1 2 3 4 5	GIBSON, DUNN & CRUTCHER LLP Wayne Barsky, SBN 116732 wbarsky@gibsondunn.com Katie Townsend, SBN 254321 ktownsend@gibsondunn.com 2029 Century Park East Los Angeles, California 90067-3026 Telephone: (310) 552-8500 Facsimile: (310) 551-8741	
6 7	Attorneys for Defendant, LiveJournal, Inc	
8	UNITED STATES DISTRICT COURT	
10 11	CENTRAL DISTRICT OF CALIFORNIA SOUTHERN DIVISION	
12 13	MAVRIX PHOTOGRAPHS LLC,	CASE NO. 13-CV-00517-CJC (JPR)
14 15 16	Plaintiff, v. LIVEJOURNAL, INC.; and DOES 1 through 10, inclusive,	ANSWER AND AFFIRMATIVE DEFENSES OF DEFENDANT LIVEJOURNAL INC. TO PLAINTIFF'S FIRST AMENDED COMPLAINT
17	Defendants.	DEMAND FOR JURY TRIAL
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answers the First Amended Complaint ("Complaint") of Plaintiff Mavrix Photographs

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LLC ("Mavrix" or Plaintiff") and asserts defenses as follows:

JURISDICTION AND VENUE

Defendant LiveJournal Inc. ("LiveJournal), by and through its attorneys, hereby

Answering paragraph 1 of the Complaint, this paragraph contains 1. conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal admits that Plaintiff purports to bring this civil action against LiveJournal under the Copyright Act, 17 U.S.C. §§ 101, et seq. as a claim for copyright infringement. Live Journal admits that this Court has subject matter jurisdiction over that claim. Except as expressly admitted herein, LiveJournal denies the allegations of paragraph 1 of the Complaint.

Answering paragraph 2 of the Complaint, this paragraph contains 2. conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal admits only that this Court has personal jurisdiction over LiveJournal for purposes of this action and that venue is proper in this District. Except as expressly admitted herein, LiveJournal denies the allegations of paragraph 2 of the Complaint.

PARTIES

- LiveJournal is without knowledge or information sufficient to form a 3. belief as to the truth of the allegations set forth in paragraph 3 of the Complaint and, on that basis, denies the allegations of paragraph 3 of the Complaint.
- 4. Answering paragraph 4 of the Complaint, LiveJournal admits that it is incorporated under the laws of California and that its principal place of business is in San Francisco, California.
- 5. Answering paragraph 5 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, Live Journal denies the allegations contained in paragraph 5 of the Complaint.

ALLEGATIONS COMMON TO ALL COUNTS

- 6. LiveJournal is without knowledge or information sufficient to form a belief as to the truth of the allegations set forth in paragraph 6 of the Complaint and, on that basis, denies the allegations of paragraph 6 of the Complaint.
- 7. Answering paragraph 7 of the Complaint, LiveJournal admits that it owns LiveJournal, a web-based social media platform (www.livejournal.com), and that *Oh No They Didn't!* (http://ohnotheydidnt.livejournal.com) is a LiveJournal community. LiveJournal admits that *Oh No They Didn't!* is also known as ONTD and that ONTD is a federally-registered trademark of LiveJournal. Except as expressly admitted herein, LiveJournal denies the allegations of paragraph 7 of the Complaint.
- 8. Answering paragraph 8 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal admits that it receives advertising revenue from *Oh No They Didn't!*. LiveJournal is without knowledge or information sufficient to admit or deny the allegations concerning whether CubeStat made the statements attributed to it in paragraph 8 of the Complaint. LiveJournal is without sufficient knowledge or information to admit or deny the allegation concerning how content websites, in general, "may effectively monetize the content on their websites." Except as expressly admitted herein, LiveJournal denies the allegations of paragraph 8 of the Complaint.
- 9. Answering paragraph 9 of the Complaint, LiveJournal admits that Brenden Delzer is a full-time employee of LiveJournal, and that Mr. Delzer works out of LiveJournal's San Francisco office. LiveJournal admits that Mr. Delzer is identified as a member of the LiveJournal "team" on www.livejournalinc.com. Except as expressly admitted herein, LiveJournal denies the allegations of paragraph 9 of the Complaint.
- 10. Answering paragraph 10 of the Complaint, LiveJournal admits that http://ohnotheydidnt.livejournal.com has a section entitled "The Rules" that states,

- among other things, that members will be banned from the *Oh No They Didn't!* community for "racism and other forms of discrimination," that posts with hotlinks will be rejected, and that "spam . . . will get you banned" from the *Oh No They Didn't!* community. LiveJournal admits that "The Rules" section of
- http://ohnotheydidnt.livejournal.com lists among other "unnecessary things," the following statement: "Mods, please delete if it's already been posted.' Believe us, we will." Except as expressly admitted herein, LiveJournal denies the allegations of paragraph 10 of the Complaint.
- 11. Answering paragraph 11 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal admits that "The Rules" section of http://ohnotheydidnt.livejournal.com states, among other things: "Don't be lazy with your posts. Include the article and picture(s) in your post... do not simply refer us off to another site for the goods." Except as expressly admitted herein, LiveJournal denies the allegations of paragraph 11 of the Complaint.
- 12. Answering paragraph 12 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal denies the allegations of paragraph 12 of the Complaint.
- 13. Answering paragraph 13 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal denies the allegations of paragraph 13 of the Complaint.
- 14. LiveJournal is without knowledge or information sufficient to form a belief as to the truth of the allegations set forth in paragraph 14 of the Complaint and, on that basis, denies the allegations of paragraph 14 of the Complaint.
- 15. Answering paragraph 15 of the Complaint, LiveJournal incorporates by reference its responses contained in Paragraphs 1 through 14 of its Answer.

- 16. Answering paragraph 16 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal is without knowledge or information sufficient to form a belief as to the truth of the allegations set forth in paragraph 16 of the Complaint and, on that basis, denies the allegations of paragraph 16 of the Complaint.
- 17. Answering paragraph 17 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal is without knowledge or information sufficient to form a belief as to the truth of the allegations set forth in paragraph 17 of the Complaint and, on that basis, denies the allegations of paragraph 17 of the Complaint.
- 18. Answering paragraph 18 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal denies the allegations of paragraph 18 of the Complaint.
- 19. Answering paragraph 19 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal denies the allegations of paragraph 19 of the Complaint.
- 20. Answering paragraph 20 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal denies the allegations of paragraph 20 of the Complaint.
- 21. Answering paragraph 21 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal denies the allegations of paragraph 21 of the Complaint.

- 22. Answering paragraph 22 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal denies the allegations of paragraph 22 of the Complaint.
- 23. Answering paragraph 23 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal denies the allegations of paragraph 23 of the Complaint.
- 24. Answering paragraph 24 of the Complaint, this paragraph contains conclusions of law and not averments of fact for which a response is required. To the extent a response is required, LiveJournal denies the allegations of paragraph 24 of the Complaint.
- 25. Answering Plaintiff's Prayer for Relief, Live Journal denies that Plaintiff is entitled to any relief sought in paragraphs 1 through 5 of the Prayer for Relief.

<u>AFFIRMATIVE DEFENSES</u>

LiveJournal asserts the following affirmative defenses to the Complaint.

Assertion of such a defense is not a concession that LiveJournal has the burden of proving the matter asserted.

Facts Common to LiveJournal's Defenses

- 26. Defendant LiveJournal, Inc. provides an internet service, LiveJournal, a web-based social media platform (www.livejournal.com) that allows registered users to create and contribute to online "journals," where they can post written entries, messages, data, information, music, photography, video, and other content.
- 27. LiveJournal fosters personal expression, communication, and social interaction among its users by, *inter alia*, allowing them to create and participate in "communities"—group journals organized around a common interest or subject, where multiple users can post comments or entries. LiveJournal currently hosts over 64.5 million journals and communities.

- 28. Oh No They Didn't! is a LiveJournal community—organized around a shared interest in pop culture and celebrity news—where members can post and comment on written entries, videos, photographs, and other content. Like other content found on LiveJournal, the content of Oh No They Didn't! is posted by LiveJournal users. The Oh No They Didn't! community has almost 100,000 members with the ability to post entries and other content.
- 29. There is a wide range of content posted on the Live Journal service and on *Oh No They Didn't!*, including user-created original works and social and political commentary. The vast majority of the content uploaded to Live Journal and to *Oh No They Didn't!* has never been the subject of a claim of copyright infringement.
- 30. LiveJournal respects the intellectual property rights of third parties. LiveJournal expressly advises its users that by posting content to LiveJournal they are acknowledging and agreeing that they have all rights necessary to post such content, and for LiveJournal to serve such content, without violation of any intellectual property rights of third parties.
- 31. In compliance with the "Safe Harbor" provisions of 17 U.S.C. § 512, LiveJournal has implemented a variety of policies and procedures to help copyright owners safeguard their intellectual property rights. LiveJournal responds expeditiously to notifications to take down content that copyright owners claim is infringing in accordance with the applicable provisions of the Digital Millennium Copyright Act ("DMCA"). LiveJournal has a registered DMCA agent and provides a number of conspicuous links to the agent so that allegedly infringing material can be reported. LiveJournal also has a policy of terminating the accounts of repeat copyright infringers.

First Affirmative Defense

32. Plaintiff's action is barred because the Complaint does not state a claim on which relief could be granted.

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Second Affirmative Defense

- Plaintiff's action is barred by the "Safe Harbor" provisions of 17 U.S.C. 33. § 512.
- 34. LiveJournal qualifies for the DMCA "Safe Harbor" which limits liability for "infringement of copyright by reason of the storage at the direction of a user of material that resides on a system or network controlled or operated by or for the service provider." 17 U.S.C. § 512(c)(1). Live Journal is a "service provider" within the meaning of the DMCA and stores content, including photographs, at the direction of its users. LiveJournal maintains a notice and take-down policy which complies in all respects with the obligations imposed by the DMCA.
- 35. Under 17 U.S.C. § 512(c), a service provider is immune from liability for copyright infringement allegedly committed by its users where it meets the following three requirements:
 - (1) the service provider (i) does not have actual knowledge that the material or an activity using the material on the system or network is infringing; (ii) in the absence of such actual knowledge, is not aware of facts or circumstances from which infringing activity is apparent; or upon obtaining such knowledge or awareness acts expeditiously to remove, or disable access to, the material;
 - (2) does not receive a financial benefit directly attributable to the infringing activity, in a case in which the service provider has the right and ability to control such activity; and
 - (3) upon notification of claimed infringement, responds expeditiously to remove, or disable access to, the material that is claimed to be infringing or to be the subject of infringing activity.
- LiveJournal meets each of these requirements.

Third Affirmative Defense 1 Plaintiff's action is barred, in whole or in part, by Plaintiff's failure to 2 36. comply with the requirements of the DMCA, 17 U.S.C. § 512, including by failing to 3 provide LiveJournal with a DMCA-compliant notification of any claimed 4 infringement. 5 6 **Fourth Affirmative Defense** Plaintiff's action is barred by the fair use doctrine. 7 37. 8 **Fifth Affirmative Defense** 9 Plaintiff is not entitled to any injunctive relief because any alleged injury 38. to Plaintiff is not immediate or irreparable, Plaintiff has an adequate remedy at law for 10 any alleged injury, and such relief would be contrary to compelling public interests. 11 **Sixth Affirmative Defense** 12 39. Plaintiff has failed to mitigate its damages, if any. 13 **Seventh Affirmative Defense** 14 Plaintiff's prayer for statutory damages, if any, is limited on the ground 15 40. cannot allege or prove facts sufficient to show that the alleged infringement by 16 LiveJournal was willful. 17 18 **Eighth Affirmative Defense** Plaintiff's action is barred by the doctrine of laches. 19 41. **Ninth Affirmative Defense** 20 21 42. Plaintiff's action is barred, in whole or in part, in light of Plaintiff's misuse of the alleged copyrights at issue in a manner violative of the public policy 22 embodied in the grant of copyright. 23 24 **Tenth Affirmative Defense** Plaintiff's action is barred, in whole or in part, by the doctrine of unclean 43. 25 26 hands. 27 28

Eleventh Affirmative Defense 1 44. Plaintiff's action is barred, in whole or in part, because Plaintiff has 2 expressly or impliedly waived, abandoned, forfeited, and/or surrendered by operation 3 of law the allegedly infringed rights previously held under the Copyright Act with 4 respect to the photographs at issue. 5 6 **Twelfth Affirmative Defense** Plaintiff's action is barred, in whole or in part, by Plaintiff's assignment 45. 7 of the allegedly infringed rights under the Copyright Act with respect to the 8 9 photographs at issue and/or by an express or implied license. 10 LiveJournal presently has insufficient knowledge or information as to whether it may have additional, yet unasserted, affirmative defenses. LiveJournal therefore 11 reserves the right to assert additional affirmative defenses in the event discovery or 12 13 further proceedings indicate such additional defense would be appropriate. **PRAYER FOR RELIEF** 14 WHEREFORE, LiveJournal prays as follows: 15 That the Complaint be dismissed in its entirety with prejudice and that a 16 A. Judgment be entered for LiveJournal; 17 That Plaintiff take nothing by reason of its Complaint; 18 B. C. That LiveJournal be awarded its costs and attorneys' fees incurred herein; 19 And for such other relief as the Court deems proper. D. 20 21 **DEMAND FOR A JURY TRIAL** LiveJournal demands a jury trial on all issues that may be tried by a jury. 22 DATED: September 6, 2013 23 GIBSON, DUNN & CRUTCHER LLP 24 25 By: /s/ 26 Katie Townsend 27 Attorneys for Defendant, 28 LiveJournal, Inc. 9