difference.

28. As a result of Defendant's acts and omissions outlined above, Plaintiff has suffered concrete and particularized injuries and harm, which include, but are not limited to, the following:

- a. Lost money;
- b. Wasting Plaintiff's time; and
- c. Stress, aggravation, frustration, loss of trust, loss of serenity, and loss of confidence in product labeling.

## **CLASS ALLEGATIONS**

29. Plaintiff brings this action on behalf of himself and all others similarly situated, as

a member of the proposed class (the "Class"), defined as follows:

All persons within the United States who purchased the Products within four years prior to the filing of the Complaint through the date of class certification.

30. Plaintiff also brings this action on behalf of himself and all others similarly situated,

as a member of the proposed sub-class (the "Sub-Class"), defined as follows:

All persons within the State of Illinois who purchased the Products within ten years prior to the filing of the Complaint through the date of class certification.

31. The Class and the Sub-Class satisfy all of the requirements of the Illinois Code of

Civil Procedure for maintaining a class action, specifically:

- Upon information and belief, the Class and the Sub-Class are so numerous that joinder of all members is impracticable. On information and belief there are hundreds, if not thousands of individuals in the United States and the State of Illinois who purchased the products within the applicable statute of limitations period.
- b. There are questions of fact and/or law which are common to the Class and the Sub-Class, and which predominate over questions affecting any individual Class or Sub-Class members. These common questions of fact and law include, but are not limited to:
  - Whether Defendant disseminated false and misleading information by claiming the Products was oil-free when they contained oils;

- Whether the Class and Sub-Class members were informed that the products contained oils;
- iii. Whether the Products contained oils;
- iv. Whether Defendant's conduct was unfair and deceptive;
- v. Whether Defendant unjustly enriched itself as a result of the unlawful conduct alleged above;
- vi. Whether Defendant breached express warranties to Plaintiff, and the Class and Sub-Class members;
- vii. Whether there should be a tolling of the statute of limitations; and
- viii. Whether the Class and Sub-Class members are entitled to restitution, actual damages, punitive damages, and attorneys' fees and costs.
- c. Plaintiff's claims are typical of the Class and the Sub-Class, which all arise from the same operative set of facts and are based on the same legal theories
- d. Plaintiff has no interests adverse or antagonistic to the interests of the other members of the Class and the Sub-Class.
- e. Plaintiff will fairly and adequately protect the interests of the Class and the Sub-Class and Plaintiff has retained experienced and competent attorneys to represent the Class and the Sub-Class.
- f. This class action is a fair and efficient adjudication of the controversy alleged herein. Plaintiff anticipates that no unusual difficulties are likely to be encountered in the management of this class action.
- g. This class action will permit large numbers of similarly situated persons to prosecute their common claims in a single forum simultaneously and

without the duplication of effort and expense that numerous individual actions would engender. This class action will also permit the adjudication of relatively small claims by many Class and Sub-Class members who would not otherwise be able to afford to seek legal redress for the wrongs complained of herein. Absent a class action, Class and Sub-Class members will continue to suffer losses of legally protected rights, as well as monetary damages. If Defendants' conduct is allowed proceed to without remedy, Defendants will continue to benefit financially from such conduct.

 h. Defendants have acted on grounds generally applicable to the entire Class and Sub-Class, thereby making it appropriate for the Court to order final monetary, injunctive, and declaratory relief with respect to the Class and the Sub-Class as a whole.

32. Defendant, its employees and agents are excluded from the Class and Sub-Class. Plaintiff does not know the number of members in the Class and Sub-Class, but believes the members number in the thousands, if not more. Thus, this matter should be certified as a Class Action to assist in the expeditious litigation of the matter.

33. The size and definition of the Class and Sub-Class can be identified through records held by retailers carrying and reselling the Products, and by Defendant's own records.

## <u>COUNT I</u> <u>VIOLATIONS OF THE ILLINOIS CONSUMER FRAUD AND</u> DECEPTIVE BUSINESS PRACTICES ACT, 815 ILCS 505/1, et seq.

34. Plaintiff incorporates all of the allegations and statements made above as if fully reiterated herein.

35. Plaintiff is a "person" as defined in 815 ILCS 505/1(c), as he is a natural person.

36. Defendant is a "person" as defined in 815 ILCS 505/1(c), as it is a company and a

business entity and/or association.

37. 815 ILCS 505/2 states:

Unfair methods of competition and unfair or deceptive acts or practices, including but not limited to the use or employment of any deception fraud, false pretense, false promise, misrepresentation or the concealment, suppression or omission of any material fact, with intent that others rely upon the concealment, suppression or omission of such material fact, or the use or employment of any practice described in Section 2 of the "Uniform Deceptive Trade Practices Act", approved August 5, 1965, in the conduct of any trade or commerce are hereby declared unlawful whether any person has in fact been misled, deceived or damaged thereby.

38. Through its representation that the Products were oil-free, Defendant made false

promises, misrepresentations, concealments, suppressions, and omissions of material facts, with

the intent that Plaintiff rely upon said false promises, misrepresentations, concealments,

suppressions, and omissions of material facts.

39. 815 ILCS 505/10a states:

(a) Any person who suffers actual damage as a result of a violation of this Act committed by any other person may bring an action against such person. The court, in its discretion may award actual economic damages or any other relief which the court deems proper...

(c) [T]he Court may grant injunctive relief where appropriate and may award, in addition to the relief provided in this Section, reasonable attorney's fees and costs to the prevailing party.

40. In taking the actions and omissions set forth above, and making the false promises,

misrepresentations, concealments, suppressions, and omissions of material facts set forth above,

Defendant violated the Illinois Consumer Fraud and Deceptive Business Practices Act, including,

but not limited to, 815 ILCS 505/2.

41. Defendant failed to comply with the requirements of the ILCFA, including, but not

limited to, 815 ILCS 505/2 as to the Class and Sub-Class members with respect to the abovealleged transactions

42. By reason thereof, Plaintiff is entitled to a judgment against Defendant, declaring that Defendant's conduct violated 815 ILCS 505/2, enjoining Defendant from engaging in similar conduct in the future, and awarding actual damages, punitive damages, injunctive relief, costs, and attorneys' fees.

## COUNT II COMMON LAW FRAUD

43. Plaintiff incorporates all of the allegations and statements made above as if fully reiterated herein.

44. Through its false statements on the Products' packaging, that the Products were oilfree, Defendant made false statements of material fact.

45. At the time Defendant made its statements to Plaintiff that the Products were oilfree, it knew, or reasonably should have known, that the statements described above were false.

46. At the time Defendant made the statements to Plaintiff, Defendant intended to induce Plaintiff to purchase the Products.

47. Plaintiff relied upon the truth of the statements described above and purchased the Products, only to find that the Products did in fact contain oils.

48. As a result of their reasonable reliance upon Defendant's false statements of material fact as set forth above, Plaintiff and other members of the Class and Sub-Class have suffered concrete and particularized injuries, harm, and damages which include, but are not limited to, the loss of money spent on products they did not want to buy, and stress, aggravation, frustration, inconvenience, emotional distress, mental anguish, and similar categories of damages.

## <u>COUNT III</u> <u>UNJUST ENRICHMENT</u>

49. Plaintiff incorporates all of the allegations and statements made above as if fully reiterated herein.

50. Plaintiff conferred monetary benefits to Defendant by purchasing the Products.

51. Defendant has been unjustly enriched by retaining the revenues derived from Plaintiff's purchase of the Products based on the false statements that the Products are oil-free.

52. Defendant's retention of the revenue it received from Plaintiff, and the Class and Sub-Class members, is unjust and inequitable because Defendant's false statements caused injuries to Plaintiff, and the Class and Sub-Class members, as they would not have purchased the Products if they knew the Products contained oils.

53. Defendant's unjust retention of the benefits conferred on it by Plaintiff, and the Class and Sub-Class members, entitles Plaintiff, and the Class and Sub-Class members, to restitution of the money they paid to Defendant for the Products.

## COUNT IV BREACH OF EXPRESS WARRANTIES

54. Plaintiff incorporates all of the allegations and statements made above as if fully reiterated herein.

55. Defendant, as the manufacturer, designer, marketer, and seller of the Products, expressly warranted that the Products were oil-free on the front of the Products' packaging.

56. Defendant's express warranties that the Products were oil-free was part of the basis of the bargain between Plaintiff, and the Class and Sub-Class members, and Defendant.

57. However, the Products contain oils and do not conform to the express warranties Defendant made to Plaintiff, and the Class and Sub-Class members, that the Products are oil free.

58. Furthermore, as described above, Defendant had actual knowledge of the above listed defects contained in the Products.

59. As a direct result of Defendant's breach of the express warranties it made to Plaintiff, and the Class and Sub-Class members, they have been injured, because they would not have purchased the Products on the same terms if they knew the Products contained oils contrary to what is listed on the packaging, and they did not gain the same benefits they bargained for when purchasing the Products.

## PRAYER FOR RELIEF

Wherefore, Plaintiff prays for a judgment against Defendant as follows:

- An order certifying the Class and the Sub-Class and appointing Plaintiff as Representative of the Class and the Sub-Class;
- An order certifying the undersigned counsel as the Class and Sub-Class Counsel;
- c. An order requiring Defendant, at its own cost, to notify all members of the Class and the Sub-Class of the unlawful, unfair, deceptive, and unconscionable conduct herein;
- d. Judgment against Defendant in an amount to be determined at trial;
- e. An order for injunctive relief prohibiting such conduct by Defendant in the future;
- f. Judgment against Defendant for Plaintiff's attorneys' fees, court costs, and other litigation costs; and
- g. Any other relief deemed just and proper by this Court.

## JURY DEMAND

Plaintiff demands a trial by jury on all issues in this action so triable, except for any issues relating to the amount of attorneys' fees and costs to be awarded should Plaintiff prevail on any of her claims in this action.

**RESPECFULLY SUBMITTED,** 

JOHN DALY

Dailthi

Attorney for Plaintiff Cook County Attorney No. 57093 Law Offices of Todd M. Friedman, P.C. 111 W. Jackson Blvd., Suite 1700 Chicago, Illinois 60604 Phone: (224) 218-0882 Fax: (866) 633-0228 dlevin@toddflaw.com

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Cook County, IL	IN THE CIRCUIT COURT OF COOK COUNTY, ILLINOIS	2020CH07174 11443688
	CHANCERY DIVISION	

# JOHN DALY, individually and on behalf of all others similarly situated, Plaintiffs, v. MURAD LLC. Defendant.

No. 2020CH07174

PLAINTIFF'S MOTION FOR CLASS CERTIFICATION

Now comes the Plaintiff, JOHN DALY, by and through his attorneys, and brings this Motion for Class Certification against Defendant, MURAD LLC, individually and on behalf of a class and sub-class of all others similarly situated. In support thereof, Plaintiff alleges and states as follows:

As alleged in Plaintiff's Complaint, on or about November 2, 2020, Plaintiff 1. purchased one of Defendant's Clarifying Oil-Free Water Gel products. Defendant advertises its Clarifying Oil-Free Water Gel as "Oil-Free". However, the Clarifying Oil-Free Water Gel products actually contain at least two oils: dimethicone and polyisobutene.

When Plaintiff purchased the Clarifying Oil-Free Water Gel he believed that the 2. product did not contain any oils because the product was labeled "oil-free." However, upon investigation by his attorneys Plaintiff learned that the product actually contains oils and is therefore not oil-free. A more thorough explanation of the facts may be found in Plaintiff's Complaint.

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3. As a result of Defendant's acts and omissions outlined above, Plaintiff has suffered concrete and particularized injuries, harm, and damages, which include, but are not limited to, the following:

- a. Lost money;
- b. Wasting Plaintiff's time; and
- c. Stress, aggravation, frustration, inconvenience, loss of trust, loss of serenity, and loss of confidence in product labeling.

4. Plaintiff brings claims, pursuant to 735 ILCS 5/2-801, *et seq.*, individually and on behalf of the following class (the "Class"): All persons within the United States who purchased the Products within four years prior to the filing of the Complaint through the date of class certification..

5. Plaintiff also brings claims, pursuant to 735 ILCS 5/2-801, *et seq.*, individually and on behalf of the following sub-class (hereinafter the "Sub-Class"): All persons within the State of Illinois who purchased the Products within ten years prior to the filing of the Complaint through the date of class certification.

6. Illinois Rule of Civil Procedure section 5/2-801 states that an action may be maintained as a class action in any court of this state if the court finds that:

- (1) The class is so numerous that joinder of all members is impracticable.
- (2) There are questions of fact or law common to the class, which common questions predominate over any questions affecting only individual members.
- (3) The representative parties will fairly and adequately protect the interest of the class.

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(4) The class action is an appropriate method for the fair and efficient adjudication of the controversy.

735 ILCS 5/2-801.

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7. The Class and the Sub-Class satisfy all of the requirements of the Illinois Code of Civil Procedure for maintaining a class action, specifically:

- a. Upon information and belief, the Class and the Sub-Class are so numerous that joinder of all members is impracticable. On information and belief there are hundreds, if not thousands of individuals in the United States and the State of Illinois who purchased the products within the applicable statute of limitations period.
- b. There are questions of fact and/or law which are common to the Class and the Sub-Class, and which predominate over questions affecting any individual Class or Sub-Class members. These common questions of fact and law include, but are not limited to:
  - Whether Defendant disseminated false and misleading information by claiming the Products was oil-free when they contained oils;
  - ii. Whether the Class and Sub-Class members were informed that the products contained oils;
  - iii. Whether the Products contained oils;
  - iv. Whether Defendant's conduct was unfair and deceptive;
  - v. Whether Defendant unjustly enriched itself as a result of the unlawful conduct alleged above;

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- vi. Whether Defendant breached express warranties to Plaintiff, and the Class and Sub-Class members;
- vii. Whether there should be a tolling of the statute of limitations; and
- viii. Whether the Class and Sub-Class members are entitled to restitution, actual damages, punitive damages, and attorneys' fees and costs.
- c. Plaintiff's claims are typical of the Class and the Sub-Class, which all arise from the same operative set of facts and are based on the same legal theories
- d. Plaintiff has no interests adverse or antagonistic to the interests of the other members of the Class and the Sub-Class.
- e. Plaintiff will fairly and adequately protect the interests of the Class and the Sub-Class and Plaintiff has retained experienced and competent attorneys to represent the Class and the Sub-Class.
- f. This class action is a fair and efficient adjudication of the controversy alleged herein. Plaintiff anticipates that no unusual difficulties are likely to be encountered in the management of this class action.
- g. This class action will permit large numbers of similarly situated persons to prosecute their common claims in a single forum simultaneously and without the duplication of effort and expense that numerous individual actions would engender. This class action will also permit the adjudication of relatively small claims by many Class and Sub-Class members who would not otherwise be able to afford to seek legal redress for the wrongs complained of herein. Absent a class action, Class and Sub-Class members will continue to suffer losses of legally protected rights, as well as monetary

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damages. If Defendants' conduct is allowed proceed to without remedy, Defendants will continue to benefit financially from such conduct.

 Defendants have acted on grounds generally applicable to the entire Class and Sub-Class, thereby making it appropriate for the Court to order final monetary, injunctive, and declaratory relief with respect to the Class and the Sub-Class as a whole.

5. Plaintiff believes that upon completion of discovery in this matter, Plaintiff will be able to prove each of the allegations to the satisfaction of this Court. Therefore, Plaintiff requests the Court defer any ruling on this motion until after discovery has closed and Plaintiff has filed an amended or supplemental motion for class certification.

WHEREFORE, Plaintiff respectfully requests this Honorable Court enter an order certifying the proposed class and sub-class, but defer any ruling on this Motion until after discovery has been completed and Plaintiff has filed an amended or supplemental motion for class certification.

## **RESPECTFULLY SUBMITTED,**

JOHN DALY

Steve G. Perry Attorney for Plaintiff Cook County Attorney No.: 63294 Illinois Attorney No. 6330283 Law Offices of Todd M. Friedman, P.C. 111 W. Jackson Blvd., Suite 1700 Chicago, Illinois 60604 Phone: (224) 218-0875 Fax: (866) 633-0228 Steven.perry@toddflaw.com

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# **CERTIFICATE OF SERVICE**

The undersigned hereby certifies that on December 10, 2020, a copy of Plaintiff's Motion for Class Certification was served upon the following party, by depositing the same in the U.S. Mail, with proper first-class postage prepaid thereon:

> MURAD LLC c/o The Corporation Trust Company (Registered Agent) 1209 Orange St. Wilmington, DE 19801

Steven G. Perry Attorney for Plaintiff Case: 1:21-cv-00339 Document #: 1-2 Filed: 01/20/21 Page 1 of 4 PageID #:29

# **EXHIBIT 2**

## IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

JOHN DALY, individually and on behalf of all others similarly situated,	) )
Plaintiff,	) ) ) Case No.
V.	) Case 110.
MURAD, LLC,	)
Defendant.	)

# DECLARATION OF JAN SAENGER IN SUPPORT OF DEFENDANT MURAD, LLC'S NOTICE OF REMOVAL

I, Jan Saenger, hereby state, pursuant to 28 U.S.C. § 1746, that I have personal knowledge of the facts set forth in this declaration and that if called upon by the Court, I could and would testify that:

1. I am over the age of 18 and am a resident of the State of California.

2. Since 2018, I have been Murad, LLC's Comptroller. In that role, I am responsible for creation, review, and distribution of financial information about Murad, including sales and cost data.

3. In preparing this declaration, I have relied on my knowledge of Murad's business and my review of its business records, which have been created, kept, and recorded in the regular course of Murad's business at or near the time of the acts, transactions, occurrences, or events as described herein.

4. Murad, LLC is a Delaware limited liability company with its principal place of business in Los Angeles, California.

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5. Murad sells its Clarifying Oil-Free Water Gel Products (the "Products") on a wholesale basis to large retailer buyers in different States throughout the country, as well as smaller retailers also throughout the country. Murad also sells the Products directly to consumers through its website, <u>www.murad.com</u> as well as through <u>www.amazon.com</u>. Murad has sold the Products since August 2020.

6. On January 19, 2021, using data I regularly access and maintain, I directed the creation of and reviewed a report showing the total amount that Murad has invoiced for sales of the Products to retailers and directly to consumers from August 1, 2020 through January 19, 2021. This report was generated through Oracle EBS, Murad's enterprise resource planning (ERP) system, using data regularly accessed and maintained in Murad's business and that in my experience is accurate and reliable. Based on my review of that report and my work at Murad, I believe that since August 2020, Murad has sold approximately \$924,752 of Products throughout the United States.

7. Based on this sales data, I also believe that more than 100 persons have purchased the Products, including because the suggested retail price is approximately \$44 and therefore, it is highly unlikely that the Products sold to date have been sold to fewer than 100 persons.

8. I also am familiar with Murad's costs associated with developing and formulating products and with creating or changing labeling and packaging for products, including based on my coordination with Murad's research and development department. I have reviewed reports, estimating, based on prior instances of formulating and packaging initiatives to determine these costs. Based on this information, I believe that it would cost Murad approximately \$88,460 to formulate, test, and market a revised or reformulated version of the Products. If Murad had to change the labeling and packaging of the Products, it would incur costs including for re-design,

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raw materials, printing, and shipping of approximately \$34,461. And if Murad had to destroy or remove from distribution existing or near sale-ready Products, Murad would incur losses including approximately \$25,000 in near-ready inventory in Murad's possession, \$25,000 in costs to properly dispose of those materials, \$120,000 in finished inventory that has not yet been sold, and \$219,000 in finished inventory already in retail-distribution channels. These are projected costs and losses that do not include any reputational damage or goodwill lost from removing and relaunching a product.

I declare under penalty of perjury that the foregoing is true and correct. Executed on January 20, 2021.

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Jan Saenger