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7	UNITED STATES DISTRICT COURT EASTERN DISTRICT OF CALIFORNIA			
8		ENTO DIVISION		
9	JOHN WADE,	No. 2:25-at-00462		
0	Plaintiff,	COMPLAINT		
1	V.	JURY TRIAL DEMANDED		
2	TOYOTA MOTOR NORTH AMERICA INC.;	JUNI IRIAL DEMIANDED		
3	TOYOTA MOTOR ENGINEERING & MANUFACTURING NORTH AMERICA,			
4	INC.; TOYOTA MOTOR SALES, U.S.A., INC.;			
15	Defendants.			
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I. INTRODUCTION

- 1. Plaintiff John Wade, by and through undersigned counsel, brings this action on behalf of himself and all others similarly situated against Defendants Toyota Motor North America, Inc., Toyota Motor Engineering & Manufacturing North America, Inc., and Toyota Motor Sales, U.S.A., Inc., (collectively, "Toyota"). All allegations made in this complaint are based on investigation of counsel and information and belief, except those allegations that pertain to Plaintiff, which are based on personal knowledge.
- 2. This putative class action arises out of Defendants' failure to disclose and then adequately repair a uniform and widespread defect in the battery charging systems of certain electric vehicles that causes the 12-volt batteries to repeatedly lose their charge completely. This renders the vehicles unable to start and drive, and also damages the 12-volt batteries and causes them to die completely and require premature replacement. The result is that Plaintiff and class members are left with vehicles that are not fit for ordinary use: the batteries die without warning, potentially stranding their drivers and passengers. This defect—hereinafter referred to as the Battery Defect—also results in considerable expenditure of time and out-of-pocket funds by Plaintiff and class members, who must jumpstart their vehicles or arrange for them to be towed, wait for dealerships to charge or replace batteries, arrange separate transportation to school, work, medical appointments, and so on.
- 3. While Plaintiff and some class members have had their 12-volt batteries replaced under warranty to date, Defendants have not made any permanent fix available, which means the problem persists: the 12-volt batteries will simply die and require replacement yet again, indefinitely, because the charging systems in the vehicles are inherently defective. Many class members have been through multiple 12-volt batteries in mere months and at 10,000 or fewer miles, even though 12-volt batteries ordinarily last several years and tens or hundreds of thousands of miles.

- 4. Had the true nature of the Battery Defect been made known to Plaintiff and class members at the time of purchase, they would not have purchased or leased the vehicles, or would have paid much less for them than they did.
- 5. The vehicles at issue (hereinafter "Class Vehicles" or "Vehicles") are the 2023-2025 model year Subaru Solterra and Toyota bZ4x. These vehicles are plug-in electric crossovers that were developed together, are based on the same platform and powertrain, and are manufactured by Toyota in Japan, but are sold in the United States by both Toyota (as the bZ4x model) and Subaru (as the Solterra model). There are slight differences between the models, but they are largely cosmetic; on information and belief, the systems at issue in this Complaint are essentially identical and both models suffer from the Battery Defect.

II. JURISDICTION AND VENUE

A. Subject Matter Jurisdiction

- 6. This Court has subject matter jurisdiction pursuant to the Class Action Fairness Act, 28 U.S.C. § 1332(d), because this is a class action in which the aggregate amount in controversy exceeds \$5,000,000, exclusive of interests and costs, and there are 100 or more class members who are citizens of different states than Defendants.
- 7. This Court has supplemental jurisdiction over Plaintiff's state law claims under 28 U.S.C. § 1367.

B. Personal Jurisdiction

- 8. This Court has general personal jurisdiction over Defendants because each of them conducted substantial business in this judicial district and intentionally and purposefully placed Class Vehicles into the stream of commerce within the state of California and throughout the United States.
- 9. There are numerous authorized Toyota dealerships in this District and throughout the state of California. Together, these authorized dealers sold a significant number of Class Vehicles.

 California leads the nation in electric vehicle sales, including sales of the Class Vehicles.

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10. Additionally, while Defendants' primary places of business are in Texas and Kentucky, they conduct substantial operations in California. Toyota Motor North America, Inc. is a California corporation and has offices in Torrance, California. Toyota Motor Engineering & Manufacturing North America, Inc. operates Toyota Auto Body California, a manufacturing plant located in Long Beach, California. And Toyota Motor Sales, U.S.A., Inc., is a California corporation that conducts considerable business in California, as it markets, distributes, and oversees warranty service of the many thousands of Toyota vehicles that are sold, leased, and operated in California.

C. Venue

11. Venue is proper in this District pursuant to 28 U.S.C. § 1391 because a substantial part of the events or omissions giving rise to Plaintiff's claims occurred in this District. Defendants have marketed, advertised, and sold the affected vehicles in this District, and otherwise conducted extensive business in this District.

D. Divisional Assignment

12. Because Plaintiff resides in San Joaquin County and a substantial part of the events or omissions giving rise to Plaintiff's claims occurred there, this action is commenced in the Sacramento Division.

III. PARTIES

A. Plaintiff

John Wade is a citizen of the State of California and resides in Lanthrop, California.
 Lanthrop is located in San Joaquin County, California.

B. Defendants

14. Toyota Motor North America, Inc. is a California corporation with its principal place of business located at 6565 Headquarters Drive, Plano, Texas. It has additional offices in Torrance, California; Georgetown, Kentucky; Washington, DC; Ann Arbor, Michigan; New York City, New York; and San Ramon, California. Toyota Motor North America, Inc. is a wholly owned subsidiary of COMPLAINT - 3

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Toyota Motor Corporation, a Japanese corporation. Toyota North America, Inc., is the holding company for the North American operations of Toyota Motor Corporation and its other corporate affiliates and subsidiaries. Toyota North America's activities include advertising marketing, distributing, leasing, warranting, and servicing Toyota vehicles through Toyota's approximately 1800 dealerships throughout the United States.

- 15. Toyota Motor Engineering & Manufacturing North America, Inc., is a Kentucky corporation with its principal place of business at 25 Atlantic Avenue, Erlanger, Kentucky. Like Toyota Motor North America, it is a wholly-owned subsidiary of Toyota Motor Corporation. In addition to Kentucky, it also has major operations in Arizona, California, and Michigan. Toyota Motor Engineering & Manufacturing North America, Inc. provides support to Toyota's North American manufacturing plants in areas including purchasing, production control, production engineering, quality control, and administration. It shares responsibility for Toyota's engineering, design, research and development, and manufacturing activities with Toyota's fourteen manufacturing plants in North America.
- 16. Toyota Motor Sales, U.S.A., Inc. is a California corporation with its primary place of business in Plano, Texas. From its founding in 1957 until 2017, its principal place of business was in Torrance, California. It is a wholly owned subsidiary of Toyota Motor Corporation and engages in the marketing, sales, and distribution of Toyota cars through Toyota's approximately 1,800 authorized dealers throughout the United States.

IV. **FACTUAL ALLEGATIONS**

Development and Production of the Class Vehicles Α.

17. Toyota is a major multinational automaker, and it has engaged in several joint ventures over the last twenty years with another major multinational automaker, Subaru. In fact, Toyota's Japanese parent corporation has owned a substantial part of Subaru Corporation since 2005, and since then the two companies have cooperated to manufacture both companies' vehicles in one another's

facilities, beginning with an effort to assemble Toyota Camry vehicles for the United States market at a Subaru plant in Indiana.

- 18. Toyota and Subaru also jointly developed a small sports car, which used a Subaru engine and was built at a Subaru manufacturing plant. This vehicle came to market in the United States in 2012, and was sold by Subaru as the BRZ model and by Toyota initially the FR-S (under Toyota's Scion brand), and later as the Toyota GR86.
- 19. More recently, the two companies have shared hybrid vehicle technology primarily developed by Toyota, with Subaru using a Toyota-derived hybrid powertrain in its first plug-in hybrid vehicle, a variant of the Crosstrek crossover.
- 20. When the time came for these frequent collaborators to enter the fully electric vehicle ("EV") market, they again worked together. In 2019, Toyota and Subaru announced that they would jointly develop a new SUV model that would be based on a new electric-vehicle platform.¹
- 21. The resulting electric SUV came to market for the 2023 model year. It was and is sold by Subaru as the Solterra, and by Toyota as the bZ4X.
- 22. The two vehicles have some minor differences, such as very slightly different exterior and interior styling to match each brand's other models, and some different options intended to appeal to their respective customers. For example, the Solterra has slightly higher ground clearance and comes with all-wheel drive as standard, along with Subaru's proprietary traction management system, consistent with Subaru's outdoors-focused brand identity. Meanwhile, the bZ4x is optimized more for city driving and commuting, so all-wheel drive is an optional extra.
- 23. But other than those minor differences, the two vehicles are, on information and belief, substantially identical. They use the same chassis architecture, the same EV battery, the same EV motors, and so on.

¹ https://www.caranddriver.com/news/a27785342/toyota-subaru-ev-platform-electric-suv/COMPLAINT - 5

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electric, so drivers must plug them in to recharge the EV battery. The EV batteries in the Class Vehicles are lithium-ion battery packs consisting of numerous rechargeable battery cells that store electricity to power the electric motors. В. The Battery Defect

They also use the same electrical and charging systems. The Class Vehicles are wholly

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- 25. In addition to the EV batteries that are an integral part of their powertrain, the Class Vehicles are equipped with the type of battery that drivers of cars with traditional internal combustion engines are more familiar with: a 12-volt lead-acid battery.
- 26. The 12-volt battery in the Class Vehicles, even though they are EVs, operates many of the same functions as a 12-volt battery does in an internal combustion vehicle: accessory functions like windshield wipers, lights, powered windows and seats, heating and cooling fans, and the radio. This makes sense: an EV can be equipped with the same accessory systems as a manufacturer's internal combustion vehicles are, and there is no need to reengineer these systems to work differently in an EV if the EV is equipped with a 12-volt battery.
- 27. Also like a traditional internal combustion vehicle, the 12-volt battery is involved in starting the motor. Rather than power a starter motor that begins rotating the moving parts of an internal combustion engine, the 12-volt battery in the Class Vehicles instead operates a switch between the EV battery and the drive motors that allows electricity to begin flowing to the to the motors.
- 28. Much like in a traditional internal combustion vehicle, if the 12-volt battery does not have an adequate charge to operate that starting switch, the Class Vehicles cannot start their motors. Thus, the Class Vehicles must charge their 12-volt batteries while driving.
- 29. However, the 12-volt charging and battery systems in the Class Vehicles are defective, and as a result, the 12-volt batteries (a) are not adequately recharged while driving and (b) drain until empty prematurely when the vehicle is not in operation.

- 30. At least one EV-focused automotive publication points the finger at parasitic drain from auxiliary systems, noting that the 12-volt battery on his reviewer loaner bZ4x went from driving to being unable to "start because the 12-volt battery didn't have any juice left in it to power the auxiliary systems."²
- 31. Consumers report online that their Class Vehicles (Toyota bZ4x) can have their 12-volt battery drained as quickly as a few weeks or even days with little to no driving. Toyota themselves, in TSB 0095-23³, mention the dangers of so-called 'parasitic draw' (wherein a vehicle's 12-volt battery drains when the car is seemingly otherwise not in use), noting that Toyota disables some functions at the factory in order "to reduce parasitic current draw in transit and storage" and requiring dealership staff to re-enable certain functionality before the multimedia systems in a vehicle can be used.
- 32. Toyota, in a different TSB (TSB-0026-23) defines their best practices in a Long Term Storage Guideline and instructs dealerships that "If a hybrid vehicle or battery electric vehicle is put into storage, the State-Of-Charge (SOC) of its battery and auxiliary battery will gradually decrease" and "To reduce battery drain during long-term storage, remove the battery ground (–) cable of each vehicle and reinstall it just before delivery to the customer. When the battery ground (–) cable is reconnected, check and reset electrical components, such as the clock, radio, etc., and reinitialize ALL applicable systems/functions."⁴
 - 33. The Battery Defect has four deleterious effects:
 - A. First, the 12-volt batteries often lack sufficient charge to start the vehicle when needed, rendering the Class Vehicles unable to start because even if the EV battery is charged, it cannot be connected to the drive motors to begin the flow of electricity without the 12-volt

² https://insideevs.com/news/670724/this-toyota-bz4x-has-12-volt-battery-drain-issue-is-more-common/

https://static.nhtsa.gov/odi/tsbs/2023/MC-10247827-9999.pdf

⁴ https://static.nhtsa.gov/odi/tsbs/2023/MC-10244122-9999.pdf COMPLAINT - 7

battery. This is similar to the experience a driver of an internal combustion vehicle would have if their 12-volt battery were discharged and unable to start the vehicle.

- B. The second problem the Battery Defect causes is unlike an internal combustion vehicle, however. Because EVs use electric motors that directly drive the axles or wheels rather than routing their power through a transmission that can easily be physically placed in neutral, allowing the wheels to rotate freely, the electric system of the Class Vehicles is necessary to engage or disengage the drive motors and allow the vehicle to move. This means that if it cannot be started, it also cannot roll freely, which means that Plaintiff and Class members whose Class Vehicles require towing because they cannot start—because the 12-volt battery is discharged—must arrange for specialized tow equipment. In combination with the first problem—the too-frequent situation in which the Class Vehicles cannot start—Plaintiff and Class members may be stranded by their vehicles when, without warning, they are unable to start because the 12-volt batteries are discharged.
- C. The third problem is that because the 12-volt batteries operate many of the accessory systems in the Class Vehicles—including the computer systems required to manage the EV battery and drive motors—the Class Vehicles may shut down suddenly, even while driving, when the 12-volt battery is discharged. This presents an unacceptable safety risk.
- D. The fourth problem is that repeated cycles of inadequate charging ultimately destroy the 12-volt batteries, requiring their premature replacement. Ultimately, fully discharging a 12-volt lead-acid battery causes the lead-acid medium to crystallize, such that it can no longer hold a charge. 12-volt batteries typically have a useful life of several years and hundreds or thousands of charge cycles over tens or hundreds of thousands of miles. The Battery Defect shortens that useful life.
- 34. It is possible to jump-start a Class Vehicle—just like an internal combustion vehicle, an external power source can be connected to the 12-volt battery to provide power to the 12-volt electrical COMPLAINT 8

equipment, may require the presence of another vehicle, and can itself damage the 12-volt battery.

35. If a Plaintiff or Class member jump-starts their vehicle rather than tows the car, a dealer

system, and the vehicle can then be started. However, jump-starting requires carrying the proper

- 35. If a Plaintiff or Class member jump-starts their vehicle rather than tows the car, a dealer may be unwilling to test or replace the 12-volt battery, either because the battery is not dead upon arrival to the dealer, or because the 12-volt battery could theoretically have been damaged by jump-starting rather than by the defective charging system. This imposes a further burden, and a difficult and unfair choice, on a driver who has just been stranded by their vehicle—they can engage in self-help in order to get the vehicle to their destination or the dealer, only to be told that the dealer cannot or will not help, or they can arrange and wait for specialized towing, fail to reach their destination, and be left without an even semi-functional vehicle.
- 36. To Plaintiff's knowledge, Defendants have never acknowledged the existence of the Battery Defect, and have not offered any permanent or effective fix. Defendants failed to disclose it at the time of purchase and have concealed it, or at least failed to disclose it, at any point thereafter.
- 37. At best, dealers may replace failed 12-volt batteries under warranty, but without a permanent repair for the defective charging system, those batteries will inevitably fail prematurely again. That is not a tenable solution.
- 38. Plaintiff and Class members have experienced numerous battery failures and have had to prematurely replace their 12-volt batteries. Even if those batteries are replaced under warranty, the defective charging system means that the new batteries will simply fail again after another few thousand miles, potentially stranding Plaintiff or Class members yet again.

C. Defendants Knew or Should Have Known About the Battery Defect

39. Defendants are aware of the Battery Defect. They learned of the Battery Defect through pre-release testing including with respect to the battery charging systems, as they are an integral part of any vehicle. Defendants' pre-sale testing of the Class Vehicles would have necessary revealed the Battery Defect to them.

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- 40. Defendants' knowledge of the Battery Defect is also supported by numerous consumer complaints about the issue. Instances of the battery failures are widespread, and Defendants are aware of them, not only because Plaintiff and Class members brought them to Defendants' notice by bringing their vehicles to Defendants' authorized dealers but also because of the many complaints lodged by consumers with NHTSA, with Defendants directly, and in online for that Defendants, on information and belief, monitor.
- 41. NHTSA maintains a database of motor-vehicle consumer complaints submitted since January 2000. Toyota, like other large automakers, regularly reviews these complaints and communicates directly with NHTSA.
- 42. Consumers are able to submit complaints online or by phone in which they provide information that includes the make, model, and model year of the vehicle, the approximate incident date, the mileage at which the incident occurred, and a description of the incident. A number of NHTSA complaints concerning the Battery Defect have been submitted to the database. Below are several examples that illustrate consumers' experiences with the Battery Defect in the Toyota bZ4x, and the severity and safety risk of the defect.

NHTSA ID Number: 11644322 Incident Date: February 22, 2025

Consumer Location: VALLEY STREAM, NY

Report to NHTSA – 12-Volt Battery Issue in Toyota BZ4X **Vehicle Information:** - **Make & Model:** Toyota BZ4X - **Issue:** 12-Volt Battery Drain **Description of the Problem:** I have been experiencing repeated issues with the 12volt battery in my Toyota BZ4X. If the vehicle is not driven for one or two days, the battery depletes, requiring a jump-start to operate. I have taken the car to the dealership for inspection on two separate occasions—once in November and again recently. On both visits, the dealer was unable to identify any issues. However, despite these inspections, the problem persists. Most recently, after taking the vehicle to the dealership, the car once again failed to start the following day and required another jump-start. **Safety Concern:** This recurring battery failure presents a significant safety risk, particularly if the vehicle becomes inoperable in a remote location or in an emergency situation. The inability to start the car reliably raises concerns about potential hazards, especially in extreme weather conditions or areas with limited access to assistance. **Request for Investigation:** I urge the NHTSA to investigate this issue further, as it affects the reliability and safety of the vehicle. A resolution is necessary to ensure that the 12-volt battery functions as intended without leaving drivers stranded.

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NHTSA ID NUMBER: 11642584 Incident Date: February 3, 2025 Consumer Location: ATLANTA, GA

The contact owns a 2024 Toyota BZ4X. The contact stated that the battery failed to retain a charge, resulting in the doors not unlocking as needed. The contact stated that the dealer had previously replaced the battery, but the failure persisted. The vehicle was towed back to the dealer, who determined that the battery had failed again. The vehicle was not repaired and remained at the dealer. The manufacturer was not made aware of the failure. The failure mileage was approximately 12,389.

NHTSA ID NUMBER: 11618908 Incident Date: October 9, 2024 Consumer Location ANTHEM, AZ

On two occasions in the last month, when attempting to start the car, it doesn't start, the interior dash lights start flickering, and a notification displays stating, "Parking brake cannot be applied". I then have to "jump" the 12-volt battery. The main issue is the notification stating the parking brake cannot be applied because before shutting off the car the night before, I make sure the parking brake IS applied. However, it seems like the 12-volt battery is dead when I attempt to start it the following day; it automatically turns off the parking brake or at least notifies me that it is in error based on the message I receive.

NHTSA ID NUMBER: 11596203 Incident Date: June 22, 2024

Consumer Location: VALLEJO, CA

For the 6th time, the car is without power. It will not start although the starter battery was changed by the dealer on 5/28/24. The EV battery does not show any power. This is the 6th time that car will not start and without power. It was bought brand new on 1/1/2023.

NHTSA ID NUMBER: 11590882

Incident Date May 26, 2024

Consumer Location VALLEJO, CA

On October 11, 2023 at 7:35 am, the 2023 BZ4X all electric car did not start and a message on the dashboard read "parking brake unavailable." The brake lights were flashing. Car was towed to the dealer, City Toyota. No diagnosis or explanation was offered. 2) On May 6, 2024 @ 7:08 am, the 2023 BZ4X did not start. Car was 80% charged. Headlights flashed for a few seconds, dashboard displayed time (7:08 am) and mileage (17734), and message "parking brake unavailable." Toyota roadside service was called; the tow truck driver jump-started the car, and stated "the car battery was at 4%. It should be a minimum-of 12%. It is the battery that starts the car." BZ4X was dropped off at the dealer, Toyota Vallejo. I asked if the battery can be replaced, service manager (SM) reported only if the diagnostics warrant it. Per SM, starter battery was charged." Dealer unable to reproduce what was causing the electrical problem and what was "draining the battery." 3) On May 20, 2024 @ 6:28 am, the car had a total black-out. The car did not start and there was no electrical power. Roadside service was called. Per tow-truck driver,

"battery was less than 4%." The car was towed to the dealer, Toyota Vallejo. Tow truck driver gave warm hand-off to Assistant Service Manager (ASM) that "car was dead and battery was less than 4%. Toyota BZ4X was kept overnight by the dealer service dept. Toyota Vallejo was in possession of car from 5/20/24 to 5/21/24. Per ASM, "we could not find anything wrong." I asked if the battery that starts the car can be replaced, he denied and stated, "only if it fails the diagnostics." A copy of the thorough checklist was not provided to client upon pick-up of vehicle. Miles was 18878. 4) On May 26, 2024 a 8:31 am, the car did not start and had a complete black-out. No electricity. The car battery was charged at 80% as is customary and in prior events. It is the Memorial Day weekend and service dept hours are limited. Car always parked in garage.

43. Despite knowing about these problems with the battery charging system, Defendants continued to include the defective charging systems in the Class Vehicles and continued to sell and lease these vehicles without eliminating the Battery Defect and without disclosing it to Plaintiff and Class members in warranty manuals, on Defendants' websites, in advertisements, on Monroney stickers, or elsewhere.

D. Plaintiff's Experience

- 44. In or around March 2023, Plaintiff Wade purchased a 2023 Toyota BZ4X LTD from Modesto Toyota in Modesto, California.
- 45. Based on Toyota's representations touting the quality of its vehicles, Plaintiff Wade considered Toyota to be a quality company with a strong reputation for producing reliable vehicles. In addition to Toyota's reputation, Plaintiff Wade decided on the Toyota bZ4x because he believed, based on Toyota's marketing, that it was a high-quality and highly reliable vehicle.
- 46. The 12-volt battery in Plaintiff Wade's vehicle died just a few weeks following his purchase in late April 2023. The vehicle had displayed warning signs on the dashboard before the battery died. Plaintiff promptly contacted his roadside assistance service who jumpstarted Plaintiff's vehicle.
- 47. Plaintiff Wade experienced the Battery Defect again in late 2023, after approximately 2,000 miles of driving the vehicle. Plaintiff could not jumpstart his vehicle and it needed to be towed to the Toyota dealership in order to address the Battery Defect. The Toyota dealership did not provide COMPLAINT 12

Plaintiff with a loaner vehicle during this time. After a few days, Plaintiff contacted the dealership to see what the issue with his vehicle was, at which point the dealership indicated that the 12-volt battery needed to be replaced. Following the replacement of the battery, Plaintiff picked up his vehicle from the dealership.

- 48. The 12-volt battery died again in Plaintiff Wade's car in December 2024, exhibiting the same warning signs on the dashboard. Toyota Customer Care confirmed that the battery was dead when they arrived to tow the vehicle to the dealership. Once again, the Toyota dealership did not provide Plaintiff with a loaner vehicle and did not contact Plaintiff about his vehicle for three weeks. After those three weeks had passed, Plaintiff called the dealership himself and discovered that the battery needed to be replaced again, but was not told why.
- 49. The 12-volt battery equipped in Plaintiff Wade's Class Vehicle has failed three times after only about 5,000 miles of driving the vehicle. The 12-volt battery in Plaintiff Wade's vehicle has been replaced twice since March 2023.
- 50. Due to the Battery Defect, Plaintiff purchased and installed a Level 2 battery charger—the same as those used at the Toyota dealership—because he believed the reason his vehicle was experiencing these issues was a result of not using a sufficient EV battery charger, incurring approximately \$4,800 in out-of-pocket expenses.
- 51. Plaintiff has never been informed of any recalls or defects related to his vehicle's battery by anyone affiliated with Toyota but has discovered and reviewed similar claims and complaints of the Battery Defect plaguing Class Vehicles on social media and vehicle forums.
- 52. Plaintiff has visited his dealership and Toyota on multiple occasions in order to address the Battery Defect, and the dealer has consistently indicated that there is no issue with the Class Vehicle's battery, or that the failures experienced by Plaintiff are normal. Plaintiff has similarly contacted corporate Toyota concerning the Battery Defect. Toyota has likewise offered no recourse to Plaintiff.

53. Due to Defendant Toyota's lack of transparency in the quality of its Class Vehicles and its components, namely the defective 12-volt battery, Plaintiff and similarly situated consumers have spent time and money addressing the Battery Defect without sufficient redress, compensation, or concern from Toyota. Had he been aware of the Battery Defect before purchasing his vehicle, Plaintiff would not have done so or would have paid significantly less for it than he did.

V. CLASS ACTION ALLEGATIONS

54. Plaintiff brings this action as a class action under Rule 23 of the Federal Rules of Civil Procedure, on behalf of a proposed nationwide class (the "Class"), defined as:

Any person in the United States who purchased or leased, other than for resale, a Class Vehicle.

- 55. Class Vehicles are defined as follows:
- 2023, 2024, and 2025 model year Toyota bZ4x and Subaru Solterra.
- 56. In addition or in the alternative to the Nationwide Class, the California State Class is defined as follows:

California Class: All persons in the state of California who bought or leased, other than for resale, a Class Vehicle.

- 57. The Class and California State Class satisfy the prerequisites of Federal Rule of Civil Procedure 23(a) and the requirements of Rule 23(b)(3).
- 58. Numerosity and Ascertainability: Plaintiff does not know the exact size of the Class or identity of the Class members, since such information is the exclusive control of Defendant. Nevertheless, the Class encompasses tens of thousands of individuals dispersed throughout the United States. The number of Class members is so numerous that joinder of all Class members is impracticable.

The names, addresses, and phone numbers of Class members are identifiable through documents maintained by Defendants.

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- 59. **Commonality and Predominance:** This action involves common questions of law and fact which predominate over any question solely affecting individual Class members. These common questions include:
 - i. whether Defendants engaged in the conduct alleged herein;
 - ii. whether Defendants had knowledge of the Battery Defect in the Class Vehicles when they placed Class Vehicles into the stream of commerce in the United States;
 - whether Defendants should have had knowledge of the Battery Defect in the ClassVehicles when they placed Class Vehicles into the stream of commerce in the UnitedStates;
 - iv. when Defendants became aware of the Battery Defect in the Class Vehicles;
 - v. whether Defendants knowingly failed to disclose the existence and cause of this defect in the Class Vehicles;
 - vi. whether Defendants knowingly concealed the defect in the Class Vehicles;
 - vii. whether Defendants' conduct as alleged herein violates consumer protection laws;
 - viii. whether Defendants' conduct as alleged herein violates warranty laws;
 - ix. whether Defendants' conduct as alleged herein violates other laws asserted herein;
 - x. whether Plaintiff and Class members overpaid for their Class Vehicles as a result of the defect;
 - xi. whether Plaintiff and Class members have suffered an ascertainable loss as a result of the defect;
 - xii. and whether Plaintiff and Class members are entitled to damages and equitable relief.
- 60. **Typicality:** Plaintiff's claims are typical of the other Class members' claims because all Class members were comparably injured through Defendants' substantially uniform misconduct as described above. The Plaintiff representing the Class is advancing the same claims and legal theories on behalf of himself and all other members of the Class that he represents, and there are no defenses that COMPLAINT 15

and are based on the same legal theories.

61. Adequacy: Plaintiff is an adequate Class representative because his interests do not

are unique to Plaintiff. The claims of Plaintiff and Class members arise from the same operative facts

- 61. **Adequacy:** Plaintiff is an adequate Class representative because his interests do not conflict with the interests of the other members of the Class he seeks to represent; Plaintiff has retained counsel competent and experienced in complex class action litigation; and Plaintiff intends to prosecute this action vigorously. The Class's interest will be fairly and adequately protected by Plaintiff and his counsel.
- 62. **Superiority:** A class action is superior to any other available means for the fair and efficient adjudication of this controversy, and no unusual difficulties are likely to be encountered in the management of this class action. The damages and other detriment suffered by Plaintiff and the other Class members are relatively small compared to the burden and expense that would be required to individually litigate their claims against Defendants, so it would be virtually impossible for the Class members to individually seek redress for Defendants' wrongful conduct. Even if Class members could afford individual litigation, the court system could not; individualized litigation creates a potential for inconsistent or contradictory judgments, increases the delay and expense to the parties, and increases the expense and burden to the court system. By contrast, the class action device presents far fewer management difficulties and provides the benefits of single adjudication, economy of scale, and comprehensive supervision by this Court.

VI. ANY APPLICABLE STATUTES OF LIMITATION ARE TOLLED

A. Discovery Rule

- 63. Plaintiff and Class members did not discover, and could not have discovered through the exercise of reasonable diligence, that the Class Vehicles had one or more design and/or manufacturing defects that caused the Class Vehicle batteries to lose charge and/or require premature replacement.
- 64. Plaintiff and Class members had no realistic ability to discover the extent of the design and/or manufacturing defects until their Class Vehicles' 12-volt batteries suddenly died, potentially COMPLAINT 16

leaving them stranded, and requiring jump-starting, towing, and/or battery replacement. Plaintiff and Class members would have had no reason to individually believe that the problems with their Vehicles were the result of a widespread design and/or manufacturing defect. Any statutes of limitation otherwise applicable to any claims asserted herein have thus been tolled by the discovery rule.

B. Equitable Estoppel

65. Defendants are equitably estopped from asserting the statutes of limitations. Defendants misrepresented that the Class Vehicles were safe and free from defects. Defendants knew that the Class Vehicles were unsafe and unable to perform as advertised without risking battery failures. Plaintiff and Class members, by contrast, were unaware of the true nature of the Class Vehicles and relied upon Defendants' misrepresentations and omissions. Plaintiff and Class members will be prejudiced if Defendants are not estopped.

VII. CAUSES OF ACTION

A. Claims Brought On Behalf of the Nationwide Class

COUNT ONE — COMMON LAW FRAUD -FRAUD BY OMISSION

- 66. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
- 67. Plaintiff asserts this claim on behalf of himself and the Nationwide Class or, in the alternative, on behalf of the California State Class.
- 68. The Class Vehicles that Plaintiff and Class members purchased or leased were defective because the charging system inadequately charges the 12-volt batteries, leading to sudden and premature battery failures.
- 69. Defendants failed to disclose the Battery Defect and acted with reckless disregard for the truth when it failed to disclose that the Battery Defect would render the Class Vehicles prone to sudden and premature battery failures. Further, even after Defendants became aware of the Battery Defect, they still failed to disclose it.

- 70. Defendants had a duty to disclose this material information to Plaintiff and Class members because Defendants were in a superior position to know about the existence, nature, cause, and results of the Battery Defect; Plaintiff and Class members could not reasonably have been expected to learn or discover the Battery Defect; and Defendants knew that Plaintiff and Class members could not reasonably have been expected to learn about or discover the Battery Defect.
- 71. Plaintiff and Class members did not know about the Battery Defect and could not have discovered it through reasonably diligent investigation.
- 72. But for Defendants' fraudulent omissions of material information, Plaintiff and Class members would not have purchased or leased the Class Vehicles, or would have paid less for them. Plaintiff and Class members have sustained damage because they purchased or leased Vehicles that were not as represented. Accordingly, Defendants are liable to Plaintiff and Class members for damages in an amount to be proven at trial for their lost benefit of the bargain and overpayment at the time of purchase or lease, and/or for the diminished value of the Class Vehicles.
- 73. Defendants' acts were done wantonly, deliberately, with intent to defraud, in reckless disregard of the rights of Plaintiff and Class members, and to enrich themselves. Defendants' misconduct warrants an assessment of punitive damages in an amount sufficient to deter such conduct in the future, which amount shall be determined according to proof at trial.

COUNT TWO — UNJUST ENRICHMENT

- 74. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
- 75. Plaintiff brings this claim on behalf of himself and on behalf of the Nationwide Class or, alternatively, on behalf of the California State Class.
- 76. Plaintiff and Class members paid Defendants the value of non-defective, fully operational Class Vehicles with the ability to operate without fear of premature battery failure. In exchange,

 Defendants provided Plaintiff and Class members with defective Vehicles that are prone to battery

 COMPLAINT 18

failures that leave them unable to start, may cause them to suddenly stop while driving, and require premature battery replacements.

- 77. As such, Plaintiff and Class members conferred value upon Defendants which would be unjust for Defendants to retain.
- 78. As a direct and proximate result of Defendants' unjust enrichment, Plaintiff and Class members have suffered and continue to suffer various injuries. As such, they are entitled to damages, including but not limited to restitution of all amounts by which Defendants were enriched through their misconduct.
- B. Claims Brought on Behalf of the California Class

COUNT THREE — VIOLATION OF THE CONSUMER LEGAL REMEDIES ACT ("CLRA") (CAL. CIV. CODE § 1750, ET SEQ.)

- 79. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
- 80. Plaintiff brings this claim on behalf of himself and on behalf of the members of the California Class.
 - 81. Defendants are each a "person" as that term is defined in California Civil Code § 1761(c).
- 82. Plaintiff and the California Class members are "consumers" as that term is defined in California Civil Code §1761(d).
- 83. Defendants engaged in unfair and deceptive acts in violation of the CLRA by the practices described above, and by knowingly and intentionally concealing from Plaintiff and Class members that the Class Vehicles suffer from a defect(s) (and the costs, risks, and diminished value of the vehicles as a result of this problem).
- 84. Defendants' acts and practices violated the CLRA by: (1) Representing that goods or services have sponsorships, characteristics, uses, benefits, or quantities which they do not have; (2) Representing that goods or services are of a particular standard, quality, or grade, or that goods are of a

particular style or model, if they are of another; (3) Advertising goods and services with the intent not to sell them as advertised; and (4) Representing that the subject of a transaction has been supplied in accordance with a previous representation when it has not.

- 85. Defendants' unfair or deceptive acts or practices occurred repeatedly in its trade or business, were capable of deceiving a substantial portion of the purchasing public, and imposed a serious safety risk on the public.
- 86. Defendants knew that the charging systems were defectively designed or manufactured, would fail prematurely, and were not suitable for their intended use.
- 87. Defendants had the duty to Plaintiff and the California Class members to disclose the Battery Defect and the defective nature of the Class Vehicles because:
 - A. Defendants were in a superior position to know the true state of facts about the Defect and its associated costs;
 - B. Plaintiff and the California Class members could not reasonably have been expected to learn or discover that the Class Vehicles had defects until those defects became manifest;
 - C. Defendants knew that Plaintiff and the California Class members could not reasonably have been expected to learn about or discover the Battery Defect and the effect it would have on the Class Vehicles' operability.
- 88. In failing to disclose the Battery Defect, Defendants have knowingly and intentionally concealed material facts and breached its duty to disclose.
- 89. The facts Defendants concealed or did not disclose to Plaintiff and the California Class members are material in that a reasonable consumer would have considered them to be important in deciding whether to purchase the Class Vehicles or pay a lesser price. Had Plaintiff and the California Class members known the Class Vehicles were defective, they would not have purchased the Class Vehicles or would have paid less for them.

- 90. The Plaintiff provided Defendants with notice of its CLRA violations on April 7, 2025, and currently seek injunctive relief. Plaintiff hereby reserves his right to amend this complaint to seek monetary damages under the CLRA after the 30-day notice period expires.
- 91. Defendants' fraudulent and deceptive business practices proximately caused injuries to Plaintiff and the members of the California Class.
- 92. Pursuant to Cal. Civ. Code § 1780, Plaintiff seeks injunctive and declaratory relief and reasonable attorneys' fees and costs.

COUNT FOUR — VIOLATION OF THE CALIFORNIA UNFAIR COMPETITION LAW (CAL. BUS. & PROF. CODE § 17200)

- 93. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
- 94. Plaintiff brings this claim on behalf of himself and on behalf of the members of the California Class.
- 95. The California Unfair Competition Law ("UCL") prohibits acts of "unfair competition," including any "unlawful, unfair or fraudulent business act or practice" and "unfair, deceptive, untrue or misleading advertising." Cal. Bus. & Prof. Code § 17200.
- 96. Defendants have engaged in unfair competition and unfair, unlawful, or fraudulent business practices by the conduct, statements, and omissions described above, and by knowingly and intentionally concealing the Battery Defect from Plaintiff and other California Class members.

 Defendants should have disclosed this information because they were in a superior position to know the true facts related to the defect, and Plaintiff and California Class members could not have been reasonably expected to learn or discover these true facts.
- 97. The Battery Defect constitutes a safety issue for automobile owners, drivers, and passengers, thus requiring Defendants to disclose its existence to past and future owners and lessees.

- 98. By its acts and practices, Defendants have deceived Plaintiff and is likely to have deceived the public. In failing to disclose the Battery Defect and suppressing other material facts, Defendants breached their duty to disclose these facts, violated the UCL, and caused injuries to Plaintiff and the Class members. Defendants' omissions and acts of concealment pertained to information material to Plaintiff and other California Class members, as it would have been to all reasonable consumers.
- 99. The injuries Plaintiff and the California Class members suffered outweigh any potential countervailing benefit to consumers or to competition, and they are not injuries that Plaintiff and the California Class members could or should have reasonably avoided.
- 100. Defendants' acts and practices are unlawful because they violate California Civil Code §§ 1668, 1709, 1710, and 1750 *et seq.*, and California Commercial Code § 2313.
- 101. Plaintiff seeks to enjoin Defendants from further unlawful, unfair, and/or fraudulent acts or practices, to obtain restitutionary disgorgement of all monies and revenues Defendants have generated as a result of such practices, and all other relief allowed under California Business & Professions Code § 17200.

COUNT FIVE — VIOLATION OF THE CALIFORNIA FALSE ADVERTISING LAW (CAL. BUS. & PROF. CODE § 17500, ET SEQ.)

- 102. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
- 103. Plaintiff brings this claim on behalf of himself and on behalf of the members of the California Class.
- 104. California Business & Professions Code § 17500 states: "It is unlawful for any . . . corporation . . . with intent directly or indirectly to dispose of real or personal property . . . to induce the public to enter into any obligation relating thereto, to make or disseminate or cause to be made or disseminated . . . from this state before the public in any state, in any newspaper or other publication, or

any advertising device, . . . or in any other manner or means whatever, including over the Internet, any statement . . . which is untrue or misleading, and which is known, or which by the exercise of reasonable care should be known, to be untrue or misleading.

- 105. Defendants caused to be made or disseminated through California and the United States, through advertising, marketing, and other publications, statements that were untrue or misleading, and which were known, or which by the exercise of reasonable care Defendants should have known to be untrue and misleading to consumers, including Plaintiff and other California Class members.
- 106. Defendants violated Section 17500 because their misrepresentations and omissions regarding the safety, reliability, and functionality of the Class Vehicles were material and likely to deceive a reasonable consumer.
- 107. Plaintiff and the other California Class members have suffered injuries in fact, including the loss of money or property, resulting from Defendants' unfair, unlawful, and/or deceptive practices. In purchasing or leasing their Class Vehicles, Plaintiff and the other California Class members relied on Defendants' misrepresentations and/or omissions with respect to the Class Vehicles' safety and reliability. Defendants' representations were untrue because they distributed the Class Vehicles with the Battery Defect. Had Plaintiff and the other California Class members known this, they would not have purchased or leased the Class Vehicles or would not have paid as much for them. Accordingly, Plaintiff and the California Class members did not receive the benefit of their bargain.
- 108. All of the wrongful conduct alleged herein occurred, and continues to occur, in the conduct of Defendants' business. Defendants' wrongful conduct is part of a pattern or generalized course of conduct that is still perpetuated and repeated, both in the state of California and nationwide.
- 109. Plaintiff, individually and on behalf of the other California Class members, requests that the Court enter such orders or judgments as may be necessary to enjoin Defendants from continuing their unfair, unlawful, and/or deceptive practices, and restore to Plaintiff and the other California Class

members any money Defendants acquired by unfair competition, including restitution and/or restitutionary disgorgement, and for such other relief set forth below.

COUNT SIX — BREACH OF EXPRESS WARRANTY (CAL. COM. CODE §§ 2313 AND 10210)

- 110. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
- 111. Plaintiff brings this claim on behalf of himself and on behalf of the members of the California Class.
- 112. Each Defendant is and was at all relevant times a "merchant" with respect to motor vehicles under California Commercial Code §§ 2104(1) and 10103(c), and a "seller" of motor vehicles under § 2103(1)(d).
- 113. The Class Vehicles are and were at all relevant times "goods" within the meaning of California Commercial Code §§ 2105(1) and 10103(a)(8).
- 114. Defendants provided all purchasers and lessees of the Class Vehicles with the express warranties described herein, which became part of the basis of the parties' bargain. Accordingly, Defendants' warranties are express warranties under state law.
- 115. Specifically, the Class Vehicles are covered by Defendants' new vehicle limited warranties, the powertrain warranty on electric propulsion components, including the battery components, charging systems, and electric drive components.
- 116. Furthermore, Defendants expressly warranted—through statements and advertisements—that the vehicles were of high quality, and at a minimum, would work properly and safely.
- 117. Defendants distributed the defective parts causing the Battery Defect in the Class Vehicles, and those parts are covered by Defendants' warranties granted to all Class Vehicle purchasers and lessors.

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118. Defendants breached these warranties by selling and leasing Class Vehicles with the Battery Defect, requiring repair or replacement within the applicable warranty periods, and refusing to honor the warranties by providing free repairs or replacements during the applicable warranty periods sufficient for the Class Vehicles to be restored to their advertised qualities within a reasonable time.

- 119. Plaintiff notified Defendants of their breach within a reasonable time, and/or were not required to do so because affording Defendants a reasonable opportunity to cure its breaches would have been futile. In any event, Defendants know about the defect but have concealed it as a means of avoiding compliance with its warranty obligations. Moreover, Defendants were given notice of these issues within a reasonable amount of time by the numerous complaints it received from customers and became aware of online.
- 120. Any attempt to disclaim or limit these express warranties vis-à-vis consumers is unconscionable and unenforceable under the circumstances here. Specifically, Defendants' warranty limitations are unenforceable because they knowingly sold a defective product to California Plaintiff and the Class.
- 121. The time limits contained in Defendants' warranty period were also unconscionable and inadequate to protect Plaintiff and California Class members. Among other things, Plaintiff and the California Class members had no meaningful choice in determining these time limitations, the terms of which unreasonably favored Defendants. A gross disparity in bargaining power existed between Defendants and the Class members because Defendants knew or should have known that the Class Vehicles were defective at the time of sale and would experience battery failures well before their useful lives.
- 122. Furthermore, the limited warranty promising to repair and/or correct a manufacturing defect fails in its essential purpose because the contractual remedy is insufficient to make Plaintiff and the other California Class members whole and because Defendants have failed and/or refused to adequately provide a permanent repair within a reasonable time.

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123. Plaintiff and the California Class members have complied with all obligations under the warranty, or otherwise have been excused from performance of said obligations as a result of Defendants' conduct.

124. As a direct and proximate cause of Defendants' breach, Plaintiff and the other California Class members bought or leased Class Vehicles they otherwise would not have, overpaid for their vehicles, did not receive the benefit of their bargain, and their Class Vehicles suffered a diminution in value.

COUNT SEVEN — BREACH OF THE IMPLIED WARRANTY OF MERCHANTABILITY (CAL. COM. CODE §§ 2314 AND 10212)

- 125. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
 - 126. Plaintiff brings this claim on behalf of himself and the California Class.
- 127. Each Defendant is and was at all relevant times a "merchant" with respect to motor vehicles under California Commercial Code §§ 2104(1) and 10103(c), and a "seller" of motor vehicles under § 2103(1)(d).
- 128. With respect to leases, each Defendant is and was at all relevant times relevant a "lessor" of motor vehicles under Cal. Com. Code § 10103(a)(16).
- 129. The Class Vehicles are and were at all relevant times "goods" within the meaning of California Commercial Code §§ 2105(1) and 10103(a)(8).
- 130. Defendants were at all relevant times the manufacturer, distributor, warrantor, and/or seller of the Class Vehicles. Defendants knew or had reason to know of the specific use for which the Class Vehicles were purchased.
- 131. A warranty that the Class Vehicles were in merchantable condition and fit for the ordinary purpose for which vehicles are used is implied by law pursuant to California Commercial Code §§ 2314 and 10212.

132. Defendants provided Plaintiff and the members of the California Class with an implied warranty that the Class Vehicles, and any parts thereof, are merchantable and fit for the ordinary purposes for which they were sold. Defendants impliedly warranted that the Class Vehicles were of merchantable quality and fit for such use. This implied warranty included, among other things: (i) a warranty that the vehicles Defendants manufactured, supplied, distributed, and/or sold were safe and reliable for providing transportation, and would not experience premature failure; and (ii) a warranty that the Class Vehicles would be fit for their intended use while being operated.

- 133. However, the Class Vehicles the time of sale and thereafter were and are not vehicles are not fit for their ordinary purpose of providing reasonably reliable and safe transportation at the time of sale or thereafter because the Battery Defect can manifest and result in spontaneous failure to start, spontaneous shutdown, and the premature and permanent failure of 12-volt batteries equipped in the Class Vehicles.
- 134. Therefore, the Class Vehicles are not fit for their particular purpose of providing safe and reliable transportation.
- 135. Plaintiff notified Defendants of their breach within a reasonable time, and/or were not required to do so because affording Defendants a reasonable opportunity to cure their breaches would have been futile. In any event, Defendants know about the defect but instead chose to conceal it as a means of avoiding compliance with their warranty obligations. Moreover, Defendants were provided notice of these issues within a reasonable amount of time by the numerous complaints they received from various sources, including through the NHTSA database, other online sources, and directly from consumers.
- 136. Plaintiff and the California Class members have had sufficient dealings with Defendants or their agents to establish privity of contract. Privity is not required in this case, however, because Plaintiff and the California Class members are intended third-party beneficiaries of contracts between Defendants and their authorized dealers and are intended beneficiaries of Defendants' implied COMPLAINT 27

warranties. The dealers were not intended to be the ultimate consumers of Class Vehicles, and the warranties were designed for and intended to benefit the ultimate consumers only.

- 137. As a direct and proximate result of the breach of said implied warranty, Plaintiff and the California Class sustained the damages herein set forth.
- 138. Plaintiff and the California Class members are, therefore, entitled to damages in an amount to be proven at trial.

COUNT EIGHT — VIOLATIONS OF THE SONG-BEVERLY ACT – BREACH OF EXPRESS WARRANTY (CAL. CIV. CODE §§ 1791.2 & 1793.2(D))

- 139. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
- 140. Plaintiff brings this claim on behalf of himself and on behalf of the members of the California Class.
- 141. Plaintiff and the California Class members are "buyers" within the meaning of Cal. Civ. Code § 1791(b).
- 142. The Class Vehicles are "consumer goods" within the meaning of Cal. Civ. Code § 1791(a).
- 143. Each Defendant is a "manufacturer" of the Class Vehicles within the meaning of Cal. Civ. Code § 1791(j).
- 144. Plaintiff and the other Class members bought/leased new motor vehicles manufactured by Defendants. Defendants made express warranties to Plaintiff and the other Class members within the meaning of Cal. Civ. Code §§ 1791.2 and 1793.2, as described above. These warranties became part of the basis of the parties' bargain. Accordingly, Defendants' warranties are express warranties under state law.

Specifically, the Class Vehicles are covered by Defendants' new vehicle and powertrain

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electric drive components.

146. Furthermore, Defendants expressly warranted—through statements and advertisements—that the vehicles were of high quality, and at a minimum, would work properly and safely.

147. Plaintiff and California Class members experienced defects within the warranty period.

warranties, including electric propulsion components, the battery components, charging system, and

147. Plaintiff and California Class members experienced defects within the warranty period.Despite the existence of warranties, Defendants failed or refused to permanently fix the Battery Defect.

- 148. Plaintiff and California Class members gave the Defendants or their authorized repair facilities opportunities to fix the defects unless only one repair attempt was possible Defendants or their authorized repair facility refused to attempt any permanent repair. Defendants did not promptly replace or buy back the Class Vehicles of California Plaintiff and the other Class members.
- 149. Pursuant to Cal. Civ. Code §§ 1793.2 & 1794, Plaintiff and the other California Class members are entitled to damages and other legal and equitable relief including, at their election, the purchase price of their Class Vehicles, or the overpayment or diminution in value of their Class Vehicles.

COUNT NINE — VIOLATIONS OF THE SONG-BEVERLY ACT – BREACH OF THE IMPLIED WARRANTY OF MERCHANTABILITY (CAL. CIV. CODE §§ 1792, 1791.1, ET SEQ.)

- 150. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
- 151. Plaintiff brings this claim on behalf of himself and on behalf of the members of the California Class.
- 152. At all relevant times hereto, each Defendant was a manufacturer, distributor, warrantor, and/or seller of the Class Vehicles. Defendants knew or should have known of the specific use for which the Class Vehicles were purchased.

- 153. Defendants provided Plaintiff and the California Class members with an implied warranty that the Class Vehicles, and any parts thereof, are merchantable and fit for the ordinary purposes for which they were sold. The Class Vehicles, however, are not fit for their ordinary purpose because, inter alia, the Class Vehicles suffered from an inherent Battery Defect at the time of sale.
- 154. The Class Vehicles are not fit for the purpose of providing safe and reliable transportation because of the defect.
- 155. Defendants impliedly warranted that the Class Vehicles were of merchantable quality and fit for such use. This implied warranty included, inter alia, the following: (i) a warranty that the Class Vehicles manufactured, supplied, distributed, and/or sold by Defendants were safe and reliable for providing transportation and would not prematurely fail; and (ii) a warranty that the Class Vehicles would be fit for their intended use—i.e., providing safe and reliable transportation—while the Class Vehicles were being operated.
- 156. Contrary to the applicable implied warranties, the Class Vehicles were not fit for their ordinary and intended purpose. Instead, the Class Vehicles are defective.
- 157. Defendants' actions, as complained of herein, breached the implied warranty that the Class Vehicles were of merchantable quality and fit for such use in violation of California Civil Code §§ 1792 and 1791.1.

COUNT TEN — FRAUD BY CONCEALMENT

- 158. Plaintiff and the Class incorporate by reference each preceding and succeeding paragraph as though fully set forth at length herein.
- 159. Plaintiff brings this claim on behalf of himself and on behalf of the members of the California Class.
- 160. Defendants made material omissions concerning a presently existing or past fact in that, for example, Defendants did not fully and truthfully disclose to its customers the true nature of the Battery Defect, which was not readily discoverable by the Plaintiff or California Class members until COMPLAINT 30

well after purchase or lease of the Class Vehicles. These facts, and other facts as set forth above, were material because reasonable people attach importance to their existence or nonexistence in deciding which vehicle to purchase.

- 161. Defendants were under a duty to disclose these omitted facts, because where one does speak one must speak the whole truth and not conceal any facts which materially qualify those facts stated. One who volunteers information must be truthful, and the telling of a half-truth calculated to deceive is fraud.
- 162. In addition, Defendants had a duty to disclose these omitted material facts because they were known and/or accessible only to Defendants, who had superior knowledge and access to the facts, and Defendants knew they were not known to or reasonably discoverable by Plaintiff and the California Class members. These omitted facts were material because they directly impact the safety and reliability of the Class Vehicles.
- 163. Defendants were in exclusive control of the material facts and such facts were not known to the public or the California Class members. Defendants also possessed exclusive knowledge of the Battery Defect and the fact that they rendered the Class Vehicles inherently more dangerous and unreliable than similar vehicles.
- 164. Defendants actively concealed and/or suppressed these material facts, in whole or in part, with the intent to induce Plaintiff and the California Class members to purchase the Class Vehicles at a price higher than their true value.
- 165. Plaintiff and the California Class members were unaware of these omitted material facts and would not have acted as they did if they had known of the concealed and/or suppressed facts. The actions of Plaintiff and the California Class members were justified.
- 166. Plaintiff and the California Class members reasonably relied on Defendant's omissions and suffered damages as a result.

- 167. As a result of these omissions and concealments, Plaintiff and the California Class members incurred damages including, but not limited to, their lost benefit of the bargain and overpayment at the time of purchase or lease and/or the diminished intrinsic value of their Class Vehicles.
- 168. Defendants' acts were done maliciously, oppressively, deliberately, with intent to defraud, and in reckless disregard of the rights of Plaintiff and the California Class members.

 Defendants' conduct warrants an assessment of punitive damages in an amount sufficient to deter such conduct in the future.

VIII. PRAYER FOR RELIEF

WHEREFORE, Plaintiff on behalf of himself and the Class and California State Class, prays that this Court:

- A. Determine that the claims alleged herein may be maintained as a class action under Rule 23 of the Federal Rules of Civil Procedure, and issue an order certifying the Nationwide Class and California State Class as defined above;
- B. Appoint Plaintiff as representative of the Nationwide Class and California State Class and his counsel as Class Counsel;
- C. Award all actual, general, special, incidental, consequential, punitive, and exemplary damages and restitution to which Plaintiff and Class members are entitled;
 - D. Award pre- and post-judgment interest on any monetary relief;
- E. Grant appropriate injunctive relief against all Defendants, including an order requiring Defendants to permanently and completely repair the Class Vehicles pursuant to its obligations under the terms of the Warranty;
- F. Determine that Defendants are financially responsible for all Class notice and administration of Class relief;
- G. Award reasonable attorney fees and costs; and
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1 H. Grant such further relief that this Court deems appropriate. 2 IX. **DEMAND FOR JURY TRIAL** 3 Plaintiff hereby demands a trial by jury. 4 5 RESPECTFULLY SUBMITTED this 10TH DAY OF APRIL, 2025. 6 KELLER ROHRBACK L.L.P. 7 8 By /s/ Matthew Melamed 9 Matthew Melamed, CSB # 260272 180 Grand Avenue, Suite 1380 10 Oakland, CA 94612 11 Phone: (510) 463-3900 Fax: (510) 463-3901 12 mmelamed@kellerrohrback.com 13 Ryan McDevitt (pro hac vice forthcoming) 1201 Third Avenue, Suite 3400 14 Seattle, WA 98101-3268 15 Phone: (206) 623-1900 Fax: (206) 623-3384 16 rmcdevitt@kellerrohrback.com 17 Jonathan Shub (CSB # 237708) Benjamin F. Johns (PA ID 201373) 18 Samantha E. Holbrook (PA ID 311829) 19 SHUB JOHNS & HOLBROOK LLP Four Tower Bridge 20 200 Barr Harbor Drive, Suite 400 Conshohocken, PA 19428 21 Phone: (610) 477-8380 bjohns@shublawyers.com 22 sholbrook@shublawyers.com 23 Ethan D. Roman (pro hac vice forthcoming) WITTELS MCINTURFF PALIKOVIC 24 305 Broadway, 7th Floor 25 New York, NY 10007 Phone: (914) 775-8862 26 edr@wittelslaw.com 27 Attorneys for Plaintiff 28

JS 44 (Rev. 04/21)

CIVIL COVER SHEET

The JS 44 civil cover sheet and the differential contained by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)

purpose or initiating the civil di	ocket sileet. (SEE INSTRUC	TIONS ON NEXT PAGE O	r inisrc								
I. (a) PLAINTIFFS				DEFENDAN	TS						
JOHN WADE				TOYOTA MOTOR NORTH AMERICA INC.; ET AL.							
(b) County of Residence of First Listed Plaintiff San Joaquin Count (EXCEPT IN U.S. PLAINTIFF CASES)				County of Residence of First Listed Defendant (IN U.S. PLAINTIFF CASES ONLY) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE TRACT OF LAND INVOLVED.							
Matthew Melam Keller Rohrback	Address, and Telephone Numbered, CSB # 260272 L.L.P., 180 Grand A	Ave., Ste. 1380,		Attorneys (If Know	wn)						
II. BASIS OF JURISD	612 // (510) 463-39 ICTION (Place an "X" in		III. CI	<u> </u> ΓIZENSHIP OF	PRIN	NCIPA	L PARTIES (F	Place an "X" in	One Box fo	or Plaintiff	
1 U.S. Government Plaintiff	3 Federal Question (U.S. Government Not a Party)		(For Diversity Cases Only) PT Citizen of This State								
2 U.S. Government Defendant	x 4 Diversity (Indicate Citizenship of Parties in Item III)		Citize	itizen of Another State		2 Incorporated <i>and</i> Principal Place of Business In Another State 5			x 5		
				en or Subject of a reign Country	3	3	Foreign Nation		<u> </u>	6	
IV. NATURE OF SUIT	$\Gamma_{(Place\ an\ ``X"\ in\ One\ Box\ One\ C)}$	nly)			Cli	ck here	for: Nature of Si	uit Code De	scription	<u>s</u> .	
CONTRACT	CT TORTS		FORFEITURE/PENALTY		Y	BANKRUPTCY 422 Appeal 28 USC 158		OTHER STATUTES			
110 Insurance 120 Marine 130 Miller Act 140 Negotiable Instrument 150 Recovery of Overpayment & Enforcement of Judgment 151 Medicare Act 152 Recovery of Defaulted Student Loans (Excludes Veterans) 153 Recovery of Overpayment of Veteran's Benefits 160 Stockholders' Suits 190 Other Contract 195 Contract Product Liability 196 Franchise	PERSONAL INJURY 310 Airplane 315 Airplane Product Liability 320 Assault, Libel & Slander 330 Federal Employers' Liability 340 Marine 345 Marine Product Liability 350 Motor Vehicle Product Liability 360 Other Personal Injury	PERSONAL INJURY 365 Personal Injury - Product Liability 367 Health Care/ Pharmaceutical Personal Injury Product Liability 368 Asbestos Personal Injury Product Liability PERSONAL PROPERT 370 Other Fraud 371 Truth in Lending 380 Other Personal Property Damage 385 Property Damage		5 Drug Related Seizure of Property 21 USC 88 0 Other LABOR 0 Fair Labor Standards Act 0 Labor/Management Relations 0 Railway Labor Act	81	423 Withdrawal 28 USC 157 INTELLECTUAL PROPERTY RIGHTS 820 Copyrights 830 Patent 835 Patent - Abbreviated New Drug Application 840 Trademark 880 Defend Trade Secrets Act of 2016 SOCIAL SECURITY 861 HIA (1395ff) 862 Black Lung (923) 863 DIWC/DIWW (405(g)) 864 SSID Title XVI 865 RSI (405(g)) FEDERAL TAX SUITS 870 Taxes (U.S. Plaintiff or Defendant) 871 IRS—Third Party 26 USC 7609		375 False Claims Act 376 Qui Tam (31 USC 3729(a)) 400 State Reapportionment 410 Antitrust 430 Banks and Banking 450 Commerce 460 Deportation 470 Racketeer Influenced and Corrupt Organizations 480 Consumer Credit (15 USC 1681 or 1692) 485 Telephone Consumer Protection Act 490 Cable/Sat TV 850 Securities/Commodities/			
REAL PROPERTY 210 Land Condemnation 220 Foreclosure 230 Rent Lease & Ejectment 240 Torts to Land 245 Tort Product Liability 290 All Other Real Property	362 Personal Injury - Medical Malpractice CIVIL RIGHTS 440 Other Civil Rights 441 Voting 442 Employment 443 Housing/ Accommodations 445 Amer. w/Disabilities - Employment 446 Amer. w/Disabilities - Other 448 Education	Product Liability PRISONER PETITION Habeas Corpus: 463 Alien Detainee 510 Motions to Vacate Sentence 530 General 535 Death Penalty Other: 540 Mandamus & Othe 550 Civil Rights 555 Prison Condition 560 Civil Detainee - Conditions of Confinement	79 79	1 Family and Medical Leave Act 0 Other Labor Litigation 1 Employee Retirement Income Security Act IMMIGRATION 2 Naturalization Applica 5 Other Immigration Actions				Exchange 890 Other Statutory Actions 891 Agricultural Acts 893 Environmental Matters 895 Freedom of Information Act 896 Arbitration 899 Administrative Procedure Act/Review or Appeal of Agency Decision 950 Constitutionality of State Statutes			
	moved from 3	Remanded from Appellate Court	4 Reins Reop	ened Ano	nsferred other Di ecify)		6 Multidistric Litigation - Transfer		Multidis Litigatio Direct F	n -	
VI. CAUSE OF ACTIO	ON 28 U.S.C. § 1332(d) Brief description of ca	atute under which you are ause: disclose and then adequat	tely repair	a uniform and widesp		efect in the	e battery charging s				
VII. REQUESTED IN COMPLAINT:	· —			DEMAND \$ CHECK YES only if demanded in comp JURY DEMAND: Yes					n complai No	nt:	
VIII. RELATED CASI IF ANY	(See instructions):	JUDGE				_DOCKI	ET NUMBER				
DATE		SIGNATURE OF ATT	ORNEY C	OF RECORD							
Apr 10, 2025		/s/ Matthew Melamed	<u> </u>								
FOR OFFICE USE ONLY											
RECEIPT # AM	MOUNT	APPLYING IFP		JUDGE	Ξ		MAG. JUD	GE			

Matthew Melamed, CSB # 260272 1 mmelamed@kellerrohrback.com KELLER ROHRBACK L.L.P. 2 180 Grand Avenue, Suite 1380 Oakland, CA 94612 3 Telephone: (510) 463-3900 Fax: (510) 463-3901 4 Counsel for Plaintiff 5 6 UNITED STATES DISTRICT COURT EASTERN DISTRICT OF CALIFORNIA 7 SACRAMENTO DIVISION 8 JOHN WADE, No. 2:25-at-00462 Plaintiff, 9 CLRA VENUE AFFIDAVIT OF PLAINTIFF **JOHN WADE** v. 10 TOYOTA MOTOR NORTH AMERICA INC.; TOYOTA MOTOR ENGINEERING & 11 MANUFACTURING NORTH AMERICA, INC.; TOYOTA MOTOR SALES, U.S.A., 12 INC.; Defendants. 13 14 I, John Wade, hereby declare and state as follows: 15 1. I am over the age of 18 and a Plaintiff in this action. The facts contained in this 16 declaration are based on my personal knowledge and information that I have gathered and is available to 17 me, and if called upon to do so, I would testify to the matters stated herein. 18 2. I make this affidavit as required by California Civil Code § 1780(d). 3. The complaint in this action is filed in the proper place for trial of this action because I 19 reside within the Sacramento Division of the Eastern District of California, because defendants Toyota 20 Motor North America, Inc., Toyota Motor Engineering & Manufacturing North America, Inc., and 21

CLRA VENUE AFFIDAVIT OF JOHN WADE

Toyota Motor Sales, U.S.A., Inc.., do business within the Eastern District of California, and because a substantial portion of the events, acts and omissions that give rise to my claims in this matter occurred within the Eastern District of California, Sacramento Division.

I declare under penalty of perjury under the laws of the State of California and the United States that the foregoing is true and correct.

Executed this 9 th day of April, 2025 at Lanthrop, California.

John Wade

John Wade

Jonathan Shub[†]*
Benjamin F. Johns^{*}
Samantha E. Holbrook^{*}
Andrea L. Bonner^{*}

ADMITTED IN PENNSYLVANIA AND NEW JERSEY
ADMITTED IN NEW YORK, WASHINGTON, D.C., AND CALIFORNIA

April 7, 2025

VIA CERTIFIED MAIL 9589 0710 5270 2273 0465 22

Toyota Motor North America, Inc. Attn: Legal Department 6565 Headquarters Dr. Plano, TX 75024

Re: Demand Letter and Notice of Violations Pursuant to the California Consumer Legal Remedies Act, Cal. Civ. Code § 1750, et seq.

To Whom It May Concern:

I am writing on behalf of our client, John Wade, and all similarly situated individuals who purchased 2023,2024 and 2025 Toyota BZ4X vehicles (collectively the "Class Vehicles"), to provide Toyota Motor North America, Inc. ("Toyota") with notice of violations and a demand pursuant to the California Consumer Legal Remedies Act, Cal. Civ. Code § 1750, et seq. ("CLRA").

It has come to our attention that the Toyota BZ4X vehicles identified above are equipped with a defective battery charging system that causes their 12-Volt Batteries to repeatedly lose their charge. The battery drain defect (hereinafter, the "Defect") renders the vehicle unable to start and unable to drive. It also likewise damages the 12-volt battery itself.

Mr. Wade, a resident of San Joaquin County, California, purchased his 2023 Toyota BZ4X in or around March 2023 from Modesto Toyota Dealership in Modesto, California. Within a few weeks following Mr. Wade's purchase of his BZ4X, the 12-volt battery in his vehicle had lost its charge. This occurred in or around late April 2023. Mr. Wade contacted his roadside assistance service to jumpstart the vehicle. Later in 2023, with the Vehicle's approximate mileage at 2,000 miles, the 12-volt battery died again and it could not be jumpstarted, leading Mr. Wade to have the Toyota dealership tow the vehicle to have it serviced and to address the Defect. The dealership indicated that the battery equipped in Mr. Wade's vehicle required replacement, after which Mr. Wade picked up the vehicle from the dealership.

Four Tower Bridge 200 Barr Harbor Drive Suite 400 Conshohocken, PA 19428 Toyota Motor North America, Inc. April 7, 2025 Page 2

The vehicle experienced this Defect yet again in December 2024, and Mr. Wade could not jumpstart the battery to operate his vehicle, once again instructing Toyota to tow the vehicle. Toyota Customer Care confirmed that the battery died when it arrived to tow Mr. Wade's vehicle. The Toyota dealership kept Mr. Wade's vehicle for approximately four weeks without providing a loaner vehicle. In mid-January 2025, when Mr. Wade contacted the dealership to check on his vehicle, he was alerted that the 12-volt battery needed to be replaced once again. Since March 2023, and after only approximately 5,000 miles, Mr. Wade's BZ4X has experienced a battery drain three times and has required two battery replacements.

The existence of the Defect was not disclosed to Mr. Wade when he purchased his vehicle. But because of it, Mr. Wade had to purchase a Level 2 charger - the same as those used at the Toyota dealership—incurring approximately \$4,800 in out-of-pocket expenses.

In light of the foregoing, Toyota has violated the CLRA by engaging in unfair, false, misleading, or deceptive acts or practices in the sale or lease of Class Vehicles containing the undisclosed Defect. This letter provides notice of our client's claims under the California Consumer Legal Remedies Act ("CLRA"), Cal. Civ. Code § 1750, et seq.

CLRA Claim

The CLRA is a comprehensive statutory scheme to protect consumers against unfair and deceptive business practices in connection with the conduct of businesses providing goods, property or services to consumers primarily for personal, family, or household use. Pursuant to Cal. Civ. Code § 1782(a) this letter serves as notice of Toyota's alleged violations of the CLRA, for which Mr. Wade and those similarly situated to him may recover their actual and/or statutory damages, punitive damages, injunctive relief, and any other relief that the court deems proper if Toyota's actions are not cured. See Cal. Civ. Code §1780(a).

Mr. Wade specifically alleges that Toyota violated the CLRA by knowingly failing to disclose the existence of the Defect in Toyota's 2023 – 2025 BZ4X vehicles, including in his 2024 Toyota BZ4X. See Cal. Civ. Code § 1770(a)(5). Toyota also violated the CLRA by representing that the Class Vehicles is of a particular standard, quality, or grade, when it is not. See Cal. Civ. Code § 1770(a)(7); see also Cal. Civ. Code § 1770(a)(9), (16).

Demand for Mr. Wade and Members of the Proposed Class

Toyota has violated and breached warranties under the CLRA by selling Toyota BZ4Xs – including to Mr. Wade – that contain a defect without disclosing that material information, and by failing to provide a suitable fix or remedy. Mr. Wade and those similarly situated have suffered damages by virtue of, *inter alia*, the devaluation of their vehicles, having incurred out of pockets (such as the Level 2 charger Mr. Wade had to purchase), and by overpaying for them in the first place. Had Mr. Wade been aware of the Defect, he would not have purchased his vehicle or would have paid significantly less for it than he did.

Mr. Wade accordingly demands, on behalf of himself and all other similarly situated consumers, that Toyota:

- (a) Award actual damages representing, with interest, the ascertainable loss of out-of-pocket moneys and/or value suffered or to be suffered as a result of Toyota's omissions and/or misrepresentations related to the 2023-2025 BZ4Xs;
- (b) Disseminate injunctive and/or equitable relief, including the following:
 - 1. Issue a warranty extension to allow Class Vehicles time to receive repairs;
 - 2. Issue a Technical Service Bulletin addressing and fully resolving the remedy; and
 - 3. Agree that future service appointments relating to the issue and repairs will be at no charge to Class Members, regardless of warranty status.
- (b) Provide treble and punitive damages as provided for by statute;
- (c) Award reasonable attorneys' fees and expenses to Claimant's counsel; and
- (d) Award additional appropriate relief as deemed necessary or proper.

Please notify me if you plan to cure these violations. We, of course, hope that you will act immediately to rectify this situation and stand ready to discuss a reasonable resolution of this matter on the terms outlined above or on similar terms acceptable to Mr. Wade and similarly situated persons.

If you have any questions, require any additional information or would like to discuss these matters further, please do not hesitate to contact me.

Sincerely,

Benjamin F. Johns

Jonathan Shub[†]* Benjamin F. Johns* Samantha E. Holbrook* Andrea L. Bonner*

> *Admitted in Pennsylvania and New Jersey †Admitted in New York, Washington, D.C., and California

April 7, 2025

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Toyota Motor Engineering & Manufacturing North America, Inc. Attn: Legal Department 25 Atlantic Avenue Erlanger, Kentucky 41018

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*ADMITTED IN PENNSYLVANIA AND NEW JERSEY

†ADMITTED IN NEW YORK, WASHINGTON, D.C., AND CALIFORNIA

April 7, 2025

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Four Tower Bridge 200 Barr Harbor Drive Suite 400 Conshohocken, PA 19428 Toyota Motor Sales, U.S.A., Inc. April 7, 2025 Page 2

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Toyota Motor Sales, U.S.A., Inc. April 7, 2025

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