

THE
COOPERSMITH
LAW FIRM

555 West Beech Street, Suite 230 ■ San Diego, CA 92101 ■ Tel: (619) 238-7360 ■ Fax: (619) 785-3357

www.stevecoopersmithlaw.com

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PRESS RELEASE

A federal *Qui Tam* lawsuit previously filed in the United States District Court, Southern District of California against Allstate Van & Storage, Inc. and Inter-World Forwarders, Inc. will now be proceeding to discovery.

As alleged in the *Qui Tam* complaint, the action arises out of false and fraudulent claims presented by Allstate and Inter-World, two moving companies which have contracts with the U.S. Government to perform local moves at Camp Pendleton and the San Diego Naval Base, respectively.

The lawsuit alleges two violations of the False Claims Act, for fraud against the United States Government. Pack & Crate Services, Inc. filed the action as the Relator on behalf of the United States Government and will be prosecuting the case on behalf of the Government.

The lawsuit had previously been on file under seal with the Court since April 2007, and was recently unsealed and then served upon the Defendants Allstate and Inter-World. Defendants Allstate and Inter-World are related companies, owned by husband and wife Tom and Paula Luni, respectively. The companies are operated out of the same facility in Poway, California.

The Defendants are jointly represented by noted San Diego criminal defense lawyer Michael Lipman and Mark Troy of the Washington, D.C. based Crowell & Moring law firm. Mr. Troy is a high-profile lawyer in Crowell & Moring's Los Angeles office, specializing in the defense of U.S. Government fraud.

As the complaint alleges, these Defendants have knowingly submitted false claims to the U.S. Government with respect to the weights of – and consequently the price charged to the Government for – the movement of household goods of military servicemen and women. The

complaint alleges that the Defendants' actions are unlawful, and have resulted in the submission of thousands of fraudulent moving claims to the U.S. Government, and the diversion of an estimated \$1.5 million relating to these false and fraudulent claims.

As more particularly described in the Complaint, Defendants, through their employees, agents, and sub-contractors, have encouraged and actively participated in a scheme designed to increase (or "bump") the weight of each household move and thereby falsely increase the cost to the Government and ultimately to the taxpayer.

The Complaint further alleges that although the Defendants, their employees and their agents employed various methods to promote and further the scheme, there was a single purpose: to artificially and fraudulently increase the net weight of the household goods and thereby to fraudulently obtain money from the Government to which they were not entitled.

Steven T. Coopersmith, Esq. of The Coopersmith Law Firm represents Pack & Crate Services, Inc. All inquiries regarding this press release should be directed to Mr. Coopersmith, at (619) 238-7360.