

UNITED STATES OF AMERICA FEDERAL TRADE COMMISSION WASHINGTON, D.C. 20580

Bureau of Consumer Protection Division of Enforcement

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VIA EMAIL

Michael B. Nadler, Esq. Stumphauzer Foslid Sloman Ross & Kolaya PLLC Two South Biscayne Boulevard Suite 1600 Miami, FL 33131

Dear Mr. Nadler:

We received your submissions on behalf of GhostBed, Inc. ("GhostBed" or the "Company"). During our review, we discussed two sets of concerns. First, certain marketing materials may have overstated the extent to which all GhostBed products are made in the United States. For example, although certain GhostBed products are imported or contain imported components, GhostBed ran Google advertisements stating products were "Made in America," and included unqualified "Made in USA" claims on social media accounts. Second, certain (do 5) Br lhs(6et00011 u)6 Texti 458 70 GhostBed0-0.0038 f.w 1Produit as MCTD 18 25.5 (do-0.0038 f.w 1Pr GhostBed marketing materials may have failed to comply with provisions of the Textile Products Identification Act, 15 U.S.C. § 70 *et seq.* ("Textile Act"), and implementing rules, 16 C.F.R. Part 303 ("Textile Rules"). Specifically, for some covered products, materials omitted required country-of-origin information, or failed to disclose that products were made from imported fabrics.

Unqualified U.S.-origin claims in general marketing materials, including social media posts, likely suggest to consumers that <u>all</u> products advertised are made in the United States.¹ As

¹ GhostBed's U.S.-origin claims for mattresses are covered under the FTC's general authority to prevent deceptive claims pursuant to Section 5 of the FTC Act, 15 U.S.C. § 45(a). In addition,

the Commission has explained, "marketers should not represent, either expressly or by implication, that a whole product line is of U.S. origin (*e.g.*, 'Our products are Made in USA') when only some products in the product line are, in fact, made in the United States."²

Moreover, because they are covered by the Textile Act and Rules, certain GhostBed