FIFTEENTH CONGRESS OF THE REPUBLIC OF THE PHILIPPINES

Senate Gerretary

First Regular Session

'11 MAY 25 A9:30

SENATE

RECEIVED BY:

COMMITTEE REPORT NO. 38

Submitted by the Committee on Trade and Commerce joint with the Committees on Constitutional Amendments, Revision of Codes and Laws; Justice and Human Rights; Finance; and Science and Technology on MAY 2 5 2011.

Re: Senate Bill No. **2842**, prepared by the Committees

Recommending its approval in substitution of Senate Bill Nos. 301, 707, 962, 1818, 2431, 2487, 2553 and 2628 taking into consideration P.S. Resolution Nos. 244 and 365.

Sponsor: Senator Villar

Mr. President:

The joint Committees on Trade and Commerce; Constitutional Amendments, Revision of Codes and Laws; Justice and Human Rights; Finance; and Science and Technology, to which were referred Senate Bill No. 301, introduced by Senator Trillanes IV, entitled:

"AN ACT

GRANTING EXEMPTIONS FROM SECURING PERMISSION FROM THE PUBLISHER OR COPYRIGHT OWNER OF PRINTED MATERIALS TO REPRODUCE THE SAME IN A SPECIALIZED FORMAT FOR THE EXCLUSIVE USE OF BLIND OR VISUALLY-HANDICAPPED INDIVIDUALS, AMENDING FOR THIS PURPOSE SECTION 185 OF REPUBLIC ACT NO. 8293, OTHERWISE KNOWN AS THE 'INTELLECTUAL PROPERTY CODE OF THE PHILIPPINES', AND FOR OTHER PURPOSES"

Senate Bill No. 707, introduced by Senator Estrada, entitled:

"AN ACT

DECLARING AS UNLAWFUL THE REPRODUCTION OF COPYRIGHTED BOOKS AND PRINTED MATERIALS THROUGH PHOTOCOPYING, DUPLICATING, PRINTING MACHINES OR SIMILAR MEANS WITHOUT THE WRITTEN CONSENT OF THE COPYRIGHT OWNER, WHETHER THE PUBLISHER OR THE AUTHOR OR BOTH"

Senate Bill No. 962, introduced by Senator Lapid, entitled:

"AN ACT

STRENGTHENING THE ENFORCEMENT OF THE COPYRIGHT PROTECTION OF INTELLECTUAL PROPERTY RIGHT OWNERS OF COMPUTER PROGRAMS CREATING FOR THIS PURPOSE THE BUSINESS SOFTWARE COPYRIGHT PIRACY ENFORCEMENT ITS UNIT, DEFINING **POWERS** AND FUNCTIONS, APPROPRIATING FUNDS THEREFOR, AND FOR **OTHER PURPOSES**"

Senate Bill No. 1818, introduced by Senator Santiago, entitled:

"AN ACT CREATING THE INTELLECTUAL PROPERTY ASSET MANAGEMENT COUNCIL"

Senate Bill No. 2431, introduced by Senator Angara, entitled:

"AN ACT

AMENDING CERTAIN PROVISIONS OF REPUBLIC ACT NO. 8293, OTHERWISE KNOWN AS THE "THE INTELLECTUAL PROPERTY CODE OF THE PHILIPPINES", AND FOR OTHER PURPOSES"

Senate Bill No. 2487, introduced by Senator Villar, entitled:

"AN ACT

AMENDING CERTAIN PROVISIONS OF REPUBLIC ACT NO. 8293 ENTITLED "AN ACT PRESCRIBING THE INTELLECTUAL PROPERTY CODE AND ESTABLISHING THE INTELLECTUAL PROPERTY OFFICE, PROVIDING FOR ITS POWERS AND FUNCTIONS AND FOR OTHER PURPOSES"

Senate Bill No. 2553, introduced by Senator Villar, entitled:

"AN ACT

AMENDING CERTAIN PROVISIONS OF REPUBLIC ACT NO. 8293 ENTITLED "AN ACT PRESCRIBING THE INTELLECTUAL PROPERTY CODE AND ESTABLISHING THE INTELLECTUAL PROPERTY OFFICE, PROVIDING FOR ITS POWERS AND FUNCTIONS AND FOR OTHER PURPOSES"

and Senate Bill No. 2628, introduced by Senator Legarda, entitled:

"AN ACT

AMENDING CERTAIN PROVISIONS OF REPUBLIC ACT NO. 8293, OTHERWISE KNOWN AS THE 'INTELLECTUAL PROPERTY CODE OF THE PHILIPPINES' AND FOR OTHER PURPOSES"

and taking into consideration P.S. Resolution No. 244, introduced by Senator Villar, entitled:

"RESOLUTION

DIRECTING THE SENATE COMMITTEE ON TRADE COMMERCE TO CONDUCT AN INQUIRY, IN AID OF LEGISLATION, ON THE SYSTEM OF PATENT PROCESSING IN THE PHILIPPINES FOR THE **PURPOSE** OF **ENCOURAGING** MORE **PATENT FILIPINO** APPLICATIONS AND PROTECTING GENUINE **INNOVATIONS"**

and P.S. Resolution No. 365, introduced by Senator Villar, entitled:

"RESOLUTION

URGING THE SENATE COMMITTEE ON TRADE AND COMMERCE AND OTHER APPROPRIATE COMMITTEE/S TO CONDUCT AN INQUIRY, IN AID OF LEGISLATION, ON THE IMPLEMENTATION OF THE INTELLECTUAL PROPERTY RIGHTS CODE VIS-A-VIS THE ALLEGED HELPLESSNESS OF CONCERNED GOVERNMENT AGENCIES TO CURB SOFTWARE PIRACY"

"AN ACT

AMENDING CERTAIN PROVISIONS OF REPUBLIC ACT NO. 8293, OTHERWISE KNOWN AS "THE INTELLECTUAL PROPERTY CODE OF THE PHILIPPINES", AND FOR OTHER PURPOSES"

be approved in substitution of Senate Bill Nos. 301, 707, 962, 1818, 2431, 2487, 2553 and 2628 taking into consideration P.S. Resolution Nos. 244 and 365 with Senators Trillanes IV, Estrada, Lapid, Santiago, Angara, Villar and Legarda as authors thereof.

Respectfully submitted:

FRANKLIN M. DRILON Chairperson, Committee on Finance	MANNY VILLAR Chdirperson, Committee on Trade and Commerce
\bigvee	

MIRIAM DEFENSOR-SANTIAGO

Chairperson, Committee on Constitutional
Amendments, Revision of Codes and Laws

FRANCIS "Chiz" G. ESCUDERO

Chairperson, Committee on Justice and
Human Rights

EDGARDO'J.'ANGARA

Chairperson, Committee on Science and Technology

Vice-Chairperson, Committee on Constitutional Amendments, Revision of Codes and Laws

TEOFISTO L GUINGONA III

Vice-Chairperson, Committee on Justice and Human Rights

JUAN MIGUEL F. ZUBIRI

Vice-Chairperson, Committee on Science and Technology

Vice-Chairpersons:

Members:

SEKGIO/R) OSMEÑA III

GREGORIO B. HONASAN II

MANUEL "Lito" M. LAPID

LOREN B. LEGARDA

FERDINAND "Fongbong" MARCOS

RAMON "Bog" REVILLA JR.

RALPH GARECTO

FRANCIS N. PANGILINAN

ANTONIO "Sonny" F. TRILLANES IV

JOKER P. ARROYO

Ex-Officio Members:

JINGGQY EJERCITO ESTRADA

President Pro-Tempore

VICENTE C. SOTTO III

Majority Floor Leader

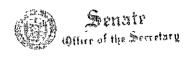
ALAN PETER "Compañero" S. CAYETANO

Minority Floor Leader

HON. JUAN PONCE ENRILE

Senate President Senate of the Philippines Pasay City

FIFTEENTH (15 TH) CONGRESS)
REPUBLIC OF THE PHILIPPINES)
First Regular Session)



'11 MAY 25 19:30

SENATE

RECEIVED BY: Cor

S. B. No. 2842

(In Substitution of Senate Bill Nos. 301, 707, 962, 1818, 2431, 2487, 2553 and 2628 taking into consideration P.S. Resolution Nos. 244 and 365)

Prepared by the Joint Committees on Trade and Commerce; Constitutional Amendments,
Revision of Codes and Laws; Justice and Human Rights; Finance; and Science and
Technology with Senators Trillanes IV, Estrada, Lapid, Santiago, Angara, Villar and
Legarda as authors thereof

"AN ACT

AMENDING CERTAIN PROVISIONS OF REPUBLIC ACT NO. 8293, OTHERWISE KNOWN AS "THE INTELLECTUAL PROPERTY CODE OF THE PHILIPPINES", AND FOR OTHER PURPOSES"

Be it enacted by the Senate and House of Representatives of the Philippines in Congress assembled:

- SECTION 1. Section 6 of Republic Act No. 8293, otherwise known as the Intellectual
- 2 Property Code of the Philippines, is hereby amended to read as follows:
- "Sec. 6. The Organizational Structure of the IPO.- $x \times x$
- 6.2 The Office shall be divided into [six (6)] **SEVEN (7)** Bureaus, each of which shall be headed by a Director and assisted by an Assistant Director. These Bureaus
- 8 are:

 $X \times X$

- 11 (f) The Administrative, Financial and Personnel Services Bureau; AND,
- (G) THE BUREAU OF COPYRIGHT."

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SEC. 2. 1 Section 7 of RA No. 8293 is hereby amended to read as follows: 2 "Sec. 7 The Director General and Deputies Director General. -3 4 5 X \mathbf{X} \mathbf{X} 6 (b) 7 Exercise exclusive appellate jurisdiction over all decisions rendered by the 8 Director of Legal Affairs, the Director of Patents, the Director of 9 Trademarks, THE DIRECTOR OF COPYRIGHT, and the Director of 10 the Documentation, Information and Technology Transfer Bureau. The decisions of the Director General in the exercise of his appellate 11 12 jurisdiction in respect of the decisions of the Director of Patents, the and the Director of Trademarks shall be appealable to the Court of Appeals in 13 14 accordance with the Rules of Court; and those in respect of the decisions 15 of the Director of the Documentation, Information and Technology Transfer Bureau AND THE DIRECTOR OF COPYRIGHT shall be 16 17 appealable to the Secretary of Trade and Industry; 18 19 C) UNDERTAKE ENFORCEMENT FUNCTIONS SUPPORTED BY **PHILIPPINE** 20 CONCERNED **AGENCIES SUCH** AS THE NATIONAL POLICE, NATIONAL BUREAU OF INVESTIGATION, 21 BUREAU OF CUSTOMS, OPTICAL MEDIA BOARD, LOCAL 22 GOVERNMENT UNITS, AMONG OTHERS; 23 24 D) CONDUCT VISITS DURING REASONABLE HOURS TO 25 **AND BUSINESSES ENGAGING ESTABLISHMENTS** IN 26 ACTIVITIES VIOLATING INTELLECTUAL PROPERTY RIGHTS 27 AND PROVISIONS OF THIS ACT BASED ON REPORT, 28 INFORMATION OR COMPLAINT RECEIVED BY THE OFFICE; 29 AND, 30 31 **SUCH OTHER FUNCTIONS** IN **FURTHERANCE OF** E) 32 PROTECTING IP RIGHTS AND OBJECTIVES OF THIS ACT. " 33

3435

SEC. 3. A new Section 9A is hereby inserted after Section 9 of R.A. No. 8293, to read as follows:

1	"Sec. 9A. THE BUREAU OF COPYRIGHT THE BUREAU OF COPYRIGHT
2	SHALL HAVE THE FOLLOWING FUNCTIONS:
3	
4	9A.1. EXERCISE ORIGINAL JURISDICTION TO RESOLVE DISPUTES
5	RELATING TO THE TERMS OF A LICENSE INVOLVING THE
6	AUTHOR'S RIGHT TO PUBLIC PERFORMANCE OR OTHER
7	COMMUNICATION OF HIS WORK.
8	
9	9A.2. ACCEPT, REVIEW AND DECIDE ON APPLICATIONS FOR THE
10	ACCREDITATION OF COLLECTIVE MANAGEMENT
11	ORGANIZATIONS OR SIMILAR ENTITIES;
12	
13	9A.3. CONDUCT STUDIES AND RESEARCHES IN THE FIELD OF
14	COPYRIGHT AND RELATED RIGHTS; AND;
15	
16	9A.4 PROVIDE OTHER COPYRIGHT AND RELATED RIGHTS
17	SERVICE AND CHARGE REASONABLE FEES THEREFOR."
18	
19	SEC. 4. Section 171.3 of R.A. No. 8293 is hereby amended to read as follows:
20	
21	"Sec. 171. Definitions. – x x x
22	
23	171.3 "Communication to the public" or "communicate to the public" means
24	ANY COMMUNICATION TO THE PUBLIC, INCLUDING
25	BROADCASTING, REBROADCASTING, RETRANSMITTING BY CABLE,
26	BROADCASTING AND RETRANSMITTING BY SATELLITE, AND
27	INCLUDES the making of a work available to the public by wire or wireless means
28	in such a way that members of the public may access these works from a place and
29	time individually chosen by them;"
30	
31	SEC. 5. Section 171.9 of R.A. No. 8293 is hereby amended to read as follows:
32	
33	"171.9 "Reproduction" is the making of one (1) or more copies, TEMPORARY
34	OR PERMANENT, IN WHOLE OR IN PART, of a work or a sound recording in
35	any manner or form WITHOUT PREJUDICE TO THE PROVISIONS OF
36	SECTION 185 OF THIS ACT (Sec.41[E], P.D. No. 49a);"
37	
38	SEC. 6. There shall be two new subsections to be added at the end of Sec. 171.11, to be

1	known as 171.12 and 171.13, both to read as follows:
2	
3	"171.12 "TECHNOLOGICAL MEASURE" MEANS ANY
4	TECHNOLOGY, DEVICE OR COMPONENT THAT, IN THE NORMAL
5	COURSE OF ITS OPERATION, RESTRICTS ACTS IN RESPECT OF A
6	WORK, PERFORMANCE OR SOUND RECORDING, WHICH ARE NOT
7	AUTHORIZED BY THE AUTHORS, PERFORMERS OR PRODUCERS OF
8	SOUND RECORDINGS CONCERNED OR PERMITTED BY LAW.
9	
10	171.13 "RIGHTS MANAGEMENT INFORMATION" MEANS
11	INFORMATION WHICH IDENTIFIES THE WORK, SOUND RECORDING
12	OR PERFORMANCE; THE AUTHOR OF THE WORK, PRODUCER OF
13	THE SOUND RECORDING OR PERFORMER OF THE PERFORMANCE;
14	THE OWNER OF ANY RIGHT IN THE WORK, SOUND RECORDING OR
15	PERFORMANCE; OR INFORMATION ABOUT THE TERMS AND
16	CONDITIONS OF THE USE OF THE WORK, SOUND RECORDING OR
17	PERFORMANCE; AND ANY NUMBERS OR CODES THAT REPRESENT
18	SUCH INFORMATION, WHEN ANY OF THESE ITEMS IS ATTACHED TO
19	A COPY OF THE WORK, SOUND RECORDING OR FIXATION OF
20	PERFORMANCE OR APPEARS IN CONJUNCTION WITH THE
21	COMMUNICATION TO THE PUBLIC OF A WORK, SOUND RECORDING
22	OR PERFORMANCE."
23	
24	SEC. 7. The Chapter Title of Chapter VII, Part IV, the Law on Copyright, is hereby
25	amended as follows:
26	Chapter VII
27	"Transfer [or], Assignment AND LICENSING of Copyright"
28	
29	SEC. 8. Section 180 of R.A. No. 8293 is hereby amended to read as follows:
30	
31	"Sec. 180. Rights of Assignee OR LICENSEE 180.1. The copyright may be
32	assigned OR LICENSED in whole or in part. Within the scope of the assignment OR
33	LICENSE, the assignee OR LICENSEE is entitled to all the rights and remedies
34	which the assignor OR LICENSOR had with respect to the copyright.
35	The state of the s
36	The copyright is not deemed assigned OR LICENSED inter vivos, in
37	whole or in part, unless there is a written indication of such intention.

 $\mathbf{x} - \mathbf{x} - \mathbf{x}$

1	180.4 ANY EXCLUSIVITY IN THE ECONOMIC RIGHTS IN A WORK
2	MAY BE EXCLUSIVELY LICENSED. WITHIN THE SCOPE OF THE
3	EXCLUSIVE LICENSE, THE LICENSEE IS ENTITLED TO ALL THE
4	RIGHTS AND REMEDIES WHICH THE LICENSOR HAD WITH RESPECT
5	TO THE COPYRIGHT.
6	
7	180.5 THE COPYRIGHT OWNER HAS THE RIGHT TO REGULAR
8	STATEMENTS OF ACCOUNTS FROM THE ASSIGNEE OR THE
9	LICENSEE WITH REGARD TO ASSIGNED OR LICENSED WORK."
10	
11	SEC. 9. Section 181 of R.A. No. 8293 is hereby amended to read as follows:
12	
13	"Sec. 181. Copyright and Material Object The copyright is distinct from the
14	property in the material object subject to it. Consequently, the transfer [or],
15	assignment OR LICENSING of the copyright shall not itself constitute a transfer of
16	the material object. Nor shall a transfer or assignment of the sole copy or of one or
17	several copies of the work imply transfer [or], assignment OR LICENSING of the
18	copyright. (Sec. 16, P.D. No. 49)"
19	
20	SEC. 10. Section 183 of R.A. No. 8293 is hereby amended to read as follows:
	SEC. 10. Section 183 of R.A. No. 8293 is hereby amended to read as follows:
20	SEC. 10. Section 183 of R.A. No. 8293 is hereby amended to read as follows: "Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT
20 21	
20 21 22	"Sec. 183. Designation of Society The [copyright] owners OF COPYRIGHT
20212223	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers,
20 21 22 23 24	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY
202122232425	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID
20 21 22 23 24 25 26	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID SOCIETIES TO ENFORCE THE RIGHTS OF THEIR MEMBERS, THEY
20 21 22 23 24 25 26 27	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID SOCIETIES TO ENFORCE THE RIGHTS OF THEIR MEMBERS, THEY SHALL FIRST SECURE THE NECESSARY ACCREDITATION FROM THE
20 21 22 23 24 25 26 27 28	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID SOCIETIES TO ENFORCE THE RIGHTS OF THEIR MEMBERS, THEY SHALL FIRST SECURE THE NECESSARY ACCREDITATION FROM THE
20 21 22 23 24 25 26 27 28 29	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID SOCIETIES TO ENFORCE THE RIGHTS OF THEIR MEMBERS, THEY SHALL FIRST SECURE THE NECESSARY ACCREDITATION FROM THE INTELLECTUAL PROPERTY OFFICE. (Sec. 32, P.D. No. 49a)" SEC. 11. Section 184.1 of R.A. No. 8293 is hereby amended to read as follows:
20 21 22 23 24 25 26 27 28 29 30	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID SOCIETIES TO ENFORCE THE RIGHTS OF THEIR MEMBERS, THEY SHALL FIRST SECURE THE NECESSARY ACCREDITATION FROM THE INTELLECTUAL PROPERTY OFFICE. (Sec. 32, P.D. No. 49a)"
20 21 22 23 24 25 26 27 28 29 30 31	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID SOCIETIES TO ENFORCE THE RIGHTS OF THEIR MEMBERS, THEY SHALL FIRST SECURE THE NECESSARY ACCREDITATION FROM THE INTELLECTUAL PROPERTY OFFICE. (Sec. 32, P.D. No. 49a)" SEC. 11. Section 184.1 of R.A. No. 8293 is hereby amended to read as follows: "Section. 184. Limitations on Copyright x x x
20 21 22 23 24 25 26 27 28 29 30 31 32	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID SOCIETIES TO ENFORCE THE RIGHTS OF THEIR MEMBERS, THEY SHALL FIRST SECURE THE NECESSARY ACCREDITATION FROM THE INTELLECTUAL PROPERTY OFFICE. (Sec. 32, P.D. No. 49a)" SEC. 11. Section 184.1 of R.A. No. 8293 is hereby amended to read as follows: "Section. 184. Limitations on Copyright x x x
20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID SOCIETIES TO ENFORCE THE RIGHTS OF THEIR MEMBERS, THEY SHALL FIRST SECURE THE NECESSARY ACCREDITATION FROM THE INTELLECTUAL PROPERTY OFFICE. (Sec. 32, P.D. No. 49a)" SEC. 11. Section 184.1 of R.A. No. 8293 is hereby amended to read as follows: "Section. 184. Limitations on Copyright x x x (I) THE REPRODUCTION OR DISTRIBUTION OF PUBLISHED ARTICLES OR MATERIALS IN A SPECIALIZED FORMAT EXCLUSIVELY FOR THE
20 21 22 23 24 25 26 27 28 29 30 31 32 33 34	"Sec. 183. Designation of Society. – The [copyright] owners OF COPYRIGHT AND RELATED RIGHTS or their heirs may designate a society of artists, writers, [or] composers AND OTHER RIGHT-HOLDERS to [enforce] COLLECTIVELY MANAGE their economic or moral rights on their behalf. FOR THE SAID SOCIETIES TO ENFORCE THE RIGHTS OF THEIR MEMBERS, THEY SHALL FIRST SECURE THE NECESSARY ACCREDITATION FROM THE INTELLECTUAL PROPERTY OFFICE. (Sec. 32, P.D. No. 49a)" SEC. 11. Section 184.1 of R.A. No. 8293 is hereby amended to read as follows: "Section. 184. Limitations on Copyright x x x

ON A NON-PROFIT BASIS AND SHALL INDICATE THE COPYRIGHT OWNER AND THE DATE OF THE ORIGINAL PUBLICATION."

1 2

SEC. 12. Section 185.1 of R.A. No. 8293 is hereby amended to read as follows:

"Sec. 185. Fair Use of a Copyrighted Work. -185.1 The fair use of a copyrighted work for criticism, comment, news reporting, teaching including [multiple] LIMITED NUMBER OF copies for classroom use, scholarship, research, and similar purposes is not an infringement of copyright. Decompilation, which is understood here to be the reproduction of the code and translation of the forms of [the] A computer program to achieve the inter-operability of an independently created computer program with other programs may also constitute fair use UNDER THE CRITERIA ESTABLISHED BY THIS SECTION, TO THE EXTENT THAT SUCH DECOMPILATION IS DONE FOR THE PURPOSE OF OBTAINING THE INFORMATION NECESSARY TO ACHIEVE SUCH INTER-OPERABILITY.

 $\mathbf{x} \quad \mathbf{x} \quad \mathbf{x}$

19 SEC. 13. Section 188.1 of R.A. No. 8293 is hereby amended to read as follows:

"Sec. 188. Reprographic Reproduction by Libraries. - 188.1 Notwithstanding the provisions of Subsection [177.6] 177.1, any library or archive whose activities are not for profit may, without the authorization of the author [of] OR copyright owner, make a [single copy] LIMITED NUMBER OF COPIES of the work, AS MAY BE NECESSARY FOR SUCH INSTITUTIONS TO FULFILL THEIR MANDATE, by reprographic reproduction:

 $\mathbf{X} \qquad \mathbf{X} \qquad \mathbf{X}$

28 (c) Where the making of such [a copy] **LIMITED COPIES** is in order to preserve and, if
29 necessary in the event that it is lost, destroyed or rendered unusable, replace a copy,
30 or to replace, in the permanent collection of another similar library or archive, a copy
31 which has been lost, destroyed or rendered unusable and copies are not available with
32 the publisher."

SEC. 14. Sections 190.1 and 190.2 of R.A. 8293 are deleted in their entirety.

SEC. 15. Section 190.3 of R.A. No. 8293 is hereby renumbered and amended as the sole provision under Section 190 to read as follows:

"SEC. [190.3] 190. [Importation for Personal Purposes] IMPORTATION AND EXPORTATION OF INFRINGING MATERIALS – Subject to the approval of the Secretary of Finance, the Commissioner of Customs is hereby empowered to make rules and regulations for preventing the importation OR EXPORTATION of articles the importation OR EXPORTATION of which is prohibited under this [Section] ACT and under treaties and conventions to which the Philippines may be a party and for seizing and condemning and disposing of the same in case they are discovered after they have been imported OR BEFORE THEY ARE EXPORTED. (Sec. 30, P.D. No. 49)"

SEC. 16. Section 191 of R.A. No. 8293 is hereby amended to read as follows:

"Sec. 191. [Registration and] **DEPOSIT AND NOTICE OF DEPOSIT** with **THE**National Library and the Supreme Court Library. — **WITHIN THREE** (3) **WEEKS**[A] after the first public dissemination [of] **OR** performance by authority of the copyright owner of a work falling under Subsections [172.1, 172.2 and 172.3] **172.1**(A), 172.1 (B), 172.1 (C) AND 173.1 of this Act, there shall, for the purpose of completing the records of the National Library and the Supreme Court Library, [within three (3) weeks,] be registered and deposited with it by personal delivery or by registered mail, two (2) complete copies or reproductions of the work in such form as the directors of said libraries may prescribe IN ACCORDANCE WITH REGULATIONS: **PROVIDED**, THAT ONLY WORKS IN THE FIELD OF LAW SHALL BE DEPOSITED WITH THE SUPREME COURT LIBRARY."

SEC. 17. Section 198 of R.A. No. 8293 is hereby amended to read as follows:

"Sec. 198. Term of Moral Rights. – 198.1. The right[s] of an author under [this chapter] SECTION 193.1 shall last during the lifetime of the author and [for fifty (50) years] IN PERPETUITY after his death [and shall not be assignable or subject to license.] WHILE THE RIGHTS UNDER SECTIONS 193.2, 193.3 AND 193.4 SHALL BE COTERMINOUS WITH THE ECONOMIC RIGHTS, THE MORAL RIGHTS SHALL NOT BE ASSIGNABLE OR SUBJECT TO LICENSE. The person or persons to be charged with the posthumous enforcement of these rights shall be named in [writing to] A WRITTEN INSTRUMENT WHICH SHALL be filed with the National Library. In default of such person or persons, such enforcement shall devolve upon either the author's heirs, and in default of the heirs, the Director of the National Library."

_	
3	"Sec. 208. Scope of Right. x x x
4	
5	208.4 THE RIGHT TO AUTHORIZE THE MAKING AVAILABLE TO
6	THE PUBLIC OF THEIR SOUND RECORDINGS IN SUCH A WAY THAT
7	MEMBERS OF THE PUBLIC MAY ACCESS THE SOUND RECORDING
8	FROM A PLACE AND AT A TIME INDIVIDUALLY CHOSEN OR
9	SELECTED BY THEM, AS WELL AS OTHER TRANSMISSIONS OF A
10 11	SOUND RECORDING WITH LIKE EFFECT."
12 13	SEC. 19. Section 212 of R.A. No. 8293 is hereby amended to read as follows:
14	"Sec. 212. Limitations on Rights [Sections 203, 208 and 209 shall not apply where
15	the acts referred to in those Sections are related to:] THE PROVISIONS OF
16	CHAPTER VIII SHALL APPLY MUTATIS MUTANDIS TO THE RIGHTS OF
17	PERFORMERS, PRODUCERS OF SOUND RECORDINGS AND
18	BROADCASTING ORGANIZATIONS."
19	
20	
21	SEC. 20. Section 216 of R.A. No. 8293 is hereby amended to read as follows:
22 23	"Sec. 216. INFRINGEMENT. A PERSON INFRINGES A RIGHT
24	PROTECTED UNDER THIS ACT WHEN ONE:
25	
26	(A) DIRECTLY COMMITS AN INFRINGEMENT;
27	(B) BENEFITS FROM THE INFRINGING ACTIVITY OF ANOTHER
28	PERSON WHO COMMITS AN INFRINGEMENT IF THE PERSON
29	BENEFITING HAS BEEN GIVEN NOTICE OF THE INFRINGING
30	ACTIVITY AND HAS THE RIGHT AND ABILITY TO CONTROL
31	THE ACTIVITIES OF THE OTHER PERSON; OR
32	(C) PURPOSELY AND WITH THE INTENT TO ENABLE OR
33	INDUCE INFRINGEMENT BY ANOTHER PERSON, AND
34	MATERIALLY CONTRIBUTES TO IT.
35	
36	216.1 Remedies for Infringement Any person infringing a right protected under
37	this law shall be liable:
38	x x x

SEC. 18. Section 208 of R.A. No. 8293 is hereby amended to read as follows:

damages, including legal costs and other expenses, as he may have incurred due to the infringement as well as the profits the infringer may have made due to such infringement, and in proving profits the plaintiff shall be required to prove sales only and the defendant shall be required to prove every element of cost which he claims, or, in lieu of actual damages and profits, such damages which to the court shall appear to be just and shall not be regarded as penalty: *PROVIDED*, THAT THE AMOUNT OF DAMAGES TO BE AWARDED SHALL BE DOUBLED AGAINST ANY PERSON WHO:

- (i.) CIRCUMVENTS EFFECTIVE TECHNOLOGICAL MEASURES; OR
- HAVING REASONABLE GROUNDS TO KNOW THAT IT (ii.) WILL INDUCE, ENABLE, FACILITATE OR CONCEAL THE INFRINGEMENT, REMOVE OR ALTER ANY ELECTRONIC RIGHTS MANAGEMENT INFORMATION FROM A COPY OF A WORK, SOUND RECORDING, OR FIXATION OF A PERFORMANCE, OR DISTRIBUTE, **IMPORT** FOR DISTRIBUTION, BROADCAST, OR COMMUNICATE TO THE PUBLIC WORKS OR COPIES OF WORKS WITHOUT AUTHORITY, KNOWING THAT ELECTRONIC RIGHTS MANAGEMENT INFORMATION HAS BEEN REMOVED OR ALTERED WITHOUT AUTHORITY.

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THE COPYRIGHT OWNER MAY ELECT, AT ANY TIME BEFORE FINAL JUDGMENT IS RENDERED, TO RECOVER INSTEAD OF ACTUAL DAMAGES AND PROFITS, AN AWARD OF STATUTORY DAMAGES FOR ALL INFRINGEMENTS INVOLVED IN AN ACTION IN A SUM EQUIVALENT TO THE FILING FEE OF THE INFRINGEMENT ACTION BUT NOT LESS THAN FIFTY THOUSAND PESOS (Php50,000.00). IN AWARDING STATUTORY DAMAGES, THE COURT MAY CONSIDER THE FOLLOWING FACTORS:

- (1) THE NATURE AND PURPOSE OF THE INFRINGING ACT;
- (2) THE FLAGRANCY OF THE INFRINGEMENT;
- (3) WHETHER THE DEFENDANT ACTED IN BAD FAITH;

(4) THE NEED FOR DETERRENCE; 1 2 **(5)** ANY LOSS THAT THE PLAINTIFF HAS SUFFERED OR IS LIKELY TO SUFFER BY REASON OF THE INFRINGEMENT: 3 AND, 4 5 **(6)** ANY BENEFIT SHOWN TO HAVE ACCRUED TO THE DEFENDANT BY REASON OF THE INFRINGEMENT. 6 7 8 IN CASE THE INFRINGER WAS NOT AWARE AND HAD NO REASON BELIEVE THAT HIS/HER ACTS 9 CONSTITUTE INFRINGEMENT OF COPYRIGHT, THE COURT IN ITS DISCRETION 10 11 MAY REDUCE THE AWARD OF STATUTORY DAMAGES TO A SUM OF NOT MORE THAN TEN THOUSAND PESOS (PhP 10,000.00): 12 PROVIDED, THAT THE AMOUNT OF DAMAGES TO BE AWARDED 13 SHALL BE DOUBLED AGAINST ANY PERSON WHO: 14 15 CIRCUMVENTS EFFECTIVE TECHNOLOGICAL **(i) MEASURES**; 16 OR 17 (ii) HAVING REASONABLE GROUNDS TO KNOW THAT IT WILL 18 ENABLE. **FACILITATE** OR **CONCEAL** THE 19 INFRINGEMENT, REMOVE OR ALTER ANY ELECTRONIC 20 RIGHTS MANAGEMENT INFORMATION FROM A COPY OF A 21 RECORDING, OR FIXATION WORK, SOUND 22 DISTRIBUTE, **FOR** PERFORMANCE, OR **IMPORT** 23 DISTRIBUTION, BROADCAST, OR COMMUNICATE TO THE 24 PUBLIC WORKS OR COPIES OF WORKS WITHOUT 25 **ELECTRONIC** AUTHORITY, KNOWING THAT 26 MANAGEMENT INFORMATION HAS BEEN REMOVED OR 27 ALTERED WITHOUT AUTHORITY. 28 29 $\mathbf{x} \mathbf{x} \mathbf{x}$ 30 31 216.2 In an infringement action, the court shall also have the power to order the 32 seizure and impounding of any article which may serve as evidence in the 33

216.2 In an infringement action, the court shall also have the power to order the seizure and impounding of any article which may serve as evidence in the court proceedings [.], IN ACCORDANCE WITH THE RULES ON SEARCH AND SEIZURE INVOLVING VIOLATIONS OF INTELLECTUAL PROPERTY RIGHTS ISSUED BY THE SUPREME COURT. (Sec. 28, P.D. No. 49a)

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1	THE FOREGOING SHALL NOT PRECLUDE AN INDEPENDENT SUIT
2	FOR RELIEF BY THE INJURED PARTY BY WAY OF DAMAGES,
3	INJUNCTION, ACCOUNTS OR OTHERWISE."
4	
5	SEC. 21. Section 217.2 of R.A. No. 8293 is hereby amended as follows:
6	
7	"217.2. In determining the number of years of imprisonment and the amount of fine,
8	the court shall consider the value of the infringing materials that the defendant has
9	produced or manufactured and the damage that the copyright owner has suffered by
10	reason of the infringement[.]: PROVIDED, THAT THE RESPECTIVE
l 1	MAXIMUM PENALTY STATED IN SEC. 217. 1 (A), (B) AND (C) HEREIN
12	FOR THE FIRST, SECOND, THIRD AND SUBSEQUENT OFFENSE, SHALL
13	BE IMPOSED WHEN THE INFRINGEMENT IS COMMITTED BY:
14	(i) THE CIRCUMVENTION OF EFFECTIVE TECHNOLOGICAL
15	MEASURES; OR
16	(ii) THE REMOVAL OR ALTERATION OF ANY ELECTRONIC
17	RIGHTS MANAGEMENT INFORMATION FROM A COPY OF A WORK,
18	SOUND RECORDING, OR FIXATION OF A PERFORMANCE, BY A
19	PERSON, KNOWINGLY AND WITHOUT AUTHORITY; OR
20	(iii) THE DISTRIBUTION, IMPORTATION FOR DISTRIBUTION,
21	BROADCAST, OR COMMUNICATION TO THE PUBLIC OF WORKS OR
22	COPIES OF WORKS, BY A PERSON WITHOUT AUTHORITY, KNOWING
23	THAT ELECTRONIC RIGHTS MANAGEMENT INFORMATION HAS
24	BEEN REMOVED OR ALTERED WITHOUT AUTHORITY."
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26	SEC. 22. Section 218.1 of R.A. No. 8293 is hereby amended to read as follows:
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28	"Sec. 218. Affidavit Evidence – x x x
29	
30	(c) The copy of the work or other subject matter annexed thereto is a true copy
31	thereof [,].
32	
33	THE AFFIDAVIT shall be admitted in evidence in any proceedings [for an offense]
34	under this Chapter and shall be prima facie proof of the matters therein stated until
35	the contrary is proved, and the court before which such affidavit is produced shall
36	assume that the affidavit was made by or on behalf of the owner of the copyright."
37	
38	SEC. 23. A new Section 220A shall be inserted after Section 220.2 of R.A. No. 8293 to

read as follows:

"SEC. 220A. DISCLOSURE OF INFORMATION. - WHERE ANY ARTICLE OR ITS PACKAGING OR AN IMPLEMENT FOR MAKING IT IS SEIZED OR DETAINED UNDER A VALID SEARCH AND SEIZURE UNDER THIS ACT IS, OR IS REASONABLY SUSPECTED TO BE, BY AN AUTHORIZED ENFORCEMENT OFFICER, IN VIOLATION OF THIS ACT, THE SAID OFFICER SHALL, WHEREVER REASONABLY PRACTICABLE, NOTIFY THE OWNER OF THE COPYRIGHT IN QUESTION OR HIS AUTHORIZED AGENT OF THE SEIZURE OR DETENTION, AS THE CASE MAY BE."

SEC. 24. Chapter XVIII of R.A. No. 8293 is hereby amended by adding a new Section at the end thereof to be denominated as Section 224A, to read as follows:

"SEC. 224A. PROTECTION OF EXISTING SUBJECT MATTER. - THE PROTECTION PROVIDED UNDER PART IV OF THIS ACT SHALL ALSO APPLY TO WORKS, SOUND RECORDINGS AND PERFORMANCES FIXED IN SOUND RECORDINGS AND BROADCASTING IN EXISTENCE UPON THE EFFECTIVITY OF THIS ACT, AND WHICH ARE THE SUBJECT OF INTERNATIONAL CONVENTIONS, TREATIES OR AGREEMENTS TO WHICH THE PHILIPPINES IS A PARTY, PROVIDED THAT ON SUCH DATE THE WORK, SOUND RECORDING, OR PERFORMANCE FIXED IN A SOUND RECORDING HAS NOT YET FALLEN INTO THE PUBLIC DOMAIN IN ITS COUNTRY OF ORIGIN OR IN THE PHILIPPINES THROUGH THE EXPIRY OF THE TERM OF PROTECTION WHICH WAS PREVIOUSLY GRANTED."

SEC. 25. Chapter XX of R.A. No. 8293 is hereby amended by adding a new Section at the end thereof to be denominated as Section 230, to read as follows:

"SEC. 230. ADOPTION OF INTELLECTUAL PROPERTY (IP) POLICIES. —
SCHOOLS AND UNIVERSITIES SHALL ADOPT INTELLECTUAL
PROPERTY POLICIES THAT WOULD GOVERN THE USE AND
CREATION OF INTELLECTUAL PROPERTY WITH THE PURPOSE OF
SAFEGUARDING THE INTELLECTUAL CREATIONS OF THE LEARNING
INSTITUTION AND ITS EMPLOYEES, AND ADOPTING LOCALLYESTABLISHED INDUSTRY PRACTICE FAIR USE GUIDELINES. THESE
POLICIES MAY BE DEVELOPED IN RELATION TO LICENSING

AGREEMENTS ENTERED INTO BY THE LEARNING INSTITUTION WITH A COLLECTIVE LICENSING ORGANIZATION."

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SEC. 26. Section 230 of R.A. No. 8293 is hereby renumbered as Section 231, and all succeeding sections of the same Act are hereby renumbered accordingly.

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- 7 SEC. 27. Implementing Rules and Regulations. Within one hundred eighty (180) days
- 8 from the effectivity of this Act, the Intellectual Property Office, in consultation with the
- 9 National Book Development Board, the National Library, the Supreme Court Library and
- 10 other relevant agencies, shall promulgate the rules and regulations necessary to
- effectively implement the provisions of this Act.

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- 13 SEC. 28. Repealing Clause. All laws, decrees, executive orders, issuances or
- regulations inconsistent with the provisions of this Act are hereby revised or amended
- 15 accordingly.

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- 17 SEC. 29. Separability Clause. If any part of this law is declared unconstitutional or
- invalid, such parts or provisions thereof not so declared shall remain valid and subsisting.

- 20 SEC. 30. Effectivity Clause. This Act shall take effect fifteen (15) days after its
- 21 publication in at least two (2) newspapers of general circulation.