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UNITED STATES DISTRICT COURT
CENTRAL DISTRICT OF CALIFORNIA

KYLAND YOUNG, individually and
on behalf of all others similarly
situated,

Plaintiff,

v.

NEOCORTEXT, INC.,

Defendant.

Case No. 2:23-cv-02496-WLH(PVCx)

**ORDER RE DEFENDANT’S
MOTION TO STRIKE [32] AND
MOTION TO DISMISS [33]**

I. BACKGROUND

This is a putative class action. Defendant NeoCortext, Inc. (“NeoCortext”) is the developer of the “Reface” application. (Compl., Docket No. 1 ¶ 6). Users may download Reface to their smartphone through the Apple App Store or the Google Play Store. (*Id.* ¶ 6). Reface “allows users to swap their faces with actors, musicians, athletes, celebrities, and other well-known individuals in scenes from popular shows, movies, and other short-form internet media.” (*Id.* ¶ 13). The application contains a “Pre-sets” catalogue containing images and videos of different celebrities compiled from a variety of websites. (*Id.* ¶¶ 15, 18–19). The catalogue is searchable and allows

1 users to find specific individuals to swap faces with. (*Id.* ¶ 18). Once a user has
2 selected an individual, she may upload an image to Reface from her smartphone. (*Id.*
3 ¶ 19). The application then identifies the faces in the photographs and generates a
4 new image, swapping the face of the celebrity for that of the person in the user-
5 uploaded image. (*Id.*). In that way, according to the marketing for Reface, the user
6 can “choose who [they would] like to become.” (*Id.* ¶ 17).

7 NeoCortext offers both free and “PRO” versions of Reface. (*Id.* ¶ 14). Both
8 versions give the user access to the Pre-sets catalogue. (*Id.* ¶ 15). With the free
9 version of Reface, the user-generated face-swapped image is watermarked with text
10 that says “made with reface app.” (*Id.* ¶ 2). Below the generated image is a button
11 showing a crossed-out water drop symbol. (*Id.* ¶ 20). If the user hits that button, they
12 are prompted to pay for a PRO subscription at \$5.99 for a week or \$36.99 for a
13 lifetime. (*Id.*). With Reface PRO, face-swapped images are not watermarked. (*Id.*).

14 Plaintiff Kyland Young is a cast member of several reality television shows,
15 including the CBS show *Big Brother*. (*Id.* ¶ 5). The Reface Pre-sets catalogue
16 contains videos and images of Young from *Big Brother*. (*Id.* ¶ 39). Plaintiff alleges
17 that Defendant “was using his identity to solicit the purchase of paid subscriptions to
18 the *Reface* application” and that “[t]here are several animated images depicting Mr.
19 Young on the *Reface* application, which Free and PRO Users can manipulate to
20 become him.” (*Id.* ¶¶ 23–24). Young did not consent to NeoCortext’s use of his
21 image in the Reface application, and he has never received compensation for the use
22 of his image in the Reface application. (*Id.* ¶¶ 25–26). Nevertheless, he says,
23 NeoCortext profits from using his likeness in the Reface application. (*Id.* ¶ 3).

24 Young is suing NeoCortext for violation of the right of publicity under
25 California Civil Code section 3344. (*Id.* ¶ 37). Young alleges that the watermarked
26 images created with the free version of Reface are “teasers,” and that the watermarks
27 “incentivize users to pay to remove them” and “serve as free advertising to attract new
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1 downloads of the Reface application.” (*Id.* ¶ 21). He also alleges that the images
2 generated with the PRO version of Reface are “paid product[s]” that “constitute[]
3 commercial use and purpose.” (*Id.* ¶¶ 42–43). Therefore, he alleges, NeoCortext
4 “us[es] his identity to solicit the purchase of paid subscriptions to the Reface
5 application.” (*Id.* ¶ 23). Young seeks to represent a class of “California residents
6 whose name, voice, signature, photograph, or likeness was displayed on a Reface
7 application Teaser Face Swap or the PRO Version of the Reface application on or
8 after April 3, 2021,” three years before he filed the Complaint. (*Id.* ¶ 29).

9 NeoCortext moves to dismiss Young’s single cause of action under Federal
10 Rule of Civil Procedure 12(b)(6). (Mot. to Dismiss, Docket No. 33). It also brings a
11 special motion to strike under California’s anti-SLAPP statute, California Code of
12 Civil Procedure section 425.16. (Mot. to Strike, Docket No. 32). Young opposes
13 both motions. (Opp’n to Mots. to Dismiss and to Strike, Docket No. 35).

14 **II. LEGAL STANDARD**

15 **A. Anti-SLAPP Motion to Strike**

16 Under California’s “anti-SLAPP” law¹, California Code of Civil Procedure
17 section 425.16, defendants may move to strike “actions... that masquerade as ordinary
18 lawsuits but are intended to deter ordinary people from exercising their political or
19 legal rights or to punish them for doing so.” *Makaeff v. Trump Univ., LLC*, 715 F.3d
20 254, 261 (9th Cir. 2013) (quotations omitted). Importantly, “[t]he anti-SLAPP statute
21 does not insulate defendants from *any* liability for claims arising from the protected
22 rights of petition or speech. It only provides a procedure for weeding out, at an early
23 stage, *meritless* claims arising from protected activity.” *Baral v. Schnitt*, 1 Cal. 5th
24 376, 384 (2016) (emphases in original).

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27 ¹ The “SLAPP” in anti-SLAPP stands for “strategic lawsuit against public
28 participation.” See, e.g., *Newport Harbor Ventures, LLC v. Morris Cerullo World
Evangelism*, 4 Cal. 5th 637, 639 (2018).

1 Deciding an anti-SLAPP motion involves two steps. *See, e.g., Equilon Enters.*
2 *v. Consumer Cause, Inc.*, 29 Cal. 4th 53, 67 (2002). First, the court must determine
3 “whether the defendant has made a threshold showing that the challenged cause of
4 action is one arising from protected activity.” *Id.* That is, the defendant must show
5 that the conduct underlying the case was done “in furtherance of the [defendant’s]
6 right of petition or free speech under the United States Constitution or the California
7 Constitution in connection with a public issue.” Cal. Civ. Proc. Code § 425.16.

8 If the court finds the defendant has made such a showing, it proceeds to the
9 second step: determining “whether the plaintiff has demonstrated a probability of
10 prevailing on the claim.” *Id.* On this second step, “[t]he court does not weigh
11 evidence or resolve conflicting factual claims.” *Baral*, 1 Cal. 5th at 384. Rather,

12 [i]ts inquiry is limited to whether the plaintiff has stated a legally sufficient
13 claim and made a prima facie factual showing sufficient to sustain a
14 favorable judgment. It accepts the plaintiff’s evidence as true, and
15 evaluates the defendant’s showing only to determine if it defeats the
16 plaintiff’s claim as a matter of law. Claims with the requisite minimal merit
may proceed.

17 *Id.* at 384–85 (citations omitted). In other words, if the defendant does not prevail as a
18 matter of law, the plaintiff’s claim survives the defendant’s anti-SLAPP motion to
19 strike.

20 When a defendant brings an anti-SLAPP motion “challeng[ing] only the legal
21 sufficiency of a claim,” as NeoCortext does here, a court on the second step of the
22 anti-SLAPP analysis “should apply the Federal Rule of Civil Procedure 12(b)(6)
23 standard” for a motion to dismiss “and consider whether a claim is properly stated.”
24 *Planned Parenthood Fed’n of Am., Inc. v. Ctr. for Med. Progress*, 890 F.3d 828, 834
25 (9th Cir. 2018).

26 **B. Motion to Dismiss**

27 Under Rule 12(b)(6), a party may move to dismiss a cause of action for failure
28 to state a claim upon which relief can be granted. Fed. R. Civ. P. 12(b)(6). A

1 complaint may be dismissed for failure to state a claim for one of two reasons: (1) lack
2 of a cognizable legal theory; or (2) insufficient facts under a cognizable legal theory.
3 *Bell Atl. Corp. v. Twombly*, 550 U.S. 544, 555 (2007); *see also Mendiondo v.*
4 *Centinela Hosp. Med. Ctr.*, 521 F.3d 1097, 1104 (9th Cir. 2008).

5 “To survive a motion to dismiss, a complaint must contain sufficient factual
6 matter, accepted as true, to ‘state a claim to relief that is plausible on its face.’”
7 *Ashcroft v. Iqbal*, 556 U.S. 662, 678 (2009) (quoting *Twombly*, 550 U.S. at 570). “A
8 claim has facial plausibility when the plaintiff pleads factual content that allows the
9 court to draw the reasonable inference that the defendant is liable for the misconduct
10 alleged.” *Id.* The complaint need not include detailed factual allegations, but it must
11 provide more than just a “formulaic recitation of the elements of a cause of action.”
12 *Twombly*, 550 U.S. at 555.

13 In evaluating a motion to dismiss, the court must construe the complaint in the
14 light most favorable to the plaintiff, accept all allegations of material fact as true, and
15 draw all reasonable inferences from well-pleaded factual allegations. *Gompper v.*
16 *VISX, Inc.*, 298 F.3d 893, 896 (9th Cir. 2002). The court is not required to accept as
17 true legal conclusions couched as factual allegations. *See Iqbal*, 556 U.S. at 678.

18 **III. DISCUSSION**

19 Because the standard on step two of anti-SLAPP is identical to that on a Rule
20 12(b)(6) motion, the Court begins with the anti-SLAPP analysis.

21 **A. Anti-SLAPP Step One**

22 At this step, NeoCortext must make a threshold showing that its use of Young’s
23 image was made “in furtherance of [NeoCortext’s] right of petition or free speech... in
24 connection with a public issue.” Cal. Civ. Proc. Code § 425.16. The Court therefore
25 must determine 1) whether NeoCortext’s conduct was in furtherance of its free speech
26 rights and, if so, 2) whether that speech was connected to a public issue.
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1 1. *Conduct in Furtherance of Free Speech Rights*

2 To clear the first hurdle, NeoCortext must show that the “act underlying the
3 plaintiff’s cause of action” was “*itself*... an act in furtherance of the right of petition or
4 free speech.” *Park v. Bd. of Trustees of Cal. State Univ.*, 2 Cal. 5th 1057, 1063 (2017)
5 (quoting *City of Cotati v. Cashman*, 29 Cal. 4th 69, 78 (2002)). Here, “the focus is on
6 determining what the defendant’s activity is that gives rise to his or her asserted
7 liability—and whether that activity constitutes protected speech or petitioning” under
8 the anti-SLAPP statute. *Id.* (quotations omitted).

9 As defined in the anti-SLAPP statute, an “act in furtherance of a person’s right
10 of petition or free speech” includes “conduct in furtherance of the exercise of the
11 constitutional right of petition or the constitutional right of free speech.” Cal. Civ. Proc.
12 Code § 425.16(e). That is, “the statute’s reach is not restricted to speech, but expressly
13 applies to *conduct*.” *Lieberman v. KCOP Television, Inc.*, 110 Cal. App. 4th 156, 166
14 (2003) (emphasis in original). Importantly, “that conduct is not limited to the exercise
15 of [the defendant’s] right of free speech, but to all conduct *in furtherance* of the exercise
16 of the right of free speech.” *Id.* (emphasis in original); *see also San Diegans for Open*
17 *Gov’t v. San Diego State Univ. Rsch. Found.*, 13 Cal. App. 5th 76, 101(2017), *as*
18 *modified on denial of reh’g* (June 1, 2017) (stating that “this category is a ‘catch-all’
19 that extends the anti-SLAPP statutes beyond actual instances of free speech”); *Smith v.*
20 *Payne*, No. C 12-01732 DMR, 2012 WL 6712041, at *3 (N.D. Cal. Dec. 26, 2012),
21 *aff’d*, 594 F. App’x 397 (9th Cir. 2015) (quoting *Lieberman*).

22 The conduct that forms the basis of Young’s Complaint is NeoCortext’s inclusion
23 of Young’s name and image in the Reface app, and the invitation for users to combine
24 their image with Young’s to create a new, third image.² As the conduct is described in
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27 ² To the extent Young’s allegations also rest on NeoCortext’s *profiting* from its use of
28 Young’s image, that is not a consideration at this step. *See, e.g., San Diegans for*
Open Gov’t, 13 Cal. App. 5th at 94 (“Courts must be careful to distinguish allegations
of conduct on which liability is based from allegations of motives for such conduct.”);

1 the Complaint, the users—not NeoCortext—exercise their free speech rights when they
2 use Reface to create new images. The question, therefore, is whether NeoCortext’s use
3 of Young’s image in its application is conduct taken in furtherance of users’ exercise of
4 free speech.

5 As the Ninth Circuit has recognized, California courts “have interpreted this piece
6 of the defendant’s threshold showing rather loosely.” *Hilton*, 599 F.3d at 904. For
7 example, in *Tamkin v. CBS Broadcasting, Inc.*, 193 Cal. App. 4th 133 (2011), a
8 television writer drafted a script that used plaintiffs’ names as placeholders for two
9 unsympathetic characters, and the network that aired the show approved the
10 dissemination of the draft script for casting purposes. Even though the characters’
11 names changed by the time the episode was filmed, the plaintiffs sued both the writer
12 and the network for defamation based on the original script. *Id.* at 145. The court found
13 that the writer’s creation of the draft and the network’s approval of its dissemination
14 constituted conduct in furtherance of the exercise of free speech because they “helped
15 to advance or assist in the creation, casting, and broadcasting of an episode of a popular
16 television show.” *Id.* at 143. That is, even though the allegedly defamatory material
17 did not ultimately end up in the “speech”—the episode of the television show—the
18 material assisted in the creation of the speech, and therefore was “in furtherance” of it.

19 Other California courts have found the defendant’s conduct to be in furtherance
20 of protected speech where the conduct was similarly distant from the speech itself. *See*,
21 *e.g.*, *Wilson v. Cable News Network, Inc.*, 7 Cal. 5th 871, 898 (2019) (network’s
22 termination of employee for plagiarism, while not itself speech, was “in furtherance of
23 organization’s speech rights”); *San Diegans for Open Gov’t*, 13 Cal. App. 5th at 76
24 (contracts to provide “office space and related newsgathering facilities in exchange for
25 investigative news stories furthers protected speech”); *Collier v. Harris*, 240 Cal. App.

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27 *Hilton*, 599 F.3d at 908 (“That the card is a commercial product and Hilton’s lawsuit a
28 dispute over who can profit from her image does not defeat Hallmark’s ability to make
its threshold showing.”).

1 4th 41, 54 (2015), *as modified* (Sept. 1, 2015) (registering plaintiff’s name as a domain
2 name in order to redirect users to a website endorsing political candidates was conduct
3 furthering the exercise of free speech because “it provided [the defendant] additional
4 avenues or forums in which to exercise those rights”); *Hupp v. Freedom Commc’ns,*
5 *Inc.*, 221 Cal. App. 4th 398, 405 (2013) (website that refused to remove third party’s
6 comments regarding plaintiff furthered free speech by “[m]aintaining a forum for
7 discussion of issues of public interest”).

8 One might argue that the user-generated images that constitute the “speech” in
9 this case do not implicate the same high-level free speech concerns as the cases above.
10 But at this step, the “inquiry does not turn on a normative evaluation of the substance
11 of the speech,” and the Court is “not concerned with the social utility of the speech at
12 issue, or the degree to which it propelled the conversation in any particular direction.”
13 *FilmOn.com Inc. v. DoubleVerify Inc.*, 7 Cal. 5th 133, 151 (2019). Additionally, “the
14 fact that expression takes a form of nonverbal, visual representation [does not] remove
15 it from the ambit of First Amendment protection.” *Comedy III Prods., Inc. v. Gary*
16 *Saderup, Inc.*, 25 Cal. 4th 387, 398 (2001). Indeed, “because celebrities take on
17 personal meanings to many individuals... the creative appropriation of celebrity images
18 can be an important avenue of individual expression.” *Id.* at 397. Wrongful or not,
19 NeoCortext’s use of Young’s image gives users a tool for such expression. It is
20 therefore “conduct in furtherance of” users’ free speech rights.³

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22 ³ NeoCortext also argues that Young takes issue with is its software, and that software
23 is protected speech under the First Amendment. (Reply, Docket No. 36 at 11). This
24 argument fails. Courts in this circuit have indeed held that the source code underlying
25 software is speech protected by the First Amendment. *See, e.g., Bernstein v. U.S.*
26 *Dep’t of State*, 922 F. Supp. 1426, 1436 (N.D. Cal. 1996) (“[T]his court finds that
27 source code is speech.”); *321 Studios v. Metro Goldwyn Mayer Studios, Inc.*, 307 F.
28 Supp. 2d 1085, 1099 (N.D. Cal. 2004) (“Courts have held that computer code is
speech, and therefore merits First Amendment protection.”). But NeoCortext’s
argument is inapt because neither the software nor its source code is at issue. The
Reface software itself merely takes input in the form of two photographs and
combines them to produce a single photograph. Young does not take issue with that

1 2. *Connection with a Public Issue*

2 The next inquiry is whether NeoCortext has shown that the speech its conduct
3 furthers is connected with a “public issue.” Cal. Civ. Proc. Code § 425.16. While there
4 is no definitive test for what constitutes a “public issue,” under one widely used test, a
5 public issue may fall under three categories: “(1) statements concerning a person or
6 entity in the public eye; (2) conduct that could directly affect a large number of people
7 beyond the direct participants; (3) or a topic of widespread, public interest.” *Hilton*,
8 599 F.3d at 906 (9th Cir. 2010) (cleaned up) (citing *Rivero v. Am. Fed’n of State, Cnty.,*
9 *& Mun. Emps., AFL-CIO*, 105 Cal. App. 4th 913 (2003)). Young, as a reality show cast
10 member, is in the public eye. NeoCortext’s conduct—using celebrities’ likenesses in
11 the Reface application—could directly affect many people whose images might also be
12 used. Finally, the use of technology to alter images and videos of individuals in a way
13 that makes them look realistic is a topic of widespread public interest.⁴ Young does not
14 dispute any of this.

15 Because NeoCortext has shown that its conduct is in furtherance of the right of
16 free speech made in connection with a public issue, it has satisfied its burden on the first
17 step of the anti-SLAPP analysis.

18 **B. Anti-SLAPP Step Two and 12(b)(6)**

19 As discussed above, when a defendant carries its burden on the first step of the
20 anti-SLAPP analysis, the burden then shifts to the plaintiff to show “a probability of
21 prevailing on the claim.” Cal. Civ. Proc. Code § 425.16.⁵ NeoCortext argues that
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24 aspect of Reface, and it is not the “activity” underlying Young’s cause of action.

25 ⁴ See, e.g., Todd Spangler, ‘This is an Existential Threat’: Will AI Really Eliminate
26 *Actors and Ruin Hollywood? Insiders Sound Off*, VARIETY,
<https://variety.com/2023/digital/features/hollywood-ai-crisis-artificial-intelligence-eliminate-acting-jobs-1235697167/> (last visited August 24, 2023).

27 ⁵ Again, because NeoCortext challenges the legal sufficiency of Young’s claim, the
28 Court must apply the same standard as it would on a motion to dismiss brought under
Rule 12(b)(6). *Planned Parenthood*, 890 F.3d at 834. As a result, the Court considers
the second step of the anti-SLAPP analysis and NeoCortext’s motion to dismiss

1 Young has not done so for three reasons. First, NeoCortext argues that Young’s right
2 of publicity claim is preempted by the Copyright Act. (Mot. to Dismiss, Docket No. 33
3 at 4–10). Second, NeoCortext argues that the claim is barred by the First Amendment.
4 (*Id.* at 10–11). Finally, NeoCortext asserts that Young has not made a *prima facie*
5 showing that NeoCortext violated his right of publicity. (*Id.* at 11–13). The Court
6 addresses each argument in turn.

7 *1. Copyright Preemption*

8 The Copyright Act “preempt[s] and abolish[es] any rights under the common law
9 or statutes of a State that are equivalent to copyright” and that fall “within the scope of
10 the Federal copyright law.” *Maloney v. T3Media, Inc.*, 853 F.3d 1004, 1010 (9th Cir.
11 2017). The Ninth Circuit has developed a two-part test to determine whether the
12 Copyright Act preempts a claim. *Id.* A court must first “decide whether the subject
13 matter of the state law claim falls within the subject matter of copyright as described in
14 17 U.S.C. §§ 102 and 103.” *Id.* (citation and quotations omitted). If it does, the court
15 goes on to decide “whether the rights asserted under state law are equivalent to the rights
16 contained in 17 U.S.C. § 106, which articulates the exclusive rights of copyright
17 holders.” *Id.* (citation omitted).

18 *a) Subject-Matter of Copyright Law*

19 While the Copyright Act protects ownership of photographs, it does not protect
20 the exploitation of one’s likeness—even if it is embodied in a photograph. *See Downing*
21 *v. Abercrombie & Fitch*, 265 F.3d 994, 1004 (9th Cir. 2001). In *Downing*, the Ninth
22 Circuit reversed a district court’s summary judgment to the defendant on plaintiffs’ right
23 of publicity claim. *Downing*, 265 F.3d at 1000. The defendant, a clothing retailer, had
24 used decades old photographs of the plaintiffs in a catalogue “as window-dressing to
25 advance the catalog’s surf-theme.” *Id.* at 1002. On appeal, the Ninth Circuit drew the
26 distinction between the subject-matter of copyright and that of the plaintiffs’ right of
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concurrently.

1 publicity claim:

2 The photograph itself, as a pictorial work of authorship, is subject matter
3 protected by the Copyright Act. See 17 U.S.C. § 101 (providing that
4 ‘pictorial, graphic, and sculptural works include ... photographs.’)
5 However, it is not the publication of the photograph itself, as a creative
6 work of authorship, that is the basis for Appellants’ claims, but rather, it is
7 the use of the Appellants’ likenesses and their names pictured in the
8 published photograph.

9 *Id.* at 1003.

10 Later, in *Maloney*, the Ninth Circuit summed up the general rule from *Downing*
11 and the cases that followed. It said that precedent “implies that misuse of an
12 individual’s likeness is the basis of a publicity-right claim when the name or image is
13 exploited in advertising or on merchandise.” *Maloney*, 853 F.3d at 1014 (quotations
14 omitted). On the other hand, the court said, “one’s likeness does not form the basis of
15 a publicity-right claim when the tort action challenges control of the artistic work itself
16 or involves the mere republication of the photograph.” *Id.* (quotations and citation
17 omitted).

18 Young’s right of publicity claim does not fall within the subject matter of
19 copyright. Like the plaintiffs in *Downing*, Young does not challenge the control of the
20 images used in the Reface application, nor is his complaint about the “mere
21 republication” of those images. Rather, the basis of Young’s claim is that NeoCortext
22 uses his likeness on advertising and merchandise when it allows users to create a
23 product containing his image. (*See, e.g.*, Compl. ¶ 43 (“Mr. Young and class members
24 never provided Defendant with their consent to use any attribute of their identities in
25 advertisements for Defendant’s paid subscriptions or in Defendant’s paid product.”)).⁶

26 ⁶ At oral argument Defendant argued that the Complaint does not specifically allege
27 that the Reface application “indexes” Plaintiff’s images for users as opposed to merely
28 searching the web based on user input. While this factual distinction may make a
difference in the ultimate liability of Defendant, at this stage, the Court need not make
this factual finding. It is enough that the Complaint alleges that Defendant’s name
and likeness is used in some way in the Reface app to entice users to pay the

1 The use of Young’s name and likeness in the Reface app distinguishes it from
2 *Maloney*, upon which Defendant relied at oral argument. The plaintiffs in *Maloney*
3 sought to hold the defendants liable under a right of publicity cause of action for the
4 sale of photographs that were protected by copyright. *Maloney*, 853 F.3d at 1137.
5 “Since Plaintiffs do not identify any use of their likenesses not wholly contained within
6 the photographs, Plaintiffs’ claims seek to prevent Defendant from distributing the
7 copyrighted work itself.” *Id.* Here, the Complaint sets forth a use of Young’s name
8 and likeness outside of the photograph itself; according to the Complaint, *Reface* uses
9 Young’s name and likeness to attract users to the free version of the *Reface* application
10 with the intent of having some users purchase a subscription to *Reface*. (Compl. ¶ 19).

11 Similarly unavailing is NeoCortext’s reliance at oral argument on *Laws v. Sony*
12 *Music Entertainment, Inc.*, 448 F.3d 1134 (9th Cir. 2006). *Laws* involved a copyrighted
13 voice recording, a portion of which was reproduced (pursuant to license) in a new song.
14 *Id.* at 1144. As in *Maloney*, the plaintiff in *Laws* sought to stop the reproduction of the
15 copyrighted work within the new song, but the Ninth Circuit, unsurprisingly, found that
16 right belonged to the copyright holder (from which the defendant had received a
17 license). *Id.* at 1144–45. Here, again, the Complaint alleges use of the Young’s name
18 and likeness to sell subscriptions to its app, making this case more like *Downing* than
19 *Maloney* and *Laws*.

20 Although not binding on this Court, the Court does find the analysis in *Bonilla v.*
21 *Ancestry.com Operations Inc.*, 574 F. Supp. 2d 582, 594 (N.D. Ill. 2021), persuasive.
22 While not identical to this case, that court distinguished *Maloney* when denying a
23 motion to dismiss where the defendant used the plaintiff’s copyrighted yearbook
24 photograph to advertise the defendant’s website’s services. *Id.* at 587–88. Thus,
25 *Bonilla* too supports this Court’s conclusion.

26 Because Young’s allegations center on how his name and likeness are used in
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subscription fee.

1 NeoCortext’s products and not on the ownership rights to the images themselves,
2 Young’s claim in the Complaint does not fall under the subject-matter of copyright, and
3 his claim is therefore not preempted under the Copyright Act.

4 *b) Whether the State Law Rights Asserted are Equivalent to the*
5 *Exclusive Rights Contained in § 106*

6 For the same reasons as set forth in the above analysis as to preemption, the Court
7 finds that, on the face of the Complaint, the rights Young asserts here are not equivalent
8 to the rights conferred by the Copyright Act to the owners of the photographs at issue.
9 *Cf. Downing*, 2665 F.3d at 1005 (“Because the subject matter of the Appellants’
10 statutory and common law right of publicity claims is their names and likenesses, which
11 are not copyrightable, the claims are not equivalent to the exclusive rights contained in
12 § 106.”). Section 106 of the Copyright Act does not confer upon the owners of the
13 photographs the right to use Young’s name and various likenesses to advertise the free
14 version of its software—a product intended to lead to purchases of subscriptions to its
15 full product. Young is not seeking to “merely” restrict the reproduction or distribution
16 of the original photographs/works, as the plaintiffs in *Maloney* and *Laws*. Therefore,
17 this second factor also fails.

18 *2. First Amendment Transformative Use*

19 Under California law, “when an artist is faced with a right of publicity challenge
20 to his or her work, he or she may raise as [an] affirmative defense that the work is
21 protected by the First Amendment inasmuch as it contains significant transformative
22 elements or that the value of the work does not derive primarily from the celebrity’s
23 fame.” *Comedy III Prods.*, 25 Cal. 4th at 407. This inquiry hinges on “whether the
24 celebrity likeness is one of the ‘raw materials’ from which an original work is
25 synthesized, or whether the depiction or imitation of the celebrity is the very sum and
26 substance of the work in question.” *Hilton*, 599 F.3d at 909 (quoting *Comedy III Prods.*,
27 25 Cal. 4th at 406).
28

1 At this stage, to defeat Young’s claim, NeoCortext must show that its use is
2 transformative as a matter of law. *See Hilton*, 599 F.3d at 911. NeoCortext argues that
3 it has done so because “[t]he very purpose of Reface is to transform a photo or video in
4 which Plaintiff’s (or others) [sic] image appears into a new work in which Plaintiff’s
5 face does *not* appear.” (Mot. to Dismiss at 11). But Young’s face is the only thing that
6 changes in the end product; at least in some instances, the end photograph still depicts
7 the rest of Young’s body in the setting in which he became a celebrity.

8 The Ninth Circuit has found that depictions that are arguably more transformative
9 than those created with Reface do not entitle a defendant to the affirmative defense as
10 a matter of law. For example, in *Hilton*, the Ninth Circuit considered a greeting card
11 depicting Paris Hilton as a waitress and using her signature catch phrase. 599 F.3d at
12 899. The picture was taken from an episode of a reality television show in which Hilton
13 worked as a waitress. *Id.* at 911. The Ninth Circuit pointed out that “there are some
14 differences between the waitressing Hilton does in the... episode and the portrayal in
15 Hallmark’s card,” including the style of the restaurant, Hilton’s uniform, and the food.
16 *Id.* Additionally, “the body underneath Hilton’s over-sized head [was] a cartoon
17 drawing of a generic female body rather than a picture of Hilton’s real body.” *Id.*
18 “Despite these differences,” the court found, “the basic setting is the same: we see Paris
19 Hilton, born to privilege, working as a waitress.” *Id.* The Ninth Circuit thus found that
20 Hallmark was not entitled to the transformative use defense as a matter of law.

21 NeoCortext’s reliance on *Winter v. D.C. Comics Inc.*, 30 Cal. 4th 881 (2003), and
22 *Kirby v. Sega of Am., Inc.*, 144 Cal. App. 4th 47 (2006), is unavailing. Both of those
23 cases involved artistic renditions of the plaintiffs—in *Winter* for comic books and in
24 *Kirby* for video games. *Winter*, 30 Cal. 4th at 885; *Kirby*, 144 Cal. App. 4th at 50; *but*
25 *see In re NCAA Student-Athlete Name & Likeness Licensing Lit.*, 724 F.3d 1268, 1284
26 (9th Cir. 2013) (affirming denial of defendant’s motion to strike right of publicity cause
27 of action where plaintiffs’ likenesses were used in video game). Here, the replacement
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1 of Young’s face on an actual photograph of Young is not “transformative” in the manner
2 asserted in *Winter* and *Kirby*. Indeed, the whole point of NeoCortext’s product is to
3 ensure that the image of Young is not so transformed that it reduces the “shock value”
4 of the user’s face on Young’s body in a recognizable situation. Also of note, both
5 *Winter* and *Kirby* were decided at the summary judgment stage when an evidentiary
6 record had been developed, *not* at the motion to dismiss stage. *Winter*, 30 Cal. 4th at
7 886; *Kirby*, 144 Cal. App. 4th at 53.

8 The replacement of Young’s face in the Reface application is most analogous to
9 the replacement of Hilton’s body in the greeting card at issue in *Hilton* or the use of
10 computer-generated images of athletes in a sports video game as in *In re NCAA Student-*
11 *Athlete*. While it may ultimately be deemed transformative as a matter of fact, that does
12 not entitle NeoCortext to the defense as a matter of law. NeoCortext has therefore not
13 shown that the First Amendment bars Young’s right of publicity claim.

14 3. *Prima Facie Showing*

15 A right of publicity claim under California Civil Code section 3344, like the one
16 Young brings here, requires a plaintiff to establish (1) defendant’s knowing use of the
17 plaintiff’s identity; (2) “the appropriation of plaintiff’s name or likeness to defendant’s
18 advantage, commercially or otherwise”; (3) “a direct connection between the alleged
19 use and the commercial purpose”; (4) a lack of consent; and (5) a resulting injury.
20 *Maloney v. T3Media, Inc.*, 94 F. Supp. 3d 1128, 1139 (C.D. Cal. 2015), *aff’d*, 853 F.3d
21 1004 (9th Cir. 2017).

22 NeoCortext’s main argument here is that Young has not established that
23 NeoCortext “knowingly” used Young’s identity in the Reface application. (*See Reply*
24 *at 9*). For his part, Young argues that his allegations lead to the reasonable inference
25 that NeoCortext acted knowingly by “programm[ing] an app that scraped video clips of
26 him, indexed him in its database, permitted him to be searchable through the
27 [application’s] search bar, and allowed users to become him.” (*Opp’n to Mots. to*
28

1 Dismiss & Strike at 35 (citing Compl. ¶ 18)).


2 NeoCortext does not provide support for its apparent assertion that “knowingly”
3 means “with affirmative knowledge of” the presence of Young’s image in the Reface
4 application. Construing the Complaint in the light most favorable to Young, the Court
5 finds that Young has adequately pled that NeoCortext “knowingly” used his identity
6 when it compiled his images with his name in the Reface application and made the
7 images available for users to manipulate.

8 **IV. CONCLUSION**

9 For the reasons stated above, NeoCortext’s Motion to Dismiss and Motion to
10 Strike are **DENIED**.

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12 **IT IS SO ORDERED.**

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14 Dated: September 5, 2023


15 HON. WESLEY L. HSU
16 UNITED STATES DISTRICT JUDGE
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