

# Deep-dive into artificial intelligence and data ecosystems - ownership, data use and legal insights

doto. europo academy 19 January 2024

10.00 — 11.30 CET

# Rules of the game



The webinar will be recorded



For questions, please use the ClickMeeting chat.



Please reserve 3 min after the webinar to help us improve by filling in our feedback form



### Introduction



Hans Graux Lawyer IP, IT and data protection law, Partner at Timelex



Eleonora Rosati Professor of Intellectual Property Law at Stockholm University and Of Counsel at Bird & Bird



Liesa Boghaert Lawyer IP, IT and data protection law at Timelex





10.00 - 10.10	Opening and introduction – Hans Graux
10.10 - 10.40	Open data and AI: an intellectual property perspective- Liesa Boghaert
10.40 - 11.10	Copyright and the training of generative AI: An EU and comparative perspective – <i>Eleonora Rosati</i>
11.10 - 11.25	Q&A session
11.25 – 11.30	Closing statements



# Open data and AI: an intellectual property perspective

Liesa Boghaert







# DEEP-DIVE INTO AI AND DATA ECOSYSTEMS: OWNERSHIP, DATA USE AND LEGAL INSIGHTS

19 January 2024

Liesa Boghaert



#### OPEN DATA AND AI: AN INTELLECTUAL PROPERTY PERSPECTIVE

- Open data and AI: many questions
- Several IP rights may come into play
- Patents
  - Data base rights
  - Trademarks
  - Copyright
  - Neighbouring rights
  - (Trade secrets)

#### WHAT IS AI?

- AI : "systems that display intelligent behaviour by analysing their environment an taking actions – with some degree of autonomy – to achieve specific goals".
  - Purely software based or embedded in hardware devices

#### **STRUCTURE**

- Generative AI and copyright: two questions
  - 1. Can AI be an author? (output)
  - 2. Can AI be an infringer? (input and output)
- Al and transparency
- Liability for Al output

AIVA The Artificial Intelligence composing emotional soundtrack music

#### WATCH - Sunspring, A Film Written Entirely By An AI



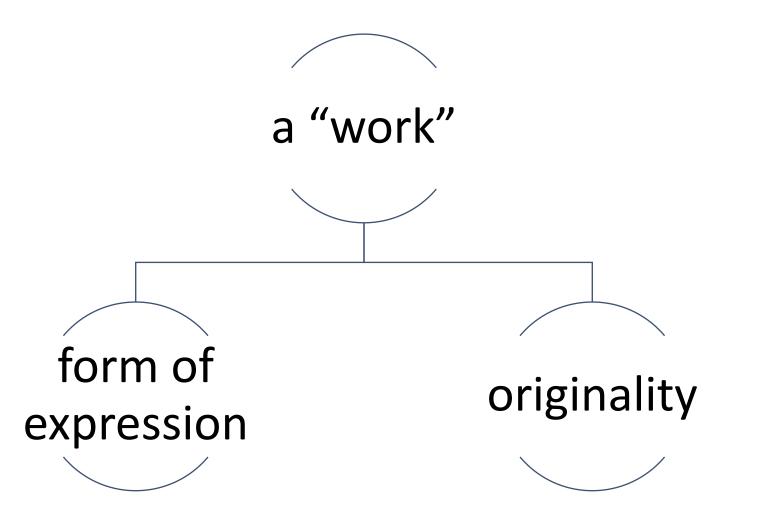


# 'New Rembrandt' to be unveiled in Amsterdam

Portrait is not a lost work by Dutch master but a 3D printed painting made by software that distilled the features of a Rembrandt

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#### **AUTHORSHIP OF AI OUPUT**



#### **AUTHORSHIP OF AI OUTPUT**



- Author's own intellectual creation reflecting the personality of the author
  - Author should have been able to express creative abilities in the production of the work by making free and creative choices
- Stamp the work created with his "personal touch"





originality



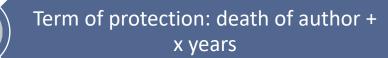
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#### **AUTHORSHIP OF AI OUTPUT**

Authorship requires a physical person









Protection of author in copyright contract law/resale right artworks



Copyright exceptions if author is acknowledged / equitably remunerated



Moral rights



IP rights: fundamental human rights

#### **AUTHORSHIP OF AI OUTPUT**

#### • The Al output spectrum

#### **AI-assisted ouput**

→ AI as a "tool" to assist human creativity
→ "executor lacking creative capabilities"
→ Human intervention





GitHub Copilot

DeepL

#### "The next Rembrandt"

#### Al-generated ouput

 → AI that independently generates a "creative" work, which cannot be distinguished by experts from a work generated by a human
 → No human intervention

#### **AUTHORSHIP OF AI OUTPUT**

#### • Al-assisted output

- Not a new legal problem
- Protection by copyright if original work in expressed form
- Authors: one or more natural persons

#### • Al-generated output

- Al cannot be an author
- No originality "author's own intellectual creation"
- Alternatives?

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#### **OWNERSHIP OF AI OUTPUT?**

• Who should own AI output?





# public domain

joint ownership

investor

Al system

programmer



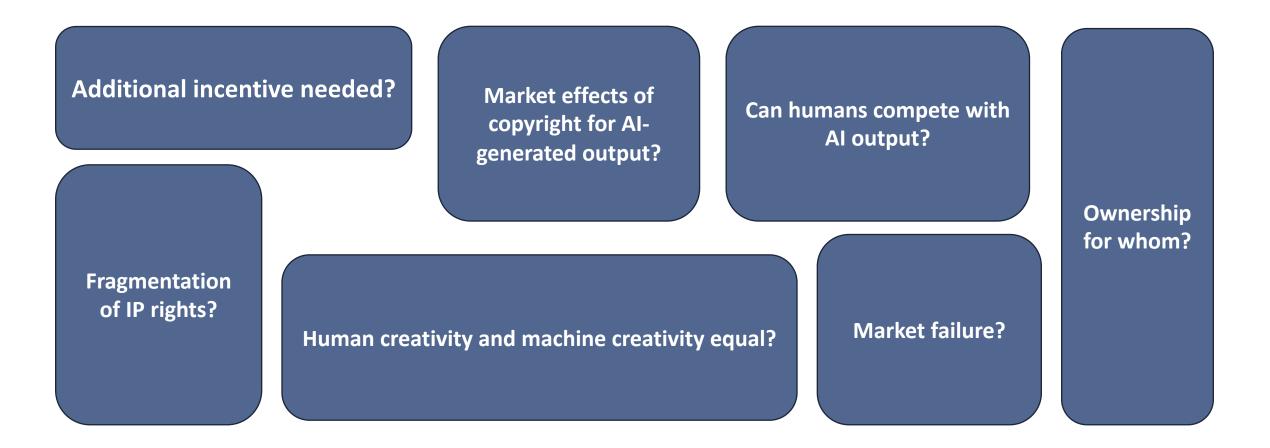
AI-Generated Comic Book 'Zarya of the Dawn' Keeps Copyright but Key Images Excluded

#### **SOLUTION FOR NON-HUMAN CREATIONS?**

- Legal fiction in copyright laws of UK, Ireland, New-Zealand, South-Africa, India
- UK: "In the case of a literary, dramatic, musical or artistic work which is computer-generated, the author shall be taken to be the person by whom the arrangments necessary for the creation of the work are undertaken"
  - No moral rights
  - Shorter term of protection

#### • Solution?

#### **COPYRIGHT, NEW IP RIGHT OR NEIGHBOURING RIGHT?**



#### TRANSPARENCY

- Should AI output indicate that it was generated by or with the assistance of AI?
  - Currently: no transparency obligation
  - However: general duty of care
    - Risk of misleading
    - Misleading market practices
  - Al Act
  - "Common position" of Council of EU position
  - Self-regulation in certain sectors (e.g. journalists)

#### **INFRINGEMENT AND LIABILITY**

#### • Can AI output infringe on copyrights?

- "Style" is not protected
- Does AI output copy a substantial part of the copyrighted work, without permission of the rightsholder?
- Autonomous creation?
- Do exceptions apply?
- But also personality rights: right of image/voice





An oil painting of a woman typing on a smartphone in the style of Johannes Vermeer

#### **Creative controls**

DALL-E 3 is designed to decline requests that ask for an image in the style of a living artist. We also offer the option for creators to <u>opt their images out</u> from training of our future image generation models.

"Stable Diffusion at times produces images that are highly similar to and derivative of the Getty Images proprietary content that Stability AI copied extensively in the course of training the model," the lawsuit reads.

#### LIABILITY

- Who is liable for IP infringement?
  - Al systems? Lack of legal personality
  - IP infringements: user of output

#### • Other fields of law:

- Objective liability
- Product liability
- Sui generis liability for AI system
  - Strict liability
  - Risk management approach + mandatory insurance
- Draft AI liability directive and revision of product liability directive

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#### **THANK YOU!**

Liesa Boghaert

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# Copyright and the training of generative AI: An EU and comparative perspective

Eleonora Rosati





# Copyright and the training of generative AI: An EU and comparative perspective

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Eleonora Rosati 19 January 2024

# Al "creativity": how do we get there?

- Overview of AI applications of machine learning processes
- Text and data mining (TDM) at the basis of machine learning: The copyright dimension
- Regulating TDM: Overview of approaches and the EU experience





(图 3) 6.在上述参数不变的情况下,将"Additional-Networks"中 的模型 lord-hanfugir1-v1-5.safetensors"的权重修改为 0.75。 生成结果如图 4 所示。

# Overview of AI applications of machine learning procesess



#### StreetStyle: Exploring world-wide clothing styles from millions of photos

Cornell University

Kevin Matzen \*

Kavita Bala<sup>†</sup>

Noah Snavely<sup>‡</sup>





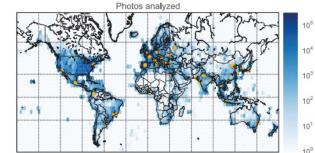
ANALYSIS





DECEMBER 11, 2018

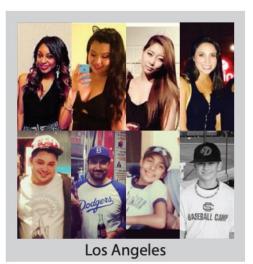




(a) Massive dataset of people



(b) Global clusters





(c) Representative clusters per-city

#### ULAR

ve a name for end : scope creep



https://www.google.com/doodles/celebrating-johann-sebastian-bach



https://uncrate.com/ai-generated-portrait-of-edmond-belamy/



A Recent Entrance to Paradise (<u>Thaler v Perlmutter</u>)

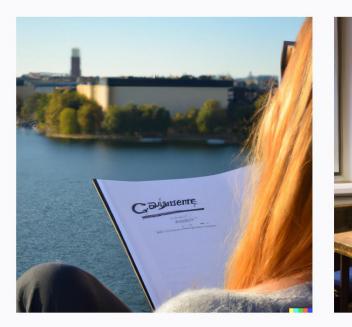


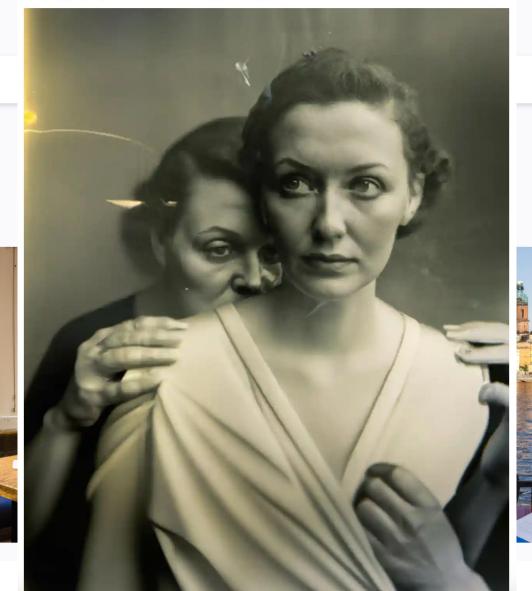
### Photographer admits prize-winning image was AI-generated

German artist Boris Eldagsen says entry to Sony world photography awards was designed to provoke debate

Edit the detailed description

Student in Stockholm studying copyright law





Surprise me	Upload	→I
	Generate	



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# Today

□ New chat

+ New chat

- Previous 7 Days
- Copyright Definition
- January
- □ New chat
- Decline Party Invitation



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write a university essay on the notion of authorship in copyright law

#### Introduction:

The concept of authorship is central to copyright law. Copyright law provides legal protection to original works of authorship, such as literary, artistic, and musical works, by giving exclusive rights to the authors or creators of these works. This essay will explore the notion of authorship in copyright law and examine the legal and philosophical issues that arise from this concept.

#### **Defining Authorship:**

Authorship refers to the act of creating an original work of art, literature, or music. The Copyright Act defines an author as the person who creates an original work of authorship that is fixed in a

 $\Box$  Stop generating

은 Upgrade to Plus



NEW

Send a message.

Free Research Preview. ChatGPT may produce inaccurate information about people, places, or facts. ChatGPT May 3 Version



[Drake's] voice, his likeness, his right to control his image, and tell his own stories were **stolen** from him.

66

Patrick Rogers CEO Music Canada Text and data mining (TDM) at the basis of machine learning: The copyright dimension

#### Text and data mining (TDM): How do you get to Step 3?

Step 3 - Mining of text and/or data and knowledge discovery

#### Pre-processing

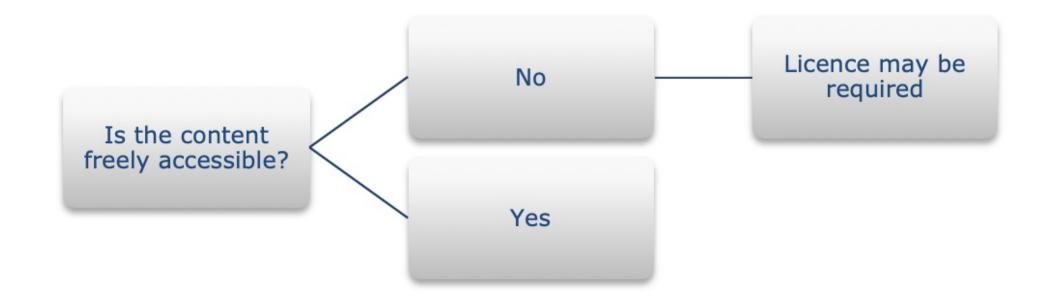
- Removal of unnecessary or unwanted information
- Dealing with tables, figures, formulas
- (Normalization of text/data)

#### Extraction

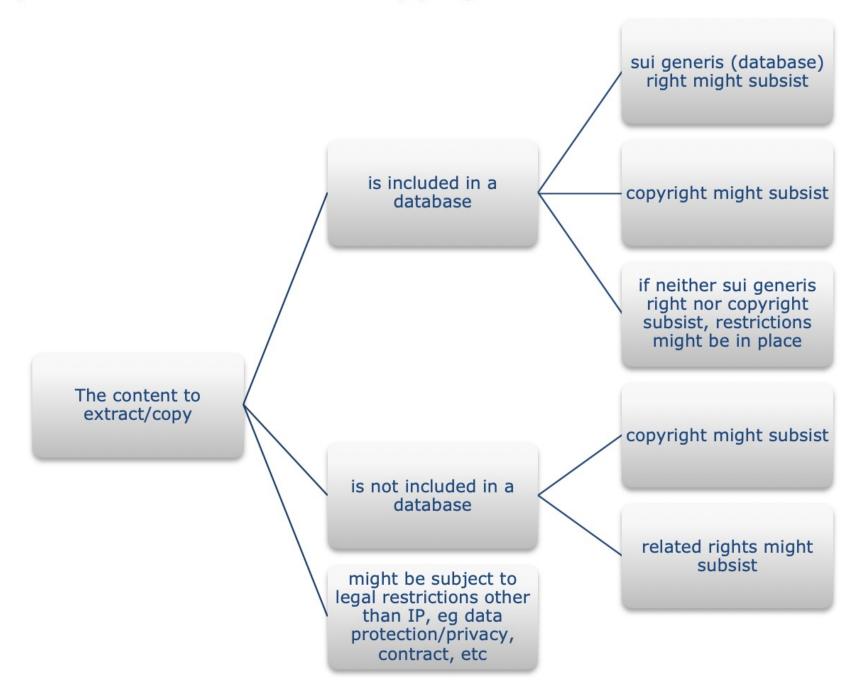
- Tokenization
- Identification of synonims
- Text transformation
- Identification of equivalence classes

#### Identification of patterns and events extraction

#### **Step 1 – Access to content**



#### **Step 2 – Extraction and/or copying of content**





# Regulating TDM: Overview of approaches and the EU experience

## Approaches to TDM

USA: "to furnish statistical information to Internet users about the frequency of word and phrase usage over centuries" Authors Guild v Google, Inc, No. 13-4829 (2d Cir. 2015)

Fair use doctrine: Section 107 US Copyright Act

Japan (non-enjoyment), Singapore, but not Hong Kong

Certain EU Member States (first was UK – Article 5(3)(a) InfoSoc Directive)

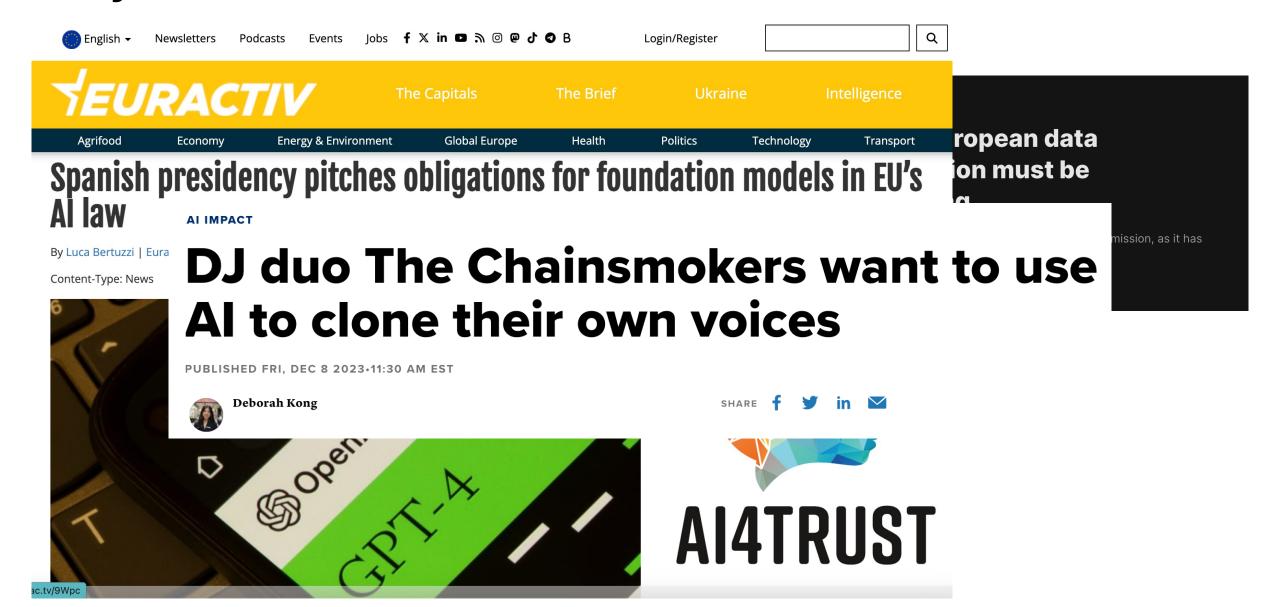
But what is the scope? The input / output divide

Now 2 mandatory exceptions at the EU level (Articles 3 and 4 DSM Directive 2019/790)

### Articles 3 and 4 DSM Directive 2019/790

	Art 3	Art 4
Beneficiaries	Research organizations and cultural heritage institutions	No restrictions
Public-private partnerships	decisive influence)	N/A
Scope	<ul> <li>Rights of reproduction under Directive 96/9 and Directive 2001/29</li> <li>Press publishers' right</li> <li>Database (sui generis) right in Directive 96/9</li> </ul>	Also rights in computer programs
Storage of copies	v (with appropriate security level)	Not mentioned
Retention of copies	👍 (for scientific research purposes)	device to the second state to the second state devices the second state of the second
Reservation	ē	"in an appropriate manner"
Compliance with three-step test	4	4

### Key issue is reservation under Article 4



# Conclusion • Litigation ongoing in several countries around the world • Key point: Input phase more important than output protection • Global race to the bottom or race to the top? Issues of conflicts of laws?

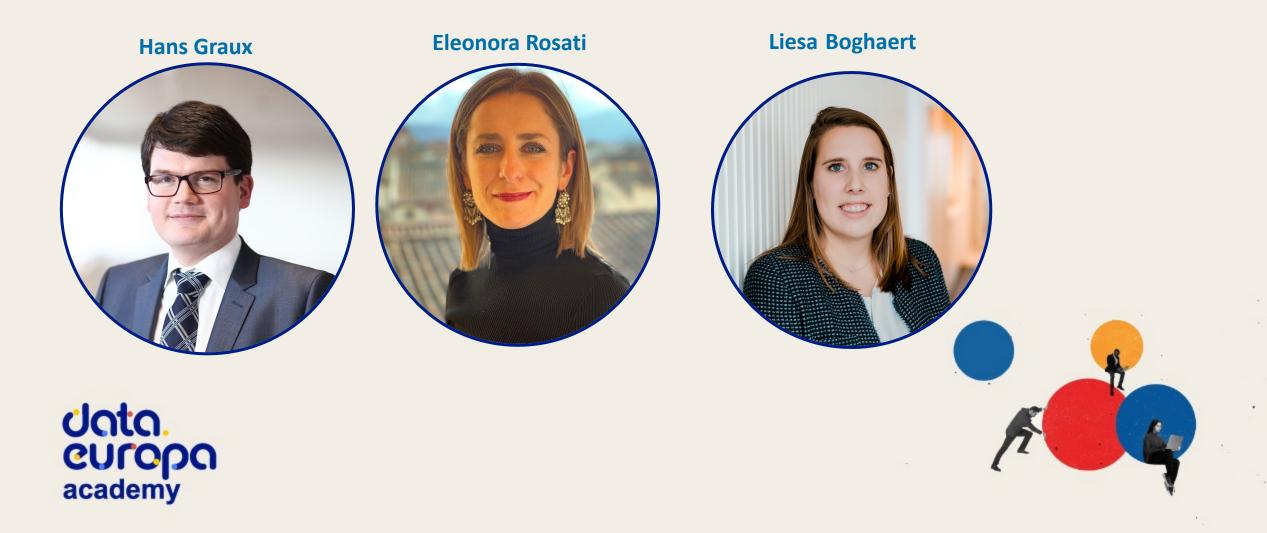
### Thanks for your attention! Eleonora Rosati

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https://www.linkedin.com/in/eleonorarosati/

Further reading: https://papers.ssrn.com/sol3/papers.cfm?abstract\_id=4629528

### **Questions & Answers**



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