## Intellectual Property and E-Commerce

WIPO-WASME SPECIAL PROGRAM ON PRACTICAL IP ISSUES

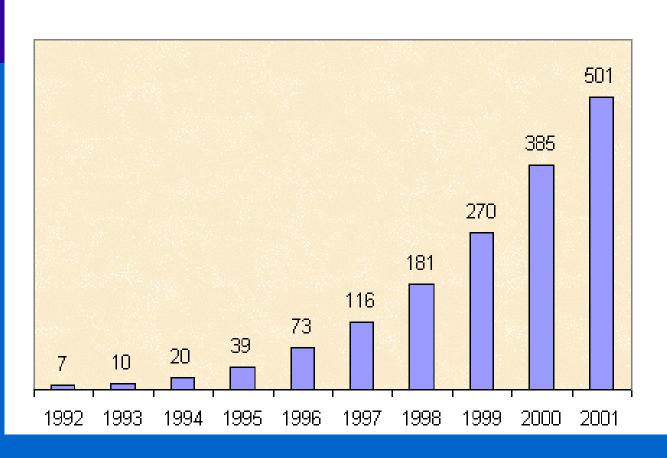
Geneva, October 6 to 9, 2003

ARTURO ANCONA

Copyright E-commerce, Technology and Management Division

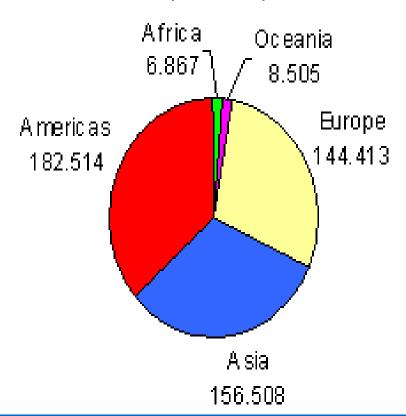
# "Intellectual Property & E-Commerce"

#### Internet Users in the world (millions)

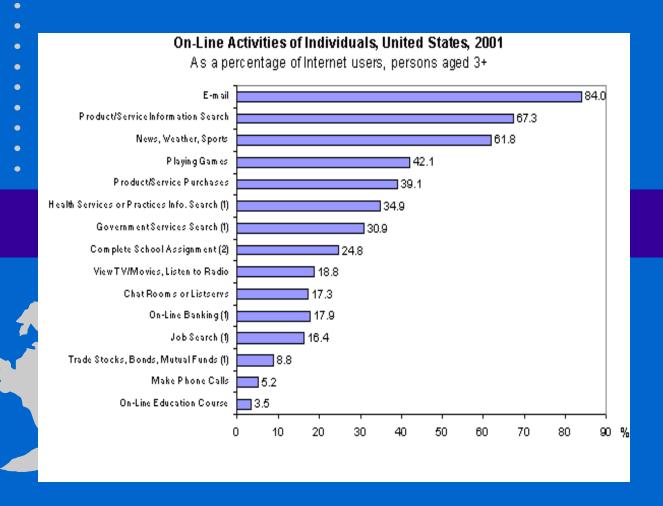


Source: World Telecommunication Development Report, ITU, March 2002

### Geographical Distribution of On Line Population (millions)



Source: World Telecommunication Indicators, ITU, March<sub>4</sub>2002



Source: OECD "Information technology Outlook-ITC and the information Economy"

#### New business Models

A) Trade of physical objects and services



B) Trade of "WORKS" over the internet

# Challenges posed by the digital technologies to IP

- F perfect copies, instant, infinite copies
- F distributed globally with a click, morphable
- F online piracy (growing as bandwidth increases)
  - 7 ongoing battle
  - 7 file-sharing creates increasing urgency
  - 7 music piracy costs the industry US\$4.3 billion a year-----40% of all C.Ds sold in 2002 were pirated copies
  - 7, the film industry is next...
- F jurisdiction
  - 7 IP law is territorial
  - 7 Internet is everywhere and nowhere
  - 7 how to defend and enforce IP rights in virtual space?

# Responses to Challenges Posed by Digital Technologies

- WIPO "Internet Treaties": WIPO Copyright treaty (WCT) and the WIPO Performances and Phonograms Treaty (WPPT) entered into force on March 6, 2002, and May 20, 2002, respectively
- Continuous work due to Further technological developments
- Support to National legislation

### Legal adjustments in response to digital technologies under the WCT/WPPT

- F Legal control over storage and transmission of works in digital systems
- F Rights to prevent circumvention of copy- and access-controls (encryption, watermarking)
- F Rights to prevent tampering with rights management information (digital identifiers + licensing terms expressed as metadata & associated with content)

### Implementation of the WCT & the WPPT

- Japan: Amendments to the Copyright Law
- United States of America: Title I of the Digital Millennium Copyright Act (DMCA), "WIPO Copyright and Performances and Phonograms Treaties Implementation Act of 1998"
- European Directive 2001/29/EC on the harmonization of certain aspects of copyright and related rights in the information society

#### Remaining Issues

- Protection of Audiovisual Performances
- Protection of Broadcasting Organizations
- Protection of Non-Original Databases

### Jurisdiction and applicable law

- Complexity of the issues
- WIPO's initiatives
- WIPO Arbitration Center
- time & cost savings
- autonomy
- neutral procedures
- specialized expertise
- confidentiality
- single procedure
- ADVISORY COMMITTEE ON ENFORCEMENT

## Proposed Future Work of the WIPO Standing Committee on Copyright and Related Rights

- DRM
- Exceptions and Limitations
- Visually Impaired
- voluntary copyright recordal systems
- implementation of the WCT and WPPT
- economics of copyright
- collective management of copyright and related rights

### WIPO Digital Agenda

#### Thank you!

Visit the WIPO website at:

http://www.wipo.int/copyright