| 20 WITH PROSPECTIVE ECONOMIC 21 ADVANTAGE; AND 22 8. NEGLIGENT INTERFERENCE 23 WITH PROSPECTIVE ECONOMIC 23 ADVANTAGE 24 REQUEST FOR JURY TRIAL 25 26 27 28 | 21 22 23 24 25 26 27 | ADVANTAGE; AND 8. NEGLIGENT INTERFERENCE WITH PROSPECTIVE ECONOMIC ADVANTAGE REQUEST FOR JURY TRIAL |
|---|--|--|
| COMPLAINT | | COMPLAINT |

Plaintiff Lucky Boy, Inc., through its attorneys Cislo & Thomas LLP, alleges
 as follows:

3

THE PARTIES

Plaintiff Lucky Boy Hamburgers, Inc. ("Plaintiff" or "Lucky Boy") is a
 California corporation having a principal place of business located at 830 N.
 Gainsborough Drive, Pasadena, California, 91107 and is the owner of Lucky Boy, a
 restaurant in Pasadena.

8 2. Upon information and belief, Defendant Postmates Inc., is a corporation
9 organized under the laws of Delaware with a principal place of business at 201 3rd
10 Street, Suite 200 San Francisco, California, 94107. Postmates is an on-demand food
11 delivery platform.

12

JURISDICTION AND VENUE

3. The Court has subject matter jurisdiction over this matter pursuant to 15
U.S.C. § 1121 and 28 U.S.C. §§ 1331, 1338 and 1367. Plaintiff's claims are, in part,
based on violations of the Lanham Act, as amended, 15 U.S.C. §§ 1051, et seq. The
Court has jurisdiction over the state law claims pursuant to 28 U.S.C. §§ 1338(b),
and 1367.

4. This Court has personal jurisdiction over Defendant, and for similar
 reasons, venue is proper in the Central District of California pursuant to 28 U.S.C.
 § 1391(b). Plaintiff is informed and believes that Defendant operates its food
 delivery business throughout the Central District of California, including throughout
 Los Angeles County and Orange County. Further, upon information and belief, a
 substantial part of the events or omissions giving rise to Plaintiff's claims occurred in
 this District.

25

LUCKY BOY HAMBURGERS

5. Lucky Boy is a family-owned corporation that has been in business since
1960. Lucky Boy was founded by two brothers from Greece who started over in the
San Gabriel Valley after Europe was decimated from war. With its third generation

- 1 -

of family leadership currently at the helm, the company has succeeded in the
 exceedingly competitive restaurant industry.

3 6. There are two Lucky Boy locations in Pasadena. The walk-up diner
4 located off of Arroyo Parkway is owned by Plaintiff while the Walnut Street location
5 is licensed to family members.

7. The Los Angeles Times rated Lucky Boy as a Top 100 Los Angeles
restaurant and Zagat calls the walk-up diner, "...pretty damn good."

8 8. Lucky Boy is famous for their ultimate breakfast burrito- a fan favorite
9 with both customers and critics drawing hundreds of fans daily from across Los
10 Angeles County. In addition to breakfast burritos the restaurants also offer
11 vegetarian dishes, specialty sandwiches, salads and burgers.

9. Plaintiff Lucky Boy is the owner of U.S. Trademark Registration Nos.
 5,406,126 and 5,673,259 for Lucky Boy for use in connection with restaurant
 services with a first use in commerce date of May 30, 1960. The company also owns
 California Trademark Registration No. 18088 issued on November 16, 1983 for
 Lucky Boy. The Lucky Boy trademarks are collectively referred to as the "Lucky
 Boy Mark". Attached as Exhibit "1" are true and correct copies of Plaintiff's federal
 trademark registrations.

19 10. Plaintiff Lucky Boy's registrations are valid, subsisting and in full force
20 and effect evidencing the validity of the Lucky Boy Mark and Plaintiff's exclusive
21 right to use the mark in connection with the services identified in the registrations.

11. The presence of the Lucky Boy Mark for use with Plaintiff's services
indicates to the public that the services provided under the Lucky Boy Mark originate
with, or are provided by, Lucky Boy. Plaintiff adheres to strict quality standards in
the preparation and service of its food and beverages including all requirements of
the California Retail Food Code. Thus, the consuming public has come to associate
the Lucky Boy Mark with food and restaurant services of the highest quality.

28

12. As a consequence of all of the foregoing, the Lucky Boy Mark has

attained considerable value and the goodwill associated with it represents a valuable
 business asset.

3

POSTMATES INFRINGEMENT

13. Defendant Postmates is a third-party courier service similar to
DoorDash, Uber Eats or GrubHub that have become popular in recent years due to
the Covid pandemic. Consumers use an online platform, usually an app, to order
food, a driver picks up the order at the location, and delivers the food to the
consumer.

9 14. On information and belief, Postmates generates revenue by charging
10 delivery service fees to both the consumer and the eating establishment. For example,
11 a restaurant has to pay a commission on the food that it sells and the consumer pays a
12 percentage of the sales price.

13 15. Not all restaurants want to be associated or affiliated with third party
14 food delivery services.

15 16. The delivery service fees are high. Upon information and belief,
16 Defendant Postmates charges restaurants approximately thirty (30) percent of each
17 food order which causes some restaurants to actually lose money. Also Postmates
18 only pays monthly. The high rates and slow pay are unacceptable. This is especially
19 true in a pandemic when restaurants have faced unprecedented challenges in trying to
20 remain open and pay overhead.

17. Further, upon information and belief, Defendant does not comply with
Food Code requirements and its drivers do not possess the appropriate licenses and
permits required to safely handle food on behalf of consumers. There have been
numerous articles in the press about delivery service apps providing poor service and
the improper handling of food, and even drivers who eat the food.

18. Lucky Boy does not want to be affiliated or associated with Defendant.
However, Postmates runs its business to penalize Lucky Boy for not signing up by
intentionally diverting business form Lucky Boy.

19. 1 Despite Defendant not having authorization to use the Lucky Boy Mark it continues to use LUCKY BOY in its online platforms. 2 Gorgle 3 postmates lucky boy x 🦆 Q = Q Al Videos El News C Images @ Shopping | More 4 About 151,000 results (0.56 seconds) Ad - www.postmates.com/ + 5 Postmates - Order Now rve delicious food. Sign up with Postmates to place your first order. Go ahead-trea oursell. Download the **Postmates** app or order online. Quick Delivery. Types: Pizza, Chinese Thai, Indian, Sushi, Mexican, Italian, Burgers, American. 6



25 21. Defendant Postmates has a "menu" posted for Lucky Boy but it has
26 incorrect information including lower prices. This causes issues for Lucky Boy
27 when its customers come to order and the prices are not the same.

28

22. Because Lucky Boy is not an option for Postmates delivery, Defendant

offers alternatives with similar food when Lucky Boy is searched for, and this too
 diverts business away from Lucky Boy.

3 23. Plaintiff has repeatedly contacted Defendant Postmates requesting the
4 all references to Lucky Boy be removed from all online resources. Attached as
5 Exhibit "2" are some of the correspondence Lucky Boy has had with Postmates.

6

24. Postmates never complied with Plaintiff's requests.

7 25. On or about February 16, 2021, Lucky Boy through counsel sent a letter
8 to Defendant Postmates' CEO via email and FedEx (with confirmation the letter was
9 delivered) requesting removal of all references to Lucky Boy and to immediately
10 cease and desist from using Plaintiff's trademarks on its website, mobile application,
11 and advertisements. Attached as Exhibit "3" is a true and correct copy of the letter
12 sent to Postmates.

13 26. To date, no response has been received and no changes have been made
14 regarding references to Lucky Boy through Postmates.

15 27. On information and belief, Postmates is using unfair business practices
16 in an attempt to "coerce" Lucky Boy to become one of its restaurants. Postmates'
17 actions are fraudulent, oppressive, and malicious.

18 28. By reason of Defendant's acts, as alleged herein, Lucky Boy has
19 suffered damages, including attorney fees, incurred due to Postmates conduct.

20

21

FIRST CLAIM FOR RELIEF

(For Trademark Infringement – 15 U.S.C. § 1114(1))

22 29. Lucky Boy repeats and re-alleges paragraphs 1 through 28, as though
23 fully set forth in this paragraph.

30. The Lucky Boy Mark is owned by Lucky Boy and Lucky Boy has
continuously used the Lucky Boy Mark in commerce since at least as early as 1960.
Lucky Boy has never authorized or consented to Defendant's use of any mark which
is the same as, is confusingly similar to, or constitutes a colorable imitation of the
Lucky Boy Mark in commerce in connection with its products or services.

31. Defendant's actions, as alleged above, are likely to cause confusion,
 mistake or deception in violation of Section 32(1) of the Lanham Act, 15 U.S.C. §
 1114(1).

4 32. Defendant's acts have been undertaken to cause confusion, mistake and
5 deception among members of the relevant public and to trade on the goodwill
6 associated with the Lucky Boy Mark.

7

8

SECOND CLAIM FOR RELIEF

(For False Designation of Origin – 15 U.S.C. §1125(a))

9 33. Lucky Boy repeats and re-alleges paragraphs 1 through 28, 30 through
10 32 as though fully set forth in this paragraph.

34. The Lucky Boy Mark is owned by Lucky Boy and Lucky Boy has
continuously used it in commerce for many years since at least as early as 1960.
Lucky Boy has not authorized or consented to Defendant's use of the Lucky Boy
Mark or of any similar marks or names in connection with its products or services.

35. Defendant's actions, as alleged above, are likely to cause confusion,
mistake or deception as to the affiliation, connection or association of the Defendant
with, or as to the origin, sponsorship or approval of Defendant's products or services
by Lucky Boy in violation of Section 43(a) of the Lanham Act, 15 U.S.C. § 1125(a).

19 36. Defendant's acts have caused and will continue to cause irreparable and
20 immediate injury to Lucky Boy for which Lucky Boy has no adequate remedy at law.
21 Unless Defendant is restrained by this Court from continuing its unauthorized use of
22 the Lucky Boy Mark, these injuries will continue to occur.

23

24

THIRD CLAIM FOR RELIEF

(For Infringement Under California State Law)

25 37. Lucky Boy repeats and re-alleges paragraphs 1 through 28, 30 through
26 32, 34 through 36, as though fully set forth in this paragraph.

27 38. On information and belief, the Defendant's actions, as described above,
28 constitute conduct that is so careless as to indicate a wanton disregard for the

intellectual property rights of Lucky Boy. Further, the Defendant's acts, as alleged
 above, constitute trademark infringement in that they have been undertaken with a
 conscious disregard of Lucky Boy's intellectual property rights and with a desire to
 injure Lucky Boy's business and to improve its own.

FOURTH CLAIM FOR RELIEF

(For Common Law Trademark Infringement)

7 39. Lucky Boy repeats and re-alleges paragraphs 1 through 28, 30 through
8 32, 34 through 36, and 38 as though fully set forth in this paragraph.

9 40. On information and belief, the Defendant's actions, as described above,
10 constitute conduct that is so careless as to indicate a wanton disregard for the
11 intellectual property rights of Lucky Boy. Further, the Defendant's acts, as alleged
12 above, constitute trademark infringement in that they have been undertaken with a
13 conscious disregard of Lucky Boy's intellectual property rights and with a desire to
14 injure Lucky Boy's business and to improve its own.

15 FIFTH CLAIM FOR RELIEF 16 (Against All Defendants for Unfair Competition, 17 Cal. Bus. & Prof. Code § 17200) Lucky Boy repeats and re-alleges paragraphs 1 through 28, 30 through 18 41. 32, 34 through 36, 38 and 40 as though fully set forth in this paragraph. 19 20 42. The above-described acts of Defendant constitute unfair competition within the meaning of California Business and Professions Code Section 17200. 21 Such acts have caused and will continue to cause irreparable and immediate injury to 22 Lucky Boy for which Lucky Boy has no adequate remedy at law. Unless Defendant 23 is restrained by this Court from continuing the acts alleged herein, these injuries will 24 25 continue to occur. 26 ||| 27 ///

28 ///

5

6

| 1 | SIXTH CLAIM FOR RELIEF | | | |
|----|---|--|--|--|
| 2 | (Common Law Unfair Competition) | | | |
| 3 | 43. Lucky Boy repeats and re-alleges paragraphs 1 through 28, 30 through | | | |
| 4 | 32, 34 through 36, 38, 40 and 42 as though fully set forth in this paragraph. | | | |
| 5 | 44. The above-described acts of Defendant constitutes common law unfair | | | |
| 6 | competition in that Defendant is attempting to pass off its goods and services as | | | |
| 7 | those of Lucky Boy. Such acts have caused and will continue to cause irreparable | | | |
| 8 | and immediate injury to Lucky Boy for which Lucky Boy has no adequate remedy at | | | |
| 9 | law. Unless Defendant is restrained by this Court from continuing the acts alleged | | | |
| 10 | herein, these injuries will continue to occur. | | | |
| 11 | SEVENTH CLAIM FOR RELIEF | | | |
| 12 | (Intentional Interference with Prospective Economic Advantage) | | | |
| 13 | 45. Lucky Boy repeats and re-alleges paragraphs 1 through 28, 30 through | | | |
| 14 | 32, 34 through 36, 38, 40, 42 and 44 as though fully set forth in this paragraph. | | | |
| 15 | 46. Defendant is liable to Lucky Boy for its interference with prospective | | | |
| 16 | economic advantage. Interference with prospective economic advantage requires: | | | |
| 17 | 1.) An economic relationship between plaintiff and some third party, | | | |
| 18 | with the probability for future economic benefit to the plaintiff; | | | |
| 19 | 2.) The defendant's knowledge of the relationship; | | | |
| 20 | 3.) Intentional acts on the part of defendant designed to disrupt the | | | |
| 21 | relationship; | | | |
| 22 | 4) Actual disruption of the relationship; and | | | |
| 23 | 5) Economic harm to the plaintiff proximately caused by the acts of the | | | |
| 24 | defendant. | | | |
| 25 | (Korea Supply v. Lockheed Martin Corp., 29 Cal.4th 1134, 1153 (2003). | | | |
| 26 | 47. Interference with prospective economic advantage also requires a | | | |
| 27 | plaintiff to allege an act that is wrongfully independent of the interference itself. | | | |
| 28 | 48. Here, an economic relationship exists between Lucky Boy and its | | | |
| | - 8 - | | | |

customers, with the probability of future economic benefit to Plaintiff Lucky Boy.

Defendant Postmates is aware of these relationships between Plaintiff and its

³ customers, but has nonetheless intentionally disrupted Plaintiff's relationship with its
⁴ customers.

49. By Defendants' conduct, Defendant has actually disrupted Plaintiff's
relationship with its customers including, but not limited to, customers not
purchasing from the restaurant believing it was closed.

8 50. Defendant false postings have resulted in a loss of business for Plaintiff
9 causing Plaintiff to suffer damages as a result of Defendant's conduct, including lost
10 sales.

11 51. Defendant's conduct continued even after being asked numerous times
12 to correct such false information.

52. Defendant's actions, as alleged herein, were intentional, willful,
malicious, oppressive and fraudulent, with wanton disregard for the rights of
Plaintiff, and were engaged in for the purpose of benefiting Defendant and injuring
Plaintiff, so as to justify the awarding of exemplary and punitive damages in an
amount subject to proof at trial.

18

1

2

19

EIGHTH CLAIM FOR RELIEF

(Intentional Interference with Prospective Economic Advantage)

53. Lucky Boy repeats and re-alleges paragraphs 1 through 28, 30 through
32, 34 through 36, 38, 40, 42, 44 and 46-52 as though fully set forth in this
paragraph.

23 54. Lucky Boy and its customers were in an economic relationship that
24 probably would have resulted in a future economic benefit to Plaintiff Lucky Boy.

25 55. Defendant Postmates knew or should have known of this restaurant26 customer relationship.

27 56. Defendant Postmates knew or should have known that this relationship
28 would be disrupted if Postmates failed to act with reasonable care.

57. Defendant Postmates failed to act with reasonable care even after being
 contacted numerous times to correct the false information.

3 58. By Defendants' conduct, Defendant has actually disrupted Plaintiff's
4 relationship with its customers including, but not limited to, customers not
5 purchasing from the restaurant believing it was closed.

50. Defendant false postings and misinformation have resulted in a loss of
business for Plaintiff therefore causing Plaintiff to suffer damages as a result of
Defendant's conduct, including lost sales.

9 51. Defendant's conduct continued even after being asked numerous times
10 to correct such false information.

52. Defendant's actions, as alleged herein, were negligent with disregard
for Plaintiff's rights, and were engaged in for the purpose of benefiting Defendant
and injuring Plaintiff.

14

15

PRAYER FOR RELIEF

WHEREFORE, Lucky Boy prays for relief as follows:

16 1. For an order permanently enjoining Defendant and Defendant's officers,
17 agents, employees and representatives, and all those acting in concert or conspiracy
18 with it from:

19a.Using any mark or designation that makes use of the term20LUCKY BOY or any permutation of that term, whether alone or in21combination with other words, characters or symbols in connection with22the sale, offer for sale, promotion or advertising of any products and/or23services;

b. Instructing or directing any third parties to prepare print
advertising, flyers, including digital content bearing the term LUCKY
BOY or any permutation of that term, whether alone or in combination
with other words, characters or symbols for use in connection with the
sale, offer for sale, promotion or advertising of any products and/or

| 1 | 1 services; | | | | |
|----|---|--|--|--|--|
| 2 | c. Imitatin | g, copying, making unauthorized use of, or otherwise | | | |
| 3 | 3 infringing, Plain | tiff's rights in and to the Lucky Boy Mark; | | | |
| 4 | 4 2. For a monetary | award in favor of Lucky Boy in an amount equal to (i) | | | |
| 5 | 5 Lucky Boy's actual damage | es and (ii) to the extent not included in actual damages, | | | |
| 6 | the Defendant's profits arising from the acts alleged above, such damages and profits | | | | |
| 7 | 7 to be trebled under 15 U.S. | to be trebled under 15 U.S.C. § 1117(a); | | | |
| 8 | B 3. For a finding t | hat this is an exceptional case within the meaning of, and | | | |
| 9 | ⁹ for an award of attorneys' f | ees pursuant to, 15 U.S.C. § 1117(a); | | | |
| 10 | 4. For an award o | of pre-judgment interest and post-judgment interest in the | | | |
| 11 | 1 maximum amount permitte | d by law; | | | |
| 12 | 2 5. For an award o | of costs under 15 U.S.C. § 1117(a), or as otherwise | | | |
| 13 | ³ provided by law; | | | | |
| 14 | 4 6. For exemplary | and punitive damages; and | | | |
| 15 | 5 7. For such other | and further relief as the court deems | | | |
| 16 | 6 | | | | |
| 17 | 7 | Respectfully submitted, | | | |
| 18 | 3 | CISLO &THOMAS LLP | | | |
| 19 | | | | | |
| 20 | DATED: February 24, 202 | 1 By: <u>/s/Jeffrey G. Sheldon</u> Jeffrey G. Sheldon | | | |
| 21 | 1 | | | | |
| 22 | 2 | Attorneys for Plaintiff, LUCKY BOY, INC. | | | |
| 23 | | - , | | | |
| 24 | 4 | | | | |
| 25 | 5 | | | | |
| 26 | 5 | | | | |
| 27 | | | | | |
| 28 | 8 | | | | |
| | | - 11 - | | | |

| 1 | REQUEST FOR JURY TRIAL |
|--------|---|
| 2 | |
| 3 | Lucky Boy requests a trial by jury on all issues so triable. |
| 4 | |
| 5 | Respectfully submitted, |
| 6 | CISLO &THOMAS LLP |
| 7 | |
| 8 9 | DATED: February 24, 2021 By: <u>/s/Jeffrey G. Sheldon</u> Jeffrey G. Sheldon |
| 10 | Attorneys for Plaintiff, |
| 11 | LUCKY BOY, INC. |
| 12 | |
| 13 | |
| 14 | |
| 15 | |
| 16 | |
| 17 | |
| 18 | |
| 19 | |
| 20 | |
| 21 | |
| 22 | |
| 23 | |
| 24 | |
| 25 | |
| 26 | |
| 27 | |
| 28 | |
| | - 12 - COMI |