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|--------------------------------------|--|--|---|
| 10 11 | Attorneys for Defendants Nastygal.com USA Inc., Nasty Gal Limited, and Boohoo Group PLC | | |
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| 13 | UNITED STATES DISTRICT COURT | | |
| 14 | CENTRAL DISTRICT OF CALIFORNIA | | |
| 15 | OLIVIA LEE, an individual, on behalf of herself and all others similarly | NO. 2:20-c | v-03332-GW-JEM |
| 16 | situated, | | ed for Pretrial Purposes with: |
| 17 | Plaintiff, | | v-04658-GW-JEM v-04659-GW-JEM |
| 18 | vs. | NO. 2.20-C | V-04039-0 VV -JEIVI |
| 19 | NASTYGAL.COM USA INC. a Delaware corporation, NASTY GAL LIMITED, a United Kingdom private | AMENDE | D ANSWER TO FIRST D CLASS ACTION |
| 20 | limited company, BOOHOO GROUP | | INT BY DEFENDANTS |
| 21 | PLC, a Jersey public limited company, and DOES 1-100, inclusive, | | AL.COM USA INC., AL LIMITED, AND |
| 22 | Defendants. | | GROUP PLC |
| 23 | | The Honora | ıble George H. Wu |
| 24 | | The Honore | 1010 3001ge 11. 11 u |
| 25 | | Courtroom: | |
| 26 | | Address: | U.S. Courthouse 350 W. First Street |
| | | | Los Angeles, CA 90012 |
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ANSWER

Defendants Nastygal.com USA Inc., Nasty Gal Limited and Boohoo Group PLC ("Defendants") hereby answer the First Amended Class Action Complaint (Dkt. 15) filed by Plaintiff Olivia Lee ("Plaintiff" or "Lee").

I. BACKGROUND

1. Defendants admit that this action is brought against defendants Nastygal.com USA, Inc., Nasty Gal Limited, and Boohoo Group PLC.

Defendants deny all remaining allegations of paragraph 1, and specifically deny that they use a deceptive or false pricing scheme.

II. THE PARTIES

- 2. Defendants lack sufficient knowledge to admit or deny that Olivia Lee is a citizen of the State of California and resident of the County of San Francisco.
- 3. Defendants admit that Nastygal.com USA, Inc. is a Delaware corporation with its principal place of business in California.
 - 4. Defendants admit the allegations in paragraph 4.
- 5. Defendants admit that Boohoo Group PLC is a public limited company incorporated in the Island of Jersey. Defendants admit that Boohoo Group PLC is the ultimate parent company of Defendant Nasty Gal Limited and Nastygal.com USA Inc. Defendants deny that Defendant Boohoo Group PLC is the "parent company" of "online brands boohoo, boohooMAN, PrettyLittleThing, Nasty Gal, Karen Millen, Coast, and Miss Pap."
- 6. Paragraph 6 purports to define the defendants and no response is required.
- 7. Paragraph 7 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 7.
- 8. Paragraph 8 states legal conclusions to which no response is required.

 To the extent a response is required, Defendants deny the allegations in paragraph 8.

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9. Paragraph 9 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 9.

III. JURISDICTION AND VENUE

- 10. Paragraph 10 states legal conclusions to which no response is required. To the extent a response is required, Defendants lack sufficient information to admit or deny the allegations in paragraph 10.
- Paragraph 11 states legal conclusions to which no response is required. 11. To the extent a response is required, Defendants lack sufficient information to admit or deny the allegations in paragraph 11.

IV. **GENERAL ALLEGATIONS**

A. Company Background

- 12. Defendants admit that Defendant Nasty Gal Limited markets and sells "Nasty Gal" clothing and other products over the internet. Defendants lack sufficient knowledge to admit or deny when the company was founded or the whereabouts of the company's headquarters prior to being acquired by Boohoo Group PLC. Defendants deny the remaining allegations in paragraph 12.
- 13. Defendants admit that Defendant Nasty Gal Limited operates an online store for United States customers that can be found at http://nastygal.com, but Defendants deny that Defendant Nastygal.com USA, Inc. operates that website. Defendants deny Plaintiff's characterization of that website, which speaks for itself. Defendants deny the remaining allegations in paragraph 13.

B. Nasty Gal's False and Deceptive Pricing Scheme

- 14. Defendants admit that, in the past, Defendant Nasty Gal Limited has displayed some form of sale on its website from time to time. Defendants deny the remaining allegations of paragraph 14.
- 15. Defendants deny the allegations in paragraph 15. Defendants also deny the characterization of the website, which speaks for itself.

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- 16. Defendants deny the characterization of the website, which speaks for itself. Defendants deny the remaining allegations in paragraph 16.
- 17. Defendants deny the characterization of the website, which speaks for itself. Defendants deny the remaining allegations in paragraph 17.
- 18. Paragraph 18 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 18.

C. The Plaintiff's Purchase of Falsely Advertised Items from **Nastygal.com**

- 19. As to the allegations in paragraph 19 regarding Plaintiff and her understanding of Defendant Nasty Gal Limited's website and pricing, Defendants lack sufficient information to admit or deny. Defendants deny the remaining allegations in paragraph 19.
- 20. As to the allegations in paragraph 20 regarding Plaintiff and her understanding of Defendant Nasty Gal Limited's website and pricing, Defendants lack sufficient information to admit or deny. Defendants deny the remaining allegations in paragraph 20.
- 21. As to the allegations in paragraph 21 regarding Plaintiff's purchase and her understanding of Defendant Nasty Gal Limited's website and pricing, Defendants lack sufficient information to admit or deny. Defendants deny the remaining allegations in paragraph 21.
- 22. As to the allegations in paragraph 22 regarding Plaintiff's purchase and her understanding of Defendant Nasty Gal Limited's website and pricing, Defendants lack sufficient information to admit or deny. Defendants deny the remaining allegations in paragraph 22.
- 23. As to the allegations in paragraph 23 regarding Plaintiff's purchase and her understanding of Defendant Nasty Gal Limited's website and pricing,

Defendants lack sufficient information to admit or deny. Defendants deny the remaining allegations in paragraph 23.

- 24. As to the allegations in paragraph 24 regarding Plaintiff's purchase and her understanding of Defendant Nasty Gal Limited's website and pricing, Defendants lack sufficient information to admit or deny. Defendants deny the remaining allegations in paragraph 24.
- 25. As to the allegations in paragraph 25 regarding Plaintiff's purchase and her understanding of Defendant Nasty Gal Limited's website and pricing, Defendants lack sufficient information to admit or deny. Defendants deny the remaining allegations in paragraph 25.
 - D. Research Shows that the Use of Reference Price Advertising

 Schemes Similar to Nasty Gal's Deceptive Pricing Scheme

 Influences Consumer Behavior and Affects Consumers'

 Perceptions of a Product's Value
- 26. Defendants deny the allegations in paragraph 26 concerning consumer purchasing behavior as incomplete and/or incorrect statements of matters that are properly the subject of expert testimony. Defendants refer to the publications and the Ninth Circuit decision cited in paragraph 26, which speak for themselves, for their true and complete contents and deny any characterization of the statement by Plaintiff. Defendants deny the remaining allegations in paragraph 26.
- 27. Defendants deny the allegations in paragraph 27 concerning consumer purchasing behavior as incomplete and/or incorrect statements of matters that are properly the subject of expert testimony. Defendants refer to the publication cited in paragraph 27, which speaks for itself, for its true and complete contents and deny any characterization of the statements by Plaintiff. Defendants deny the remaining allegations in paragraph 27.
 - 28. Defendants deny the allegations in paragraph 28 concerning consumer

purchasing behavior as incomplete and/or incorrect statements of matters that are properly the subject of expert testimony. Defendants refer to the publication cited in paragraph 28, which speaks for itself, for its true and complete contents and deny any characterization of the statement by Plaintiff. Defendants deny the remaining allegations in paragraph 28.

- 29. Defendants deny the allegations in paragraph 29 concerning consumer purchasing behavior as incomplete and/or incorrect statements of matters that are properly the subject of expert testimony. Defendants refer to the publication cited in paragraph 29, which speaks for itself, for its true and complete contents and deny any characterization of the statement by Plaintiff. Defendants deny the remaining allegations in paragraph 29.
- 30. Defendants deny the allegations in paragraph 30 concerning consumer purchasing behavior as incomplete and/or incorrect statements of matters that are properly the subject of expert testimony. Defendants refer to the publication cited in paragraph 30, which speaks for itself, for its true and complete contents and deny any characterization of the statement by Plaintiff. Defendants deny the remaining allegations in paragraph 30.
- 31. Defendants deny the allegations in paragraph 31 concerning consumer purchasing behavior as incomplete and/or incorrect statements of matters that are properly the subject of expert testimony. Defendants refer to the publications and the Ninth Circuit case referenced in paragraph 31, which speak for themselves, for their true and complete contents and deny any characterization of the statement by Plaintiff. Defendants deny the remaining allegations in paragraph 31.

V. CLASS ACTION ALLEGATIONS

32. Defendants admit that Plaintiff purports to bring a class action lawsuit. Defendants deny the remaining allegations in paragraph 32, and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal

- 33. Paragraph 33 purports to define class, to which no response is required. Defendants deny that this lawsuit should be certified as a class action.
- 34. Defendants admit that Plaintiff purports to bring a class action lawsuit. Defendants deny the remaining allegations in paragraph 34, and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal Rules of Civil Procedure.
- 35. Paragraph 35 purports to define class, to which no response is required. Defendants deny that this lawsuit should be certified as a class action.
- 36. Paragraph 36 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 36 and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal Rules of Civil Procedure.
- 37. Numerosity. Paragraph 37 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 37 and specifically deny that it possesses all information necessary to identify purported class members or any relief to which Plaintiff claims she is entitled, and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal Rules of Civil Procedure.
- 38. <u>Typicality.</u> Paragraph 38 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 38 and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal Rules of Civil Procedure.
- 39. <u>Adequacy of Representation.</u> Paragraph 39 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 39 and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal Rules of Civil Procedure.

Civil Procedure.

- 40. Existence and Predominance of Common Questions of Law or
- **Fact.** The allegations in paragraph 40, including subparagraphs (a) (p) state legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 40, and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal Rules of
- 41. <u>Superiority.</u> Paragraph 41 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 41 and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal Rules of Civil Procedure.
- 42. **Ascertainability.** Paragraph 42 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 42 and specifically deny that it possesses all information necessary to identify purported class members or any relief to which Plaintiff claims she is entitled, and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal Rules of Civil Procedure.
- 43. Paragraph 43 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 43 and specifically deny that this lawsuit should be certified as a class action under Rule 23 of the Federal Rules of Civil Procedure.

VI. ALTER EGO AND AGENCY RELATIONSHIP BETWEEN THE DEFENDANTS

- 44. Paragraph 44 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 44.
- 45. Paragraph 45 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph

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46. Paragraph 46 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 46.

- 47. Paragraph 47 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 47.
- 48. Paragraph 48 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 48.
- 49. Paragraph 49 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 49.
- 50. Paragraph 50 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 50.
- 51. Paragraph 51 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 51. Defendants refer to the annual reports cited in paragraph 51, which speak for themselves, for their true and complete contents and deny any characterization of the statements by Plaintiff.
- Paragraph 52 states legal conclusions to which no response is required. 52. To the extent a response is required, Defendants deny the allegations in paragraph 52. Defendants refer to the statements cited in paragraph 52, which speak for themselves, for their true and complete contents and deny any characterization of the statements by Plaintiff.
 - 53. Paragraph 53 states legal conclusions to which no response is required.

To the extent a response is required, Defendants deny the allegations in paragraph 53. Defendants refer to the investor communication cited in paragraph 53, which speaks for itself, for its true and complete contents and deny any characterization of the statements by Plaintiff.

- 54. Paragraph 54 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 54. Defendants refer to the investor communication cited in paragraph 54, which speaks for itself, for its true and complete contents and deny any characterization of the statements by Plaintiff.
- 55. Paragraph 55 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 55. Defendants refer to the annual report and LinkedIn page cited in paragraph 55, which speak for themselves, for its true and complete contents and deny any characterization of the statements by Plaintiff.
- 56. Paragraph 56 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 56.
- 57. Paragraph 57 states legal conclusions to which no response is required. To the extent paragraph 57 is quoting a document, that document speaks for itself, and Defendants deny any characterization of the statements by Plaintiff.
- 58. Paragraph 58 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 58. Defendants refer to the annual report cited in paragraph 58, which speaks for itself, for its true and complete contents and deny any characterization of the statements by Plaintiff.
- 59. Paragraph 59 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph

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- 60. Paragraph 60 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 60. Defendants refer to the statement cited in paragraph 60, which speaks for itself for its true and complete contents and deny any characterization of the statements by Plaintiff.
- 61. Paragraph 61 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 61.
- 62. Paragraph 62 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 62.
- 63. Paragraph 63 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 63.
- The terms "substantial shareholders" and "substantial ownership 64. stakes" as used in paragraph 64 is vague and ambiguous, and on that basis Defendants deny the allegations of paragraph 64.
- 65. Defendants admit that Nasty Gal Limited has an office located at 49-51 Dale Street, Manchester, England M1 2HF. Defendants deny the remaining allegations in paragraphs 65.
 - Defendants deny the allegations in paragraph 66. 66.
- 67. Paragraph 67 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 67.
- 68. Paragraph 68 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph

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- 68. Defendants refer to the annual report cited in paragraph 68, which speaks for itself, for its true and complete contents and deny any characterization of the statements by Plaintiff.
- 69. Defendants admit there are no physical "Nasty Gal" retail stores in the U.S. Paragraph 69 otherwise states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 69.
- 70. Paragraph 70 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 70.
- 71. Paragraph 71 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 71.
- 72. Paragraph 72 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 72. Defendants refer to the statements cited in paragraph 72, which speak for themselves for their true and complete contents and deny any characterization of the statements by Plaintiff.
- 73. Paragraph 73 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 73. Defendants refer to Nasty Gal's LinkedIn page cited in paragraph 73, which speaks for itself, for its true and complete contents and deny any characterization of the statements by Plaintiff.
- 74. Defendants refer to the press releases cited in paragraph 74, which speak for themselves, for their true and complete contents and deny any characterization of the statements by Plaintiff.
 - 75. Defendants admit the Boohoo.com PLC changed its name to Boohoo

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Group PLC in 2018 and acquired Nasty Gal in 2017. Defendants refer to the statement cited in paragraph 75, which speaks for itself for its true and complete contents and deny any characterization of the statements by Plaintiff.

- 76. Paragraph 76 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 76. Defendants refer to the annual report cited in paragraph 76, which speaks for itself, for its true and complete contents and deny any characterization of the statements by Plaintiff.
- 77. Paragraph 77 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 77. Defendants refer to the annual report cited in paragraph 77, which speaks for itself, for its true and complete contents and deny any characterization of the statements by Plaintiff.
- 78. Paragraph 78 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 78. Defendants refer to the statements cited in paragraph 78, which speak for themselves, for their true and complete contents and deny any characterization of the statements by Plaintiff.
- 79. Paragraph 79 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 79.
- Paragraph 80 states legal conclusions to which no response is required. 80. To the extent a response is required, Defendants deny the allegations in paragraph 80.
- 81. Paragraph 81 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 81.

- 82. Paragraph 82 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 82.
- 83. Paragraph 83 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 83.
- 84. Paragraph 84 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 84.

VII. CLAIMS FOR RELIEF

FIRST CLAIM FOR RELIEF

VIOLATION OF CALIFORNIA UNFAIR COMPETITION LAW (CAL. BUS. & PROF. CODE § 17200, et seq.)

- 85. Defendants incorporate by reference their responses to paragraphs 1 through 84 of the complaint.
- 86. Paragraph 86 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 86.
- 87. Paragraph 87 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 87.
- 88. Paragraph 88 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 88.
- 89. Paragraph 89 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 89.

- 90. Paragraph 90 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 90.
- 91. Paragraph 91 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 91.
- 92. Paragraph 92 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 92.
- 93. Paragraph 93 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 93.
- 94. Paragraph 94 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 94.
- 95. Paragraph 95 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 95.
- 96. Paragraph 96 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 96.
- 97. Paragraph 97 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 97.
- 98. Paragraph 98 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 98.

- 99. Paragraph 99 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 99.
- 100. Paragraph 100 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 100.
- 101. Paragraph 101 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 101.
- 102. Paragraph 102 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 102.

SECOND CLAIM FOR RELIEF

VIOLATION OF CALIFORNIA FALSE ADVERTISING LAW, CAL. BUS. & PROF. CODE § 17500 et seq.

- 103. Defendants incorporate by reference their responses to paragraphs 1 through 102 of the complaint.
- 104. Paragraph 104 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 104.
- 105. Paragraph 105 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 105.
- 106. Paragraph 106 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 106.
 - 107. Paragraph 107 states legal conclusions to which no response is

required. To the extent a response is required, Defendants deny the allegations in paragraph 107.

- 108. Paragraph 108 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 108.
- 109. Paragraph 109 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 109.

THIRD CLAIM FOR RELIEF

VIOLATION OF THE CALIFORNIA CONSUMER LEGAL REMEDIES ACT, CAL. CIV. CODE § 1750, et seq.

- 110. Defendants incorporate by reference their responses to paragraphs 1 through 109 of the complaint.
- 111. Paragraph 111 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 111.
- 112. Paragraph 112 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 112.
- 113. Paragraph 113 and its subparagraphs (a)-(b) states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 113.
- 114. Paragraph 114 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 114.
- 115. Paragraph 115 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in

116. Defendants admit that Plaintiff sent a letter to Defendants regarding her purchase, but Defendants deny that such a letter complied with the requirements of the California Consumer Legal Remedies Act ("CLRA"). Defendants deny the allegations in that letter and the remaining allegations in paragraph 116.

- 117. Defendants admit that Plaintiff sent a letter to Defendants regarding her purchase, but Defendants deny that such a letter complied with the requirements of the CLRA. Defendants deny the allegations in that letter and the remaining allegations in paragraph 117.
- 118. Paragraph 118 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 118.

FOURTH CLAIM FOR RELIEF FRAUD (INTENTIONAL MISPREPRESENTATIONS)

- 119. Defendants incorporate by reference their responses to paragraphs 1 through 118 of the complaint.
- 120. Paragraph 120 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 120.
- 121. Paragraph 121 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 121.
- 122. Paragraph 122 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 122.
- 123. Paragraph 123 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in

paragraph 123.

- 124. Paragraph 124 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 124.
- 125. Paragraph 125 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 125.
- 126. Paragraph 126 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 126.

FIFTH CLAIM FOR RELIEF FRAUDULENT CONCEALMENT

- 127. Defendants incorporate by reference their responses to paragraphs 1 through 126 of the complaint.
- 128. Paragraph 128 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 128.
- 129. Paragraph 129 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 129.
- 130. Paragraph 130 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 130.
- 131. Paragraph 131 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 131.
 - 132. Paragraph 132 states legal conclusions to which no response is

required. To the extent a response is required, Defendants deny the allegations in paragraph 132.

- 133. Paragraph 133 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 133.
- 134. Paragraph 134 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 134.
- 135. Paragraph 135 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 135.
- 136. Paragraph 136 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 136.

SIXTH CLAIM FOR RELIEF RESTITUTION FOR UNJUST ENRICHMENT

- 137. Defendants incorporate by reference their responses to paragraphs 1 through 136 of the complaint.
- 138. Paragraph 138 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 138.
- 139. Paragraph 139 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 139.
- 140. Paragraph 140 states legal conclusions to which no response is required. To the extent a response is required, Defendants deny the allegations in paragraph 140.

1 141. Paragraph 141 states legal conclusions to which no response is 2 required. To the extent a response is required, Defendants deny the allegations in 3 paragraph 141. 4 VIII. PRAYER FOR RELIEF 5 The Prayer for Relief states legal conclusions for which no response is 6 necessary. To the extent a response is required, Defendants deny the allegations in 7 the Prayer for Relief. 8 Unless specifically admitted above, Defendants deny each and every 9 allegation in the complaint. Defendants further deny that Plaintiff is entitled to 10 judgment in her favor or for any relief, including the relief requested in the Prayer 11 for Relief. 12 **DEFENSES** 13 Without assuming the burden of proof on any matter where that burden rests 14 on Plaintiff, Defendants asserts the following defenses with respect to the complaint, 15 including affirmative defenses. 16 First Defense 17 The complaint fails, in whole or in part, to state a claim upon which 18 relief can be granted. 19 **Second Defense** 20 143. Plaintiff lacks standing to assert the claims alleged in the complaint. 21 Third Defense 22 144. All or part of the claims that Plaintiff asserts are barred by the doctrines 23 of estoppel, laches, unclean hands, waiver and/or acquiescence. 24 **Fourth Defense** 25 145. All or part of the claims that Plaintiff asserts are barred by the 26 applicable statue(s) of limitations and repose. 27 28

1 Fifth Defense 2 The claims of absent class members are barred on an individual basis 3 because the information that Plaintiff claim was deceptive was not material to her. 4 On information and belief, most of Defendants' customers shop at Nasty Gal 5 because of its competitive pricing, and not because of Nasty Gal's reference pricing. 6 Purchasing behavior is complex, and the overwhelming majority of Defendants' 7 customers bought items for many different reasons that had no connection to the 8 reference pricing, and without any misunderstanding as to what the Reference Price 9 means. 10 **Sixth Defense** 11 The claims of Plaintiff and/or members of the purported class are barred in whole or in part, by the doctrine of accord and satisfaction. Over the 12 13 preceding five years, many customers have returned their purchases for a full 14 refund. These customers have no claim. 15 **Seventh Defense** 16 148. Plaintiff's claims are barred to the extent he would be unjustly enriched 17 by any recovery, including because he received the goods he purchased and did not 18 return them. 19 **Eighth Defense** 20 149. All or part of the claims that Plaintiff asserts should be denied because 21 Plaintiff cannot recover disgorgement of benefits and/or profits. 22 Ninth Defense 23 150. Plaintiff's claims are not appropriate for certification under Rule 23 of 24 the Federal Rules of Civil Procedure. 25 **Tenth Defense** 26 151. If Plaintiff sustained damages, which Defendants specifically deny, 27 Plaintiff's claims are barred, in whole or in party, because the conduct, actions, or 28 omissions of other persons or entities, over which Defendants had no control, caused

or contributed to Plaintiff's alleged damages. 1 2 **Eleventh Defense** 3 152. Plaintiff's claims for equitable relief are barred by the existence of 4 adequate remedies at law, including Plaintiff's equitable claims under the UCL, 5 FAL, and "restitution for unjust enrichment." 6 **Twelfth Defense** 7 153. Plaintiff has not been damaged, and Defendants' conduct did not cause, 8 proximately cause, solely cause, or solely-proximately cause the damages and/or 9 injuries Plaintiff claims. 10 **Thirteenth Defense** Plaintiff has failed to plead her claims with sufficient particularity. 11 12 **Fourteenth Defense** 13 The relief Plaintiff seeks is barred, in whole or part, because the 155. conduct complained of is not unlawful, unfair, fraudulent, deceptive, untrue, or 14 misleading. 15 16 **Fifteenth Defense** 17 156. To the extent Plaintiff seeks punitive damages, Plaintiff fails to allege facts sufficient to entitle him to any award of such damages 18 19 Sixteenth Defense 20 157. Defendants did not engage in any conduct which would warrant or form a valid basis for an award of punitive damages. 21 22 **Seventeenth Defense** 23 158. Plaintiff failed to adequately plead and/or allege that Defendants acted 24 with the requisite state of mind to warrant an award of punitive damages. 25 **Eighteenth Defense** 26 159. If Plaintiff sustained injuries or damages as alleged, which Defendants 27 deny, her injuries or damages were the result of intervening and/or superseding 28 causes, and not as a result of acts or omissions by Defendants.

1 **Nineteenth Defense** 2 160. All or part of the claims that Plaintiff asserts are barred in whole or in 3 part because she has not suffered any ascertainable loss of money or property. 4 **Twentieth Defense** 5 161. All or part of the claims that Plaintiff asserts are barred in whole or part by the First Amendment to the United States Constitution and the free speech 6 7 provision of the California Constitution, which protect, among other things, 8 Defendants' right to promote and advertise the products at issue. The statutes upon 9 which Plaintiffs rely, including California Business and Professions Code section 10 17501, unconstitutionally regulate free speech. 11 **Twenty-first Defense** 12 Some or all of Plaintiff's claims are not amenable to judicial resolution 13 based on the primary jurisdiction doctrine. 14 **Twenty-second Defense** 163. Some or all of Plaintiff's claims are barred by the doctrine of federal 15 preemption. 16 17 **Twenty-third Defense** 18 claims 164. Plaintiff's are barred because she failed to exhaust 19 administrative remedies. 20 **Twenty-fourth Defense** 21 165. Plaintiff's statutory claims are barred for failure to comply with 22 procedural requirements, including but not limited to the procedural requirements 23 set for in Civil Code section 1750 et seq. 24 **Twenty-fifth Defense** 25 Plaintiff's claims are barred because Defendants were under no duty to 26 disclose any of the purported information Plaintiff alleges was not disclosed. 27 **Twenty-sixth Defense** 28 167. Plaintiff's claims under the California Business & Professions Code

section 17200 et seq. are exempted by the safe harbor provision in the California Business and Professions Code section 17200 et seq. Plaintiff's claims under the California Business & Professions Code section 17500 et seq. are exempted by the safe harbor provision in the California Business & Professions Code section 17500 et seq. **Twenty-seventh Defense** 168. All or part of the claims that Plaintiff asserts are void for vagueness under the due process clauses of the United States and California Constitution. **Twenty-eighth Defense** 169. Defendants assert that Plaintiff has failed to set forth her claims with sufficient particularity to permit Defendants to raise all separate and affirmative defenses. For this reason, and for others, Defendants reserve the right to amend and/or supplement the averments of their Answer to assert any and all pertinent defenses ascertained through further investigation and discovery or otherwise. Defendants will rely on all defenses that may become available or apparent in discovery or trial.

PRAYER FOR RELIEF

170. Defendants pray that the Court enter judgment that Plaintiff take nothing by its complaint, denying Plaintiff all requested relief, enter an order dismissing all claims with prejudice, and award Defendants such further relief as the Court deems just and proper.

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DATED: January 29, 2021 EVERSHEDS SUTHERLAND (US) LLP By /s/ Ian S. Shelton Ian S. Shelton Attorneys for Defendants Nastygal.com USA Inc., Nasty Gal Limited, and Boohoo Group PLC