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20	UNITED STATES DISTRICT COURT			
21	CENTRAL DISTRICT OF CALIFORNIA			
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) Case No. 8:15-CV-1314			
23	FEDERAL TRADE COMMISSION,)			
24	Plaintiff,) COMPLAINT FOR PERMANENT			
25	v.) INJUNCTION AND OTHER			
26) EQUITABLE RELIEF			
27	ZADRO HEALTH SOLUTIONS,)			
28	INC. a California corporation,)			
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ZLATKO ZADRO,
individually and as an officer of
Zadro Health Solutions, Inc., and

REBECCA ZADRO, aka Becky
Zadro, individually and as an officer
of Zadro Health Solutions, Inc.,

Defendants.

Plaintiff, the Federal Trade Commission ("FTC"), for its Complaint alleges:

1. The FTC brings this action under Section 13(b) of the Federal Trade Commission Act ("FTC Act"), 15 U.S.C. § 53(b), to obtain permanent injunctive relief, rescission or reformation of contracts, restitution, the refund of monies paid, disgorgement of ill-gotten monies, and other equitable relief for Defendants' acts or practices in violation of Sections 5(a) and 12 of the FTC Act, 15 U.S.C. §§ 45(a) and 52, in connection with their advertising, marketing, distribution, offering for sale, and sale of ultraviolet light disinfection devices, including the Nano-UV Disinfection Scanner, the Nano-UV Wand, and the Nano-UV Water Disinfectant devices.

JURISDICTION AND VENUE

2. This Court has subject matter jurisdiction pursuant to 28 U.S.C. §§ 1331, 1337(a), and 1345, and 15 U.S.C. §§ 45(a), 52, and 53(b).

Venue is proper in this district under 28 U.S.C. § 1391(b)(1), (b)(2),
 (c)(1), (c)(2), and (d), and 15 U.S.C. § 53(b).

PLAINTIFF

- 4. The FTC is an independent agency of the United States Government created by statute. 15 U.S.C. §§ 41-58. The FTC enforces Section 5(a) of the FTC Act, 15 U.S.C. § 45(a), which prohibits unfair or deceptive acts or practices in or affecting commerce. The FTC also enforces Section 12 of the FTC Act, 15 U.S.C. § 52, which prohibits false advertisements for food, drugs, devices, services, or cosmetics in or affecting commerce.
- 5. The FTC is authorized to initiate federal district court proceedings, by its own attorneys, to enjoin violations of the FTC Act and to secure such equitable relief as may be appropriate in each case, including rescission or reformation of contracts, restitution, the refund of monies paid, and the disgorgement of ill-gotten monies. 15 U.S.C. § 53(b).

DEFENDANTS

6. Defendant Zadro Health Solutions, Inc. ("Zadro Health") is a California corporation with its principal place of business at 5422 Argosy Drive, Huntington Beach, California 92649. Zadro Health transacts or has transacted business in this district and throughout the United States. At all times material to this Complaint, acting alone or in concert with others, Zadro Health has advertised,

marketed, offered for sale, or sold ultraviolet light disinfectant devices, including its Nano-UV Disinfection Scanner, Nano-UV Wand, and Nano-UV Water Disinfectant ("Nano-UV devices"), to consumers throughout the United States.

- 7. Defendant Zlatko Zadro is the president and secretary of Zadro Health. At all times material to this Complaint, acting alone or in concert with others, he has formulated, directed, controlled, had the authority to control, or participated in the acts and practices of Zadro Health, including the acts and practices set forth in this Complaint. Zlatko Zadro approves all ads, promotional material, and substantiation for all Zadro Health representations, including those for the Nano-UV devices. Zlatko Zadro resides in this district and, in connection with the matters alleged here, transacts or has transacted business in this district and throughout the United States.
- 8. Defendant Rebecca Zadro, aka Becky Zadro, is the vice president and treasurer of Zadro Health. At all times material to this Complaint, acting alone or in concert with others, she has formulated, directed, controlled, had the authority to control, or participated in the acts and practices of Zadro Health, including the acts and practices set forth in this Complaint. Rebecca Zadro reviews for approval all ads, promotional material, and substantiation for all Zadro Health representations, including those for the Nano-UV devices. Rebecca Zadro resides in this district

and, in connection with the matters alleged here, transacts or has transacted business in this district and throughout the United States.

COMMERCE

9. At all times material to this Complaint, Defendants have maintained a substantial course of trade in or affecting commerce, as "commerce" is defined in Section 4 of the FTC Act, 15 U.S.C. § 44.

DEFENDANTS' BUSINESS ACTIVITIES

- 10. Defendant Zadro Health markets a broad array of consumer products, including health and wellness products. Defendants have advertised, marketed, offered for sale, and sold their Nano-UV devices directly on their own zadrohs.com website and through national retailers, including skymall.com, amazon.com, drugstore.com, target.com, brookstone.com, and wayfair.com websites and SkyMall, Magellan's, Hammacher Schlemmer, and Frontgate catalogs.
- 11. Defendants have advertised, marketed, offered for sale, or sold their Nano-UV devices from at least January 1, 2011, to the present. Defendants sell the Nano-UV Disinfection Scanner for \$59.99, the Nano-UV Wand for \$159.99, and the Nano-UV Water Disinfectant for \$99.99.
- 12. To induce consumers to purchase their Nano-UV devices, Defendants have disseminated or caused to be disseminated advertisements and marketing

materials, including, but not limited to, the attached Exhibits A through I.

Defendants' Nano-UV device advertisements and marketing materials contain the following statements and depictions, among others:

a. UV Disinfection Scanners

Help protect against harmful germs, viruses, and bacteria with patented UV Disinfecting Technology.

Our specially designed Disinfecting Wands have been proven to eliminate 99.9% of targeted germs and viruses* on surfaces and in water in as little as 10 seconds.

*Targeted germs and viruses include: Salmonella, E. Coli, Staphylococcus Aureus, and the H1N1 virus

(Exhibit A – zadrohs.com, 2/5/15)

 Zadro Nano UV Disinfection Light by Zadro

* * *

Lightweight and portable UV disinfection scanner proven to kill 99.9% of germs and bacteria in 10 seconds or less

* * *

For office, home or travel, the new Nano-UV Disinfection Light Scanner by Zadro Products eliminates 99.99% of bacteria, mold, fungus and virus surface contaminants in only 10-seconds from virtually any type of surface to promote better health in a more germ-free environment.

The compact Nano-UV Disinfection Light Scanner... effectively kills 99.99% of all germs from any type of surface with a quick 10-second sweep by the Nano Scanner. For easy operation, users simply flip open the unit, click the 10-second auto-timer side button and sweep the light ¼ to 4-inches over the desktop, computer

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keyboard, phone or any other desired surface area where germs collect.

(Exhibit B – amazon.com ad, 2/5/15)

c. Safely kills 99.9% of targeted bacteria –
E.Coli, Salmonella and the H1N1 virus in
10 seconds
Protect yourself and your family from harmful
germs found in your home, while you travel or in
public places with the Nano-UV[.] Proven effective
by independent testing laboratories, these devices
use Nano-UV light to destroy all kinds of microorganisms without toxins or side effects. Simply
pass the scanner over any area for 10 seconds and
you're done. Use it anywhere!

* * *

Effective in killing dust mites [sic] eggs in pillows, bedding and carpet

* * *

Proven 99.9% effective

[photos depict lettuce, other vegetables, a knife, a cutting board, a bed, and pillows]

(Exhibit C – SkyMall catalog ad, Summer 2012)

d. Safely kills 99.9% of targeted bacteria – E.Coli,
 Salmonella, and the H1N1 virus in 10 seconds.
 Effective in killing dust mite eggs in pillows, bedding,
 and carpet.

Stop the spread of germs – from the common cold and flu viruses to bacteria, mold and fungus with Nano-UV Disinfectant Wands.

Proven effective by independent testing laboratories, the Nano-UV disinfectant wand destroys all kinds of

different microorganisms without the use of harmful 1 chemical disinfectants or sprays. Use to reduce dust 2 mite populations and flea and bed bug eggs in mattresses, pillows and carpets at home or away. Simply pass the 3 wand over any area for 10 seconds and you're done. 4 Use it anywhere! 5 Nano-UV wand kills 99.9% of bacteria, germs and 6 viruses on surfaces. 7 [photo depicts lettuce, other vegetables, a knife, and a 8 cutting board] 9 (Exhibit D – skymall.com ad, 12/11/13) 10 11 Backed by independent laboratory studies, the e. Nano-UV Water and Surface Disinfectant eliminates 12 99.9% of bacteria, mold and fungus in only 10 seconds 13 for surfaces and 40 seconds for water. 14 So when you are traveling or in unfamiliar locations, 15 you can confidently eliminate germs you may be exposed to. 16 17 [photo depicts beach, ocean, and cup of liquid] 18 (Exhibit E - skymall.com ad, 12/11/13) 19 20 f. NANO-UV™ DUAL SCANNER Water & Surface Disinfection 21 22 Safely kills 99.9% of targeted germs in water and 23 on surfaces 24 Proven Effective Surface Disinfection for: 25 ·Waiting Rooms Airlines -Restrooms -Hospitals ·Hotels -Kitchens ·Gyms 26 ·Grocery Store ·Offices ·Public Places Nurseries 27 28

Proven Effective for Water Disinfection When: 1 ·Traveling ·Vacationing ·Camping ·Remote Areas 2 ·Hiking -Biking In Foreign Countries -At Home 3 4 [photos depict beach, ocean, plate with silverware, glass of liquid, door handle, computer and 5 keyboard, bathroom counter with sinks, kitchen 6 counters and stove top, and baby crib with stuffed teddy bear] 7 8 (Exhibit F – Nano-UV Dual Scanner packaging) 9 Nano-UVTM Wand g. 10 Large Area Disinfection Scanner 11 Surfaces Become Virtually Germ-Free After A 12 Quick 10 Second Sweep 13 * * * 14 Nano-UV™ light kills 99% of Targeted germs 15 on surfaces after a quick 10 second sweep! 16 17 Proven effective for: 18 Food Preparation .Pillows Nurseries ·Rugs ·Kitchen Counters ·Butcher Blocks 19 ·Hotels Beds & Mattresses ·Footwear 20 -Shower Floors -Play Areas ·Tables ·High Chairs -Remote Controls •Restaurants 21 ·Offices ·Toys ·Public Rest Rooms 22 Waiting Rooms -Curtains ·Clinics 23 [photos depict hotel room beds and pillows; lettuce, 24 tomatoes, knife, and cutting board; and baby crib 25 with stuffed teddy bear] 26 (Exhibit G – Nano-UV Wand packaging) 27

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1	h.	NANO-UV™ DUAL SCANNER Water & Surface Disinfection
2		User Manual
3		* * *
4		The Nano-UV™ Dual Scanner for water and surface
5		disinfection safely kills 99.9% of targeted germs on surfaces within 10 seconds or in 500 mls (2 cups) of
6		water within 40 seconds.
7		* * *
9		It produces sufficient energy to damage and alter DNA of all kinds of microorganisms.
10		
11		* * * Use Nano-UV TM Dual Scanner in:
12		Ose I talle of Dual Scallier III.
13	÷	<u>Homes</u> : kitchens, bathrooms, butcher blocks, remote controls, counters, bedding, mattresses,
14		toilets, shower floors, footwear, litter boxes,
15		pet beds
16 17		<u>Nurseries</u> : bottles, pacifiers, changing tables, cribs, toys
18		
19		Offices: telephones, restrooms, cell phones, keyboards, furniture
20		Dublic along bossitely clinics modical offices
21		<u>Public places</u> : hospitals, clinics, medical offices, waiting rooms, retirement homes, gyms
22		
23		<u>Restaurants</u> : utensils, tableware, high chairs, restrooms
24		
25		<u>Public Restrooms</u> : toilets, sinks, doorknobs, paper towel dispensers
26		pupor to wor disponsors
27		

Traveling: 1 2 Hotels: pillows, bedding, towels, doorknobs, bathrooms, tables 3 4 Airplanes: seats, headrests, waiting areas, trays, headsets 5 6 For Water Disinfection: 7 Use to disinfect water so that it is suitable for 8 drinking and free of bacterial contaminants 9 which can cause illness. 10 11 (Exhibit H - Nano-UV Dual Scanner user manual) 12 13 NANO-UV™ WAND i. Large Area Disinfection Scanner 14 User Manual 15 16 This product is designed for a powerful surface 17 disinfection. It produces sufficient energy to 18 destroy DNA of all kinds of microorganisms. 19 20 It will kill 99.9% of Targeted Germs on Surfaces in 10 seconds. 21 22 23 Application Area 24 Infants – bottles, pacifiers, changing tables, 25 cribs & toys 26 Restaurants – utensils, tableware, high chairs, 27 restrooms, tables, kitchens & food. 28

Hotels – pillows, bedding, towels, doorknobs, restrooms & beds.

Offices – telephones, office equipment, keyboards, furniture & restrooms

Public restrooms – toilets, sinks, doorknobs, paper towel dispensers

Home – butcher blocks, cat litter boxes, kitchen counters, bedrooms, sinks & toilets.

Hospitals, clinics and retirement homes.

* * *

(Exhibit I – Nano-UV Wand user manual)

VIOLATIONS OF THE FTC ACT

- 13. Section 5(a) of the FTC Act, 15 U.S.C. § 45(a), prohibits "unfair or deceptive acts or practices in or affecting commerce." Misrepresentations or deceptive omissions of material fact constitute deceptive acts or practices prohibited by Section 5(a) of the FTC Act.
- 14. Section 12 of the FTC Act, 15 U.S.C. § 52, prohibits the dissemination of any false advertisement in or affecting commerce for the purpose of inducing, or which is likely to induce, the purchase of food, drugs, devices, services, or cosmetics. For the purposes of Section 12 of the FTC Act, 15 U.S.C. § 52, the Nano-UV devices are "devices" as defined in Section 15(d) of the FTC Act, 15 U.S.C. § 55(d).

Count I

False or Unsubstantiated Claims

- 15. Through the means described in Paragraph 12, Defendants have represented, directly or indirectly, expressly or by implication, that:
 - a. Nano-UV devices kill 99.9% of bacteria, germs, and viruses, including E. coli, Salmonella, Staphyloccocus Aureus, and the H1N1 virus, on any surface in only 10 seconds;
 - Nano-UV devices stop the spread of germs, from the common cold and flu viruses to bacteria, mold, and fungus;
 - Nano-UV devices kill dust mite populations and eggs, flea
 eggs, and bed bug eggs in pillows, bedding, and carpet; and
 - d. Nano-UV water disinfectant devices eliminate 99.9% of bacteria, mold, and fungus on water surfaces in only 10 seconds and in water in only 40 seconds.
- 16. The representations set forth in Paragraph 15 are false or were not substantiated at the time the representations were made.
- 17. Therefore, the making of the representations as set forth in Paragraph 15 of this Complaint constitutes a deceptive act or practice and the making of false advertisements, in or affecting commerce, in violation of Sections 5(a) and 12 of the FTC Act, 15 U.S.C. §§ 45(a) and 52.

II

False Establishment Claims

- 18. Through the means described in Paragraph 12, Defendants have represented, directly or indirectly, expressly or by implication, that scientific studies prove that Nano-UV devices will cause the results described in Paragraph 15.
 - 19. The representation set forth in Paragraph 18 is false.
- 20. Therefore, the making of the representation as set forth in Paragraph 18 of this Complaint constitutes a deceptive act or practice and the making of false advertisements, in or affecting commerce, in violation of Sections 5(a) and 12 of the FTC Act, 15 U.S.C. §§ 45(a) and 52.

CONSUMER INJURY

22. Consumers have suffered and will continue to suffer substantial injury as a result of Defendants' violations of the FTC Act. In addition, Defendants have been unjustly enriched as a result of their unlawful acts or practices. Absent injunctive relief by this Court, Defendants are likely to continue to injure consumers, reap unjust enrichment, and harm the public interest.

THIS COURT'S POWER TO GRANT RELIEF

23. Section 13(b) of the FTC Act, 15 U.S.C. § 53(b), empowers this Court to grant injunctive and such other relief as the Court may deem appropriate to halt

and redress violations of any provision of law enforced by the FTC. The Court, in the exercise of its equitable jurisdiction, may award ancillary relief, including rescission or reformation of contracts, restitution, the refund of monies paid, and the disgorgement of ill-gotten monies, to prevent and remedy any violation of any provision of law enforced by the FTC.

PRAYER FOR RELIEF

Wherefore, Plaintiff FTC, pursuant to Section 13(b) of the FTC Act, 15 U.S.C. § 53(b), and the Court's own equitable powers, requests that the Court:

- A. Enter a permanent injunction to prevent future violations of the FTC Act by Defendants;
- B. Award such relief as the Court finds necessary to redress injury to consumers resulting from Defendants' violations of the FTC Act, including, but not limited to, rescission or reformation of contracts, restitution, the refund of monies paid, and the disgorgement of ill-gotten monies; and
- C. Award Plaintiff the costs of bringing this action, as well as such other and additional relief as the Court may determine to be just and proper.

Dated: 8/18/15 Respectfully submitted,

JONATHAN E. NUECHTERLEIN

General Counsel

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