

Plaintiff Hollywood Innovations Group, LLC ("Plaintiff or "HIG") complains against Netflix, Inc. ("Netflix"), Zip Cinema Co., Ltd. ("Zip Cinema"), Kakao Entertainment Corp ("Kakao"), Perspective Pictures Co., Ltd. ("Perspective Pictures"), and DOES 1 through 10 (collectively, "Defendants"), as follows:

INTRODUCTION

- 1. Once upon a time, Netflix was the innovative upstart, playing the role of "David" to Blockbuster Video's "Goliath." Netflix ultimately won that battle and, in the process, became a dominant force in video entertainment content production and distribution. Unfortunately, however, in its desperate quest to remain on top, Netflix has combined its power and innovation with unscrupulous business practices. This lawsuit, like other recent civil actions against the company, concerns these illicit activities.
- 2. Netflix identified the South Korean market as its next cash cow. But in its effort to grab valuable market share, it had to return to its innovative roots. Regrettably, it innovated in the most nefarious way by weaponizing breakthroughs in language dubbing technology to steal content, repackage it as its own, and release the content to a massive global audience, thereby reaping tens of millions of dollars in ill-gotten profits along the way.
- 3. Plaintiff, Hollywood Innovation Group (HIG), was the victim of this carefully orchestrated campaign by Netflix and its partners to usurp HIG's valuable intellectual property rights for their unlawful commercial exploitation. Specifically, and among other things, HIG owns the exclusive rights to produce and market all versions, save Korean language, of a prescient original screenplay, *Devour*, written before the COVID-19 outbreak about one young man's struggle for survival during a global viral pandemic. In 2020, during the height of the COVID-19 crisis, a Korean-language motion picture, #Saraidta, based on the Devour screenplay became a blockbuster hit in South Korea. HIG was preparing to release an English language motion picture, Alone, that was based on the Devour screenplay, and



which featured A-list Hollywood talent and a renowned director. But Netflix, along with Korean producers, Zip Cinema and Perspective Pictures, beat HIG to the marketplace with an unauthorized and unlawful direct competitor to HIG's movie. Specifically, they used new language dubbing technologies to quickly and cheaply undermine HIG's rights by releasing, under the name #Alive, multiple dubbed versions (in numerous non-Korean languages, including English) of the original Korean title (#Saraitda) on Netflix. So, while Netflix and its partners profiteered handsomely from an illicit global streaming smash hit, HIG was left holding a worthless property.

4. Netflix has known for over a year that it did not own the rights to produce the content in question. It knew or was reckless in not knowing that it had no rights to distribute *Saraitda* dubbed into English or any other non-Korean language and that such new versions of *Saraitda* constituted unlawful derivative works. It knew or should have known it was breaking the law, committing flagrant copyright infringement. But that did not matter, apparently. Profits, market share and subscriber growth were deemed more important, leaving HIG with no choice but to litigate this matter.

JURISDICTION AND VENUE

- 5. This is a civil action against Defendants for acts of copyright infringement under the Copyright Act, 17 U.S.C. §§ 101 *et seq*. This Court has subject matter jurisdiction under 28 U.S.C. § 1331, 17 U.S.C. § 501(a), and 28 U.S.C. § 1338(a) and (b).
- 6. Venue is proper in this judicial district under 28 U.S.C. §§ 1391(b) and (c) and 28 U.S.C. § 1400(a) in that the claim arises in this judicial district and the injury suffered by Plaintiff took place in this judicial district. Defendants are subject to the general and specific personal jurisdiction of this Court because of their systematic contacts with, and purposeful availment of, the State of California.



Specifically, and among other things, Netflix is headquartered in Los Gatos, California and has a primary office in Los Angeles, California. Zip Cinema and Perspective Pictures, as alleged below, repeatedly reached out to Plaintiff in this forum seeking information about Plaintiff's movie production to further the infringement alleged herein. And on information and belief, Zip Cinema and Perspective Pictures regularly contract and do business in the State of California, including with corporations headquartered in the state. Each of the following Zip Cinema productions is distributed by Netflix, which is headquartered in Los Gatos, California: Crazy Romance (2019), Golden Slumber (2018), Default (2018), The Priests (2015), Cold Eyes (2013), All About My Wife (2012), and Haunters (2010). Moreover, certain of these films, such as All About My Wife, were released in theatres throughout North America, including Los Angeles. The Perspective Pictures productions Night Moves (2013) and Martha Marcy May Marlene (2011) were distributed by Fox Searchlight Pictures and Cinedigm, respectively, both of which are headquartered in Los Angeles, California. Furthermore, Perspective Pictures is, in its own words, "based in Los Angeles." 1

PARTIES

- 7. Plaintiff Hollywood Innovations Group, LLC ("HIG") is a limited liability corporation existing under the laws of California, with its principal place of business in Los Angeles, California. HIG is a multi-service entertainment company, providing film production services domestically and abroad.
- 8. Defendant Netflix, Inc. ("Netflix") is a corporation existing under the laws of Delaware, with its principal place of business in Los Gatos, California. Netflix is an American subscription-based streaming service offering a vast library of films and television programs for streaming to millions of subscribers across the world.

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- 9. On information and belief, Defendant Zip Cinema Co., Ltd. ("Zip Cinema") is a corporation existing under the laws of South Korea, with its principal place of business in Seoul, South Korea. Zip Cinema is a leading Korean film production company, known for several popular titles in Korean cinema.
- 10. On information and belief, in a transaction announced in September 2021 and concluded thereafter, Zip Cinema was acquired by Defendant Kakao Entertainment Corp. ("Kakao"), a corporation existing under the laws of South Korea with its principal place of business in Seongnam, South Korea. Also on information and belief, as a result of the transaction, Kakao has succeeded to or otherwise become responsible for the liabilities of Zip Cinema and is thus responsible for Zip Cinema's acts of copyright infringement alleged herein.
- 11. On information and belief, Defendant Perspective Pictures Co., Ltd. ("Perspective Pictures") is a corporation existing under the laws of South Korea with offices in Los Angeles, California. Perspective Pictures is a film and television production company with several popular independent film titles under its name.
- 12. DOES 1 through 10, inclusive, are unknown to Plaintiff, who therefore sues said Defendants by such fictitious names. Plaintiff will ask leave of Court to amend this Complaint and insert the true names and capacities of said Defendants, individual or corporate, when the same have been ascertained in discovery. Plaintiff is informed and believes and, upon such, alleges that each of the Defendants designated herein as a "DOE" is legally responsible in some manner for the events and happenings herein alleged, and that Plaintiff's damages as alleged herein were proximately caused by such Defendants.

STATEMENT OF FACTS

Plaintiff's Copyright in the Script and Development of the Movie Alone

13. Matt Naylor ("Naylor") is the author of an original screenplay entitled *Devour*, also known as *Alone* (the "Script"). Written before the COVID-19



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