			52
1		HALL	
2		Q. Why did Paramount provide the	
3		DVDs to Audible Magic in May of 2007?	
4		A. The Audible Magic, the content	
5	11:16:41	was provided to Audible Magic in 2007 as	
6		part of an effort to block Paramount	
7		content from being on-line.	
8		Q. It was part of a test, wasn't	
9		it?	
10	11:16:41	A. I don't know.	
11		MR. WILLEN: Let's introduce	
12		Exhibit 5. This is Exhibit 5. Bates	
13		number VIA01707188. It's an e-mail	
14		from Alan Bell dated May 13th, 2007.	
15	11:16:42	(Hall Exhibit 5, e-mail from	
16		Alan Bell dated May 13th, 2007,	
17		Bates number VIA01707188, marked for	
18		identification, as of this date.)	
19		A. Okay.	
20	11:16:42	Q. Who is Alan Bell?	
21		A. Alan Bell was the chief	
22		technology officer for Paramount Pictures.	
23		He no longer holds that position.	
24		Q. One of his responsibilities as	
25	11:16:42	CTO was evaluating fingerprint	

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53 1 HALL 2 technologies? 3 It appears that, yeah. Α. 4 So looking at the e-mail that Q. 5 11:16:42 Dr. Bell sent on May 13th, 2007. I'm 6 looking at the 4th paragraph. He says, 7 "Last week we ingested 309 DVD titles into the AM audio fingerprint database as part 8 9 of an initial test." 11:16:44 10 Do you see that? 11 Uh-hum. Α. 12 The 309 DVD titles that he's Ο. 13 referring to are the same 309 DVD titles 14 that are referred to in the interrogatory 15 11:16:44 response that we were just looking at? 16 Α. Yes. 17 And does this e-mail confirm Ο. 18 that they were ingested into the Audible 19 Magic database as part of an initial test? 11:16:44 20 Α. Yes. 21 So in the next sentence Dr. Bell Ο. 22 says, "Once these fingerprints go into the 23 active matching process, which should be 24 very shortly, we hope to get some data to 25 11:16:44 help understand how effective this process

			54
1		HALL	
2		is."	
3		Do you know whether that data	
4		that he refers to was actually provided to	
5	11:16:45	Paramount?	
6		MR. PLATZER: Objection.	
7		Outside the scope.	
8		A. I don't know.	
9		Q. Was the test that Dr. Bell was	
10	11:16:45	referring to in this e-mail actually	
11		conducted?	
12		MR. PLATZER: Same objection.	
13		A. I don't know.	
14		Q. Are you aware of Paramount	
15	11:16:45	having received any data from Audible	
16		Magic about the way in which Paramount	
17		content was being identified on any	
18		websites using Audible Magic?	
19		MR. PLATZER: Same objections.	
20	11:16:45	I'll make it standing at this point.	
21		A. I am not.	
22		Q. So other than the 309 DVD titles	
23		that were provided to Paramount excuse	
24		me provided to Audible Magic in May of	
25	11:16:45	2007 as part of this test, has Paramount	

55 1 HALL 2 provided any other Paramount content to 3 Audible Magic for fingerprinting? 4 Α. No, they have not. 5 11:16:45 Q. Do you know whether the 6 fingerprints that were created in May of 7 2007 are still in Audible Magic's system? 8 The 309? Α. 9 Ο. Yes. 11:16:45 10 Α. They are. 11 Ο. So other than those fingerprints 12 are there any other fingerprints of 13 Paramount content in Audible Magic's 14 system that you are aware of? 11:16:45 15 Α. No. 16 Q. So just again to be clear, with 17 respect to the fingerprints that are in 18 Audible Magic's system, does Paramount 19 have any information about how often 20 11:16:45 Audible Magic has made matches to those 21 fingerprints on any website? 22 MR. PLATZER: Objection. 23 Outside the scope. 24 I have no knowledge of any Α. 25 11:16:46 reports.

76 1 HALL 2 transport of the metidata and the 3 fingerprint file in a specific format that 4 was provided by the YouTube engineers. 5 11:17:05 Q. Do you know when the YouTube 6 fingerprinting technology actually 7 launched? 8 I don't. Α. 9 Do you know when the technology 11:17:05 10 first became available for Paramount to 11 use? 12 Α. My recollection is that it was a 13 few months prior to August 2008. 14 Q. What's the basis for that 15 11:17:05 belief? I was involved in the set-up 16 Α. 17 e-mails from the YouTube engineers 18 providing me with the tools to start the 19 development on the ingest process. 11:17:05 20 Q. Who were those engineers, do you 21 recall? 22 I don't remember the first name. Α. 23 The last name was Vinecat. 24 Q. Presad? 25 11:17:05 Α. Presad, thank you.

77 1 HALL 2 Are you aware that there's an 3 agreement or a contract between Viacom and 4 YouTube with respect to the use of the 5 11:17:06 YouTube fingerprinting technology? 6 Α. I would imagine there would be, 7 yes. I'm not aware of the specifics of 8 the contract. 9 Ο. Is there a specific contract 11:17:06 10 between Paramount and YouTube? 11 Α. I'm not aware of one. 12 Ο. So how many of Paramount's movie 13 titles has Paramount provided to YouTube 14 for fingerprinting? 15 11:17:06 Α. That number is in the range of 16 50. 17 Now, are those the same 50 or a 18 different 50 than Paramount has provided 19 to Vobile? 11:17:06 20 Α. They are close to but not an 21 exact. So there are titles that are there 22 and there are titles that may not be. I 23 don't know the exact -- I don't have the 24 50 memorized from each. I know there's 25 11:17:07 crossover. Again, the idea to go back to

78 1 HALL 2 strategy, was to put the new release 3 content in and to identify a set of 4 content that was most infringed upon and 5 11:17:07 include those. 6 Why would there be a difference Q. 7 though in what was given to YouTube versus 8 what was given to Vobile? 9 We look at YouTube and BayTSP as 11:17:07 10 primary defenses. 11 Ο. What do you mean by "primary 12 defenses"? 13 Well, we don't provide 14 everything to Vobile because we have a 15 11:17:07 limited amount of titles we can use at any 16 given time. And we have chosen not to go 17 beyond that. 18 As I stated earlier, our primary 19 vendor for content detection is BayTSP 11:17:07 20 and they would have the largest set of 21 titles. 22 So the set of titles that Bay 23 has, I believe you said was around 300? 24 MR. PLATZER: Objection to the 25 11:17:07 characterization. That wasn't his

79 1 HALL 2 testimony. 3 Let's just ask it directly. Ο. 4 many titles have been provided to BayTSP 5 11:17:07 for BayTSP to use in its fingerprinting? 6 It's over 350. Α. 7 Q. So why is it that Paramount has 8 provided so many more titles to Bay than 9 to YouTube? 11:17:08 10 Partly because BayTSP is our 11 primary vendor for searching out content. 12 Secondly, we have limited 13 resources to conduct activities so we 14 focus them on the titles that are more 15 11:17:08 likely to be infringed. 16 Q. Does YouTube charge Paramount to 17 use the YouTube technology? 18 Α. It does not. 19 Does Paramount pay to use Q. 20 11:17:08 BayTSP's fingerprinting technology? 21 It does indeed. Α. 22 What are the cost of Paramount's 23 use of BayTSP technology? 24 In excess of a \$100,000 per Α. 25 11:17:08 month.

80 1 HALL 2 Now, are you familiar with the 3 concept of Works In Suit? 4 Α. My understanding of Works In 5 11:17:09 Suit are titles or content that are listed 6 as part of this particular lawsuit. 7 Ο. Now, are you aware whether 8 Paramount has provided for fingerprinting 9 all of its titles that are Works In Suit 11:17:09 10 to YouTube? 11 Α. We have not. There are over 300 12 in suit. We have only provided 50. 13 So are there titles that are Ο. 14 Works In Suit that Paramount has provided 15 11:17:09 to BayTSP that it has not provided to 16 YouTube? 17 Α. Yes. 18 Ο. Approximately how many? 19 Α. It's approximately, it would be 11:17:09 20 over 200. 21 In a title that Paramount has Q. 22 not provided to YouTube for 23 fingerprinting, wouldn't it be able to be 24 found on YouTube using the YouTube 25 11:17:09 fingerprinting technology?

81 1 HALL 2 That's correct. 3 Is Paramount using BayTSP to Q. 4 search for Paramount content on YouTube? 5 11:17:09 Α. It is. 6 Including using the Q. 7 fingerprinting technology that BayTSP now 8 provides? 9 Α. That's correct. 11:17:09 10 Why didn't Paramount just 11 provide the same titles that YouTube, that 12 it provided to BayTSP? 13 Α. It was again from a strategy 14 perspective. BayTSP we use as our primary 15 11:17:09 vendor, we provide them the bulk of the 16 assets. We use YouTube in a limited 17 fashion, putting in new title releases. 18 So any new title that becomes available we 19 fingerprint. The decision to not go back 11:17:10 20 and put the remaining library titles that 21 were in or out of suit was based on that 22 as well as resource constraints. 23 What are the resource Ο. 24 constraints -- I'm sorry, what were the 25 11:17:10 resource constraints?

82 1 HALL 2 There's time involved in 3 creating the fingerprint for the YouTube 4 interface. And it takes manpower to do 5 11:17:10 so. 6 There's not a cost though that's Q. 7 being assessed to YouTube to provide 8 additional titles for fingerprinting, 9 correct? 11:17:10 10 Α. That's correct. 11 Q. Has YouTube ever told Paramount 12 that there was a limit on the number of 13 titles that could be provided to YouTube 14 for fingerprinting? 15 11:17:11 Α. No. 16 Other than the resource Ο. 17 constraints that you spoke about are there 18 any downsides from Paramount's perspective 19 to providing additional titles to YouTube 11:17:11 20 for fingerprinting? 21 Α. No. 22 I think in one of your previous 23 answer to us you talked about providing 24 new releases? 25 11:17:11 Α. Uh-hum.

83 1 HALL 2 Is Paramount now providing some 3 of its new releases to YouTube for 4 fingerprinting? 5 11:17:11 Paramount provides every new Α. 6 release to YouTube for fingerprinting. 7 Ο. So in the subset of Paramount 8 content that's been provided to YouTube 9 for fingerprinting --11:17:12 10 Actually, if you don't mind, we 11 don't provide the release, we provide the 12 fingerprint. Just to be clear, we are not 13 providing content. 14 Q. Got you. So in the set of 15 11:17:12 fingerprints or titles that have been 16 provided to YouTube for use by the YouTube 17 fingerprinting system, are there any 18 Paramount titles that say were released 19 before 2005? 11:17:12 20 A. I don't recollect. There's 300 21 titles. I don't know if any of those were 22 2005. 23 I thought you said there were 50 24 titles? 25 11:17:12 Α. Are you talking about --

Subject: RE: Paramount titles ingested into Audible Magic content

filtering service

From: "Powell, Amy - Paramount" <EX:/O=VIACOM/OU=PARAMOUNT/CN=

RECIPIENTS/CN=POWELLAM>

To: Bell, Alan - Paramount

Cc: Date: Wed, 16 May 2007 19:35:34 +0000

Can we discuss a process for the marketing group to start better protecting our materials? Would love to hear your thoughts.

Thanks!

Amy Powell

Senior Vice President

Interactive Marketing

Paramount Pictures

From: Bell. Alan - Paramount

Sent: Sunday, May 13, 2007 12:11 PM

To: Moore, Rob - Paramount; Huntsberry, Frederick - Paramount; Fricklas, Michael

Cc: Prentice, Rebecca - Paramount; Avery, Kelley - Paramount; King, Marsha - Paramount; Sufrin, Ron - Paramount;

Basich, Mary - Paramount; Perry, Alfred - Paramount; Salter, John - Paramount; Powell, Amy - Paramount

Subject: Paramount titles ingested into Audible Magic content filtering service

Audible Magic (AM) uses audio fingerprinting techniques to automatically screen digital content files present on websites such as YouTube, and identify those files which are a match to copyrighted content contained in it's reference database. AM has been widely used by the music industry to detect and issue takedown notices for unauthorised music content, and other broadcast monitoring applications.

Earlier this year, Viacom began discussions with Audible Magic to ingest audio fingerprints of the sound track of MTV content in support of developing and demonstrating a practical system whereby UGC websites such as YouTube could monitor uploaded content for copyrighted elements and either block or post conditionally if some prior agreement existed with the copyright holder.

Paramount has also been participating along with Viacom/MTV in the overall technological assessment of content filtering technologies, especially the various video-based fingerprint technologies that are currently at various stages of development.

Last week we ingested 309 DVD titles into the AM audio fingerprint database as part of an initial test. Once these fingerprints go into the active matching process (which should be very shortly), we hope to get some data to help understand how effective this process is, and something about which are the most targeted titles and at what frequency clips are discovered.

It is important to note that this data is only available from those websites with which AM has an agreement for content identification services, and the nature of those agreements will constrain detail in the reports we hope to receive. However this is an important first step towards understanding the effectiveness content identification, both for blocking as well as in support of potential revenue sharing opportunities.

Although AM is currently the only widely deployed service, we anticipate that as viable video fingerprinting services emerge (AM is expected to launch it's own version shortly) we will selectively engage in further trials.

I will keep you posted on developments, and if you have any questions or comments, please do not hesitate to contact me,

alan

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Biz not sure how to treat upstart YouTube

Catching YouTube

Andrew Wallenstein

March 21, 2006

The entertainment world is putting the squeeze on YouTube.com, but will it be more like a hug than a headlock?

In a few short months, the Web site has emerged from the obscure ranks of dozens of online viral-video outposts to dominate even glant portals in the category, including Yahool and Google.

But its astonishing growth — streaming 30 million videos a day — also has put old-guard media empires on the defensive. NBC Universal and CBS Corp. are just a few of the power players who have clamped down on YouTube recently for hosting copyright-infringing clips snatched from broadcast airwaves.

"As the broadband digital space develops, it's important for rules of the road to be clearly established," says Richard Cotton, executive vp and general counsel at NBC Uni.

However, the relationship between this Internet upstart and Hollywood isn't as adversarial as you might assume. For every corporate lawyer firing off angry letters to YouTube, there are two more executives exploring potential partnership opportunities -- maybe even an outright acquisition.

What's more, YouTube execs claim that these conflicting legal and promotional imperatives often unknowingly emanate from the same company.

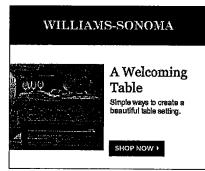
"There's been a few examples of marketing departments uploading content directly to the site, while on the other side of the company their attorney is demanding we remove this content," YouTube co-founder Chad Hurley says.

The media establishment's schizophrenic attitude toward YouTube reflects the undeniable promotional power of viral video, which sends clips bouncing around the Internet's young-adult user base like a beach ball at a Nickelback concert. As conglomerates begin charging for programming everywhere from their own Web sites to Google Video, savvy independents like YouTube are being sized up as allies a la iTunes or enemies on par with the Napster of old.

Hurley contends to be the former. YouTube is actively seeking partnerships with media companies, positioning itself as something of a virtual buffet where one can nibble on bite-size clips of programming for free in order to drive consumer interest in the feast offered by movie studios and TV networks.

"The community and viral nature of it is often an opportunity to reach a large audience and to promote movies," Hurley says. "We don't see YouTube as a place to watch a whole show. We're about clips and promotional content, and user-generated content."

In just a few months, YouTube has generated an inordinate amount of attention for a company with only



Advertisement



20 employeds squeezed into a loft above a pizza parlor in San Mateo, Calif. Hurley founded the company in February 2005 with fellow twentysomething Steve Chen; both are former employees at online payment service PayPal.

YouTube is not a peer-to-peer service like Napster, but its video-hosting capabilities allow Internet surfers to stream videos easily from a Web page. Also unlike Napster, most of the video available is not entire TV episodes or movies but short clips no longer than three minutes.

That makes YouTube and its ilk ideal for showcasing homemade video of everything from baby's first steps to frat-house pranks. But many of these sites are positively teeming with copyright-infringing footage snipped from current and past television shows and movies. There is no barrier to entry for illegal videos; users can upload whatever they want in less than a half-hour.

YouTube has become an online juggernaut seemingly overnight. Not long after its soft launch in May, viewers were watching 30 videos a day; by the time the company officially launched in December, it was 3 million. Today, YouTube has twice the traffic of Yahoo! Video and more than three times that of Google Video and AOL Video.

"Their growth has been phenomenal," says Leeann Prescott, senior research analyst at Internet tracking firm Hitwise USA. "It's really the next evolution of online entertainment."

But many of the hits that drove the growth were copyright-violating clips. Last month, NBC Uni ordered YouTube and other unspecified viral-video Web sites to take down hundreds of clips, including a "Saturday Night Live" skit known as "Lazy Sunday" that became an Internet sensation. YouTube complied but since has had to chase down more "SNL" material at NBC Uni's behest, including a skit featuring Natalle Portman.

One week later, CBS News came down on YouTube for making available a "CBS Evening News" segment about an autistic basketball player that also became a big Internet draw.

At least that example was one where CBS wanted the footage seen. Not so over at ABC, which had to weather the indignity the day after its Academy Awards telecast of YouTube users parsing every second of a vignette featuring Tom Hanks in which he appears to have accidentally muttered profanities. ABC declined comment.

Sources say Fremantle North America, producer of the Fox powerhouse "American Idol," leaned on YouTube to remove scenes from the megahit show. The company declined comment.

But for all the notoriety YouTube has earned, Hurley notes that the site has not been sued, nor has it even received a cease-and-desist letter. What YouTube has been bombarded with are Digital Millennium Copyright Act notifications, which compel Web sites to remove copyright-infringing material.

YouTube has received high marks from most companies that credit the Web site with complying quickly with removal requests.

"YouTube has been a good corporate citizen and taken off copyrighted material," an MPAA spokeswoman says. "We'll continue to monitor what they do. Right now the indication is they are willing to work with us."

YouTube is starting to see a trickle of established players sign on for promotional partnerships. Matador Records is spreading the word on Pretty Girls Make Graves by allowing viewers to submit music videos for the band's upcoming single. Cable network MTV2 has provided clips from upcoming programming including "The Andy Milonakis Show" that links back to the MTV2 Web site. Even advertisers are on board, as Nike has seeded the site with video clips promoting its footwear.

This week, Dimension entrusted YouTube with the trailer for its upcoming film "Scary Movie 4," which promptly garnered 200,000 streams in its first 15 hours on the site.

"In terms of sheer popularity, presently YouTube is at the forefront when it comes to video sharing," says lan Schafer, CEO of Deep Focus, Dimension's advertising agency. "The more people who see this film's trailer, the more people we feel will get excited about this film."

Hurley indicated that this is just the beginning, with even bigger brands soon to make joint announcements with YouTube from all over the industry. He also says other programs are taking a

more covert approach, uploading movie trailers and the like without striking any official deals in hopes of starting a faux-organic wildfire of buzz.

Not that YouTube will partner with just anyone. Cognizant of the anarchic sensibility pervading viral video, the company wants to be selective in order not to be viewed as a sellout to corporate interests,

"We are moving really cautiously for that reason," Hurley says. "We are looking at indie brands, the kind of brands that resonate with our users."

For now, the company is abstaining from any kind of advertising on the site in hopes that partnerships with media companies eventually will help pay the bills. Advertising will eventually be incorporated, but in the meantime YouTube is subsisting on the \$3.5 million in private equity funding it received in November from Sequoia Capital.

In the meantime, YouTube is still trying to make amends with corporate Hollywood by improving the mechanism that allows it to move quickly to strike infringing videos. But even as the company improves its technology, Hurley warns that constitutional protection is still in place to keep YouTube an open community. "We're not required to police the site," Hurley says. "But we're building the tools to help control everything."

NBC Uni's Cotton is taking a wait-and-see attitude, noting that digital media is a fast-evolving landscape. Still, he isn't ruling out putting on more pressure.

"They may have to undertake additional activities on the order of filtering or screening," Cotton says.

Were it only that easy. Some of YouTube's more creative users do more than just post excerpts of shows; they splice them together with footage from other bits of video. These amalgamations yield a few absurdist oddities like a video mash-up of "The Apprentice" with footage of Charles Manson, which suggests what might happen if Donald Trump were interviewing the notorious serial killer for his show.

YouTube is far from alone in the viral-video category, with dozens of others attempting to mount the kind of mindshare it has aggregated, including Grouper, Vimeo and Clipshack.

Some new entries are aiming for a more distinctive corner of the market, like Revver, which takes a zero-tolerance policy against illegal footage and goes as far as splitting advertising revenue with amateur auteurs who submit to the site.

"Web sites that attract users by flagrant copyright infringement we don't see as a business," Revver founder Steven Starr savs.

YouTube's main competition seems to be the big-brand portals, all of which are stumbling into videosharing in fits and starts and leaning heavily toward the subscription model. While Google Video has lined up interesting partner brands like CBS, its navigation and ease of use has been heavily criticized.

Yahoo! seemed to be moving strong into original programming but recently has made indications that it will back away from that strategy in favor of more user-generated content.

"I think they're adjusting to the amount of attention we're receiving," Hurley says of Yahool Inc. "They're going to be chasing us. We can out-innovate these guys. They are large organizations that take time to innovate product."

YouTube's greatest competition might turn out to be the Internet brand that is currently its greatest asset: social networking giant MySpace.com, which Hitwise estimates delivers one out of every five streams for YouTube. In January, MySpace launched its own video hosting service at vids.myspace.com that could become an easier go-to option for MySpace's massive user base.

"It could cut into YouTube's traffic," Hitwise USA's Prescott says.

MySpace recently was acquired by News Corp., and therein lies another challenge that might lie ahead for YouTube. Media companies are snapping up online properties in part because they serve as a promotional base. Witness how News Corp.-owned cable channel FX injected MySpace with the latest video from Ice Cube: It happens to double as a promo for "Black, White.," an FX series that launched this month and counts the rapper as one of its executive producers.

And News Corp. isn't the only media giant that recognizes the advertising potential of viral video. Not long after the acquisition of MySpace.com, Viacom grabbed a similar site, iFilm.com. Last week, NBC Universal acquired the female-targeted Web site iVillage, which it plans to seed with video programming as well.

Hurley acknowledges that YouTube could make a nice acquisition target but says no such plans are in the offing.

"That is not our intent," he says. "We're not looking for a quick exit."

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Morril, Mark

From:

Fricklas, Michael

Sent:

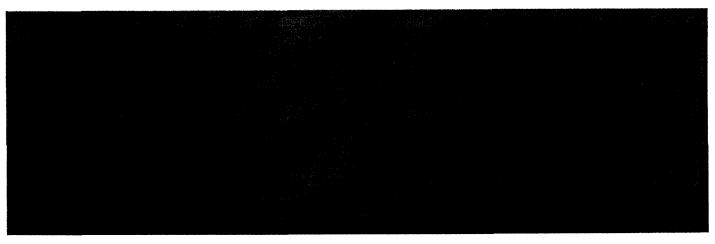
Wednesday, January 31, 2007 11:21 PM

To:

Morril, Mark

Subject:

Fw: YouTube: Update on Potential Pilot Project



---- Original Message -----

From: Dean Garfield@mpaa.org < Dean Garfield@mpaa.org >

To: Fricklas, Michael

Sent: Wed Jan 31 16:09:25 2007

Subject: FW: YouTube: Update on Potential Pilot Project

Hello, I am going to be sending this out to everyone later today.

We recently contacted YouTube to pick up our file-removal and filtering discussion where we left off last year. YouTube's position has not changed. They are willing to move forward with a pilot that would involve YouTube using a list of 1,000 titles to (a) remove any content that we identify as being unlicensed, and (b) using the hash from those titles to create a "blacklist" of files that will not be permitted onto the system in the future.

In addition to removing motion picture and television shows based on a title list and then blacklisting those files, YouTube is willing to prevent the posting of content that is registered with AudibleMagic. YouTube has an agreement with AudibleMagic. Thus, the extent your content is registered with AudibleMagic, YouTube will include those registered fingerprints in a directory that is checked before any materials are posted.

As we discussed at the end of last year, YouTube and Google are discussing the development of their own proprietary content recognition technologies. YouTube and Google have yet to resolve whether that technology will be made available to all content owners or only to those with whom YouTube has a licensing deal. That issue is being discussed within Google/YouTube and will be resolved soon.

Subject: FW: YouTube and the copyright cops: safe... for now?

From: "Fricklas, Michael" <EX:/O=VIACOM/OU=CORPUSA/CN=RECIPIENTS/CN=

FRICKLAM> Fricklas, Michael

To:

Cc: Date: Tue, 18 Jul 2006 00:03:44 +0000

From: Jason Hirschhorn [mailto:jasonh@triplehmedia.com]

Sent: Monday, July 17, 2006 8:02 PM

To: Fricklas, Michael; Matthews, Beth; Lehman, Nicholas Subject: Re: YouTube and the copyright cops: safe... for now?

I believe that more than 60% of youtube's traffic is from copyrighted material

On 7/17/06 7:59 PM, "Fricklas, Michael" < Michael. Fricklas@viacom.com> wrote:

thanks. Mostly YouTube behaves -- and why not - user generated content appears to be what's driving it right now.

Also the difference between YouTube's behavior and Grokster's is staggering. While the supreme count's language IS broad; the precedant is not THAT broad. Mike

From: Jason Hirschhorn [mailto:jasonh@triplehmedia.com]

Sent: Monday, July 17, 2006 7:48 PM

To: Fricklas, Michael; Matthews, Beth; Lehman, Nicholas Subject: FW: YouTube and the copyright cops: safe... for now?

http://arstechnica.com/news.ars/post/20060716-7273.html

YouTube and the copyright cops: safe... for now?

7/16/2006 7:39:28 PM, by Ken Fisher

If you've never heard of YouTube, let me introduce you: YouTube is a massively popular video sharing site that has quickly become one of the Internet's most trafficked websites, climbing into the top 50 of all sites online in a year's time (as tracked by Alexa). According to Nielsen NetRatings, the site serves almost 13 million users a month and serves up 50 million videos each day. Maybe you've been by the site to see Jon Stewart's hilarious (yet depressingly accurate) coverage of the "'Net neutrality" debate, or maybe you enjoyed watching Ernesto Hoost and friends in Silent Library. And maybe, just maybe, you've enjoyed some videos that weren't uploaded without the copyright owner's permission, too.

See, YouTube's continued survival is a bit of a mystery to some. The site thrives in part on what appears to be copyright infringement, but aside from a few scuffles (most notably with NBC), there's been nothing Napster-ish about its history. TV clips, movie clips, you name it... they all appear on the site regularly, and without authorization. So far, the major lawsuits haven't shown up.

Daniel Pearl, Deputy editor of BBC's Newsnight, recently compared life at the venerable Beeb to life at YouTube. Noting that the BBC has to get clearance for everything that it uses, Pearl asks, "So why is there one rule for us and another for YouTube?" That is, why does the BBC get hit with letters, licensing demands, and potential lawsuits when they use unauthorized material, yet YouTube is packed to the gills with it? "Perhaps someone could explain," he says.

For Pearl and others with similar questions, you're in luck. See, while the BBC and other news organizations are accountable for what they show to users, YouTube is built upon laws that give them a safe harbor. And believe it or not, it's the DMCA protecting YouTube—the same DMCA that is destroying fair use. As the EFF's Fred von Lohmann explains in an editorial for The Hollywood Reporter Esq., YouTube is shielded because the site is an "online service"

Confidential VIA 0 170 4321

provider," arguably similar to your own Internet Service Provider (ISP). Among other things, the DMCA provides protection for service providers against being held responsible for the actions of their users. Much like the RIAA can't sue Comcast for little Jimmy's pirate web server he hosts on their broadband network, so too with YouTube.

As an online service provider, YouTube seemingly has an out of almost any trouble you can throw at it. A disgruntled copyright owner must first supply the company with a legal notice of the infringement (the infamous takedown notice), and YouTube can stay in the clear by merely identifying the infringing material and removing it. They're safe from damages, even if 20,000 people watched the unauthorized material. Why? Because they only host it. Users upload the video (never mind how they got it), and that's ultimately the big distinction between YouTube and, say, the BBC. If the Beeb showed a 10 minute clip without authorization, they could be liable for thousands of dollars. YouTube, no.

As von Lohmann points out, this isn't a license to print money. YouTube can lose its safe harbor protections if it appears that they are directly profiting from the infringement of copyrights by their users. In von Lohmann's opinion, this is why YouTube only shows advertisements on pages without video on them. As the company searches for a business model, it will be critically important for them to stay away from anything that looks to capitalize on, well, one of the things that makes the site so popular: copyright infringement.

The situation leaves a bad taste in the mouths of many. Weblogs Inc. CEO Jason Calacanis wrote about the company's business model last February: "YouTube and other video hosting sites have made it easy to pirate stuff on the web (which is where piracy started), but they shouldn't be positioned as some revolutionary business," he wrote

Perhaps it will be revolutionary, however. When the significant legal challenges come, and I strongly believe that they will, YouTube will be put into the onerous position of testing the limits of copyright law. Are clips of longer video programs fair use? Does a company that attracts so much copyrighted material have a chance to fight off charges of inducing or aiding copyright infringement? Does YouTube have a responsibility to make it impossible to download videos from their site? These are but a few of the questions looming large in the background.

While not exactly the same thing, it is important to note that the legitimate uses of P2P did not, in the end, protect Grokster. Rather, the ruling in Metro-Goldwyn-Mayer Studios v. Grokster left open the very real possibility that a disgruntled copyright holder could argue that YouTube, as a kind of Internet software, is "designed and promoted to aid in infringement" (to borrow language from the ruling). You may recall the the Supreme Court Justices pinged Grokster for failing to "develop filtering tools or other mechanisms to diminish the infringing activity using their software." And to get back to von Lohmann's argument about the cautious placement of advertisements, note that the justices also addressed this matter from a broad perspective, writing:

"[R]espondents make money by selling advertising space, then by directing ads to the screens of computers employing their software. The more their software is used, the more ads are sent out and the greater the advertising revenue. Since the extent of the software's use determines the gain to the distributors, the commercial sense of their enterprise turns on high-volume use, which the record shows is infringing. This evidence alone would not justify an inference of unlawful intent, but its import is clear in the entire record's context."

That is to say, merely refraining from placing advertisements on pages with infringing video won't necessarily be enough if the high-volume traffic of the site leads to advertising gains elsewhere. Sadly, the Grokster ruling did not bring the clarity to these issues for which many had hoped.

Two things are clear, however. YouTube is popular, and few people want to see the site go away. Since YouTube does not allow for users to download videos (without hacks that they do not support), many people feel that it is ultimately a win-win situation for copyright holders and the audience (the former essentially getting free promotion to the latter). The second matter is that legal eyes are watching YouTube. Following on the heels of their spat with NBC, the company instituted limits on video cap lengths largely to combat copyright infringement, and it may be no coincidence that they publicly revealed their motivations (consider the "filter" arguments noted above). The RIAA is now also after YouTube (and Google) for amateur music videos uploaded by users. Whether or not little spats will erupt into the all-out war that followed the pre-legit days of Napster remains to be seen, but I don't expect that old dog (the entertainment industry) to have learned any new tricks.

[Discuss

Confidential VIA 0 1704322

-jason hirschhorn

Confidential VIA 0 17 0 43 23

From: "Davis, Wade" < Wade. Davis @ viacom.com>

Date: Wed, 5 Jul 2006 22:27:45 -0400

To: "McGrath, Judy" < Judy.McGrath@mtvstaff.com>

Subject: RE: Regarding YouTube

Good luck!

Please let me know what I can do to help.

----Original Message-----From: McGrath, Judy

Sent: Wednesday, July 05, 2006 10:26 PM

To: Davis, Wade

Subject: Re: Regarding YouTube

Well, whatever. I'm sure you have plenty of good stuff to do. We certainly had less than zero to do with the guest list....not sure who picked the attendees for Viacom. I insisted on bringing my team. Presentation is not as focused as a real bonafide LRP would be.....too fast, no time.

.....

Sent from my BlackBerry Wireless Handheld

----Original Message----From: Davis, Wade To: McGrath, Judy

Sent: Wed Jul 05 22:13:44 2006 Subject: RE: Regarding YouTube

I don't know. I didn't press the point. I'll ask again tomorrow.

From: McGrath, Judy

Sent: Wednesday, July 05, 2006 10:11 PM

To: Davis, Wade

Subject: RE: Regarding YouTube

What politics? You actually help us!

From: Davis, Wade

Sent: Wednesday, July 05, 2006 10:07 PM

To: McGrath, Judy

Subject: RE: Regarding YouTube

Ill get on it.

Not coming to LRP tomorrow; I think dolan was sensitive to the politics of having me there...

From: McGrath, Judy

Sent: Wednesday, July 05, 2006 9:56 PM

To: Davis, Wade

Subject: RE: Regarding YouTube

CONFIDENTIAL VIA 006 13 13 1

PLEASE if you would do it, that would be great.

Plus....We don't do NewCo? I assume Rupert and his minions have it on their radar....? NBC with Zalaznik, and Jason as a consultant? They will go for it.

Time is the enemy!

I assumed you would be in our LRP tomorrow ...??!! Can't you come?

I will send you a copy of the deck now...ignore the financials on page 14, they are changing. NO ONE UPSTAIRS has this deck yet, so please keep it to yourself.

Meeting is at 9 a.m. on 28. C'mon down.

Okay, there is no air here, I have to go home.

From: Davis, Wade

Sent: Wednesday, July 05, 2006 9:41 PM

To: McGrath, Judy

Subject: RE: Regarding YouTube

Do you want me to try to organize this or let blair do it?

From: McGrath, Judy

Sent: Wednesday, July 05, 2006 8:28 PM

To: Davis, Wade

Subject: RE: Regarding YouTube

YES

From: Davis, Wade

Sent: Wednesday, July 05, 2006 7:53 PM

To: McGrath, Judy

Subject: RE: Regarding YouTube

I talked to blair about this at length last week.

Agree that we should get a group together. Do you think that we should loop bakish in so that we have freston's buy in on the back end?

From: McGrath, Judy

Sent: Wednesday, July 05, 2006 7:02 PM

To: Davis, Wade

Subject: FW: Regarding YouTube

I agree with Blair . See below.

CONFIDENTIAL VIA 006 13 132

I think this could be our MySpace. Only bigger and better because it's video....we buy Tagworld or do a deal with

I assume you've read the Wired Magazine piece with Rupert on the cover..... "MySpace is a nuclear missle fired across the bow of MTV..." All about how we lost these deals, etc. A nice suicidal moment for me last week, checking that story out....

Ming for social networking.

From: Blair Harrison [mailto:bharrison@ifilm.com] Sent: Wednesday, July 05, 2006 6:47 PM To: McGrath, Judy

I was in the middle of a longer email to you about YouTube after the CNet piece on it (that I am sure you have seen) ...

http://news.com.com/ls+YouTube+a+flash+in+the+pan/2100-1025_3-6089886.html?tag=sas.email

Today... I think we should put a squad of four people in a room for a day, and figure out if we can make a business out of it. Assuming we can, we should go and buy it.

I do NOT think it's a flash in the pan... The only doubt about its viability is whether it can navigate the waters of monetizing its stuff vs. the illegality of that stuff and do it quickly enough to prevail. And I see no reason to believe it can't.

The differences between Napster and YouTube – one of the fairest comparisons – are that the Napster people were all idiots, YT are not; Napster was sued by all content owners (en masse), YT is partnering with them; Napster was a one-trick pony that didn't develop any new features after it had first shipped, YT releases them weekly; Napster had effectively no non-infringing uses, YT has many; etc.

To my mind, YT has a business problem to solve that is only slightly worse than Google's was... and therefore eminently solvable.

The only question is... what does it <become>... but assuming we make a video business out of it that is huge and sound and growing, the answer to that question will change often and we will be in good shape anyway.

I am going to pursue this with Adam C and Wade D after the LRP extravaganza this week.

В.

From: McGrath, Judy [mailto:Judy.McGrath@mtvstaff.com]

Sent: Wednesday, July 05, 2006 3:25 PM

To: Blair Harrison

Hey, what do you think of YouTube today....as an acquisition....I remember your earlier email fondly....

CONFIDENTIAL VIA 00613133



Bloomberg Thursday April 29, 2010

Viacom Chief Says YouTube Clips Weren't Licensed (Update1)

March 25, 2010, 4:57 PM EDT

(Adds share price in last paragraph.)

By Sarah Rabil

March 25 (Bloomberg) -- Viacom Inc. videos uploaded to Google Inc.'s YouTube Web site weren't licensed, conflicting with the cable-television company's practice of licensing its content, Viacom Chief Executive Officer Philippe Dauman said.

"The issue we had with YouTube, in particular, was that a lot of the content we produce professionally was being uploaded without a license agreement," Dauman said today at The Boston College Chief Executives' Club of Boston. "We have nothing against YouTube. It's a wonderful service."

Viacom, the owner of Comedy Central and MTV, sued YouTube in 2007 for copyright infringement, and asked \$1 billion in damages. In documents unsealed last week, Google said Viacom secretly uploaded clips to YouTube while complaining about alleged copyright violations. Viacom disputes the claim, saying a small number of the 63,000 videos cited in its complaint were uploaded with permission.

Viacom, based in New York, rose 49 cents to \$33.26 at 4 p.m. in New York Stock Exchange composite trading.

--Editors: Cécile Daurat, Andrew Dunn

To contact the reporter on this story: Sarah Rabil in New York at srabil@bloomberg.net

To contact the editor responsible for this story: Andrew Dunn at adunn8@bloomberg.net.



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Subject: I think

From: "McGrath, Judy" <EX:/O=VIACOM/OU=MTVUSA/CN=RECIPIENTS/CN=

MCGRATHJ>

To: Davis, Wade

Cc: Date: Wed, 05 Jul 2006 14:47:00 +0000

We (MTVN/Viacom) have to buy YouTube. Do we know enough about it? This is our MySpace play, only better,

more video.

Sent from my BlackBerry Wireless Handheld

CONFIDENTIAL VIA 006 13676

From: "McGrath, Judy" < Judy.McGrath@mtvstaff.com>

Date: Thu, 6 Jul 2006 08:22:51 -0400
To: "Bakish, Robert" <bb/>
viacom.com>

Subject: Fw: News update

Help us get YouTube. We cannot see it go to Fox/NBC. Too much of our consumers time spent there.

Sent from my BlackBerry Wireless Handheld

-----Original Message-----From: Cahan, Adam

To: Wolf, Michael; McGrath, Judy Sent: Thu Jul 06 07:34:02 2006 Subject: Fw: News update

-----Original Message-----From: Bakish, Robert

To: Cahan, Adam; Lehman, Nicholas; Patel, Kruti; Witt, Jason; Lesinski, Thomas - Paramount

Sent: Thu Jul 06 07:25:09 2006

Subject: News update

So as I think you know, chernin swung by and saw tom friday to talk about their issues relative to our most recent proposal. I met with tom and dolan today to discuss what we thought of all this. To make a long story short they agree that a deal on fox's terms does not make sense for us. So we are going to see if they blink. At the same time nbc has called us (and them) trying to be part of something. I scheduled a meeting for monday with nbc to see what their pov was on structure and key issues. Meeting is with david zaslav who I know well. Will update the group after the meeting

BB/remote

CONFIDENTIAL VIA 00328176

Schapiro Exhibit 188

Subject: Re: Thank you

From: "McGrath, Judy" <EX:/O=VIACOM/OU=MTVUSA/CN=RECIPIENTS/CN=

MCGRATHJ>

To: Freston, Tom

Cc: Date: Fri, 07 Jul 2006 03:34:56 +0000

You'll have to kill me to get to it first.

Hey, should we do anything on August 1? MTV's 25th? I don't think so, but then again......?

Sent from my BlackBerry Wireless Handheld

----Original Message----From: Freston, Tom To: McGrath, Judy

Sent: Thu Jul 06 23:29:46 2006

Subject: Re: Thank you

If we get UTube.....I wanna run it

----Original Message-----From: McGrath, Judy To: Freston, Tom

Sent: Thu Jul 06 23:22:46 2006

Subject: Re: Thank you

They felt like you in particular were really on it, great questions. They thought you liked being back. And you know, they miss you.

I'm watching Sandler on The Daily Show.

YouTube! I'm banging my shoe. Let's do it.

Adam is terrific.

Sent from my BlackBerry Wireless Handheld

----Original Message----From: Freston, Tom To: McGrath, Judy

Sent: Thu Jul 06 23:17:25 2006

Subject: Re: Thank you

Thanks

Talked about UTube a lot of the way outbob and adam are working up a model asap and, if it's OK, let's do it

Enjpyed being with the peple....how did they all feel

Adam is smart

----Original Message-----From: McGrath, Judy To: Freston, Tom

Sent: Thu Jul 06 19:43:11 2006

Subject: Thank you

For today. For the time and the engagement. Great questions and discussion. We know what to do. I know this SUCKS it's MADDENING that the revenue isn't there when the content is.....but we will fix it and get the stock back up. "Accretive" digital acquisitions and a big idea or two. Fast. Thanks. They are a sharp team.

Sent from my BlackBerry Wireless Handheld

Schapiro Exhibit 200

From: "Cahan, Adam" <Adam.Cahan@mtvn.com>

Date: Wed, 16 Aug 2006 14:37:08 -0400

To: "Bakish, Robert" <bb@viacom.com>, "Witt, Jason" < Jason.Witt@

mtvstaff.com>, "Patel, Kruti" <Kruti.Patel@viacom.com>, "

Stirratt, Nada" <Nada.Stirratt@mtvn.com>

Subject: YouTube - next steps

Summary thoughts on Conversation with YouTube.

YouTube: Chris Maxcy, YouTube VP content; Zahava Vp Legal, Kevin (?) business development MTVN: Adam Cahan, Kruti Patel, Jason Witt

Next steps: Expecting revised proposal from YouTube by end of week. KP to schedule YT call w/BB/JW/NS/AC next Tuesday/Wednesday

Open issues:

* Economics: - YouTube gravitating to a (we started

* Open issue: They would like to have some concept of a that enables them to offset bandwidth costs.

* Next step Nada - while we will not "pay for distribution" is there a world in which we say, we do not run an ad unless we hit certain ceilings? Not sure this allays their fears about bandwidth cost and monetization? Need a meeting to discuss - AC/JW to schedule

- * Branding
- * Open issu
- * International YouTube cannot currently provide IP filtering for content.
- * Open issue: Unclear how much content is trule available for worldwide consumption/clearance
- Next Step: KP/JW to reach Gideon Beier for worldwide online content
- Copyright YouTube proposes to use audio tracking and claiming technology from AudioMagic or GraceNote
- * Open Issue: Our content does not have an audio fingerprint a la music
- * Next steps: YouTube to investigate ability to use search and key word "scripting" as a means of identifying copyright. i.e. SpongeBob, SouthPark

Recommended Approach:

* Pursue deal terms to understand opportunity - unclear if we are ready/in need of this form of distribution. Potential to work with a windowing strategy, i.e. library content, etc.

Schapiro Exhibit 202

A - 443

To: Ethan Anderson <eanderson@google.com>
From: Peter Chane peterch@google.com>

Cc: Bcc:

Received Date: 2006-05-03 16:47:07 CST

Subject: Re: [Vid-eu] FW: [Harappa-ui] New YouTube UI

this is just a quote from Peter Chernin. I dont believe the 80% number. My own analysis of YT points to a much lower # (5%).

On 5/3/06, Ethan Anderson wrote:

the 80% came from an email you sent to harappa-team last week.

Harappa-team] Peter Chernin (Fox) quote on Youtube Harappa

Peter Chane to Video

Reply - More options Apr 26 (7 days ago)

Chernin: We as an [video] industry are much better positioned (compared to the music industry)....but the music industry lessons made us do the right things now. YouTube: Exciting as it shows the potential pent up demand...we did a survey and more than 80 percent of video on this site is copyrighted content.

http://feeds.feedburner.com/pcorg?m=10350

Peter Chane
peterch@google.com
Group Business Product Manager
Google Video I http://video.google.com



From: Peter Chane [mailto:peterch@google.com]

Sent: Wednesday, May 03, 2006 9:27 AM

To: Bernardo Hernan<u>dez</u>

Cc: Ethan Anderson;

Subject: Re: [Vid-eu] FW: [Harappa-ui] New YouTube UI

where did you get the 80% number from?

On 5/3/06, Bernardo Hernandez wrote:

Highly Confidential

I think it is really an improvement:

- 1. Grid instead of list with viral rating information
- 2. New Honors information
- 3. Cleaner

Still need a better player.

Even though 80% of their content is illegal, they've got the eyeballs, they've got the buzz about being open and having everything that there is to have. If you wanted to upload your content or were a tv producer, you've have no doubt about YouTube being your choice, I think.

We need to understand that even though technology and UI are an important part, content is king. We need to be able to accept more content. I am attaching an interesting article from this week's Economist.

Bernardo

Internet video

Clip culture

Apr 27th 2006 I SAN MATEO From The Economist print edition

A start-up shows big media and mighty Google how to do web video

CHAD HURLEY and Steve Chen, two modest twenty-something software geeks in Silicon Valley, were at a dinner party last year where several people brought their camcorders and then complained how difficult it was to share home videos online. So they did what one does in their circles. They founded a company, called YouTube; got a few million dollars from Sequoia Capital, an eminent venture-capital firm; wrote some code in Mr Hurley's garage; and then moved into a San Mateo loft that resembles an office. Their simple idea was to make uploading home videos to the internet easy.

It turns out that millions of people already had such videos and were just waiting for a way to share them. Even before YouTube's official launch last December, the site contained more than a million short video clips. In December people were uploading 8,000 clips a day, and watching 3m a day. This month they were uploading 35,000 a day and watching 40m a day. With such amazing growth—almost all by word of mouth, e-mail and hyperlink—YouTube already has four times the traffic of Google Video , the online video market of the world's largest search-engine firm, and the nearest thing to a rival.

YouTube's success is therefore of great interest to many older and larger companies. Web video has over the past year become the next "next big thing" on the internet. A survey by the Online Publishers Association in February found that 69% of American internet users have watched video on the web, 24% do so at least once a week, and 5% every day. Almost every big internet company, from portals such as Yahoo! to retailers like Amazon , now has plans to offer video search and feeds. The traditional media companies—owners of video libraries—are interested too. Walt Disney is about to make several shows from its ABC television network available without charge (ie, with advertising) on a new web cinema. CBS already offers some of its shows online for 99 cents.

This may appeal to younger audiences, since it allows "time-shifting", so that viewers can watch when it suits them, as opposed to when the show is on air. Apple Computer was the first to understand this—it struck a deal with Walt Disney last autumn to provide some television shows on iTunes, its online music store, so

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that people can put them onto their iPods.

But the success of YouTube points to another development. People are spending an average of 15 minutes on the site during each visit, enough to view several short, funny clips. This is because they are using YouTube for little breaks during a dull workday. And it is a "lean-forward" experience, as people sit in front of computer screens. This "clip culture", as Mr Hurley calls it, is quite different from the "lean-back" experience of enjoying a half-hour show while reclining on the sofa. So different that YouTube sees Hollywood as a potential ally, rather than as a threat. For instance, the producers of "Lucky Number Slevin", a new film with Morgan Freeman, Lucy Liu and Bruce Willis, are marketing it by making the first eight minutes exclusively available as a clip on YouTube.

This emerging clip culture is also a supply-side phenomenon. Only 10% of the clips on YouTube are from film-industry "professionals", says Mr Chen. About 80% come from rank amateurs, and another 10% from "dedicated amateurs", such as young comedians hoping to use internet celebrity as a way into a career. Unlike the big media companies looking to recycle their film libraries, Google Video and YouTube are simply giving ordinary people a way to share clips. And compared with big, frightening Google, which Messrs Hurley and Chen consider arrogant, little YouTube seems to be doing it a lot better.

On 4/28/06, Ethan Anderson wrote:

YouTube just launched a new UI. I think it's an improvement. Any thoughts?

Ethan

----Original Message-----

From: Nikhil Bhatla [mailto: nikhil@google.com]

Sent: Friday, April 28, 2006 10:11 AM

To:

Subject: [Harappa-ui] New YouTube UI

http://youtube.com/watch?v=LuTCUyCXZOY&watch2

- new flash video player looks to just be a cosmetic change. they've removed the size options and just have an option for full screen. you still can't jump ahead of the buffered region.
- new "Director videos" section on right side (unclear how they're selected)
- ads by google at the bottom
- cleaner comments UI (no more yellow background)

overall, still very cluttered.

- nikhil



Highly Confidential G00001-00566307

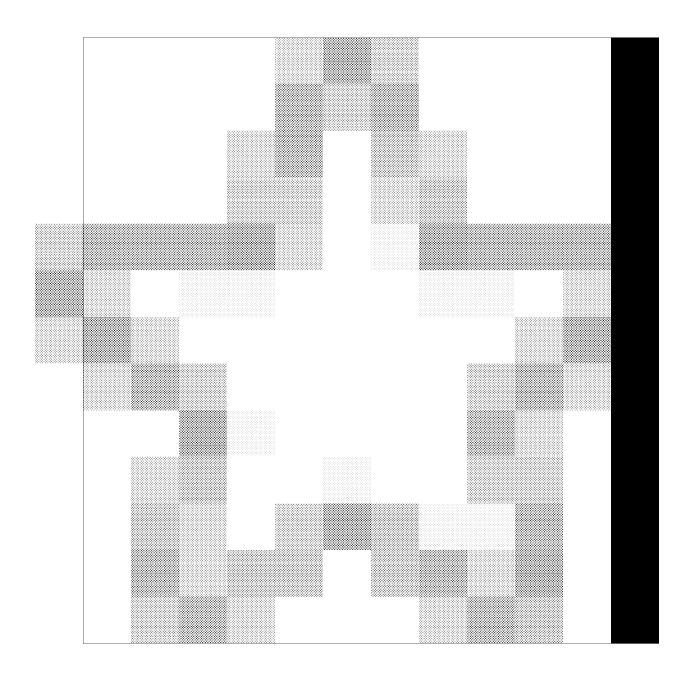


Peter Chane peterch@google.com Group Business Product Manager Google Video | http://video.google.com

Peter Chane peterch@google.com Group Business Product Manager Google Video I http://video.google.com

Attachments:

ATT09910.txt star_off_sm_2.gif



Highly Confidential G00001-00566309



Schapiro Exhibit 211

UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF NEW YORK

TELEVISION, INC., PARAMOUNT) PICTURES CORPORATION, and BLACK)		
ENTERTAINMENT TELEVISION, LLC,)		
Plaintiffs,)		
vs.	NO.	07-CV-2203
YOUTUBE, INC., YOUTUBE, LLC,) and GOOGLE, INC.,)		
Defendants.)		
THE FOOTBALL ASSOCIATION PREMIER) LEAGUE LIMITED, BOURNE CO., et al.,) on behalf of themselves and all others similarly situated,		
Plaintiffs,) vs.)	NO.	07-CV-3582
YOUTUBE, INC., YOUTUBE, LLC, and) GOOGLE, INC.,		
Defendants.)		

VIDEOTAPED DEPOSITION OF MARYROSE DUNTON SAN FRANCISCO, CALIFORNIA FRIDAY, AUGUST 22, 2008

BY: ANDREA M. IGNACIO HOWARD, CSR, RPR, CLR CSR LICENSE NO. 9830

JOB NO. 15500

AUGUST 22, 2008 10:02 a.m. VIDEOTAPED DEPOSITION OF MARYROSE DUNTON, held at the offices of SHEARMAN & STERLING, 525 Market Street, San Francisco, California, pursuant to notice, before ANDREA M. IGNACIO HOWARD, CLR, RPR, CSR License No. 9830.

3 1 APPEARANCES: 2 3 FOR THE PLAINTIFFS VIACOM INTERNATIONAL, INC.: 4 JENNER & BLOCK 5 By: MICHAEL B. DESANCTIS, Esq. 6 SARAH A. MAGUIRE, Esq. 7 1099 New York Avenue, NW, Suite 900 8 Washington, D.C. 20001 9 (202) 639-6000 mdesanctis@jenner.com 10 FOR THE LEAD PLAINTIFFS AND PROSPECTIVE CLASS: 11 12 BERNSTEIN LITOWITZ BERGER & GROSSMANN LLP 13 By: DAVID R. HASSEL, Esq. 14 1285 Avenue of The Americas 15 New York, New York 10019 16 (212) 554-1533 davidh@blbglaw.com 17 18 FOR THE DEFENDANTS YOUTUBE, INC., YOUTUBE, LLC and 19 GOOGLE, INC.: 20 WILSON SONSINI GOODRICH & ROSATI 21 By: DAVE KRAMER, Esq. 22 650 Page Mill Road 23 Palo Alto, California 94304-1050 24 (650) 493-9300 dkramer@wsgr.com 25

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1	APPE	A R A N C E S: (Continued.)
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18		
19		00
20		
21		
22		
23		
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25		

79 1 DUNTON 2 12:10:02 but I do remember conversations at the time about 3 12:10:08 premium content on YouTube that is professionally 12:10:12 4 produced content. 5 12:10:13 So I do have a recollection following some 12:10:19 6 discussions at looking at the most viewed, most 7 12:10:22 discussed, top rated, top favorites, we call those the 12:10:27 8 browse pages, for that day and tried to determine, 9 12:10:30 based on the video still, if it was premium content or 10 12:10:33 not. 11 12:10:33 And premium content is copyrighted content; 12:10:36 12 correct? 13 12:10:37 MR. KRAMER: Objection; the question is 12:10:38 14 vaque. 12:10:38 15 THE WITNESS: I have no idea if premium 12:10:41 16 content is copyrighted content. 17 12:10:43 MR. DESANCTIS: Okay. 12:10:45 18 THE WITNESS: But we certainly used that term 19 12:10:48 interchangeably for a long, long time, "copyrighted," 20 12:10:53 "premium." 21 12:10:53 MR. DESANCTIS: Okay. 22 12:10:59 Q Why were you doing this exercise? 23 12:11:03 So I took a look at the most viewed, top Α 24 12:11:06 rated, et cetera, videos for that day, because there 25 12:11:09 was some discussion about premium content on YouTube,

80 1 DUNTON 2 12:11:13 and I wanted to see, I wanted to look for that day and 3 12:11:18 see how much -- what -- what content was being viewed 12:11:22 4 that day. 5 12:11:23 Did you have premium content in February 6 12:11:32 2006? 7 12:11:35 Α There was certainly content I would define as 8 12:11:38 "premium" on the website in February 2006, yes. 9 12:11:41 0 In the sense that it was copyrighted, 10 12:11:43 correct, but you didn't have a separate -- an 11 12:11:47 established content category in February 2006; did 12:11:50 12 you? 13 12:11:50 MR. KRAMER: Objection to the extent that 12:11:51 14 that question includes a legal conclusion. The term 12:11:57 15 "copyrighted" is vague. 12:11:59 16 MR. DESANCTIS: Q. Ms. Dunton, is it vague 17 12:12:01 to you when I use the term "copyright"? 18 12:12:08 Α Yes. 19 12:12:08 Why? Q 20 12:12:16 I don't know that I have now or have ever had 21 12:12:20 a very good understanding of copyrights. 22 12:12:23 Q Okay. But in the instant message we've just 23 12:12:36 read, you concluded that over 70 percent of the most 24 12:12:44 viewed, most discussed, top favorite, and top rated 25 12:12:48 videos were copyrighted material; correct?

81 1 DUNTON 2 12:12:51 No. 3 12:12:52 Is that not what the document says, 12:12:54 Ms. Dunton? 4 5 12:12:56 I can tell you at one time I looked at the Α 6 12:13:00 most viewed, top rated content for that day and 7 12:13:06 determined that it was premium content. I -- I have 8 12:13:09 to add, whatever is on the most viewed varies wildly, 9 12:13:15 wildly depending on whatever is going on, the popular 10 12:13:18 culture in the news at the time. 11 12:13:20 So to look at that at any point in time and 12 12:13:23 try to make a determination on what is generally being 13 12:13:26 viewed on YouTube would be incorrect. 12:13:29 I'm sure if you looked at it yesterday, it 14 12:13:32 15 would be all Barrack Obama, and I can look at it 12:13:35 16 yesterday and say "Everything on YouTube is 17 12:13:37 Barrack Obama." So when I did this that day, I looked 12:13:41 18 at the most viewed, most discussed, top rated for that 19 12:13:44 day, and I believe I came, by looking at the stills, 20 12:13:47 the determination that around 70 percent of it was 21 12:13:50 premium content. 12:13:51 22 But you didn't say premium content in this 23 12:13:53 IM. You said "copyrighted material"; correct? 24 12:13:56 MR. KRAMER: The document speaks for itself. 25 12:13:58 You can answer.

82 1 DUNTON THE WITNESS: We used the term, correct or 2 12:13:58 3 12:14:01 not, interchangeably. "Copyright" and "premium." MR. DESANCTIS: Q. Even in 2006 --12:14:05 4 5 12:14:07 Α Even --12:14:07 6 -- that's your testimony? 7 12:14:08 -- even in 2006, yes. 8 12:14:09 And in 2006, there was no established 0 9 12:14:12 category of content on YouTube called "premium 10 12:14:14 content"; was there? 11 12:14:15 MR. KRAMER: Objection; the question is 12:14:16 12 vague. 13 12:14:16 THE WITNESS: What do you mean by 14 12:14:17 "established category of content"? 15 12:14:19 MR. DESANCTIS: Q. Was there content on the 12:14:21 16 website that was treated differently because it was 17 12:14:27 premium? 12:14:29 18 We didn't treat any content differently in 19 12:14:31 2006. 20 12:14:32 Q Okay. Let's move on in the exchange. 21 12:14:42 After you said it was over 70 percent 22 12:14:44 copyrighted material, you say "hah shit never mind." 23 12:14:52 Were you hoping that -- you were hoping that 24 12:14:56 the number that you found would be lower than 25 12:14:58 70 percent; weren't you?

83 1 DUNTON 2 12:15:00 I have no idea what I was hoping at the time 3 12:15:03 that I wrote this. Okay. And Steve Chen responds, "hahaha." 4 12:15:04 5 12:15:14 That's the convention in instant message for laughing; 6 12:15:19 right? 7 12:15:20 Α Yes. 8 12:15:20 So he thinks it's funny that over 70 percent 0 of the most viewed, most discussed, top favorite, top 9 12:15:24 10 12:15:28 rated videos on YouTube that day were copyrighted? 11 12:15:33 MR. KRAMER: Calls for speculation. 12:15:34 12 THE WITNESS: So a couple of things. I said, 13 12:15:40 from looking at the video stills, I thought over 12:15:43 70 percent or 70 percent or whatever it is were 14 12:15:45 15 premium. I have no idea what Steve Chen thought at 12:15:48 16 the time. 17 12:15:48 MR. DESANCTIS: Okay. 18 12:15:49 But all he responded -- first of all, you 19 12:15:52 didn't say premium. You said "copyrighted"; correct? 20 12:15:56 MR. KRAMER: Document speaks for itself. 21 12:15:58 MR. DESANCTIS: Okay. 22 12:15:59 Q And Steve responded "hahaha"; correct? 23 12:16:07 Steve says, "hahaha" in this chat; that is Α 24 12:16:12 correct. 25 12:16:12 Okay. When you keep saying "premium

84 1 DUNTON 2 12:16:14 content, " what do you mean? 3 12:16:15 A I mean content that looks to be professionally produced. It's glossy. It's not what 4 12:16:18 5 12:16:22 we would define at the time as user-generated content. 6 12:16:26 Okay. Steve then says "maryrose, you're 7 12:16:35 fired." But that was in gest; correct? 8 12:16:46 A I imagine it -- I imagine it was in gest, 9 12:16:48 correct. 10 12:16:49 0 He didn't fire you; did he? 11 12:16:50 Steve Chen did not fire me. Α 12 12:16:52 Okay. Then you respond "oh, what I meant to Q 13 12:16:55 say after I found that 70%, I went and flagged it all 12:16:58 for review." 14 12:16:59 15 What does it mean to flag it for review? 16 12:17:03 At the time, it meant it goes into a queue 17 12:17:07 that somebody at YouTube reviews. 18 12:17:13 Reviews for what purpose? 19 12:17:15 Α They can review it for many different 20 12:17:17 purposes. Things are flagged because users find them 21 12:17:21 inappropriate. Anything that users feel break our 22 12:17:24 Terms of Use. 23 12:17:25 Okay. But you did not flag it all for Q 24 12:17:31 review; did you? 25 12:17:33 A I don't know. I don't believe I flagged the

85 1 DUNTON 2 12:17:39 videos I saw on the most viewed for review. 3 12:17:43 Okay. This is a joke; right? You're being 12:17:50 4 sarcastic --5 12:17:51 Which part? Α 6 12:17:53 0 -- in the IM? 7 12:17:54 Α Which part? 8 12:17:55 That you went and flagged it all for review? Q 9 12:17:58 Α I'm probably being sarcastic, yes. 10 12:18:00 And Steve writes back "Oh! Of course." 11 12:18:05 He's being sarcastic back; correct? 12:18:10 12 MR. KRAMER: Calls for speculation. 13 12:18:12 THE WITNESS: I don't know if Steve is being 12:18:14 14 sarcastic or not. 12:18:15 15 MR. DESANCTIS: Q. Do you think he actually 12:18:17 16 thought that you flagged all 70 percent for review? 17 12:18:24 Α I don't know what he thought. 18 12:18:25 Q Okay. Was there a flag for copyright 19 12:18:38 infringement in 2006, in February of 2006? 20 12:18:42 Α On the YouTube.com website? 21 12:18:45 On the YouTube -- yes. Q 22 12:18:48 Α On the user facing --23 12:18:52 Q As an admin tool. 24 12:19:00 I don't recall. Α 25 12:19:01 Okay. Was it the practice of employees at Q

89 1 DUNTON 2 12:22:41 her testimony. 3 12:22:41 MR. DESANCTIS: It doesn't mischaracterize 12:22:43 4 the testimony at all. 5 12:22:44 You then say "because we've got to work 6 12:22:48 towards having a site 100% free of copyrighted 7 12:22:51 material, ya know." 8 12:22:54 You were being sarcastic there again; weren't 9 12:22:58 you? 10 12:23:02 I don't know if I was being sarcastic. As I 11 12:23:06 said, we used the terms "copyrighted" and "premium --" 12 12:23:11 we exchanged those two terms quite a bit. 13 12:23:14 I thought it was -- yes, this is true. I 12:23:17 didn't think it was possible to have a site 14 12:23:22 15 100 percent free, nor why would we want to, of 12:23:26 16 premium, of professionally produced content. We had 17 12:23:29 premium professional produced content since the 18 12:23:32 beginning of YouTube. 19 12:23:39 So then -- so then when you said, "We've got 20 12:23:44 to work towards having a site 100 percent free of 21 12:23:47 copyrighted material," are you telling us now that you 22 12:23:55 meant that or that you were being sarcastic? 23 12:24:00 MR. KRAMER: Objection; the question is 24 12:24:01 compound. 25 12:24:02 THE WITNESS: I don't remember this chat

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1		DUNTON	90
2	12:24:03	specifically. What I can tell you is, we had	
3	12:24:09	discussed having a policy where employees would need	
4	12:24:14	to flag premium content. I am I I thought that	
5	12:24:23	was a ridiculous policy, and so I believe I'm being	
6	12:24:30	sarcastic here.	
7	12:24:31	I thought it was ridiculous, because there's	
8	12:24:34	premium content on YouTube. There are people who	
9	12:24:36	upload Nike was one of the first users who uploaded	
10	12:24:41	content to our site, right. NBC, CBS, VH1, whatever.	
11	12:24:45	I thought that that was a ridiculous policy for us to	
12	12:24:48	go and try and flag every single piece of premium	
13	12:24:51	content that we saw.	
14	12:24:52	MR. DESANCTIS: Q. Why would it be	
15	12:24:53	ridiculous?	
16	12:24:56	A It would be ridiculous because so what was	
17	12:24:59	being discussed is, we would flag it, and then	
18	12:25:01	somebody would try and look at it and determine who	
19	12:25:04	uploaded it. I thought that that was nearly	
20	12:25:07	impossible, because since the beginning of YouTube, we	
21	12:25:11	have had premium content.	
22	12:25:12	Like I said, Nike was one of the first users.	
23	12:25:17	It was one of our first viral videos. NBC, VH1, MTV	
24	12:25:23	too, at the time. We had no idea. We there was no	
25	12:25:25	way we could determine who had uploaded a piece of	

91 1 DUNTON 2 12:25:28 content. 3 12:25:33 So to be clear, you did not, you, Maryrose 12:26:04 4 Dunton, did not work towards having a site 100 percent 5 12:26:08 free of copyrighted material; correct? 6 12:26:11 MR. KRAMER: Objection to the extent the term 7 12:26:12 "copyrighted material" is vague. 8 12:26:14 MR. DESANCTIS: It is the witness's term. MR. KRAMER: Yes, in a chat that she said she 9 12:26:16 10 12:26:18 didn't recollect, and so when you're asking her the 11 12:26:20 question irrespective of the chat, you're trying to 12 12:26:24 put words in her mouth, and I want to make sure the 13 12:26:27 record is clear, that that term is vague outside the 12:26:29 14 content of the chat. 12:26:30 15 MR. DESANCTIS: I'm not putting words in her 12:26:32 16 mouth. I'm asking her about the chat. 17 12:26:33 MR. KRAMER: Oh, well, then be clear. MR. DESANCTIS: Q. In the chat, you said 18 12:26:37 19 12:26:41 "we've got to work towards having a site 100 percent 20 12:26:44 free of concreted material." And my question is you, 21 12:26:48 in fact, did not do that; correct? 22 12:26:54 Α I did not do what? 12:26:56 Work toward having a site 100 percent free of 2.3 0 24 12:26:59 copyrighted material. 25 12:27:03 So as I've said, we use the term "copyright"

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1		DUNTON	
2	19:02:42	by "we can be pretty ghetto about it"?	
3	19:02:47	A I don't remember this specific chat, but I'm	
4	19:02:50	likely referring to the technical implementation.	
5	19:02:58	Meaning actually, I'm not quite sure what I mean.	
6	19:03:03	It it sounds like, from reading this, to	
7	19:03:07	reuse some additional some existing search	
8	19:03:10	functionality we have on the site.	
9	19:03:15	Q And that's what you mean by "we can be pretty	
10	19:03:18	ghetto about it"?	
11	19:03:22	A We used that term, I know I've used that	
12	19:03:25	term, to refer to reusing existing stuff.	
13	19:03:29	Q Okay. And after you ask Matthew Rizzo if you	
14	19:03:37	can create a saved search with alerts for the	
15	19:03:39	copyright cop stuff, he responds at line "12:16:20 you	
16	19:03:46	can have whatever you want, but it is just how much	
17	19:03:49	time do you guys want to give to these fucking	
18	19:03:55	assholes."	
19	19:03:56	Did you understand do you understand now	
20	19:03:58	that the "fucking assholes" that Matt Rizzo was	
21	19:04:02	referring to were copyright owners I'm sorry	
22	19:04:06	content owners?	
23	19:04:10	A I believe, as I said, I don't remember this	
24	19:04:13	specific chat, but I believe the people that Matt was	
25	19:04:17	referring to are the people who were abusing the	
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276 1 DUNTON 2 19:04:21 features that we gave them. 3 19:04:26 Why do you believe that? Is there anything 19:04:29 4 in this text about abusing features? 5 19:04:33 Α I haven't -- I haven't -- I've only read the 6 19:04:36 parts that you've called out to me, but I can tell you 7 19:04:39 that the Copyright Cop Content Management Tool that we 8 19:04:44 rolled out was actually severely abused by some 9 19:04:48 content owners, and yeah, that made us angry. That 10 19:04:54 was upsetting. 11 19:04:55 So do you actually -- are you saying you 12 19:04:57 actually remember that that -- that in this instance 13 19:05:02 that's who "fucking assholes" refer to? 19:05:07 Well, like I said, I don't remember this 14 19:05:09 15 specific chat, but I do remember the CVP Tool, and I 19:05:16 16 remember content owners abusing it; that is, they used 17 19:05:20 it erroneously to try and take down content that was, 18 19:05:23 in fact, not theirs and -- and yes, that angered me, 19 19:05:28 and I think it angered Rizzo too. 20 19:05:32 Do you remember any specific examples of 21 19:05:50 content owners taking down content that was not 19:05:54 22 theirs? 23 19:05:54 Α Yes. 24 19:05:54 What were those? 25 19:05:55 Α American Idol, WWE. Those two come to mind

277 1 DUNTON 2 19:06:00 specifically, because they did it quite a bit. 3 19:06:02 Okay. But the saved search feature is --19:06:07 4 would have been available to anyone using Copyright 5 19:06:11 Cop. It wasn't just for those who abuse it; is it? 6 19:06:16 We were talking about implementing the saved 7 19:06:19 search for the Content Management Tool. So yes, 8 19:06:23 anybody who had access to that tool could conceivably 9 19:06:26 use it. 10 19:06:26 Q For everybody. 11 19:06:28 And yet it's your position now that when Matt 12 19:06:31 Rizzo referred to these "fucking assholes" he was only 13 19:06:37 referring to a subset of content owners who were 19:06:41 14 abusing the process? 19:06:43 15 MR. KRAMER: Objection; that mischaracterizes 19:06:45 16 the testimony; it lacks foundation. 17 19:06:47 And, Counsel, just for the sake of the 18 19:06:49 record, you said you were going to use bad language. 19 19:06:51 It had its intended affect the first time you said it. 20 19:06:54 I don't think you need to keep repeating it. 21 19:07:04 MR. DESANCTIS: That's fair. I won't repeat 22 19:07:09 it. Okay. But I -- I do need an answer to the --23 19:07:18 Q 24 19:07:22 to the question, and I'll ask it a slightly different 25 19:07:30 way --

309 1 DUNTON 2 20:04:49 source code would have to be altered? 3 20:04:54 I'm not an engineer. I couldn't tell you 20:04:56 4 about the technical implementations. 5 20:05:03 Okay. Let me direct your attention to line 20:05:38 6 "12:07:48." Mr. Rizzo says, "but I still don't see 7 20:05:48 why we have to cater to these guys." He says "next 8 20:05:52 meeting with the lawyers I am not coming." 9 20:05:57 You responded, "ya, we're just trying to 10 20:06:00 cover our asses so we don't get sued." 11 20:06:04 So do you recall discussing this feature just 12 20:06:12 as a way to cover your ass not to get sued? 13 20:06:16 Well --Α 20:06:18 14 MR. KRAMER: Hang on one second. 20:06:20 15 I don't think your question is calling for 20:06:22 16 her to reveal communications with counsel. 17 20:06:24 MR. DESANCTIS: It's absolutely not. 20:06:25 MR. KRAMER: Then --18 19 20:06:26 MR. DESANCTIS: And I don't want you to. 20 20:06:27 MR. KRAMER: Then please don't, and you can 21 20:06:29 answer the question. 22 20:06:29 THE WITNESS: Okay. I was going to say, I 23 20:06:31 just say right here, I mean I don't remember saying 24 20:06:34 this or the chat specifically, but I do --25 20:06:36 MR. DESANCTIS: Okay.

310 1 DUNTON 2 20:06:37 THE WITNESS: -- say -- I say we're trying to 3 20:06:38 cover our asses so we don't get sued. 20:06:41 4 MR. DESANCTIS: Okay. Here's the next 5 20:06:49 exhibit. 20:07:14 6 So as you sit here today reading that, does 7 20:07:19 this mean that this was not an example where you were 8 20:07:23 considering implementing a tool to tip the balance 9 20:07:29 more in favor of content owners and against YouTube as 10 20:07:34 a medium for self-expression? 11 20:07:39 Are you asking me if this is not an example 12 20:07:41 of that? 13 20:07:42 Q Right. 20:07:44 14 Α I -- I was not in favor of the e-mail alerts. 20:07:48 15 You're totally right, for exactly that reason. I felt 20:07:51 16 that letting people -- letting content owners take 17 20:07:53 down content without even looking at it based on an 18 20:07:57 e-mail alert for a keyword was an improper balance. 19 20:08:01 That's why I was not in favor of it. 20 20:08:06 Improper balance. I see. 21 20:08:12 So you weren't -- so you weren't in favor of 20:08:15 22 it, and the reason you were discussing it was so that 23 20:08:19 it would appear that you were in favor of it? Is that 24 20:08:21 where the "cover your ass" comes in? I'm not sure 25 20:08:25 where covering your ass comes in for discussing a

		A-403	
			311
1		DUNTON	
2	20:08:28	feature.	
3	20:08:29	A What is your question?	
4	20:08:30	Q Well, when you said "we're just trying to	
5	20:08:33	cover our ass so we don't get sued," are you referring	
6	20:08:38	to discussing the feature? Was this a "cya" move?	
7	20:08:46	A I'm referring to us being concerned, me	
8	20:08:49	personally, that we were going to get sued. As I	
9	20:08:52	said, we were being threatened all the time. That was	
10	20:08:55	a scary thing for us.	
11	20:08:57	Q Okay. All right.	
12	20:09:05	Let me show you what's been marked as Dunton	
13	20:09:09	Exhibit 23.	
14	20:09:09	(Documents marked Dunton Exhibit 23 - 24	
15	20:09:15	for identification.)	
16	20:09:15	MR. DESANCTIS: Do we have the other one?	
17	20:09:17	Oh, I'm sorry.	
18	20:09:23	Q 23, and I'll also hand you now 24.	
19	20:09:28	A Okay.	
20	20:09:35	MR. KRAMER: Counsel, can I have a standing	
21	20:09:39	objection and standing motion with respect to these	
22	20:09:41	chats?	
23	20:09:41	MR. DESANCTIS: With respect to what?	
24	20:09:43	MR. KRAMER: With respect to these chats. I	
25	20:09:45	mean, I should move to strike and object each time you	
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Schapiro Exhibit 214

UNITED STATES DISTRICT COURT

FOR THE SOUTHERN DISTRICT OF NEW YORK

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VIACOM INTERNATIONAL, INC., COMEDY PARTNERS, COUNTRY MUSIC TELEVISION, INC., PARAMOUNT PICTURES CORPORATION, and BLACK ENTERTAINMENT TELEVISION, LLC,

Plaintiffs,

vs.

NO. 07-CV-2203

YOUTUBE, INC., YOUTUBE, LLC, and GOOGLE, INC.,

Defendants.

VIDEOTAPED DEPOSITION OF JASON WITT

NEW YORK, NEW YORK

THURSDAY, SEPTEMBER 25, 2008

REPORTED BY:

JENNIFER OCAMPO-GUZMAN

JOB NO.: 15651

SEPTEMBER 25, 2008 9:14 a.m. VIDEOTAPED DEPOSITION OF JASON WITT, held at the offices of WILSON SONSINI GOODRICH & ROSATI, PC, 1301 Avenue of the Americas, New York, New York, pursuant to agreement of parties, before JENNIFER OCAMPO-GUZMAN, a Real-Time Shorthand Reporter and Notary Public of the State of New York.

3 1 APPEARANCES: 2 3 FOR THE PLAINTIFFS VIACOM INTERNATIONAL, 4 INC.: 5 JENNER & BLOCK, LLP 6 By: AMY L. TENNEY, Esq. 7 1099 New York Avenue, NW, Suite 900 8 Washington, D.C. 20001 9 (202) 639-6000 atteney@jenner.com 10 11 FOR THE DEFENDANTS YOUTUBE, INC., YOUTUBE, 12 LLC and GOOGLE, INC.: 13 WILSON SONSINI GOODRICH & ROSATI, PC 14 BART E. VOLKMER, ESQ. BY: 15 -and-16 CHRISTOPHER R. HOWALD, ESQ. 17 650 Page Mill Road 18 Palo Alto, California 94304-1050 19 650-565-3508 bvolkmer@wsgr.com 20 650-496-4064 chowald@wsgr.com 21 22 ALSO PRESENT: 23 MTV NETWORKS HEATHER WINDT, ESQ., Senior Counsel By: 24 MANUEL ABRUE, Videographer 25

4 1 09:40:09 2 THE VIDEOGRAPHER: This is tape 09:40:10 3 number 1 of the videotape deposition of 09:40:13 4 Jason Witt in the matter of Viacom 5 09:40:16 International Inc., Comedy Partners, 09:40:21 6 Country Music Television, Inc., 7 09:40:21 Paramount Pictures Corporation, and 09:40:23 8 Black Entertainment Television, LLC, 9 09:40:26 versus YouTube, Inc., YouTube, LLC and 10 09:40:26 Google, Inc. 09:40:31 11 This deposition is being held at 09:40:33 12 1301 Avenue of Americas, New York, New 13 09:40:36 York, on September 25, 2008, at 14 09:40:39 approximately 9:40 a.m. 15 09:40:41 My name is Manuel Abrue from the 16 09:40:44 firm of David Feldman Worldwide, and I 09:40:46 17 am the legal video specialist. And the 18 09:40:50 court reporter is Jennifer Ocampo-Guzman 09:40:52 19 in association with David Feldman 20 09:40:54 Worldwide. 21 09:40:55 Will counsel please introduce 09:40:56 22 themselves? 09:40:56 23 MR. VOLKMER: Bart Volkmer from 24 09:40:59 Wilson Sonsini Goodrich & Rosati 25 09:41:00 representing Defendants, Google and

Witt

2	10:38:07	research?
3	10:38:10	A. That there were a number of views
4	10:38:12	of those clips on YouTube.

- 5 10:38:14 Q. And why did you ask him to do that
- 6 10:38:20 research?
- 7 10:38:21 A. She's actually --
- 8 10:38:22 Q. Oh, sorry. Why did you ask her to
- 9 10:38:26 do that research?
- 10 10:38:28 A. Because we were curious where those
- 11 10:38:30 clips were showing up. And how much traffic
- 12 10:38:33 they were getting.
- 13 10:38:35 Q. And where were they showing up?
- 14 10:38:38 A. On YouTube and some other video
- 15 10:38:42 sites. I believe, I don't remember any of
- 16 10:38:45 the others.
- 17 10:38:46 O. And how much traffic?
- 18 10:38:49 MS. TENNEY: Objection.
- 19 10:38:50 A. I don't remember.
- 20 10:38:56 Q. Did you believe that Colbert
- 21 10:39:00 "Greenscreen" clips were receiving a
- 22 10:39:03 significant amount of traffic?
- 23 10:39:05 MS. TENNEY: Objection.
- 24 10:39:05 A. I recall it was in the millions,
- 25 10:39:19 vaguely, millions of views, I believe.

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1		Witt	
2	10:39:21	Q. And what exactly was the	
3	10:39:29	"Greenscreen Challenge"?	
4	10:39:31	A. Stephen Colbert filmed himself in	
5	10:39:35	front of a "Greenscreen" on television and	
6	10:39:38	challenged his audience to create mashups.	
7	10:39:41	Q. And his audience proceeded to	
8	10:39:44	create mashups; correct?	
9	10:39:46	A. Some audience did, yeah.	
10	10:39:49	Q. And posted those videos on sites	
11	10:39:51	like YouTube and other UGC sites?	
12	10:39:55	MS. TENNEY: Objection.	
13	10:39:56	A. That's my at least on YouTube,	
14	10:39:56	yes.	
15	10:40:03	Q. Is it your belief that those	
16	10:40:05	"Greenscreen" videos that were created in	
17	10:40:07	response to Mr. Colbert's challenge are	
18	10:40:11	authorized on UGC sites?	
19	10:40:14	MS. TENNEY: Objection.	
20	10:40:17	A. I'm not sure, I don't understand	
21	10:40:19	the question.	
22	10:40:19	Q. Sure. I'll restate it. Do you	
23	10:40:22	believe that the "Greenscreen" videos that	
24	10:40:23	appeared on UGC sites are authorized?	
25	10:40:27	MS. TENNEY: Objection.	

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46 1 Witt 2 10:40:27 Α. Authorized by who? 3 10:40:29 By Viacom? Q. 4 10:40:30 Α. Oh, I have no knowledge. 5 10:40:32 You don't know if those videos are Ο. 10:40:35 6 authorized or not? 7 10:40:36 MS. TENNEY: Objection. 10:40:36 8 Can you -- I don't understand Α. 9 10:40:39 authorized. 10:40:40 10 0. Would it constitute copyright 11 10:40:43 infringement? 10:40:44 12 MS. TENNEY: Objection, calls for 13 10:40:46 legal conclusion. 10:40:47 14 MR. VOLKMER: Ms. Tenney, if you 15 10:40:48 could just wait until I finish the 16 10:40:51 question before you state your 17 10:40:52 objection. 18 10:40:52 Ο. Would it constitute copyright 19 10:40:55 infringement for a user to have created a 20 10:40:57 mashup of the Colbert "Greenscreen" and post 21 10:41:00 that video to user generated content websites 10:41:03 22 like YouTube. 10:41:04 23 MS. TENNEY: Objection, calls for 24 10:41:05 legal conclusion. 25 10:41:07 I don't know. Α.

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		13-470	
			47
1		Witt	
2	10:41:07	Q. Do you have a personal opinion?	
3	10:41:21	A. No.	
4	10:41:21	Q. You don't have opinion one way or	
5	10:41:25	another whether that constitutes copyright	
6	10:41:27	infringement?	
7	10:41:27	MS. TENNEY: Objection, calls for	
8	10:41:28	legal conclusion.	
9	10:41:31	A. No.	
10	10:41:35	Q. Do you view that behavior of	
11	10:41:37	creating mashups of the Colbert "Greenscreen"	
12	10:41:40	as being positive?	
13	10:41:42	MS. TENNEY: Objection.	
14	10:41:42	A. I think it was consistent with what	
15	10:41:51	Colbert wanted them to do, so.	
16	10:41:54	Q. And consistent with what Viacom	
17	10:42:00	wanted users to do too; correct?	
18	10:42:04	MS. TENNEY: Objection.	
19	10:42:04	A. I don't even know who would be able	
20	10:42:08	to answer that question for Viacom.	
21	10:42:10	Q. Did any Viacom employees create	
22	10:42:17	mashups in response to the "Greenscreen	
23	10:42:20	Challenge"?	
24	10:42:20	MS. TENNEY: Objection, foundation.	
25	10:42:21	A. I don't know.	

1		Witt	48
2	10:42:22	Q. Did you create any videos in	
3	10:42:26	response to the "Greenscreen Challenge"?	
4	10:42:29	A. No.	
5	10:42:49	Q. So aside from the instance where	
6	10:42:52	you asked Alden Mitchell to ascertain some	
7	10:42:56	data regarding the "Greenscreen Challenge,"	
8	10:42:58	what other research did you do regarding	
9	10:43:01	YouTube prior to Google's acquisition?	
10	10:43:17	A. I can only recall one other piece	
11	10:43:34	of research and I'm not sure that I requested	
12	10:43:41	it.	
13	10:43:41	Q. And what was that piece of	
14	10:43:42	research?	
15	10:43:44	A. Alden Mitchell had pointed out to	
16	10:43:46	me at one point that the single most popular	
17	10:43:50	clips on YouTube were largely user generated.	
18	10:43:56	Q. So prior to Google's acquisition of	
19	10:44:14	YouTube, who else at Viacom was involved in	
20	10:44:17	negotiations with YouTube regarding a	
21	10:44:18	potential deal?	
22	10:44:22	A. To my knowledge, and, again, I'm	
23	10:44:29	not sure they were negotiations, the people	
24	10:44:33	who were participating were Bob Bakish and	
25	10:44:37	Adam Cahan.	

			49
1		Witt	
2	10:44:43	Q. Why do you say that you're not sure	
3	10:44:49	that they were negotiations?	
4	10:44:52	A. There's a line that, between	
5	10:44:56	discussions and negotiations. To me	
6	10:45:01	negotiations happen when there is enough	
7	10:45:03	common ground that feels like you're starting	
8	10:45:07	to isolate variables. I'm not sure they,	
9	10:45:13	there was enough common ground where there	
10	10:45:17	was a back and forth of proposals, at least	
11	10:45:22	to my recollection.	
12	10:45:22	Q. Why do you think that there was not	
13	10:45:32	enough common ground between YouTube and	
14	10:45:38	Viacom in the discussions that were occurring	
15	10:45:39	prior to Google's acquisition?	
16	10:45:42	A. Because I don't recall proposals	
17	10:45:44	going back and forth.	
18	10:45:45	Q. And so what was Bob Bakish's role	
19	10:45:53	in the discussions between YouTube and Viacom	
20	10:45:55	prior to the acquisition?	
21	10:45:59	A. I only know that Bob invited me to	
22	10:46:02	participate. I don't know what, what his	
23	10:46:05	role was.	
24	10:46:06	Q. And what was Adam Cahan's role?	
25	10:46:16	A. Adam was there in the discussions.	

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1		Witt	
2	15:30:42	content that has been uploaded to YouTube in	
3	15:30:44	connection with the viral marketing efforts?	
4	15:30:45	MS. TENNEY: Objection, vague and	
5	15:30:48	mischaracterizes his testimony.	
6	15:30:49	A. Can you repeat that question?	
7	15:30:53	Q. Sure. Sure.	
8	15:30:55	Would you be able to identify all	
9	15:30:57	of the Viacom-produced content that has been	
10	15:31:00	uploaded to YouTube in connection with its	
11	15:31:02	viral marketing efforts?	
12	15:31:04	MS. TENNEY: Objection, vague and	
13	15:31:05	mischaracterizes his prior testimony.	
14	15:31:07	A. Yeah, I would only be able to I	
15	15:31:12	would only be able to identify the content	
16	15:31:17	that we created for, and that we actually had	
17	15:31:19	a third party create for T-Mobile and in that	
18	15:31:25	"Iron Man" example which we then used, which	
19	15:31:28	was then used in viral marketing.	
20	15:31:33	Q. If you wanted to find out all of	
21	15:31:36	the content that has been uploaded to the	
22	15:31:39	YouTube website in connection with Viacom's	
23	15:31:43	viral marketing efforts, would you be able to	
24	15:31:45	do that?	
25	15:31:45	MS. TENNEY: Objection, lack of	

178 1 Witt 2 15:31:46 foundation, vaque. It mischaracterizes 3 15:31:51 his testimony. 15:31:51 4 Α. I don't even know that there have 5 15:31:55 been marketing efforts on YouTube by Viacom. 15:32:00 6 But have we not established that in Ο. 7 15:32:03 the course of this M80 relationship that 8 15:32:05 there were materials that were put up on 9 15:32:08 YouTube by Viacom? 15:32:10 10 MS. TENNEY: Objection, 11 15:32:10 mischaracterizes his testimony. 15:32:11 12 No, they were put up by M80 at the Α. 13 15:32:14 behest of an advertising client and it was 14 15:32:18 the content of an advertising client. 15:32:23 15 provided an agency-like function. 15:32:28 16 create content or authorized content to be 17 15:32:30 created on behalf of an advertiser. 18 15:32:33 And that material was uploaded to Ο. 19 15:32:46 the YouTube website though; correct? 20 15:32:48 I don't know. Α. 21 15:32:49 MS. TENNEY: Objection, 22 15:32:49 mischaracterizes his testimony. 23 15:32:51 So if you wanted to find out all of 24 15:32:59 the instances where Viacom uploaded content 25 15:33:02 to the YouTube website in connection with

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1		Witt	
2	15:33:04	viral marketing efforts, would you be able to	
3	15:33:07	do so?	
4	15:33:07	MS. TENNEY: Objection, lack of	
5	15:33:08	foundation, vague and mischaracterizes	
6	15:33:09	his testimony.	
7	15:33:10	A. If I wanted to find all of the	
8	15:33:16	content that Viacom uploaded virally, would I	
9	15:33:22	be able to do so, I don't know that Viacom	
10	15:33:27	has virally uploaded content. I mean that	
11	15:33:36	would be my starting point. I wouldn't even	
12	15:33:38	know where to start.	
13	15:33:45	Q. Is there a document or a database	
14	15:33:46	that you could look at to find out the answer	
15	15:33:48	to that question?	
16	15:33:49	MS. TENNEY: Objection, lack of	
17	15:33:50	foundation.	
18	15:33:50	A. Not to my knowledge.	
19	15:33:51	Q. Is there anyone at Viacom who would	
20	15:33:53	be more knowledgeable regarding Viacom's	
21	15:33:57	stealth marketing efforts?	
22	15:33:58	MS. TENNEY: Objection, excuse me,	
23	15:34:00	objection, vague, lack of foundation.	
24	15:34:02	A. If we have stealth marketing	
25	15:34:08	efforts, there would the head, the heads	

180 1 Witt 2 15:34:12 of marketing and the brands would probably 3 15:34:15 have a better idea than I. 15:34:17 4 Q. Do you know who the head of 5 15:34:22 marketing for MTV is? 15:34:25 6 I tried this one, it may be Marnie 7 15:34:28 Black now. It's a guess. 15:34:31 8 And the head of marketing for 0. 9 15:34:35 Comedy Central? 10 15:34:36 MS. TENNEY: Objection, vague. 11 15:34:37 Α. I don't know. 15:34:37 12 Do you know if M80 alerts the Q. 13 15:34:53 websites to which its uploading content that 14 15:35:00 it is doing so? 15 15:35:00 MS. TENNEY: Objection, lack of 16 15:35:02 foundation. 17 15:35:02 Α. I don't know. 18 15:35:02 Has Viacom ever permitted its Ο. 19 15:35:32 content to remain on the YouTube site for 20 15:35:35 promotional purposes? 21 15:35:36 MS. TENNEY: Objection, vague and 22 15:35:37 lack of foundation. 23 15:35:38 Α. To the extent that Viacom allowed 24 15:35:45 its content to be on YouTube, I have no idea

why those determinations were made.

25

15:35:49

A-485

281 1 Witt 2 19:36:04 100 over a certain time period, yes. 3 19:36:10 Q. How are you feeling physically? 19:36:12 4 Α. Pretty good. 5 19:36:12 Ο. Do you feel ill? 6 19:36:14 Α. No. 7 19:36:15 Q. Okay. And have you been competent 8 19:36:17 to testify all day today? 9 19:36:19 Α. Yes. 10 19:36:20 MS. TENNEY: Okay. I have no 11 19:36:21 further questions. 19:36:22 12 MR. VOLKMER: I have a few 13 19:36:23 questions. 14 19:36:23 EXAMINATION BY 15 19:36:26 MR. VOLKMER (Continued): 19:36:26 16 MTVN is a wholly-owned subsidiary 17 19:36:30 of Viacom, Inc.; correct? 18 19:36:31 MTV Networks, yes, I believe so. Α. 19 19:36:34 Ο. And are you aware of an agreement 20 19:36:44 between the parties in this litigation that 21 19:36:46 certain discovery limitations in this case 22 19:36:51 assume that Viacom, Inc., affiliates who are 23 19:36:54 not named plaintiffs, including, for example, 24 19:36:56 iFilm, Atom Entertainment, Spike TV and MTV 25 19:36:56 Networks are considered part of Viacom

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1		Witt			
2	19:37:02	International and are not considered to be			
3	19:37:04	third parties for the purposes of this case?			
4	19:37:05	MS. TENNEY: Objection, goes beyond			
5	19:37:07	the scope.			
6	19:37:08	A. Could you repeat the question?			
7	19:37:09	Q. Sure. Are you aware of an			
8	19:37:11	agreement between the parties that states			
9	19:37:13	that certain discovery limitations assume			
10	19:37:15	that Viacom Inc.'s affiliates who are not			
11	19:37:19	named plaintiffs including, for example,			
12	19:37:23	iFilm, Atom Entertainment, Spike TV and MTV			
13	19:37:25	Networks are considered part of Viacom			
14	19:37:28	International and are not to be considered			
15	19:37:31	third parties for the purposes of this case?			
16	19:37:32	MS. TENNEY: Objection goes beyond			
17	19:37:35	the scope of the redirect.			
18	19:37:38	A. No.			
19	19:37:38	Q. You had testified that there were			
20	19:37:40	instances where you believe that Viacom's			
21	19:37:43	content had appeared in the top 100 viewed			
22	19:37:46	videos on the YouTube service; is that			
23	19:37:48	correct?			
24	19:37:48	A. For a particular time period or			
25	19:37:52	something like, yes.			

283 1 Witt 2 19:37:53 Do you know which videos those Ο. 3 19:37:55 were? 19:37:56 4 Α. No. 5 19:37:56 Ο. Do you know the time frame? 19:37:57 6 Α. No. 7 19:37:59 Do you know if those videos were Q. 8 19:38:02 authorized to be on the YouTube website? 9 19:38:03 MS. TENNEY: Objection to the 10 19:38:04 extent it calls for a legal conclusion. 11 19:38:06 Α. Do I -- I don't know whether or not 19:38:13 12 -- there are agreements between YouTube and 13 19:38:15 whoever the owners of those content -- that 14 19:38:17 content was. 15 19:38:18 So you don't know whether those Ο. 19:38:19 16 videos were authorized by Viacom? 17 19:38:20 MS. TENNEY: Objection, 18 19:38:21 mischaracterizes his testimony and calls 19 19:38:24 for a legal conclusion. And asked and 20 19:38:36 answered. 21 19:38:36 Α. Again, I'm not aware of the 22 19:38:41 circumstances surrounding whether or not, you 23 19:38:46 know, those would be authorized. 24 19:38:48 MR. VOLKMER: Okay, I have no 25 19:38:50 further questions. Thank you so much

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ĺ		Δ-400	
			284
1		Witt	
2	19:38:51	for your time, Mr. Witt.	
3	19:38:53	THE WITNESS: Thank you.	
4	19:38:53	THE VIDEOGRAPHER: The time is	
5	19:38:55	7:38 p.m. This concludes the video	
6	19:38:58	deposition of Jason Witt.	
7	19:39:02	(Time noted: 7:38 p.m.)	
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Schapiro Exhibit 215

MTVN Online Vision/Approach

October 2006

Jason Witt Nada Stirratt Todd Cunningham Kenny Miller

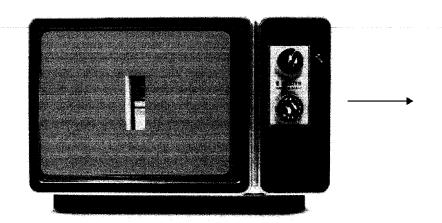
MTVNETWORKS | BETMETWORKS

Only 10% of Time Spent Online = Video

On TV—100% of Time Spent is with Content (and all of it is Video).

Online—Only 40% of Time Spent is with Content (and of that, only 1/4 is Video)

Total Time Spent Online (Millions of hours)		
	Total %	
Commerce	17%	
Communications	39%	
Content	40%	
Search	5%	
Total	100%	



Online Video is only 10% of the Picture—If we want to grow ratings, we have to program for the entire experience.

MTV NETWORKS BET NETWORKS

Billions of Syndicated Streams = Ten Million Dollars

To Make another \$10M Online:

We'd need a <u>Billion (or Two) Incremental Streams</u> with partners

OR

We could increase Time Spent on our Sites by <u>5%</u>

Video Streams on Distributed Sites Required to Generate \$10 Million for MTVN*					
		Rev	Effective	Streams	% of MTVN
Traffic Source	СРМ	Share	СРМ	to Hit \$10M	Annual Streams*
Viral (Embedded)	\$ 5	100%	5.0	2,000MM	110%
HyperDistribution**	10	70%	7.0	1,428MM	79%
Video Aggregators	15	70%	10.5	952MM	53%
Yahoo/Portals	25	50%	12.5	800MM	44%

^{*}Excludes iFilm and Gametrailers

MTV NETWORKS | BET NETWORKS

^{**}Assume 0% ad skip vs. current ~25% ad skip

ONLINE

91% of MTVN's Online Ad Revenues are Non-Video

The Good News: We Monetize Time Spent Online—Not **Just Video Streams**

2006 Projected (2006 Projected Online Ad Revenues				
Video Advertising		Video as % of Total Online			
\$ 15M	\$ 145M	9.4%			

Starting Point: Consumer Research

- MTVN is well-known as the most consumer-focused company in Television, if not all of media.
- We have leveraged a maniacal focus and understanding of the consumer to build this business.
- Now we have to understand consumers motivations, needs and behavior online. And enable it.
- We need more research....

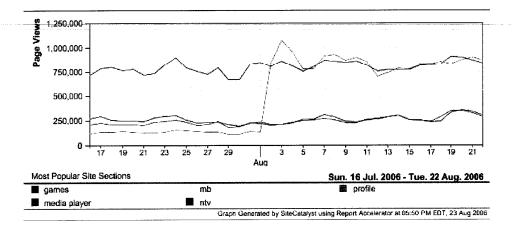
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Based on What We Know Today—Embrace Community

Our audiences want to communicate, share, engage (build communities)

Teens Age 12 to 17 **Top Categories - Average Minutes Per Visitor** February 2006 vs. February 2005

	Year over Year Growth	Percentage of Time Spent
Instant Messenger	41%	40%
Email	33%	14%
Discussion/Chat	46%	13%
Total	40%	67%



And when we let them, the results are amazing.

MTV NETWORKS | BET NETWORKS

ONLINE

Based on What We Know Today—Build Experiences

MTVN can give our audiences the deep-tailored "Experiences" that they crave—not just more content

VIDIOTS



BRAND LOYALISTS



SUPERFANS



RICH HORIZONTALS



MTV NETWORKS | BET NETWORKS

Consumers Spend Over an Hour a Day with Us

TV provides a crucial distinction—and critical advantage.

- TV initiates behavior and induces shared passions and experiences
- MTVN consistently demonstrates unparalleled creative leadership
- We are the Inventors of breakthrough genres and content
- We Innovators of popular culture
- Our audiences want deep tailored "Experiences" that are easy to use--not just more content
- Watching an event as it happens gives an indescribable jolt to those most engaged – quickening their concentration, giving them a sense of participation





Initiation: Colbert films himself in mock light-saber fight in front of green screen.

Result: (on YouTube ALONE)

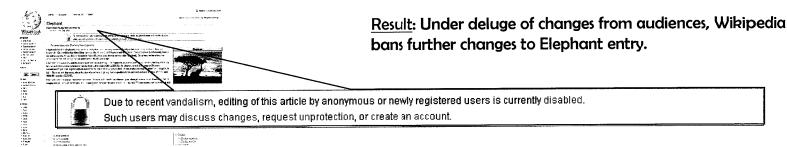
- 88 Unique Mashups of Colbert fighting Bears, Monsters, the Star Wars Kid
- 7K Reviews and Ratings by viewers of Mashups
- 1.7 Million Video Streams (approx same number of mash-up streams as monthly streams of Colbert clips on Motherlode)

Initiation: Colbert urges viewers to vote for him on online poll to name new bridge in Hungary.

Result: Colbert leaps to first place with over 17M votes (leads second-leading votegetter by over 15M votes).

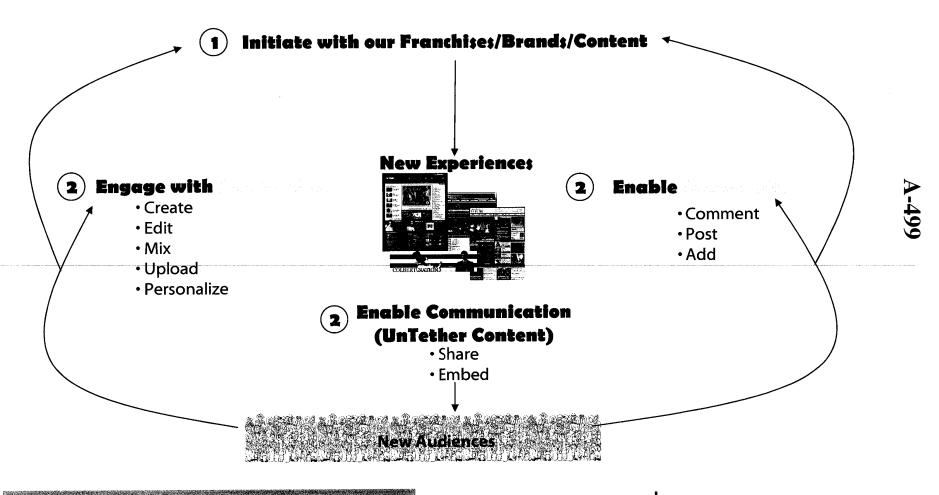


Initiation: Colbert encourages viewers to change Wikipedia entries to say the elephant population had tripled in the last six months. ["Any user can change any entry, and if enough other users agree with them it becomes true. If only the entire body of human knowledge worked this way."]



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If We Put It Together, We Win



VIA01497258

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appendix

Online