CANADA

PROVINCE DE QUEBEC DISTRICT DE MONTREAL

COUR SUPÉRIEURE (Actions Collectives)

NO: 500-06-001108-204

LOGAN BUTTERS,

Requérant

C.

KIMBERLY-CLARK CORPORATION,

et

KIMBERLY-CLARK CANADA INC.,

Intimés

DEMANDE DE SUSPENSION TEMPORAIRE DE L'ACTION COLLECTIVE (arts. 18, 49, 577 C.p.C. et art. 3137 C.C.Q.)

À l'HONORABLE JUGE CHANTAL CHATELAIN, J.C.S, COORDONATRICE DE LA CHAMBRE DES ACTIONS COLLECTIVES, LE REQUÉRANT EXPOSE CE QUI SUIT :

I. <u>INTRODUCTION</u>

1. Dans le présent dossier, la Demande d'autorisation d'exercer une action collective et pour obtenir le statut de représentant, déposée au greffe le 15 décembre 2020 dernier (ci-après « **l'Action québécoise** »), vise le groupe proposé suivant, suite à un rappel de produit par les intimées visant la période allant du 7 février 2020 au 14 septembre 2020:

all residents in Quebec who purchased and/or used Cottonelle Flushable Wipes and Cottonelle Gentle Plus Flushable Wipes (collectively, the "Wipes") between February 7, 2020 and the date this action is authorized as a class proceeding (the "Class", "Class Members" and "Class Period")

- 2. Préalablement au dépôt de la demande d'autorisation dans le présent dossier, une autre action collective avait déjà été déposée en Colombie-Britannique, tel que plus amplement détaillé ci-après :
- 3. Pour les raisons qui suivent, le requérant demande la suspension temporaire de l'Action québécoise :

II. <u>LITISPENDANCE</u>

4. Le 20 octobre 2020, Linda Bowman, représentée par le cabinet Slater Vecchio LLP, a déposé un Notice of Civil Claim devant la Cour suprême de Colombie-Britannique en vertu du Class Proceedings Act, R.S.B.C. 1996, c. 50, dossier de Cour S2010566, contre KIMBERLY-CLARK CORPORATION, KIMBERLY-CLARK CANADA INC. ET KIMBERLY CLARK INC. (l'Action de Colombie-Britannique), le tout tel qu'il appert du Notice of Civil Claim ci-joint comme pièce R-1. Le groupe proposé que Madame Bowman désire représenter est défini au paragraphe 3 de sa demande et se lit ainsi:

all persons in Canada who used or bought Cottonelle Flushable Wipes® or Cottonelle Gentle Plus Flushable Wipes® manufactured between February 7, 2020 and September 14, 2020 (the "Class", "Class Members" and "Class Period") including a subclass of persons who purchased or used the affected Wipes primarily for personal, family or household purposes, and including a subclass of persans who used or bought the Wipes from the Recalled Lots.

- 5. Le procureur soussigné, qui est également membre du Barreau de la Colombie-Britannique, collabore avec les avocats de l'Action de Colombie-Britannique afin de faire avancer la présente action collective à portée nationale;
- 6. En effet, l'Action québécoise et l'Action de Colombie-Britannique soulèvent essentiellement les mêmes questions juridiques et factuelles et incluent les mêmes membres;
- 7. Les parties cherchent à éviter la possibilité de jugements contradictoires et à assurer une utilisation saine et efficace des ressources judiciaires, tout en protégeant les intérêts des membres proposés du groupe résidant au Québec comme l'exige l'article 577 C.p.c.;
- 8. Le requérant demande donc la suspension de l'Action québécoise en attendant un jugement définitif sur la certification du recours collectif putatif en Colombie-Britannique, ou plus tôt si nécessaire à la demande du requérant ou si ordonné par la Cour;
- 9. Pour les raisons exposées ci-dessous, le requérant soutient qu'il est dans l'intérêt de la justice et conforme aux principes de proportionnalité et d'économie judiciaire que les questions qui se chevauchent soulevées dans l'Action québécoise et l'Action de Colombie-Britannique soient tranchées par un seul tribunal, que les parties proposent d'être la Cour suprême de la Colombie-Britannique (les intimées ne s'opposent pas à cette demande);

- 10. Les parties soumettent qu'il y a litispendance entre l'Action québécoise et l'Action de Colombie-Britannique, car il y a identité des parties, cause et objet;
- 11. Il existe une identité d'objet car tant l'Action québécoise que l'Action de Colombie-Britannique visent à faire autoriser / certifier un recours collectif. La Cour d'appel du Québec a conclu que l'objet est le «bénéfice juridique immédiat qu'il veut faire reconnaître par le tribunal» (Hotte c. Servier, [1999] R.J.Q. 2598 (C.A.));
- 12. L'Action québécoise et l'Action de Colombie-Britannique reposent toutes les deux sur les mêmes allégations de faits essentielles et font valoir les mêmes causes d'action, à savoir que les produits Cotonnelle Flushable Wipes et Cottonelle Gentle Plus Flushable Wipes vendus font l'objet d'un rappel par Kimberly-Clark en raison de la contamination de certains lots par la bactérie *pluralibacter gergoviae*, causant ainsi un préjudice et des dommages aux consommateurs qui ont acheté ces produits;
- 13. Les causes d'action invoquées dans l'Action de Colombie-Britannique sont pratiquement les mêmes que les causes d'action revendiquées dans l'Action québécoise;
- 14. Dans les circonstances, les droits des membres putatifs dans l'Action québécoise seront mis de l'avant d'une façon similaire dans l'Action de Colombie-Britannique;
- 15. Les procureurs du requérant soumettent qu'en ayant recours à une seule procédure, les membres putatifs du Québec bénéficieront d'une économie judiciaire et que leurs procureurs ne consacreront pas de temps et d'argent simultanément dans plus d'une juridiction;
- 16. Les avocats du groupe dans le cadre de l'Action québécoise maintiendront le site internet bilingue créé pour cette action collective lors de son dépôt initial en décembre 2020 (https://champlainlawyers.com/class-action/cottonelle-wipes/) afin de tenir les membres du groupe putatifs de l'Action québécoise informés de tous les développements importants dans l'Action de Colombie-Britannique;
- 17. Les procureurs soussignés s'engagent à fournir à cette Cour une mise à jour du statut de l'Action de Colombie-Britannique sur une base biannuelle et à aviser cette Cour dans les 30 jours de tout développement significatif dans l'Action de Colombie-Britannique qui pourrait affecter le cours de l'Action québécoise;

POUR CES MOTIFS, PLAISE À LA COUR:

ACCORDER la présente Demande;

SUSPENDRE le présent dossier jusqu'à 60 jours suivant un jugement final sur la certification dans le recours collectif putatif déposé par Linda Bowman devant la Cour suprême de la Colombie-Britannique dans le dossier de la Cour numéro S2010566, ou plus tôt à la demande du requérant ou si ordonné par la Cour;

PREND ACTE de l'engagement des avocats du groupe de fournir à cette Cour une mise à jour sur le statut de l'Action de Colombie-Britannique sur une base biannuelle et d'aviser la Cour dans les 30 jours de tout développement significatif dans l'Action de Colombie-Britannique qui pourrait affecter le cours de l'Action québécoise;

LE TOUT SANS FRAIS

Montréal, le 31 mai 2021

Me Sébastien A. Paquette
CHAMPLAIN AVOCATS
Avocats du Requérant

DÉCLARATION ASSERMENTÉE

Je soussigné, Sébastien A. Paquette, avocat pratiquant au 1434, rue Sainte-Catherine Ouest, Bureau 200, à Montréal (Québec), H3G 1R4, déclare solennellement ce qui suit :

- 1. Je suis procureur pour le Demandeur dans la présente instance;
- 2. Tous les éléments contenus à la Demande de suspension temporaire de l'action collective sont vrais.

Et j'ai signé,

SEBASTIEN A. PAQUETTE

Assermenté devant moi à Montréal, ce 1er jour de juin 2021,

Janny Ablacatoff, avoid # 324647-2

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Intimés

INVENTAIRE DES PIÈCES

PIÈCE R-1:

Copie de la Notice of Civil Claim déposée par Linda Bowman le 20 octobre 2020, portant le numéro de Cour S2010566.

Montreal, le 31 mai 2021

Me Sébastien A. Paquette
CHAMPLAIN AVOCATS
Avocats du Requérant

OCT 20 2020

No. S 2 0 10566 Vancouver Registry



IN THE SUPREME COURT OF BRITISH COLUMBIA

Between

LINDA BOWMAN

PLAINTIFF

and

KIMBERLY-CLARK CORPORATION, KIMBERLY-CLARK INC, AND KIMBERLY-CLARK CANADA INC.

DEFENDANTS

Brought under the Class Proceedings Act, R.S.B.C. 1996, c. 50

NOTICE OF CIVIL CLAIM

(Contaminated Wipes)

This action has been started by the plaintiff for the relief set out in Part 2 below.

If you intend to respond to this action, you or your lawyer must

- (a) file a response to civil claim in Form 2 in the above-named registry of this court within the time for response to civil claim described below, and
- (b) serve a copy of the filed response to civil claim on the plaintiff.

If you intend to make a counterclaim, you or your lawyer must

- (a) file a response to civil claim in Form 2 and a counterclaim in Form 3 in the above-named registry of this court within the time for response to civil claim described below, and
- (b) serve a copy of the filed response to civil claim and counterclaim on the plaintiff and on any new parties named in the counterclaim.

JUDGMENT MAY BE PRONOUCED AGAINST YOU IF YOU FAIL to file the response to civil claim within the time for response to civil claim described below.

Time for response to civil claim

A response to civil claim must be filed and served on the plaintiff,

- (a) if you reside anywhere in Canada, within 21 days after the date on which a copy of the filed notice of civil claim was served on you,
- (b) if you reside in the United States of America, within 35 days after the date on which a copy of the filed notice of civil claim was served on you,
- (c) if you reside elsewhere, within 49 days after the date on which a copy of the filed notice of civil claim was served on you, or
- (d) if the time for response to civil claim has been set by order of the court, within that time.

THE PLAINTIFF'S CLAIM

Part 1: STATEMENT OF FACTS

Overview

1. The Defendants design, develop, manufacture, market, label and sell products called Cottonelle Flushable Wipes and Cottonelle Gentle Plus Flushable Wipes (collectively, the "Wipes") in Canada and internationally. Starting in February 2020, certain batches of Wipes were contaminated with a bacterium dangerous to human health, called *pluralibacter gergoviae*, and then sold to consumers on the open market. The affected Wipes were not fit for purpose and are worthless. Through their actions, the Defendants exposed the Plaintiff and Class Members to serious injury including skin infections, related bodily injury, psychological injury and other losses by permitting the contamination of the Wipes with a harmful bacterium. Through this suit, Canadians who used or bought the Wipes seek to hold the Defendants accountable and recover their losses.

The Parties

- 2. The Plaintiff is a resident of Surrey, British Columbia. She used the Wipes on her own body since at least February 2020. As a result of using contaminated Wipes, she developed a skin infection of her gluteal muscles and inflammation of her cervix shortly after use. She has and will continue to suffer serious personal injury as a result of the contaminated Wipes.
- 3. The Plaintiff brings this action on her own behalf and on behalf all persons in Canada who used or bought Cottonelle Flushable Wipes® or Cottonelle Gentle Plus Flushable Wipes® manufactured between February 7, 2020 and September 14, 2020 (the "Class", "Class

Members" and "Class Period") including a subclass of persons who purchased or used the affected Wipes primarily for personal, family or household purposes, and including a subclass of persons who used or bought the Wipes from the Recalled Lots.

*"Recalled Lots" means Wipes with a lot number identified by the Defendants as subject to the Recall. The particulars of the Recalled Lots are well-known to the Defendants but not publicized by them at the time of filing.

- 4. The Defendant Kimberly-Clark Corporation is a company incorporated pursuant to the laws of Delaware with an address for service at 1209 Orange Street, Wilmington, DE 19801 USA.
- 5. The Defendants Kimberly-Clark Inc. and Kimberly-Clark Canada Inc. are corporations incorporated under the laws of Ontario with an address for service at 50 Burnhamthorpe Road West, Suite #1402, Mississauga Ontario L5B 3Y5 Canada.
- 6. Collectively, Kimberly-Clark Corporation, Kimberly-Clark Inc., and Kimberly-Clark Canada Inc. are referred to as Kimberly-Clark. Kimberly-Clark carries on business in British Columbia and Canada through the manufacture, sale and marketing of its products to residents of B.C. and Canada, including the Wipes, and the licensing of its intellectual property in this province and country.

Kimberly-Clark and the Wipes

- 7. Kimberly-Clark manufactures personal care and tissue products, including adult care, baby & child care, family care and feminine care products, and distributes them worldwide. Kimberly-Clark has a number of brands including, Kleenex, Scott, Cottonelle, Huggies, Pull-Ups, GoodNites, Depend and Kotex.
- 8. Kimberly-Clark manufactures Wipes under the brand name Cottonelle®. Kimberly-Clark publicly recommends using Cottonelle toilet paper and Cottonelle Wipes together. Kimberly-Clark describes the Wipes product on their home page by encouraging consumers to "pair Cottonelle® Brand Toilet Paper and Flushable Wipes for a refreshing clean that makes you feel ahhh-mazing".

9. Kimberly-Clark promotes the Cottonelle Flushable Wipe as "downtherecare to treat the skin you don't see like the skin you do" on their product home page. Kimberly-Clark promotes that using the Cottonelle Flushable Wipe will make you "feel confident knowing you've upped your down there game".

Kimberly-Clark's Public Recall

- 10. On October 9, 2020 Kimberly-Clark announced a voluntary product recall of Wipes sold throughout the United States, Canada and the Caribbean manufactured during the period February 7 to September 14, 2020 (the "Recall"). The affected Wipes from the Recalled Lots are interchangeably referred to in this pleading as the "contaminated Wipes", the "recalled Wipes" or the "affected Wipes".
- 11. Kimberly-Clark purported to notify consumers of the Recall of specified lots of the Wipes via a notice posted on its Cottonelle website, which advised the following:

Kimberly-Clark announced a product recall of its Cottonelle® Flushable Wipes and Cottonelle® GentlePlus Flushable Wipes sold throughout the United States, Canada and the Caribbean, due to the detection of some Cottonelle® Flushable Wipes that do not meet our high quality standards. The recall is limited to specific lots of Cottonelle® Flushable Wipes and Cottonelle® GentlePlus Flushable Wipes manufactured between February 7, 2020 – September 14, 2020. Please check your lot number above to see if your product is included. No other Cottonelle® products are affected by this recall and Flushable Wipes not affected are safe to use.

12. The Recall was inadequate in terms of timing, scope, and effectiveness. It was insufficient to properly warn consumers, including the Plaintiff and Class Members. The Defendants were on notice earlier and should have acted faster to attempt to warn the public of the danger from the contaminated Wipes.

Kimberly-Clark's Misconduct

- 13. From at least February 7, 2020 to September 14, 2020, the Defendants manufactured the Wipes with the presence of the bacterium, *pluralibacter gergoviae*.
- 14. The Defendants did not notify consumers of the presence of the bacterium until October 9, 2020 when they issued the Recall. Prior to issuing the Recall, the Defendants marketed the Wipes as being safe to use for personal care, even after becoming aware of complaints and concerns from customers about adverse consequences from use of the Wipes.

- 15. The Wipes manufactured between February 7 and September 14, 2020 (the Recalled Lots) were not safe to use. Those affected Wipes were dangerous, defective, and not fit for purpose.
- 16. At all material times, the Defendants failed to implement and observe safeguards to prevent contamination of their products.
- 17. At all material times, the Defendants failed to implement and observe methods for detecting the presence of bacterial contamination prior to mass distribution of the Wipes.
- 18. At all material times, the Defendants failed to ensure that the Wipes were fit for their intended purpose, both before releasing the Wipes into the stream of commerce and on an ongoing basis thereafter.
- 19. At all material times, the Defendants failed to properly investigate claims of adverse effects from customers prior to the Recall.
- 20. The Defendants failed to initiate the Recall in a timely or effective way.
- 21. At all material times, the Defendants failed to warn customers that the Wipes were contamin *pluralibacter gergoviae* with its known adverse consequences on human health.
- 22. The Defendants were negligent in their handling of the Wipes and the Recall. They owed a duty of care to the Plaintiff and Class Members as reasonably foreseeable consumers of their personal care products, and they breached that duty, causing harm.
- 23. Under the Competition Act, R.S.C., 1985, c. C-34, s 52(1), a manufacturer must not make a false or misleading representation. By marketing the Wipes as being safe to use, the Defendants misled consumers into believing the Wipes were safe for personal use, when they were neither safe nor suitable for this purpose. Having previously established in the marketplace that the Wipes were safe to use, the Defendants' failure to inform consumers about the presence of the bacterium, pluralibacter gergoviae, misled consumers as to a material aspect of the Wipes.
- 24. The Sale of Goods Act, RSBC 1996, C 410, ss 18(b) and (c) requires a seller to ensure that the goods being purchased by the consumer are of merchantable quality and durable for the

use to which they would be normally put. The Wipes are not safe or suitable for personal use. Using the Wipes causes infection, irritation, abrasion, and scarring to the skin. Even if unused, the Wipes are defective, cannot be safely used, and are worthless.

- 25. The Business Practices and Consumer Protection Act, SBC 2004, C 2 ("BPCPA"), s 4(3)(a)(i) and (a)(ii) prohibits a supplier of goods from making deceptive representations about the performance characteristics, components, standard, quality, and grade of goods. The Defendants marketed the Wipes as suitable and safe specifically when used to clean "down there" when the Wipes were neither safe nor suitable for this use. By failing to inform consumers that the Wipes were not safe for personal use, the Defendants made a deceptive representation as to the standard and quality of the Wipes.
- 26. The BPCPA, s 4(3)(b)(vi) states that a representation that uses ambiguity or that fails to state a material fact is deceptive. The Defendants had a duty to disclose material facts to the Plaintiff and Class Members regarding bacterial contamination in the Wipes by pluralibacter gergoviae.
- 27. The BPCPA, s 8(3) prohibits unconscionable acts and practices. Section 8(3)(b) states that it is an unconscionable act or practice to take advantage of a consumer's inability to protect their own interest due to ignorance. Prior to the Recall on October 9, 2020, there was no way for a consumer to determine that the Wipes were not safe or suitable for personal use.
- 28. In its role as designer, manufacturer, developer, marketer and seller of the Wipes, the Defendants knew or ought to have known that the presence of the bacterium, *pluralibacter gergoviae*, in the Wipes without notice to customers or proper disclosure was unconscionable. The Defendants had total control over the manufacturing and marketing of the Wipes. The relationship between the Defendants and the Plaintiff and Class Members as purchasers of the Wipes was characterized by a fundamental inequality of bargaining power, resulting in a substantially unfair bargain to the Plaintiff and Class Members to the Defendants' benefit as a direct consequence of the Defendants' misconduct.

29. As a result of the Defendants' misconduct and breaches of the *Competition Act*, the *Sale of Goods Act* and the *BPCPA*, the Plaintiff and Class Members have suffered damage and loss in the form of payment for a worthless, dangerous product.

Harm to the Plaintiff and Class Members

- 30. From their use of the contaminated Wipes, the Plaintiff and Class Members have suffered loss and damage because of the Defendants' negligence, including but not limited to:
 - a. Infection;
 - b. Irritation, abrasion, and scaring to the skin;
 - c. Psychological injury; and
 - d. Other injuries that may develop or become known in the future.
- 31. The Plaintiff and Class Members' injuries have and will continue to cause suffering, loss of enjoyment of life, permanent physical disability, loss of earning capacity, past and future, and loss of housekeeping capacity, past and future.
- 32. For compromised individuals like the Plaintiff and Class Members, they will be more susceptible to future degenerative changes as a result of having used the Wipes.
- 33. The Plaintiff and Class Members have sustained damages for the cost of medical treatment, including past and future cost of health care services provided by the government of British Columbia and the governments of other provinces and territories. The Plaintiff and Class Members continue to undergo medical care and treatment and continue to sustain damages. Class Members in other provinces or territories have sustained and will sustain similar damages.
- 34. As a result of their injuries, the Plaintiff and Class Members have received and in the future will continue to receive care and services from family members.
- 35. The Plaintiff and Class Members have not accepted, and should not be expected to accept, that only the Recalled Lots were affected. All Wipes manufactured during the Class Period are inherently suspect, and therefore worthless.

Part 2: RELIEF SOUGHT

- 36. The Plaintiff claims, on her own behalf and on behalf of the Class Members:
 - a. an order certifying this action as a class proceeding under the Class Proceedings Act, R.S.B.C. 1996, c. 50 (the "Class Proceedings Act");
 - b. general damages;
 - c. special damages;
 - d. past and future damages "in trust" for services provided by family members;
 - e. damages for breach of statutory warranty;
 - f. damages under the Competition Act, s 36 in the full amount of all Wipes sold in Canada during the Class Period;
 - g. damages under the Business Practices and Consumer Protection Act, SBC 2004,
 c. 2 ("BPCPA"), s 171 on behalf of the Plaintiff and Class Members and related enactments from other provinces;
 - h. restitution in the full amount of all Wipes manufactured and sold in Canada during the Class Period;
 - i. recovery of health care costs pursuant to the Health Care Cost Recovery Act,
 S.B.C. 2008, c. 27 and similar legislation in other provinces;
 - j. pre-judgment and post-judgment interest under the Court Order Interest Act, RSBC 1996, c 79; and
 - k. such further and other relief as this Honourable Court may deem just.

Part 3: LEGAL BASIS

37. The Plaintiff and Class Members plead and rely on the Negligence Act, RSBC 1996, c 318, BPCPA, the Sale of Goods Act, the Competition Act, R.S.C., Class Proceedings Act, 1985, c. C-34, the Limitation Act, SBC 2012, c 13, the Court Order Interest Act, RSBC 1996, c 79, the Supreme Court Civil Rules, and related enactments.

Negligence

- 38. At all material times the Defendants, individually or jointly, owed the Plaintiff and other Class Members a duty of care in designing, developing, manufacturing, testing, distributing, monitoring, storing and selling the Wipes.
- 39. Each of the Defendants breached its duty of care to the Plaintiff and other Class Members, particulars of which include, *inter alia*:
 - a. failing to implement and observe safeguards to prevent product contamination;
 - b. failing to implement and observe methods for detecting the presence of bacterial contamination prior to mass distribution of the Wipes;
 - c. failing to ensure that the Wipes were fit for their intended purpose, both before releasing it into the stream of commerce and on an ongoing basis thereafter;
 - d. failing to properly investigate claims of adverse effects from customers prior to the Recall;
 - e. failing to initiate the Recall in a timely or effective way; and
 - f. failing to warn the Plaintiff and Class Members that the Wipes included pluralibacter gergoviae with its known adverse consequence on human health.

Causation and Damages

- 40. As a result of the Defendants' negligence in the design, development, manufacturing, testing, distributing, marketing, monitoring, storing, labelling, promotion and sale of the Wipes, the Plaintiff and other Class Members have suffered and continue to suffer losses and damages, including:
 - a. personal injury;
 - b. loss of income earning capacity, past and future;
 - c. loss of housekeeping capacity, past and future;
 - d. cost of future care;
 - e. out of pocket expenses; and
 - f. damages "in trust" for service provided by family members, past and future.
- 41. At all material times, the Defendants were in a close and proximate relationship to the Plaintiff and other Class Members. The damages and losses suffered by the Plaintiff and other Class Members are the reasonably foreseeable consequences of the Defendants' aforementioned negligence and failure to warn.

Sale of Goods Act

- 42. The Defendants have breached the Sale of Goods Act.
- 43. The Plaintiff and Class Members are "buyers" within the meaning of the Sale of Goods Act, s 1.
- 44. The Defendants are "sellers" within the meaning of the Sale of Goods Act, s 1.
- 45. The Wipes are "goods" within the meaning of the Sale of Goods Act, s 1.

- 46. The Defendants, as the manufacturer, marketer, distributor and/or seller of the Wipes, impliedly warranted that the Wipes were of merchantable quality and that the Wipes were fit for the ordinary purpose for which they are used.
- 47. As a result of the bacterial contamination contained in the Wipes, the Wipes cannot perform their ordinary purpose and are not of merchantable quality.
- 48. The Defendant breached its implied warranties by manufacturing, marketing, distributing and/or selling the Wipes that consisted of harmful or hazardous bacteria.
- 49. The Plaintiff and Class Members are entitled to damages for breach of warranty under the Sale of Goods Act, s 56.
- 50. On behalf of Class Members resident outside of British Columbia, the Plaintiff pleads and relies on inter alia: Sale of Goods Act, RSO 1990, c S.1; Sale of Goods Act, RSS 1978, c S-1; Sale of Goods Act, RSA 2000, c S-2; Consumer Product Warranty and Liability Act, SNB 1978, c C-18.1; Sale of Goods Act, RSNS 1989, c 408; The Sale of Goods Act, CCSM c S10; Sale of Goods Act, RSNL 1990, c S-6; Sale of Goods Act, RSPEI 1988, c S-1; Sale of Goods Act, RSY 2002, c 198; Sale of Goods Act, RSNWT 1988, c S-2; Sale of Goods Act, RSNB 2016, c 110; Sale of Goods Act, RSNWT (Nu) 1988, c S-2.

Competition Act

- 51. The Competition Act applies to business transacted in Canada.
- 52. Kimberly Clark has breached the Competition Act, s 52, as amended from time to time.
- 53. Wipes are a "product" within the meanings of the Competition Act, ss 2 and 52(1).
- 54. As set out above, the marketing and sale of the Wipes in Canada as being safe and suitable for personal use when the Defendants knew or were reckless or willfully blind to the fact that the Wipes were unsafe and unsuitable was a breach of the Competition Act, s 52(1). The marketing by the Defendants that the Wipes were safe and suitable for personal use was done for the purpose of promoting, directly or indirectly, the supply or use of the Wipes and for the purpose of promoting, directly or indirectly, the Defendants' business interests. Such marketing

by the Defendants was false or misleading in a material respect, as set out above. The Defendants' representations regarding the Wipes included representations accompanying products, under the Competition Act, s 52(2), whether from Canada or from outside Canada under the Competition Act, s-s 52(2.1).

As a result of the Defendants' breaches of the Competition Act, s 52 the Plaintiff and Class Members have suffered loss and damage in an amount equal to the cost of all Wipes sold during the Class Period, and are entitled to damages in that amount under s 36.

Breach of the Business Practices and Consumer Protection Act

- 56. The Defendants have breached the BPCPA.
- 57. The Plaintiff and Class Members who purchased or used the Wipes for purposes that are primarily personal, family or household are "consumers" within the meaning of the BPCPA, s 1.
- 58. The Wipes are "products" within the meaning of the BPCPA, s 1.
- 59. The Defendants are "suppliers" within the meaning of the BPCPA, s 1. The BPCPA does not require privity of contract between suppliers and consumers.
- 60. The sale and supply of the Wipes is a "consumer transaction" within the meaning of the BPCPA, s 1. An unconscionable act or practice can occur before, during or after a consumer transaction.
- 61. By the conduct set out above, the Defendants have breached ss 4-5 and 8-9 of the BPCPA. The Defendants' actions constitute unconscionable business practices. The Defendants knew or ought to have known that their conduct was unconscionable and deceptive.
- 62. The BPCPA, s 5 prohibits suppliers from engaging in deceptive acts or practices in respect of consumer transactions. Once it is alleged that a supplier committed or engaged in a deceptive act or practice, the burden of proof that the deceptive act or practice was not committed or engaged in is on the supplier.

- 63. In particular, the Defendants have breached the *BPCPA*, s-ss 4-5. In their marketing and sale of the Wipes, the Defendants have breached *inter alia* s-ss 4(3)(a)(i), (a)(ii), and (b)(vi) by
 - a. marketing the Wipes as safe and suitable for personal use when they were not suitable for that usage;
 - b. selling and marketing the Wipes with a defect that consisted of harmful or hazardous bacteria;
 - c. representing that the Wipes have characteristics, uses and/or benefits that they do not have:
 - d. advertising the Wipes as safe, hygienic, clean and/or refreshing, with the intent not to sell them as advertised;
 - e. failing to implement adequate quality control mechanisms to detect and prevent the bacterial contamination in the Wipes; and
 - f. failing to inform consumers of the bacterial contamination contained within the Wipes.
- 64. In addition, the Defendants have breached the BPCPA, s-ss 8(3), (b) and (c) by
 - a. failing to inform consumers of the material fact that the Wipes were unsafe and unsuitable for their intended use;
 - b. misrepresenting and falsely advertising that the Wipes were safe and otherwise suitable for their intended use; and
 - c. failing to do a timely recall of the Wipes that were suspected to be contaminated.
- 65. The BPCPA s 9 prohibits suppliers from engaging in unconscionable acts or practices in respect of consumer transactions. Once it is alleged that a supplier committed or engaged in an unconscionable act or practice, the burden of proof that the unconscionable act or practice was not committed or engaged in is on the supplier.

- 66. As a result of the Defendants' breaches of the *BPCPA*, the Plaintiff and Class Members are entitled to damages under the *BPCPA*, s 171.
- Consumer Protection Act, RSA 2000, c C-26.3; The Consumer Protection and Business Practices Act, SS 2013, c C-30.2; Consumer Protection Act, CCSM c C200; Consumer Protection Act, 2002, SO, c 30, Sch A; Consumer Protection Act, CQLR c P-40.1; Consumer Protection Act, RSNS 1989, c 92; Consumer Protection Act, RSPEI 1988, c C-19; Consumer Protection and Business Practices Act, SNL 2009, c C-31.1; Consumers Protection Act, RSY 2002, c 40; Consumer Protection Act, RSNWT 1988, c C-17; and Consumer Protection Act, RSNWT 1988 (Nu), c C-17; each as amended from time to time and with regulations in force at material times.

Unjust Enrichment

- 68. As set out above, the Defendants have been enriched by the amounts paid by the Plaintiff and Class Members for the Wipes.
- 69. The Plaintiff and Class Members have been deprived by the payment of those amounts for the Wipes.
- 70. There is no juristic reason why the Defendants should have received or should retain these benefits. In particular, the breaches of any of the Competition Act, s 52, the Sales of Goods Act s 18, or an implied warranty of fitness, negate any juristic reason why the Defendants should have received or should retain these benefits. In particular, these breaches void any contracts under which the Plaintiff or Class Members purchased the Wipes.
- 71. As a result of their actions, the Defendants have been unjustly enriched. The Plaintiff and Class Members are entitled to restitution of the benefits received by the Defendants on account of the sale of the Wipes in Canada.
- 72. In the alternative, justice and good conscience require that the Defendants disgorge to the Plaintiff and Class Members an amount attributable to the benefits received by them on account of the sale of the Wipes in Canada.

Health Care Costs

- 73. The Province of British Columbia provides coverage for health care services to British Columbia residents through the Medical Services Plan and Health Insurance BC.
- 74. The Plaintiff is a "beneficiary" within the meaning of the *Medicare Protection Act*, R.S.B.C. 1996, c. 286 and any amendments, as are all Class Members who have received or will receive medical care on account of the Wipes.
- 75. The Plaintiff and Class Members have a claim for the recovery of health care costs, past and future, incurred on their behalf by the British Columbia Ministry of Health and by other provincial and territorial governments. The Plaintiff pleads the following provincial and territorial statutes, as amended, in support of a claim for recovery of health care costs incurred by provincial governments:
 - a. Health Care Cost Recovery Act, SBC 2008, c 27;
 - b. Medicare Protection Act, RSBC 1996, c 286;
 - c. Pharmaceutical Services Act, SBC 2012, c 22;
 - d. Hospital Act, RSA 2000, c H-12;
 - e. Crown's Right of Recovery Act, SA 2009, c C-35;
 - f. The Health Administration Act, RSS 1978, c H-0.0001 (formerly known as the Department of Health Act);
 - g. Health Services Insurance Act, CSSM s H35;
 - h. Health Insurance Act, RSO 1990, c H.6;
 - i. Home Care and Community Services Act, 1994, SO 1994, c26;
 - j. Health Services Act, RSNB 1973, c H-3;
 - k. Medical Services Payment Act, RSNB 1973, c M-7;

- l. Hospital Services Act, RSNB 1973, c H-9;
- m. Family Services Act, SNB 1980, c F-2.2;
- n. Hospital and Diagnostic Services Insurance Act, RSPEI 1988, c H-8;
- o. Health Services Payment Act, RSPEI 1988, c H-2;
- p. Health Services and Insurance Act, RSNS 1989, c 197;
- q. Hospital Insurance Agreement Act, RSN 1990, c H-7;
- r. Medical Care and Hospital Insurance Act, SNL 2016, c M-5.01;
- s. Hospital Insurance and Health and Social Services Administration Act, RSNWT 1988, c T-3;
- t. Hospital Insurance and Health and Social Services Administration Act, RSNWT (Nu) 1988, c T-3;
- u. Medical Care Act, RSNWT (Nu) 1988, c M-8;
- v. Health Insurance Act, CQLR c A-29; and
- w. Hospital Insurance Act, RSQ c A-28.

Joint and Several Liability

76. The Defendants are jointly and severally liable for the actions and damages allocable to any of them.

Limitation Periods

77. The Plaintiff or Class Members could not reasonably have known that loss or damage had occurred, that it was caused or contributed to by acts of the Defendants, or that a court proceeding would be an appropriate means to seek to remedy the injury until October 9, 2020. The harm is ongoing.

78. The Plaintiff and Class Members rely on the doctrines of postponement, discoverability,

and fraudulent concealment per Pioneer Corp v Godfrey to postpone the running of the limitation

period until October 9, 2020.

79. The Plaintiff and Class Members plead and rely on and the Limitation Act, SBC 2012, c

13, and in particular ss 8 and 21(3). In the alternative, or in addition, the Plaintiff and Class

Members rely on the Limitation Act, SBC 2012, c 13, s 30 and the Limitation Act, RSBC 1996, c

266. In addition, the Plaintiff and Class Members in British Columbia plead and rely on the

Emergency Program Act, Ministerial Order No. M098 to suspend the running of the limitation

period from March 26, 2020.

Service

80. The Plaintiff and Class Members have the right to serve this Notice of Civil Claim on the

Defendants pursuant to the Court Jurisdiction and Proceedings Transfer Act, SBC 2003, c 28, s

10 (CJPTA), because there is a real and substantial connection between British Columbia and the

facts on which this proceeding is based.

The Plaintiff and Class Members rely on the following grounds, in that this action 81.

concerns:

a. a tort committed in British Columbia (CJPTA, s 10(g));

b. restitutionary obligations that, to a substantial extent, arose in British Columbia

(CJPTA, s 10(f)); and

c. a business carried on in British Columbia (CJPTA, s 10(h)).

Plaintiff's address for service:

Slater Vecchio LLP

1800 - 777 Dunsmuir Street

Vancouver, BC V7Y 1K4

Fax number for service: 604.682.5197

Email address for service: service@slatervecchio.com

17

Place of trial: Vancouver, BC

The address of the registry is:

800 Smithe Street Vancouver, BC V6Z 2E1

Date: October 20, 2020

Signature of lawyer for plaintiff
Anthony A Vecchio QC

Slater Vecchio LLP

and

Mathew Good

Mathew P Good Law Corp

Rule 7-1 (1) of the Supreme Court Civil Rules states:

- (1) Unless all parties of record consent or the court otherwise orders, each party of record to an action must, within 35 days after the end of the pleading period,
 - (a) prepare a list of documents in Form 22 that lists
 - (i) all documents that are or have been in the party's possession or control and that could, if available, be used by any party at trial to prove or disprove a material fact, and
 - (ii) all other documents to which the party intends to refer at trial, and
 - (b) serve the list on all parties of record.

ENDORSEMENT ON ORIGINATING PLEADING OR PETITION FOR SERVICE OUTSIDE BRITISH COLUMBIA

The plaintiff claims the right to serve this pleading on the defendant Teva Branded Pharmaceutical Products R&D, Inc. outside British Columbia on the ground that the *Court Jurisdiction and Proceedings Transfer Act*, SBC 2003, c 28, s 10 (*CJPTA*) applies because there is a real and substantial connection between British Columbia and the facts on which this proceeding is based. The Plaintiff and Class Members rely on the following grounds, in that this action concerns:

- a tort committed in British Columbia (CJPTA, s 10(g));
- restitutionary obligations that, to a substantial extent, arose in British Columbia (CJPTA, s 10(f)); and
- business carried on in British Columbia (CJPTA, s 10(h)).

Appendix

[The following information is provided for data collection purposes only and is of no legal effect.]

Part 1: CONCISE SUMMARY OF NATURE OF CLAIM:

This is a proposed class proceeding regarding undisclosed side effects of Cottonelle Wipes.

Part 2: THIS CLAIM ARISES FROM THE FOLLOWING:

[Check one box below for the case type that best describes this case.]
A personal injury arising out of:
] a motor vehicle accident
] medical malpractice
x] another cause
A dispute concerning:
] contaminated sites
] construction defects
] real property (real estate)
] personal property
] the provision of goods or services or other general commercial matters
] investment losses
] the lending of money
] an employment relationship
] a will or other issues concerning the probate of an estate
a matter not listed here

Part 3: THIS CLAIM INVOLVES:

[Check all boxes below that apply	v to this case]				
[x] a class action					
[] maritime law					
[] aboriginal law					
[] constitutional law					
[] conflict of laws					-
[] none of the above					
[] do not know					
Part 4:			•		
Limitation Act, SBC 2012, c 13, RSBC 1996, c 318.	Court Order Int	erest Act, R	SBC 1996	, c 79, Ne	gligence Act,

Nº 500-06-001108-204

COUR SUPÉRIEURE

(Actions collectives)

DISTRICT DE MONTREAL

LOGAN BUTTERS,

Requérant

-

KIMBERLY-CLARK CORPORATION,

KIMBERLY-CLARK CANADA INC.,

Intimées

DEMANDE DE SUSPENSION TEMPORAIRE DE L'ACTION COLLECTIVE

(arts. 18, 49, 577 C.p.C. et art. 3137 C.C.Q.)

ORIGINAL

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