1 2 3 4 5 6	Reuben Yeroushalmi (SBN 193981) <u>reuben@yeroushalmi.com</u> YEROUSHALMI & YEROUSHALMI* 9100 Wilshire Boulevard, Suite 240W Beverly Hills, California 90212 Telephone: (310) 623-1926 Facsimile: (310) 623-1930 Attorneys for Plaintiff, CONSUMER ADVOCACY GROUP, INC.	Electronically FILED by Superior Court of California, County of Los Angeles 6/24/2025 4:19 PM David W. Slayton, Executive Officer/Clerk of Court, By A. Villchis-David, Deputy Clerk	
7 8	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
9	COUNTY OF LOS ANGELES		
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11	CONSUMER ADVOCACY GROUP, INC., in the public interest,	CASE NO. $25STCV18270$	
12			
13	Plaintiff,	COMPLAINT FOR PENALTY AND INJUNCTION	
14	v.	Violation of Proposition 65, the Safe	
15	SMASH ENTERPRISES (USA), INC., a California Corporation;	Drinking Water and Toxic Enforcement Act of 1986 (<i>Health & Safety Code</i> , §	
16	ADIR INTERNATIONAL, LLC DBA CURACAO, a Delaware Limited Liability	25249.5, et seq.)	
17	Company;	ACTION IS AN UNLIMITED CIVIL	
18	and DOES 1-10,	CASE (exceeds \$35,000)	
19 20	Defendants.		
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26	Plaintiff CONSUMER ADVOCACY GROUP, INC. alleges one cause of action against		
27	defendants SMASH ENTERPRISES (USA), INC., ADIR INTERNATIONAL, LLC DBA		
28	CURACAO, and DOES 1-10 as follows:		
YEROUSHALMI &		e 1 of 9 DN 65, THE SAFE DRINKING WATER AND TOXIC	
YEROUSHALMI *An Independent Association of Law Corporations		H AND SAFETY CODE § 25249.5, ET SEQ.)	

1	THE PARTIES	
2	1. Plaintiff CONSUMER ADVOCACY GROUP, INC. ("Plaintiff" or "CAG") is an	
3	organization qualified to do business in the State of California. CAG is a person within	
4	the meaning of Health and Safety Code Section 25249.11, subdivision (a). CAG, acting	
5	as a private attorney general, brings this action in the public interest as defined under	
6	Health and Safety Code Section 25249.7, subdivision (d).	
7	 Defendant SMASH ENTERPRISES (USA), INC. ("SMASH") is a California 	
8	corporation, qualified to do business in California, and doing business in the State of	
9	California at all relevant times herein.	
10	 Defendant ADIR INTERNATIONAL, LLC DBA CURACAO ("CURACAO") is a 	
10	Delaware Limited Liability Company, qualified to do business in California, and doing	
12	business in the State of California at all relevant times herein.	
12	4. Plaintiff is presently unaware of the true names and capacities of defendants DOES 1-10,	
13	and therefore sues these defendants by such fictitious names. Plaintiff will amend this	
15	Complaint to allege their true names and capacities when ascertained. Plaintiff is	
16	informed, believes, and thereon alleges that each fictitiously named defendant is	
17	responsible in some manner for the occurrences herein alleged and the damages caused	
18	thereby.	
19	 5. At all times mentioned herein, the term "Defendants" includes SMASH, CURACAO, 	
20	and DOES 1-10.	
20	6. Plaintiff is informed and believes, and thereon alleges that each of the Defendants at all	
22	times mentioned herein have conducted business within the State of California.	
23	7. Upon information and belief, at all times relevant to this action, each of the Defendants,	
24	including DOES 1-10, was an agent, servant, or employee of each of the other	
25	Defendants. In conducting the activities alleged in this Complaint, each of the	
26	Defendants was acting within the course and scope of this agency, service, or	
27	employment, and was acting with the consent, permission, and authorization of each of	
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& YEROUSHALMI *An Independent Association of Law Corporations	COMPLAINT FOR VIOLATION OF PROPOSITION 65, THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (HEALTH AND SAFETY CODE § 25249.5, ET SEQ.)	

the other Defendants. All actions of each of the Defendants alleged in this Complaint were ratified and approved by every other Defendant or their officers or managing agents. Alternatively, each of the Defendants aided, conspired with and/or facilitated the alleged wrongful conduct of each of the other Defendants.

8. Plaintiff is informed, believes, and thereon alleges that at all relevant times, each of the Defendants was a person doing business within the meaning of Health and Safety Code Section 25249.11, subdivision (b), and that each of the Defendants had ten (10) or more employees at all relevant times.

JURISDICTION

9. The Court has jurisdiction over this lawsuit 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. This Court has jurisdiction over this action pursuant to Health and Safety Code Section 25249.7, which allows enforcement of violations of Proposition 65 in any Court of competent jurisdiction.

10. This Court has jurisdiction over Defendants named herein because Defendants either reside or are located in this State or are foreign corporations authorized to do business in California, are registered with the California Secretary of State, or who do sufficient business in California, have sufficient minimum contacts with California, or otherwise intentionally avail themselves of the markets within California through their manufacture, distribution, promotion, marketing, or sale of their products within California to render the exercise of jurisdiction by the California courts permissible under traditional notions of fair play and substantial justice.

11. Venue is proper in the County of Los Angeles because one or more of the instances of wrongful conduct occurred, and continues to occur, in the County of Los Angeles and/or because Defendants conducted, and continue to conduct, business in the County of Los Angeles with respect to the consumer product that is the subject of this action.

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BACKGROUND AND PRELIMINARY FACTS

12. In 1986, California voters approved an initiative to address growing concerns about exposure to toxic chemicals and declared their right "[t]o be informed about exposures to chemicals that cause cancer, birth defects, or other reproductive harm." Ballot Pamp., Proposed Law, Gen. Elec. (Nov. 4, 1986) at p. 3. The initiative, The Safe Drinking Water and Toxic Enforcement Act of 1986, codified at Health and Safety Code Sections 25249.5, *et seq*. ("Proposition 65"), helps to protect California's drinking water sources from contamination, to allow consumers to make informed choices about the products they buy, and to enable persons to protect themselves from toxic chemicals as they see fit.

- 13. Proposition 65 requires the Governor of California to publish a list of chemicals known to the state to cause cancer, birth defects, or other reproductive harm. *Health & Safety Code* § 25249.8. The list, which the Governor updates at least once a year, contains over 700 chemicals and chemical families. Proposition 65 imposes warning requirements and other controls that apply to Proposition 65-listed chemicals.
- 14. All businesses with ten (10) or more employees that operate or sell products in California must comply with Proposition 65. Under Proposition 65, businesses are: (1) prohibited from knowingly discharging Proposition 65-listed chemicals into sources of drinking water (*Health & Safety Code* § 25249.5), and (2) required to provide "clear and reasonable" warnings before exposing a person, knowingly and intentionally, to a Proposition 65-listed chemical (*Health & Safety Code* § 25249.6).

15. Proposition 65 provides that any person "violating or threatening to violate" the statute may be enjoined in any court of competent jurisdiction. *Health & Safety Code* § 25249.7. "Threaten to violate" means "to create a condition in which there is a substantial probability that a violation will occur." *Health & Safety Code* § 25249.11(e). Defendants are also liable for civil penalties of up to \$2,500.00 per day per violation, recoverable in a civil action. *Health & Safety Code* § 25249.7(b).

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1	16. Plaintiff identified certain practices of manufacturers and distributors of Bags of		
2	exposing, knowingly and intentionally, persons in California to Diisononyl Phthalate of		
3	such products without first providing clear and reasonable warnings of such to the		
4	exposed persons prior to the time of exposure. Plaintiff later discerned that Defendants		
5	engaged in such practice.		
6	17. On December 20, 2013, the Governor of California added Diisononyl Phthalate		
7	("DINP") to the list of chemicals known to the State to cause cancer (Cal. Code Regs. tit.		
8	27, § 27001(b)). Pursuant to Health and Safety Code sections 25249.9 and 25249.10,		
9	twenty (20) months after addition of DINP to the list of chemicals known to the State to		
10	cause cancer, DINP became fully subject to Proposition 65 warning requirements and		
11	discharge prohibitions.		
12	SATISFACTION OF PRIOR NOTICE		
13	18. Plaintiff served the following notices for alleged violations of Health and Safety Code		
14	Section 25249.6, concerning consumer products exposures:		
15	a. On or about January 14, 2025, Plaintiff gave notice of alleged violations of		
16	Health and Safety Code Section 25249.6, concerning consumer products		
17	exposures subject to a private action to SMASH, CURACAO, and to the		
18	California Attorney General, County District Attorneys, and City Attorneys for		
19	each city containing a population of at least 750,000 people in whose		
20	jurisdictions the violations allegedly occurred, concerning the Lunch Bags.		
21	b. On or about January 21, 2025, Plaintiff gave notice of alleged violations of		
22	Health and Safety Code Section 25249.6, concerning consumer products		
23	exposures subject to a private action to SMASH, CURACAO, and to the		
24	California Attorney General, County District Attorneys, and City Attorneys for		
25	each city containing a population of at least 750,000 people in whose		
26	jurisdictions the violations allegedly occurred, concerning the Lunch Bags.		
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1	19. Before sending the notice of alleged violations, Plaintiff investigated the consumer		
2	products involved, the likelihood that such products would cause users to suffer		
3	significant exposures to DINP, and the corporate structure of each of the Defendants.		
4	20. Plaintiff's notice of alleged violation included a Certificate of Merit executed by the		
5	attorney for the noticing party, CAG. The Certificate of Merit stated that the attorney for		
6	Plaintiff who executed the certificate had consulted with at least one person with relevant		
7	and appropriate expertise who reviewed data regarding the exposures to DINP, the		
8	subject Proposition 65-listed chemical of this action. Based on that information, the		
9	attorney for Plaintiff who executed the Certificate of Merit believed there was a		
10	reasonable and meritorious case for this private action. The attorney for Plaintiff		
11	attached to the Certificate of Merit served on the Attorney General the confidential		
12	factual information sufficient to establish the basis of the Certificate of Merit.		
13	21. Plaintiff's notice of alleged violations also included a Certificate of Service and a		
14	document entitled "The Safe Drinking Water & Toxic Enforcement Act of 1986		
15	(Proposition 65) A Summary." Health & Safety Code § 25249.7(d).		
16	22. Plaintiff is commencing this action more than sixty (60) days from the dates that Plaintiff		
17	gave notice of the alleged violations to SMASH, CURACAO, and the public prosecutors		
18	referenced in Paragraph 18.		
19	23. Plaintiff is informed, believes, and thereon alleges that neither the Attorney General, nor		
20	any applicable district attorney or city attorney has commenced and is diligently		
21	prosecuting an action against the Defendants.		
22	FIRST CAUSE OF ACTION		
23	(By CONSUMER ADVOCACY GROUP, INC. and against SMASH, CURACAO,		
24	and DOES 1-10 for Violations of Proposition 65, The Safe Drinking Water and Toxic Enforcement Act of 1986 (<i>Health & Safety Code</i> , §§ 25249.5, <i>et seq.</i>))		
25	Bags		
26	24. Plaintiff repeats and incorporates by reference paragraphs 1 through 23 of this complaint		
27			
28	as though fully set forth herein.		
YEROUSHALMI & YEROUSHALMI	Page 6 of 9 COMPLAINT FOR VIOLATION OF PROPOSITION 65, THE SAFE DRINKING WATER AND TOXIC		
*An Independent Association of Law Corporations	ENFORCEMENT ACT OF 1986 (HEALTH AND SAFETY CODE § 25249.5, ET SEQ.)		

1	25. Each of the Defendants is, and at all times mentioned herein was, a manufacturer,
2	distributor, promoter, or retailer of Lunch Bags, including but not limited to: "smash";
3	"Smash Enterprises Pty. Ltd."; "Item# 24353"; "Ladies Lunch Bag" "Smash USA Inc";
4	"UPC 680920003451"
5	26. Lunch Bags contain DINP.
6	27. Defendants knew or should have known that DINP has been identified by the State of
7	California as a chemical known to cause cancer, and therefore was subject to Proposition
8	65 warning requirements. Defendants were also informed of the presence of DINP in
9	Lunch Bags within Plaintiff's notice of alleged violations further discussed above at
10	Paragraph 18a and 18b.
11	28. Plaintiff's allegations regarding Lunch Bags concerns "[c]onsumer products
12	exposure[s]," which "is an exposure that results from a person's acquisition, purchase,
13	storage, consumption, or other reasonably foreseeable use of a consumer good, or any
14	exposure that results from receiving a consumer service." Cal. Code Regs. tit. 27, §
15	25602(b). Lunch Bags are consumer products, and, as mentioned herein, exposures to
16	DINP took place as a result of such normal and foreseeable consumption and use.
17	29. Plaintiff is informed, believes, and thereon alleges that between January 14, 2022 and the
18	present, each of the Defendants knowingly and intentionally exposed California
19	consumers and users of Lunch Bags, which Defendants manufactured, distributed, or
20	sold as mentioned above, to DINP, without first providing any type of clear and
21	reasonable warning of such to the exposed persons before the time of exposure.
22	Defendants have distributed and sold Lunch Bags in California. Defendants know and
23	intend that California consumers will use and consume Lunch Bags, thereby exposing
24	them to DINP. Further, Plaintiff is informed, believes, and thereon alleges that
25	Defendants are selling Lunch Bags under a brand or trademark that is owned or licensed
26	by the Defendants or an entity affiliated thereto; have knowingly introduced DINP into
27	Lunch Bags or knowingly caused DINP to be created in Lunch Bags; have covered,
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YEROUSHALMI & YEROUSHALMI *An Independent Association of Law Corporations obscured or altered a warning label that has been affixed to Lunch Bags by the manufacturer, producer, packager, importer, supplier or distributor of Lunch Bags; have received a notice and warning materials for exposure from Lunch Bags without conspicuously posting or displaying the warning materials; and/or have actual knowledge of potential exposure to DINP from Lunch Bags. Defendants thereby violated Proposition 65.

- 30. The principal routes of exposure are through dermal contact, ingestion and inhalation. Persons sustain exposures by handling Lunch Bags without wearing gloves or any other personal protective equipment, or by touching bare skin or mucous membranes with gloves after handling Lunch Bags, as well as through direct and indirect hand to mouth contact, hand to mucous membrane, or breathing in particulate matter dispersed from Lunch Bags.
- 31. Plaintiff is informed, believes, and thereon alleges that each of Defendants' violations of Proposition 65 as to Lunch Bags have been ongoing and continuous, as Defendants engaged and continue to engage in conduct which violates Health and Safety Code Section 25249.6, including the manufacture, distribution, promotion, and sale of Lunch Bags, so that a separate and distinct violation of Proposition 65 occurred each and every time a person was exposed to DINP by Lunch Bags as mentioned herein.
- 32. Plaintiff is informed, believes, and thereon alleges that each violation of Proposition 65 mentioned herein is ever continuing. Plaintiff further alleges and believes that the violations alleged herein will continue to occur into the future.
- 33. Based on the allegations herein, Defendants are liable for civil penalties of up to\$2,500.00 per day per individual exposure to DINP from Lunch Bags, pursuant to Health and Safety Code Section 25249.7(b).
- 34. Plaintiff has engaged in good faith efforts to resolve the claims alleged herein prior to filing this Complaint.

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1	PRAYER FOR RELIEF		
2	Plaintiff demands against each of the Defendants as follows:		
3	1. A permanent injunction mandating Proposition 65-compliant warnings;		
4	2. Penalties pursuant to Health and Safety Code Section 25249.7, subdivision (b);		
5	3. Costs of suit;		
6	4. Reasonable attorney fees and costs; and		
7	5. Any further relief that the court may deem just and equitable.		
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9	Dated: June 24, 2025	YEROUSHALMI & YEROUSHALMI*	
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11		<u>/s/ Reuben Yeroushalmi</u> Reuben Yeroushalmi	
12		Attorneys for Plaintiff, CONSUMER ADVOCACY GROUP, INC.	
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