## UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF PENNSYLVANIA

SATNAM DISTRIBUTORS LLC, D/B/A LION & BEAR DISTRIBUTORS, 553 Winchester Road, Unit B, Bensalem, PA 19020,

Plaintiff,

v.

COMMONWEALTH-ALTADIS, INC., 5900 N. Andrews Avenue, Suite 1100, Fort Lauderdale, FL 33309

COMMONWEALTH BRANDS, INC. 5900 N. Andrews Avenue, Suite 1100, Fort Lauderdale, FL 33309

ALTADIS, U.S.A., INC., 5900 N. Andrews Avenue, Suite 1100, Fort Lauderdale, FL 33309

HAROLD LEVINSON ASSOCIATES, INC., 21 Banfi Plaza, Farmingdale, NY 11735

Defendants.

Civil Action No.: 2:14-cv-06660-LFR

# DEFENDANTS COMMONWEALTH-ALTADIS, INC.'S, COMMONWEALTH BRANDS, INC.'S, AND ALTADIS, U.S.A., INC.'S MOTION TO DISMISS PLAINTIFF'S COMPLAINT

Defendants Commonwealth-Altadis, Inc., Commonwealth Brands, Inc., and Altadis, U.S.A., Inc. (collectively, "Commonwealth/Altadis") hereby move pursuant to Federal Rule of Civil Procedure 12(b)(6) and Local Rule 7.1, to Dismiss Plaintiff's Complaint Counts I, V, and VI. (Dkt. 1). In support thereof, Commonwealth/Altadis submit as follows:

- 1. On November 20, 2014, Plaintiff filed a Complaint alleging six Counts of violations of federal antitrust laws against Commonwealth/Altadis and Harold Levison Associates, Inc. ("HLA"). Counts I, V, and VI are against Commonwealth/Altadis and HLA, jointly. Counts II, III, and IV are against HLA, solely.
- 2. This Motion specifically addresses dismissing all Counts against Commonwealth/Altadis, and it also supports HLA's separately filed, concurrent Motion to dismiss the remaining Counts as alleged against HLA.
- 3. As explained more fully in the Memorandum of Law accompanying this Motion,
  Plaintiff's Complaint as a matter of law is deficient in stating a claim upon which relief may be
  granted. In particular, the Complaint does not allege basic requirements to establish a violation
  of the Robinson-Patman Act or the Sherman Act.
- 4. Overarching fundamental defects of the Complaint are that it does not allege any legally sufficient, plausible product or geographic market. Absent establishing these two criteria, there cannot be a violation of federal antitrust law. The Complaint is *silent* on the basic requirements to establish a Robinson-Patman price-discrimination claim: there are no allegations of contemporaneous sales of the same commodity with the effect to injure competition. There are conclusory claims of a conspiracy absent supporting facts, circumstantial or direct. Where allegations of antitrust injury or injury to competition would be needed to support a possible federal antitrust violation, the Complaint states a claimed injury to Plaintiff's own business only.
- 5. On the foregoing basis, Commonwealth/Altadis respectfully requests that the Court dismiss with prejudice Plaintiff's Complaint.
  - 6. Oral argument is requested.
  - 7. A proposed form of order is attached.

Dated: February 12, 2015

## Respectfully submitted,

/s/ Carl W. Hittinger

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Attorneys for Defendants Commonwealth-Altadis, Inc., Commonwealth Brands, Inc., and Altadis, U.S.A., Inc.

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#### **CERTIFICATE OF SERVICE**

I, Carl W. Hittinger, hereby certify that on February 12, 2015, I caused the foregoing Motion to be served electronically upon the following:

Brent W. Landau HAUSFELD LLP 325 Chestnut Street, Suite 900 Philadelphia, PA 19106 Mindy B. Pava HAUSFELD LLP 1700 K Street, NW, Suite 650 Washington, DC 20006

Attorneys for Plaintiff Satnam Distributors, LLC d/b/a Lion & Bear Distributors

/s/ Carl W. Hittinger
Carl W. Hittinger