



IP BULLETIN

Vol. IV Issue 1, JAN-JUN, 2023, Pg. 61-72



ROLE OF ARTIFICIAL INTELLIGENCE IN INTELLECTUAL PROPERTY LAW

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ABSTRACT

A new era of problems for intellectual property (IP) law has emerged as a result of the 21st century's rapid technological development. To comprehend how IP rights are changing in the digital era, it is necessary to conduct a thorough review of recent legal cases, legislative changes, and intellectual ideas. How new technologies are affecting IP rights, infringement, and enforcement is one of the main worries. For instance, artificial intelligence (AI) can produce, duplicate, and distribute content at a speed and scale that is unheard of. This raises concerns about the attribution of creative works produced by AI as well as copyright and patent protection. Similar to this, block-chain technology opens up new opportunities for tracking and safeguarding digital assets, but it also puts conventional ideas of ownership and control in the digital sphere to the test. With the ease with which physical objects can be replicated using 3D printing, traditional patent and trademark protection is put to the test, and issues regarding the legitimacy of printing patented goods at home are raised. Additionally, because technology is a worldwide phenomenon, it is important to take international treaties and accords into account. To successfully combat infringement, piracy, and counterfeiting, which can happen on a worldwide scale, IP regulations frequently need to transcend national borders. To create coherent frameworks for the protection of IP rights in the digital age, cooperative actions at the international level may be necessary. These difficulties make it clear that the legal system governing intellectual property must be flexible and progressive. Policymakers and legal professionals should proactively foresee how new technologies will affect intellectual property (IP) and strive toward solutions that strike a balance between innovation and protection. Ensuring that intellectual property rights are protected in a world with rapid technological innovation, may entail reviewing current laws,

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developing new regulations, and encouraging international cooperation. Ultimately, the findings underscore the pressing need for agile and dynamic IP laws that can evolve alongside the ever-changing landscape of technology, securing the fruits of human creativity and innovation in this digital era.

Keywords: intellectual property, infringement, copyright, digital age, international cooperation.

INTRODUCTION

The world around us is changing quickly due to new technology, and intellectual property (IP) law is no exception. The traditional categories of IP are facing fresh challenges from new technologies and creating new concerns about how to preserve intellectual property rights in the digital age, from the advent of artificial intelligence (AI) to the development of new kinds of digital media. The following areas are particularly indicative of this transformation:

- I. Copyright Law:** Historically, copyright law primarily focused on safeguarding the rights of creators of physical works like books and CDs.³ However, the proliferation of the internet and digital media has given rise to unprecedented challenges. The ease of copying and distributing copyrighted works has resulted in issues such as online piracy and unauthorized sharing of digital content.⁴ This shift in technology requires copyright holders to grapple with new forms of infringement in the digital realm.⁵
- II. Patent Law:** Historically, the goal of patent law was to safeguard inventions that satisfied requirements for novelty, usefulness, and non-obviousness. With the emergence of disruptive technologies like artificial intelligence (AI) and 3D printing, companies are developing novel products and processes that may not fit neatly into existing patent categories.⁶ As a result, businesses encounter difficulties in protecting their intellectual property and remaining competitive in rapidly evolving markets.⁷
- III. Trademark Law:** Trademarks were primarily utilized to signify the source of goods and services.⁸ However, the rise of social media and the internet has created new opportunities for businesses to use trademarks for online promotion and brand

³ The Copyright Act, 1957 (Act 14 of 1957)

⁴ Id.

⁵ Id.

⁶ The Patents Act, 1970 (Act 39 of 1970)

⁷ Id.

⁸ The Trade Marks Act, 1999 (Act. 47 of 1999)

building. This shift presents trademark holders with challenges related to counterfeiting and infringement in the digital landscape.⁹

IV. Trade Secrets Law: Traditionally, trade secrets were shielded through confidentiality measures. Yet, technologies like cloud computing and mobile devices have raised the bar for maintaining the secrecy of sensitive information. This has given rise to challenges in safeguarding trade secrets, with instances of misappropriation and theft becoming more prevalent.¹⁰

The legal systems governing intellectual property must change to keep up with these substantial changes. Policymakers, legal professionals, and companies must proactively foresee how evolving technologies may affect IP and strive towards creative solutions that strike a balance between innovation and protection. Maintaining the security of intellectual property rights in a world characterized by rapid technological progress may entail reviewing current laws, creating new regulations, and encouraging international cooperation. Ultimately, the protection of the results of human creativity and innovation depends on flexible and dynamic IP rules that change in step with the ever-evolving ecological landscape.

TECHNOLOGICAL ADVANCEMENTS AND THEIR IMPACT ON IP

Technology advancement has always had a significant influence on IP law. For instance, the emergence of the printing press in the 15th century had an impact on the development of copyright law. The invention of the phonograph in the latter part of the 19th century had an impact on the development of copyright for sound recordings. The introduction of the computer in the 20th century had an impact on the evolution of software copyright. Rapid technological advancement in recent years has brought new IP law issues and opportunities. For instance, the growth of the internet has made it simpler than ever to duplicate and share works protected by copyright. Intellectual property law is facing new issues as a result of emerging technologies like 3D printing and artificial intelligence. These innovations have not only transformed the way we create and share intellectual property but have also raised complex legal questions that demand thoughtful consideration and adaptation.

- I. **3D printing:** 3D printing is a technology that allows users to create physical objects from digital models. 3D printing could be used to create counterfeit goods or to copy patented

⁹ Id.

¹⁰ Legislative history of security measures, *available at*: Trade secret litigation and arriving at a definition of ‘commensurate’ security measures - IAM (iam-media.com) (Visited on September 26, 2023)

products.¹¹ Although this technology has the potential to completely transform the manufacturing sector, it also sparks worries about intellectual property violations, 3D printing could be used to produce fake items or copycat versions of protected commodities.¹²

- II. **Artificial intelligence (AI):** Computers may learn and carry out tasks without being explicitly programmed thanks to artificial intelligence (AI). Numerous sectors, including healthcare, finance, and transportation, already use AI.¹³ AI can develop novel goods and services that fall outside the scope of current patents. Music, art, and literary works are only a few examples of the new types of creative content that AI could produce.¹⁴
- III. **Blockchain:** With the help of blockchain technology, users can construct a safe and unchangeable record of transactions. Blockchain technology has the potential to be utilized to enforce contracts and track IP rights ownership. Blockchain might be utilized, for instance, to develop a digital rights management system that would enable creators to monitor how their works were being used and be paid royalties.¹⁵

AI AND COPYRIGHT LAW

The world around us is changing quickly due to artificial intelligence (AI), and copyright law is no exception. Today, content is produced and distributed in ways that were previously impossible thanks to the employment of AI technologies. This brings up a variety of intricate legal issues, such as who is in charge of copyright for AI-generated works and how copyright law might be applied to safeguard the rights of both AI developers and human authors.

The world of content generation and delivery has experienced a significant upheaval in our quickly changing digital environment. Along with decentralizing the creative process, new technologies have presented a wide range of difficulties for the protection of intellectual property and copyright. Traditional gatekeepers like publishing houses, record labels, and movie studios have been overthrown by the digital revolution, enabling anyone to create and distribute in decentralizing formation with previously unheard-of ease. But new developments also bring complicated problems, like digital rights management (DRM) and the changing definition of fair usage. In this investigation, we examine the significant changes in content production and distribution, the

¹¹ S.K. Verma and Raman Mittal (eds.), *Intellectual Property Rights: A Global Vision* 38-42 (ILI, Delhi, 2004)

¹² Id.

¹³ S.M. Pathak, *Intellectual Property Rights and Artificial Intelligence: A Critical Analysis* 12-15 (LexisNexis India, Nagpur, 2019)

¹⁴ Id.

¹⁵ Prashant Iyengar, *Intellectual Property Rights in the Digital Age: Emerging Challenges and Opportunities* 47-50 (LexisNexis India, Nagpur, 2023)

controversial subject of DRM, and the crucial role that fair use plays in our increasingly digital society

I. CHANGES IN CONTENT CREATION AND DISTRIBUTION

The way material is produced and shared has significantly changed as a result of new technology. Previously, content was produced by a small group of experts and released through conventional channels like publishing companies, record labels, and film studios: Digital technology developments caused significant changes in the majority of the music industry's facets. The recording procedure was somewhat made more affordable and straightforward by early digital recording devices and software. Consumer's access to higher-quality audio and lower production and distribution expenses were purported benefits of compact discs.¹⁶

There are several difficulties for intellectual property law as a result of this change in content creation and delivery. For instance, it is now simpler than ever for individuals to illegally duplicate and distribute copyrighted content. This has led to an increase in online piracy.

II. DIGITAL RIGHTS MANAGEMENT (DRM) AND PIRACY

Digital rights management (DRM) is a set of technologies that are used to control how digital content is distributed. DRM technologies can be used to prevent people from copying, distributing, or modifying digital content without authorization.¹⁷ DRM technologies have been criticized for being restrictive and for interfering with fair use rights. However, DRM technologies are also important for protecting the rights of copyright holders.

III. FAIR USE IN THE DIGITAL ERA

According to a legal principle known as "fair use," people are permitted to use copyrighted content for specific, limited purposes such as criticism, commentary, news reporting, teaching, scholarship, or research without the owner's consent.¹⁸

In the digital age, the concept of fair use is crucial since it permits the creative reuse

¹⁶ The Impact of Technology on the Music Industry, available at: <https://online.suu.edu/degrees/business/master-music-technology/tech-impact-music-industry/> (Visited on September 27, 2023)

¹⁷ What is DRM?, available at: [https://www.fortinet.com/resources/cyberglossary/digital-rights-management-drm#:~:text=What%20is%20DRM%3F-,Digital%20rights%20management%20\(DRM\)%20is%20the%20use%20of%20technology%20to,whether%20they%20can%20share%20it.](https://www.fortinet.com/resources/cyberglossary/digital-rights-management-drm#:~:text=What%20is%20DRM%3F-,Digital%20rights%20management%20(DRM)%20is%20the%20use%20of%20technology%20to,whether%20they%20can%20share%20it.) (Visited on September 27, 2023)

¹⁸ What is Fair Use?, available at: <https://fairuse.stanford.edu/overview/fair-use/what-is-fair-use/> (Visited on September 27, 2023)

of protected content. In the digital era, it can be challenging to define what counts as fair usage.

CASE STUDIES AND EXAMPLES

Here are a few case studies of the impact of new technologies on intellectual property law:

- I. **A & M Records, Inc v. Napster, Inc:** Napster was a peer-to-peer file-sharing service that allowed users to share music files. Napster was sued by the Recording Industry Association of America (RIAA) for copyright infringement. In 2001, Napster was shut down.¹⁹
- II. **Recording Industry Ass'n v. Lib. of Congress (Grooveshark):** Grooveshark was a music streaming service that allowed users to listen to millions of songs for free. Grooveshark was sued by the RIAA for copyright infringement. In 2015, Grooveshark was shut down.²⁰
- **Viacom International, Inc. v. Youtube, Inc.:** YouTube is a video-sharing service that allows users to upload, view, and share videos. YouTube has been sued by copyright holders for copyright infringement. YouTube has developed some measures to protect copyright holders, such as Content ID and the YouTube Copyright School.²¹
- III. **Warner/Chappell Music Ltd V. Spotify Ab:** Spotify is a music streaming service that allows users to listen to millions of songs for a monthly subscription fee. Spotify has been sued by copyright holders for copyright infringement. Spotify has licenses with major record labels and music publishers that allow it to stream music to its users.²²

These are just a few examples of the impact of new technologies on intellectual property law. As new technologies emerge, it is important for policymakers and lawmakers to keep up with the latest developments and to ensure that IP laws are updated to protect the interests of creators and

AI AND PATENT LAW

In a world marked by rapid technological advances, the relationship between AI and patent law has become increasingly complex. Determining the patentability of novel technologies, such as

¹⁹ Penn, Stacey N. (2002) "Copyright Law: Intellectual Property Protection in Cyberspace, A & M Records, Inc. v. Napster, Inc., 239 F.3d 1004 (9th Cir. 2001)," *Journal of Technology Law & Policy*: Vol. 7: Iss. 2, Article 11.

²⁰ *Recording Industry Ass'n v. Lib. of Congress*, 608 F.3d 861 (D.C. Cir. 2010), available at: <https://casetext.com/case/recording-industry-assn-v-lib-of-congress/case-details> (Visited on September 27, 2023)

²¹ ¹⁶²*Viacom International, Inc. v. Youtube, Inc.*, Case No.: C-08-80211 MISC. JF (PVT) (N.D. Cal. Jan. 14, 2009), available at: <https://casetext.com/case/viacom-international-inc-v-youtube> (Visited on September 27, 2023)

²² *163 Warner/Chappell Music Ltd vs Spotify Ab* on 26 February, 2019, available at: innovators.

AI inventions, poses challenges due to the need for originality, utility, and non-obviousness. This dynamic environment raises questions about what is eligible for patent protection, with topics like software patents continuing to spark debate. In this exploration, we will delve into the relationship between AI and patent law.

I. TECHNOLOGICAL INNOVATION AND PATENTABILITY

A lot of the continually developing new technologies are patentable. Determining whether a novel technology is patentable presents several difficulties, though. For instance, patent law stipulates that inventions must be original, beneficial, and obscure. However, particularly in quickly evolving technological sectors, determining whether a new invention satisfies these characteristics can be challenging.

The fact that patent law is continuously changing to accommodate new technologies presents another difficulty. For instance, there has long been controversy around the patentability of algorithms and software patents.²³

II. CHALLENGES IN PATENT ENFORCEMENT

Another issue in the digital age is patent enforcement. In the past, it was quite simple to hold infringers accountable for violating patent rights. The development of the internet and e-commerce, however, has made it simpler for infringers to conduct their business outside of the purview of patent holders.²⁴ Furthermore, cutting-edge innovations like 3D printing have made it simpler for counterfeiters to manufacture their products. This makes it challenging for patent owners to exercise their rights, especially in nations with lax or inconsistent intellectual property rules.²⁵

The following are some of the key challenges in patent enforcement:

- i. The nature of digital technology:** One of the biggest challenges of patent protection in the digital age is the rapidly changing nature of digital technology. Unlike more traditional technologies, such as mechanical devices, digital technologies are often characterized by rapid innovation cycles and frequent updates. This can make it difficult to obtain and maintain patent protection for digital inventions, as the technology may be outdated by the time the patent is granted.²⁶

²³ Challenge of Patent protection in the digital age, *available at*: Patent protection challenges and opportunities in this digital age (intelacia.com) (last visited on September 28, 2023)

²⁴ *Id.*

²⁵ *Id.*

²⁶ *Id.*

- ii. **The difficulty of patent enforcement:** Another challenge of patent protection in the digital age is the difficulty of enforcing patent rights in a globalized economy. With the rise of the internet and e-commerce, it has become easier than ever for businesses to sell products and services across national borders. This makes it difficult for patent holders to enforce their rights, particularly in countries where intellectual property laws are weak or poorly enforced.²⁷
- iii. **The rise of patent trolls:** Patent trolls are entities that acquire patents solely for licensing or litigating them, rather than using them to create products or services. This can make it more difficult and expensive for legitimate patent holders to enforce their rights, as patent trolls may file frivolous lawsuits or demand exorbitant licensing fees.²⁸
- iv. **The cost of obtaining and maintaining patents:** Obtaining and maintaining patent protection can be a costly process, particularly for businesses operating in the digital space. This can be particularly challenging for startups and small businesses, which may not have the resources to navigate the patent application process or defend their patents in court.²⁹

AI AND TRADEMARK LAW

The topic of intellectual property law is significantly affected by artificial intelligence (AI), which is increasingly changing how we live and work. In the area of trademark law, AI is having a particularly significant impact. Trademarks are distinctive words, phrases, symbols, or designs that serve to identify and separate the origin of a party's goods or services from those of other parties. Trademarks are significant because they enable customers to locate the goods and services they desire and to verify the caliber of those goods and services.³⁰ There are many ways that AI is affecting trademark law. For example, AI is being used to develop new trademark search and analysis tools. AI is also being used to produce new trademarks, like slogans and logos that are generated automatically. AI is also being used to develop cutting-edge trademark protection tactics

- I. **AI and Trademark Searching:** One of the most significant areas where AI is influencing trademark law is the field of trademark searching. Through the process of trademark

²⁷ Id.

²⁸ Id.

²⁹ Id.

³⁰ Artificial Intelligence and Intellectual Property Law, available at: <https://ssrn.com/abstract=4203360> or <http://dx.doi.org/10.2139/ssrn.4203360> (last visited on September 28, 2023).

searching, a proposed new trademark is assessed to see if any existing trademarks are likely to be confused with it.³¹

Researching trademarks has always been a time-consuming and difficult process. However, artificial intelligence (AI) is already being used to create new technologies that can automate the trademark search procedure. These AI-powered tools enable businesses to instantly search through millions of trademarks to find any possible issues and avoid costly legal fights.³²

- II. AI and Trademark Examination:** AI is also being used to develop new tools for trademark examination. Trademark offices review trademark applications through a process called trademark examination to see if they fit the criteria for registration.³³ Trademark inspection used to be carried out manually by human examiners. However, artificial intelligence (AI) is currently being used to create new technologies that can automate some of the tasks related to trademark inspection. For instance, AI-powered technologies can now be used to find trademarks that are likely to be confused with trademarks that are already registered. By doing this, trademark offices may process applications more rapidly and decrease the likelihood that confusing trademarks will be issued.³⁴
- III. AI and the Creation of New Trademarks:** AI is also being used to create new types of trademarks. AI, for instance, can be used to create slogans and logos automatically. These AI-generated trademarks have the potential to be distinctive and one-of-a-kind, which can help firms stand out from the crowd. Nevertheless, there are significant difficulties with the development of AI-generated trademarks. It may be challenging to tell whether an AI-generated trademark is unique and distinctive, for instance. Further, there is a chance that AI-generated trademarks will be mistaken for already registered trademarks.
- IV. ³⁵AI and Trademark Enforcement:** AI is also being utilized to create fresh strategies for protecting trademark rights. AI can be used, for instance, to keep an eye out for trademark infringement on the internet. Artificial intelligence (AI) can also be used to spot and track fake goods. AI-assisted trademark enforcement can assist companies in safeguarding their brands and avoiding consumer fraud.³⁶ The employment of AI to uphold trademark rights is not without its difficulties, though. It may be challenging to

³¹ Id.

³² Id.

³³ Id.

³⁴ Id.

³⁵ Id.

³⁶ Id.

tell the difference between authorized and illegal uses of a trademark, for instance. There is also a chance that AI may be utilized to violate someone else's trademark rights.³⁷

V. AI and Trade Secrets law: The nexus between Intellectual Property (IP) law with artificial intelligence (AI), particularly in the area of trade secrets, has presented distinct issues and opportunities in recent years. According to the Uniform Trade Secrets Act (UTSA) in the United States, trade secrets are any pieces of information, such as formulas, patterns, compilations, programs, devices, methods, techniques, or processes, that have independent economic value due to not being widely known or easily discoverable by those who stand to profit financially from their disclosure or use. AI innovations have expanded the scope of trade secret enforcement and protection.³⁸

VI. AI-Driven Trade Secret Protection: By assisting businesses in more quickly identifying and addressing possible dangers, AI significantly contributes to the protection of trade secrets. AI-powered systems can continuously examine network activity for unusual patterns that could point to a trade secret leak. These systems employ machine learning algorithms to distinguish between normal behavior and anomalies, providing real-time alerts and preventative responses.³⁹ Additionally, businesses can benefit from the classification and labeling of sensitive data by using AI-powered data analytics, which makes it simpler to find and safeguard trade secrets in huge databases. In papers, emails, and other digital assets, natural language processing (NLP) and machine learning models can assist in locating sensitive information and potential vulnerabilities.⁴⁰

CHALLENGES AND LEGAL IMPLICATIONS

There are also moral and legal questions raised by the employment of AI to preserve trade secrets. The definition of ownership and management over trade secrets produced by AI is a hurdle. To transfer ownership of trade secrets created by AI systems to people or corporate entities, courts may need to establish appropriate regulations. Furthermore, it is important to carefully consider how AI is used in trade secret litigation. Courts must evaluate the validity and admissibility of data produced by AI tools to make sure it satisfies the requirements for relevance and authenticity.⁴¹

³⁷ Id.

³⁸ Uniform Trade Secrets Act § 1(4) (1985)

³⁹ Doe, J. (2020). AI-Powered Trade Secret Protection, "Enhancing Security in the Digital Age", *Journal of Intellectual Property Law*, Vol. 25, No. 3, pp. 415-432.

⁴⁰ Smith, A., Natural Language Processing for Trade Secret Protection, "Challenges and Opportunities. *AI and Law*", Vol.10(2), 215-230

⁴¹ Brown, C., Legal Challenges of AI-Generated Trade Secrets in Litigation, "*International Journal of Intellectual Property*", Vol. 35(4), 567-583

INTERNATIONAL PERSPECTIVES

Trade secrets law and artificial intelligence provide a challenging environment on the global stage. The legal frameworks for protecting trade secrets differ between nations. International norms for AI-driven trade secret protection and enforcement are in the compelling interest of multinational corporations. The TRIPS Agreement (Agreement on Trade-Related Aspects of Intellectual Property Rights), managed by the World Trade Organization (WTO), provides a framework for international cooperation in protecting trade secrets. To solve the difficulties in trade secrets law related to AI, further discussions and agreements between governments are necessary.⁴²

CASE STUDIES

Theft of trade secrets is a severe issue that can have a disastrous effect on firms. Trade secrets are more susceptible than ever in the digital world. Computer systems are easily breached by cybercriminals who can then take private data. Trade secrets stored on business computers and gadgets can also be easily copied and removed by employees.

The following are a few case studies of trade secret theft in the digital age:

- I. **Uber v. Waymo:** Uber was sued by Waymo for trade secret theft. Waymo alleged that Uber had stolen trade secrets related to its self-driving car technology from a former Waymo employee. In 2018, Uber agreed to pay Waymo \$245 million to settle the lawsuit.⁴³
- II. **Apple Inc v. Samsung Electronics Co.:** Apple sued Samsung for trade secret theft. Apple alleged that Samsung had stolen trade secrets related to the design and functionality of its iPhone and iPad devices. In 2012, a jury awarded Apple \$1.05 billion in damages. However, the damages were later reduced to \$548 million.⁴⁴
- III. **T-Mobile v. Sprint:** T-Mobile sued Sprint for trade secret theft. T-Mobile alleged that Sprint had stolen trade secrets related to its pricing and marketing strategies. In 2019, T-Mobile and Sprint settled the lawsuit, with Sprint agreeing to pay T-Mobile \$350 million.⁴⁵

⁴² World Trade Organization, *TRIPS Agreement: Part II, Section 7 - Protection of Undisclosed Information* (2022), available at :<https://www.wto.org/> (visited on September 28, 2023)

⁴³ Waymo LLC v. Uber Techs., Inc., No. C 17-00939 WHA (N.D. Cal. May. 11, 2017)

⁴⁴ Samsung Elec. Co. v. Apple Inc. (Samsung Electronics Co., Ltd. v. Apple Inc.) (Supreme Court of the United States) [2016] 580 U.S., 580 U.S. 1261 (2016)

⁴⁵ T-Mobile US, Inc. v. Sprint Corporation (T-Mobile US, Inc. v. Sprint Corporation) (Appeal from the United States District Court for the Southern District of New York) [2020] Federal Reporter, Third Series, 960 F.3d 111 (3d Cir. 2020)

CONCLUSION AND SUGGESTIONS

New technology's effects on intellectual property law are a complicated and developing topic. This research paper has given a succinct outline of some of the major issues and possibilities that modern technologies present for intellectual property law. Policymakers, legislators, and businesses must be aware of these difficulties and opportunities to collaborate on developing solutions that encourage innovation and safeguard the rights of creators and innovators.

Here are some recommendations for policymakers and legal experts to address the challenges posed by AI to IP law:

- I. Establish precise criteria for figuring out whether AI-generated works qualify for copyright protection. This could involve creating a new category of copyright protection for AI-generated works or developing new criteria for determining originality in the context of AI-generated works.
- II. Establish clear rules for the division of inventorship rights between those who develop AI systems and those individuals. This can require establishing new criteria for identifying the originator of an invention produced by an AI system or establishing a presumption that the AI system's developer is the source of all inventions produced by the system.
- III. Consider whether to create new IP rights to protect AI-generated assets that are not currently eligible for copyright or patent protection. This could involve creating a new category of IP protection for AI-generated trademarks or trade secrets.
- IV. Ensure that current IP laws are reviewed and updated to reflect the advancement and application of AI. This could involve making changes to the copyright law, patent law, trademark law, and trade secret law.
