1	WILLIAM BLUMENTHAL General Counsel		
2	Sarah Schroeder (Cal. Bar No. 221528) David M. Newman (Cal. Bar No. 54218)		
4	Federal Trade Commission 901 Market Street, Suite 570		
5	San Francisco, CA 94103 Phone (415) 848-5100; Fax (415) 848-5184		
6	E-mail address: sschroeder@ftc.gov		
7	Raymond E. McKown (Cal. Bar. No. 150975) Federal Trade Commission		
8	10877 Wilshire Blvd., Suite 700 Los Angeles, CA 90024		
9	(310) 824-4343; Fax (310) 824-4380 E-mail address: mckown@ftc.gov		
10	Attorneys for Plaintiff		
11	Federal Trade Commission		
12			
13	UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA		
14		1	
15	FEDERAL TRADE COMMISSION,	Case No.	
16	Plaintiff,		
17	V.		
18	CENTRO NATURAL SERVICES, INC., a corporation,	COMPLAINT FOR INJUNCTIVE AND OTHER EQUITABLE	
19	XAVIER RODRIGUEZ,	RELIEF	
20	individually and as an officer of Centro Natural Services,		
21	Inc., and		
22	ROCIO DIAZ,		
23	individually and as an officer of Centro Natural Services,		
24	Inc.,		
25	Defendants.		
26			
27	Complaint		

Plaintiff, the Federal Trade Commission ("FTC"), through its undersigned attorneys, alleges as follows:

1. Plaintiff FTC brings this action under Section 13(b) of the Federal Trade Commission Act ("FTC Act"), 15 U.S.C. § 53(b), to secure a permanent injunction, rescission or reformation of contracts, restitution, disgorgement of ill-gotten gains, and other equitable relief against the Defendants for engaging in deceptive acts or practices in connection with the advertising, marketing, and sale of a dietary supplement product called "Centro Natural de Salud Obesity Treatment" ("CNS Obesity Treatment"), which purports to cause rapid, substantial, and permanent weight loss, in violation of Sections 5(a) and 12 of the FTC Act, 15 U.S.C. §§ 45(a) and 52.

#### JURISDICTION AND VENUE

- 2. This Court has subject matter jurisdiction over this matter pursuant to 15 U.S.C. §§ 45(a), 52, and 53(b), and 28 U.S.C. §§ 1331, 1337(a), and 1345.
- 3. Venue in the Central District of California is proper under 15 U.S.C. § 53(b) and 28 U.S.C. §§ 1391(b) and (c).

### THE PARTIES

4. Plaintiff, the Federal Trade Commission, is an independent agency of the United States Government created by statute. See 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. The FTC may initiate federal district court proceedings, through its attorneys, to enjoin violations of the FTC Act and to secure such equitable relief, including rescission of contracts, restitution, and disgorgement of ill-gotten gains, as may be appropriate in each case. 15 U.S.C. § 53(b).

- 5. Defendant Centro Natural Services, Inc. ("Centro Natural") is a California corporation located at 828 North Bristol Street, Suite 101, Santa Ana, California 92703. At all times relevant to this complaint, acting alone or in concert with others, Centro Natural has marketed, distributed, and sold the CNS Obesity Treatment to consumers throughout the United States. Centro Natural transacts or has transacted business in the Central District of California.
- 6. Defendant Xavier Rodriguez ("Rodriguez") claims to be the sole shareholder of Centro Natural. At all times relevant to this complaint, acting alone or in concert with others, Rodriguez has formulated, directed, controlled, or participated in the acts and practices of Centro Natural, including the acts and practices set forth in this complaint. Rodriguez transacts or has transacted business in the Central District of California.
  - 7. Defendant Rocio Diaz ("Diaz") is an officer of Centro

Natural and appears in television commercials for Centro
Natural. She is married to Defendant Xavier Rodriguez. At all
times relevant to this complaint, acting alone or in concert
with others, Diaz has formulated, directed, controlled or
participated in the acts and practices of Centro Natural,
including the acts and practices set forth in this complaint.
Diaz transacts or has transacted business in the Central
District of California.

### COMMERCE

8. The acts and practices of the Defendants, as alleged in this complaint, are in or affecting commerce, as "commerce" is defined in Section 4 of the FTC Act, 15 U.S.C. § 44.

## DEFENDANTS' COURSE OF CONDUCT

9. Since at least 2005, Defendants have advertised, distributed, and sold a purported weight loss product called the CNS Obesity Treatment to consumers throughout the United States. Defendants have marketed their product primarily to Spanish-speaking consumers. According to Defendants, the CNS Obesity Treatment is a weight loss program that consists of three different oral tablets and a "reducing soap." The first oral tablet, which consumers are instructed to take at breakfast, contains over 20 ingredients, including a variety of vitamins, folic acid, calcium, iron, and zinc. The second oral tablet, which consumers are instructed to take at lunch, contains white kidney bean extract, fenugreek, gymnema sylvestre, turmeric, and

green tea extract. The third oral tablet, which consumers are instructed to take at dinner, contains senna leaf powder, cascara sagrada bark powder, rhubarb root powder, asparagus root powder, celery leaf, cranberries, Irish moss, parsley leaf, and spinach. The soap is a bar that consumers are instructed to rub onto their skin once a day. The soap contains dried soap bar, seaweed powder, fragrance, aloe gel, and water. Defendants have sold the CNS Obesity Treatment for \$79 for a 60 day supply.

10. Defendants have disseminated or caused to be disseminated advertisements for the CNS Obesity Treatment through several methods, including 30-minute television commercials, radio commercials, and an Internet website at www.centronaturaldesalud.com. Consumers purchase the product directly from Centro Natural by calling a toll free number listed in the commercials or on the website. Centro Natural's advertisements, including but not necessarily limited to the attached Exhibits A through C, contain the following statements and depictions, among others:

## a. Excerpt from Website www.centronaturaldesalud.com

"You can lose between 20 and 30 pounds in just two months."

- Exhibit A, pg. 2, portion of Internet website www.centronaturaldesalud.com (original in
Spanish)

## b. Excerpts from First Television Commercial

"Do you want to lose weight and not regain it? Do you want to look good and feel better?" Product bottles appear on screen, text flashes "Treatment against Obesity."

\* \* \*

"Get rid of up to 35 pounds in only 2 months. Do you want to lose weight and not regain it? With our treatment you lose up to 35 pounds in just two months." Bottle appears on screen, text reads "#1 Fat Burner; #2 Weight Loss; #3 Weight Control." "Take three pills a day. One fat-burning pill with your breakfast, one weight-loss pill with lunch, and one weight-control pill with dinner." Text on screen reads: "NO DIETS, NO SKIPPING DINNER, NO CALORIE COUNTING, NO SIDE EFFECTS."

\* \* \*

"We do not put you on a diet. It consists of three bottles, three different formulas that by their combination make you lose a minimum of half a pound every day for two months . . . you do not regain the pounds you lose."

\* \* \*

"The Natural Health Center's treatment reactivates cells and organic functions that makes you lose at least half a pound a day."

\* \* \*

"In effect, while eating you lose weight."

\* \* \*

"Our treatment from the Natural Health Center guarantees you lose at least half a pound every day. And look, everything you lose you do not regain."

\* \* \*

Collage of images and text: "Designed by specialists, Lose 35 pounds in two months." "The Natural Health Center offers you the opportunity to lose half a pound every day thanks to its treatment against obesity. It has been designed by specialists to lose up to 35 pounds in just two months, an average of half a pound a day . . . the most incredible thing is that you do not regain it."

\* \* \*

"Besides the three formulas you receive an advice manual and a reducing soap . . . Don't forget, for one time only, we are including a reducing soap to avoid flab in the stomach, under the chin, in the forearms . . . Apply the soap in a circular motion for about three minutes, very important."

\* \* \*

Image: Woman washing stomach, followed by image of soap with accompanying text: "Soap to prevent stretch marks and flab."

\* \* \*

"We will also send you a reducing soap to avoid flab and stretch marks . . . As you lose weight the skin loosens. This special soap compresses body tissue also helping you lose dress sizes."

\* \* \*

\* \* \*

"100% Natural"

"Three formulas that make you lose weight every day without side effects, an advice manual, and a reducing soap that also helps you reduce dress sizes."

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"Lose up to 35 pounds in two months. Half a pound every day."

-Exhibit B, portions of TV infomercial (Original in Spanish; attached in storyboard and video format)

# c. Excerpts from Second Television Commercial

"Lose up to 35 pounds in 2 months."

\* \* \*

"The Natural Health Center is proud to offer you the only treatment that can make you lose half a pound everyday. It's a treatment that's 100% natural, without side effects. Look: our treatment has been supported for twelve years. It's for two months and you will lose up to 35 pounds. But the best thing is, you won't gain it back."

\* \* \*

"Listen, each day you will lose half a pound. Every day, but remember: you won't recover the pounds lost."

\* \* \*

"No diets. You don't have to skip dinner, not even count calories."

\* \* \*

"Lose half a pound a day without regaining it. A total of 35 pounds eliminated in two months. Are you taking

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medication? No problem. It's one hundred percent natural.
No side effects."

\* \* \*

"As if that weren't enough, with your order you will receive for free a reducing soap to avoid flaccidity and lose sizes."

\* \* \*

"Our guarantee is based on the results of our own clients for 12 years . . . You can lose up to 35 pounds, it doesn't require strict diets or counting."

\* \* \*

"Guaranteed. Each day you take the three capsules you are going to lose half a pound and you won't regain it. A total of 35 pounds in two months."

-Exhibit C, portions of TV infomercial (Original in Spanish; attached in scoreboard format)

## DEFENDANTS' VIOLATIONS OF THE FTC ACT

11. Section 5(a) of the FTC Act, 15 U.S.C. § 45(a), prohibits "unfair or deceptive acts or practices in or affecting commerce." Section 12(a) of the FTC Act, 15 U.S.C. § 52(a), 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,

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services, or cosmetics. For the purpose of Section 12 of the FTC Act, 15 U.S.C. § 52, the CNS Obesity Treatment is a "food" or "drug" pursuant to Sections 15(b) and (c) of the FTC Act, 15 U.S.C. §§ 55(b) and (c). As set forth below, Defendants have engaged and are continuing to engage in violations of Sections 5(a) and 12 of the FTC Act in connection with the advertising, marketing and sale of the CNS Obesity Treatment.

#### COUNT I

## False Weight Loss Claims

- 12. Through the means described in Paragraph 10, including through the statements and depictions contained in the advertisements attached as Exhibits A through C, Defendants have represented, expressly or by implication, that the CNS Obesity Treatment:
  - a. Causes users to lose substantial amounts of weight rapidly, including as much as 35 pounds in two months, without reducing caloric intake;
  - b. Causes users safely to lose as much as a half pound per day for multiple weeks and months; and/or
  - c. Causes users to lose weight permanently.

- 13. In truth and in fact the CNS Obesity Treatment does not:
  - a. Cause users to lose substantial amounts of weight rapidly, including as much as 35 pounds in two months, without reducing caloric intake;
  - b. Cause users safely to lose as much as a half pound per day for multiple weeks and months; and/or
  - c. Cause users to lose weight permanently.
- 14. Therefore, Defendants' representations as set forth in Paragraph 12 are false or misleading and constitute deceptive acts or practices, and the dissemination 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.

## COUNT II

#### Unsubstantiated Weight Loss Claims

15. Through the means described in Paragraph 10, including through the statements and depictions contained in the advertisements attached as Exhibits A through C, Defendants have represented, expressly or by implication, that the CNS Obesity Treatment:

- a. Causes users to lose substantial amounts of weight rapidly, including as much as 35 pounds in two months, without reducing caloric intake;
- b. Causes users safely to lose as much as a half pound per day for multiple weeks and months; and/or
- c. Causes users to lose weight permanently.
- 16. In truth and in fact, Defendants did not possess and rely upon a reasonable basis that substantiated the representations set forth in Paragraph 15 above at the time the representations were made.
- 17. Therefore, the making of the representations as set forth in Paragraph 15 above constitutes a deceptive practice, and the disseminating 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

18. Consumers in the United States have suffered and continue to suffer monetary loss and injury as a result of Defendants' unlawful acts and practices. In addition, Defendants have been unjustly enriched as a result of their unlawful practices. Absent injunctive relief by this Court,

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Defendants are likely to continue to injure consumers, reap unjust enrichment, and harm the public interest.

## THIS COURT'S POWER TO GRANT RELIEF

19. 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 the FTC Act. The Court, in the exercise of its equitable jurisdiction, may award other ancillary relief, including, but not limited to, rescission of contracts, restitution, and the disgorgement of ill-gotten gains, to prevent and remedy injury caused by Defendants' law violations.

#### 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 this Court:

- 1. Permanently enjoin and restrain Defendants from violating Sections 5(a) and 12 of the FTC Act in connection with the advertising, distribution, or sale of food, drugs, dietary supplements, devices, cosmetics, or other health-related products, services, or programs.
- 2. Award such equitable relief as the Court finds necessary to redress injury to consumers resulting from

1	Defendants' violations of Sect	ions 5(a) and 12 of the FTC Act,
2	including, but not limited to,	rescission of contracts,
3	restitution, and the disgorgem	ent of ill-gotten gains by the
4	Defendants; and	
5	3. Award Plaintiff such	other equitable relief as the
6	Court may determine to be just	and proper.
7		
8		Respectfully submitted,
9		Respectfully submitted,
10		WILLIAM BLUMENTHAL
12		General Counsel
13		JEFFREY A. KLURFELD Regional Director
14		
15	DATED: October 16, 2006	SARAH SCHROEDER
16		DAVID M. NEWMAN Attorneys for Plaintiff
17		Federal Trade Commission
18		901 Market Street, Suite 570 San Francisco, CA 94103
19		(415) 848-5100 (phone) (415) 848-5184 (facsimile)
20		
21	DATED: October 16, 2006	
22	.,	RAYMOND E. MCKOWN Attorney for Plaintiff
23		Federal Trade Commission
24		10877 Wilshire Blvd., Suite 700 Los Angeles, CA 90024
25		(310) 824-4343 (phone) (310) 824-4380 (facsimile)
26		
27	Complaint	14