



**Péter Homoki** (Homoki Law Office)  
*Small law firms in small countries  
with a big appetite*

# Language technology solutions for lawyers - New tools and new perspectives workshop

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# Outline

Why small firms?

Small languages with small datasets in law

What applications?

Changes to expect in the profession



<https://ai4lawyers.eu/>



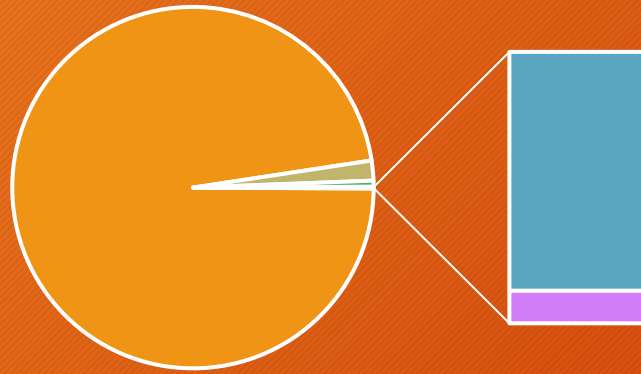
*EU co-funded project*

# ARTIFICIAL INTELLIGENCE FOR LAWYERS

Main project outcomes and reports

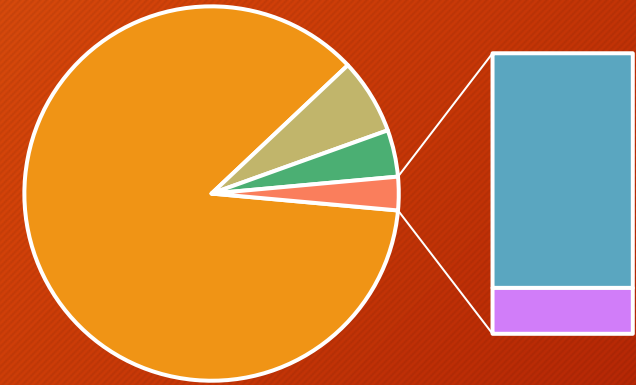
Material

EU

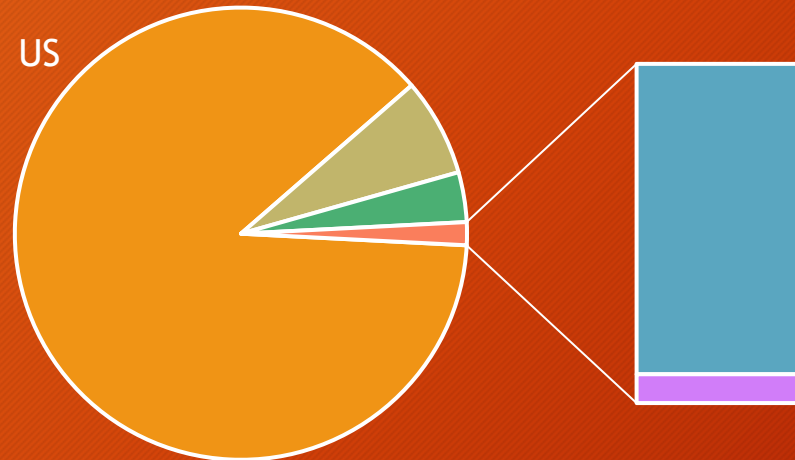


- Establishments with 0 to 9 employees
- Establishments with 10 to 19 employees
- Establishments with 20 to 49 employees
- Establishments with 50 to 249 employees
- Establishments with 250 employees or more

UK

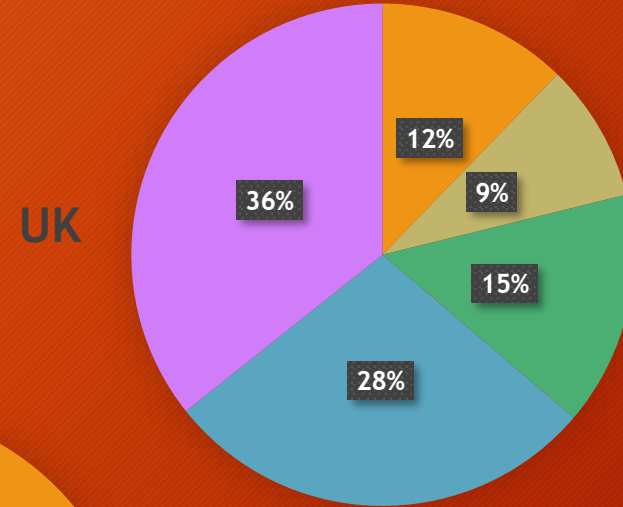
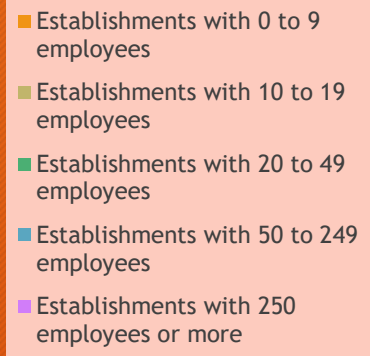
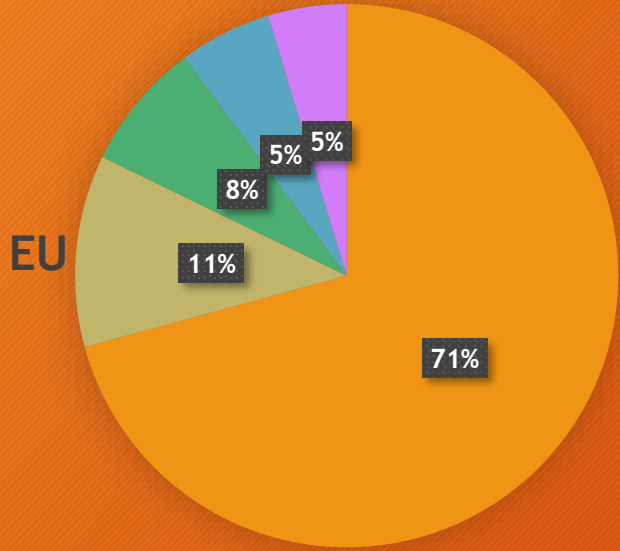


US

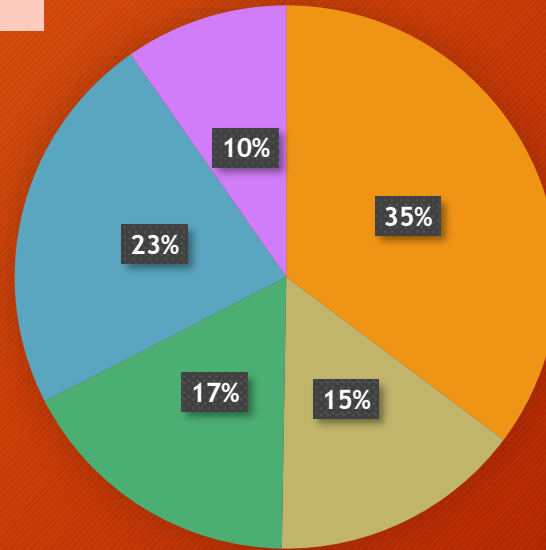


2018 % of establishment of all	EU establishment	US establishment	UK establishment
Entities with 0 to 9 employees	97.52%	87.80%	86.53%
Entities with 10 to 19 employees	1.78%	7.00%	6.54%
Entities with 20 to 49 employees	0.54%	3.56%	4.04%
Entities with 50 to 249 employees	0.13%	1.50%	2.41%
Entities with 250+ employees	0.02%	0.14%	0.47%





US



2018 % of employees	EU employees	US employees	UK employees
Entities with 0 to 9 employees	71.44%	35.23%	12.25%
Entities with 10 to 19 employees	11.54%	15.03%	8.91%
Entities with 20 to 49 employees	7.69%	17.18%	15.08%
Entities with 50 to 249 employees	5.56%	22.86%	28.07%
Entities with 250+ employees	4.72%	9.71%	35.69%

## **Small firms:**

simple, flat organisation

tight budgets, lack of IT expertise, no developments

profit-oriented activity

strong competition within own market

## **Different business models for legal-like services**

law firm business model: focusing on human, selling capacity of highly skilled individuals

vs.

legaltech based business model/legal operations



# Small languages with small linguistic and legal datasets

- NLP tools/AI not magic: economies of scale needed for investment
- dataset needs of large language models: monolingual models
- excellent translation will not solve problems that need legal data to answer
- languages  $\neq$  jurisdictions
- where may transfer learning help and where not?

*WuDao trained on 1.2 TB Chinese, 1.2 TB English text*  
*GPT-3 trained on 570 GB text*

Model	Developer	Parameter Size
WuDao 2.0	Beijing Academy of Artificial Intelligence	1.75 trillion
MT-NLG	Nvidia and Microsoft	530 billion
Bloom	Hugging Face and BigScience	176 billion
GPT-3	OpenAI	175 billion
LaMDA	Google	137 billion
ESMFold	Meta AI	15 billion
Gato	DeepMind	1.18 billion

but training for legal applications  
is not the same as training for  
Large Language Models (LLM) from scratch;

legal models  
may be built (finetuned) on LLMs

Dataset	Quantity (tokens)	Weight in training mix	Epochs elapsed when training for 300B tokens
Common Crawl (filtered)	410 billion	60%	0.44
WebText2	19 billion	22%	2.9
Books1	12 billion	8%	1.9
Books2	55 billion	8%	0.43
Wikipedia	3 billion	3%	3.4

**Table 2.2: Datasets used to train GPT-3.** “Weight in training mix” refers to the fraction of examples during training that are drawn from a given dataset, which we intentionally do not make proportional to the size of the dataset. As a result, when we train for 300 billion tokens, some datasets are seen up to 3.4 times during training while other datasets are seen less than once.



what applications?

	Computer Vision	Deep Learning	Facial Recognition	Knowledge Graphs	NL Generation	NL Speech Understanding	NL Text Understanding	Physical Robotics	Recommender Systems	Reinforcement Learning	Robotic Process Automation	Simulations	Transfer Learning	Virtual Agents
All Industries	23%	19%	11%	17%	12%	14%	24%	12%	17%	16%	26%	17%	12%	23%
Automotive and Assembly	15%	14%	9%	16%	3%	11%	12%	24%	12%	5%	33%	27%	6%	12%
Business, Legal, and Professional Services	29%	24%	15%	20%	23%	18%	19%	13%	22%	27%	31%	18%	21%	19%
Consumer Goods/Retail	23%	12%	14%	17%	11%	13%	14%	4%	8%	8%	16%	9%	1%	15%
Financial Services	17%	16%	11%	16%	12%	18%	32%	4%	13%	16%	33%	12%	12%	28%
Healthcare Systems/Pharma and Medical Products	30%	25%	12%	19%	10%	8%	26%	28%	22%	13%	28%	22%	19%	31%
High Tech/Telecom	28%	22%	6%	17%	17%	18%	34%	5%	19%	15%	23%	14%	11%	25%

% of Respondents (AI Capability)



**Document generation:** for speed of production and knowledge management

economies of scale needed for small firms?

Assisting drafting of documents: consistence, helping in quality rather than quantity

**Legal research (NLU):** access to larger databases, faster and wider research

**Document analysis (NLU):** faster and more precise research, specific reports of specific aspects, relying huge editorial type of work

**RPA and help in internal office administration:** relies on case and practice management systems, semi structured data already recorded etc., RPA not helpful for generic practices with no capacities to standardise workflow

# transformation of small law firms?

loss of independence to tech. providers and intermediaries

increasing subscription/overhead or infrastructure costs

future of “PeopleLaw”? a future similar to dentists?

- forced changes in the working language
- more ADRs w/o lawyers instead of national litigation?
- role of new “internet” intermediaries

role of bars: tech providers, intermediaries or education?



Thank you!

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