LOTNETWORK

LOT NETWORK REPORT 2026

LOT NETWORK STATS 2026

6,600+
Total members now in LOT

3X
The number of defendants sued by PAEs over former LOT assets has tripled (18 known missed opportunities).

3,000+
LOT-covered patents owned by PAEs

95
Different countries in which LOT members own patents

6.3M+
Patent assets covered via LOT Network members

26%
of all U.S. granted patents

17%
of European patents (22% of all German patents and 18% of all United Kingdom patents)

16%
of Japanese patents and ~900k Chinese patents

50%
of all GenAI patent families

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SOME OF OUR NEW MEMBERS:



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A Message from the CEO



Dear LOT Network Members,

When asked why he robbed banks, Willie Sutton said, **"Because that's where the money is."** Sutton's strategy helps explain why PAEs (patent assertion entities) target companies that rely on widely used technologies: **that is where technologies become embedded in broader products and services, generating value across the supply chain and concentrating patent assertion leverage**.

Semiconductors are a good example. They sit at the heart of everything from AI and cloud infrastructure to automotive, communications and consumer electronics. Over the past year, LOT's semiconductor coverage has continued to grow significantly. LOT now covers approximately **327,000 semiconductor assets worldwide**, with major additions including SK Hynix, Samsung, DISCO, LITEON and Novatek, among others. In the U.S., approximately **24% of active semiconductor patents are now under the LOT license**. That coverage continues to increase as additional semiconductor companies join the Network.

But the bigger story this year is that LOT's protection is becoming **more measurable, not theoretical**.

More than **3,000 LOT-covered patents are now owned by PAEs**, and at least **18 non-members have been sued by PAEs using former LOT assets**. Those are real patents, real assertions and real examples of protection that LOT members secured by joining before those assets moved.

LOT now brings together more than **6,600 companies** and covers more than **6.3 million patent assets**. Now the world's most innovative companies are immunized through the largest patent pool in the world.

I want to thank our members for continuing to grow and strengthen this community. LOT was built on a simple idea: operating companies can collectively reduce the PAE risk they create for one another. In 2026, **we can increasingly demonstrate, rather than simply suggest, that LOT Network is by far the most cost-effective solution to the PAE issue.**

Best regards,

Ken Seddon

Ken Seddon
CEO, LOT Network

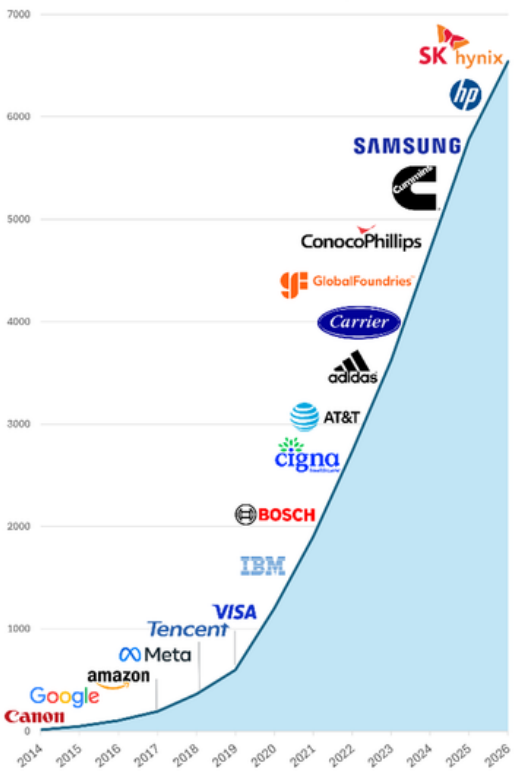
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What's in LOT: Membership & Technology Highlights

LOT Network continued to expand in 2026, growing from more than *5,700* members at the end of 2025 to more than *6,600* by Q4 2026. Together, LOT members now bring approximately *6.3 million* active granted patents and applications under the LOT license worldwide.

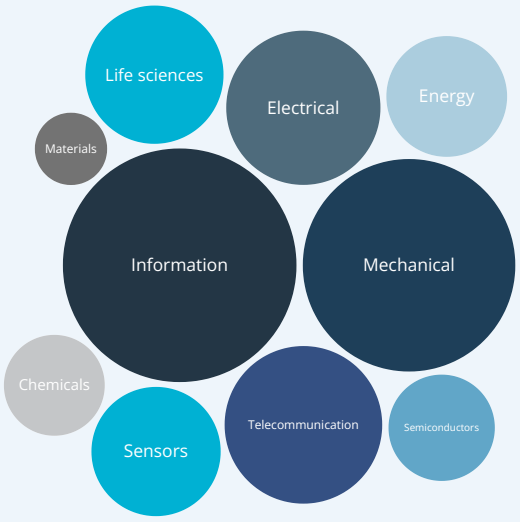
This year's additions have also broadened the Network across a diverse range of industries, including technology, semiconductors, automotive, financial services, healthcare, consumer products, media, energy and infrastructure. Notable new members include HP, Motorola Solutions, SK Hynix, Valeo SE, Mistral AI SAS, Equinix, Humana, SoFi Technologies, The Depository Trust & Clearing Corporation, L'Oréal SA, Société des Produits Nestlé SA, Rogers Communications and Magna International.

LOT Network Membership Over Time

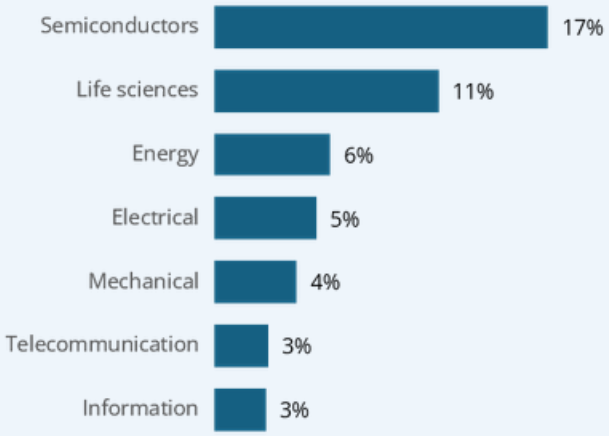


Growth of Total Active Assets in LOT Network

By total active assets as of 2026



By growth rate from 2025



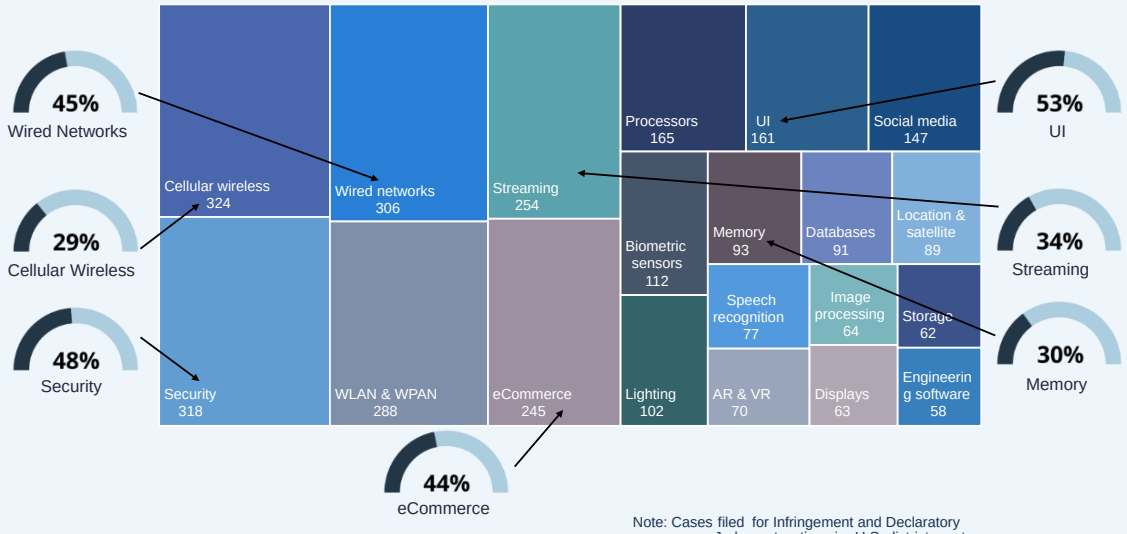
Per LexisNexis Classification™, LOT now includes more than *327,000* semiconductor assets, approximately *720,000* telecommunications assets and over *550,000* life sciences assets worldwide. Other strategically important areas include cellular wireless, with more than *294,000* assets; machine learning, with more than *236,000*; and streaming, with more than *192,000*.

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Scale alone, however, does not tell the full story. An important measure of LOT's value is how much of the Network's coverage sits in technologies that PAEs frequently use in litigation. PAE assertions often involve technologies with applications far beyond the industries in which those patents originated. A company does not need to be a telecommunications, semiconductor or software business to encounter patents covering those technologies.

Among the technology areas where PAEs most frequently litigate in the U.S., LOT Network's coverage continues to exceed its overall share of active U.S. patent rights. LOT now covers approximately 29% of active U.S. patents in cellular wireless, 29% in WLAN/WPAN, 34% in streaming, 45% in wired networks and 53% in user interface technologies.

Top Technologies in PAE Litigation vs. LOT Coverage in the U.S.
Patents asserted by PAEs in U.S. district courts over the past three years (2023–2025)



Note: Cases filed for Infringement and Declaratory Judgment actions in U.S. district courts

Source: RPX Empower, LexisNexis Cipher

LOT is increasingly relevant for companies operating in SEP-heavy markets. U.S. SEP litigation has risen materially over the last decade, and PAEs account for more than 40% of recent U.S. SEP-related disputes, nearly double their share from a decade ago. That makes the risk environment broader, more expensive, and less predictable for both patent owners and implementers.

LOT already includes global technology leaders such as Samsung, Microsoft, Google, Tencent, Canon and Foxconn, with significant SEP presence across 5G, Wi-Fi, IoT, video, audio and Qi. For companies in SEP-heavy markets, LOT offers a natural way to join peers, strengthen network value and participate in a leading industry coalition.

LOT members also remain strongly represented in generative AI, accounting for nearly 50% of GenAI patent families. Five of the world's top 10 GenAI patent holders are LOT members, alongside notable innovators including OpenAI, Anthropic and Mistral AI.

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LOT Network Coverage Around the World

The **U.S.** remains the most critical jurisdiction for patent-risk mitigation, given its position as the world's most active patent-litigation venue. LOT's coverage includes more than 1.14 million active U.S. patents and applications, representing over 26% of all active U.S. patents.

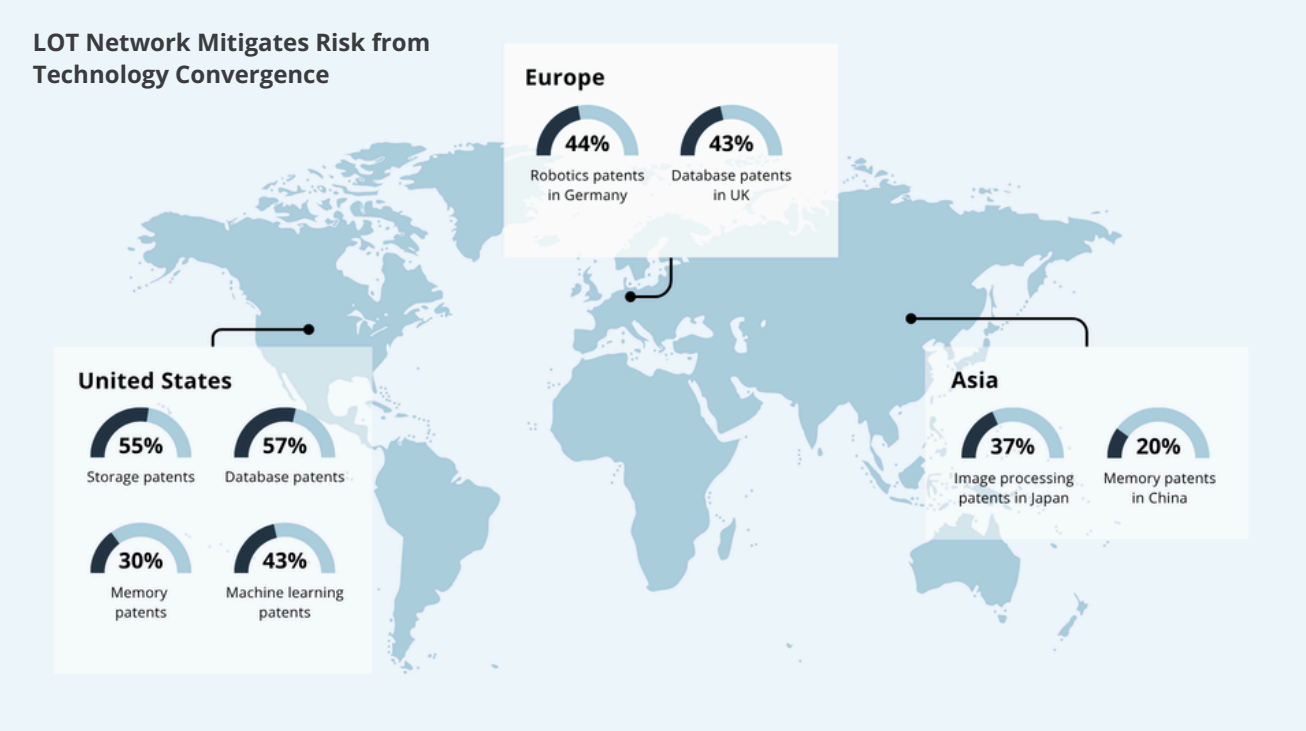
With the Unified Patent Court now established as an important part of the European patent landscape, **Europe** remains a focal point for global patent strategy. LOT members benefit from extensive coverage across both the European Patent Office and key national jurisdictions. LOT now covers approximately 17% of active EPO patent rights, rising to around 22% in Germany, 18% in the United Kingdom and 17% in France.

China now has approximately 890,000 active LOT-covered patents and applications, reflecting the country's central role in global innovation and manufacturing.

Japan has particularly strong LOT coverage across several important technology areas, including approximately 37% of image-processing patents, 33% of optical-sensor patents, 32% of transmission patents, 31% of motor patents and 27% of battery patents.

Korea remains an important market for semiconductors and connectivity, with LOT covering approximately 58% of semiconductor memory patents, 29% of WLAN/WPAN patents and 27% of cellular wireless patents.

Taiwan remains strategically important to the global semiconductor and electronics industries. LOT's presence continues to strengthen through recent additions, including UMC, LITEON and Novatek, building on an already significant group of Taiwanese technology companies in the Network.



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LOT Network Community

LOT is committed to supporting our members through introductions, networking opportunities, and other resources that add value to our community.

Events Round-Up

The annual BRIDGE conference returned to the Bay Area on October 1, bringing together LOT Network members for a day of knowledge sharing, networking, and collaboration. The event featured engaging discussions on the topics shaping today's IP landscape, including patent validity, AI platform deals, litigation funding, licensing case law, and elevating IP strategy to the boardroom. A highlight of the conference was a **keynote fireside chat featuring USPTO Director John Squires and former Director David Kappos**, offering valuable perspectives on the evolving patent landscape. The event reinforced the value of the LOT Network community and the importance of collaboration in addressing emerging IP challenges.







The 3rd Annual LOT Network Oktoberfest IP & Legal Networking Event took place on September 23 at BMW Welt in Munich, bringing together senior IP and legal professionals for a day of insightful discussions, networking, and Bavarian tradition.

2027 Invoices

We want the annual billing process to be as simple as possible. If your company has moved to a different revenue tier or your billing contacts have changed, please email **invoices@lotnet.com**. You do not need to report your revenue to LOT – only the applicable membership tier.

If nothing has changed, no action is required. Please also contact the invoicing team if you have not received your invoice or have any billing questions.

MEMBERS! SAVE THE DATE. WE RETURN TO THE BAY AREA NEXT YEAR.



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