UNITED STATES OF AMERICA FEDERAL TRADE COMMISSION

COMMISSIONERS: Jon Leibowitz, Chairman

J. Thomas Rosch Edith Ramirez Julie Brill

In the Matter of

(NOBY BROWN, individually, and doing business as DERMAPPS, and GREGORY W. PEARSON, individually, and doing business as DERMAPPS.

(NOBY BROWN, individually, and doing business as DERMAPPS.
(NOBY BROWN, individually, and doing business as DERMAPPS.
(NOBY BROWN, individually, and doing business as DERMAPPS.
(NOBY BROWN, individually, and doing business as DERMAPPS.
(NOBY BROWN, individually, and doing business as DERMAPPS.
(NOBY BROWN, individually, and doing business as DERMAPPS.
(NOBY BROWN, individually, and doing business as DERMAPPS.

COMPLAINT

The Federal Trade Commission, having reason to believe that Kobb rown and Gegory W. Peason ("respondents") individually and doing business as DERMAP, bave violated the provisions of the Federal Trade Commission Act, and it appearing to the Commission that this proceeding is in the public interest, alleges:

- 1. Respondent Kob Frown ("Brown") is the develope and aseller ormarketer, of a mobile software application clied "Acne App." At all times relevat to this complaint, Bown, individually or in concert with others, formulated, directed, controlled, or participated in the acts or practices alleged in this complaint. His principal office or place of business is located in Houston, Texas.
- 2. Respondent Ggery W. Peason ("Peason") is a licensedred boardcertified dermatologist, and aseller ormarketer of amobile softwareapplication clied "AcneApp." At all times relevat to this complaint, Pearson, individually in concert with others, firmulated, directed, controlled, or participated in the acts or practices alleged in this complaint. His principal office or place of business is located in Houston, Texas.
- 3. Respondents Bown and Person havedevelopel, labeled, devertised, promoted, offeed for sale, sold, and distributed AcApp to consumers, introding teans, through the iTunes Store, an electronic retail platform operated by Apple, hc., from at least Septemb24, 2009 and

continuing the eafter. From September 1, 2009 thurth March 15, 2011, therevere approximately 11,600 downloads of Ance App.

- 4. AcneApp is a "device" within the meaning of Sections 12 and 15 the Federal Trade Commission Act.
- 5. The acts and practices of respondents, as alleged herein, have been in or affecting commerce, as "commerce" is defined in Section 4 of the Federal Trade Commission Act.
- 6. Respondents have isseminated oracised to be isseminated advitesements for Acne App through the iTunes store, incling, but not limited to, the advertisement in the attached Exhibit A. This advertisement contains the following statements and depictions

Pre-Download Advertisement: (Exhibit A - website pint screen captue)

On screen: New York Times:

December 30, 2009 "Better Skin to the Touch?-Camille Sweeney

"... a Houston dermatologt has bloassed the hand-hed gadget and tried to harnes the power in-office acne treatments in a more familiar form: the iPhone or iPod Touch."

FOX News:

January 12, 2009 "Can iPhone Applition Treat Your Acne?" – Ned Hibberd "... self esteem emergency? These flashing lights may be their servation."

iTunes REVIEWS [Selected and featured by respondents]

- "This app is probally the best thingever to surface. i've (sic) had problems with my skin for yeas. Acneapp is easy to use and you can useit any time of the day. My skin started to clar after the first week and it's noticable (sic). I've used pro activ (sic), roaccutane(sic) and every other skin product but this is trulyamazing." (Australia)
- "I will have to say that I was sleptical at first but am amazed by the results of really dedicating time to this." (US)
- "I was very

peoples' inseurities, but it works! Malye the best app I've bought!" (US)

- "Hormones o crazy when your (sic)pregnant but you cant use chenicals to dryup your breakouts[.] [T]his app is the sdution!" (US)
- This is the best moneyhave er spet[.] [I]t works amazing for me[.] [A]Iready seeing the difference in 2 days. It stops me form (sic) getting spots andeduces the redness of the present acne It's a gotta buyfor people suffering with acne. 5 stars:D (United Kingdom)

IMPORTANT STUFF:

This app was developed by a dermatologist.

A studypublished by the British Journal of Dermatology showed blue and red light treatments eliminated p-ane bateria (amajor cause of ane) and reduces skin blemishes 57,6%. Studies showed that light treatments were almost twice sa effective as benzolyperoxide, the main ingedient in Proation and other common over the counter blemish treatments.

INSTRUCTIONS:

Begin by choosing a light from the tab brabelow. Blue & Red alternating light is the recommendeoption.

Rest the iPhone aignst your skin's ace-prone areas for 2 minutes daily to improve skin health without prescription drugs.

Blue Light: fights bactea. Red Light: helps hel skin.

* * *

This app is for extertainment purposeonly and is not intended for treatment of anydisease or medical condition.

© Copyright DermApps 20092010. All Rights Reserve

AcneApp. Acne therapy without risky medications.

- 7. Through the means deribed in Pargraph 6, espondents have presented, expressly or by implication, that AcneApp is reeffective treatment of a one.
- 8. Through the means deribed in Pargraph 6, espondents have presented, expresslyor by implication, that the possessed and lied upon a casonale basis that substantiated the presentation set forth in Paragoh 7, tathe time the representation was made.
- 9. In truth and in fact, respondents did not possess and rely upon a reasonable basis that substantiated the process tation set forth in Paragon 7, tathe time the representation was made Therefore, the representation set forth in Paragon 8 was, and is, face or misleading.
- 10. Through the means decribed in Paargraph 6, espondents have presented, expresslyor by implication, that a studgrublished by the British Journal of Dermatology proves that bluened red light therapy such as that provided by AcneApp is an effective treatment for acce.
- 11. In truth and in fatic the studypublished by the British Journal of Dermatology does not prove that blue and relight the apy such as that provided by Acne App is an effective treatment for acne. Therefore, the representation set forth in Paragraph 10 was, and is, false or misleading.
- 12. The acts and practices of respondents as alleged in this complaint constitute unfair or deceptive acts or practices, and the making of false advertisements, in or affecting commerce, in violation of Sections 5(a) neal 12 of the Edeal Trade Commission Act, 15 U.S.C. §§ 45(aa) nd 52.

THEREFORE, the Feleral TradeCommission, thisthirteenth dayof October, 2011, has issued this complaint against respondents

By the Commission.

Donald S. Clark Secretary

SEAL