立法會 Legislative Council

LC Paper No. CB(1) 120/02-03 (These minutes have been seen by the Administration)

Ref: CB1/BC/4/01/2

Bills Committee on Copyright (Amendment) Bill 2001

Minutes of meeting held on Monday, 16 September 2002 at 8:30 am in the Chamber of the Legislative Council Building

Members present : Hon SIN Chung-kai (Chairman)

Hon Kenneth TING Woo-shou, JP

Hon Cyd HO Sau-lan Hon Margaret NG

Hon HUI Cheung-ching, JP Hon CHAN Kam-lam, JP Dr Hon YEUNG Sum

Hon YEUNG Yiu-chung, BBS Hon Audrey EU Yuet-mee, SC, JP

Hon MA Fung-kwok, JP

Members absent: Hon Mrs Selina CHOW LIANG Shuk-yee, GBS, JP

Public officers attending

Mr Kenneth MAK

Deputy Secretary for Commerce, Industry and

Technology (Commerce and Industry)

Miss Laura TSOI

Principal Assistant Secretary for Commerce, Industry and Technology (Commerce and Industry) (Atg.)

Ms Pancy FUNG

Assistant Director of Intellectual Property

Ms Maria NG

Senior Solicitor, Intellectual Property Department

Mr Jonothan ABBOTT Senior Assistant Law Draftsman

Mr Sunny CHAN Senior Government Counsel

Mr Y K TAM

Senior Superintendent, Intellectual Property Investigation Bureau, Customs and Excise Department

Attendance by invitation

Miss LING Wai-king

Librarian, The Hong Kong Academy for Performing Arts

Mr Ricky FUNG

Chief Executive Officer, International Federation of the Phonographic Industry (Hong Kong Group) Limited

Mr Jeff BULLWINKEL

Vice President (Hong Kong), Business Software Alliance

Mr Fred YEUNG

Member of the Executive Council, Hong Kong Public Relations Professionals' Association Limited

Mr Barry WILL

Immediate Past President, Hong Kong Institute of Architects

Mr Charles MOK

President, Hong Kong Information Technology Federation

Mr SHI Kai-biu

Chairman, Hong Kong Small and Medium Enterprises Association

Mr Tony SHU

Executive Secretary, Movie Producers & Distributors Association of Hong Kong Limited

Mr Woody TSUNG

Chief Executive, Hong Kong Kowloon & New Territories Motion Picture Industry Association Limited

Mr CHONG Chan-yau

Executive Director, Oxfam Hong Kong

Clerk in attendance : Ms Connie SZETO

Chief Assistant Secretary (1)4

Staff in attendance: Miss Anita HO

Assistant Legal Adviser 2

Mr S C TSANG

Senior Assistant Secretary (1)7

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I Meeting with deputations

LC Paper No. CB(1) 2480/01-02(01)	Submission from The Hong Kong	
201 aper 1101 02(1) 2 100/ 01 02(01)	Academy for Performing Arts	
LC Paper No. CB(1) 2480/01-02(02)	Submission from International	
•	Federation of the Phonographic	
	Industry (Hong Kong Group)	
	Limited	
LC Paper No. CB(1) 2480/01-02(03)	Submission from Business	
	Software Alliance	
LC Paper No. CB(1) 2504/01-02(01)	Submission from Hong Kong	
	Information Technology	
	Federation	
LC Paper No. CB(1) 2516/01-02(01)	Submission from Hong Kong	
	Small and Medium Enterprises	
	Association	
LC Paper No. CB(1) 2480/01-02(04)	Submission from Movie Producers	
	And Distributors Association of	
	Hong Kong Limited	
LC Paper No. CB(1) 2504/01-02(02)	Submission from The Law Society	
LCD N. CD(1) 2400/01 02/05	of Hong Kong	
LC Paper No. CB(1) 2480/01-02(05)	Submission from Hong Kong	
	Kowloon & New Territories	
	Motion Picture Industry	
I.C. Danar No. CD(1) 2490/01 02/06	Association Limited	
LC Paper No. CB(1) 2480/01-02(06)	Submission from the Federation of	
	Hong Kong Industries	

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LC Paper No. CB(1) 2480/01-02(07)	Submission from The Open University of Hong Kong
LC Paper No. CB(1) 2480/01-02(08)	Submission from the Institute of
Le 1 apel 110. eB(1) 2400/01 02(00)	Electrical and Electronics
	Engineers Hong Kong Section
	Computer Chapter
LC Paper No. CB(1) 2480/01-02(09)	Submission from the Equal
(1)	Opportunities Commission
LC Paper No. CB(1) 2480/01-02(10)	Submission from the Hong Kong
•	Society of Accountants
LC Paper No. CB(1) 2480/01-02(11)	Submission from a Sai Kung
	District Council member
LC Paper No. CB(1) 2480/01-02(12)	Submission from the Motion
	Picture Association
LC Paper No. CB(1) 2480/01-02(13)	Submission from the Consumer
	Council
LC Paper No. CB(1) 2480/01-02(14)	Submission from the Vocational
	Training Council
LC Paper No. CB(1) 2480/01-02(15)	Submission from The Institution
	of Electrical Engineers Hong
I C Dance No. CD(1) 2490/01 02(16)	Kong
LC Paper No. CB(1) 2480/01-02(16)	Submission from The Chinese Manufacturers' Association of
	Hong Kong
LC Paper No. CB(1) 2480/01-02(17)	Submission from the Hong Kong
Le 1 apel 110. eb(1) 2400/01-02(17)	Blind Union
LC Paper No. CB(1) 2480/01-02(18)	Submission from the Hong Kong
2014per 110. 02(1) 2 100/01 02(10)	Bar Association
LC Paper No. CB(1) 2480/01-02(19)	Submission from The Chinese
	General Chamber of Commerce
LC Paper No. CB(1) 2480/01-02(20)	Submission from the Era Home
	Entertainment Limited
LC Paper No. CB(1) 2480/01-02(21)	Submission from a Eastern District
	Council member
LC Paper No. CB(1) 2480/01-02(22)	Submission from the Asian Patent
	Attorneys Association Hong Kong
1 G D	Group
LC Paper No. CB(1) 2504/01-02(03)	Submission from the Hong Kong
	Retail Management Association

The Bills Committee deliberated (Index of proceedings attached at the **Annex**).

2. Pursuant to discussion at the meeting, the Bills Committee requested the Business Software Alliance, Hong Kong Small and Medium Enterprises Association (HKSMEA) and Consumer Council to provide information on the impact of the

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implementation of the Intellectual Property (Miscellaneous Amendments) Ordinance since April 2001 on the prices of computer software and the rationale behind. Additionally, the Bills Committee also requested the Hong Kong Information Technology Federation (HKITF) to consult its members who were in the computer games industry for views on the Bill and to convey their concerns, if any, to the Bills Committee.

II Meeting with the Administration

LC Paper No. CB(1) 2480/01-02(23) -- Correspondence between the Legal Service Division and the Administration LC Paper No. CB(1) 2480/01-02(24) -- Administration's response to submissions written from organizations LC Paper No. CB(1) 2533/01-02 -- Administration's response to written submissions from organizations LC Paper No. CB(1) 2516/01-02(02) -- A summary of views from the written submissions received

Admin 3. The Administration undertook to take follow-up actions as follows:

- (a) to provide an assessment on the impact of the Bill on the computer games industry; and
- (b) to provide outstanding responses to written submissions from organizations including HKITF, Hong Kong Retail Management Association, The Law Society of Hong Kong and HKSMEA.

III Any other business

- 4. <u>Members</u> agreed to hold the next meeting on **Tuesday**, **8 October 2002 at 10:45 am**.
- 5. There being no other business, the meeting ended at 10:30 am.

Proceedings of the meeting of the Bills Committee on Copyright (Amendment) Bill 2001 on Monday, 16 September 2002 at 8:30 am in the Chamber of the Legislative Council Building

Time	Speaker	Subject(s)	Action required
000000 - 000107	Chairman	Opening remarks Meeting with deputations	
000107 - 000257	The Hong Kong Academy for Performing Arts (HKAPA)	Presentation of views	
000257 - 000905	International Federation of the Phonographic Industry (Hong Kong Group) Limited (IFPI)	Presentation of views	
000905 - 001416	Business Software Alliance (BSA)	Presentation of views	
001416 - 001505	Hong Kong Public Relations Professionals' Association Limited (HKPRPA)	Presentation of views	
001505 - 001903	Hong Kong Institute of Architects (HKIA)	Presentation of views The copyright of buildings should rest with the architects concerned. The organization would consider setting up a fund by collecting royalties from commercial users of building copyright for improving the environment of Hong Kong.	
001903 - 002420	Hong Kong Information Technology Federation (HKITF)	Presentation of views	
002420 - 003100	Hong Kong Small and Medium Enterprises Association (HKSMEA)	Presentation of views	
003100 - 003440	Movie Producers and Distributors Association of Hong Kong Limited (MPDA)	Presentation of views	
003440 - 004015	Hong Kong, Kowloon & New Territories Motion Picture Industry Association Limited (MPIA)	Presentation of views	

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Time	Speaker	Subject(s)	Action required
004015 - 004034	Chairman	Invitation for questions from Members	•
004034 - 004405	Mr HUI Cheung-ching Chairman BSA	Enquiry on the investment made by local distributors in marketing computer software and providing after sale support service	
004405 - 005122	Miss Margaret NG BSA HKSMEA HKITF	Concern on the monopoly of supply of computer software by local distributors	
	Chairman	Request for information on the impact of the implementation of the Intellectual Property (Miscellaneous Amendments) Ordinance 2000 since April 2001 on the prices of computer software and the reasons behind	BSA HKSMEA Consumer Council
005122 - 005444	Mr CHAN Kam-lam BSA Chairman	Enquiry on the assistance from BSA in the event that individual users found that its member companies charged unreasonable prices for computer software products	
005444 - 005620	Oxfam Hong Kong	Presentation of views	
005620 - 005830	Chairman HKITF	Request for assessment on the impact of the Bill on the computer games industry	HKITF Admin
005830 - 011708	Administration	Responses to submissions and views from deputations (LC Papers Nos. CB(1) 2480/01-02(24) & 2533/01-02)	
011708 - 012400	Mr MA Fung-kwok Chairman Administration	Concern that the "20 minutes" rule under section 35A(3) of the Bill might be abused by unscrupulous merchants to break down a movie into several parts to circumvent the exclusion provision for parallel importation	
		It was also difficult to determine whether an article should be excluded from restrictions on parallel importation based on its economic value or the combined economic value of all embodied works, e.g. musical sound or	

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Time	Speaker	Subject(s)	Action required
		musical visual recordings, etc.	
		Concern on difficulties encountered by the enforcement authorities in distinguishing pirated copyright works from genuine or parallel imported works and enquiry on the number of successful prosecution for copyright infringement	
		The Customs and Excise Department seldom encountered cases where pirated products were sold as parallel imports in Hong Kong. The Department would need to rely on information supplied by copyright owners to distinguish parallel imports of a particular copyright work from pirated products.	
012400 - 013300	Ms Audrey EU Administration	Request for Administration's responses to outstanding submissions from organizations	Admin
		Clarification on the term "lawfully made" in section 35A(1) of the Bill	
		Meaning of the terms "accessory works" in section 35(8) of the Copyright Ordinance and "associated work" used in the Bill	
013300 - 014230	Miss Margaret NG Chairman Administration	Clarification on the civil liability related to parallel importation of and subsequent dealings in computer software under the Copyright Ordinance	
014230 - 015740	HKSMEA MPDA MPIA IFPI HKAPA	Supplementary comments from organizations	
015740 - 015845	Chairman	Date of next meeting	

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Note: The audio records of the above proceedings are kept at the Legislative Council Library.

Legislative Council Secretariat 23 October 2002