55% OF ACTIVE MUSIC INDUSTRY LAWSUITS INVOLVE COPYRIGHT DISPUTES

WHAT'S THE REMAINING 45% ABOUT?



DIGITAL MUSIC NEWS

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ABOUT PAUL RESNIKOFF

Paul Resnikoff is the founder and publisher of Digital Music News, the music industry's premier music industry trade publication. Resnikoff's focus and expertise spans streaming platforms, artist royalties, format disruption, physical assets and the vinyl resurgence, copyright battles, startup struggles, and music financing/M&A.

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INTRODUCTION – AND A TEASER FOR DMN PRO'S UPCOMING MUSIC INDUSTRY LITIGATION TRACKER

One thing the music industry doesn't lack is litigation – or threats of litigation. But what kinds of disputes are behind the steady stream of lawsuits?

DMN Pro zeroed in on that question by analyzing data from its soon-to-be-released Music Industry Litigation Tracker. Comprehensive and filterable, the one-stop database of industry and industry-adjacent suits will feature a variety of case-specific details – from the involved parties and their counsel to assigned judges and court venues.

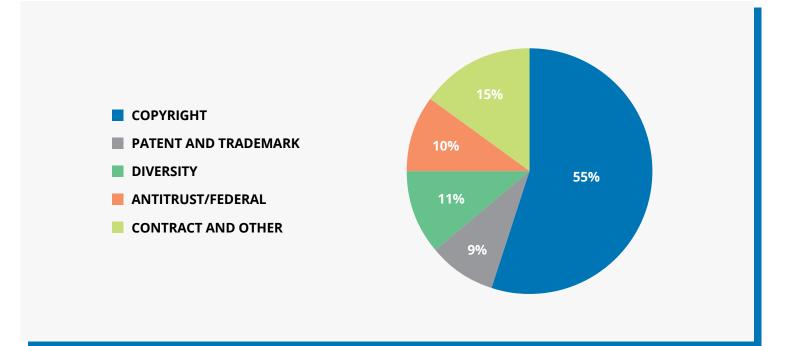
The Music Industry Litigation Tracker will help to illustrate key music sector trends and help users stay apprised of

the latest actions and follow existing complaints. In an industry that's moving faster than ever, the takeaways, like those attributable to DMN Pro's **funding** and **IP acquisition** trackers, are valuable on multiple levels.

From a legal perspective, here's a look at the industry's litigation landscape and what the future could have in store for the space.

INDUSTRY LITIGATION AT A GLANCE: A PERCENTAGE BREAKDOWN OF CASE TYPES, AUGUST 2024

ACTIVE MUSIC INDUSTRY LITIGATION BY TYPE, AUGUST 2024



The best way to begin an analysis of the industry's litigation makeup is with a percentage-breakdown overview of the issues at the heart of ongoing cases. While legal threats, cease-and-desists, mediations, and contractual discussions abound, when it comes to filed disputes, DMN is currently tracking around 140 complaints as of August 2024.

Though multiple data points jump out, the continued prevalence of infringement suits is telling given the relative lack of massive verdicts against artists and rightsholders themselves. In short, labels and publishers are still finding major success with infringement actions against ISPs and companies, but "Dark Horse" **verdicts** are now few and far between.

Furthermore, a glance at the compiled industry cases underscores the comparative infrequency of infringement complaints filed by artists as opposed to broader rightsholders. The latter group includes the major labels and the publishers that **recently sued** over a dozen NBA teams for infringement.

Additionally, while largescale licensing disputes are (mostly) in the rearview – the recent exception being Universal Music's ugly, since-resolved **disagreement** with TikTok – smaller-scale confrontations are cropping up between government-mandated royalty-collection entities and the likes of Spotify and SiriusXM.

COPYRIGHT INFRINGEMENT ACTIONS TAKE CENTER STAGE – WITH SURPRISINGLY LITTLE PRECEDENT TO SHOW FOR IT

Elaborating on those key ideas, DMN Pro's tracking makes clear just how many of today's legal battles involve infringement. That's not especially surprising at the top level. We've provided detailed updates and analyses about the complaints in our regular coverage, including exclusives <u>about</u> <u>cases</u> that would have otherwise fallen through the media cracks.

Nevertheless, the sheer scope of copyright claims is telling when laid out as a portion of all active litigation. Of the approximately 140 suits we're tracking, about 55% center on the alleged theft of copyright. Another 9.5% or so revolve around patents and trademarks, with a combined total of over 64% of litigation therefore revolving around music IP.

Noteworthy in light of the figures is the relative lack of copyright precedent and significant rulings in recent years. Though the tracked suits are ongoing and may prove important when all is said and done, as of late, copyright litigation has in some ways been defined by questionable merit and minimal overall relevance.

That refers, in part, to the substantial number of infringement actions courts have tossed (or will toss) before trial because the works in question simply don't resemble one another. Even legal battles that culminated with jury verdicts – such as the well-documented "Thinking Out Loud" and "Let's Get It On" infringement action that Ed Sheeran beat in May 2023 – didn't necessarily produce meaningful guidance. After Sheeran topped that case's appeal in September 2023, he was **targeted** by a different appeal yet over the same tracks the following month.

But we aren't entirely without infringement actions that have the potential to establish far-reaching precedent. As covered in our **rundown of noteworthy suits**, the RIAA's complaints against generative AI platforms Suno and Udio have arrived amid increasingly heated debates about the materials on which artificial intelligence is trained and whether the process constitutes fair use.

And a **sweeping suit** filed by reggae rightsholders against an array of defendants could break new ground on precisely which musical elements are protectable under stateside copyright law.

TROUBLE BENEATH THE SURFACE: THE INFLUX OF ROYALTY-COLLECTION LAWSUITS AGAINST MUSIC SERVICES

As noted, DMN's database drives home the surprising number of royaltyrelated actions in an industry that, with the exception of Universal Music's brief TikTok withdrawal, has largely avoided disputes with leading platforms in recent years. Exiting YouTube today would have a dramatically different impact on labels and artists than it did in the past.

With that said, the sphere is hardly free of friction and little-discussed legal actions. Most conspicuously, this includes the Mechanical Licensing Collective's **lawsuit** against Spotify over its bundling reclassifications. But the MLC is also **suing** Pandora, while SoundExchange is litigating against **SiriusXM** and **AccuRadio**, to name some.

In other words, rights- and usage-related disagreements aren't nonexistent in the contemporary music landscape. However, in another interesting shift, actions spearheaded by government-appointed royalty collectors have mainly replaced those launched against established platforms by industry companies themselves. Excepting the National Music Publishers' Association's X **infringement action**, Epidemic Sound's copyright complaint against Meta, and rumblings of a Universal Music v. TikTok suit that never materialized, litigation and public battles against potentially lucrative partners like Roblox, Peloton, and **Twitch** are relatively rare today.

The reality attests to both the potentially sizable rightsholder paydays available under licensing pacts and the evident upside of offering music to customers (and avoiding legal showdowns) for companies operating beyond the core industry.

MUSIC-SPACE LAWSUITS MOVING Forward: What to expect in the Remainder of 2024 and beyond

As seasoned observers are well aware, there's no telling which industry legal battles will erupt or how the cases will play out. At the top of 2024, few (if any) were anticipating the MLC's suit against Spotify. (On the other hand, the <u>subscription reclassifications</u> that spurred the action seemingly came as a surprise to the publishing sector.) But we aren't without indications of where things are trending.

First, it can be stated with confidence that big-name companies and brands are on notice when it comes to infringement claims. For example, Sony Music is litigating against both **OFRA Cosmetics** and **Marriott International** over the alleged unauthorized use of music in social media promo videos. For several reasons (chief among them the case type's success rate), similar complaints are presumably forthcoming from throughout the industry.

Next, Al-focused actions could make genuine progress in the new year. Though some early training-related cases are likewise ongoing, newer RIAA-powered suits against **Suno and Udio** (as well as one pitting music publishers **against Anthropic**) appear positioned to bring clarity to urgent and heretofore unexplored questions. In the music world, the most important of those questions involves whether training AI models on protected content is legal under U.S. copyright law.

Lastly, we could witness trials in noteworthy, long-running cases next year – like Epidemic Sound's copyright action against Meta. Filed back in July 2022, the suit is heating up, with Meta now facing an order to reveal the terms of its licensing deals with the major labels.



APPENDIX: A GRAB BAG OF COPYRIGHT, TRADEMARK, AND PATENT LAWSUITS ROILING THE MUSIC INDUSTRY

Please note: the following is a substantial rundown of active music industry cases focused on copyright, trademark, and patent infringement, but is not fully exhaustive and does not include terminated cases. Additionally, it does not include the very substantial list of cases involving other dispute categories.

| Lawsuit | Case Number | Court | Assigned Judge | Date Filed | Nature of Suit |
|--|---------------|------------------------------------|-----------------------------|----------------------|----------------|
| Alter v. OpenAl Inc. | 1:23-cv-10211 | District Court, S.D. New York | Sidney H. Stein | November 21, 2023 | Copyright |
| Andy Stone v. Mariah Carey | 2:23-cv-09216 | District Court, C.D. California | Percy Anderson | November 1, 2023 | Copyright |
| Artist Publishing Group, LLC v. New Orleans Pelicans NBA, LLC | 1:24-cv-05459 | District Court, S.D. New York | Victor Marrero | July 18, 2024 | Copyright |
| Artist Publishing Group, LLC v. New York Knicks, LLC | 1:24-cv-05460 | District Court, S.D. New York | Lewis Jeffrey Liman | July 18, 2024 | Copyright |
| Artist Publishing Group, LLC v. Orlando Magic, Ltd. | 1:24-cv-05461 | District Court, S.D. New York | Jed Saul Rakoff | July 18, 2024 | Copyright |
| Artist Publishing Group, LLC v. Philadelphia 76ers, L.P. | 1:24-cv-05462 | District Court, S.D. New York | Gregory Howard Woods III | July 18, 2024 | Copyright |
| Artist Publishing Group, LLC v. Sacramento Kings Limited Partnership | 1:24-cv-05465 | District Court, S.D. New York | Gregory Howard Woods III | July 18, 2024 | Copyright |



| Lawsuit | Case Number | Court | Assigned Judge | Date Filed | Nature of Suit |
|--|---------------|------------------------------------|---------------------------------|-----------------------|----------------|
| Artist Publishing Group, LLC v. San Antonio Spurs, L.L.C. | 1:24-cv-05466 | District Court, S.D. New York | Jennifer H. Rearden | July 18, 2024 | Copyright |
| Artist Publishing Group, LLC v. Suns Legacy Partners, L.L.C. | 1:24-cv-05463 | District Court, S.D. New York | Jennifer L. Rochon | July 18, 2024 | Copyright |
| Artist Publishing Group, LLC v. The Denver Nuggets Limited Partnership | 1:24-cv-05455 | District Court, S.D. New York | James Paul Oetken | July 18, 2024 | Copyright |
| Artist Publishing Group, LLC v. Trail Blazers, Inc. | 1:24-cv-05464 | District Court, S.D. New York | John George Koeltl | July 18, 2024 | Copyright |
| Authors Guild v. OpenAl Inc. | 1:23-cv-08292 | District Court, S.D. New York | Sidney H. Stein | September 19, 2023 | Copyright |
| Avie v. Carter | 2:24-cv-01334 | District Court, E.D. Louisiana | Jane Margaret Triche Milazzo | May 22, 2024 | Copyright |
| Blue Spike LLC v. Universal Music Group Inc. | 2:22-cv-06331 | District Court, C.D. California | George H. Wu | September 6, 2022 | Patent |
| Blue Spike LLC v. Warner Music Group Corp. | 1:22-cv-07600 | District Court, S.D. New York | Jesse Matthew Furman | September 6, 2022 | Patent |
| BMG Rights Management (US) LLC v. Altice USA, Inc. | 2:22-cv-00471 | District Court, E.D. Texas | James Rodney Gilstrap | December 14, 2022 | Copyright |
| Bosko Kante v. Dua Lipa | 2:23-cv-06186 | District Court, C.D. California | Hernan D. Vera | July 31, 2023 | Copyright |
| Bruce Sudano v. Kanye Omari West | 2:24-cv-01586 | District Court, C.D. California | Andre Birotte Jr. | February 27, 2024 | Copyright |
| Chamberlain v. Dolo Entertainment, Inc. | 1:24-cv-00349 | District Court, E.D. New York | Allyne R. Ross | January 17, 2024 | Copyright |

| Lawsuit | Case Number | Court | Assigned Judge | Date Filed | Nature of Suit |
|---|--------------------------|------------------------------------|-------------------------------|-----------------------|----------------|
| Cleveland Constantine Browne v. Rodney Sebastian Clark Donalds | 2:21-cv-02840- AB-AFM | District Court, C.D. California | André Birotte | April 21, 2023 | Copyright |
| Combs v. GBG Sean John LLC | 1:21-cv-00996 | District Court, S.D. New York | Lewis Jeffrey Liman | February 4, 2021 | Trademark |
| Concord Music Group, Inc. v. Anthropic PBC | 3:23-cv-01092 | District Court, M.D. Tennessee | Waverly David Crenshaw Jr. | October 18, 2023 | Copyright |
| Concord Music Group, Inc. v. X Corp | 3:23-cv-00606 | District Court, M.D. Tennessee | Aleta Arthur Trauger | June 14, 2023 | Copyright |
| Darko v. Graham | 1:23-cv-03232 | District Court, S.D. New York | Jesse Matthew Furman | April 18, 2023 | Copyright |
| Eight Mile Style, LLC v. Spotify USA Inc. | 3:19-cv-00736 | District Court, M.D. Tennessee | Aleta Arthur Trauger | August 21, 2019 | Copyright |
| Epidemic Sound, AB v. Meta Platforms, Inc. | 3:22-cv-04223 | District Court, N.D. California | Jacquelyn Scott Corley | July 20, 2022 | Copyright |
| Fernandez v. Jagger | 2:23-cv-00891 | District Court, E.D. Louisiana | Eldon E. Fallon | March 10, 2023 | Copyright |
| Formal Entertainment LLC v. Zain Javadd Malik | 2:23-cv-07888 | District Court, C.D. California | Consuelo Bland Marshall | September 20, 2023 | Copyright |
| Gaynor v. Diamond | 1:24-cv-05690 | District Court, S.D. New York | Katherine Polk Failla | July 26, 2024 | Copyright |
| Getty Images (US), Inc. v. Stability Al, Inc. | 1:23-cv-00135 | District Court, D. Delaware | Jennifer L. Hall | February 3, 2023 | Patent |
| Global Music Rights, LLC v. Vermont Broadcast Associates, Inc. | 2:24-cv-00066 | District Court, D. Vermont | Christina Clair Reiss | January 18, 2024 | Copyright |

| Lawsuit | Case Number | Court | Assigned Judge | Date Filed | Nature of Suit |
|---|---------------|------------------------------------|------------------------------|-----------------------|----------------|
| Google LLC v. Sonos, Inc. | 5:22-cv-04553 | District Court, N.D. California | Jon Steven Tigar | August 8, 2022 | Patent |
| Google LLC v. Sonos, Inc. | 3:20-cv-06754 | District Court, N.D. California | William Haskell Alsup | September 28, 2020 | Patent |
| Greene v. Warner Music Group Corp | 1:23-cv-01555 | District Court, S.D. New York | Katherine Polk Failla | February 22, 2023 | Copyright |
| Hernandez v. Stingray Digital Group Inc. | 1:24-cv-21226 | District Court, S.D. Florida | Rodolfo Armando Ruiz II | April 2, 2024 | Patent |
| Hines v. EMI April Music Inc. | 1:20-cv-03535 | District Court, S.D. New York | James Paul Oetken | May 6, 2020 | Copyright |
| lceberg Records AS v. William Adams | 2:24-cv-01893 | District Court, C.D. California | Stanley Blumenfeld Jr. | March 8, 2024 | Copyright |
| Johansen v. Sony Music Entertainment Inc. | 1:19-cv-01094 | District Court, S.D. New York | Edgardo Ramos | February 5, 2019 | Copyright |
| Johnston v. Kroeger | 1:20-cv-00497 | District Court, W.D. Texas | Robert Lee Pitman | May 8, 2020 | Copyright |
| JR Apparel World LLC V. Away From Home Touring, Inc. | 2:24-cv-04128 | District Court, E.D. New York | Diane Gujarati | June 11, 2024 | Trademark |
| Kadrey v. Meta Platforms, Inc. | 3:23-cv-03417 | District Court, N.D. California | Vince Girdhari Chhabria | July 7, 2023 | Copyright |
| Larball Publishing Company, Inc. v. Lipa | 1:22-cv-01872 | District Court, S.D. New York | Katherine Polk Failla | March 4, 2022 | Copyright |
| Martyn Atkins v. WMG Productions LLC | 2:24-cv-05158 | District Court, C.D. California | Fernando Manzano Olguin | June 18, 2024 | Copyright |
| Matthew Spatola v. Jason Desrouleaux | 2:23-cv-06191 | District Court, C.D. California | Michael Walter Fitzgerald | July 31, 2023 | Copyright |

| Lawsuit | Case Number | Court | Assigned Judge | Date Filed | Nature of Suit |
|--|---------------|------------------------------------|--------------------------|----------------------|----------------|
| Mechanical Licensing Collective v. Pandora Media, LLC | 3:24-cv-00168 | District Court, M.D. Tennessee | Eli Jeremy Richardson | February 12, 2024 | Copyright |
| Mechanical Licensing Collective v. Spotify USA Inc. | 1:24-cv-03809 | District Court, S.D. New York | Analisa Nadine Torres | May 16, 2024 | Copyright |
| Norman v. Webster | 2:24-cv-00240 | District Court, E.D. Louisiana | Brandon S. Long | January 25, 2024 | Copyright |
| Paynes v. Woods | 2:23-cv-01308 | District Court, E.D. Louisiana | Greg Gerard Guidry | April 19, 2023 | Copyright |
| Peabody & Company LLC v. Roderick Wayne | 1:22-cv-10316 | District Court, S.D. New York | Analisa Nadine Torres | December 6, 2022 | Copyright |
| Phase One Network, Inc. v. Ye | 1:22-cv-09511 | District Court, S.D. New York | John Peter Cronan | November 7, 2022 | Copyright |
| Pierre Orpheus Dejournette v. Universal Music Group, Inc. | 2:23-cv-08739 | District Court, C.D. California | Christina A. Snyder | October 17, 2023 | Copyright |
| Pocket Socks, Inc. v. Louis Vuitton Malletier | 3:24-cv-01076 | District Court, S.D. California | _ | June 20, 2024 | Trademark |
| Richardson v. Kharbouch | 1:19-cv-02321 | District Court, N.D. Illinois | Matthew F. Kennelly | April 5, 2019 | Copyright |
| Rodney Oliver v. Bryson Lashun Potts | 2:23-cv-08323 | District Court, C.D. California | John Arnold Kronstadt | October 3, 2023 | Copyright |
| Satisfaction Fulfilled Ltd. v. Sony Music Publishing LLC | 1:23-cv-03390 | District Court, S.D. New York | Paul Austin Crotty | April 21, 2023 | Copyright |
| Screen Media Ventures LLC v. RCN Telecom Services, LLC | 3:23-cv-23356 | District Court, D. New Jersey | Michael Andre Shipp | December 27, 2023 | Copyright |



| Lawsuit | Case Number | Court | Assigned Judge | Date Filed | Nature of Suit |
|--|---------------|--|----------------------------|----------------------|----------------|
| Sebastien Julien Alfred Graux v. Universal Music Group Inc. | 2:24-cv-04887 | District Court, C.D. California | John Arnold Kronstadt | June 10, 2024 | Copyright |
| Silverman v. OpenAl, Inc. | 3:23-cv-03416 | District Court, N.D. California | Kandis A. Westmore | July 7, 2023 | Copyright |
| Smith v. Cartagena | 1:23-cv-01133 | District Court, D. Maryland | Stephanie A. Gallagher | April 27, 2023 | Copyright |
| Sony Music Entertainment v. Anthem Films LLC | 2:24-cv-01250 | District Court, C.D. California | Christina A. Snyder | February 14, 2024 | Copyright |
| Sony Music Entertainment v. Marriott International, Inc. | 1:24-cv-00598 | District Court, D. Delaware | Richard Gibson Andrews | May 17, 2024 | Copyright |
| Sony Music Entertainment v. OFRA Cosmetics, LLC | 0:23-cv-62073 | District Court, S.D. Florida | William P. Dimitrouleas | October 31, 2023 | Copyright |
| Sound and Color, LLC v. Samuel Smith | 2:22-cv-01508 | District Court, C.D. California | Andre Birotte Jr. | March 4, 2022 | Copyright |
| SoundExchange, Inc. v. Music Choice | 1:19-cv-00999 | District Court, District of Columbia | Reggie B. Walton | April 10, 2019 | Copyright |
| SoundExchange, Inc. v. Sirius XM Radio Inc. | 1:24-cv-05491 | District Court, S.D. New York | Naomi Reice Buchwald | July 19, 2024 | Copyright |
| SoundExchange, Inc. v. Sirius XM Radio Inc. | 1:23-cv-01083 | District Court, E.D. Virginia | Patricia Tolliver Giles | August 16, 2023 | Copyright |
| Structured Asset Sales, LLC v. Sheeran | 1:20-cv-04329 | District Court, S.D. New York | Ronnie Abrams | June 8, 2020 | Copyright |
| The New York Times Company v. Microsoft Corporation | 1:23-cv-11195 | District Court, S.D. New York | Sidney H. Stein | December 27, 2023 | Copyright |

| Lawsuit | Case Number | Court | Assigned Judge | Date Filed | Nature of Suit |
|---|---------------|------------------------------------|----------------------------|----------------------|----------------|
| Thomas v. Pizarro | 1:23-cv-10159 | District Court, S.D. New York | Lewis A. Kaplan | May 18, 2023 | Copyright |
| TufAmerica, Inc. v. Universal Music Publishing, Inc. | 1:24-cv-02585 | District Court, S.D. New York | Dale E. Ho | April 4, 2024 | Copyright |
| Ultra Records, LLC v. Ultra International Music Publishing, LLC | 1:22-cv-09667 | District Court, S.D. New York | Edgardo Ramos | November 11, 2022 | Trademark |
| UMG Recordings, Inc. v Suno, Inc. | 1:24-cv-11611 | District Court, Massachusetts | _ | June 24, 2024 | Copyright |
| UMG Recordings, Inc. v Uncharted Labs, Inc. | 1:24-cv-04777 | District Court, S.D. New York | _ | June 24, 2024 | Copyright |
| UMG Recordings, Inc. v. Internet Archive | 3:23-cv-06522 | District Court, N.D. California | Maxine M. Chesney | December 19, 2023 | Copyright |
| UMG Recordings, Inc. v. Verizon Communications Inc. | 1:24-cv-05285 | District Court, S.D. New York | Victor Marrero | July 12, 2024 | Copyright |
| UMG Recordings, Inc. v. Vital Pharmaceuticals, Inc. | 0:21-cv-60914 | District Court, S.D. Florida | William P. Dimitrouleas | April 28, 2021 | Copyright |
| UMG Recordings, Inc. v. RCN Telecom Services, LLC | 3:19-cv-17272 | District Court, D. New Jersey | Michael Andre Shipp | August 27, 2019 | Copyright |
| Voxer, Inc. v. Meta Platforms, Inc. | 1:20-cv-00655 | District Court, W.D. Texas | Earl Leroy Yeakel III | January 7, 2020 | Patent |
| Warner Records, Inc. v. Altice USA, Inc. | 2:23-cv-00576 | District Court, E.D. Texas | James Rodney Gilstrap | December 7, 2023 | Copyright |
| Yellow Rose Productions, Inc. v. Pandora Media, LLC | 2:22-cv-00809 | District Court, C.D. California | Mark Christopher Scarsi | February 7, 2022 | Copyright |

| Lawsuit | Case Number | Court | Assigned Judge | Date Filed | Nature of Suit |
|---|---------------|------------------------------------|--------------------------|--------------|----------------|
| YellowCake, Inc. v. DashGo, Inc. | 1:21-cv-00803 | District Court, E.D. California | Dale Alan Drozd | May 17, 2021 | Copyright |
| Zync Music Group, LLC v. Round Hill Music Royalty Fund II LP | 1:24-cv-03664 | District Court, S.D. New York | Analisa Nadine Torres | May 13, 2024 | Trademark |

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