

Kimberly Gates Johnson, State Bar No. 282369 Gates Johnson Law MAR 22 2019 2822 Moraga Street 2 San Francisco, CA 94122 CLERK OF THE COURT BY: DAVID W. YUEN Telephone: (628) 219-7750 3 Facsimile: (628) 219-7750 Deputy Clerk kimberly@gatesjohnson.com 4 Attorneys for Plaintiff 5 CENTER FOR ADVANCED PUBLIC AWARENESS 6 7 SUPERIOR COURT OF THE STATE OF CALIFORNIA 8 COUNTY OF SAN FRANCISCO 9 UNLIMITED CIVIL JURISDICTION 10 11 CENTER FOR ADVANCED PUBLIC CGC -19-574721 Case No. AWARENESS, 12 Plaintiff, COMPLAINT FOR CIVIL PENALTIES AND INJUNCTIVE RELIEF 13 v. Violation of Proposition 65, The Safe 14 USA MINISO DEPOT INC.; MINISO DEPOT Drinking Water and Toxic Enforcement Act CA INC.; and DOES 1-30, inclusive, of 1986 (Health & Safety Code § 25249.5 et 15 seq.) Defendants. 16 Action is an Unlimited Civil Case 17 18 19 20 21 UNTLICALLIC 22 23 24 25 26 27 28

interest, alleges a cause of action against Defendants USA MINISO DEPOT INC., MINISO DEPOT CA INC. and DOES 1-30.

INTRODUCTION AND NATURE OF THE ACTION

Plaintiff CENTER FOR ADVANCED PUBLIC AWARENESS, acting in the public

- 1. This Complaint is a representative action brought by Plaintiff CAPA in the public interest of the citizens of the State of California to enforce the People's right to be informed of the health hazards caused by exposures to di(2-ethylhexyl)phthalate (DEHP), d-buty phthalate ("DBP") and Diisononyl phthalate ("DINP"), toxic chemicals found in and on the vinyl/PVC cords, vinyl/PVC jewelry and shoes with vinyl/PVC components manufactured, imported, distributed, sold or offered for sale by defendants in the State of California.
- 2. By this Complaint, plaintiff seeks to remedy defendants' continuing failure to warn individuals not covered by California's Occupational Safety Health Act, Labor Code § 6300 et seq. ("consumers") that they are being exposed to substances known to the State of California to cause cancer, birth defects and other reproductive harm through exposures to DEHP, DINP, and DBP present in and on the vinyl/PVC cords, vinyl/PVC jewelry and shoes with vinyl/PVC components, when consumer use or handle defendants' products that are manufactured, imported, distributed, sold and offered for sale or use throughout the State of California.
- 3. Detectable levels of DEHP, DINP and DBP are found in and on the vinyl/PVC cords, vinyl/PVC jewelry, and shoes with vinyl/PVC components that defendants manufacture, import, distribute, sell and offer for sale to consumers throughout the State of California.
- 4. Pursuant to the Safe Drinking Water and Toxic Enforcement Act of 1986, codified at Health and Safety Code § 25249.6 *et seq*. ("Proposition 65"), it is unlawful for a person in the course of doing business to knowingly and intentionally expose consumers in California to chemicals known to the State to cause cancer, birth defects or other reproductive harm, without first providing a "clear and reasonable" health hazard warning to consumers prior to purchase or use.
- 5. CAPA contends and alleges that Defendants manufacture, distribute, import, sell, and offer for sale products containing DEHP, DINP and DBP, incuding: (a) vinyl/PVC cords, such

as the *Miniso Cellphone Selfie Light Cord*, *Item # 050018081*, *UPC #4 510045 180811*; (b) shoes with vinyl/PVC components, such as the *Miniso Comfortable Flip Flops*, *Item #070045173*, *UPC #4 578347 451738*; and (c) vinyl/PVC jewelry, such as the *Miniso Swim Ring*, *Item #070042991*, *UPC #4 516357 429914* (collectively, hereinafter, the "PRODUCTS"), without the requisite health hazard warning regarding the harms associated with exposures to the chemicals, in violation of Proposition 65. Defendants' conduct subjects them to civil penalties for each violation, enjoinment, and preliminary and permanent injunctive relief. Health & Safety Code §§ 25249.7(a), (b).

PARTIES

- 6. Plaintiff CAPA is a non-profit organization organized under the laws of California and acting in the interest of the general public, dedicated to protecting the health of California citizens by increasing public awareness of hazardous chemicals and to protecting the environment through the elimination or reduction of toxic chemicals utilized in manufacturing consumer products and the promotion of sound environmental practices and corporate responsibility. CAPA is a person, within the meaning of Health & Safety Code § 25249.11(a), and CAPA brings this action in the public interest pursuant to Health and Safety Code § 25249.7(d).
- 7. Defendant USA MINISO DEPOT INC. is a corporation supplying consumer products and doing business within the State of California at all relevant times herein.
- 8. Defendant MINISO DEPOT CA INC. is a privately-held incorporated company located in California, supplying consumer products and doing business within the State, at all relevant times herein.
- 9. Plaintiff is informed, believes and thereon alleges that, at all relevant times, Defendants USA MINISO DEPOT INC. AND MINISO DEPOT CA INC. (collectively, hereinafter, "MINISO") were and are "persons in the course of doing business", with ten (10) or more employees. Health and Safety Code §§ 25249.6 and 25249.11.
- 10. MINISO manufactures, imports, distributes, sells, and offers the PRODUCTS for sale or use in the State of California, or implies by its conduct that it manufactures, imports,

distributes, sells, and offers the PRODUCTS for sale or use in the State of California.

- 11. Defendants DOES 1-10 ("MANUFACTURER DEFENDANTS") are each a person in the course of doing business, within the meaning of Health and Safety Code §§ 25249.6 and 25249.11. MANUFACTURER DEFENDANTS, and each of them, assemble, fabricate, and manufacture, or imply their conduct that they are responsible for one or more of the PRODUCTS offered for sale or use in California.
- 12. Defendants DOES 11-20 ("DISTRIBUTOR DEFENDANTS") are each a person in the course of doing business. Health and Safety Code §§ 25249.6, 25249.11. DISTRIBUTOR DEFENDANTS, and each of them, distribute, transfer, and transport, or each impliedly does so by its conduct, one or more of the PRODUCTS to individuals, businesses, or retailers for sale or use in California
- 13. Defendants DOES 21-30 ("RETAILER DEFENDANTS") are each a person in the course of doing business. Health and Safety Code §§ 25249.6 and 25249.11. RETAILER DEFENDANTS, and each of them, offer the PRODUCTS for sale to individuals in California.
- 14. At this time, the true names of defendants DOES 1 through 30, inclusive, are unknown to plaintiff, who, therefore, sues said defendants by their fictitious names, pursuant to Code of Civil Procedure § 474. Plaintiff is informed and believes, and on that basis alleges, that each of the fictitiously named defendant is responsible in some manner for the acts and occurrences alleged herein and the damages caused thereby. When ascertained, their true names and capacities shall be reflected in an amended complaint.
- 15. At all times mentioned herein, MINISO, MANUFACTURER DEFENDANTS, DISTRIBUTOR DEFENDANTS, and RETAILER DEFENDANTS shall, hereinafter, where appropriate, be referred to collectively as the "DEFENDANTS."

JURISDICTION AND VENUE

16. This Court has jurisdiction over this action pursuant to Cal. Health & Safety Code § 25249.7, allowing enforcement by any court of competent jurisdiction. The California Superior Court has jurisdiction over this action pursuant to California Constitution Article VI, section 10,

which grants the Superior Court "original jurisdiction in all causes except those given by statute to other trial courts." The statute under which this action is brought does not specify any other basis of subject matter jurisdiction.

- 17. The California Superior Court has jurisdiction over DEFENDANTS based on plaintiff's information and good faith belief that DEFENDANTS are each a person, firm, corporation or association that is a citizen of the State of California, does sufficient business in California, have sufficient minimum contacts in California, and/or otherwise purposefully and intentionally avail themselves of the California market through their manufacture, importation, distribution, promotion, marketing or sale of PRODUCTS within the State. DEFENDANTS' purposeful availment renders the exercise of personal jurisdiction by California courts consistent with traditional notions of fair play and substantial justice.
- 18. Venue is proper in the Superior Court for the County of San Francisco pursuant to Code of Civil Procedure §§ 393, 395, and 395.5, because this Court is a court of competent jurisdiction, because plaintiff seeks civil penalties against DEFENDANTS, because one or more instances of wrongful conduct occurred, and continue to occur, in this county, and/or because DEFENDANTS conducted, and continue to conduct, business in the County of San Francisco with respect to the PRODUCTS that are the subject of this action.

REGULATORY BACKGROUND AND LAW

- 19. In 1986, the people of the State of California approved an initiative addressing concerns regarding the harms caused by hazardous chemicals and declaring their right "[t]o be informed about exposures to chemicals that cause cancer, birth defects, or other reproductive harm." Ballot Pamp., Proposed General Law, Gen, Elec. (Nov. 4, 1986) at p.3.
- 20. Formally known as the Safe Drinking Water and Toxic Enforcement Act of 1986 and codified at Health & Safety Code §§ 25249.6 et seq., Proposition 65 states in relevant part that "[n]o person in the course of doing business shall knowingly and intentionally expose any individual to a chemical know to cause cancer or reproductive toxicity without first giving a clear and reasonable warning to such individual..."

- 21. Under the Act, a "person the course of doing business" is defined as a business with ten (10) or more employees. Health & Safety Code § 25249.11(b). Businesses are prohibited from exposing individuals to hazardous chemicals without first giving a "clear and reasonable" health hazard warning. Health & Safety Code § 25249.6
- 22. An exposure to a hazardous chemical is defined as one that "results from a person's acquisition, purchase, storage, consumption or other reasonably foreseeable use of a product..." 27 C.C.R. § 25600(h).
- 23. Proposition 65 provides that persons violating the statute may be enjoined in any court of competent jurisdiction and may be subject to civil penalties of up to \$2,500 per day per violation. Health & Safety Code § 25249.7.
- 24. On October 24, 2003, pursuant to Proposition 65, California identified and listed DEHP as a chemical known to cause cancer, birth defects, and reproductive harm. DEHP became subject to the "clear and reasonable warning" requirements one year later, on October 24, 2004. Cal. Code Regs. tit. 27, § 27001(c); Health & Safety Code §§ 25249.8, 25249.10(b). On December 20, 2013, California identified and listed DINP as a chemical known to cause cancer. DINP became subject to the warning requirement one year later. *Id.; Id.* On December 5, 2005, the State of California listed DBP as a chemical known to cause birth defects and reproductive toxicity, subject to the warning requirement one year later. *Id.; Id.*

STATEMENT OF FACTS

- 25. Plaintiff purchased, investigated and tested DEFENDANTS' PRODUCTS at an accredited lab, and, after consultation with a person with relevant and appropriate expertise who reviewed the collected data and analyzed the risk of exposures to DEHP, DINP and DBP, determined the PRODUCTS exposure consumers in California to the listed chemicals at levels that require a warning under the statute, based on consumers touching, handling or otherwise utilizing the PRODUCTS in accordance with their reasonably foreseeable usage.
 - 26. Plaintiff purchased the PRODUCTS, without a warning, in California.
 - 27. DEFENDANT is a person in the course of doing business.

- 28. Based on the foregoing, Plaintiff's attorney executed a certificate of merit, attesting there was a reasonable and meritorious case for this private action, and included the factual information supporting the certificate when it served the notice on the California Attorney General's Office, as required. Health &Safety Code § 25249.7(d); Title 11 C.C.R. § 3102.
- 29. Thereafter, on October 22, 2018, pursuant to Proposition 65, Plaintiff served a 60-Day Notice of Violation ("Notice"), together with the requisite certificate of merit, on MINISO, the California Attorney General's Office, and the requisite public enforcement agencies alleging, as a result of DEFENDANTS' sales of vinyl/PVC cords, consumers in the State of California were, and are, being exposed to DEHP and DINP resulting from their reasonably foreseeable use of the cords without first receiving a "clear and reasonable warning".
- 30. On December 17, 2018, Plaintiff served a Supplemental 60-Day Notice of Violation (collectively with the Notice, hereinafter, "Notices"), on MINISO, the California Attorney General's Office and the requisite public enforcement agencies alleging that, as a result of DEFENDANTS' sales of shoes with vinyl/PVC components and vinyl/PVC jewelry, consumers in California were, and are, being exposed to DEHP, DINP and DBP, resulting from the reasonably foreseeable use of the shoes and jewelry, without receiving a health hazard warning, as required.
- 31. After receiving plaintiff's Notice, no public enforcement agency has commenced and is diligently prosecuted a cause of action against DEFENDANTS under Proposition 65 to enforce the alleged violations that are the subject of the Notice.

FIRST CAUSE OF ACTION

(Violation of Proposition 65 - Against All Defendants)

- 32. CAPA realleges and incorporates by reference, as if fully stated herein, the allegations set forth in Paragraphs 1 through 30, inclusive.
- 33. DEFENDANTS' PRODUCTS contain DEHP, DINP and DBP in levels that require a clear and reasonable warning under Proposition 65.
- 34. DEFENDANTS knew or should have known that the PRODUCTS they manufacture, import, distribute, and sell or offer for sale in California contain DEHP, DINP and

DBP. DEFENDANTS were also informed of the presence of chemicals in the PRODUCTS through Plaintiff's Notice.

- 35. The PRODUCTS that DEFENDANTS manufacture, import, distribute, sell, and offer for sale or use in California cause exposures to DEHP, DINP and DBP.
- 36. The normal and reasonably foreseeable use of the PRODUCTS has caused, and continues to cause, consumer product exposures to DEHP, DINP and DBP through dermal contact and/or ingestion.
- 37. DEFENDANTS know that the normal and reasonably foreseeable use of the PRODUCTS exposes individuals to DEHP, DINP and DBP through dermal contact and/or ingestion.
- 38. DEFENDANTS intend that exposures to DEHP, DINP and DBP from the reasonably foreseeable use of the PRODUCTS will occur by their deliberate, non-accidental participation in the California marketplace.
- 39. The consumer exposures to DEHP, DINP and DBP, caused by DEFENDANTS and endured by consumers and other individuals in California are not exempt from the "clear and reasonable" warning requirements of Proposition 65.
- 40. DEFENDANTS failed to provide a "clear and reasonable warning" to those consumers in California who have been, or who will be, exposed to DEHP, DINP and DBP through dermal contact and/or ingestion resulting from their purchase and use of the PRODUCTS.
- 41. Contrary to the express policy and statutory prohibition of Proposition 65 enacted directly by California voters, consumers exposed to DEHP, DINP and DBP through dermal contact and/or ingestion as a result of their use of the PRODUCTS that DEFENDANTS sold without a "clear and reasonable" health hazard warning, have suffered, and continue to suffer, irreparable harm for which they have no plain, speedy, or adequate remedy at law.
- 42. DEFENDANTS manufacture, import, distribute, sell, and offer the PRODUCTS for sale or use in violation of Health and Safety Code § 25249.6, and DEFENDANTS' violations have