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UNITED STATES DISTRICT COURT  
CENTRAL DISTRICT OF CALIFORNIA

CELESTIAL INC.,	)	Case No. CV 12-00157 DDP (SSx)
	)	
Plaintiff,	)	<b>ORDER DISMISSING CASE FOR LACK OF</b>
	)	<b>PERSONAL JURISDICTION</b>
v.	)	
	)	
SWARM SHARING HASH	)	
8AB508AB0F9EF8B4CDB14C6248F3	)	
C96C65BEB882 ON DECEMBER 6,	)	
2011,	)	
	)	
Defendants.	)	
_____	)	

On March 23, 2012, the court issued an Order Denying Plaintiff's Motion for Leave to Take Early Discovery, and to Show Cause Why This Matter Should Not Be Dismissed for Lack of Personal Jurisdiction ("Order"). Plaintiff filed a Response to the Order to Show Cause on March 29, 2012. Having reviewed Plaintiff's Response, the court finds that it lacks personal jurisdiction and therefore dismisses the action with prejudice.

The court will not repeat the entire factual background, set forth in its prior Order. As the court then explained, Plaintiff's Complaint alleges two bases for personal jurisdiction: 1) "[g]eo locating tools' have placed the IP addresses of the Doe Defendants

1 in California"; and 2) Plaintiff's copyrighted "film displays 'the  
2 title of the work, the name of the producer, and the Woodland  
3 Hills, California address of the producer." (Order at 4.) The  
4 court concluded, however, that Defendants' first allegation failed  
5 to establish personal jurisdiction, because Celestial expressly  
6 declined to "make any representations as to the reliability or  
7 level of accuracy of IP address geo-location tools," and provided  
8 no "details regarding the tools used or the results." (Id.)  
9 Likewise, the court found Plaintiff's allegation that the film  
10 displays the producer's California address insufficient, on its  
11 own, to demonstrate that "Defendants expressly aimed their tortious  
12 acts against a California company," as required for specific  
13 jurisdiction under the Calder effects test. (Id. at 5.) See  
14 Calder v. Jones, 465 U.S. 783 (1984).

15 In its Response to the court's Order to Show Cause, Plaintiff  
16 provides no additional information to show, and does not appear to  
17 seriously contend, that it can satisfy the Calder effects test.  
18 Instead, Plaintiff focuses again on its alleged use of geolocation  
19 tools to place Doe Defendants' IP addresses in California, with a  
20 new Declaration from the company that Plaintiff hired to  
21 investigate the alleged infringement. The Declaration adds to the  
22 analysis: 1) the name of the geolocation tool used; 2) the  
23 investigating company's claim that it "is able to sort all IPs  
24 captured by state to be able to only use the data belonging to a  
25 state requested and believe[s] that in the majority of cases [its]  
26 geolocation tools will accurately reflect the state in which an IP  
27 address may be found"; and 3) one website's assessment of the  
28 reliability of geolocation tools in general, with which the

1 Declarant "generally concur[s]." In full, the website assessment  
2 reads:

3 Determining the nation of an Internet user based on his or  
4 her IP address is relatively simple and accurate (95%-99%  
5 percent) because a country name is required information  
when an IP range is allocated and IP registrars supply that  
information for free.

6 Determining the physical location down to a city or ZIP  
7 code, however, is more difficult and less accurate because  
8 there is no official source for the information, users  
sometimes share IP addresses and Internet service providers  
often base IP addresses in a city where the company is  
9 basing operations.

10 Accuracy rates on deriving a city from an IP address  
11 fluctuate between 50 and 80 percent, according to DNS  
Stuff, a Massachusetts-based DNS and networking tools firm.

12 Even when not accurate, though, geolocation can place users  
13 in a bordering or nearby city, which may be good enough for  
14 the entity seeking the information. This happens because  
a common method for geolocating a device is referencing its  
IP address against similar IP addresses with already known  
locations.

15 (Decl. at 2-3.)

16 The court finds these additional allegations insufficient to  
17 establish personal jurisdiction. Even taking the allegations as  
18 true, Plaintiff has only shown personal jurisdiction to be somewhat  
19 more likely than not. The investigating company makes the  
20 conclusory claim that it believes it can correctly identify the  
21 state where an IP address is located in the "majority" of cases.  
22 Likewise, the referenced website claims that geolocation beyond the  
23 national level is "more difficult and less accurate," with accuracy  
24 rates between 50 and 80 percent at the municipal level, and perhaps  
25 somewhat higher at the state level. To put it another way, based  
26 on Plaintiff's own reliability claims, there may still be a 20 to  
27 50 percent chance that this court lacks jurisdiction.

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1 Further, given the Doe Defendants' inability to contest  
2 Plaintiff's jurisdictional claims, the court finds the generalized  
3 and conclusory nature of the allegations particularly concerning.  
4 Again, having previously declined to make any representations as to  
5 the accuracy of geolocation tools, Plaintiff still goes no further  
6 than to "generally concur" with one website's general assessment of  
7 geolocation tools, which itself cites to another firm for the only  
8 accuracy rates provided. Equally, the investigating company's one-  
9 sentence accuracy statement is conclusory and vague, expressing the  
10 company's unsubstantiated belief in state-level accuracy an  
11 unspecified majority of the time. Indeed, despite this court's  
12 suggestion in its Order to Show Cause, Plaintiff has again failed  
13 to provide any test results or details regarding the specific  
14 geolocation tool that it used.

15 Finally, Plaintiff argues that it is "simply premature to  
16 fully analyze the issue of personal jurisdiction," and that the  
17 "court must allow jurisdictional discovery." Plaintiff also  
18 contends that the only way to move forward on either front is for  
19 the court to authorize Plaintiff to subpoena Doe Defendants'  
20 identities and addresses from the relevant Internet service  
21 providers. (See Response at 4 ("[Personal jurisdiction] cannot be  
22 determined until Plaintiff identifies the Doe Defendants and names  
23 them in an amended complaint."); id. at 9 ("[I]dentifying the name  
24 and address of the Internet subscriber will likely resolve the  
25 question of . . . personal jurisdiction . . . .").)

26 The court disagrees. As discussed, Plaintiff could have  
27 provided actual test results and details specific to its  
28 geolocation tools. If necessary and available, Plaintiff might

1 also have used more reliable technology. However, even if the most  
2 advanced geolocation tools were simply too unreliable to adequately  
3 establish jurisdiction, the court could not set aside  
4 constitutional concerns in favor of Plaintiff's desire to subpoena  
5 the Doe Defendants' identifying information. Again, it is the  
6 First Amendment that requires courts to ensure complaints like this  
7 one would at least survive a motion to dismiss, before the court  
8 authorizes early discovery to identify anonymous internet users.

9 For all the reasons discussed, the court again finds that  
10 Plaintiff's Complaint would not survive a motion to dismiss for  
11 lack of jurisdiction. Because Plaintiff has now also failed to  
12 make an adequate jurisdictional showing in response to the court's  
13 Order to Show Cause, the court finds that it lacks jurisdiction  
14 over this action and dismisses it with prejudice.

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16 IT IS SO ORDERED.

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19 Dated: May 1, 2012

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DEAN D. PREGERSON  
United States District Judge