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Amended Complaint, hereinafter "FAC"].)¹ This dispute arises out of an alleged breach of a product placement and co-promotional agreement for Alcon's film *Blade Runner* 2049 ("BR 2049"), a sequel to the original *Blade Runner* film. Alcon's operative First Amended Complaint ("FAC") is 159 pages long and an additional 72 pages of exhibits. It asserts nine causes of action for (1) breach of the contract, (2) breach of implied covenant of good faith and fair dealing, (3) promissory estoppel, (4) breach of the duty to negotiate in good faith, (5) fraud, (6) reasonable value of services, (7) quantum meruit, (8) fraud [against Publicis only], and (9) negligent misrepresentation. Before the Court is Peugeot and Mendez's (collectively, "Peugeot Defendants") motion to dismiss under Federal Rule of Civil Procedure Rule 8(a) or, in the alternative, to strike certain portions of the FAC and/or dismiss Alcon's fraud cause of action for failure to state claim. (Dkt. 143 [hereinafter "Peugeot Mot."].) Also before the Court is Publicis's motion to dismiss for failure to state a claim. (Dkt. 144).

For the following reasons, the Peugeot Defendants' motion is **GRANTED**, and Publicis's motion is **DENIED AS MOOT**.²

II. BACKGROUND

Alcon is an American film company that produced BR 2049, which was released worldwide in October 2017. (FAC ¶¶ 27, 33–34.) Peugeot is a carmaker incorporated and based in France. (Id. ¶ 36.) Mendez is a French resident and citizen, and a senior marketing executive for Peugeot responsible for sponsorships, co-promotional partnerships, and product placements. (Id. ¶ 45.) Publicis is a French advertising and

¹ The Casablanca Agency is a subsidiary and/or predecessor in interest to Publicis. For the purpose of this order, "Publicis" includes the Casablanca Agency. The other named Defendants in the FAC have been dismissed from this case.

² Having read and considered the papers presented by the parties, the Court finds these matters appropriate for disposition without hearings. *See* Fed. R. Civ. P. 78; Local Rule 7-15. Accordingly, the hearings set for March 9, 2020 at 1:30 p.m. are hereby vacated and off calendar.

public relations company that works with American film and television companies. (*Id.* $\P 48-50$.)

BR~2049 prominently features a flying car or "spinner." ($Id.~\P~27$.) In January 2016, Alcon started soliciting bids for co-promotional agreements from automotive companies to put their brand on the spinner. ($Id.~\P~95$.) According to Alcon, this opportunity was uniquely valuable to Peugeot who was planning to reintroduce its cars in the U.S. market after a twenty-four-year hiatus. ($Id.~\P\P~42$ –44.) Peugeot employed Publicis to negotiate a possible BR~2049 deal with Alcon. ($Id.~\P~115$.)

In July 2016, Publicis won the deal for Peugeot by allegedly offering Alcon a \$500,000 product placement fee and a co-promotional media spend of at least \$30 million. (*Id.* ¶¶ 153–162.) According to Alcon, this offer was made in bad faith, and Peugeot never intended to commit to a media spend. (*See id.*) The FAC offers alternative sets of facts and theories of liability. Under one, Peugeot explained to Publicis that they were *only* willing to commit to a product placement fee and that they would not commit to a co-promotional media spend. (*Id.* ¶ 146.) Under this set of allegations, Publicis deliberately ignored Peugeot's instructions to close the deal. (*Id.* ¶¶ 146, 152.) Under another factual alternative, Peugeot instructed Publicis to offer the \$30 million co-promotional agreement but intended to renege this part of the deal. (*Id.* ¶ 137.) Under a third, Mendez instructed Publicis to make the \$30 million offer, but concealed this part of the deal from her supervisors at Peugeot. (*Id.* ¶ 136.) Regardless, after this offer was made Alcon moved forward with Peugeot alone. (*Id.* ¶ 155.)

Between July and December 2016, Alcon worked with Peugeot's designers to incorporate Peugeot's trade dress into the film. (*Id.* ¶¶ 160–189.) Peugeot also allegedly began planning the co-promotion with Alcon. (*Id.* ¶¶ 199–200.) Meanwhile, Publicis was allegedly exchanging drafts of a long-form contract with Alcon's lawyers. (*Id.*

¶ 187.) On or about January 18, 2017, Publicis signed a long-form contract as Peugeot's agent, but refused to provide a copy signed by a Peugeot executive. (*Id.* ¶¶ 201–204.)

In May 2017, four months before the film's release date, the deal unraveled. First, Publicis and Peugeot's relationship deteriorated because of a dispute about Publicis's fees.³ (*Id.* ¶ 220.) Then Peugeot attempted to renegotiate the long-form contract Publicis had negotiated with Alcon. (*Id.* ¶¶ 220–233.) Eventually, Mendez claimed that Publicis had never acted with authority to execute a contract on Peugeot's behalf and denied that Peugeot had committed to a co-promotional media spend. (*Id.* ¶ 247.) She proposed a new agreement that gave Peugeot full discretion to dictate the terms of any media spend. (*Id.* ¶ 248.) These last-minute negotiations broke down, but Alcon allegedly made a good-faith attempt to satisfy its obligations under the original contract. (*Id.* ¶¶ 249–297.) The released film depicts the spinner with Peugeot's branding and trade dress. (*Id.* ¶ 297.) Peugeot never promoted the film and allegedly refused to pay Alcon anything for the placement. (*Id.* ¶¶ 303, 315.)

In January 2019, Alcon filed the instant suit. (Dkt. 1.) After jurisdictional discovery and extensive briefing, the Court denied the Peugeot Defendants and Publicis's separate motions to dismiss for lack of personal jurisdiction. (Dkt. 133.) Defendants now attack the form and substance of the FAC under Rules 8(a) and 12(b)(6).

III. ANALYSIS

The Peugeot Defendants argue that the FAC should be dismissed with leave to amend because the 160-page FAC does not contain "a short and plain statement" as required by Rule 8(a). *See* Fed. R. Civ. P. 8(a). The Court agrees and, accordingly, does

³ Peugeot eventually sued Publicis in Paris Commercial Court in France, alleging that Publicis acted fraudulently in its representation. (*See* Dkt. 68-3.)

not reach the Peugeot Defendants' alternative arguments under Rules 12(b)(6) and 12(f), nor the merits of Publicis's motion to dismiss for failure to state a claim.

Rule 8(a) requires that a pleading contain "a short and plain statement of the claim showing that the pleader is entitled to relief." Fed. R. Civ. P. 8(a). "Something labeled a complaint but written more as a press release, prolix in evidentiary detail, yet without simplicity, conciseness and clarity as to whom plaintiffs are suing for what wrongs, fails to perform the essential functions of a complaint." *McHenry v. Renne*, 84 F.3d 1172, 1180 (9th Cir. 1996). "While the proper length and level of clarity for a pleading cannot be defined with any great precision, Rule 8(a) has been held to be violated by a pleading that was needlessly long, or a complaint that was highly repetitious, or confused, or consisted of incomprehensible rambling." *Cafasso, U.S. ex rel. v. Gen. Dynamics C4 Sys., Inc.*, 637 F.3d 1047, 1059 (9th Cir. 2011) (quoting 5 Charles A. Wright & Arthur R. Miller, *Federal Practice & Procedure* § 1217 (3d ed. 2010) (internal quotation marks omitted)). A complaint that fails to comply with Rule 8(a) may be dismissed with prejudice pursuant to Rule 41(b) or dismissed with leave to amend. *Nevijel v. N. Coast Life Ins. Co.*, 651 F.2d 671, 673 (9th Cir. 1981).

Alcon's 160-page FAC is needlessly repetitive and lengthy, with pages of unnecessary background and irrelevant details. For example, Alcon explains at length the cinematic importance of the original *Blade Runner* film, (FAC ¶¶ 62–68), and the logistics of *BR* 2049's production, (*id.* ¶¶ 68–96). It also often repeats, verbatim, the same details multiple times. (*See, e.g.*, FAC ¶¶ 322(a)–(y), 333(a)–(y).) Parts of the FAC read like a magazine article, as when it delves into irrelevant examples of product placements and co-promotional agreements involving other films and other automotive companies. (*Id.* ¶ 101 ["Television advertisements for Audi that include footage of Daniel Craig as James Bond driving an Audi vehicle are telecast during prime television programming, such as a popular primetime television series or the telecast of a major

sporting event, like a major college or professional football or basketball game."].) These details are unnecessary and distracting. The FAC is also verbose and argumentative, describing a product placement in *BR 2049* as offering a presence in a film with "real prospects to be an enduring piece of human art that would remain relevant, viewed and revered for decades." (*Id.* ¶ 91; *see also id.* ¶ 62 ["*Blade Runner* is widely recognized as one of the most significant motion pictures ever produced."].)⁴ The Court finds that the FAC is "written more as a press release, prolix in evidentiary detail," than a concise statement of Alcon's claims. *See McHenry*, 84 F.3d at 1180.

More importantly, the FAC is confusing. While a plaintiff is entitled to plead facts and theories of liability in the alternative, the pleading must set out these alternatives in clear and concise terms. *See* Fed. R. Civ. P. 8. Alcon fails to accomplish this. Its factual alternatives are spread across dozens of paragraphs with no organization or structure to connect them. (*See* FAC ¶¶ 121–122, 134–139, 146–149, 151–152, 157–157, 182–184, 190–192, 196–197.) At certain points, Alcon presents four alternative sets of facts, (*id.* ¶¶ 134–139), at other times only two, (*see id.* ¶¶ 196–197). The Court and Defendants are left to speculate how these pairings fit together and how Alcon's alternative theories of liability fit its nine causes of action.

The length, repetition, and needless detail in the FAC create an undue burden on the Court and Defendants, and risk prejudice to the parties. As the Ninth Circuit explained in a similar situation, "[a]s a practical matter, the judge and opposing counsel, in order to perform their responsibilities, cannot use a complaint such as the one plaintiffs filed, and must prepare outlines to determine who is being sued for what. Defendants are

⁴ The Peugeot Defendants also take issue with Alcon's use of colorful language and analogies. (*See*, e.g., FAC ¶ 288(f) ["Like Charles Schultz's Lucy teeing up the football for a placekick to see if Charlie Brown would be gullible enough to let her pull it away from him at the last moment again, Mendez asked . . ."].) The Court is more concerned with the FAC's lack of clarity and concision than its rhetorical flair.

then put at risk that their outline differs from the judge's, that plaintiffs will surprise them with something new at trial which they reasonably did not understand to be in the case at all, and that res judicata effects of settlement or judgment will be different from what they reasonably expected." *McHenry*, 84 F.3d at 1179.

Under Rule 9(b), Alcon's fraud claims must "state with particularity the

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Alcon argues that the elaborate details and background in the FAC were necessary to establish a *prima facie* basis for personal jurisdiction and remain necessary because it bears the burden of proving jurisdictional facts moving forward. But the Court is simply not persuaded that Alcon needs ten pages of background on California's entertainment

circumstances constituting fraud or mistake," Fed. R. Civ. P. 9(b), and set forth the "who, what, when, where, and how" of the alleged fraud, Vess v. Ciba-Geigy Corp. USA, 317 F.3d 1097, 1106 (9th Cir. 2003). But, "[a] heightened pleading standard is not an invitation to disregard's Rule 8's requirement of simplicity, directness, and clarity." McHenry, 84 F.3d at 1178. Here, the irrelevant, distracting, and confusing details in the FAC make it difficult for the Court to apply the Rule 9(b) standard. Moreover, the Court is concerned that, as currently pled, the FAC suffers from both too much and too little detail. In their allegations Plaintiffs often fail to clearly allege how any purportedly fraudulent statement was false. (See, e.g., FAC ¶ 135 [alleging in the alternative that "Mendez [] did not want to risk her own internal corporate political capital by asking her superiors for the budget commitment necessary to fulfill the spend, until and unless Mendez felt the internal corporate tea leaves would lead to a 'yes' from her superiors – she wanted to do the corporate equivalent of putting a very expensive present for her corporate superiors on reserve, without paying anything for it, until she knew the gift would make her bosses happy"].) While the Court understands that the contract negotiation process may have been complex, Alcon bears the burden of providing a short, concise, and comprehensible statement of its claims.

industry to establish a *prima facie* basis for personal jurisdiction. Indeed, its order denying Defendants' motions to dismiss for lack of personal jurisdiction focused almost exclusively on the specific facts at hand. (*See* Dkt. 133 at 12.) Regardless, as discussed above, the Court's primary concern is that the substantive allegations against Defendants—and particularly the alternative facts and theories of liability—are presented in a confusing, rambling manner, without organization or structure.

Because the FAC lacks "simplicity, conciseness and clarity as to whom plaintiffs are suing for what wrongs, [it] fails to perform the essential functions of a complaint." *McHenry*, 84 F.3d at 1180. Accordingly, Peugeot Defendants' motion to dismiss under Rule 8(a) is **GRANTED**, and the FAC is **DISMISSED WITH FOURTEEN DAYS LEAVE TO AMEND**.

VI. CONCLUSION

For the foregoing reasons, Peugeot Defendants' motion to dismiss under Rule 8(a) is **GRANTED**. The First Amended Complaint is **DISMISSED WITH FOURTEEN DAYS LEAVE TO AMEND**.

In light of this order, Publicis's motion to dismiss for failure to state a claim is **DENIED AS MOOT**.

DATED: February 26, 2020

CORMAC J. CARNEY
UNITED STATES DISTRICT JUDGE

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