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NORTHERN DISTRICT OF CA	LIFORNIA, SAN JOSE DIVISION
LOUIS VUITTON MALLETIER, S.A.,) Case No.: C 07-3952 JW
) Hon. James Ware
Plaintiff,) DEFENDANTS' RULE 50(a) MOTION FOR
VS.	 JUDGMENT AS A MATTER OF LAW REGARDING: CONTRIBUTORY
	COPYRIGHT INFRINGEMENT CLAIM
AKANOC SOLUTIONS, INC., et al.,) [Fed. R. Civ. P. 50(a)]
Defendants) Trial Date: August 18, 2009) Time: 9:00 a.m.
) Dept.: Courtroom 8, 4 th Floor
164507.2-10562-002-8/20/2009	DEFENDANTS' FRCP 50(a) MOTION RE: PLAINTIFF'S CONTRIBUTORY COPYRIGHT INFRINGEMENT CLAIM – C 07-3952 JW Dockets.Justia.com
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I. VUITTON FAILED TO PRESENT EVIDENCE TO SATISFY ELEMENTS OF ITS CONTRIBUTORY COPYRIGHT INFRINGEMENT CLAIM

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A. Judgment As a Matter of Law Is Appropriate Under FRCP 50(a)

Any time before the case is submitted to the jury, a party can move pursuant to Fed. R. Civ. P. 50(a) for judgment as a matter of law as to the entire case, or on particular claims or issues. *Golden v. Winjohn Taxi Corp.*, 311 F.3d 513, 516 (2d Cir. 2002).

Rule 50(a)(1) provides:

If a party has been fully heard on an issue during a jury trial and the court finds that a reasonable jury would not have a legally sufficient evidentiary basis to find for the party on that issue, the court may (A) resolve the issue against the party; and (B) grant a motion for judgment as a matter of law against the party on a claim or defense that, under the controlling law, can be maintained or defeated only with a favorable finding on that issue.

"Judgment as a matter of law is appropriate when the evidence presented at trial permits only
one reasonable conclusion." *Santos v. Gates*, 287 F.3d 846, 851 (9th Cir. 2002). In other words, a
motion for a judgment as a matter of law is properly granted if "no reasonable juror could find in the
non-moving party's favor." *El-Hakem v. BJY Inc.*, 415 F.3d 1068, 1072 (9th Cir. 2005). The Ninth
Circuit will affirm this Court's granting of a motion for judgment as a matter of law as long as "no
reasonable inferences could support a verdict for the plaintiff." *Santos v. Gates*, 287 F.3d at 851.

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B. Vuitton Has Not Presented Evidence to Prove Its Contributory Copyright Infringement Claim

The elements of Vuitton's contributory copyright infringement claims are (1) direct infringement by a primary infringer,¹ (2) knowledge of the direct infringement, and (3) inducing, causing or materially contributing to the direct infringement. *Ellison v. Robertson*, 357 F.3d 1072, 1076 (9th Cir. 2004); *Metro-Goldwyn-Mayer Studios, Inc. v. Grokster Ltd.*, 380 F.3d 1154, 1160 (9th Cir. 2004); *Fonovisa, Inc. v. Cherry Auction, Inc.*, 76 F.3d 259, 264 (9th Cir. 1996) (" '[O]ne

 ¹A&M Records, Inc. v. Napster, Inc., 239 F.3d 1004, 1013 n.2 (9th Cir. 2001) ("Secondary liability for copyright infringement does not exist in the absence of direct infringement by a third party. *Religious Tech. Ctr. v. Netcom On-Line Communication Servs., Inc.*, 907 F.Supp. 1361, 1371 (N.D.Cal.1995) ('[T]here can be no contributory infringement by a defendant without direct infringement by another.').").

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1 who, with knowledge of the infringing activity, induces, causes or materially contributes to the 2 infringing conduct of another, may be held liable as a "contributory" infringer.'").

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1. Element 1 – No Proof of Direct Infringement

Direct copyright infringement requires proof that (1) Vuitton owned the allegedly infringed copyright and (2) a third party violated an exclusive right granted to copyright holders under 17 U.S.C. § 106. *Ellison v. Robertson*, 357 F.3d at 1076; *Napster, Inc.*, 239 F.3d at 1013.

Although Vuitton's ownership of copyrights is not contested, Vuitton cannot prove violation of any Section 106 right. Entry of judgment as a matter of law pursuant to Rule 50(a) is appropriate for the following reasons.

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a. The Copyright Act Does Not Apply Because the Alleged Direct Infringement Did Not Occur Entirely Within the United States

12 There can be no violation of any Section 106 right because the alleged *direct* infringement 13 did not occur entirely within the United States. Subafilms, Ltd. v. MGM-Pathe Communications Co., 14 24 F.3d 1088, 1094 (9th Cir. 1994) ("The Copyright laws do not apply extraterritorially, so each 15 of the rights conferred under the five section 106 categories must be read as extending 'no farther 16 than the [United States'] borders.' " (emphasis added)). An infringing act must occur and be 17 completed entirely within the United States. Los Angeles News Service v. Reuters Television Int'l (USA) Ltd., 340 F.3d 926, 928 (9th Cir. 2003) ("[A]lthough the district court was correct to hold that 18 19 the Copyright Act does not apply extraterritorially, an exception may apply where an act of 20 infringement is completed *entirely within* the United States and that such infringing act enabled 21 further exploitation abroad." (emphasis added)).

The only evidence presented at trial shows that any alleged infringement of Vuitton's work was completed entirely *outside* the United States. Vuitton offers allegedly counterfeit bags, belts, etc. that Vuitton purchased from China. The orders were made by e-mail and payment was sent by Vuitton through a money transfer agent, e.g., Western Union, to addresses in China. Vuitton then requested and authorized the Chinese sellers ship the merchandise to them in the United States, presumably to create evidence for this lawsuit. But the alleged infringement and counterfeiting was

²⁸ entirely completed in China and then shipped to the United States with the express authorization of 164507.2-10562-002-8/20/2009 2 2 DEFENDANTS' FRCP 50(a) MOTION RE: PLAINTIFF'S CONTRIBUTORY

Vuitton, the copyright owner. This evidence of copying in China was completed entirely outside the
 U.S.

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b. Jurisdiction Over Alleged Direct Infringers Is Lacking

Vuitton also cannot prove a direct infringement cognizable under the Copyright Act because personal jurisdiction over the direct infringers does not exist. Because there is no direct infringement, the Defendants cannot be held liable for contributing to that infringement. *Subafilms*, *Ltd*, 24 F.3d at 1092 (" 'There can, by definition, be no contributory liability if that conduct which is aided by the putative contributory infringer is not itself infringing.' ").

9 Personal jurisdiction over an Internet company (such as the unidentified operators of accused 10 websites) is only appropriate if (1) business contacts with the forum state are substantial and 11 continuous or systematic [Gator. Com Corp. v. L.L. Bean, Inc., 341 F.3d 1072, 1077 (9th Cir. 2003)] 12 or (2) the Internet company has purposefully availed itself of the privileges of conducting activities 13 in the forum, the claim arises out of or results from the defendant's forum-related activities, and the 14 exercise of jurisdiction is reasonable. [Rio Properties, Inc. v. Rio Int'l Interlink, 284 F.3d 1007, 15 1019 (9th Cir. 2002), citing Burger King Corp. v. Rudzewicz, 471 U.S. 462, 475, 105 S.Ct. 2174, 85 16 L.Ed.2d 528 (1985)].

Vuitton presented no evidence of "substantial" or "continuous and systematic" contacts with
California or the U.S. The only evidence of effects in the United States are a few items Vuitton
itself purchased from different sources and had shipped here in an attempt to create jurisdiction.
These effects are not substantial, and were created by Vuitton itself, not the direct infringers. *Hanson v. Denckla*, 357 U.S. 235, 253, 78 S.Ct. 1228, 2 L.Ed.2d 1283 (1958) ("The unilateral
activity of those who claim some relationship with a nonresident defendant cannot satisfy the
requirement of contact with the forum State.").

Furthermore, Vuitton has not and cannot identify *anyone* with whom it did business in purchasing any products. Vuitton admits that the Chinese sellers probably used false names and addresses. There is no way to even tie the purchases (let alone multiple purchases) to any website. Instead, the Vuitton investigator in Texas sent merchandise requests to a variety of e-mail addresses,

28 not necessarily connected with any websites, sent payment to a second person, and received the 164507.2-10562-002-8/20/2009 3 DEFENDANTS' FRCP 50(a) MOTION RE: PLAINTIFF'S CONTRIBUTORY

COPYRIGHT INFRINGEMENT CLAIM – C 07-3952 JW 1 merchandise from a third person.

There are no "substantial" and certainly no "continuous and systematic" contacts with California or the U.S. by anyone according to Vuitton's evidence. Vuitton's argument apparently assumes that all Chinese counterfeiters are somehow connected. But there is no shred of evidence to support that speculation. In truth, Vuitton has no idea who they have dealt with and no evidence to support U.S. jurisdiction over these myriad counterfeiters.

There is also no evidence that any direct infringers purposefully availed themselves of the 7 8 privileges of conducting business in California or the U.S. It is undisputed that all of the accused 9 websites were operated from inside China. The accused sites could be accessed from the entire 10 world by anyone having access to the Internet – California and/or the United States were not specifically targeted. Indeed the Texas investigator made the offer to buy. Purchases were set up 11 via email from outside of California, and completed using Western Union money transfer. The sales 12 13 took place entirely outside California, with Vuitton ordering the products from France or Texas and then requesting that they be shipped into California.² 14

Vuitton's claims are also not related to, and did not arise "but for," any contacts with
California or the U.S. *Ballard v. Savage*, 65 F.3d 1495, 1500 (9th Cir. 1995) (relying on a "but for"
test to determine whether a particular claim arises out of or is related to forum-related activities).
Vuitton could have just as easily had the products shipped to France, some other country, or not
shipped at all.

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- ²Vuitton cannot create jurisdiction by having products shipped to California. World-Wide 23 Volkswagen Corp. v. Woodson, 444 U.S. 286, 298, 100 S.Ct. 559, 62 L.Ed.2d 490 (1980) (The mere 'unilateral activity of those who claim some relationship with a nonresident defendant cannot 24 satisfy the requirement of contact with the forum State.' "); Ricoh Co., Ltd, v. Asustek Computer, Inc. 481 F. Supp. 2d 954, 959 (W.D. Wis. 2007) ("It is undisputed that plaintiff purchased 25 defendant's products for the sole purpose of providing a basis for personal jurisdiction. ... [C]ommon sense requires a conclusion that such a forced and artificial exercise cannot provide the 26 basis for personal jurisdiction. Economic harm to plaintiffs does not 'aris[e] out of' defendants' actions when no sale would have been made but for plaintiff's choice to make a purchase. 27 Alternatively, a strong argument exists that a self inflicted wound is not an 'injury' at all within the meaning of the statute."). 28 164507.2-10562-002-8/20/2009

c. The Copyright Act Does Not Apply Because Direct Infringement Occurred Overseas Not On Servers

(1) ISPs Store Unintelligible Computer Code on Their Servers, They Do Not Display "Copies" of Works

Even if Vuitton had evidence that any direct infringer posted content onto Defendants' servers (Vuitton has not known this) that would not change the fact that the alleged direct copyright infringement in this case occurred and has completed outside the U.S.; not on Defendants' servers.

7 Direct infringement requires proof that "the alleged [direct] infringers violate at least one 8 exclusive right granted to copyright holders under 17 U.S.C. § 106." Perfect 10, Inc. v. 9 Amazon.com, Inc., 487 F.3d 701, 715 (9th Cir. 2007). Section 106(5) states that a copyright owner 10 has the exclusive right "to display the copyrighted work publicly." The Copyright Act explains that 11 "display" for purpose of the Section 106 display right means "to show a copy of it, either directly or 12 by means of a film, slide, television image, or any other device or process...." 17 U.S.C. § 101 13 (emphasis added). An ISP cannot display a "copy" of a work that is stored on its servers because it does not store a "copy" of anything. Defendants' expert testified that MSG and Akanoc do not store 14 15 photographic images on their servers; they store lines of unintelligible computer code (e.g. 16 101110000110001). This code is not a "copy" for purposes of the Copyright Act because it is not 17 "sufficiently permanent or stable to permit it to be perceived, reproduced, or otherwise 18 communicated for a period of more than transitory duration." 17 U.S.C. § 101.

The testimony of Defendants' expert is that a web browser located on a *computer user's computer* – not the ISPs server, creates an image by using a program on the user's machine to
translate the computer code into something that can be perceived. Until that occurs, no "copy" has
been made, no display has taken place, and no violation of any section 106 rights has occurred.

In *Perfect 10, Inc.*, 487 F.3d at 716 the court found that Google did not display a "copy" of a work by providing HTML instructions (lines of text, not photographic images) that did not cause infringing images to appear. For infringing images to appear, a computer user's web browser had to interact with the HTML instructions to locate an image:

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Google does not, however, display a copy of full size infringing photographic images for purposes of the Copyright Act ... Because Google's computers do not store the photographic images, Google does not have a copy of the images for DEFENDANTS' FRCP 50(a) 5 DEFENDANTS' FRCP 50(a) 5

purposes of the Copyright Act.... Instead of communicating a copy of the image, Google provides HTML instructions that direct a user's browser to a website publisher's computer that stores the full-size photographic image. **Providing these** HTML instructions is not equivalent to showing a copy. First, the HTML instructions are lines of text, not a photographic image. Second, HTML instructions do not themselves cause infringing images to appear on the user's computer screen. The HTML merely gives the address of the image to the user's browser. The browser then interacts with the computer that stores the infringing image. It is this interaction that causes an infringing image to appear on the user's computer screen.

Id. at 717 (emphasis added).

8 Like Google's HTML instructions, the computer code on defendants' servers is not a copy of 9 anything. It is a series of zeroes and ones (e.g. 1110010101000); not photographic images. Similar 10 to Google, the computer code on Defendants' servers does not itself cause an infringing image to appear $-a \operatorname{copy} of an infringing image cannot appear without the assistance of the computer$ 12 user's web browser.

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(2) A Computer User Viewing Content On His or Her Computer Screen Is Not Liable for Copyright Infringement

Computer users in the United States who may view a picture created in China are not direct 15 16 infringers. The fair use defense shields persons who access infringing images on Internet servers 17 from liability as direct copyright infringers. Even if Vuitton had presented evidence that computer 18 users in the U.S. accessed accused websites (it did not), that would still not establish direct 19 infringement within the U.S. borders.

20 "Fair use is a privilege against a direct infringement claim [citing 17 U.S.C. § 107] and is a 21 privilege held in the first instance by the alleged direct infringer." Lewis Galoob Toys, Inc. v. 22 Nintendo of America, Inc. 780 F. Supp. 1283, 1292 (N.D. Cal. 1991). Courts consider four non-23 exclusive factors in assessing fair use: (1) the purpose and character of the use including whether the 24 use is of a commercial nature (2) the nature of the copyrighted work (3) the amount of and 25 substantiality of the portion used in relation to the copyrighted work as a whole; and (4) the effect of 26 the use upon the potential market for or value of the copyrighted work. 17 U.S.C. § 107(1)-(4).

All four of these factors support a finding of fair use in this case. No one would suggest that

28 someone viewing pictures from the Internet is infringing a copyright. 164507.2-10562-002-8/20/2009

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Factor one: purpose and character of the use: a presumption of fair use exists if the work is being used in a non-commercial manner and not to make a profit. Lewis Galoob Toys, 780 F. Supp. at 1293. The presumption of fair use applies even if only one of several potential uses is noncommercial. Sony Corp. v. Universal City Studios, Inc., 464 U.S. 417, 449, 104 S.Ct. 774, 792 4 5 (1984) ("The ... presumption [of fair use] is appropriate here, however, because ... time-shifting for private home use [one of several uses of the VCR] must be characterized as non-commercial, non-6 7 profit activity.").

The section 107(1) presumption of fair use applies in the instant case because a person 8 9 viewing an image of a Vuitton copyrighted work on the Internet is doing so for personal enjoyment, 10 not for a commercial purpose or to make a profit. Lewis Galoob, 780 F. Supp. at 1293 ("Likewise, a 11 family's use of a Game Genie for private home enjoyment must be characterized as a non-12 commercial, nonprofit activity.").

13 *Factor two: the nature of the copyrighted work:* If a work has been published by its owner, 14 that supports a finding of fair use. Id. ("Nintendo has already published millions of copies of its 15 games ... The works' published nature supports the fairness of use."); see Harper & Row Publishers 16 v. Nation Enterprises, 471 U.S. 539, 560, 105 S.Ct. 2218, 2230 (1985) ("The fact that a work is unpublished is a critical element of its 'nature'" suggesting that prepublication exploitation of the 17 18 work would be unfair.). Vuitton has, of course, published many times all of the copyrighted works 19 at issue in this case.

20 Factor three: the amount of and substantiality of the portion used in relation to the 21 copyrighted work as a whole: In Sony, because the VCR owner "had been invited to witness [the 22 television program] in its entirety free of charge, the fact that the entire work is reproduced ... does 23 not have its ordinary effect of militating against a finding of fair use." Sony, 464 U.S. at 449, 104 S.Ct. at 792. Likewise, Vuitton invites computer users to view numerous images of its copyrighted 24 25 works at authorized websites such as www.LuisVuitton.com. Because Vuitton allows computer users 26 to view the works free of charge, even if the same works are viewed at accused websites, that does 27 not militate against a finding of fair use.

Factor four: the effect of the use upon the potential market for or value of the copyrighted 164507.2-10562-002-8/20/2009 **DEFENDANTS' FRCP 50(a) MOTION RE: PLAINTIFF'S CONTRIBUTORY** COPYRIGHT INFRINGEMENT CLAIM

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work: This factor also supports a finding of fair use. To defeat fair use under this factor "requires 1 2 proof either that the particular use is harmful, or that if it should become widespread, it would 3 adversely affect the potential market for the copyrighted work." Sony, 464 U.S. at 451, 104 S.Ct. at 793. Vuitton has not met this burden. There is no evidence that allowing individuals to view copies 4 5 of Vuitton's works at websites would be harmful to Vuitton even if the practice became widespread. Despite the availability of images of Vuitton's copyrighted works at numerous websites on the 6 7 Internet, Vuitton has experienced "double digit" revenue growth from 2006 to 2009; even during a 8 recession. [See Def. Exhibit 1600]. Lewis Galoob, 780 F. Supp. at 1294 ("A fair use will frequently 9 suppress demand for a work, but as long as it does so without supplanting demand, the indirect 10 detrimental effect on the market is not the subject of copyright protection.").

Any claim Vuitton might have that it has or will suffer harm because the value or "goodwill"
associated with its works suffer when they are viewed at accused websites should be rejected:

The Copyright Act was not designed to prevent such indirect negative effects of copying. The fourth factor is aimed at the copier who attempts to usurp the demand for the original work. The copyright laws are intended to prevent copiers from taking the owner's intellectual property, and are not aimed at recompensing damages which may flow indirectly from copying.

16 Consumers Union of United States, Inc. v. General Signal Corp., 724 F.2d 1044, 1050 (2d Cir.
17 1983), cert. denied, 469 U.S. 823, 105 S.Ct. 100, 83 L.Ed.2d 45 (1984) (emphasis added; citations
18 omitted).

As demonstrated by application of the foregoing four-part test, computer users do not directly
infringe Vuitton's copyrighted works when they view images at accused websites. The Copyright
Act does not apply because the direct infringement in this case, if any, did not occur entirely within
the boundaries of the United States. It occurred and was completed in China.

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2. Element 2 - No Evidence Defendants Had Knowledge of Specific Infringing Conduct at Any Website

Vuitton failed to present evidence that any defendant was aware of specific *infringing conduct* at specific websites located on their servers. *Tiffany, Inc. v. Ebay, Inc.*, 576 F. Supp. 2d 463,
 508, 510 n.37 (S.D.N.Y. 2008) ("Under copyright law, generalized knowledge that copyright
 infringement may take place in an Internet venue is insufficient to impose contributory liability."
 DEFENDANTS' FRCP 50(a) MOTION RE: PLAINTIFF'S CONTRIBUTORY

[citing *Napster, Inc.*, 239 F.3d at 1027 ("The mere existence of the Napster system, absent actual
notice and Napster's demonstrated failure to remove the offending material, is insufficient to impose
contributory liability."); *Hendrickson v. eBay, Inc.*, 165 F. Supp. 2d 1082, 1088-90 (C.D. Cal. 2001)
(holding that generalized notice of copyright infringements was insufficient to establish knowledge
for the purpose of contributory liability)]). No evidence was presented that websites listed in
Vuitton's notice emails or other correspondence ever displayed infringing content with the specific
knowledge of any defendant. The defendants only learned after the fact.

The fact that Vuitton purchased products from an unidentified third party (who may or may not have been the website operator) and the packages indicated Chinese return addresses does not prove any defendant was aware of infringement at any website.

3. Element 3 - No Evidence Defendants Induced, Caused or Materially Contributed to Infringement at Websites

a. No Evidence of Inducement

14 Vuitton has no evidence that defendants induced direct infringement. No evidence was presented that any of the defendants took " 'active steps ... to encourage direct infringement,' " 15 16 Metro-Goldwyn-Mayer Studios Inc. v. Grokster, Ltd., 545 U.S. 913, 936, 125 S.Ct. 2764, 162 17 L.Ed.2d 781 (2005), or "actively strive[d] to provide the environment and the market for counterfeit 18 recording sales to thrive." Fonovisa, Inc. v. Cherry Auction, Inc., 76 F.3d 259, 264 (9th Cir. 1996). 19 Other courts define the inducement standard as "actively and knowingly aid[ing] and abet[ting] 20 another's direct infringement." Water Technologies Corp. v. Calco, Ltd., 850 F.2d 660, 668 (Fed. 21 See also Fromberg, Inc. v. Thornhill, 315 F.2d 407, 412-13 (5th Cir. 1963) Cir. 1988). 22 (demonstrations by sales staff of infringing uses supported inducement liability); Haworth Inc. v. 23 Herman Miller Inc., 37 U.S.P.Q.2d 1080, 1090, 1994 WL 875931 (W.D. Mich. 1994) (evidence that 24 defendant "demonstrate[d] and recommend[ed] infringing configurations" of its product supported 25 inducement liability).

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b. No Evidence of Material Contribution

No evidence was presented that defendants materially contributed to direct infringement.

Perfect 10, Inc. v. Visa Int'l Service Association, 494 F.3d 788, 798 (9th Cir. 2007). Akanoc's or 1 2 MSG's servers were not "engineered, disseminated, and promoted explicitly for the purpose of 3 facilitating piracy." Id. at 801. Their systems were not "engineered for infringement" such that the 4 "sole purpose" of their business was to "provide a forum for easy copyright infringement." Id. at 5 799 n.10 ("Perfect 10 does not contend that Defendants' payment systems were engineered for 6 infringement in this way, and we decline to radically expand Napster's cursory treatment of 7 "material contribution" to cover a credit card payment system that was not so designed."). Id. The 8 defendants' servers are content-neutral communication devices to facilitate broad Internet use.

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c. Evidence of Generalized Knowledge of Infringement Insufficient to Impose Liability

11 Vuitton presented evidence that MSG and Akanoc, like every other Internet Service Provider, 12 are generally aware that infringement can occur using their servers. But this type of general 13 knowledge is not sufficient, as a matter of law, to impose liability. Grokster, Ltd., 545 U.S. at 936-14 37 ("[J]ust as Sony did not find intentional inducement despite the knowledge of the VCR 15 manufacturer that its device could be used to infringe, mere knowledge of infringing potential or 16 of actual infringing uses would not be enough here to subject a distributor to liability. Nor 17 would ordinary acts incident to product distribution, such as offering customers technical support or 18 product updates, support liability in themselves. The inducement rule, instead, premises liability 19 on purposeful, culpable expression and conduct, and thus does nothing to compromise 20 legitimate commerce or discourage innovation having a lawful promise." (emphasis added; 21 citations omitted)).

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II. RECOVERY OF DAMAGES IS BARRED AND INJUNCTIVE RELIEF LIMITED BECAUSE ISP DEFENDANTS QUALIFY FOR SAFE HARBOR PROVISIONS OF DMCA

The evidence at trial established that on November 26, 2007 MSG's and Akanoc's Interim
Designations of Agent to Receive Notification of Claimed Infringement, were received by the U.S.
Copyright Office. At that time MSG and Akanoc became eligible to receive the protections afforded

by the DMCA.³ The protections include immunity from any copyright damage award and 1 2 limitations on injunctions.⁴ 3 Vuitton can block application of the 'safe harbor' only if it complies with section 4 512(c)(3)(A) of the DMCA (17 U.S.C. § 512(c)(3)(A)), entitled "Elements of Notification," provide 5 the following specific requirements for proper notification of possible copyright infringements to **ISPs**: 6 Elements of notification 7 8 (A) To be effective under this subsection, a notification of claimed infringement must be a written communication provided to the designated agent of a 9 service provider that includes substantially the following: 10 A physical or electronic signature of a person authorized to act on (i) behalf of the owner of an exclusive right that is allegedly infringed. 11 12 Identification of the copyrighted work claimed to have been infringed. (ii) or, if multiple copyrighted works at a single online site are covered by a single 13 notification, a representative list of such works at that site. 14 Identification of the material that is claimed to be infringing or to be (iii) 15 the subject of infringing activity and that is to be removed or access to which is to be 16 ³See 17 U.S.C. § 512(c)(2): **Designated agent.** – The limitations on liability established in this 17 subsection apply to a service provider only if the service provider has designated an agent to receive notifications of claimed infringement described in paragraph (3), by making available through its 18 service, including on its website in a location accessible to the public, and by providing to the Copyright Office, substantially the following information: 19 (A) the name, address, phone number, and electronic mail address of the agent. 20 (B) other contact information which the Register of Copyrights may deem appropriate. 21 The Register of Copyrights shall maintain a current directory of agents available to the public for inspection, including through the Internet, in both electronic and hard copy formats, and may require 22 payment of a fee by service providers to cover the costs of maintaining the directory. ⁴Viacom Int'l Inc. v. Youtube Inc., 253 F.R.D. 256 (S.D.N.Y. 2008) ("Among other defenses, 23 YouTube and Google claim the protection afforded by the Digital Millennium Copyright Act of 1998 ('DMCA') (17 U.S.C. §§ 512(c)-(d), (i)-(j)), which among other things limits the terms of 24 injunctions, and bars copyright-damage awards, against an online service provider who: (1) performs a qualified storage or search function for internet users; (2) lacks actual or imputed 25 knowledge of the infringing activity; (3) receives no financial benefit directly from such activity in a case where he has the right and ability to control it; (4) acts promptly to remove or disable access to 26 the material when his designated agent is notified that it is infringing; (5) adopts, reasonably implements and publicizes a policy of terminating repeat infringers; and (6) accommodates and does 27 not interfere with standard technical measures used by copyright owners to identify or protect copyrighted works."). 28 164507.2-10562-002-8/20/2009 **DEFENDANTS' FRCP 50(a) MOTION** 11 **RE: PLAINTIFF'S CONTRIBUTORY**

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1 2	locate the material.	fficient to permit the service provider to
2	(iv) Information reasonably su	fficient to permit the service provider to
4	available, an electronic mail address a	s an address, telephone number, and, if at which the complaining party may be
5	contacted.	
6	(v) A statement that the complaining party has a good faith belief that use of the material in the manner complained of is not authorized by the copyright owner, its agent, or the law.	
7		
8 9	(vi) A statement that the information in the notification is accurate, and under penalty of perjury, that the complaining party is authorized to act on behalf of the owner of an exclusive right that is allegedly infringed.	
10	The evidence at trial established that the same	afe harbor applies because Vuitton failed to comply
11	with the notice requirements set forth at clauses	(ii), (iii), (v) and (vi) of 17 U.S.C. § 512(c)(3)(A).
12	Other than the November 26, 2007 notice, all of	Vuitton's post-complaint notices were sent at a
13	time after MSG and Akanoc had designated an agent and Vuitton was required to comply with	
14	the notification requirements of the DMCA as a	described above. Vuitton failed to comply.
15	III. CONCLUSION	
16	As set forth above, Vuitton failed to pres	sent evidence sufficient to permit a legally correct
17	jury verdict in its favor on its contributory copy	right infringement claim. Defendants respectfully
18	request judgment be entered in their favor as a matter of law on that claim pursuant to Fed. R. Civ. P.	
	request judgment be entered in their favor as a ma	tter of law on that claim pursuant to Fed. R. Civ. P.
19		tter of law on that claim pursuant to Fed. R. Civ. P.
19 20	50(a).	tter of law on that claim pursuant to Fed. R. Civ. P. GAUNTLETT & ASSOCIATES
	50(a).	
20	50(a). Dated: August 20, 2009	GAUNTLETT & ASSOCIATES By: <u>s/James A. Lowe</u>
20 21 22 23	50(a). Dated: August 20, 2009	GAUNTLETT & ASSOCIATES
 20 21 22 23 24 	50(a). Dated: August 20, 2009	GAUNTLETT & ASSOCIATES By: <u>s/James A. Lowe</u> David A. Gauntlett James A. Lowe
 20 21 22 23 24 25 	50(a). Dated: August 20, 2009	GAUNTLETT & ASSOCIATES By: <u>s/James A. Lowe</u> David A. Gauntlett James A. Lowe Brian S. Edwards
 20 21 22 23 24 25 26 	50(a). Dated: August 20, 2009	GAUNTLETT & ASSOCIATES By: <u>s/James A. Lowe</u> David A. Gauntlett James A. Lowe Brian S. Edwards Christopher Lai Attorneys for Defendants
 20 21 22 23 24 25 	50(a). Dated: August 20, 2009	GAUNTLETT & ASSOCIATES By: <u>s/James A. Lowe</u> David A. Gauntlett James A. Lowe Brian S. Edwards Christopher Lai Attorneys for Defendants Akanoc Solutions, Inc., Managed Solutions Group, Inc.