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1 2 3 4 5 6	BURSOR & FISHER, P.A. Joel D. Smith (State Bar No. 244902) Frederick J. Klorczyk III (State Bar No. 320783) 1990 North California Blvd., Suite 940 Walnut Creek, CA 94596 Telephone: (925) 300-4455 Facsimile: (925) 407-2700 E-mail: jsmith@bursor.com fklorczyk@bursor.com	
7	UNITED STATES 1	DISTRICT COURT
8		CT OF CALIFORNIA
9		
10	NEERAJ SHARMA and STEPHAN MOONESAR, individually and on behalf of all	Case No. 4:20-cv-02394-JST
11	others similarly situated,	AMENDED CLASS ACTION
12	Plaintiffs,	COMPLAINT
13	v.	
14 15	VOLKSWAGEN AG, VOLKSWAGEN GROUP OF AMERICA, INC., AUDI AG, DODEDT DOSCU CMDU, and DODEDT	JURY TRIAL DEMANDED
16	ROBERT BOSCH GMBH, and ROBERT BOSCH LLC,	
17	Defendants.	
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	AMENDED CLASS ACTION COMPLAINT CASE NO. 4:20-CV-02394-JST	

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The allegations herein are based on personal knowledge as to Plaintiffs' own conduct and are made on information and belief as to all other matters based on an investigation by counsel.

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# INTRODUCTION

1. Many automatic driving and safety features found in new cars today are the first steps toward fully autonomous cars. Automatic emergency braking ("AEB") is one of those features. Broadly speaking, AEB Systems work by scanning the road for other vehicles, pedestrians, and objects and automatically applying the brakes if there is a threat of collision. No car manufacturer wants to be left behind its competition when it comes to providing automated safety features like AEB. Manufacturers comprising "more than 99% of the U.S. automobile market" have voluntarily committed to outfitting "every new passenger vehicle with [AEB] by Sept. 1, 2022."<sup>1</sup> The problem is that car manufacturers are rushing this feature to market when the technology is not yet ready and not yet safe. That is what this case is about.

- 13 2. In general, much of the technology that underpins AEB technology is shared among 14 the industry. A small handful of companies provide sensors, control units, and algorithms to car 15 makers, who then integrate those systems for their particular products. Defendants Robert Bosch 16 GmbH and Robert Bosch LLC (collectively, the "Bosch Defendants" or "Bosch") are the largest 17 supplier of automatic emergency braking systems, and provide the systems used in cars made by 18 the vehicle manufacturer defendants here. Defendants Volkswagen AG, Volkswagen Group of 19 America, Audi AG, and Audi of America (collectively, the "VW Defendants" or "VW") have used 20 Bosch sensors to implement automatic emergency braking across the Class Vehicles.
- 3. Accordingly, this is a class action asserting claims against Bosch and VW who sell
  cars equipped with Bosch-made AEB Systems. The "Class Vehicles" at issue in this case include
  all VW and Audi vehicles equipped with AEB Systems that utilize either Bosch mid-range radar
  sensors ("MRR") or long-range radar sensors ("LRR") (collectively the "AEB Systems"). As
  alleged in more detail below, the AEB Systems are the same or substantially similar in all the Class
  Vehicles at issue in this action.
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<sup>&</sup>lt;sup>1</sup> https://www.iihs.org/news/detail/10-automakers-equipped-most-of-their-2018-vehicles-withautomatic-emergency-braking

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4. The AEB Systems at issue here have a defect that causes them to falsely engage randomly and unexpectedly (the "AEB Defect"). The AEB Defect causes the Class Vehicles to detect non-existent obstacles, thereby automatically triggering the brakes and causing the Class Vehicles to abruptly slow down or come to a complete stop, sometimes in the middle of traffic.
Simply put, as a result of the AEB Defect, the AEB Systems at issue here are a safety hazard, not a safety feature.

5. Many Class Vehicle owners have reported significant, unexpected slow-downs and stops due to the false engagement of the Class Vehicle's AEB System, even though no objects were nearby. As one commentator described, "[w]hen the systems work, they are brilliant.
When they don't work, they are a frightening and dangerous nightmare."<sup>2</sup> Another aspect of the AEB Defect is that the AEB Systems frequently deactivate themselves and display error message for no good reason, rendering this safety feature effectively useless.

6. The National Highway Traffic Safety Administration ("NHTSA") has fielded hundreds of individual complaints in the last three years from drivers of vehicles made by major car manufacturers, including Volkswagen and Audi.

7. The AEB Defect is substantially likely to materialize during the useful life of the vehicles in which the systems are installed. All of the Plaintiffs here have experienced the AEB Defect, and numerous car owners have publicly complained about the problem to NHTSA and on various internet forums.

8. Defendants have known about problems with their AEB Systems for years but have
been silent. Disclosing the AEB Defect would likely: (1) put Defendants at a competitive
disadvantage both in safety ratings and in the race to get autonomous safety features on the market;
(2) have a negative impact on their respective brands; and (3) reduce profits from sales. Instead,
the VW Defendants market their vehicles as safe, despite their knowledge that the vehicles are
defective and not fit for their intended purpose of providing consumers with safe and reliable
transportation at the time of the sale and thereafter. They have actively concealed the true nature

<sup>&</sup>lt;sup>2</sup> https://www.honestjohn.co.uk/askhj/answer/119759/is-there-a-known-problem-with-pre-sense-systems-

and extent of the AEB Defect from Plaintiffs and the other Class members and have failed to disclose it to them at the time of purchase or lease.

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9. Had Plaintiffs and other Class members known about the AEB Defect, they would not have purchased and/or leased the Class Vehicles on the same terms or would have paid less for them. As a result of their reliance on partial representations and/or omissions by Defendants, Plaintiffs and the other Class members have suffered a loss of money and/or loss in value of their Class Vehicles.

## II. PARTIES

## A. The VW Defendants

10. Defendant Volkswagen AG ("VW AG") is a German corporation with its principal place of business in Wolfsburg, Germany. VW AG is one of the largest automobile manufacturers in the world, and is in the business of designing, developing, manufacturing, and selling cars. VW AG is the parent corporation of Audi AG, VW USA, and Audi USA, among others.

14 11. Defendant Volkswagen Group of America, Inc. ("VW USA") is a New Jersey
15 corporation doing business throughout the United States. VW USA maintains its principal place of
16 business in Herndon, Virginia. At all relevant times, VW USA acted as an authorized agent,
17 representative, servant, employee, and/or alter ego of VW AG while performing activities
18 including but not limited to advertising, warranties, warranty repairs, dissemination of technical
19 information, and monitoring the performance of VW vehicles in the United States, including
20 substantial activities that occurred within this jurisdiction.

12. Defendant Audi AG is a German corporation with its principal place of business in
Ingolstadt, Germany and is wholly owned by VW AG. Audi AG does business throughout the
USA because it is an operating unit of VW USA. At all relevant times, Audi AG acted as an
authorized agent, representative, servant, employee, and/or alter ego of VW USA while performing
activities such as advertising, warranties, warranty repairs, dissemination of technical information,
and monitoring the performance of Audi vehicles in the United States, including substantial
activities that occurred within this jurisdiction.

13. VW AG, Audi AG, and VW USA, are collectively referred to as the "VW Defendants" or "VW."

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14. At all relevant times, the VW Defendants took part in designing, engineering, manufacturing, testing, marketing, supplying, selling, and distributing motor vehicles, including the Class Vehicles, throughout the United States. Generally, VW AG and Audi AG are responsible for the design and manufacture of their respective Class Vehicles, while VW USA and Audi USA are responsible for advertising, distribution, warranties and customer service.

15. The VW Defendants also provide service and maintenance for the Class Vehicles through their extensive network of authorized dealers and service providers nationwide. At all relevant times, each authorized dealership and service provider acted as an authorized agent, representative, servant, employee and/or alter ego of VW AG and/or other VW Defendants while performing activities including but not limited to advertising, warranties, warranty repairs, dissemination of technical information, and monitoring the performance of vehicles in the United States, including substantial activities that occurred within this jurisdiction.

15 16. VW AG and Audi AG also imported into the United States, sold, offered for sale, 16 introduced into commerce, or otherwise delivered the Class Vehicles, with the intent to market or sell them in all fifty states, including in California. The VW Defendants further developed and 17 18 disseminated the owner's manuals, warranty booklets, product brochures, advertisements, and 19 other promotional materials relating to the Class Vehicles, with the intent that such documents 20 should be purposely distributed throughout all fifty states, including in California. The VW 21 Defendants are also engaged in interstate commerce, selling vehicles through their network of 22 dealers in every state of the United States.

17. Beginning in approximately 2010, VW Defendants began working with Bosch to
supply the AEB Systems for its vehicles. The main design and testing center for VW's
autonomous driving development is their Electronics Research Lab & Design Center ("ERL") in
Belmont, CA. Also known as the "Innovation & Engineering Center California ('IECC')" and
"Future Center California ('FCC')," this single location is the home of "the innovation and
development arms of Volkswagen Group of America." It is where VW's "teams engineer the

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future, from autonomous driving and connected mobile living to elegant user experiences [and] pioneer groundbreaking future technology and designs for Audi, Bentley, Bugatti, Lamborghini, Porsche and Volkswagen brands."<sup>3</sup> In other words, it is the "epicenter of the company's vehicle electronics expertise in North America and its largest research facility outside of Germany..."<sup>4</sup> The foundations of modern autonomous driving were developed in this lab. "Its employees through the years were pioneers in early autonomous driving demonstrations. In 2005, a team from what was then the Electronics Research Laboratory became the first to successfully complete the U.S. Department of Defense's DARPA Grand Challenge, when their robotic SUV, built in cooperation with Stanford University and others, navigated 132 miles across the desert without human intervention."

18. As ERL's executive director Nikolai Reimer described, "at the ERL, we leverage the unique benefits of the Silicon Valley for the Volkswagen Group. Specifically, we cooperate with universities and startups on promising, emerging technologies such as sensors for autonomous driving and battery technology." Volkswagen sums up the work of ERL as "German Automotive DNA. Silicon Valley Spirit." Personnel from ERL work closely with Silicon Valley high-tech companies in developing autonomous systems, including with Bosch in connection with the AEB Systems at issue here.

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## B. Bosch Defendants

Robert Bosch GmbH ("Bosch GmbH") is a German multinational engineering and
 electronics company headquartered in Gerlingen, Germany. Bosch GmbH is the parent company
 of Robert Bosch LLC. Bosch GmbH, directly and/or through its North American subsidiary
 Robert Bosch LLC, at all material times, designed, manufactured, developed, reviewed, approved,
 and/or supplied the AEB Systems at issue here for use in the Class Vehicles. Bosch GmbH is
 subject to the personal jurisdiction of this Court because it has availed itself of the laws of the
 United States through its management and control over Robert Bosch LLC, and over the design,

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<sup>&</sup>lt;sup>3</sup> https://www.linkedin.com/company/volkswagen-group-of-america-electronics-research-lab?trk=recent-update\_see-all#updates

<sup>28 &</sup>lt;sup>4</sup> https://newsroom.vw.com/company/innovating-the-future-at-vws-electronics-research-lab/

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development, manufacture, distribution, testing, and sale of hundreds of thousands of AEB Systems installed in the Class Vehicles sold or leased in the U.S.

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20. Robert Bosch LLC ("Bosch LLC") is a Delaware limited liability company with its principal place of business located at 38000 Hills Tech Drive, Farmington Hills, Michigan 48331. Bosch LLC is a wholly owned subsidiary of Bosch GmbH and is controlled and dominated by its parent company. At all material times, Bosch LLC, directly and/or in conjunction with its parent Bosch GmbH, designed, manufactured, developed, reviewed, approved, and/or supplied defective AEB Systems to the VW Defendants for use in the Class Vehicles.

21. Both Bosch GmbH and Bosch LLC (collectively, "Bosch") operate under the umbrella of the Bosch Group, which encompasses some 340 subsidiaries and companies. The Bosch Group is divided into four business sectors: Mobility Solutions (formerly Automotive Technology), Industrial Technology, Consumer Goods, and Energy and Building Technology. The Mobility Solutions sector – which supplies parts to the automotive industry – is particularly at issue here and includes the relevant individuals at both Bosch GmbH and Bosch LLC.

22. Regardless of whether an individual works for Bosch in Germany or the United States, the individual holds him or herself out as working for Bosch. This collective identity is captured by Bosch's mission statement: "We are Bosch," a unifying principle that links each entity and person within the Bosch Group.<sup>5</sup>

23. Silicon Valley is ground zero worldwide for the development of autonomy ous driving features and "has laid the foundation for innovative products and solutions in areas such as sensor technology and automated and connected vehicle systems."<sup>6</sup> As one reporter aptly described, "[y]ou could make a good argument that the center of the automotive world's future is being planned in Silicon Valley ... every auto company has a presence in the region, tapping

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<sup>5</sup> Bosch 2014 Annual Report: "Experiencing quality of life," available at https://assets.bosch.com/media/en/global/bosch\_group/our\_figures/publication\_archive/pdf\_1/GB2 27 014.pdf

<sup>6</sup> https://www.bosch.us/our-company/bosch-in-the-usa/sunnyvale/ 28

engineering expertise and young talent that is shaping how the cars of today become the cars of tomorrow."<sup>7</sup>

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24. Bosch has been present in Silicon Valley for nearly 20 years. Bosch's Research and Technology Center North America "is headquartered in Sunnyvale, CA – right in the heart of Silicon Valley" in "close proximity to world-class universities and entrepreneurial ecosystems."<sup>8</sup> Bosch's research in Silicon Valley "centers on fusing together the capabilities of short-range radar, long-range radar, video cameras, Lidar and other sensors to establish 360-degree visibility around a moving vehicle."<sup>9</sup> For instance, Bosch's Engineering Director of Research & Development for Automated Driving is based at Bosch's Sunnyvale facility and was personally involved in developing Bosch's AEB System from prototype to series production. Employment recruiting advertisements disclose that employees working in one office work directly with the entire development team at both offices.

25. From its Silicon Valley locations, Bosch works with the largest automakers in the 14 world, including the VW Defendants, many of whom have their own facilities in Silicon Valley 15 from which they collaborated with Bosch to implement Bosch's Radar Sensors and AEB Systems 16 into their own vehicles. The 25-mile stretch from Belmont to San Jose has historically been known for software and semiconductors, not cars. But the world's nine largest automakers by revenue, as well as the three largest auto suppliers, now have offices and research labs along this drag, including the VW Defendants.

> C. Plaintiffs

21 26. Plaintiff Neeraj Sharma is a citizen of California and resides in Hercules, CA. Mr. 22 Sharma leased a 2017 Audi Q7 and Audi A7 for personal or household use from Audi of Concord 23 in California. Mr. Sharma's cars are equipped with the AEB System which is able to automatically 24 actuate the brakes. Mr. Sharma leased the cars based on the understanding that they would be safe 25 for normal use as cars and that they would not unintentionally brake despite no other vehicles or

- 26 <sup>7</sup> https://innotechtoday.com/revenge-automotive-industry/
- 27 <sup>8</sup> https://www.bosch.us/our-company/innovation/
- <sup>9</sup> https://www.wardsauto.com/blog/bosch-embracing-automated-vehicles 28

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pedestrians nearby. Mr. Sharma viewed and relied on the Monroney labels on his cars before leasing his cars – which highlighted Audi pre sense– but did not otherwise refer Mr. Sharma to the owner's manual. Had Defendants disclosed the AEB Defect, Mr. Sharma would not have leased the cars, or would not have done so on the same terms. Mr. Sharma has experienced the AEB Defect described herein in the form of unintentional, phantom braking for no reason, and also instances of error messages appearing on his dashboard indicating the AEB system not functional.

7 27. Plaintiff Stephan Moonesar is a citizen of New Jersey and resides in Egg Harbor 8 Township, NJ. Plaintiff Moonesar bought a certified pre-owned ("CPO") 2018 Audi S4 for 9 personal or household use from Audi of Turnersville in New Jersey. Plaintiff Moonesar's car is 10 equipped with the AEB System which is able to automatically actuate the brakes. Plaintiff Moonesar bought the car based on the understanding that it would be safe for normal use as a 12 vehicle and that it would not unintentionally brake despite no other vehicles or pedestrians nearby. 13 Mr. Moonesar viewed and relied on the Monroney label on his car before purchasing his car – 14 which highlighted Audi pre sense- but did not otherwise refer Mr. Moonesar to the owner's 15 manual. Had Defendants disclosed the AEB Defect, Plaintiff Moonesar would not have bought the 16 car, or would not have done so on the same terms. Plaintiff Moonesar has experienced the AEB 17 Defect described herein in the form of unintentional, phantom braking for no reason, and also 18 instances of error messages appearing on his dashboard indicating the AEB system not functional.

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## JURISDICTION AND VENUE

This Court has subject matter jurisdiction over this action pursuant to the Class 28. Action Fairness Act ("CAFA"). 28 U.S.C. § 1332(d)(2). The matter in controversy, exclusive of interest and costs, exceeds the sum or value of \$5,000,000 and is a class action in which there are more than 100 members of the Classes, members of the Classes (as defined below) are citizens of states different from Defendants, and greater than two-thirds of the members of the Classes reside in states other than the states in which Defendants are citizens.

29. This also Court has subject matter jurisdiction under 28 U.S.C. § 1331 (federal question) and jurisdiction over supplemental state law claims pursuant to 28 U.S.C. § 1367.

1	30. Venue properly lies in this District pursuant to 28 U.S.C. § 1391(b)(2) because a
2	substantial part of the events and/or omissions giving rise to Plaintiffs' claims occurred in this
3	District. Specifically, as set forth supra ¶¶ 24-26, the AEB systems as issue here were researched,
4	designed, and developed within this District. Moreover, Plaintiff Sharma purchased his Class
5	Vehicle in this District and resides in this District.
6	31. Venue properly lies in this District pursuant to 28 U.S.C. § 1391(c)(3) with respect
7	to Volkswagen AG, Audi AG, and Robert Bosch GmbH because, as non-residents of the United
8	States, they "may be sued in any judicial district."
9	IV. GENERAL AND SPECIFIC ALLEGATIONS CONCERNING THE BOSCH DEFENDANTS
10	A. Plaintiffs And Putative Class Members Suffered Economic Harm
11	Traceable To Bosch's Conduct
12	32. The primary thrust of the allegations against Bosch is that it actively participated
13	with the VW Defendants to rush AEB Systems to market when the technology was not yet fully
14	developed and not yet safe. In doing so, Bosch and the VW Defendants worked knowingly and
15	purposefully together to equip the AEB Systems in the Class Vehicles.
16	33. Plaintiffs and putative Class members suffered economic harm traceable to Bosch
17	and the VW Defendants for two reasons. First, the AEB Defect renders the Class Vehicles worth
18	less than what Plaintiffs and putative Class members paid at the time of sale. Second, the Bosch
19	Defendants knowingly concealed the AEB Defect from consumers. In turn, consumers would not
20	have bought or leased the Class Vehicles, or would have paid less for them, if Bosch and the VW
21	Defendants had disclosed that the Class Vehicles suffered from the AEB Defect. Plaintiffs and
22	Class members thus overpaid for their cars because Bosch worked closely with the VW Defendants
23	to install defective AEB Systems in the Class Vehicles. In other words, Bosch's conduct led
24	directly to each Plaintiff purchasing or leasing a Class Vehicle with the AEB Defect.
25	B. Bosch Actively Lobbied For The Implementation Of Its AEB Technology When That Technology Is Not Yet Safe
26	34. To increase demand for its radar sensors, Bosch lobbied government entities to
27	make AEB technology a required (i.e., standard) feature on new vehicles, even though the
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technology was not yet safe (and still is not). In the course of those lobbying efforts, the Bosch
Defendants either failed to disclose or downplayed the AEB Defect to government entities and did
not disclose that they had not yet found a satisfactory solution to address the radar sensors'
limitations.

35. As described more fully below, Bosch's lobbying strategy for AEB was two pronged. The first was to lobby NHTSA to require AEB technology in all new cars, or to at least create a testing regime that gives cars with AEB more stars or an additional rating for consumers to compare. The second was to lobby the United States Legislature to create a uniform federal regime that would require AEB in all new cars and preempt states from banning their use. Both avenues were an attempt to increase sales of Bosch's AEB Systems even though those systems were not ready for consumer use.

36. On April 5, 2013, NHTSA requested comments on potential areas for improvement of the New Car Assessment Program ("NCAP").<sup>10</sup> The NCAP results in the ubiquitous "starrating" used by consumers in their evaluation of the safety of a vehicle at purchase. In its July 3, 2013 public comment, Bosch "recommended that [Crash Imminent Braking / Dynamic Brake Support] CIB/DBS be included in NCAP as soon as possible."<sup>11</sup> Bosch also stated: "displaying crash avoidance systems as part of the official safety portion of the Monroney Label [affixed to every Class Vehicle], and particularly in the form a five star rating, is the most effective means to help drive consumer awareness and eventually consumer demand for such technologies."

37. On November 5, 2015, NHTSA announced its final decision that "AEB technologies" would be a "part of NCAP Recommended Advanced Technology Features,
[including]... crash imminent braking (CIB) and dynamic brake support (DBS)."<sup>12</sup> In this decision, NHTSA cited Bosch approximately fifteen times, specifically noting Bosch's support for the implementation. On March 17, 2016, NHTSA and IIHS announced that 20 automakers

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<sup>10</sup> https://www.regulations.gov/document?D=NHTSA-2012-0180-0001

<sup>11</sup> https://www.regulations.gov/document?D=NHTSA-2012-0180-0028

<sup>12</sup> https://www.nhtsa.gov/nhtsa/aeb-fr-notice.docx

representing more than 99 percent of the U.S. auto market committed to making AEB a standard safety feature on virtually all new cars no later than 2022.<sup>13</sup>

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38. On April 6, 2016, NHTSA sought public comment in connection with an event called "Automated Vehicle Operational Guidance Public Meetings." At the meeting, Bosch's lobbyist and Director of Federal Government Affairs, Anna Meuwissen, lobbied NHTSA to push for the use of AEB Systems at a Federal level, as well as allowance of future advanced automated driving systems and vehicles.<sup>14</sup>

8 39. As Bosch's LD-2 Disclosure forms reveal, for every quarter since at least Q2 2014, 9 Bosch has prioritized its lobbying for AEB Systems. Bosch has lobbied in the U.S. House and 10 Senate to federally mandate AEB and automated systems on cars, and also to block states from 11 banning such systems. Bosch actively lobbied for legislation such as H.R. 3388 (SELF DRIVE 12 Act) and Senate 1885 (AV-START ACT). The SELF DRIVE Act and AV-START ACT were 13 very similar and would have blocked and preempted states from banning highly automated driving 14 systems, among other things.<sup>15</sup> The fact that Bosch would seek to preemptively bar states from 15 banning AEB Systems shows that Bosch knew about the AEB Defect – because why else would 16 states want to ban such systems if they were otherwise safe and effective?

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## C. Bosch Collaborated With The VW Defendants To Develop And Integrate AEB Systems Into The Class Vehicles

40. Bosch partners with car manufacturers to co-develop and integrate Bosch components and systems into vehicles. In doing so, Bosch promotes itself as a "reliable partner from development to market launches," explaining it supports automakers "in development, in application and testing, in series production, in post-series supply, as well as in market launches of

 <sup>13</sup> https://www.iihs.org/news/detail/u-s-dot-and-iihs-announce-historic-commitment-of-20automakers-to-make-automatic-emergency-braking-standard-on-new-vehicles; https://www.nhtsa.gov/sites/nhtsa.dot.gov/files/aeb\_factsheet\_031616.pdf

<sup>26</sup> <sup>14</sup> https://www.youtube.com/watch?time\_continue=463&v=J\_RvYZR\_HLA

<sup>15</sup> https://www.congress.gov/bill/115th-congress/house-bill/3388?q=%7B%22search%22%
 3A%5B%22hr3388%22%5D%7D&s=1&r=2; https://www.congress.gov/bill/115th-congress/senate-bill/1885

new systems – today and in the future." Bosch also explains that it coordinates with car manufacturers "through in-house development of all necessary components."

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41. Bosch and the VW Defendants collaborated, partnered, and shared control over the development and integration of the AEB Systems in the Class Vehicles and are jointly responsible for the AEB Defect. Without the collaboration between Bosch and the VW Defendants, the AEB Systems would not exist. This collaborative partnership is standard practice for Bosch in particular and the automotive industry in general. There are numerous examples of Bosch collaborating and forming close-knit partnerships between itself and vehicle manufacturers for the co-development of components and systems for vehicles.

10 42. The VW Defendants were the first to partner with Bosch to implement an AEB
11 System in the 2011 Audi A8.

12 As a result, Bosch and the VW Defendants exercise mutual control over the 43. 13 integration of AEB Systems in the Class Vehicles. It is common in the development of vehicle 14 components and systems for both the component manufacturer and the car manufacturer to require 15 mutual approval for production. The vehicle manufacturer exercises control by deciding whether 16 or not to include a component or system in the final production, and the component manufacturer 17 commonly exercises control through agreements which limit changes to their components or 18 systems by the vehicle manufacturer without express approval. Bosch commonly follows this 19 practice such that the VW Defendants and Bosch exercised mutual control over the development 20 and integration of the AEB System in the Class Vehicles."<sup>16</sup>

<sup>16</sup> One example of such collaboration is Bosch's co-development of the components and systems

partnered to develop and integrate ECU components and software. The partnership there went as far as having a full-time Bosch presence at the automaker's facility. In fact, Bosch and its car

manufacturing facilities close to its carmaker customers' manufacturing plants such that "distances

that were at issue in the Dieselgate litigation concerning Volkswagen vehicles. In Dieselgate, Bosch and vehicle manufacturers, including some of the VW Defendants here, collaborated and co-

manufacturer clients work so closely that Bosch frequently locates its component part

are short and the company can cooperate closely and flexibly with is customers." https://www.bosch-mobility-solutions.com/en/highlights/automated-mobility/

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1	44.	A public example of Bosch's mutual control practice came to light in the so-called	
2	"Dieselgate"	litigation where this relationship is aptly described by a car company engineer:	
3 4		I've had many arguments with Bosch, and they certainly own the dataset software and let their customers tune the curves. Before each dataset is released it goes back to Bosch for its own validation.	
5		Bosch is involved in all the development we ever do. They insist on	
6 7		being present at all our physical tests and they log all their own data, so someone somewhere at Bosch will have known what was going on.	
8		All software routines have to go through the software verification of	
9		Bosch, and they have hundreds of milestones of verification, that's the structure	
10		The car company is never entitled by Bosch to do something on their	
11		own. <sup>17</sup>	
12	D.	Bosch's Knowledge Of The AEB Defect	
13	45.	The Bosch Defendants have known about the AEB Defect since 2011 at the latest,	
14	though most likely since 2010 (shortly before the first AEB Systems were installed in the Audi		
15	A8), through sources not available to Plaintiffs and Class members, including, but not limited to:		
16	pre-production testing, pre-production design failure mode and analysis data, production design		
17	failure mode and analysis data. Because of the close working relationship between Bosch and each		
18	VW Defenda	nt with respect to designing, testing and installing the AEB Systems, Bosch also	
19	would have c	obtained information from the VW Defendants concerning the AEB Defect. In other	
20	words, Bosch	had all the information – both its own and information it received from all of the VW	
21	Defendants.		
22	46.	Knowledge is also imputed to Bosch GmbH because its U.S. subsidiary, Bosch	
23	LLC, monito	red all information and reported back to Germany. In addition, Bosch GmbH would	
24	have monitor	red claims and performance of the Class Vehicles sold in other countries which have	
25	also been impacted by the AEB Defect.		
26			
27 28	(Nov. 23, 20)	aylor, EPA Investigating Bosch over VW Diesel Cheater Software, Car and Driver 15), https://www.caranddriver.com/news/a15349893/epa-investigating-bosch-over- eater-software/	
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1	47. At a bare minimum, Bosch must have known about the AEB Defect no later than
2	March 30, 2015, which was the deadline to submit public comments in connection with NHTSA's
3	plan to update its New Car Assessment Program (NCAP), which is a program that provides
4	consumers with comparative information on the safety of new vehicles. As described in Paragraph
5	34 above, Bosch provided public comments supporting the inclusion of information about AEB
6	Systems in the Class Vehicles' Monroney window stickers. At the same time, however, various
7	commentators discussed the challenges of "false activations" or "false-positive AEB event[s]," i.e.,
8	the AEB Defect. As NHTSA explained, "Bosch said there is no single test that will fully
9	address the problem of false activations." <sup>18</sup> By that time, Bosch had already supplied Audi with
10	AEB Systems for several years, and had begun supplying other manufacturers too. Despite having
11	this knowledge, Bosch and the VW Defendants have continued to manufacture and sell Class
12	Vehicles equipped with AEB Systems that are susceptible to the AEB Defect.
13	V. GENERAL AND SPECIFIC ALLEGATIONS CONCERNING THE VW
14	DEFENDANTS
15	A. The AEB System And AEB Defect Are Substantially Similar In All Class Vehicles
16	48. The VW Defendants, having committed to outfitting every one of their new
17	passenger vehicles with AEB Systems by 2022, needed to implement an AEB System as soon as
18	possible. "Much of the technology that underpins these systems is shared among the industry. A
19	handful of companies like Bosch, Delphi, and Mobileye provide sensors, control units, and even
20	algorithms to car makers, who then integrate and refine those systems." <sup>19</sup> To implement the AEB
21	Systems in the Class Vehicles at issue, every one of the VW Defendants turned to Bosch due to its
22	ability to provide "[k]ey technologies for automated driving from a single source."20
23	49. Bosch was able to provide its AEB System and integration support to all of the VW
24	Defendants to enable them to bring the Class Vehicles with the AEB Systems to market as soon as
25	
26	<sup>18</sup> https://www.nhtsa.gov/nhtsa/aeb-fr-notice.docx (pg. 28)
27	<sup>19</sup> https://arstechnica.com/cars/2016/05/from-audi-to-volvo-most-self-driving-cars-use-the-same-hardware/
28	<sup>20</sup> https://www.bosch-mobility-solutions.com/en/highlights/automated-mobility/
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possible.<sup>21</sup> In fact, Bosch markets this advantage as a systems supplier, stating it has a "[c]omprehensive portfolio and extensive expertise for vehicles, infrastructure, and services" and thus "offers technologies covering all levels of automation and for automated parking, many of which are already being deployed in volume production."<sup>22</sup>

50. As a result, every Class Vehicle from each VW Defendant uses the same, or
substantially similar, Bosch-supplied AEB Systems, all of which manifest the same AEB Defect.
While model and part numbers vary amongst the Class Vehicles, the radar sensor module at the
core of the Bosch AEB System is substantially similar, if not identical, across the Class Vehicles
such that the systems function – and malfunction – in the same way and for the same reasons.

51. Specifically, the AEB Systems in the Class Vehicles use one of four Bosch AEB radar sensor modules – the LRR3, the LRR4, the MRR, or the MRRevo (the "Radar Sensors").<sup>23</sup> In fact, there are only four sensor module manufacturer (Bosch) part numbers across all of the Class Vehicles, the LRR3, LRR4, MRR1PLUS, and MRRevo14F. For instance, the MRRevo

 <sup>&</sup>lt;sup>21</sup> Bosch on its website touts that it has "already developed all of the technologies required for highly and fully automated driving... [and] can quickly make new solutions read for high-volume markets. High volumes make low prices possible." (https://www.bosch-mobility-solutions.com/en/highlights/powertrain-and-electrified-mobility/)

<sup>&</sup>lt;sup>25</sup> || <sup>22</sup> https://www.bosch-mobility-solutions.com/en/highlights/automated-mobility/

 <sup>&</sup>lt;sup>23</sup> Depending on the particular vehicle and model year, all of the sensors are either Bosch LRR3 (3<sup>rd</sup> generation), LRR4 (4<sup>th</sup> generation) or MRR series modules, each of which exhibits the same defect. The LRR series modules are installed as pairs and the MRR series modules are installed as single units. However, no matter the series, or configuration of the modules, the same malfunction exists, with the common dominator being the use of an LRR or MRR series module.

module found in Volkswagen vehicles is uniformly labeled as having a M/N (manufacturer part number) of "MRRevo14F:"



52. The substantial similarity among AEB Systems used is further demonstrated by Federal Communication Commission ("FCC") identification numbers associated with the systems. An FCC ID is a unique identifier assigned to a device registered with the FCC. FCC IDs are required for all wireless emitting devices sold in the United States.<sup>24</sup> There are only four FCC IDs among the AEB Systems used in the Class Vehicles, which correspond to the four sensor models described above – "NF3-LRR3SCU" (LRR3), "NF3-LRR4" (LRR4), "NF3-MRR1PLUS" (MRR), and "NF3-MRREVO14F" (MRRevo). Therefore – as FCC registration denotes – every LRR3 module is the same regardless of which make and model Class Vehicle they are installed, as is every LRR4, MRR, and MRRevo module. Any differences between the four modules is immaterial since each manifests the same AEB Defect.

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53. Moreover, pursuant to 47 C.F.R. § 15.21, the user manuals for the Bosch sensors used in the AEB Systems at issue here state, "[c]hanges or modifications made to this equipment not expressly approved by Robert BOSCH GmbH may void the FCC authorization to operate this equipment." Thus, any changes to the AEB modules or their software require Bosch's approval, if

 <sup>&</sup>lt;sup>24</sup> Under 47 C.F.R. § 2.925(b) "a device subject to more than one equipment authorization procedure may be assigned a single FCC Identifier. However, a single FCC Identifier is required to be assigned to any device consisting of two or more sections assembled in a common enclosure, on a common chassis or circuit board, and with common frequency controlling circuits."

not its leadership or cooperation in implementing any change. In addition, it is likely that any changes to the sensor modules would likely require reregistration with the FCC. No such reregistration has been reported to date.

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## VW's Knowledge Of The AEB Defect

54. The VW Defendants have known about the AEB Defect since at least 2014, and most likely since 2010, through sources not available to Plaintiffs and Class members, including, but not limited to: pre-production testing, pre-production design failure mode and analysis data, production design failure mode and analysis data, early consumer complaints made exclusively to the VW Defendants' network of dealers and directly to the VW Defendants, aggregate warranty data compiled from the VW Defendants' network of dealers, testing conducted by the VW Defendants in response to consumer complaints, and repair order and parts data received by the VW Defendants from their network of dealers and suppliers, including Bosch. Because of the relationship between the VW Defendants and Bosch, they each knew about the AEB Defect which they all jointly developed and supported.

55. Knowledge is also imputed to VW AG and Audi AG because their U.S. subsidiaries
– Defendants VW USA and Audi USA – monitored warranty claims and Class Vehicle
performance in the United States and reported back to their affiliated and parent companies located
in Germany. In addition, VW AG and Audi AG monitored claims and performance of the Class
Vehicles sold in other countries, which are similarly impacted by the AEB Defect.

56. The VW Defendants also knew about the AEB Defect based on partial disclosures in owner's manuals, technical service bulletins, customer complaints on car enthusiast forums, and customer complaints to NHTSA.

## 1. Admissions In Owner's Manuals

57. The VW Defendants have known about the AEB Defect for years, as acknowledged by the small print buried in their owner's manuals. However, car purchasers – such as Plaintiffs and class members – do not typically review the manual's fine print prior to purchase.

27 58. Specifically, when the VW Defendants first introduced the AEB Systems (called
28 "pre sense" in Audi cars) in the 2011 Audi A8, the owner's manual warned of the possibility that

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the system might not always detect objects. However, the manual did not disclose the opposite problem at issue here – that the AEB Systems have a propensity for false detections and activations and/or rendering itself unavailable.

59. Manuals for later cars, however, did disclose the risk of false activations, albeit in small print buried in the middle of manuals that were hundreds of pages long. For instance, Audi's A3 model cars first included an AEB System in 2015. A small text box buried on page 94 of the 300-page owner's manual for that car briefly noted that the "system can deploy incorrectly due to system-specific limits." However, there is no explanation of what those limits are or what scenarios are likely to cause the AEB System to deploy incorrectly. The text box is depicted below:

WARNING The pre sense basic cannot overcome natural physical laws. It is a system designed to assist and it cannot prevent a collision. Do not let the increased safety provided tempt you into taking risks. This could increase your risk of a collision. – The system can deploy incorrectly due to system-specific limits.

60. The owner's manual for the 2016 Audi A3 made the same disclosure in the same manner. For other cars, Audi's owner's manual simply states that "[t]he system can deploy incorrectly:"

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	Pre sense cannot overcome natural physical
6	laws. It is a system designed to assist and it cannot prevent a collision. Do not let the in-
7	creased safety provided tempt you into taking
	risks. This could increase your risk of a colli-
8	sjon. – The system can deploy incorrectly.
9	- Ptease note that the sensors do not atways
10	detect all objects. This increases the risk of a collision.
10	<ul> <li>Pre sense does not react to people or ani-</li> </ul>
11	mals or objects that are crossing the vehi-
10	cle's path or are difficult to detect ⇒ <i>page 84</i> .
12	<ul> <li>Page 84.</li> <li>– Reflective objects such as guard rails or the</li> </ul>
13	entrance to a tunnel, heavy rain and ice can
1.4	affect the function of the radar sensors and the system's ability to detect a collision risk.
14	the system's ability to detect a collision risk.
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61. The owner's manuals for other VW Class Vehicles include a similar disclosure buried inside hundreds of pages. For instance, the owner's manuals for the 2015 VW Touareg and 2018 VW Jetta state:

<ul> <li>WRINE</li> <li>The front Assist technology cannot overcome the laws of physics and system-related limits. Do not allow the increased convenience Front Assist system issues a warning, immediately are slow the weikide down a varied the obtated, edgending on the traffic stuation.</li> <li>Always adjust your speed, diving style, and the distance you keep between you and the vehicles ahead of you to the road, traffic, weather, and conditions.</li> <li>The front Assist system cannot prevent accidents and serious injuries on its own.</li> <li>The front Assist system cannot prevent accidents and serious injuries on its own.</li> <li>The front Assist system cannot prevent accidents and serious injuries on its own.</li> <li>The front Assist system cannot neare the opeole, animals, or vehicles crossing or approaching in the same law.</li> <li>The front Assist system cannot accide people, animals, or vehicles crossing or approaching in the same law.</li> <li>The front Assist system cannot speech through and other vehicles to be so high that front Assist may not be able to slow your vehicle safely. Indice of the whice safely under certain circumstances the automatic braking function cannot their due the closing speech between you and other vehicle at all times.</li> <li>Wernone</li> <li>Mayays temember that the Autonomous Emergency Braking function has limits - it will not release you from the responsibility to control and textice.</li> <li>Always temember that the Autonomous Emergency Braking function has limits - it will not release you from the responsibility to control and endicide.</li> <li>Always adjust your speed and the distance you keep between you and the vehicles ahead of you to the road, traffic, weather, and visibility of weather and you on the vehicles and taking immediately and the safe speed braking function can be reported to take full control of the vehicle at all times.</li> <li>Mayas the member that the Autonomous Emergency Braking function can perform unwanted braking unservice is also and magn</li></ul>	
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62. These warnings about the AEB Systems were always buried in the mi	able to slow yo
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owner's manuals, which are several hundred pages long. Notwithstanding the AEB	systems b
touted as a safety feature, the VW Defendants never referenced or otherwise directed	potential
purchasers to this hidden disclaimer. As such, Class members would only see this di	sclosure a

they purchased or leased the vehicles and if they happened to stumble upon it when reading the owner's manual.

63. Even then, the disclosures are too vague, cursory and non-specific to adequately warn anyone about the dangers of the AEB Defect. That is especially true for VW, which downplayed the problem by falsely implying it would only occur in "complex driving situations," such as traffic islands or construction sites. Despite this, the VW Defendants remained silent about the conditions in which the AEB Defect is known to manifest.

64. Although the disclosures described above did nothing to adequately warn people about the AEB Defect, the fact that the VW Defendants alluded to the AEB Systems' propensity for false activations demonstrates they knew about the AEB Defect before they began marketing and selling the Class Vehicles with the AEB Systems.

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## 2. Technical Service Bulletins

65. On November 2, 2018, VW released Technical Tip # 45-18-03TT entitled "Autonomous Braking Event - Data Gathering." A Technical Tip is akin to a Technical Service Bulletin ("TSB"). Technical Tip # 45-18-03TT describes the exact problem that Plaintiffs and Class members experience and demonstrates the VW Defendants' long-standing knowledge of the AEB Defect and inability to fix it:

## **Technical Background**

The customer may have a concern their vehicle performed an unwarranted autonomous braking event.

66. The tip applies to every 2016-2019 VW CC, Golf, GTI, Sportwagen, Golf R, Jetta, Passat, and every 2018-2019 Atlas equipped with an AEB System from Bosch.

67. Technical Tip # 45-18-03TT generally recommends taking the following actions:

- (1) Check the diagnostic system, namely the "Distance Regulation Control Module," for data that indicates whether there was an event described as a "pre-warning or warning" or a "partial and-or full braking event."
- (2) If there is no event data then check the sensors calibration and/or perform a calibration and then "refer the customer to the owner's manual and

1	www.knowyourvw.com for an explanation of the system operation and
2	limitations."
3	(3) If there is event data the technician is instructed to gather modules' data and
4	vehicle data, conduct a visual inspection for damage, note any damage or
5	obstruction and take pictures of findings. The customer is also instructed to
6	complete a "Front Assist Questionnaire." Once all of these steps are done,
7	the technician creates a "Volkswagen VTA case" and attaches all data, the
8	questionnaire and any picture for submission to VW.
9	If there are only zeros in lines 5-18:
10	Check the MVB for -J428- misalignment angle. Ensure the angle is within specification (-0.8° to +0.8°). If it is not, perform a calibration of the -J428 Then refer the customer to the Owner's Manual and
11	www.knowyourvw.com for an explanation of the system operation and limitations.
12	If there is any alphanumeric data in lines 5-18: Gather MVB information (via guided functions) from AW 13 Distance Control module/Adaptive Cruise Control,
13	AW 8B - Distance Control Module 2/Adaptive Cruise Control 2, and AW A5 Front Sensors Driver Assistance System (some vehicle may not have all modules installed). With O.D.I.S. on the OBD screen, click on each
14	module one at a time, use the dropdown box just above the module list, and select MVB and then green forward arrow. Display all MVB information for that selected module, then on the right side menu of O.D.I.S., there is "OBD Log", select this, then select "New", then "Add", then "Display". This will then open a HTM file
15	that can be saved to the laptop. Do this for each of the modules requested. Conduct a visual inspection of the radar sensor(s) and driver assistance camera, their mounting brackets, and
16	glass. Note any signs of damage or distortion. Verify the sensors are properly secured in the mounting brackets, and brackets. Note if there is any damage or obstruction to the glass in the front camera location, if equipped. Inspect the front bumper cover and grille for damage, distortion, or looseness. Take pictures of any findings.
17	Have the customer complete the Front Assist Questionnaire, as thoroughly as possible. The questionnaire can be found on Service Net under Technician References, Technician Helpline, Worksheets/Check Sheets.
18	Once all information is compiled, create a VTA case. Attach the GFF log (with - <b>J428</b> - test plan data), all MVBs, the completed Front Assist Questionnaire, and any pictures.
19 20	68. The name of Technical Tip # 45-18-03TT – "Autonomous Braking Event - Data
20	Gathering" – further demonstrates that the VW Defendants know about the AEB Defect but have
21	no solution. They are merely gathering data from customers, as if the AEB Systems were still in its
22	beta development stage.
23	
24	<ol> <li>Customer Complaints On Car Enthusiast Forums</li> <li>For many years, the VW Defendants have been aware of customer complaints about</li> </ol>
25 26	the AEB Defect as a result of their online reputation management (or "ORM") efforts. ORM is
26 27	now a standard business practice among most major companies and entails monitoring consumer
27	forums, social media and other sources on the internet where consumers can review or comment on
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products. "Specifically, [online] reputation management involves the monitoring of the reputation of an individual or a brand on the internet, addressing content which is potentially damaging to it, and using customer feedback to try to solve problems before they damage the individual's or brand's reputation."<sup>25</sup> The growth of the internet and social media, along with the advent of reputation management companies, has led to ORM becoming an integral part of many companies' marketing efforts.

70. Owners have been complaining for years about the AEB Defect on enthusiast websites like AudiWorld.com, AudiForums.com, and Audi-Sport.net. Owners of VW cars have made similar complaints about the AEB Defect in their cars. The number of complaints on consumer forums about the AEB Defect is unusually high, especially when compared to other car manufacturers who offer their own automatic braking systems. The VW Defendants monitor these sources in connection with ORM activities because candid comments from VW and Audi owners provide valuable data regarding quality control issues, customer satisfaction and marketing analytics. The VW Defendants would therefore have seen complaints about the AEB Defect when they first appeared online, starting as early as 2013 for Audi and 2014 for VW, if not earlier.

71. The VW Defendants also knew or should have known about the defect because of the similarity of complaints. The fact that so many customers made similar complaints indicates that the complaints were not the result of user error or anomalous incidents, but instead a systemic problem with the Class Vehicles. Here, the reports and complaints from consumers were similar enough to put the VW Defendants on notice that the incidents described were the result of a defect, and that the Class Vehicles were experiencing unusually high levels of complaints about the AEB Systems.

<sup>25</sup> https://en.wikipedia.org/wiki/Reputation\_management#Online\_reputation\_management

72. Examples of some of the many complaints about the AEB Defect in Audi cars are below:

3	• June 2	)13: "I've had two recent incidents where the pre sense braking almost
4	caused	two accidents I love that this feature can save me from an
5	accide	nt, but it may get me into one first." <sup>26</sup>
6	• <u>Augus</u>	2016: "So the other day I was picking up my daughter from the
7	movies	and I was turning left, crossing over two lanes and when I started to
8	go my	car slammed on the brakes and half my car was sticking out in the lane
9	of once	oming traffic. Luckily there was no traffic coming from the other
10	direction	on but I guess the car thought it saw another car or something. It could
11	have c	used an accident though if there was a car coming from the other
12	direction	on." <sup>27</sup>
13	• <u>March</u>	2017: "Hi all today I got fright of my life when driving back from
14	work.	I was going 50mph on the expressway when suddenly a motorbike
15	sped pa	ast to my left. The bike was at least 3 feet away at any given time.
16	Howev	er I got the shock of my life when my A4 suddenly applied the brakes
17	while I	had the foot resting on the accelerator. It was so sudden and jerky, on
18	the spo	t I thought that another car had rammed into mine. Within a fraction
19	of a se	cond I was down from 50 to 30mph. The car didn't come to a full stop.
20	Luckil	the car behind me was not tailgating, because I do not think that any
21	human	being would have fast enough reflexes to brake as fast."28
22	• <u>June 2</u>	)17: "I was driving down a straight road, two lanes on each side. I was
23	in the o	enter lane, going about 35mph, no car in front of me for at least a
24		_
25	<sup>26</sup> https://www.audiworld.co control-leave-turn-off-28500	m/forums/s6-c7-platform-discussion-199/pre-sense-braking-out- 36/
26	<sup>27</sup> https://www.audiworld.co	m/forums/a4-b9-platform-discussion-212/scary-audi-pre-sense-
27	moment-2904914/ <sup>28</sup> https://www.audiworld.co	m/forums/a4-b9-platform-discussion-212/pre-sense-almost-caused-
28	accident-2916611/	L 1
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hundred feet, a couple of cars in the outside lane, but nothing really close there either. All of a sudden the brake slammed automatically and the presense triangle was displayed on the dash. I looked around and could not figure out what possibly could have caused it."<sup>29</sup>

• <u>December 2017:</u> "Anyone else had issues with the audi pre-sense feature? I was sitting at a stop light Sunday AM, when all of sudden my seat belt was tensioned 3 times, really hard each time (hurt my shoulder). Each time the display said Audi Pre-Sense on it. No one was moving around me, I had been stopped for a minute. I took it in to the dealer, they can't find anything wrong. They said when the audi pre-sense activates it makes a log, but no log entries exist! Really weird as it seems like my car attacked me."<sup>30</sup>

• <u>December 2017:</u> "The problem, and it is a problem, is the pre sense feature (PS) which seems to be the nanny of all nannies. A few days ago, when backing up, with absolutely NOTHING behind me, that is, no kid, no car, no tree, no anything behind me, the car suddenly braked itself, shaking and shuttering the car and, frankly, I thought I surely must have backed into something. I got out, checked, and there was nothing there. I thought this to be strange, but just let it go as I did not have the time to try to figure out what had happened. This morning, the same thing happened again....nothing behind me, the car suddenly and violently braked itself."<sup>31</sup>

• July 2018: "I have had my car for a week and it triggered on me twice scaring me to an almost heart attack. I have friends who told me this is happening to them and I didn't believe them but now I have had the honor to experience it myself. I am not in favor of this system at all and unless Audi is willing to

26 <sup>29</sup> https://www.audiworld.com/forums/q5-sq5-mkii-discussion-218/presense-false-activation-2927676/

<sup>27</sup> <sup>30</sup> https://www.audiforums.com/forum/audi-q5-76/2018-q5-audi-pre-sense-problems-226620/

<sup>31</sup> https://www.audiworld.com/forums/s4-b9-platform-discussion-214/pre-sense-issue-2938388/

make changes and get rid of these false triggers, I am turning Pre Sense off every time I start the car."<sup>32</sup>

<u>September 2018:</u> "I am currently dealing with the same thing. Within the first 2 months of owning my new 2018 Q7 I was stopped at a light, not moving, and with no cars around me and the system scared my mother and I to death shutting down and nearly knocking the wind out of us with belts tightening. No real response that is adequate from my dealer. Just a "we can't find anything". To top it off a month after that the 'Drive system failure light" came on too. Again, they have no idea. Very frustrated-- seems a system problem to me. Crossing my fingers it stops and nothing serious happens."<sup>33</sup>
 <u>April 2019:</u> "Mine has gone off several times also, the garage told me that

• <u>April 2019:</u> "Mine has gone off several times also, the garage told me that anything could trigger it including leaves if it's windy. It is a huge shock when it happens to you though, I gave the guy a scare behind me once when it happened. If he hadn't reacted quickly enough and smalled his own brakes on, I'm not sure where I'd sit liability wise?!?!?!"

• <u>August 2019:</u> "Reading this forum a few weeks too late....just got a new 2019 Q5. Happily driving around then...wham! Seatbelt and brakes. I was in my own lane and wondered what the heck just happened?! Turns out a passing bus can trigger the pre-sense. In what world would engineers decide that close city driving merits an anxiety causing dangerous situation? Same thing happened with a passing bike. Then parking the car."<sup>34</sup>

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26 <sup>32</sup> https://www.audiworld.com/forums/s4-b9-platform-discussion-214/audi-pre-sense-scared-sh%2At-out-me-2953219/

<sup>33</sup> https://www.audiforums.com/forum/audi-q5-76/2018-q5-audi-pre-sense-problems-226620/
 <sup>34</sup> https://www.audiforums.com/forum/audi-q5-76/2018-q5-audi-pre-sense-problems-226620/

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73. Examples of some of the many complaints from VW owners about the AEB Defectin their cars follow:

3	• <u>August 2014:</u> "Today I had my first error from Front Assist at what couldn't
4	have been a worse momentat 75mph in the fast lane passing a juggernaut.
5	There was nothing unusual about the situation. Clear blue skies, dry
6	motorway, lorry in his own lane, reasonably close to the line but not
7	overlapping it, nothing in front of me at all. I was already about a car's
8	length past him when suddenly Front Assist gave the audible warning and
9	slammed on the brakes. Being a system with which one has no immediate
10	override at all, other than to obey, I realised within that second that the best
11	thing I could do was in fact to brake in order to let it know that I'd seen
12	whatever it thought I was about to hit. Indeed it did release the brakes, but
13	not before the cars behind me had nearly piled into the back of me for my
14	sudden unexplained braking."35
15	• <u>October 2014:</u> "Twice now the front assist has kicked in due to someone
16	pulling off to the left in front of me The third was a bit different, around
17	40mph traveling along a busy road with nothing in front of me, nothing
18	coming towards me and a couple of cars behind me, the car decided to slam
19	on the brakes, throw up the front assist warning in my face and give it death
20	with the beeping carry on. All this time my foot was on the accelerator, both
21	hands on the wheel, my girlfriend went mental because she thought I'd done
22	it on purpose?" <sup>36</sup>
23	• <u>March 2015:</u> "Yesterday I was driving on a small road into works and when
24	approaching a metal plate to cover some works on the road, the car suddenly
25	applied full brakes, showing the front assist symbol in the display. It was
26	raining, with cars coming from front in the other lane but no one in front of
27	<sup>35</sup> https://www.vwroc.com/forums/topic/6069-front-assist-error-motorway-warning-for-all/
28	<sup>36</sup> https://www.vwroc.com/forums/topic/6697-another-front-assist-problem/#comments
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1	me in my direction. I was driving slow because of works and I was going to
2	brake a bit to reduce speed to pass over the metal plate, but then the car
3	applied full brakes with no apparent reason and no beep before. I get
4	frightened, as a car coming in the rear almost hits me, and I've no vehicle in
5	the front to justify the intervention by Front Assist." <sup>37</sup>
6	• <u>March 2016:</u> "Today, with no car in front of me (open road), warning AND
7	brakes kicked in."38
8	• <u>August 2018:</u> "Hi, I've been in some dangerous situations since purchasing
9	our Atlas in February. The front assist system will break almost every time I
10	come out of a parking lot. It's so strange and scary. I have reached out to
11	VW and they said there is no way to permanently disable this feature, so I
12	need to remember to deactivate in the car settings every time I drive which I
13	don't always remember to do. Is this happening to anybody else!?!"39
14	• <u>November 2018:</u> "Had my Polo beats for about a week now. Loving it, apart
15	from the 'front assist' which is scaring the bejesus out of everyone."40
16	4. Customer Complaints To NHTSA
17	74. There have also been an unusually high number of complaints to NHTSA about the
18	AEB Defect. The VW Defendants monitor those complaints as part of its online reputation
19	management and/or to identify potential defects in its vehicles. Monitoring complaints to NHTSA
20	also serves as an early warning mechanism to spot defects that cause safety hazards.
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25	<ul> <li><sup>37</sup> https://www.golfmk7.com/forums/showthread.php?t=13018</li> <li><sup>38</sup> https://forums.vwvortex.com/showthread.php?8110049-Front-Assist-kicked-in-with-no-car-in-</li> </ul>
26	front-of-me
27	<sup>39</sup> https://www.vwatlasforum.com/forum/170-volkswagen-atlas-complaints-issues-problems/2571- front-assist-system-breaking-when-shouldn-t.html
28	<sup>40</sup> https://uk-polos.net/viewtopic.php?t=72177
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1	a. <u>Complaints Concerning Audi Vehicles</u>
2	75. The earliest Audi complaints first appeared on NHTSA's website in approximately
3	April 2015 and are reproduced below:
4	• April 21, 2015
	AUDI BRAKE GUARD ACTIVATED SPONTANEOUSLY BECAUSE THE
5	CAR SENSED AN IMPENDING IMPACT WITH A VEHICLE IN FRONT OF ME. HOWEVER, THERE WAS NO VEHICLE IN FRONT OF ME, BUT THE
6	BRAKE GUARD APPLIED STRONG BRAKING ACTION ON AN OPEN
7	ROAD, BRINGING ME TO AN IMMEDIATE STOP. HAD THERE BEEN A
8	CAR BEHIND ME, IT WOULD HAVE LIKELY HIT MY VEHICLE, SINCE I CAME TO A SUDDEN STOP ON AN UNOBSTRUCTED ROADWAY FOR NO
9	REASON.
	76. Complaints for the 2017 Audi A3 are similar:
10	• June 1, 2017
11	ON ANOTHER OCCASION A PRE SENSE MALFUNCTION OCCURRED
12	WHERE THE CAR SLAMMED ON ITS BRAKES IN TRAFFIC AND ALMOST
13	CAUSED A REAR END COLLISION. THE DEALERSHIPS HAVE NO ANSWERS FOR THE FIRST PART, BUT CLAIM A BUG ON THE SENSORS
	CAUSED THE CAR TO SLAM ON ITS BRAKES.
14	77. Complaints for the 2017 Audi A4 are similar:
15	• November 8, 2016
16	A FEW DAYS AGO I HAD AN ACCIDENT. I MADE A LEFT TURN ONTO
17	THE EXPRESSWAY RAMP AT 42 MPH. THE ROAD WAS WET AND AUDI
18	IN THE MIDDLE OF THE TURN ACTIVATED "PRECRASH SENSORS" AND BEGAN TO BRAKE HARD AND THE SYSTEM LOCKED THE STEERING
	WHEEL. THE CAR WAS COMPLETELY UNCONTROLLABLE AND
19	CRASHED THE FRONT WHEEL INTO THE HIGH CURB, WHICH
20	DAMAGED THE WHEELS, RIM AND AXLES.
21	THE AUDI EXCHANGE DEALERSHIP IN IL CHECKED AND THE SENSORS
22	ARE FUNCTIONING PROPERLY. THEY CLAIMED THAT I IMAGINE THINGS THAT DO NOT EXIST AS THEY SAID IT WAS IMPOSSIBLE FOR
	THE CAR TO TAKE CONTROL AND TO BRAKE THE CAR. THEY ALSO
23	SAID I DO NOT HAVE THESES FEATURE ON THE CAR, BUT THE CAR IS
24	SO EQUIPPED WITH THIS TECHNOLOGY. (BECAUSE MANY TIMES IT HAPPENED TO ME OUT OF THE CAR STARTED TO BRAKE WITHOUT A
25	REASON TO BRAKE, WHEN I TRIED TO GO AROUND BIKERS AT THE
26	SAFE DISTANCE, OR WHEN PARKING. WHEN I MADE THE COMPLAINT IN THE AUDI DEALER THEY TOLD ME THAT THIS IS NOT POSSIBLE,
	AND LAUGHED IN JUNE).
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1	• May 13, 2018
2	AFTER HAVING THIS VEHICLE FOR 18 MONTHS THE CAR BEGAN TO FREEZE WHILE BACKING UO. THERE ARE NO OBJECTS, CARS OR
3 4	HUMANS ANYWHERE AROUND THE VEHICLE WHEN THIS OCCURS. THE CAR WAS MOVING AT A VERY LOW SPEED WHEN ALL OF A
5	SUDDEN THE AUTO LOCKS UP AND THE BRAKES ENGAGE, YOU HAVE TO STEP ON THE BRAKE IN ORDER TO RELEASE THE VEHICLE. THIS
6	OCCURS WHILE BACKING OUT OF A PARKING SPACE, MY GARAGE WHERE THERE IS NOTHING NEAR THE VEHICLE. I HAVE TAKEN THE CAR TO AUDI 3 TIMES AND EACH TIME THEY TELL ME THERE IS
7	NOTHING WRONG WITH THE VEHICLE. I HAVE ALSO CONTACTED
8	AUDI USA NUMEROUS TIMES AND WAS AGAIN TOLD THERE IS NOTHING WRONG WITH THE VEHICLE. I CONTACTED AUDI'S
9	EXECUTIVE OFFICES AS WELL.
10	• July 27, 2018
11	THE FRONT CRASH MITIGATION SYSTEM CALLED AUDI PRESENCE DOES NOT WORK ON MY CAR. I BOUGHT AN AUDI CERTIFIED
12	PREOWNED VEHICLE THAT WAS SUPPOSED TO HAVE ORIGINAL
13	WINDSHIELD TO FIND OUT 6 MONTHS AFTER I OWN CAR THAT WINDSHIELD WAS REPLACED AND PRESENCE DOES NOT WORK. THIS
14 15	IS A REQUIRED SAFETY SYSTEM IN MY CAR AND WILL COST 1700 TO REPAIR. AUDI OF AMERICA REFUSES TO FIX THIS UNDER WARRANTY DESPITE THIS BEING A FAULTY SYSTEM. THEY WILL NOT EVEN
15 16	RETURN MY CALLS OR EMAILS. THE PRESENCE SYSTEM STOPS THE CAR SO AN ACCIDENT DOES NOT OCCUR
17	78. Complaints for the 2019 Audi A4 are similar:
18	• April 25, 2019
19	ON APRIL 25, 2019 I WAS DRIVING ON A CITY STREET AND THE AUDI PRE SENSE UNEXPECTEDLY ACTIVATED QUITE VIOLENTLY FOR
20	ABOUT 2 SECONDS AND THEN TURNED OFF. WHILE IT DID NOT STOP THE CAR COMPLETELY IT DID REDUCE MY SPEED SIGNIFICANTLY. AT
21	THE TIME I WAS THE ONLY CAR ON THE ROAD; THAT IS, THERE WERE
22	NO OTHER CARS WITHIN SIGHT OF MINE. THERE WAS NO DAMAGE THAT I CAN SEE TO THE CAR BUT I TRUST YOU CAN UNDERSTAND
23	THAT THIS COULD HAVE BEEN A MUCH WORSE SITUATION IF SOMEONE HAD BEEN FOLLOWING CLOSELY BEHIND ME. I ALSO
24	TRUST YOU UNDERSTAND THAT THIS UNEXPECTED BRAKING IS UNACCEPTABLE. THE AUDI SERVICE ADVISOR TOLD ME HE HAS SEEN
25	THIS PHENOMENON BEFORE BUT AUDI HAS NO EXPLANATION OR
26	SOLUTION TO THE PROBLEM
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1	79. Complaints for the 2018 Audi S5 are similar:
2	• January 26, 2018
3	FORWARD COLLISION WARNING AND MITIGATION SYSTEM (PRE
4	SENSE CITY) DID NOT WORK TO PREVENT AN ACCIDENT WHERE I REAR ENDED A CAR THAT WAS STATIONARY. NO WARNING OR ACTION WAS TAKEN BY THE CAR. POLICE REPORT ATTACHED.
5	80. Complaints for the 2018 Audi Q5 are similar:
6	• April 3, 2019
7	AUDI PRE-SENSE ACTIVATED WHILE VEHICLE WAS STATIONARY, IN
8	DRIVE, WITH DRIVERS FOOT ON THE BRAKE. THIS OCCURRED WHILE
9	WAITING IN THE LEFT TURN LANE OF A TRAFFIC LIGHT. THE SEAT BELT PRE-TIGHTENED SUDDENLY, AND FORCEFULLY. WHILE THE VEHICLE IS STOPPED AT A LIGHT THE OCCUPANTS COULD BE
10	EXPECTED TO BE LEANING OVER, LOOKING IN THE GLOVE BOX ETC.,
11	AND THE PRE-TIGHTENING OF THE SEAT BELT COULD CAUSE AN INJURY. THIS IS ALSO STARTLING, SINCE IT SEEMS INDICATIVE OF A
12	COLLISION, AND COULD CAUSE THE DRIVER TO REMOVE THEIR FOOT
13	FROM THE BRAKE LOSING CONTROL OF THE VEHICLE. THE PRE-SENSE SYSTEM IS SUPPOSED TO ONLY BE ACTIVE ABOVE 20MPH. ITS
14	ACTIVATION WHEN THE VEHICLE IS STOPPED IMPLIES A SERIOUS SAFETY DEFECT. COULD THIS DEFECT CAUSE OTHER SAFETY RELATED SYSTEMS TO ACTIVATE INCORRECTLY LIKE THE AIR BAGS?
15	<ul><li>81. Complaints for the 2018 Audi SQ5 are similar:</li></ul>
16	<ul> <li>October 1, 2018</li> </ul>
17	THE CONTACT OWNS A 2018 AUDI SQ5. WHILE DRIVING
18	APPROXIMATELY 25 MPH, THE COLLISION AVOIDANCE SYSTEM
19	ERRONEOUSLY ACTIVATED AND CAUSED THE VEHICLE TO ABRUPTLY STOP. THERE WERE NO OTHER VEHICLES IN THE VICINITY AT THE
20	TIME OF THE FAILURE. THE CONTACT INDICATED THAT THE FAILURE ALSO OCCURRED WHILE DRIVING IN REVERSE. THE FAILURE WAS
21	NOT DIAGNOSED OR REPAIRED. THE LOCAL DEALER (BELL AUDI, 782 US1, EDISON, NJ) WAS NOTIFIED OF THE FAILURE. THE
22	MANUFACTURER WAS NOT NOTIFIED. THE FAILURE MILEAGE WAS 1,500.
23	82. Complaints for the 2017 Audi Q7 are similar:
24	• September 15, 2017
25	HAD SENT CAR IN DEALERSHIP TWO TIMES TO REPAIRING AUTO
26	BRAKE PROBLEMS (THIS CAR DID NOT STOP BUT SPEED UP EVEN FRONT CAR VERY CLOSE, I NEED USE BRAKE TO PREVENT FORWARD
27	COLLISION MULTIPLE TIMES), STILL DID NOT FIXED, WENT ON 7/8/2017 WITHOUT APPOINTMENT, DEALER SCHEDULE FULL.
28	WITHOUT ALL ORVINIENT, DEALER GOHEDOLE FOLE.
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1	• August 22, 2018
2	PRE-SENSE SYTSTEM NEARLY CAUSED ACCIDENT ON TWO OCCASIONS WHERE THERE WAS NO REASON FOR IT TO STOP THE
3	CAR CAR SUDDENLY CUT FUEL AND BRAKED TO A STOP.
4	• August 31, 2018
5	I WAS ACCELERATING TO ENTER ONTO INTERSTATE I-30 AT 9:00AM ON A NICE SUNNY DAY, THERE WERE NO OTHER VEHICLES WITHIN
6	200' OF MY VEHICLE AND THE "PRE-SENSE" SYSTEM CAUSED THE BRAKES TO AUTOMATICALLY SLAM ON (TWICE) TO STOP THE CAR.
7	OUT OF THE CORNER OF MY EYE I SAW A PIECE OF PAPER FLOATING
8	ACROSS THE FRONT OF MY CAR AND WONDERED IF THAT WAS WHAT THE CAR "SAW" OR SENSED THAT CAUSED IT TO BRAKE. THANK
9	GOODNESS NO ONE WAS BEHIND ME!
10	83. Complaints for the 2018 Audi Q7 are similar:
11	April 9, 2018     THE CAR WOULD FLAG AUDI PRE SENSE WARNINGS AND FORCE THE
12	CAR TO STOP IN THE MIDDLE OF INTERSECTIONS, MID TURN. ONCOMING TRAFFIC WAS ESTIMATED AT 150 YARDS FROM THE
13	INTERSECTION WHEN THE CAR JAMMED TO A STOP. THE SENSORS APPEAR TO STOP THE CAR AFTER IDENTIFYING A FALSE READ. THE
14	CAR IS THEN STALLED IN THE MIDDLE OF AN INTERSECTION CAUSING SIGNIFICANT SAFETY RISK.
15	• August 1, 2018
16	THE CONTACT STATED THAT THE AUTONOMOUS BRAKE ASSIST
17	FUNCTION ENGAGED MORE THAN TWICE WITHOUT WARNING. THE FAILURE OCCURRED WHILE AT AN INTERSECTION AND UPON MAKING
18	A LEFT TURN. THE VEHICLE HAD COME TO A COMPLETE STOP WHEN A RED WARNING INDICATOR ILLUMINATED AND INDICATED TO TAKE
19	THE VEHICLE TO THE DEALER FOR SERVICING. THE CONTACT WAS
20	UNCERTAIN IF THE DRIVER ASSIST FUNCTION WAS FAULTY AND COULD CAUSE A CRASH. AUDI ASHEVILLE (621 BREVARD RD,
21	ASHEVILLE, NC 28806, (828) 232-4000) INITIALLY INDICATED THAT THIS
22	WAS A NORMAL CONDITION. AFTER THE FAILURE RECURRED, THE VEHICLE WAS TAKEN BACK TO THE DEALER FOR FURTHER
23	DIAGNOSTIC TESTING. THE MANUFACTURER WAS NOTIFIED AND THE CONTACT WAS WAITING TO DETERMINE IF THEY HAD A REMEDY. THE
24	FAILURE MILEAGE WAS NOT AVAILABLE.
25	• April 2, 2019
26	AUDI HAS A PRE SENSE FEATURE THAT WILL AUTOMATICALLY SLAM ON THE BRAKES. IT FAILS CONSTANTLY AND SLAMS ON THE BRAKES
27	AT VARIOUS TIMES. SO FAR IT HAS BEEN AT SLOW SPEEDS, BUT
28	SOMEONE IS GOING TO GET KILLED BY THIS FEATURE. THERE IS NO
20	AMENDED CLASS ACTION COMPLAINT 32

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1 2	WAY TO AUTOMATICALLY TURN IT OFF, AND IT TURNS ON EVERY TIME YOU RESTART THE CAR
	84. Complaints for the 2019 Audi Q7 are similar:
3	• March 22, 2019
4	FRONT BRAKES ENGAGED WHILE DRIVING WITHOUT WARNING. REAR
5 6	BRAKES OK. FRONT BRAKES OVERHEATED BEFORE I COULD SAFELY STOP. SMOKE FROM FRONT BRAKES EVIDENCED THE OVERHEATING. TOWED TO DEALERSHIP WHO COULD NOT DUPLICATE THE PROBLEM.
7	85. Complaints for the 2019 Audi A7 are similar:
8	• June 17, 2019
9	PURCHASED 2019 AUDI A7 BRAND NEW. CURRENTLY HAVE APPROXIMATELY 2800 MILES (2 MONTH OLD CAR). HAS PRESTIGE PACKAGE WITH DRIVER ASSISTANCE OPTION. THERE HAVE BEEN
10	MULTIPLE INSTANCES WHERE THE DRIVER ASSISTANCE SUDDENLY
11	AND SIGNIFICANTLY SLOWS THE CAR WITHOUT ANY CAR/OBJECT IN FRONT. THIS HAS HAPPENED TO ME ON MULTIPLE OCCASIONS ON
12	LOCAL ROADS (HASN'T HAPPENED ON FREEWAY SPEEDS YET).
13	USUALLY HAPPENS 30-50MPH LOCAL ROADS. THE CAR/DRIVER
	ASSISTANCE "SLAMS ON THE BRAKES." THIS CAN BE SCARY AND VERY DANGEROUS ESPECIALLY WHEN A CAR IS BEHIND.
14	
15	b. <u>Complaints Concerning Volkswagen Vehicles</u>
16	86. The earliest complaints for VW Class Vehicles first appeared on NHTSA's website
17	in approximately January 2016 as shown below starting with the 2016 VW Passat:
	• January 12, 2016
18	MY 2016 VOLKSWAGEN PASSET SE MODEL CAR APPLIES THE BRAKES
19	WHILE IN MOTION ON ITS OWN. THIS HAS OCCURRED 6 TIMED OVER THE PAST 7 MONTHS. I BOUGHT THIS VEHICLE ON DECEMBER 12 2015.
20	IT IS GETTING WORSE EACH TIME. ONE TIME IT HAPPENED AS I WAS
21	ABOUT 100 FEET FROM A INTERSECTION. NO ONE WAS IN FRONT OF
22	ME. I WAS THE ONLY ONE ON THE ROAD AT THE TIME. I WAS DURING THE DAY AND THEN ALL OF A SUDDEN THE BREAK APPLIED. REALLY
	SCARED ME. ANOTHER TIME IT HAPPENED APPROACHING RAILROAD
23	TRACKS. THIS TIME THE BRAKES APPLIED REALLY HARD. IT WAS BAD EVERY THING FLEW AROUND THE CAR. A COUPLE OF TIMES I HEARD
24	A BEEPING NOISE. LIKE A WARNING BEEP. THERE IS A ILLUMINATED
25	CAR ON A CURVY RAD ON THE DASH WHEN THIS HAPPENS. THIS IS A
26	VERY DANGEROUS CAR. I AM AFRAID THIS WILL HAPPEN WHEN I AM DRIVING AT HIGH RATES OF SPEED. I HAVE CONTACTED VW ABOUT
	THIS ISSUE AND THEY DO NOT SEEM VERY CONCERNED. I AM
27	SHOCKED AT THERE OUTCOME. IT HAS BEEN IN THE SHOP FOR 3 WEEKS NOW, I TOOK IT IN ON JUNE 22 2016, THEY WANT ME TO PICK
28	WEEKS NOW. I TOOK IT IN ON JUNE 22 2016. THEY WANT ME TO PICK
	AMENDED CLASS ACTION COMPLAINT33CASE NO. 4:20-CV-02394-JST33

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1	UP ON JULY 12 2016. IT HAS BEEN THERE 3 WEEKS. I AM VERY AFRAID
2	OF THE VEHICLE PLEASE HELP ME WITH THIS ISSUE. LIKE I SAID EARLIER IN THIS NOTE. IT HAS HAPPENED 6 TIMES AND WILL
3	CONTINUE TO HAPPEN. VW TOLD ME THAT IT WILL CONTINUE TO HAPPEN. PLEASE MAKE THEM RECALL THIS ISSUE.
4	• June 1, 2017
5	I HAVE A 2016 VOLKSWAGEN PASSAT SE THAT I LEASED ABOUT A
6	YEAR AND A HALF AGO. A LITTLE OVER A MONTH AGO THE CAR BRAKED ON ITS OWN WITH MYSELF, MY MOTHER, SISTER, AND MY 2
7	YEAR OLD SON IN THE CAR FOR ABSOLUTELY NO REASON GOING 45
8	MILES PER HOUR. THE NEXT INCIDENT THE CAR DECIDED IT WAS NOT GOING TO BRAKE AND WE HAD TO STEP ON THE BRAKES SO HARD TO
9	GET ANY KIND OF REACTION, ALMOST CAUSING AN ACCIDENT. AT THIS POINT WE TOOK IT TO VW AND THEY ARE CLAIMING THERE IS
10	NO ISSUES WITH THE CAR; I BEG TO DIFFER! YESTERDAY AGAIN THE CAR BRAKED ON ITS OWN GOING 30 MILES AN HOUR FOR
11	ABSOLUTELY NO REASON. TOOK THE CAR TO MY PERSONAL
12	MECHANIC PRIOR TO TAKING IT TO VW AND A PIC OF WHAT CAME UP ON THEIR DIAGNOSTIC COMPUTER IS UPLOADED. THE VW
13	DEALERSHIP I TOOK IT TO AFTER KEEPING IT TWO WEEKS CLAIM THERE IS NOTHING WRONG WITH THE CAR; HOWEVER, THEY RESET
14	MY COMPUTER IN THE CAR AND NOW THE CAR IS SHOWING NO CODES.
15	CODES.
16	THERE WAS A SIMILAR INCIDENT REPORTED ON CARCOMPLAINT.COM SAME YEAR, MODEL AND TRIM AS MINE.
17	• February 12, 2018
18	AT SPEED OF 40-60 MPH, WITH THE ADAPTIVE CRUISE CONTROL
19	ENGAGED, THE CAR WILL BRING THE CAR TO 5-10 MPH RAPIDLY, BY SLAMMING ON THE BRAKES WITH NO OTHER VEHICLE IN FRONT OF
20	IT. THIS HAS OCCURRED MULTIPLE TIMES, AND HAS BEEN REPORTED, BUT NOT DUPLICATED AT THE DEALER. THE CAR HAS ALSO SLOWED
21	ITSELF, UNDER THE ADAPTIVE CRUISE CONTROL, IN OTHER SITUATIONS WHERE THERE WAS NO VEHICLE IN FRONT OF IT.
22	
23	• June 5, 2018 I OFTEN WILL BE DRIVING AND CAR SLAMS ON BRAKES BY ITSELF
24	CAUSING ME TO NEARLY WRECK AND ALSO TWICE I'VE HAD AIR BAG LIGHTS APPEAR AND CLICKING STEERING WHEEL
25	87. Complaints for the 2017 VW Passat are similar:
26	• March 8, 2017
27	THE CONTACT OWNS A 2017 VOLKSWAGEN PASSAT. WHILE DRIVING
28	45 MPH, THE BRAKE PEDAL INDEPENDENTLY ENGAGED AND THE
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	TRACTION CONTROL WARNING DIDICATOR HAIDANATED THE
	TRACTION CONTROL WARNING INDICATOR ILLUMINATED. THE CONTACT STATED THAT THE FAILURE RECURRED MULTIPLE TIMES.
,	THE VEHICLE WAS NOT DIAGNOSED OR REPAIRED. THE
	MANUFACTURER WAS NOTIFIED OF THE FAILURE. THE FAILURE
	MILEAGE WAS 400.
	• November 21, 2017
	I OWN A 2017 VOLKSWAGEN PASSAT SEL PREMIUM.
	ONE OF MY PRIMARY CONCERNS IS THAT THE AUTONOMOUS
,	EMERGENCY BRAKING SYSTEM DOES NOT FUNCTION ACCORDING TO
	PAGE 271 OF THE OWNER'S MANUAL, OR AS PROMOTED BY THEIR
	DEALERS, AND IN TV COMMERCIALS.
	I TOOK MY PASSAT TO TWO DEALERS, BOTH SUPPOSEDLY CHECKED
,	IT AND SAID IT TESTED 100%
	A WEEK LATER, THE CAR DID NOT SLOW AT ALL WHEN I WAS CLOSE TO A VEHICLE IN FRONT OF ME GOING 65 MILES AND HOUR AND IT
	SLAMMED ON ITS BRAKES. IF I HAD NOT BEEN PAYING ATTENTION, A
	SERIOUS ACCIDENT WOULD HAVE OCCURRED.
	INDOTE A LETTER RECARDING MY CONCERNIC TO MR. HINDICH
	I WROTE A LETTER REGARDING MY CONCERNS TO MR. HINRICH WOEBCKEN, CEO OF VW OF AMERICA. THE RESPONSE FROM VW WAS
	THAT MY SYSTEM WORKS FINE ACCORDING TO THEIR DEALERS, AND
	THEY WILL DO NOTHING FURTHER FOR ME!
	AFTER THAT, I DID SOME RESEARCH AND DISCOVERED THE RESULTS
	OF FRONT COLLISION PREVENTION TESTING THAT WAS DONE BY THE
	INSURANCE INSTITUTE FOR HIGHWAY SAFETY. THEIR TESTS ON 2017
	CARS INCLUDED THOSE OF OVER 20 MANUFACTURERS.
	THERE ARE 3 DIFFERENT PARTS TO THE TEST:
	FORWARD COLLISION WARNING (ON THE PASSAT THIS IS A TWO CAR
	SYMBOL IN THE INSTRUMENT CLUSTER)
	LOW SPEED AUTO BRAKE (THIS IS FOR SPEED UNDER 12 MPH)
	HIGH-SPEED AUTO BRAKE (THIS IS FOR SPEEDS OVER 25 MPH)
	THE RESULTS OF THESE TESTS SHOWS THAT ALL COMPARABLE
	MANUFACTURER'S SEDANS EITHER SCORED 2 OR 3 POINTS ON THE
	HIGH-SPEED AUTO BRAKE TEST. HOWEVER THE VW PASSAT SCORED
	"0" POINTS, AND WAS UNABLE BRAKE THE CAR OR REDUCE THE CAR
	SPEED AT ALL! THE 2017 VW TOUAREG ALSO FAILED THE HIGH- SPEED AUTO BRAKE PORTION OF THE TEST.
	ACTO DIVINE FORTION OF THE LEGT.

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1 2 3		I FEEL THAT VW NEEDS TO INFORM OWNERS, AND STOP ADVERTISING THAT THEIR CARS HAVE A FUNCTIONING HIGH-SPEED AUTO BRAKING, AS THEY DO NOT! THEY SHOULD QUICKLY COME UP WITH A FIX, AND RECALL ALL 2016 TO 2018 PASSATS, AND OTHER MODELS
4 5		THAT HAVE THIS FAULTY SYSTEM! DRIVERS HAVE A FALSE SENSE OF SECURITY FOR A SYSTEM THAT
6		DOES NOT WORK!
7		• July 13, 2019
8		THE CONTACT OWNS A 2017 VOLKSWAGEN PASSAT. WHILE DRIVING APPROXIMATELY 45 MPH WITH NO OTHER VEHICLES CLOSE TO THE CONTACT'S VEHICLE THE AUTONOMOUS PRAKING SYSTEM
9 10		CONTACT'S VEHICLE, THE AUTONOMOUS BRAKING SYSTEM ENGAGED AND THE VEHICLE BRAKED SUDDENLY. THE MANUFACTURER WAS NOTIFIED OF THE FAILURE. THE VEHICLE WAS
10		NOT DIAGNOSED OR REPAIRED. THE DEALER WAS NOT CONTACTED. THE APPROXIMATE FAILURE MILEAGE WAS 39,090.
12	88.	Complaints for the 2017 VW Golf are similar:
13		• May 27, 2019
13		WHILE IN THE NUMBER 2 LANE ON THE FREEWAY, USING CRUISE
14		CONTROL, WE APPROACHED A SEMI TRUCK IN THE NUMBER 3 LANE. WE WERE MOVING MORE QUICKLY THAN THE SEMI TRUCK AND DID NOT CHANGE LANES NOR DID THE SEMI TRUCK. THE FREEWAY WAS
16		STRAIGHT. THE AUTOMATIC BRAKING SYSTEM TURNED ON AND ENGAGED THE BRAKES WHEN OUR CAR REACHES APPROXIMATELY
17 18		THE REAR AXLE OR IS NEXT TO THE BACK MIDDLE OF THE SEMI TRUCK. BRAKES ENGAGE IN THE SAME FASHION THEY DO AS IF
19		THERE WAS A HAZARD IN FRONT OF US. TO BE CLEAR, NOTHING AT ALL IS IN FRONT OF US, JUST THE SEMI TRUCK TO OUR RIGHT.
20	89.	Complaints for the 2018 VW Golf are similar:
21		• March 1, 2019
21		THE "FRONT ASSIST" SYSTEM ON A 2018 VW GOLF R IS PRONE TO MAKING UNSAFE ABRUPT STOPS IN TRAFFIC.
23		IF A LEADING CAR MAKES AN ABRUPT STOP, THE FRONT ASSIST
24		SYSTEM APPLIES INSTANT HEAVY BRAKING EVEN WHEN THE DRIVER IS ALREADY BRINGING THE CAR TO A SMOOTH STOP AT A SAFE
25		DISTANCE. THIS DOUBLE-BRAKING RESULTS IN UNEXPECTED SKIDDING AND RISKS A REAR-END COLLISION WITH FOLLOWING
26		CARS.
27		
28		
		ASS ACTION COMPLAINT 36 D-CV-02394-JST

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1	90. Complaints for the 2018 VW Atlas are similar:
2	• December 13, 2017
	I CAME TO A FULL STOP AS I WAS ABOUT TO EXIT A DRIVEWAY.
3 4	SINCE THERE WERE NO VEHICLES APPROACHING FROM EITHER DIRECTION AND THERE WERE NO OBSTACLES IN FRONT OF ME, I
5	STATED TO PULL OUT OF THE DRIVEWAY WHEN THE AUTONOMOUS EMERGENCY BRAKING SYSTEM SUDDENLY AND ABRUPTLY STOPPED
6	MY VEHICLE WITH NO JUSTIFICATION. THIS TYPE OF SYSTEM FAILURE CAN RESULT IN INJURY.
7	• March 1, 2018
8	THE CONTACT OWNS A 2018 VOLKSWAGEN ATLAS. WITHIN WEEKS OF
9	OWNING THE VEHICLE, THERE WAS A FAILURE WITH THE STRUT MOUNTED SYSTEM. FURTHERMORE, AN ABNORMAL RATTLING NOISE
10	WAS HEARD ON BOTH SIDES OF THE FRONT END OF THE VEHICLE. IN ADDITION, THE FRONT ASSIST WITH AUTONOMOUS EMERGENCY
11	BRAKING SYSTEM ENGAGED SEVERAL TIMES WITHOUT WARNING.
12	THE FAILURE CAUSED THE VEHICLE TO SEIZE WHILE IN MOTION WITH NO OTHER VEHICLE NEARBY. THE DEALER (DANBURY VOLKSWAGEN,
13	29 SUGAR HOLLOW RD, DANBURY, CT 06810, (203) 744-5201) HAD THE VEHICLE FOR OVER TWO MONTHS FOR SERVICING. THE CAUSE OF
14	THE FAILURES WAS NOT DETERMINED. THE MANUFACTURER WAS NOTIFIED. THE FAILURE MILEAGE WAS NOT AVAILABLE.
15	• April 15, 2018
16	WHEN DESCENDING AN INCLINE AT SLOW SPEED TO TURN ONTO A
17	ROADWAY THE SENSOR PERCEIVES THE ROAD AS AN OBSTACLE WHICH CAUSES THE CAR TO AUTO-STOP PARTIALLY IN THE ROAD. I
18	THEN HAVE TO DISENGAGE THE EMERGENCY BRAKE AND BEGIN AGAIN. THIS IS TOTALLY UNSAFE. IT HAS HAPPENED 10 TIMES WHEN LEAVING MY OWN DRIVEWAY.
19	• May 24, 2018
20	THE DRIVER SIDE, FRONT WHEEL SUSPENSION SYSTEM HAS BEEN
21	REPLACED TWICE DUE LOUD VIBRATION NOISES, RATTLING NOISES, AND REPEATED STEERING ISSUES. THE STEERING WHEEL VIOLENTLY
22 23	JERKS TO THE RIGHT OR LEFT AND PULLS THE CAR OUT OF THE DESIRED DIRECTION OF TRAVEL. THE VW ATLAS IS AT THE
	DEALERSHIP SERVICE DEPARTMENT FOR A THIRD TIME SINCE DATE
24	OF PIRCHASE (FEB 2018) FOR THE SAME STEERING ISSUES AND NOISE ISSUES.
25	
26	THE "AUTO-BRAKING" SYSTEM THAT'S DESIGNED TO PREVENT REAR END COLLISSIONS HAS MALFUNCTIONED ON TWO SEPARATE
27	OCCASIONS. BOTH MALFUNCTIONS WERE WHEN PULLING OUT OF A
28	PARKING LOT WITH A DOWNGRADED SLOPE TOWARD THE STREET. ON BOTH OCCASIONS, AS I WAS PULLING OUT OF THE PARKING LOT
	AMENDED CLASS ACTION COMPLAINT 37

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1	TO MERGE INTO MOVING TRAFFIC, THE ELECTRONIC BRAKING
2	SYSTEM ENGAGED AS THE CAR WAS MOVING DOWN THE SLOPED
	PARKING LOT EXIT LEAVING THE VW ATLAS FROZEN IN PLACE AS STREET TRAFFIC WAS RAPIDLY APPROACHING. I HAD TO PUT THE VW
3	ATLAS IN "PARK" AND BACK IN "DRIVE" IN ORDER TO RELEASE THE
4	ELECTRONIC BREAK SYSTEM. THIS AUTO-BREAKING FEATURE HAS
5	CREATED TO SAFETY SITUATIONS WHERE MY VW ATLAS WAS COMPLETELY STOPPED WHILE ATTEMPTING TO MERGE WITH MOVING
	TRAFFIC, NEARLY CAUSING ACCIDENTS IN BOTH SITUATIONS.
6	• May 30, 2018
7	2018 ATLAS SEL, EQUIPPED WITH AUTONOMOUS BREAKING TO
8	"PREVENT" COLLISIONS. WHEN VEHICLES TRAVEL DOWN AN INCLINE
9	LIKE A DRIVEWAY, THE EMERGENCY BREAKING FEATURE WILL
	UNEXPECTEDLY ENGAGED, CAUSING THE VEHICLE TO COME TO A COMPLETE AND SUDDEN STOP. WHEN THIS OCCURS, I HAVE NO
10	CONTROL OVER THE CONTINUED MOVEMENT OF THE VEHICLE. I AM
11	REQUIRED TO CHANGE GEARS AND/OR RESTART THE VEHICLE IN
12	ORDER TO MOVE THE VEHICLE AGAIN. THIS POSES A EXTREME SAFETY ISSUE AS THE VEHICLE WILL SHUT DOWN WHEN YOU ARE
	ATTEMPTING TO PULL OUT OF A PRIVATE DRIVE AND ON TO A ACTIVE
13	ROADWAY, INCREASING THE RISK OF A SIDE ON VEHICLE COLLISION.
14	ISSUE WAS REPORTED TO VW SERVICE DEPARTMENT. SERVICE MANAGER WAS ABLE TO DUPLICATE THE ISSUE. SERVICE MANAGER
15	ALSO TESTED ANOTHER VW ATLAS ON THE SALE LOT WITH THE
	SAME FEATURE. STRIVE MANAGER REPORTED THAT THE SAME ISSUE
16	OCCURRED WITH THE OTHER ATLAS AS WELL. SERVICE DEPARTMENT
17	WAS UNABLE TO CORRECT THE ISSUE, REPORTING THE VEHICLE IS "OPERATING AS DESIGNED." ISSUE WAS REPORTED TO VOLKSWAGEN.
18	AFTER A THREE WEEK PERIOD, VOLKSWAGEN REPORTED THAT THEY
	WERE DECLINING TO TAKE FURTHER ACTION ON THE ISSUE, STATING
19	THE VEHICLE WAS 'OPERATING AS DESIGNED." THIS ISSUE POSES A MAJOR SAFETY ISSUE NO ONLY TO THE DRIVER AND OCCUPANTS OF
20	THE VEHICLE, BUT TO OTHER MOTORISTS ON THE ROAD.
21	VOLKSWAGEN HAS BEEN GIVEN NOTICE OF THE ISSUE AND REFUSES
	TO ACKNOWLEDGE OF TAKE ACTION.
22	• June 25, 2018
23	I HAVE HAD THIS CAR TWO MONTHS AND IT HAS NOW BEEN IN SERVICE TWICE. AS OF TODAY THEY HAVE HAD IT FOR TWO WEEKS.
24	THE AUTONOMOUS BREAK SYSTEM IS WAY TOO SENSITIVE AND THE
25	CAR STOPS GOING DOWN STEEP INCLINES OR GOING OVER POT HOLES
25	WHILE IN MOTION. THE CAR HAS STOPPED IN THE MIDDLE OF
26	DRIVING AT LEAST 7 TIMES. I TAKE IT TO SERVICE, THEY SAY THERE IS NO RECORD IN THE CARS COMPUTER OF THE INCIDENT. THE FRONT
27	SENSORS ARE ALWAYS BEEPING. I PULL UP TO A STOP SIGN, THE
28	SENSORS GO OFF. I DO A U-TURN AND THE SENSORS GO OFF. SOME
28	DAYS WAY TOO EXCESSIVELY, SOME DAYS NOT AT ALL. IT SCARES
	AMENDED CLASS ACTION COMPLAINT38CASE NO. 4:20-CV-02394-JST38

ME TO DEATH AND I SLAM ON MY BRAKES BECAUSE I AM AFRAID I AM GOING TO HIT SOMETHING. I TAKE IT TO SERVICE, THEY SAY THERE IS NO RECORD OF IT IN THE CARS COMPUTER. FRONT END COLLISION ALERT, I WAS DRIVING DOWN THE ROAD AND WAS THE ONLY ONE ON THE ROAD AND THE FRONT END COLLISION ALERT WENT OFF. I OF COURSE SLAM ON THE BRAKES IN THE MIDDLE OF THE ROAD WITH NO TRAFFIC, THANK GOD NO ONE WAS BEHIND ME. I TAKE IT TO SERVICE, THEY SAY THERE IS NO RECORD IN THE CARS COMPUTER OF IT. SERVICE HAS BEEN ABLE TO RECREATE THE ISSUE WITH THE FRONT SENSORS, BUT SAYS THERE IS NO FIX. THE CUSTOMER CARE REP FOR VW STATED TODAY ON THE PHONE THAT THEY RECOGNIZE THERE IS AN ISSUE WITH THE SENSITIVITY OF THE AUTONOMOUS BREAKING BUT HAS NO FIX FOR IT SO I WILL HAVE TO DEAL WITH IT. I LIVE IN HOUSTON, I WILL DIE IF I HIT A POT HOLE AND STOP. IT'S UNACCEPTABLE AND A HUGE SAFETY HAZARD. I AM READING ALL OVER THE INTERNET ABOUT THIS ISSUE WITH THE AUTONOMOUS BRAKING PROBLEMS. IT SHOULD NOT BE ALLOWED TO CONTINUE. SOMEONE IS GOING TO DIE. I WAS ABLE TO VIDEO THE ISSUE WITH THE SENSORS AND VW HAS THE VIDEO AND RECOGNIZES A PROBLEM BUT STATES THAT'S JUST THE WAY THE CAR IS GOING TO WORK. STATES THEY SEE THE ISSUE THERE TOO, BUT THERE IS NO FIX.

• July 2, 2018

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THE AUTO BRAKING AND WARNING SENSORS GO OFF WHEN YOU ARE
DRIVING FROM AN INCLINED DRIVEWAY TO A ROADWAY. THIS HAS
HAPPENED TO US MULTIPLE TIMES, THE MOST RECENT WAS ON 7-2-2018, AND IT BRINGS THE VEHICLE TO A COMPLETE STOP. THIS IS
SUPPOSED TO BE A SAFETY FEATURE THAT WAS AN EXTRA COST, BUT
THIS IS GOING TO CAUSE A CRASH IF NOT RECTIFIED. I HAVE TAKEN
THE VEHICLE IN FOR THIS ISSUE, AND MULTIPLE OTHER ISSUES AND
ALL I GET BACK IS "SYSTEM IS PERFORMING AS DESIGNED." IF THE
SYSTEM IS PERFORMING AS DESIGNED, THE SYSTEM NEEDS TO BE
CHANGED. THIS IS WITHOUT A DOUBT A SAFETY ISSUE IN ITSELF.

THERE ARE MULTIPLE OTHER OWNERS ON MESSAGE BOARDS THAT ARE HAVING THE SAME ISSUES AND HAVING THE SAME ANSWERS FROM THE DEALERSHIPS. ON ONE OF THE MESSAGE BOARDS, THERE IS ACTUALLY A VIDEO OF THE VEHICLE COMING TO A COMPLETE STOP DRIVING FROM A BANK PARKING LOT TO A MAIN ROAD.

• July 3, 2018

AUTOMATIC BRAKING SYSTEM IS FAULTY. WHEN I PULL OUT OF DRIVEWAYS OR PARKING LOTS THE SENSORS ARE ACTIVATING AND THE MANEUVER BRAKING IS APPLIED AND THE CAR COMES TO AN ABRUBT STOP IN THE MIDDLE OF THE ROAD. EVERYTIME THIS HAS OCCURED THERE HAS NOT BEEN AN OBJECT OR CAR PRESENT. THIS SYSTEM IS FAULTY AND DANGEROUS. I HAVE 3 CHILDREN IN THE

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1	BACK SEAT AND THIS MAKES ME VERY CONCERNED FOR THEIR
2	SAFETY WHEN I DRIVE THIS VEHICLE. VW SERVICE IS LOOKING INTO THE ISSUE AND HAS GIVEN ME A LOANER ATLAS THAT IS DOING THE
3	EXACT SAME THING. I HAVE A VIDEO OF THE ISSUE OCCURING.
4	• July 23, 2018
5	I'M CONTACTING YOU WITH AN ISSUE THAT NEEDS IMMEDIATE ATTENTION. THERE IS A SERIOUS DEFECT WITH THE VW ATLAS WE
6	LEASED 2 MONTHS AGO. THE AUTOMATIC BRAKING SYSTEM
	DEPLOYS AT UNEXPECTED AND INAPPROPRIATE TIMES PRODUCING A LIFE THREATENING SITUATION.
7	
8	THE AUTOMATIC BRAKING SYSTEM HAS ACTIVATED, DANGEROUSLY AND INAPPROPRIATELY, SEVERAL TIMES, USUALLY WHEN PULLING
9	OUT OF A DRIVEWAY AND ATTEMPTING TO ENTER A LANE.
10	ALTHOUGH THERE IS NO OBSTRUCTION OR RISK OF COLLISION, THE CAR SENSES THE INSIGNIFCANT CHANGE IN SLOPE FROM DRIVEWAY
11	TO ROAD AND SLAMS ON THE BRAKES CAUSING THE DRIVER TO LOSE
12	ALL CONTROL. THE CAR IS THEN STALLED IN THE MIDDLE OF ONCOMING TRAFFIC.
13	RECENTLY, MY WIFE AND TWO CHILDREN PULLED OUT OF THE
14	DRIVEWAY OF OUR LOCAL SUPERMARKET AND MADE A LEFT TURN.
	THE AUTOMATIC BREAKING SYSTEM WAS ACTIVATED AND SHE WAS LEFT STALLED IN THE MIDDLE OF ONCOMING TRAFFIC. ANOTHER
15	DRIVER BARELY AVOIDED COLLIDING INTO OUR REAR SIDE DOOR
16	WHERE OUR 3 YEAR OLD SON'S CAR SEAT IS LOCATED.
17	WE HAVE TAKEN THIS ISSUE TO OUR LOCAL DEALERSHIP, AND THEY
18	CHECKED THE SYSTEM, AND TOLD US "IT IS PERFORMING AS THE MANUFACTURE INTENDED IT TO". THIS IS A SERIOUS DESIGN ISSUE
19	AND ITS ONLY A MATTER OF TIME BEFORE IT RESULTS IN A MAJOR
20	ACCIDENT AND I CAN ONLY PRAY THAT MY YOUNG CHILDREN AREN'T MAIMED OR KILLED.
21	
	THE VW SERVICE PEOPLE HAVE SHOWN US A COMPLICATED WAY TO TURN OFF THE AUTOMATIC BRAKING SYSTEM IN THE CAR, HOWEVER
22	THIS NEEDS TO BE DONE EVERY TIME YOU START THE CAR.
23	I FEEL ITS INEVITABLE THAT A BUSY MOTHER DOING CHORES WITH
24	TWO TODDLERS WILL FORGET TO TURN OFF THE SYSTEM AT SOME
25	POINT.
26	THIS MATTER NEEDS TO BE RESOLVED BEFORE DISABILITY OR LOSS
27	OF LIFE OCCURS. THERE NEEDS TO BE A WAY TO FIX THE SYSTEM OR PERMANENTLY DISABLE IT. WE ASKED VW TO PERMANENTLY
28	DISABLE THE SYSTEM BUT THEY DECLINED.
20	
	AMENDED CLASS ACTION COMPLAINT40CASE NO. 4:20-CV-02394-JST40

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	WE LOOK FORWARD TO YOUR PROMPT REPLY
	THANK YOU.
	GURPREET MUNDI, MD
	• August 18, 2018
	THE AUTONOMOUS BREAKING SYSTEM AND PEDIATRIAN WARNING SENSORS ARE MALFUNCTIONING MAKING MY CAR UNSAFE TO
	DRIVE.
	SINCE IT'S PURCHASE IN JANUARY 2018, THE BRAKES HAVE LOCKED
	UP AT LEAST 10 TIMES UNDER NORMAL DRIVING CONDITIONS.
	I CAN RE-CREATE THE PROBLEM WHEN I AM MOVING SLOWLY ON AN
	UNEVEN ROAD SURFACE.
	IN ADDITION, AS I SLOW DOWN TO APPROACH A STOP SIGN OR A RED LIGHT, THE ALARMS GO OFF SUGGESTING THAT THERE IS SOMETHIN
	IN THE ROADWAY AT LEAST HALF OF THE TIME.
	IN THE ROAD WAT AT LEAST HALF OF THE TIME.
	I HAVE BEEN TOLD BY MY LOCAL VW SERVICE STATION THAT THERE
	ARE NO ERRORS BEING RECORDED BY THE CAR'S SYSTEM THAT CAN
	BE CORRECTED AND AT THIS TIME ALL ATLAS CARS THAT THEY
	HAVE TESTED ON THE LOT ARE HAVING DOING THE SAME THING.
	THEY WERE ABLE TO RECREATE THE AUTO-BRAKING ON A HILL ON
	THEIR LOT, BUT HAVE NO WAY TO STOP IT FROM HAPPENING.
	ON SATURDAY, 8/18/2019 WHILE I WAS SLOWLY PULLING OUT OF A
	LOCAL SHOPPING CENTER, MAKING A LEFT HAND TURN DOWN AN
	INCLINE THE CAR BRAKES LOCKED UP AFTER I ENTERED THE ACTIVI
	ROADWAY- AS A RESULT I WAS NEARLY T-BONED BY A CAR THAT
	HAD JUST MAKE A RIGHT HAND TURN ONTO THE SAME ROADWAY. B
	THE GRACE OF GOD, THAT DRIVER WAS MOVING SLOW ENOUGHT TO
	STOP. I IMMEDIATELY CALLED VW CAR NET, I WAS CONNECTED TO
	MY DEALER, AND THEY TOOK THE CAR IN FOR INSPECTION. AS I
	MENTIONED ABOVE, AFTER 5 DAYS THEY WERE NOT ABLE TO
	RESOLVE THE PROBLEM.
	I HAVE INITIATED A COMPLAINT WITH VW OF AMERICA AND AM
	WRITING TO TELL YOU THAT I DO NOT FEEL SAFE DRIVING A CAR
	THAT WILL STOP ME IN THE MIDDLE OF A ROAD WAY. I DO NOT WAN
	MY FAMILY TO BE THE VICTIMS OF A PREVENTABLE ACCIDENT AND
	WANT THIS PROBLEM FIXED BEFORE THERE IS A CATASTROPHE FOR
	ME OR ANOTHER ATLAS OWNER.

PLEASE ME KNOW HAVE OTHER INFORMATION I CAN GIVE YOU SO THAT YOU CAN PROPERLY INVESTIGATE THIS PROBLEM.

• October 20, 2018

WHEN VEHICLE TRAVEL DOWN AN INCLINE LIKE A DRIVEWAY, THE EMERGENCY BREAKING FEATURE WILL UNEXPECTEDLY ENGAGED, CAUSING THE VEHICLE TO COME TO A COMPLETE AND SUDDEN STOP. WHEN THIS OCCURS, I HAVE NO CONTROL OVER THE CONTINUED MOVEMENT OF THE VEHICLE. I AM REQUIRED TO CHANGE GEARS AND/OR RESTART THE VEHICLE IN ORDER TO MOVE THE VEHICLE AGAIN. THIS POSES A EXTREME SAFETY ISSUE AS THE VEHICLE WILL SHUT DOWN WHEN YOU ARE ATTEMPTING TO PULL OUT OF A PRIVATE DRIVE AND ON TO A ACTIVE ROADWAY, INCREASING THE RISK OF A SIDE ON VEHICLE COLLISION. ISSUE WAS REPORTED TO VW SERVICE DEPARTMENT. SERVICE MANAGER WAS ABLE TO DUPLICATE THE ISSUE. SERVICE MANAGER ALSO TESTED ANOTHER VW ATLAS ON THE SALE LOT WITH THE SAME FEATURE. SERVICE MANAGER REPORTED THAT THE SAME ISSUE OCCURRED WITH THE OTHER ATLAS AS WELL. SERVICE DEPARTMENT WAS UNABLE TO CORRECT THE ISSUE, REPORTING THE VEHICLE IS "OPERATING AS DESIGNED." THIS ISSUE POSES A MAJOR SAFETY ISSUE NO ONLY TO THE DRIVER AND OCCUPANTS OF THE VEHICLE, BUT TO OTHER MOTORISTS ON THE ROAD. VOLKSWAGEN HAS BEEN GIVEN NOTICE OF THE ISSUE AND REFUSES TO ACKNOWLEDGE OF TAKE ACTION.

• November 27, 2018

2018 VOLKSWAGEN ATLAS SEL HAS A SAFETY SYSTEM CALLED MANEUVER BRAKING. THE FUNCTION OF THE BRAKING IS "MANEUVER BRAKING PROTECTS THE DRIVER FROM A COLLISION. IT PREVENTS UNPLEASANT DAMAGE TO THE BUMPER, AND TO ANY OBJECTS NEAR THE VEHICLE," SAYS DEVELOPER LYNN BRENNECKE. I WAS EXITING A PARKING LOT MAKING A LEFT HAND TURN ACROSS 4 LANES OF TRAFFIC. IT WAS NIGHTTIME, MY HEADLIGHTS WERE ON, CLEAR WEATHER, AROUND 70 DEGREES. THE AREA WAS A RESIDENTIAL/INDUSTRIAL MIX. THE PARKING LOT EXIT HAD A SLIGHT SLOPE. WHEN THE TRAFFIC WAS CLEAR I ACCELERATED TO ENTER THE TRAVEL LANES AND THE ATLAS ACTIVATED THE "MANEUVER BRAKING" THEREFORE BRINGING THE CAR TO A COMPLETE STOP AND THE ENGINE TURNED OFF. I WAS WELL INTO THE SECOND TRAVEL LANE WHEN THIS OCCURRED. THERE WERE NO OBSTACLES SUCH AS OTHER VEHICLES, TRAFFIC CONES, ANIMALS, BRANCHES ETC. THIS COULD HAVE BEEN A DEADLY, WHAT IF THE BREAK IN TRAFFIC WAS NOT LARGE ENOUGH FOR THE VEHICLE TO STOP COMPLETELY AND RESTART BEFORE TRAFFIC ARRIVED. I HAVE NO IDEA WHEN THE ATLAS WILL SUDDENLY DECIDE IT IS TIME FOR A "MANEUVER BRAKING" EPISODE. THIS IS A HUGE SAFETY ISSUE.

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#### • January 28, 2019

THE AUTOMATIC EMERGENCY BRAKING SYSTEM KEEPS ACTIVATING WITHOUT REASON, SLAMMING ON THE BRAKES, WHEN THERE ARE NO OBSTACLES IN FRONT OF THE VEHICLE. THIS HAPPENS EVEN WHEN "FRONT ASSIST" AND "LANE ASSIST" ARE SWITCHED OFF. DURING OUR TRIP FROM TEXAS TO ARIZONA AND BACK, THIS HAS HAPPENED MORE THAN 10 TIMES. IT ALWAYS OCCURS WHEN THE CRUISE CONTROL IS SWITCHED ON, WHILE IN THE LEFT LANE, PASSING A SEMI TRUCK. EACH TIME, THE ATLAS WAS CLEARLY IN OUR LANE AND THE TRUCK WAS DEFINITELY IN ITS LANE, NOT WANDERING OVER THE LANE DIVIDER. IT HAS HAPPENED WHEN ON A STRAIGHT AWAY AND ALSO WHEN PASSING A TRUCK ON A LEFT CURVE. THIS IS A SIGNIFICANT SAFETY HAZARD. IF ANY VEHICLE HAD BEEN CLOSE BEHIND US WHEN IT ACTIVATED, IT WOULD HAVE SLAMMED INTO THE BACK OF US.

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#### February 20, 2019

2/20/2019 AT 16:19 PST - I WAS DRIVING ON A CLOUDY AFTERNOON, APPROACHING A RAILROAD CROSSING, ABOUT 100 FT AWAY. MY ATLAS' RADAR WAS TRIPPED BY SOMETHING AND THE CAR SLAMMED THE BRAKES TO AVOID A CRASH. EXCEPT THERE WAS NOTHING ON THE ROAD. I AM GLAD THERE WERE NO CARS AROUND ME OTHERWISE I WOULD HAVE BEEN INVOLVED IN A CRASH.

#### • March 5, 2019

WAS DRIVING DOWN MY DRIVEWAY AND THE ELECTRONIC BRAKE ALL OF A SUDDEN MALFUNCTIONED AND TURNED ON, AND LOCKED UP ALL MOVEMENT. THE SYSTEM WAS SCREAMING ELECTRONIC BRAKE MALFUNCTION, DO NOT DRIVE, BRAKE IS ACTIVATED. I WAS ABLE TO EVENTUALLY PUT IT BACK UP NEAR MY HOUSE IN THE PARKING PORTION OF THE DRIVEWAY. THIS IS NOT THE FIRST TIME THAT THE BRAKE HAS MALFUNCTIONED HOWEVER IT IS THE FIRST TIME THAT IT HAS DONE IT WHILE I WAS DRIVING, NORMALLY I CAN TURN OFF THE CAR WAIT ABOUT 5 MINUTES OR SO AND THEN IT'LL STOP MALFUNCTIONING HOWEVER THIS TIME THE BRAKES LOCKED UP AND THE CAR WOULD NOT MOVE. I COULD NOT GET THE BRAKE TO TURN OFF. HAD THE CAR TOWED TO THE DEALERSHIP (STILL SHOWING A MALFUNCTION AFTER VEHICLE WAS OFF ALL DAY). AT THE DEALER FOR SEVERAL DAYS, THEY SAID THEY COULD NOT REPLICATE THE INCIDENT AND THE CAR DOES NOT KEEP A LOG OF MALFUNCTIONS INTERNALLY SO THERE WAS NOTHING TO BE DONE.

I HAVE A LONG LIST OF PROBLEMS WITH SENSORS, CAMERA SYSTEMS, AND OTHER ELECTRONIC FAILURES GOING BACK THROUGH AUGUST 2018

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1	• April 8, 2019
2	WHILE DRIVING YESTERDAY I WAS EXITING A SHOPPING PLAZA ON A CITY STREET AND TURNED RIGHT AND MY CAR COMPLETELY
3	STOPPED IN THE MIDDLE OF TRAFFIC. MANY CARS WERE COMING AND HAD TO SLAM ON THEIR BREAKS THANKFULLY AVOIDING A
4	COLLISION. THIS IS BECAUSE OF THE MANEUVER BREAKING SENSORS.
5	I DRIVE AND CONSTANTLY HEAR BEEP BEEP BEEP FROM THEM SENSING SOMETHING, WHEN IN FACT NOTHING IS EVEN NEAR MY
6	CAR. THIS IS A SERIOUS FLAW. PLEASE DO A RECALL ASAP TO FIX THIS.
7	• June 10, 2019
8	ON MONDAY 6/10/2019 AT 18:10, I WAS DRIVING WEST ON CALIFORNIA
9	HIGHWAY 91 IN RIVERSIDE CALIFORNIA. I WAS ON THE PHONE WITH MY WIFE, THE CAR WAS ON CRUISE CONTROL, GOING 65 MPH. THERE
10	WERE NO CARS IN FRONT OF ME, I WAS DRIVING IN THE SECOND LANE FROM THE RIGHT.
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12	MY CAR APPROACHED AN 18 WHEELER TRUCK AND IT WAS PASSING THE TRUCK. THE TRUCK WAS ON THE RIGHT LANE, MY CAR
13	APPROACHED ON THE NEXT LANE TO THE LEFT. THE CAR WAS STILL ON CRUISE CONTROL AND I WAS STILL ON THE PHONE WITH MY WIFE.
14	AS THE CAR WAS PASSING THE TRUCK, THE VW ATLAS EXECUTES AN
15	EMERGENCY BRAKE AS IF SOMETHING WAS IN MY WAY. THE CAR GAVE NO WARNINGS BEFORE APPLYING THE BRAKES HARD.
16	• June 20, 2018
17	ON MULTIPLE OCCASIONS OUR 2018 VW ATLAS HAS HAD ITS EMERGENCY BRAKING FEATURE ENGAGE IN AN UNEXPECTED AND
18	DANGEROUS WAY. SPECIFICALLY, DURING URBAN DRIVING WHEN
19	HAVING TO TRAVERSE THE NORMAL DIP FROM DRIVEWAY TO STREET, ACROSS A GUTTER OR OTHER LOW POINT, THE EMERGENCY
20	BRAKING SYSTEM ABRUPTLY HALTS THE VEHICLE AND DISABLES MOVEMENT. WHEN THIS OCCURS IT IS EXTREMELY JARRING AND
21	SHUTS DOWN NORMAL OPERATION, REQUIRING SOME SORT OF GEAR CHANGE OR RESTART. IT OCCURS MORE FREQUENTLY WHEN
22	ACCELERATING FASTER OVER THE DIP RESULTING IN A MORE BUMPY
23	MOVEMENT. IT IS A MAJOR PROBLEM WHEN YOU[']RE ATTEMPTING TO TURN INTO MOVING TRAFFIC QUICKLY. IT LEAVES THE VEHICLE
24	AND PASSENGERS ESPECIALLY VULNERABLE AS WE[']RE PERPENDICULAR TO ONCOMING TRAFFIC. AS A MOTHER OF 3 SMALL
25	CHILDREN IN CAR SEATS, I AM EXTREMELY CONCERNED.
26	• July 2, 2019
27	AS I WAS GOING STRAIGHT THROUGH A BUSY INTERSECTION THE CAR AUTOMATIC BRAKING TURNED ON AND CAUSED THE CAR TO
28	STOP IN THE MIDDLE OF THE INTERSECTION. I WAS ALMOST T-BONED
	AMENDED CLASS ACTION COMPLAINT44CASE NO. 4:20-CV-02394-JST44

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1	BY ANOTHER CAR. THERE ARE NOTHING IN FRONT OF ME. CLEAR DAY. 85 DEGREES. 9 AM.
2	<ul> <li>August 6, 2019</li> </ul>
3	HI MY WIFE DRIVES A 2018 ATLAS AS OUR FAMILY CAR. WE HAVE
4	HAD SEVERAL INCIDENTS WHERE THE AUTOMATIC BRAKING HAS SUDDENLY ENGAGED WHEN THERE WERE NO CARS NEAR THE
5	VEHICLE. THIS HAS HAPPENED WHILE PARKING ON FLAT SURFACES
6	IN AN EMPTY LOT, PARKING IN EMPTY LOT ON A VERY SLIGHTLY INCLINE, AND WHILE CRUISING WITHIN A HIGHWAY LANE WITHOUT
7	A CAR IMMEDIATELY IN FRONT OR BEHIND US.
8	UNPREDICTABLE UNCONTROLLED SUDDEN BRAKING IS DANGEROUS AND CAN ACTUALLY CAUSE COLLISIONS. THE ATLAS IS A VEHICLE
9	WHICH IS COMMONLY USED TO TRANSPORT FAMILIES AND THEIR
10	CHILDREN. I HOPE A NHTSA RECALL CAN BE ISSUED TO ADDRESS THIS PROBLEM.
11	• August 13, 2019
12	MY 2018 VW ATLAS BRAKE SENSORS THAT ACTIVATE WHEN THEY SEE SOMETHING THAT MAY CAUSE A CRASH SLAMMING THE BRAKES ON.
13	THAT WOULD BE GOOD IF IT WAS REASONABLE BUT WHAT HAPPENS
14	IS THE BRAKES SLAM ON JUST DRIVING OUT OF A DRIVEWAY!! I HAVE TAKEN IT TO VW AND THEY CAN'T DO ANYTHING BECAUSE IT WAS WITHIN THE DESIGN SETTINGS. IT ALWAYS DOES IT WHEN YOU LEAST
15	EXPECT IT SO WHEN PULLING OUT OF A DRIVEWAY IT IS A CRAP
16	SHOOT WHETHER IT WILL ACTIVATE THE BRAKES OR NOT, AND IT IS GOING TO CAUSE A ACCIDENT BECAUSE YOU DON'T KNOW WHEN OR
17	WHERE IT IS GOING TO HAPPEN. I WROTE A COMPLAINT AT CAR
18	COMPLAINTS.COM AND I SAW SEVERAL OTHER PEOPLE HAVING THE SAME PROBLEM. I WORRY ABOUT THE SNOW AND WHAT WOULD HAPPEN IT IS A VERY UNSAFE CONDITION PLEASE HELP WITH
19	GETTING VW TO FIX THIS ISSUE. THANK YOU
20	• August 13, 2019
21	WHEN EXITING A DRIVEWAY INTO TRAFFIC, IF THERE IS A DECLINE OR HUL. THE AUTOMATIC PREAKING CAUSES THE CAR TO STALL IN
22	OR HILL, THE AUTOMATIC BREAKING CAUSES THE CAR TO STALL IN THE MIDDLE OF THE ROAD. THIS HAS HAPPENED SEVERAL TIMES NOW IN 2 DIFFERENT PLACES. THE SENSORS START BEEPING AND THE
23	CAR WILL SHUT DOWN WHERE YOU HAVE NO CONTROL. YOU HAVE
24	TO PUT THE CAR BACK IN GEAR AND RESTART THE ENGINE. THIS IS
25	VERY DANGEROUS. I LET THE SERVICE DEPARTMENT AT VW IN DEVON KNOW AND THEY SAID THEY COULDN'T FIND ANYTHING WEONG WITH IT AFTER PLINNING DIAGNOSTICS
26	WRONG WITH IT AFTER RUNNING DIAGNOSTICS.
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	AMENDED CLASS ACTION COMPLAINT 45

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1	91. Complaints for the 2019 VW Atlas are similar:
2	• March 29, 2019
	THE CONTACT OWNS A 2019 VOLKSWAGEN ATLAS. THE CONTACT
3	STATED THAT THE BRAKE SAFETY FEATURE ENGAGED WHEN DRIVING ON AN INCLINE OR OVER BUMPS IN THE ROAD. THE SAFETY
4	FEATURE CAUSED THE VEHICLE TO COME TO A COMPLETE STOP. THE
5	CONTACT STATED THAT THE ENGINE AREA EMITTED A BEEPING AND GRINDING NOISE WHEN THE ENGINE SHUT DOWN. THE CONTACT HAD
6	TO PLACE THE GEAR INTO PARK, THEN REVERSE, AND THEN RESTART
7	THE ENGINE TO REGAIN NORMAL FUNCTION. THE CONTACT SPOKE WITH LARRY H. MILLER VOLKSWAGEN (10205 WEST PAPAGO FWY,
8	AVONDALE, AZ 85323, (480) 865-3991) AND WAS INFORMED THAT THE
9	VEHICLE WAS PERFORMING NORMALLY AND THE SAFETY FEATURE ENGAGED WHEN IT SENSED AN INCLINE. THE DEALER ADVISED THE
10	CONTACT THAT THE MANEUVER BRAKING SYSTEM COULD BE DISENGAGED TO STOP THE INCLINE DETECTION. THE VEHICLE WAS
11	NOT REPAIRED. THE MANUFACTURER WAS NOT CONTACTED. THE FAILURE MILEAGE WAS 1,500.
12	• April 25, 2019
13	CAR BRAKES BY ITSELF THINKING THERE IS ANOTHER VEHICLE IN
14	FRONT OF IT. THIS HAS HAPPENED ON 3 OCCASIONS TOOK IT INTO THE DEALER AND THEY SAY EVERYTHING IS OK DONT FOLLOW TO CLOSE.
15	THEY SEEM TO NOT UNDERSTAND THAT THERE IS NO VEHICLE IN FRONT OF OUR CAR. THIS COULD BE A PRETTY BAD SITUATION IF THE
16	VEHICLE DESIDES TO SLAM ON THE BRAKES WITH A SEMI TRUCK BEHIND YOU.
17	• June 14, 2019
18	AUTO BRAKING SYSTEM CAUSES CAR TO BRAKE WHEN EXITING A
19	DRIVEWAY. ALERTS TO THE ROAD AS AN OBSTACLE WHEN GOING DOWN AN INCLINE. THE SYSTEM READS ROAD AS AN OBSTACLE, LIKE
20	A PERSON OR CAR. BRAKING SYSTEM CAUSES CAR TO BRAKE LEAVING DRIVEWAYS. CAR COMES TO A COMPLETE STOP, ENGINE
21	CUTS OFF WITH CAR IN TRAFFIC - ONCOMING TRAFFIC. THIS IS THE
22	BRAKE MANUEVERING SYSTEM - READS ROAD AS A HAZARD CAUSING THE CAR TO AUTOMATICALLY APPLY THE BRAKES. BRAKES
23	ARE APPLIED SUDDENLY AND THE FORCE IS AS IF I AM BEING HIT AT A HIGH SPEED FROM BEHIND. THAT IS WHAT I THOUGHT HAPPENED.
24	TAKES 15-20 SECONDS TO RESTART THE CAR, DURING WHICH TIME I
25	'M IN TRAFFIC OR HALF IN TRAFFIC AND HALF IN THE DRIVEWAY SUBJECT TO GREAT BODILY HARM FROM OTHER CARS THOSE THAT
26	DO NOT EXPECT ME TO BE STOPPED THERE OR FROM CARS BEHIND ME THIS PLACES ME, MY FAMILY, PASSENGERS AND OTHER DRIVERS
27	AT GREAT RISK OF HARM.
28	THIS HAS HAPPENED NUMEROUS TIMES AND AT NUMEROUS
	AMENDED CLASS ACTION COMPLAINT 46
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1	DIFFERENT SPEEDS. EACH TIME I HAVE BEEN LUCKY TO HAVE AVOIDED BEING HIT. I HAVE BEEN TOLD THAT THIS IS HOW THE CAR
2	IS DESIGNED AND THAT THERE IS NO FIX FOR THIS EXCEPT TO TURN
3	OFF THE SYSTEM WHICH ALSO TURNS OFF THE SYSTEM SHOULD A HAZARD APPEAR BEFORE MY VEHICLE. I WAS REQUIRED TO TURN
4	OFF THE SYSTEM MYSELF BECAUSE VW HAS STATED IT IS A LIABILITY FOR THEM TO TURN IT OFF. THE DATE LISTED IS THE FIRST
5	TIME IT HAPPENED BUT IT HAS HAPPENED CLOSE TO A DOZEN TIMES.
6	I HAVE TAKEN THE CAR IN TWICE ONLY TO BE TOLD THAT THERE IS NOTHING THEY CAN DO AS THE SYSTEM IS OPERATING AS DESIGNED.
7	VW HAS TOLD ME THAT THE SYSTEM CANNOT DIFFERENTIATE AND TO ENSURE THE BRAKING DOES NOT GO ON (ALTHOUGH IT WILL
8	STILL BEEP AND ALERT) I MUST EXIT ALL DRIVEWAYS NO FASTER
9	THAN 3 MPH. WHEN EXITING INTO HIGH TRAFFIC AREAS, SUCH AS WHERE I LIVE THIS WILL PLACE ME AT GRAVE DANGER.
10	• June 19, 2019
11	THE CAR IS 6 MONTHS OLD. WE HAVE 5 DOCUMENTED CASES OF THE VEHICLE STOPPING/BRAKING ON IT'S OWN FOR NO REASON. THE
12	DEALER AND VW CORPORATE DO NOT HAVE A FIX AND SUGGESTED
13	WE KEEP DRIVING IT TO GET MORE DOCUMENTED OCCURRENCES. THE VEHICLE POSES AN EXTREME SAFETY RISK AT THIS TIME DUE TO
14	FAULTY BRAKING ASSIST MECHANISMS. 2 OF THE 5 OCCURRENCES INVOLVED IT THROWING THE PARKING BRAKE ON BY ITSELF AND
15	THE OTHER 3 WERE DRASTIC SLOW DOWNS WITH NOTHING AROUND.
16	ALL INCIDENTS REPORTS ARE ATTACHED AND ARE EXACTLY WHAT
17	<ul><li>WAS TURNED INTO THE DEALER AND VW CORPORATE.</li><li>July 1, 2019</li></ul>
18	1) RADAR AUTO-BRAKE: WHEN PARALLEL PARKING AND BACKING (
19	GOING IN REVERSE ) PARALLEL TO THE CURB, AT MAYBE 2 MPH AND 10 INCHES FROM CURB, I GOT YELLOW STOP, STOP !!!!!!! MESSAGE
20	FOLLOWED BY SENSATION OF HITTING AN OBJECT AND BEING
21	THROWN INTO THE SEAT. ONLY THERE WAS NO OBJECT. RAN OUT OF A CAR, NOTHING AND NOBODY THERE, AT LEAST FOR 50 YARDS. AN
22	AUTO-BRAKE ENGAGED. • July 3, 2019
23	FROM THE PARKING LOT OF A LARGE SHOPPING CENTER WE TRIED TO
24	TURN ONTO THE MAIN ROAD. WE PRESSED THE GAS PEDAL AND
25	STARTED TO ACCELERATE, WENT A FEW FEET AND THEN THE CAR SLAMMED ON THE BRAKES ITSELF WHEN WE WERE ABOUT HALFWAY
26	INTO THE LANE. WE THEN HAD TO PRESS ON THE ACCELERATOR A FEW TIMES AND IT FINALLY KICKED IN AND STARTED MOVING
27	AGAIN. THANKFULLY NO ONE WAS COMING IN THAT LLANE AS WE WERE STOPPED HALFWAY IN IT. THE SAME EXACT THING HAPPENED
28	WERE STOFFED HALF WAT IN II. THE SAME EAACT THING HAPPENED
	AMENDED CLASS ACTION COMPLAINT 47

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1	THE NEXT DAY AND THEN IT ALSO HAPPENED TWO TIMES IN REVERSE BACKING OUT OF A DRIVEWAY.
2	<ul> <li>July 26, 2019</li> </ul>
3	VEHICLE HAS A FAULTY FRONT FACING CAMERA THAT HAS OR HAD
4	A DATA ISSUE THAT CAUSES THE VEHICLE TO IMMEDIATELY STOP WITHOUT WARNING AND THE PARKING BRAKE TO ENGAGE. I TOOK
5	THE VEHICLE TO TOM WOOD VOLKSWAGEN WHERE THEY
6	CONFIRMED THE ISSUE, AND SAID IT HAD HAPPENED SOME PLACE ELSE AS WELL. THIS WILL EASILY CAUSE REAR IMPACT CRASHES BECAUSE THE VEHICLE ABRUPTLY STOPS IN THE MIDDLE OF THE
7	ROAD WITHOUT WARNING.
8	• August 1, 2019
9	THE CONTACT OWNS A 2019 VOLKSWAGEN ATLAS. WHILE DRIVING UP AN INCLINED ROAD AND MAKING A LEFT TURN, THE COLLISION
10	AVOIDANCE SYSTEM BEEPED WHILE ERRONEOUSLY SENSING
11	SOMETHING WAS AHEAD OF THE VEHICLE. ALSO, WHILE THE VEHICLE WAS IN REVERSE, THE BACK-UP CAMERA DID NOT
12	IMMEDIATELY DISPLAY THE PERSON WALKING BEHIND THE VEHICLE. THE PERSON WAS NOT DISPLAYED ON THE CAMERA UNTIL THEY
13	WERE IN THE MIDDLE OF THE SCREEN. THE CAUSE OF THE FAILURES WAS NOT DETERMINED. NORM REEVES VOLKSWAGEN (20 AUTO
14	CENTER DR, IRVIN, CA) WAS NOTIFIED OF THE FAILURE AND STATED THAT THE VEHICLE OPERATED NORMALLY. THE MANUFACTURER
15	WAS ALSO CONTACTED. THE FAILURE MILEAGE WAS 800.
16	• August 7, 2019
17	AUTOMATIC COLLISION BRAKING SYSTEM ENGAGES IN SUDDEN AND UNEXPECTED BRAKING WHEN THERE IS NO OBSTACLE (OR CARS)
18	NEAR VEHICLE. AUTOMATIC BRAKES HAVE STOPPED CAR TO A HALT WITHOUT WARNING WHEN DRIVING ON OR TURNING ON SLIGHT
19	SLOPE CITY STREET THAT LEVELS OUT TO THE ROAD. THE SUDDEN
20	BRAKING HAS ALMOST CAUSED COLLISIONS AS VEHICLE STOPS FOR NO REASON WITHOUT WARNING IN MIDDLE OF STREET/TRAFFIC.
21	VERY CONCERNED AS NO WAY TO TURN OFF SYSTEM AND AFRAID TO DRIVE VEHICLE FOR FEAR IT WILL STOP AUTOMATICALLY FOR NO
22	REASON IN HEAVIER TRAFFIC OR ON BRIDGE WHERE ANGLE OF
23	ROAD/BRIDGE MAY SLOPE. THE SUDDEN BRAKING HAS OCCURRED TWICE THIS WEEK AT LOCATION I HAVE TO DRIVE TO EVERY DAY
24	AND CANNOT BYPASS.
25	• August 15, 2019
26	I WAS DRIVING DOWN A ROAD GOING 35 MPH AND SUDDENLY THE AUTOMATIC BRAKING SYSTEM ENGAGED CAUSING THE VEHICLE TO SLAM ON ITS BRAKES ALMOST COMPLETELY STOPPING. THERE WAS
27	NO ADVANCE WARNING THAT THIS WAS GOING TO OCCUR (E.G.
28	SOUND OR DASHBOARD ALERT). FURTHER THERE WERE NO CARS IN
	AMENDED CLASS ACTION COMPLAINT 48 CASE NO. 4:20-CV-02394-JST 48

FRONT OF ME, NO PEDESTRIANS, OR ANYTHING ELSE THAT COULD HAVE CAUSED THE FRONT COLLISION AUTOMATIC BRAKING TO ENGAGE. THANKFULLY THERE WAS NO VEHICLE IMMEDIATELY BEHIND ME OR THEY WOULD HAVE SURELY CRASHED INTO ME.

### C. The VW Defendants Had A Duty To Disclose The AEB Defect

92. The VW Defendants had – and continue to have – a duty to fully disclose the true nature of the AEB Defect to Class Vehicle owners, among other reasons, because the AEB Defect poses an unreasonable safety hazard; because the VW Defendants had and have exclusive knowledge or access to material facts about the Class Vehicles' AEB Systems that were and are not known to or reasonably discoverable by Plaintiffs and Class members; and because the VW Defendants have actively concealed the AEB Defect from its customers at the time of purchase or repair and thereafter.

93. The VW Defendants also had a duty to disclose because they made and continue to make partial representations about the AEB Systems on Monroney window stickers, which are affixed to the window of every VW and Audi Class Vehicle at the time of sale, and which uniformly tout AEB Systems as a "safety/convenience" feature without disclosing the AEB Defect. For example, the Audi Monroney sticker described Audi pre sense basic as "preventative occupant protection" and Audi pre sense city is described as "low speed collision assist."

94. Just like the Monroney stickers on every other Audi and VW Class Vehicle, the VW Defendants never disclosed the AEB Defect or otherwise directed Class members to the relevant portions of the owner's manuals.

95. For VW vehicles, the Monroney sticker describes the AEB Systems as "Forward Collision Warning & Autonomous Emergency Braking (Front Assist)." Like Audi, VW's Monroney window stickers never disclosed the AEB Defect or otherwise directed Class members to the relevant portions of the owner's manuals.

96. The VW Defendants also had a duty to disclose because they made and continue to make partial representations about the AEB Systems on their online marketing. For Audi cars, the VW Defendants maintain a website called "Audi Technology Portal" that describes Audi pre sense

in detail, and displays videos explaining how the system is intended to work.<sup>41</sup> Similarly, on audiusa.com, Audi touts that the pre sense system "can help detect potential threats and aid by initiating preventative measures, helping to protect you from the world around."

97. Similarly for VW cars, the VW Defendants maintain a website called "Newsroom" and posted a YouTube video that describes the VW Front Assist system in detail.<sup>42</sup> Despite this, the VW Defendants do not disclose on any website that the system is prone to false activations that can cause the car to suddenly stop or slow down for no good reason.

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## INADEQUATE REMEDY AT LAW

98. "A claimant otherwise entitled to a remedy for unjust enrichment, including a remedy originating in equity, need not demonstrate the inadequacy of available remedies at law."
Restatement (Third) of Restitution, § 4(2).

12 99. Nonetheless, Plaintiff Sharma has no adequate remedy at law. VW has admitted 13 that the written warranties associated with Plaintiffs' vehicles do not cover design defects, and thus 14 Plaintiffs have no claim for breach of express warranty. See ECF No. 34, at 9 ("Plaintiffs' express 15 warranty claims must be dismissed because the warranties involved here "do not cover design 16 defects."); see also id. ("Plaintiffs' claim that the same alleged common defect exists in the Bosch 17 radar sensor modules in all putative class vehicles is a claim of design defect that is not covered 18 under the [warranties]."); *id.* at 22 ("Plaintiffs have failed to establish a valid warranty claim under 19 state law...."). Thus, given that by Defendants' own admissions the warranties are not applicable 20 here, Plaintiff Sharma lacks an adequate remedy at law.

21 100. Alternatively, legal remedies available to Plaintiffs are inadequate because they are 22 not "equally prompt and certain and in other ways efficient" as equitable relief. American Life Ins. 23 Co. v. Stewart, 300 U.S. 203, 214 (1937); see also U.S. v. Bluitt, 815 F. Supp. 1314, 1317 (N.D. 24 Cal. Oct. 6, 1992 ("the 'mere existence' of a possible legal remedy is not sufficient to warrant 25 denial of equitable relief"); Quist v. Empire Water Co., 2014 Cal. 646, 643 (1928) ("The mere fact 26 <sup>41</sup> https://www.audi-technology-portal.de/en/electrics-electronics/safety-systems/adaptive-restraintsystem/specials1/audi-prologue-piloted-driving en/audi-pre-sense en 27 <sup>42</sup> https://newsroom.vw.com/vehicles/technology/helping-you-on-the-road/; https://www.youtube.com/watch?v=fvVGPNGwpZE 28

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that there may be a remedy at law does not oust the jurisdiction of a court of equity. To have this
effect, the remedy must also be speedy, adequate, and efficacious to the end in view ... It must
reach the whole mischief and secure the whole right of the party in a perfect manner at the present
time and not in the future").

- a. Damages are not equally certain as restitution because the standard that governs ordering restitution is different than the standard that governs damages. Hence, the Court may award restitution even if it determines that Plaintiffs fail to sufficiently adduce evidence to support an award of damages.
- b. Damages and restitution are not necessarily the same amount. Unlike damages, restitution is not limited to the amount of money defendant wrongfully acquired plus the legal rate of interest. Equitable relief, including restitution, entitles the plaintiff to recover all profits from the wrongdoing, even where the original funds taken have grown far greater than the legal rate of interest would recognize. Plaintiffs seek such relief here.
  - c. Legal claims for damages are not equally certain as restitution because claims under the CLRA, UCL and unjust enrichment entail few elements.

d. Plaintiffs also lack an adequate remedy at law to prevent future harm.

VII. PRE-SUIT NOTICE

101. On August 2, 2019, Stephen Moonesar sent a letter via certified mail notifying Audi of America and Volkswagen Group of America of the AEB Defect in Audi cars and demanding they institute of a recall program and make full restitution to all purchasers. The notice letter was sent on behalf all individuals in the United States who purchased 2015-2019 model year Audi cars equipped with the AEB System. The notice letter specifically provided notice of California's Consumer Legal Remedies Act, and any applicable California or New Jersey consumer statutes.

102. On October 1, 2019, Neeraj Sharma sent a substantially similar letter pertaining to 2015-2019 model year Audi cars and VW cars equipped with the AEB System via certified mail or federal express to Audi of America and Volkswagen Group of America.

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## VIII. TOLLING OF THE STATUTE OF LIMITATIONS

103. Any applicable statute of limitations has been tolled by the deceptive conduct alleged herein. Through no fault or lack of diligence, Plaintiffs and Class members were deceived regarding the AEB Defect and could not reasonably discover the latent nature of the defect.

104. Plaintiffs and Class members could not reasonably discover Defendants' deception with respect to the AEB Defect in the Class Vehicles prior to experiencing a failure and/or being informed of the reason for the failure. Within the time period of any applicable statutes of limitations, Plaintiffs and Class members could not have discovered through the exercise of reasonable diligence that Defendants were concealing the AEB Defect.

105. Plaintiffs and Class members did not discover and did not know of any facts that would have caused a reasonable person to suspect that Defendants were concealing a latent defect and/or that the Class Vehicles contained defective AEB systems that are a safety risk. As alleged herein, the existence of the AEB Defect and safety risk were material to Plaintiffs and Class members at all relevant times.

106. At all times, Defendants are and were under a continuous duty to disclose to Plaintiffs and Class members the true standard, quality, and grade of the Class Vehicles and to disclose the AEB Defect and potential safety risk associated therewith.

107. Defendants knowingly, actively and affirmatively concealed the facts alleged herein including the AEB Defect. Plaintiffs and Class members reasonably relied on Defendants' knowing, active, and affirmative concealment.

108. For these reasons, all applicable statutes of limitation have been tolled based on the discovery rule and Defendants' fraudulent concealment and Defendants are estopped from relying on any statutes of limitations in defense of this action.

AMENDED CLASS ACTION COMPLAINT CASE NO. 4:20-CV-02394-JST

IX.

## CLASS ACTION ALLEGATIONS

109. Plaintiffs bring this action pursuant to Federal Rules of Civil Procedure 23(a) and 23(b)(1), (b)(2) and/or (b)(3) on behalf of the following Classes:

- Nationwide: All persons in the United States who purchased or leased a Class Vehicle with an AEB System supplied by Bosch (the "Nationwide Class" or "Class");
- <u>Multi-state:</u> All persons in California, Florida, Illinois, Massachusetts, Michigan, Minnesota, Missouri, New Jersey, New York, and Washington who purchased or leased a Class Vehicle with an AEB System supplied by Bosch (the "Multi-State Consumer Fraud Class");<sup>43</sup>
  - <u>New Jersey:</u> All persons in New Jersey who purchased or leased a Class Vehicle with an AEB System supplied by Bosch (The "New Jersey Subclass"); and
  - <u>California:</u> All persons in California who purchased or leased a Class Vehicle with an AEB System supplied by Bosch (the "California Subclass").

# 110. Subject to additional information obtained through further investigation and discovery, the above-described Classes may be modified in an amended complaint or at class certification, or additional subclasses may be added.

111. Specifically excluded from the Classes are Defendants, Defendants' officers,
directors, agents, trustees, parents, children, corporations, trusts, representatives, employees,
principals, servants, partners, joint ventures, or entities controlled by Defendants, and their heirs,
successors, assigns, or other persons or entities related to or affiliated with Defendants and/or
Defendants' officers and/or directors, the judge assigned to this action, and any member of the
judge's immediate family.



<sup>43</sup> Fraud laws under the facts of this case: California (Cal. Bus. & Prof. Code § 17200, *et seq.*);
Florida (Fla. Stat. § 501.201, *et seq.*); Illinois (815 Ill. Comp. Stat. 505/1, *et seq.*); Massachusetts (Mass. Gen. Laws Ch. 93A, *et seq.*); Michigan (Mich. Comp. Laws § 445.901, *et seq.*); Minnesota (Minn. Stat. § 325F.67, *et seq.*); Missouri (Mo. Rev. Stat. § 407.010, *et seq.*); New Jersey (N.J. Stat. § 56:8-1, *et seq.*); New York (N.Y. Gen. Bus. Law § 349, *et seq.*); and Washington (Wash. Rev. Code § 19.86.010, *et seq.*).

112. **Numerosity.** The members of the proposed Classes are geographically dispersed 1 2 throughout the United States and are so numerous that individual joinder is impracticable. Upon 3 information and belief, Plaintiffs reasonably estimate that there are tens of thousands of individuals 4 that are members of the proposed Classes. Although the precise number of proposed members is 5 unknown to Plaintiffs, the true number of Class members is known by Defendants. More 6 specifically, the VW Defendants and their network of authorized dealers maintains databases that 7 contain the following information: (i) the name of each Class member that leased or purchased a 8 Class Vehicle; and (ii) the address of each Class member. Thus, Class members may be identified 9 and notified of the pendency of this action by first class mail, electronic mail, and/or published 10 notice, as is customarily done in consumer class actions. 11

113. **Existence and predominance of common questions of law and fact.** Common questions of law and fact exist as to all Class members and predominate over any questions affecting only individual Class members. These common legal and factual questions include, but are not limited to, the following:

- Whether the Class Vehicles are equipped with AEB Systems;
- Whether the Class Vehicles suffer from the AEB Defect;
- Whether the Class Vehicles contain a design defect and/or a defect in material, manufacturing and/or workmanship;
- Whether the AEB Defect constitutes an unreasonable safety hazard;
- Whether Defendants knew or should have known about the AEB Defect and, if so, how long Defendants have known of the AEB Defect;
- Whether Defendants had a duty to disclose that the Class Vehicles suffer from the AEB Defect;
  - Whether Defendants breached their duty to disclose that the Class Vehicles suffer from the AEB Defect;
- Whether Defendants intentionally and knowingly concealed, suppressed and/or omitted material facts including the fact that the Class Vehicles suffered from the
  - AEB Defect;

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- Whether Defendants violated applicable state consumer protection statutes;
  - Whether Defendants have been unjustly enriched; and
  - Whether Plaintiffs and the Classes are entitled to damages, restitution, equitable, injunctive, compulsory, or other relief.

114. Typicality. Plaintiffs' claims are typical of the claims of the other Class membersin that Plaintiffs sustained damages arising out of the same illegal actions and conduct byDefendants.

115. Adequacy of Representation. Plaintiffs will fairly and adequately protect the interests of Class members. Plaintiffs have retained counsel who are highly experienced in complex consumer class action litigation, and Plaintiffs intend to vigorously prosecute this action on behalf of the Classes. Furthermore, Plaintiffs have no interests that are antagonistic to those of the Classes.

116. **Superiority.** A class action is superior to all other available means for the fair and efficient adjudication of this controversy. The damages or other financial detriment suffered by Class members is relatively small compared to the burden and expense of individual litigation of their claims against Defendants. It would thus be virtually impossible for Class members, on an individual basis, to obtain effective redress for the wrongs committed against them. Furthermore, even if Class members could afford such individualized litigation, the court system could not. Individualized litigation would create the danger of inconsistent or contradictory judgments arising from the same set of facts. Individualized litigation would also increase the delay and expense to all parties and the court system from the issues raised by this action. By contrast, the class action device provides the benefits of adjudication of these issues in a single proceeding, economies of scale, and comprehensive supervision by a single court, and presents no unusual management difficulties under the circumstances.

117. In the alternative, the Classes may also be certified because the prosecution of
separate actions by individual members of the Classes would create a risk of inconsistent or
varying adjudication with respect to individual Class members that would establish incompatible
standards of conduct for the Defendants. The prosecution of separate actions by individual Class

members also would create a risk of adjudications with respect to them that would, as a practical matter, be dispositive of the interests of other members of the Classes not parties to the adjudications, or substantially impair or impede their ability to protect their interests. Finally,
Defendants have acted or refused to act on grounds generally applicable to the Classes whole,
thereby making appropriate final declaratory and/or injunctive relief with respect to the members of the Classes as a whole.

X. CLAIMS FOR RELIEF

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## <u>COUNT I</u> Unjust Enrichment

118. Plaintiffs incorporate and reallege each preceding paragraph as though fully set forth herein.

119. Plaintiffs bring this claim on behalf of themselves and the members of the Nationwide Class and the Subclasses against all Defendants.

120. To the extent required by law, Plaintiff Moonesar's claim for unjust enrichment is alleged in the alternative to his legal claim, as permitted under Rule 8.

121. Defendants have benefitted by selling defective AEB Systems, or by selling and leasing Class Vehicles equipped with the defective AEB Systems, which resulted in Class members overpaying for their vehicles.

122. Defendants have received and retained unjust benefits from Plaintiffs and Class members, and inequity has resulted.

123. It is inequitable and unconscionable for Defendants to retain these benefits.

124. Because Defendants failed to disclose and concealed the AEB Defect, Plaintiffs and Class members were not aware of the true facts concerning the Class Vehicles and did not benefit from Defendants' misconduct.

125. Defendants knowingly accepted the unjust benefits of their conduct.

126. The relationship between Defendants on the one hand, and Plaintiffs and Class members on the other, is sufficient to support a claim for unjust enrichment. Defendants, acting in concert, failed to disclose the AEB Defect to improve retail sales, which in turn improved wholesale sales. Conversely, Defendants knew that disclosure of the AEB Defect would suppress
retail and wholesale sales of the Class Vehicles, suppress leasing of the Class Vehicles, and would
negatively impact the reputation of Defendants' brands among Plaintiffs and Class members.
Defendants also knew their concealment and suppression of the AEB Defect would discourage
Plaintiffs and Class members from seeking replacement or repair of the AEB Systems, thereby
increasing profits and/or avoiding the cost of such replacement or repairs.

127. As a result of Defendants' misconduct, the amount of their unjust enrichment should be disgorged and returned to Plaintiffs and Class members, in an amount to be proven at trial.

## COUNT II

# Unfair Competition Law, Bus. & Prof. Code § 17200 et seq. ("UCL")

128. Plaintiffs incorporate and reallege each preceding paragraph as though fully set forth herein.

129. The UCL has extraterritorial application where the defendant's wrongful conduct emanated in part from California. Accordingly, Plaintiff Sharma brings this claim under the UCL against all Defendants on behalf of himself and the putative Nationwide Class, the Multi-State Consumer Fraud Class, and the California Subclass.

130. California Business & Professions Code Section 17200 prohibits acts of "unfair competition," including any "unlawful, unfair or fraudulent business act or practice" and "unfair, deceptive, untrue or misleading advertising."

131. Defendants knew that the Class Vehicles' AEB Systems suffered from an inherent defect, were defectively designed and/or manufactured, would fail prematurely, and/or were not suitable for their intended use.

132. In failing to disclose the AEB Defect, Defendants knowingly and intentionally concealed material facts and breached their duty to disclose the AEB Defect, thereby engaging in a fraudulent business act or practice within the meaning of the UCL.

133. Defendants were under a duty to disclose the defective nature of the Class Vehicles' AEB Systems because: a) Defendants were in a superior position to know the true state of facts about the safety defect in the Class Vehicles' AEB Systems and actively concealed the defective nature of the Class Vehicles' AEB Systems. In addition, the VW Defendants made partialdisclosures about the Class Vehicles without revealing the defective nature of the AEB Systems.

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134. The AEB Defect is a safety hazard, and a reasonable person would have considered the AEB Defect to be important in deciding whether or not to purchase or lease the Class Vehicles, or to pay less for them. Had Plaintiffs and other Class members known that the Class Vehicles suffered from the AEB Defect described herein, they would not have purchased or leased the Class Vehicles or would have paid less for them.

135. Defendants continued to conceal the defective nature of the Class Vehicles and theirAEB Systems even after consumers began to report problems. Defendants continue to cover upand conceal the true nature of this systematic problem today.

136. Defendants' conduct, as set forth herein, also constitute "unfair" business acts and practices within the meaning of the UCL, in that Defendants' conduct was injurious to consumers, offended public policy, and was unethical and unscrupulous. This conduct includes rushing unsafe AEB Systems to market and withholding material information about the dangers of the AEB System from consumers.

137. Defendants' conduct, as set forth herein, also constitute unlawful business acts or practices because they violate consumer protection laws and the common law as set forth herein.

138. Thus, by their conduct, Defendants have engaged in unfair competition and unlawful, unfair, and fraudulent business practices.

139.Defendants' unfair or deceptive acts or practices occurred repeatedly in Defendants'trade or business and were capable of deceiving a substantial portion of the purchasing public.

140. As a direct and proximate result of Defendants' unfair and deceptive practices,Plaintiff and the other Class members suffered and will continue to suffer actual damages.

141. Plaintiff Sharma seeks restitution and injunctive relief individually and on behalf of the putative Classes.

AMENDED CLASS ACTION COMPLAINT CASE NO. 4:20-CV-02394-JST

#### COUNT III

### Consumer Legal Remedies Act, Cal. Civ. Code § 1750 et seq. ("CLRA")

142. Plaintiffs incorporate and reallege each preceding paragraph as though fully set forth herein.

143. Plaintiff Sharma brings this claim on behalf of himself, the Nationwide Class, and California Subclass against the VW Defendants.

144. Each Defendant is a "person" as defined by California Civil Code § 1761(c).

145. Plaintiffs and the other California Subclass members are "consumers" within the meaning of California Civil Code § 1761(d).

146. By failing to disclose and concealing the AEB Defect, Defendants violated California Civil Code § 1770(a)(5), (7) and (9).

147. Defendants' unfair and deceptive acts or practices occurred repeatedly in Defendants' trade or business, were capable of deceiving a substantial portion of the purchasing public, and imposed a serious safety risk on the public.

148. Defendants knew that the Class Vehicles' AEB Systems suffered from an inherent defect, were defectively designed or manufactured, would fail prematurely, and were not suitable for their intended use.

149. Defendants were under a duty to disclose the defective nature of the Class Vehicles' AEB Systems and/or the associated repair costs because: a) Defendants were in a superior position to know the true state of facts about the safety defect contained in the Class Vehicles' AEBs;
b) Plaintiffs and the other Class members could not reasonably have been expected to learn or discover that their Class Vehicles were defective prior to purchase; and c) Defendants knew that Plaintiff and the other Class members could not reasonably have been expected to learn about or discover the AEB Defect.

150. By failing to disclose the AEB Defect, Defendants knowingly and intentionally concealed material facts and breached their duty not to do so.

members are material because a reasonable consumer would have considered them to be important

The facts concealed or not disclosed by Defendants to Plaintiffs and the other Class

151.

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1	in deciding whether or not to purchase the Class Vehicles, or to pay less for them. Had Plaintiffs		
2	and other class members known that the Class Vehicles were defective, they would not have		
3	purchased the Class Vehicles or would have paid less for them.		
4	152. Plaintiffs and other Class members are reasonable consumers who do not expect that		
5	their vehicles will suffer from an AEB Defect.		
6	153. As a result of Defendants' misconduct, Plaintiffs and other Class members have		
7	been harmed and have suffered actual damages in that the Class Vehicles and their AEB Systems		
8	are defective and require repairs or replacement.		
9	154. As a direct and proximate result of Defendants' unfair or deceptive acts or practices,		
10	Plaintiffs and other Class members have suffered and will continue to suffer actual damages.		
11	155. Plaintiff Sharma provided pre-suit notice as required under California Civil Code		
12	§ 1782.		
13	156. Plaintiff Sharma seeks restitution, injunctive relief, punitive damages, and attorney's		
14	fees under the CLRA.		
	<u>COUNT IV</u>		
15			
15 16	<u>COUNT IV</u> Violation Of The New Jersey Consumer Fraud Act ("NJCFA")		
16	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")		
16 17 18	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")157.Plaintiffs incorporate and reallege each preceding paragraph as though fully set		
16 17 18 19	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")         157.       Plaintiffs incorporate and reallege each preceding paragraph as though fully set         forth herein.		
16 17 18	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")         157.       Plaintiffs incorporate and reallege each preceding paragraph as though fully set         forth herein.       158.         Plaintiff Moonesar brings this claim on behalf of himself and a putative Class of		
16 17 18 19 20	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")         157.       Plaintiffs incorporate and reallege each preceding paragraph as though fully set         forth herein.       158.         Plaintiff Moonesar brings this claim on behalf of himself and a putative Class of         New Jersey consumers against the VW Defendants.		
16 17 18 19 20 21	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")         157.       Plaintiffs incorporate and reallege each preceding paragraph as though fully set         forth herein.       158.         158.       Plaintiff Moonesar brings this claim on behalf of himself and a putative Class of         New Jersey consumers against the VW Defendants.       159.         Plaintiff Moonesar and New Jersey Subclass members have suffered an injury in		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> </ol>	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")         157.       Plaintiffs incorporate and reallege each preceding paragraph as though fully set         forth herein.       158.         158.       Plaintiff Moonesar brings this claim on behalf of himself and a putative Class of         New Jersey consumers against the VW Defendants.       159.         159.       Plaintiff Moonesar and New Jersey Subclass members have suffered an injury in         fact and lost money or property as a result of Defendants' violations of New Jersey's Consumer		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> </ol>	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")         157.       Plaintiffs incorporate and reallege each preceding paragraph as though fully set         forth herein.       158.         158.       Plaintiff Moonesar brings this claim on behalf of himself and a putative Class of         New Jersey consumers against the VW Defendants.       159.         159.       Plaintiff Moonesar and New Jersey Subclass members have suffered an injury in         fact and lost money or property as a result of Defendants' violations of New Jersey's Consumer         Fraud Act ("NJCFA").		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> </ol>	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")         157.       Plaintiffs incorporate and reallege each preceding paragraph as though fully set         forth herein.       158.         158.       Plaintiff Moonesar brings this claim on behalf of himself and a putative Class of         New Jersey consumers against the VW Defendants.       159.         159.       Plaintiff Moonesar and New Jersey Subclass members have suffered an injury in         fact and lost money or property as a result of Defendants' violations of New Jersey's Consumer         Fraud Act ("NJCFA").         160.       The NJCFA protects consumers from "any unconscionable commercial practice,		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> </ol>	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")         157.       Plaintiffs incorporate and reallege each preceding paragraph as though fully set         forth herein.       158.         158.       Plaintiff Moonesar brings this claim on behalf of himself and a putative Class of         New Jersey consumers against the VW Defendants.       159.         159.       Plaintiff Moonesar and New Jersey Subclass members have suffered an injury in         fact and lost money or property as a result of Defendants' violations of New Jersey's Consumer         Fraud Act ("NJCFA").         160.       The NJCFA protects consumers from "any unconscionable commercial practice,         deception, fraud, false pretense, false promise, misrepresentation, or the knowing, concealment,		
<ol> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> </ol>	Violation Of The New Jersey Consumer Fraud Act ("NJCFA")         157.       Plaintiffs incorporate and reallege each preceding paragraph as though fully set         forth herein.       158.         158.       Plaintiff Moonesar brings this claim on behalf of himself and a putative Class of         New Jersey consumers against the VW Defendants.       159.         159.       Plaintiff Moonesar and New Jersey Subclass members have suffered an injury in         fact and lost money or property as a result of Defendants' violations of New Jersey's Consumer         Fraud Act ("NJCFA").         160.       The NJCFA protects consumers from "any unconscionable commercial practice,         deception, fraud, false pretense, false promise, misrepresentation, or the knowing, concealment,         suppression, or omission, in connection with the sale or advertisement of any merchandise"		

161. Plaintiff Moonesar and New Jersey Subclass members are consumers who purchased and/or leased Class Vehicles for personal, family or household use.

162. Defendants have engaged in conduct that is unlawful, unfair and offends public policy by rushing unsafe AEB Systems to market and withholding material information about the dangers of the AEB System from consumers.

163. Defendants did not fully and truthfully disclose to their customers the true nature of the AEB Defect in the Class Vehicles, nor was this defect readily discoverable at the time of purchase or lease.

164. Defendants intended that Plaintiffs and the Class members rely on their misrepresentation and/or acts of concealment and omission, so that they would purchase and/or lease the Class Vehicles.

12 165. Accordingly, the VW Defendants have engaged in unfair and deceptive trade 13 practices, including representing that the Class Vehicles have characteristics, uses, benefits, and 14 qualities which they do not have; representing that the Class Vehicles are of a particular standard 15 and quality when they are not; advertising Class Vehicles with the intent to not sell them as 16 advertised; and otherwise engaging in conduct likely to deceive. Further, Defendants' acts and 17 practices described herein offend established public policy because of the harm they cause to 18 consumers, motorists, and pedestrians outweighs any benefit associated with such practices, and 19 because Defendants fraudulently concealed the defective nature of the Class Vehicles from 20 consumers.

21 166. Defendants' actions as set forth above occurred in the conduct of trade or
22 commerce.

167. By engaging in the above-described practice and the actions and omissions herein alleged, Defendants have committed one or more unlawful acts in violation of the NJCFA.

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## XI. PRAYER FOR RELIEF

WHEREFORE, Plaintiffs, individually and on behalf of all others similarly situated, respectfully asks this Court to enter judgment against Defendants and in favor of Plaintiffs and the Classes, and award the following relief:

- A. An order certifying this action as a class action pursuant to Rule 23 of the Federal Rules of Civil Procedure, declaring Plaintiffs representatives of the Classes, and Plaintiffs' counsel as counsel for the Classes;
- B. An order awarding declaratory relief and enjoining Defendants from continuing the unlawful, deceptive, fraudulent, harmful, and unfair business conduct and practices alleged herein;
- C. Injunctive and equitable relief in the form of a comprehensive program to repair the AEB Defect, and/or buyback all Class Vehicles, and to fully reimburse and make whole all Class and Subclass members for all costs and economic losses;
  - D. A declaration that Defendants are financially responsible for all Class notice and the administration of Class relief;
- E. An order awarding to the extent available under governing law, restitution, disgorgement, punitive damages, treble damages, exemplary damages and statutory damages; and compensatory damages for economic loss and out-of-pocket costs in an amount to be determined at trial;
  - F. A declaration that Defendants are required to engage in corrective advertising;
  - G. An order requiring Defendants to pay both pre- and post-judgment interest on any amounts awarded;
    - H. An award of costs, expenses, and attorneys' fees as permitted by law; and
    - I. Such other or further relief as the Court may deem appropriate, just, and equitable.
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## XII. DEMAND FOR TRIAL BY JURY

Pursuant to Federal Rule of Civil Procedure 38(b), Plaintiffs demand a trial by jury of any and all issues in this action so triable of right.

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1	Dated: July 31, 2020	BURSOR & FISHER, P.A.
2		By: <u>/s/ Frederick J. Klorczyk III</u>
3		Frederick J. Klorczyk III
4		Joel D. Smith (State Bar No. 244902) Frederick I. Klorczyk III (State Bar No. 320783)
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