# New York Law Tournal



Credit: Vadim Ben Horin/Adobe Stock

**NEWS** 

# Deloitte Accused of Ripping Off Tax Client Zora Labs' AI Trademark

"The case exemplifies the brand protection challenges companies face with competitors increasingly citing their Al capabilities for marketing purposes," said Matthew D. Kohel, a partner at Saul Ewing who is not involved in the matter.

June 12, 2025 at 03:23 PM

© 3 minute read

Litigation



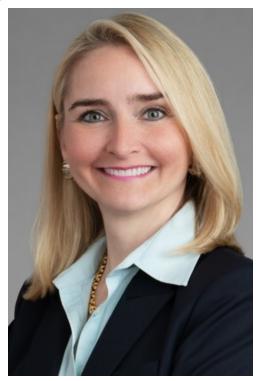
By Michael A. Mora

## What You Need to Know

- Deloitte faces a trademark lawsuit after allegedly infringing on the trademark of its client, Zora Labs LLC.
- The case underscores rising IP tensions between emerging companies and legacy firms in AI expansion.
- Plaintiffs seek a restraining order, alleging customer confusion and reputational harm.

Deloitte Consulting LLP is facing a lawsuit in New York federal court after its new "digital workforce" Al platform allegedly infringed on the digital asset exchange Zora Labs LLC's "Zora" trademark.

Merri C. Moken, a partner in New York at <u>Brown Rudnick</u> who represents the plaintiff, Zora Labs, said in a statement that the company takes great care in developing and protecting its intellectual property, including the Zora trademark, which was established well before Deloitte Consulting's use of the same mark.



Merri Moken, partner at Brown Rudnick

"Zora is a client of Deloitte Tax, and was disappointed to see Deloitte Consulting adopt Zora's mark without permission," Moken said. "After making multiple attempts to resolve this matter amicably, Zora was ultimately left with no choice but to seek a restraining order to prevent further infringement and harm. We are confident the court will restrain Deloitte and find Deloitte liable."

Jonathan Gandal is the managing director of reputation at Deloitte.

"This filing is meritless and we intend to defend ourselves vigorously," Gandal said in a statement.

Zora Labs operates a web3 platform in which users can create, buy, sell, curate and view social media content on the blockchain. Zora-created Al has been provided to consumers to create non-fungible tokens, among other things. Numerous record-breaking NFT transactions have been assembled and sold on its platform, such as the Doge NFT for \$4 million.

And in addition to Zora Labs' large social media following, the plaintiff alleged in the complaint that the mark has become a distinctive indicator of its brand of goods and services and has a favorable reputation among members of the purchasing public. However, Zora Labs alleged that Deloitte capitalized on the Zora Labs brand with the "Zora Al" product.

On March 18, 2023, Deloitte issued a press release announcing the launch of an Al platform it called "Zora Al" in connection with artificial intelligence-related services. Zora Labs alleged that Zora.ai is identical to the plaintiff's domain, Zora.co. However, Deloitte failed to file a trademark application for Zora.

Users accessing Deloitte's webpage "include and continue to include" people searching for Zora Labs' goods and services, according to the complaint. In response to a demand letter to rebrand Zora AI sent in March, Deloitte's assistant general counsel declined to do so, it said. Meanwhile, Zora Labs cited additional instances in which Deloitte engaged in allegedly similar conduct.

Now, the case is pending before U.S. District Judge Arun Subramanian of the U.S. District Court for the Southern District of New York.

Matthew D. Kohel, a partner at <u>Saul Ewing</u> who advises companies on the use of Al and specializes in intellectual property litigation, said that the allegations highlight how quickly a company's brand, built carefully in a tech-based niche, can become a target when larger players jump into new technologies.

"While the headlines have focused on the continued wave of copyright infringement cases against <u>LLM providers</u>, the alleged past incident with cognitive scale suggests there may be a new trend where business relationships could be leveraged to misuse a smaller innovator's trademarks and brand to gain customers in the growing Al marketplace," Kohel said.

Kohel explained that the cognitive scale references a technology company specializing in augmented intelligence software that helps businesses solve complex problems at scale.

He added: "Allegations like these demonstrate the need to have a robust IP protection, monitoring and enforcement strategy."

#### **NOT FOR REPRINT**

© 2025 ALM Global, LLC, All Rights Reserved. Request academic re-use from <a href="www.copyright.com">www.copyright.com</a>. All other uses, submit a request to <a href="mailto:asset-and-logo-licensing@alm.com">asset-and-logo-licensing@alm.com</a>. For more information visit <a href="mailto:Asset & Logo Licensing">Asset & Logo Licensing</a>.

## You Might Like



# Men Plead Not Guilty in NY Ransom, Spotlighting Risks of Crypto Wealth Without Regulation

By Michael A. Mora

( 4 minute read



# 'Why Removal Exists'?: Second Circuit Hears Trump Arguments to Send Litigation Over State Criminal Conviction to Federal Court

By Emily Saul

( 5 minute read



## Labaton Keller Sucharow Installs Eric Belfi as Firm Chairman

By Alyssa Aquino

( 2 minute read



# In Bid to Address Representation, 11th-Hour Bill Proposes to Reshape Judicial Districts in Upstate and Western New York

By Brian Lee

( 5 minute read

#### LAW FIRMS MENTIONED

# Saul Ewing Arnstein & Lehr

#### **Brown Rudnick**

#### TRENDING STORIES

# Business Planning Blindspots Costing You Opportunities (And Solutions to Amplify Your Impact)

THE LEGAL INTELLIGENCER

Navigating New York's Insurance Coverage Landscape as Sexual Abuse Litigation Mounts

**NEW YORK LAW JOURNAL** 

People in the News—June 13, 2025—Markovich Grover, Pond Lehocky

THE LEGAL INTELLIGENCER

How I Made Partner: 'Ensure That Everyone Internally Knows Your Work Quality,' Says Matthew Jorge of Marshall Gerstein

LAW.COM

Women Leaders in Tech Law, Litigation Honoree: Emily Henn, Covington & Burling

THE RECORDER

Molly Dooling

Latest

Trending

#### Who Got The Work

Robert J. Hingula of Polsinelli has entered an appearance for The Doe Run Resources Corp. in a pending wage-and-hour class action. The complaint, filed April 29 in Missouri Eastern District Court by Josephson Dunlap LLP, Engelmeyer & Pezzani and Bruckner Burch PLLC on behalf of entry-level miners and other...

Read More

#### Who Got The Work

Stephen E. Frank of Quinn Emanuel Urquhart & Sullivan has entered an appearance for Christopher Aubin and his companies Anchor State Capital and

Open My Radar →

#### LAW.COM PRO

Full Steam Ahead: Demand, Rate Increases Have Big Law Feeling Confident After Q1 Amid Broader Economic Uncertainty

ALM Market Analysis Report Series: Heightened Competition for Talent is Driving Change in New York City

Am Law 200 Real Estate: Trends and Analysis

# More from ALM



Legal Speak is a weekly podcast that makes sense of what's happening in the legal industry.

Browse all Products

Retired Associate Justice Talks Life After New Jersey Supreme Court

① 1 minute read

### 60 Years of Breaking Barriers: Legal Pioneer Sylvia Walbot Retires

① 1 minute read

# Legal Speak: ALM Welcomes Nick Brailey as CEO Amid Merger with Law Business Research

① 1 minute read

# Sign Up Today and Never Miss Another Story

As part of your digital membership, you can sign up for an unlimited number of complimentary newsletters from Law.com by visiting your My Account page and selecting Newsletters to make your selections. Get the timely legal news and analysis you can't afford to miss, curated just for you, in your inbox, every day.

Subscribe to Law.com Newsletters



### LAW.COM

The industry-leading media platform offering competitive intelligence to prepare for today and anticipate opportunities for future success.

About Us | Contact Us | Site Map | Asset & Logo Licensing | Advertise With Us | Customer Service | Terms of Service | FAQ | Privacy Policy | Do Not Sell My Information





Copyright © 2025 ALM Global, All Rights Reserved