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ORIGINAL Paul L. Hoffman, SBN 071244 1 hoffpaul@aol.com Michael D. Seplow, SBN 150183 MSeplow@gmail.com 2 2010 AUG 17 P 1: 37 SCHONBRUN DESIMONE SEPLOW 3 RICHARD W. WIEKING CLERK, U.S. DISTRICT COURT NORTHERN DISTRICT OF CATHORNIA HARRIS & HOFFMAN. LLP 723 Ocean Front Walk 4 Venice, CA 90291 Telephone: (310) 396-073 Facsimile: (310) 399-7040 5 6 Attorneys for Plaintiff, Mitra N. Forouhar 7 8 UNITED STATES DISTRICT COURT 9 NORTHERN DISTRICT OF CALIFORNIA 10 3623 DMR MITRA N. FOROUHAR, 11 **COMPLAINT FOR DAMAGES:** Plaintiff, 12 13 FRAUD AND DECEIT (1) VS. 14 VIOLATION OF CALIFORNIA LABOR CODE (2) 15 STATOIL, ASA, and DOES 1 SECTION 970 through 10; 16 PROMISSORY ESTOPPEL (3) Defendants. 17 (4)**NEGLIGENT MISREPRESENTATION** 18 **UNFAIR BUSINESS** (5)19 PRACTICES IN VIOLATION OF CALIFORNIA BUSINESS 20 & PROFESSIONS CODE SECTION 17200, ET SEQ. 21 22 DEMAND FOR TRIAL BY JURY 23 24 Plaintiff MITRA N. FOROUHAR (hereinafter "Ms. Forouhar" or 25 "Plaintiff"), on information and belief, makes the following allegations in support 26 of this complaint against STATOIL, ASA ("Statoil") and DOES 1 through 10 27 (collectively "Defendants"): 28

COMPLAINT FOR DAMAGES

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This action is about an international petroleum company which lured a California citizen to forego a lucrative employment opportunity in San Francisco and relocate to Norway based on knowingly false promises and misrepresentations about the nature and character of her position as a human rights specialist for the company. In essence, Ms. Forouhar was promised that her job at Statoil would provide her with the opportunity and ability to ensure that the company respected international human rights norms in its operations and would also offer the potential for career advancement within the company. However, once she relocated to Norway, Ms. Forouhar learned that the promises made to her about her job were false and that the company never intended to allow her to the perform the essential tasks necessary to hold the company to the human rights promises it makes to the international community. Indeed, the job responsibilities described to her during her recruitment were contrary to the company's management system and governing provisions. Moreover, the representations made to her about the opportunities for promotion and career advancement were equally false. As a result of these misrepresentations, Ms. Forouhar has sustained substantial damages.

### JURISDICTION AND VENUE

- 2. This Court has jurisdiction over Plaintiff's claims pursuant 28 U.S.C. § 1332 because the amount in controversy exceeds \$75,000.00 and there is complete diversity of citizenship between the Plaintiff and the Defendants. <sup>1</sup>/
- 1. This Court may also have jurisdiction over Plaintiff's claims pursuant to 28 U.S.C. §§1330, 1603 and 1605(a)(2)—the Foreign Sovereign Immunities Act ("FSIA")—in the event that it is determined that Defendant Statoil is an instrumentality of the State of Norway because this action is based on Statoil's commercial activities. However, Plaintiff contends that Statoil is a corporation owned by an agency or instrumentality of the State of Norway, the Ministry of Petroleum and Energy. An entity which is owned by an agency or instrumentality

3. Venue is proper in this District pursuant to 28 U.S.C. § 1391 (a) in that a substantial part of the events or omissions giving rise to this action occurred in the Northern District of California.

### **PARTIES**

- 4. Plaintiff Mitra N. Forouhar is, and at all relevant times was, a citizen of the State of California. Ms. Forouhar is an attorney with extensive experience in international law and human rights. In particular, she has expertise in the area of corporate responsibility and respect for human rights. Between December 2007 and February 2008, while Ms. Forouhar was in California, she was actively recruited by Statoil for employment as human rights advisor/specialist at the company's headquarters in Norway. In March 2008, Ms. Forouhar began working for Statoil in Norway. Her Norwegian visa expires in April 2011.
- 5. Plaintiff is informed and believes and thereon alleges that Defendant Statoil, ASA is a corporation or other business entity which is based in Norway, and which has conducted, and does conduct, business in the State of California and throughout the United States and whose shares are traded on the New York Stock Exchange. The majority of Statoil shares are owned by the Norwegian Ministry of Petroleum and Energy, which was created by a Royal Decree as a department of the Council of the State of Norway. The Ministry of Petroleum and Energy is an organ of the State within the definition of a state agency or instrumentality set forth in 28 U.S.C. § 1603(b)(2). Statoil, one of the world's leading petroleum producing

of a foreign state does not itself meet the definition of an agency or instrumentality of a foreign state under 28 U.S.C. § 1603(b) and is therefore not entitled to any privileges or immunities under the FSIA. See Gates v. Victor Fine Foods, 54 F3d 1457, 1461-63 (9th Cir. 1995); Dole Food Co v Patrickson, 251 F3d 795 (9th Cir. 2001) affirmed 538 US 468, 473 (2003).

companies, is engaged in a number of business activities, including exploration and production throughout the world, including those in nations where human rights abuses have been widespread and where the potential for such abuses in connection with its activities exists. Statoil publicly touts its adherence to international human rights norms in its business practices and seeks to distinguish itself from its competitors on this basis.

6. The true names and capacities, whether corporate, associate, individual or otherwise of Defendants DOES 1 through 10, inclusive, are unknown to Plaintiff who therefore sues said Defendants by such fictitious names. Each of the Defendants designated herein as a DOE is negligently or otherwise legally responsible in some manner for the events and happenings herein referred to and caused injuries and damages proximately thereby to Plaintiff as herein alleged.

Plaintiff will seek leave of Court to amend this Complaint to show their names and capacities when the same have been ascertained.

7. At all times mentioned herein, Defendants, and each of them, were the agents, representatives, employees, successors, assigns, parents, subsidiaries and/or affiliates, each of the other, and at all times pertinent hereto were acting within the course and scope of their authority as such agents, representatives, employees, successors, assigns, parents, subsidiaries and/or affiliates.

## FACTS COMMON TO ALL COUNTS

Ms. Forouhar was recruited by Statoil to move from California to Norway for the position of Human Rights advisor/specialist.

8. In the Summer of 2007 Ms. Forouhar became acquainted with Willy Egset, the Head of Corporate Social Responsibility at Statoil, while she was conducting research on corporate responsibility for international human rights

9. In or about October or November 2007, Mr. Egset informed Ms. Forouhar that Statoil was seeking to fill a position in Norway as human rights advisor/specialist for the company. Based on his prior relationship with Ms. Forouhar, Mr. Egset told her that she would be an ideal candidate for the position because of her human rights law expertise, as well as her international business law background, which combined give her a unique set of skills which made her well suited for this position. The two of them discussed what the position would entail and the type of work that would be involved. Mr. Egset informed her that Statoil posted an advertisement for this position on its website and Ms. Forouhar applied for the position via company's website. Thereafter, Ms. Forouhar met with Mr. Egset in Norway in December 2007 to interview for the position. Shortly after her meeting in Norway, Ms. Forouhar returned home to California.

10. In December 2007, subsequent to her interview with Statoil and during the time that Ms. Forouhar was home in California, Ms. Forouhar was offered full time employment with an American consulting firm for the position of Managing

2. The use of HRRA method or conduct of human rights due diligence has also been set forth as a corporate responsibility by the UN Special Representative John Ruggie, and that position has been endorsed the UN Human Rights Council as well as the State of Norway.

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Ms. Forouhar informed Mr. Egset that she had received a competing 11. liob offer which both paid her a higher salary than the Statoil position and allowed her to remain in San Francisco. The news of a competing job offer in San Francisco caused Mr. Egset to step up his efforts to recruit Ms. Forouhar for the Statoil position. Mr. Egset continued to speak frequently with her about her candidacy for the position and what her job duties and responsibilities would be if she were hired. In particular, Ms. Forouhar wanted reassurances that if she were to accept this position and relocate to Norway, she would not merely be a public relations representative of the company who can speak the language of human rights, but rather would have the ability to have a true influence on the company's conduct in a manner which would prevent and deter any human rights violations in connection with the company's overseas operations. She made it clear to Mr. Egset that she would not want to move to Norway to accept a position where she would have little or no real ability to influence on the company's human rights policies and practices. She clearly informed him that she would not accept a position where she would serve mainly as a figure head to promote the company's image as being socially responsible. Indeed, Ms. Forouhar has no experience in the field of public relations. Mr. Egset assured her that her job was far more than "public relations"

and that her role in the company would be to develop and implement meaningful

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12. In light of the competing job offer made to Ms. Forouhar, Statoil decided to forego a second round of interviews for the position and instead focus its recruitment efforts on Ms. Forouhar. Toward that end, in early January, 2008, Ms. Forouhar was formally offered a position with Statoil by Mr. Egset at a salary which was \$100,000.00 less per year than what she would earn if she were to accept the San Francisco based position. In addition to her salary, Ms. Forouhar was promised that she would be given access to company housing which would cost her only one percent of her salary. Mr. Egset, who was well aware of the fact that Ms. Forouhar was seriously considering accepting the competing job offer from the American firm, which paid her significantly more money, sought to convince her that the Statoil position offered her a unique opportunity. Ms. Forouhar discussed with Mr. Egset her concerns about turning down the other offer and taking the position with Statoil. However, in a series of discussions with Ms. Forouhar, which took place while Ms. Forouhar was in California, Mr. Egset repeated the promises he had made about the benefits of accepting the Statoil position. Specifically, Mr. Egset informed Ms. Forouhar that if she took the position with Statoil, she would be given the authority and ability to put in place human right rights policies and support their implementation in the company's operations. Mr. Egset reassured Ms. Forouhar that human rights for Statoil was not just about managing the company's public image but about doing the right things. He also repeated his promises about her position within the company and the potential for career advancement.

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14. In addition to promising Ms. Forouhar that her new position would allow her to have real and tangible effects on the company's policies and

operations in the area of human rights, Mr. Egset also made numerous promises to Ms. Forouhar about how much compensation she would be entitled to and about the strong potential for career advancement within the company if she accepted the position. For example, she was promised that she was going to be assigned to a higher level within the company's corporate structure than she actually was. Mr. Egset told Ms. Forouhar that she would start out as an "acting manager" and would be promoted to the formal management level within one year. Ms. Forouhar was also promised that there was a strong potential for her to advance within the company from her position and that she was going to be promoted from 'Specialist" to "Chief Specialist" within her first year with the company. Indeed, Mr. Egset specifically told Ms. Forouhar that there was tremendous career potential for her within the company from her position as a human rights advisor/specialist, despite the fact that she was not Norwegian. Mr. Egset stated that the company had plans to expand internationally and was therefore actively seeking to recruit and retain professionals from diverse backgrounds with international experience.

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15. From February 23 through February 25, 2008, prior to the time that Ms. Forouhar relocated to Norway, Mr. Egest met in person with Ms. Forouhar at Statoil's offices in Berkeley, California and in other locations in the San Francisco area for further discussions about the position, including various concerns that Ms. Forouhar had about relocating to Norway from California. During these meetings, Mr. Egset continued to reassure Ms. Forouhar that accepting the Statoil position was the right decision for her as the company was truly committed to preventing human rights abuses. Indeed, during a meeting in Berkeley with Mr. Egset and others, one of the participants expressed the position that corporate social responsibility was mainly about donating money to worthy causes so as to be viewed as being socially responsible. Ms. Forouhar expressed her beliefs that

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16. Ms. Forouhar was and is deeply committed to the cause of advancing respect for human rights and based on the promises and representations that were made to her by Mr. Egset, she was reasonably led to believe that if she accepted the position with Statoil and relocated to Norway she would be given a unique opportunity to apply the cutting edge method, the HRRA, just developed for Statoil, and to shape corporate policies and practices in a manner which would respect human rights in business operations. In reliance on the material promises and representations made to her by Mr. Egset about the kind, character and nature of her employment at Statoil, Ms. Forouhar declined the lucrative offer with the American consulting firm and accepted Statoil's job offer for a position with the company in Norway to commence on March 14, 2008.

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## The promises and representations made to Ms. Forouhar about her position with Statoil were false.

17. Ms. Forouhar began working at Statoil in Norway on March 14, 2008. She was excited about her new position and worked diligently to perform her

duties and promote and implement the human rights policies that she had discussed with Mr. Egset before she began working for the company. However, after having worked for the company for over a year, Ms. Forouhar discovered that the representations and promises that were made to her were false and that the company had concealed material information from her. In particular, the company's representations and promises about her job duties and its commitment to human rights (including the implementation of the HRRA) were false and misleading. Ms. Forouhar was given limited access to Statoil's overseas operations which prevented her from implementing effective human rights policies. Although Ms. Forouhar was promised that she was not being hired simply for public relations purposes, this was in fact the reason for her hiring. Indeed, a substantial majority of her time was devoted to external public relations matters. Likewise, various promises and representations about her career track and compensation at Statoil also were false.

18. Shortly after she commenced her employment with Statoil, Ms. Forouhar began to see indications that her position with the company was not all that was promised to her. Prior to accepting employment with Statoil, Ms. Forouhar had been specifically promised that she would be given the opportunity to develop strategies, policies, and procedures, and support their implementation to ensure that human rights are respected throughout Statoil's overseas operations. However, her efforts to implement human rights policies (including the HRRA) in the company's international operations were repeatedly thwarted by Mr. Egset. She experienced great difficulty in getting Mr. Egset to engage in constructive discussions about or follow up on implementation of any the discussed objectives such as developing and implementing a strategy, and putting in place appropriate human rights policies and procedures. Although Ms. Forouhar diligently attempted to perform her duties in a manner that would have a tangible influence on Statoil's

A. Contrary to the representations made to her that she was not being hired primarily for public relations purposes, the substantial majority of Ms. Forouhar's job duties consisted of external public relations matters.

B. When Ms. Forouhar uncovered sensitive information relating to the company's proposed operations in Iraq concerning the link between potential financing of terrorism and security for oil fields and in connection with Statoil's needed security arrangements, Mr. Egset became extremely upset with her and attempted to block her from communicating her findings to senior officials within the company.

C. Ms. Forouhar discussed with Mr. Egset's superior, Tor Egil Sunderø, her concerns about Mr. Egset's lack of follow up on issues and lack of an effective working relationship with the business line. While Mr. Sunderø stated that respecting human rights is an important objective of the company, he did not take any action to address any of Ms. Forouhar's concerns.

- D. A human rights workshop for the company's Venezuelan operations which had been requested by Statoil officials in Venezuela, and which Ms. Forouhar planned to attend in the Spring of 2008, was postponed and eventually canceled after Mr. Egset deemed it unnecessary.
- E. When Ms. Forouhar proposed a human rights training program for the company's business operations (also referred to as the business lines) as a means of explaining the potential for human rights abuses and how the HRRA program works, she did not receive any support from Mr. Egset. Mr. Egset was also hostile toward her efforts to raise internal awareness of human rights and business through the company's intranet.
- F. Despite having been promised that the company was committed to the HRRA, Ms. Forouhar encountered tremendous resistance to her efforts to implement the HRRA. For example, Ms. Forouhar was supposed to visit Algeria as part of the HRRA for Statoil's operations but Mr. Egset made it extremely difficult for her to arrange this visit by, among other things, failing to follow up with various contacts, thereby causing it to be delayed for several months. Although Ms. Forouhar was eventually able to make the trip to Algeria and achieved some level of success in applying the HRRA, she was met with hostile treatment by Mr. Egset upon her return. Mr. Egset refused to meet with her to catch up on issues that occurred during her absence and he cut off

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G. Ms. Forouhar was repeatedly denied access to the company's Angola operations, despite Angola being a post conflict society, where there is potential for serious human rights abuses. Mr. Egset refused to provide her with any effective support with respect to implementing human rights policies in the company's Angola operations.

Although Statoil is present in approximately 40 countries, H. with suppliers in an even a greater number of countries where it may not have a direct presence, Ms. Forouhar was only allowed to visit two Statoil sites (Nigeria and Algeria) as part of her job duties. The fact that she was not allowed to visit many of the nations with the potential for human rights abuses meant that she was unable to carry out the goal of implementing policies which would actively prevent human rights abuses, in direct contravention to the promises that had been made to her prior to her accepting employment with Statoil. Gathering information about activities and operations and interacting with operational managers is an essential element of applying the HRRA to manage human rights risks and prevent potential violations. The company's refusal to allow her to do so meant that she could not do the job that she had been promised.

I. As part of her efforts to prevent human rights abuses in the company's labor policies, Ms. Forouhar drafted company

policies regarding the prevention of human trafficking and child labor which were to be adopted as Statoil corporate policy, applicable to the company's international operations. In her proposed draft, Ms. Forouhar defined with specificity child child labor, compulsory labor and human trafficking, in order to enable on site personnel to identify such practices. However, Mr. Egset revised her draft policy in a way which failed to define what it means to engage in human trafficking or utilize child labor, thereby rendering the policy vague and ineffective.

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J. As part of her duties, Ms. Forouhar attempted to formulate a concrete human rights policy as a guideline for Statoil's overseas operations. However, Mr. Egset and others failed to provide feedback or follow up on her proposals for a Statoil human rights policy.

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K. In December 2008, in order to raise internal awareness, Ms. Forouhar attempted to publish an article on the company's intranet on the occasion of the 60th Anniversary of the United Nations Universal Declaration of Human Rights. In that article, she used her work with the Algeria operations as an example of how human rights relates to business operations. Mr. Egset blocked publication of the article when she attempted to obtain a quote from the CEO supporting the promotion of human rights in business operations. When the International division of the company published a similar version of the article, Mr. Egset threatened to take

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L. When Ms. Forouhar asked to work with Human Resources to put in place an anti-discrimination and harassment policy and training program, which the company lacks, she was told by Reidar Gjaerum that Human Resources is a separate line and she cannot influence its policies or practices, regardless of the human rights impact.

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19. After working at the company for a period of time, Ms. Forouhar began to realize that the manner in which the company was structured, including the relationship of the Corporate Social Responsibility Unit to other parts of the company, prevented her from being able to effectively establish and implement human rights policies and procedures into the company's overseas operations. Ms. Forouhar learned that at Statoil, there is a clear distinction and separation between the business- operations side of the company, known as the "business lines," which is responsible for the day to day operations of Statoil's overseas facilities, and the corporate staff side of the company, which is responsible for setting policies and procedures, and conducting public relations and public affairs. Ms Forouhar came to realize that it was extremely difficult for her, as a member of the Corporate Social Responsibility Unit on the corporate staff side of the company, to have any perceptible input into the implementation of policies and procedures by the company's business lines, unless tangible steps were to be taken that would allow her such access to the business lines. However, Mr. Egset as the Head of the Corporate Social Responsibility Unit, continually refused to take the necessary actions, such as establishing a control network between the Corporate Social Responsibility Unit and the business lines, which would have allowed Ms. Forouhar to implement human rights policies within the business lines. Moreover,

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20. Ms. Forouhar's various proposals and attempts to work with Statoil's business lines were rebuffed by Mr. Egset. He informed her that a close working relationship with the business lines would not be allowed and that she could not have any input into how the operations side of the company conducted its affairs. In essence, Ms. Forouhar was told that she was corporate staff and that she could only provide advice about the company's international operations if and when such advice was requested, and this was so despite the fact that operations personnel were not even made aware of the company's human rights objectives or her function and presence in the company. This is completely contrary to what she had been promised by Mr. Egset during the negotiations. Indeed, neither Mr. Egset nor any one else at Statoil explained to Ms Forouhar that the corporate structure of Statoil meant that as a member of the Social Responsibility Unit, she would have no real ability to implement human rights policies within the company's international operations. In fact, this critical information about the way the company conducted its operations and the rigid separation of powers between the corporate side (namely the Corporate Social Responsibility Unit) and operational side of the company was concealed from Ms. Forouhar prior to her arrival in Norway. Without any ability to reach the business-operations side of the company, Ms Forouhar was effectively unable to implement policies that would have a real impact on preventing human rights abuses. Ms. Forouhar tried on numerous occasions to address these problems, including attempts to devise new systems to enable an effective working relationship with the business lines, but her efforts were ignored and rejected by Mr. Egset. Moreover, she repeatedly proposed that

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21. In addition to the false promises and misrepresentations made to Ms. Forouhar about the company's human rights policies and role in implementing such policies, Statoil also made false promises and representations about her compensation and potential for career advancement. These false promises and misrepresentations about her career track and compensation include the following, among others:

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Before she starting working at Statoil, Ms. Forouhar was Α. promised that she was going to be assigned to a higher level within the company's corporate structure than she actually was. She was also told that that she would start out as an "acting manager" and would be promoted to the formal management level within one year. However, after Ms. Forouhar relocated to Norway and began her employment with Statoil, Mr. Egset failed to fulfil his promise that she would be treated as an acting manager. Indeed, Mr. Egset repeatedly attempted to obstruct her performance in a number of ways, including failure to facilitate her integration into the company and failure to follow up on proposals and issues raised by her. In addition, after she relocated to Norway, Ms. Forouhar learned that the grade she was assigned was in fact three grades, and not one, below the manager level.

D. Mr. Forouhar was also promised that she was eligible for

- B. Prior to joining Statoil, Ms. Forouhar was promised that there was a strong potential for her to advance within the company from her position and that she was going to be promoted from "Specialist" to "Chief Specialist" within her first year with the company. This promotion never occurred. When she inquired of the company's Human Resources Department about her promised promotion, she was told that she would not be eligible for the promotion because the quotas for this position had already been filled and that her promotion was subject to certain collective bargaining arrangements, of which she was never informed when she was being recruited for a position with Statoil.
- C. Prior to her employment at Statoil, Mr. Egset specifically told Ms. Forouhar that there was tremendous career potential for her within the company from her position as a human rights advisor/specialist, despite the fact that she was not Norwegian. However, after she relocated and began her employment at Statoil, Ms. Forouhar was informed that she should expect a much slower career track because she was not Norwegian. Moreover, she was also told by a company official that there was in fact no career track for her position as human rights advisor/ specialist and that if she wanted to advance in the company, she would have to change to a position within one of the business lines in the company, as opposed to working in the area of corporate responsibility.

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company housing at a cost of one percent of her salary. This was a significant because she was giving up a much higher paying position in San Francisco to work for Statoil in Norway. However, after Ms. Forouhar relocated to Norway and began working with the company, she learned that the cost of company housing was significantly more than one percent of her salary.

Working at Statoil under these conditions became extremely stressful 22. for Ms. Forouhar. Although Ms. Forouhar had been repeatedly promised that she was not being hired as a public relations ploy by Statoil to tout the company's commitment to human rights, she realized that this was in fact what had happened and that Statoil had been using her professional credentials and personal commitment to human rights to promote a false image of itself. In fact, Ms. Forouhar had no ability or power to affect the company's operations or procedures in a meaningful way. Despite working diligently to promote human rights within the company, Ms. Forouhar found that she was being increasingly shunned and belittled by Mr. Egset who viewed her efforts to promote human rights as a nuisance. The constant stress of working at a job that utterly did not meet the promises made to her and where she was increasingly treated in a hostile manner, and living in a foreign nation away from her support network began to have a debilitating effect on Ms. Forouhar's health. On or about April 16, 2009, Ms. Forouhar was forced to go on medical leave. Ms. Forouhar has been advised by her doctors that she should return to California in order for her health to improve.

23. As a direct result of the acts and omissions of Defendants as alleged herein, Ms. Forouhar has incurred, and will in the future incur, substantial economic damages, including, without limitation, loss of wages, loss of future

wages, loss of earnings capacity, loss of business opportunities, reliance damages, and losses associated with her relocation to Norway and her future need to relocate to California. In particular, as a result of Defendants' false promises, misrepresentations and concealment of material facts, Ms. Forouhar turned down a lucrative employment opportunity in San Francisco, California and moved to Norway, which has cost her hundreds of thousands of dollars in lost wages and future wages.

24. As a further direct result of Defendants' acts and omissions,

Ms. Forouhar has been caused to and did suffer and continues to suffer emotional distress, as well as damage to her personal and professional reputation.

25. Plaintiff is informed and believes and thereon alleges that the aforementioned acts of Defendants, and each of them, were willful, malicious, intentional, oppressive, fraudulent and despicable and were done in willful and conscious disregard of the rights, welfare and safety of Plaintiff, thereby justifying the awarding of punitive and exemplary damages in an amount to be determined at time of trial. Plaintiff is informed and believes and on that basis alleges that officers, directors and/or managing agents of each of the defendants acted in conscious disregard of plaintiff's rights, which the officers, directors and/or managing agents of defendants knew would injure persons such as plaintiff. To the extent that any officer, director and/or managing agent of each of the defendants did not personally commit the malicious, oppressive or fraudulent acts described above, each such defendant authorized or ratified the malicious, oppressive or fraudulent acts.

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# FIRST CLAIM FOR RELIEF FRAUD AND DECEIT

## (California Civil Code Sections 1572, 1709, 1710) (Against All Defendants)

- 26. Ms. Forouhar realleges and incorporates by reference paragraphs 1 through 25, as though set forth in full.
- 27. Defendants made various material representations and promises to Ms. Forouhar, including, without limitation:
- (1) that Statoil was deeply committed to preventing human rights abuses in its business operations,
  - (2) that her job with Statoil was far more than "public relations,"
- (3) that her role in the company would be to develop and implement meaningful human rights policies into the company's overseas operations,
- (4) that she would be able to "integrate" human rights risk management practices into the company's overseas operations to ensure that the company did not contribute to any human rights abuses,
- (5) that she would have access to Statoil's foreign operations in various nations with the potential for human rights abuses and that she would be able to travel to these locations on a regular basis,
- (6) that as Statoil's human rights advisor/specialist, she would be responsible for applying the HRRA throughout the company's international operations where there is potential for abuse in order to minimize the possibility of abuse,
- (8) that she was going to be assigned to a higher level within the company's corporate structure than she actually was,
- (9) that she would be hired as an acting manager, at one level below management, and that she would be promoted to management level within one year,
  - (10) that there was a strong potential for her to advance within the company

bargaining arrangements, and

- (8) the fact that she was not Norwegian limited her ability to advance within the company.
- 29. The foregoing representations, assurances, promises and material omissions were made to Ms. Forouhar by Mr. Egset on behalf of Defendants during various communications between Ms. Forouhar and Mr. Egset in December 2007 and January 2008, while Ms. Forouhar was in California, and repeated during a meeting between the two, which took place in Berkeley, California in February 2008.
- 30. The foregoing representations, assurances and promises made by Defendants to Ms. Forouhar were false.
- 31. Plaintiff is informed and believes and thereon alleges that at the time Defendants made the aforementioned false representations, assurances and promises, they knew that their representations, assurances and promises were false, made them without belief in their veracity, without intention of fulfilling them and/or with reckless disregard as to their truth.
- 32. Plaintiff is informed and believes and thereon alleges that Defendants made these false representations, promises, assurances and omissions, and otherwise concealed material facts, with the intent to induce Ms. Forouhar to forego other career opportunities, to accept employment with Statoil as a human rights specialist and/or to relocate to Norway.
- 33. Ms. Forouhar reasonably believed that Defendants' representations, assurances and promises were true and was unaware that they were, in fact, false. Ms. Forouhar was induced to rely, and did rely, on Defendants' false representations, promises and material omissions to her detriment. Among other things, she forewent other career opportunities in San Francisco, California (which

## SECOND CLAIM FOR RELIEF

## VIOLATION OF SECTION 970 OF THE CALIFORNIA LABOR CODE

## (Against All Defendants)

37. Ms. Forouhar realleges and incorporates by reference paragraphs 1 through 36, as though set forth in full.

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As alleged herein, Defendants made the aforementioned false 38. representations to, and concealed material facts from, Ms. Forouhar regarding the kind, character, and existence of her employment with Statoil, including those set forth in paragraphs 27 and 28 above. As alleged herein, Defendants made false promises and representations to Ms. Forouhar about the nature of her employment with Statoil. Among other things, Ms. Forouhar was promised that she was not being hired primarily as a public relations gesture and that she would have the ability and the support to develop and implement policies, including application of the HRRA, to influence the company's operations with respect to preventing human rights abuses. Defendants also made false promises and representations to the effect that Ms. Forouhar's position within the company was at higher level in the company's hierarchy than it actually was and that there was a real potential for career growth for her at Statoil. Moreover, Defendants actively concealed from Ms. Forouhar material facts about her employment, including, without limitation, the fact that the corporate structure of the company was set up in a manner which made it virtually impossible for her to develop and implement effective human rights policies within the company's operations, and that the Corporate Social Responsibility unit lacked the necessary control systems through which it could have implemented corporate human rights strategies, and that there was no intention of putting in place such control systems.

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41. As a further direct and legal result of the acts and omissions of Defendants, and each of them, as aforesaid, Ms. Forouhar has been caused to and did suffer and continues to suffer emotional distress, as well as damage to her personal and professional reputation.

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42. Ms. Forouhar is informed and believes and thereon alleges that the Defendants, and each them, by engaging in the aforementioned acts and/or in authorizing and/or ratifying such acts, engaged in willful, malicious, fraudulent, intentional, oppressive and despicable conduct, and acted with willful and conscious disregard of the rights, welfare and safety of Ms. Forouhar, thereby justifying the award of punitive and exemplary damages in an amount to be determined at trial.

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#### PRAYER FOR RELIEF 1 WHEREFORE, Plaintiff prays for judgment against Defendants, and each of 2 them, as follows: 3 For compensatory damages, including, reliance damages, general 1. 4 damages (including emotional distress) and special damages (including lost 5 wages), according to proof; For punitive damages and exemplary damages, according to proof; 2. 7 Reasonable attorneys fees; 3. 8 9 4. Costs of suit; 5. Interest: 10 Double damages pursuant to Labor Code Section 972; 6. 11 7. For restitution of all monies due to Plaintiff and the general public and 12 disgorgement of profits from the unlawful business practices of Defendants; 13 8. For such other and further relief that the Court may deem just and 14 proper. 15 16 Dated: July 29, 2010 SCHONBRUN DESIMONE SEPLOW 17 HARRIS & HOFFMAN LLP 18 19 20 Michael D. Seplow Attorneys for Plaintiff 21 22 23 24 25 26 27

## **DEMAND FOR JURY TRIAL**

Plaintiff hereby demands a trial by jury on all issues.

5 Dated: July 29, 2010

SCHONBRUN DESIMONE SEPLOW HARRIS & HOFFMAN LLP

Paul L. Hoffman Michael D. Seplow Attorneys for Plaintiff

COMPLAINT FOR DAMAGES