Proposed Committee Stage Amendments to

Copyright (Amendment) Bill 2006

(Up to clause 24)

A BILL

To

Amend the Copyright Ordinance to make provisions or further provisions for -

- (a) the acts which may be done in relation to works or performances notwithstanding the copyright in the works or the rights in the performances;
- (b) the rental right of copyright owners and performers;
- (c) the moral rights of performers;
- (d) the infringement of copyright in works or rights in performances;
- (e) the technological measures which are used for the protection of copyright in works or rights in performances; and
- (f) miscellaneous and transitional matters, to repeal the Copyright (Suspension of Amendments) Ordinance 2001, and to make provisions for related matters.

Enacted by the Legislative Council.

PART 1

PRELIMINARY

1. Short title

This Ordinance may be cited as the Copyright (Amendment)
Ordinance 2006.

2. Commencement

- (1) Subject to subsection (2), this Ordinance shall come into operation on the day on which it is published in the Gazette.
- (2) The following sections shall come into operation on a day to be appointed by the Secretary for Commerce, Industry and Technology by notice published in the Gazette -
 - (a) section $4\underline{(1)}$ (insofar as it relates to the new section 25(1)(c), (d), (e) and (f)), (2) and (4);
 - (b) section 22(4);
 - (c) section 24;
 - (d) section 27(5);
 - (e) section 27(6), (7), (8) and (9) (insofar as it relates to the new section 121(2C));
 - (f) section 28;
 - (g) section 29;
 - (h) section 30;

- (j) section 37;
- (k) section 39;
- (1) section 41;
- (m) section 42;
- (n) section 46;
- (o) section 47;
- (p) section 53;
- (q) section 54;
- (r) section 55;
- (s) section 56;
- (t) section 57; and
- (u) section 61 (insofar as it relates to Parts 3 and 4 of the new Schedule 7).

PART 2

AMENDMENTS TO COPYRIGHT ORDINANCE

2A. Duration of copyright in literary, dramatic, musical or artistic works

Section 17(5)(b)(i) of the Copyright Ordinance (Cap. 528) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".

3. The acts restricted by copyright in a work

Section 22(1)(c) of the Copyright Ordinance (Cap. 528) is repealed and the following substituted -

"(c) to rent copies of the work to the public (see section 25);".

4. Infringement by rental of work to the public

- (1) Section 25(1) is repealed and the following substituted
- "(1) The rental of copies of any of the following works to the public is an act restricted by the copyright in the work -
 - (a) a computer program;
 - (b) a sound recording;
 - (c) a film;
 - (d) a literary, dramatic or musical work included
 in a sound recording;
 - (e) a literary or artistic work included in a comic book; or
 - (f) the typographical arrangement of a published edition of a comic book.".
- (2) Section 25(3) is amended by repealing "The" and substituting "Subject to subsection (3A), the".

- (3) Section 25(3)(b) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".
- (4) Section 25 is amended by adding -
 - "(3A) The rental of copies of a work referred to in subsection (1)(e) or (f) includes the making available of copies of the work for on-the-spot reference use subject to direct or indirect payment.".

5. Secondary infringement: possessing or dealing with infringing copy

- (1) Section 31(1)(a) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".
- (2) Section 31(1)(c) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".
- (2A) Section 31(1)(c) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".
- (3) Section 31(1)(d) is amended by repealing "otherwise than for the purpose of, in the course of, or in connection with, any trade or business" and substituting "otherwise than for the purpose of or in the course of any trade or business".

6. Secondary infringement: providing means for making infringing copies

Section 32(1)(c) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".

7. Meaning of "infringing copy"

- (1) Section 35(3) is amended by repealing "section 35A" and substituting "sections 35A and 35B".by repealing "Except as provided in section 35A," and substituting "Except as otherwise provided in section 35A or 35B,".
- (2) Section 35(4)(b) is amended by repealing "18 months" and substituting "9[12/13/14/15] months".
 - (2A) Section 35 is amended by adding -
 - "(6A) Where in any proceedings a question arises as to
 whether a copy of a work is an infringing copy by virtue only
 of subsection (3) and was lawfully made in the country,
 territory or area where it was made, and it is shown
 - in the case of a copy of a work that is stored
 in an optical disc, that the optical disc is
 not marked with a manufacturer's code as
 required under section 15 of the Prevention of
 Copyright Piracy Ordinance (Cap. 544);
 - (b) that a label or mark on the copy, the article

- in which the copy is embodied or the packaging or container in which the copy is packaged or contained indicates that the copy was made in a country, territory or area outside Hong

 Kong; or
- in which the copy is embodied or the packaging or container in which the copy is packaged or contained indicates that distribution, sale or supply of the copy is prohibited in Hong Kong or restricted to countries, territories or areas outside Hong Kong,
- then, unless there is evidence to the contrary, the copy shall be presumed to have been imported into Hong Kong.
 - (6B) In subsection (6A)(a) -
- "manufacturer's code" (製造**者**代碼) has the meaning assigned to it by section 2(1) of the Prevention of Copyright Piracy Ordinance (Cap. 544);
- "marked" (標上) has the meaning assigned to it by section

 15(3) of the Prevention of Copyright Piracy Ordinance
 (Cap. 544);
- "optical disc" (光碟) has the meaning assigned to it by section 2(1) of the Prevention of Copyright Piracy Ordinance (Cap. 544).".

- (3) Section 35(7) is repealed and the following substituted -
 - "(7) In this Part, "infringing copy" (侵犯版權複製品) includes a copy which is to be treated as an infringing copy by virtue of any of the following provisions -
 - (a) section 35B(5) (imported copy not an
 "infringing copy" for purposes of section
 35(3));
 - (b) section 40B(5) (accessible copies made for persons with a print disability);
 - (c) section 40C(7) (accessible copies made by specified bodies for persons with a print disability);
 - (d) section 40D(2) (intermediate copies possessed
 by specified bodies);
 - (e) section 40D(7) (intermediate copies dealt with
 by specified bodies);
 - (f) section 41A(5) (copies made for purposes of
 giving or receiving instruction);
 - (g) section 41(5) (copies made for purposes of instruction or examination);
 - (h) section 44(3) (recordings made by educational
 establishments for educational purposes);
 - (i) section 45(3) (reprographic copying by educational establishments for purposes of

instruction);

- (k) section 54A(3) (copies made for purposes of public administration);
- (1) section 64(2) (further copies, adaptations,
 etc. of work in electronic form retained on
 transfer of principal copy);
- (m) section 72(2) (copies made for purpose of advertising artistic work for sale); or
- (n) section 77(4) (copies made for purposes of broadcast or cable programme).".

8. Section added

The following is added immediately after section 35A -

"35B. Imported copy not an "infringing copy" for the purposes of section 35(3)

- (1) A copy of a work to which this subsection applies is not, in relation to the person who imports it into Hong Kong or acquires it after it is imported into Hong Kong, an infringing copy for the purposes of section 35(3) if -
 - (a) it was lawfully made in the country, territory or area where it was made; and
 - (b) it is not imported or acquired with a view to its being dealt in by any person for the purpose of or in the course of any trade or business.

- (2) Subsection (1) applies to a copy of a work of any description except a copy of a work -
 - (a) that is -
 - (i) a musical sound recording;
 - (ii) a musical visual recording;
 - (iii) a television drama; or
 - (iv) a movie; and
 - (b) that is, or is intended to be, played or shown in public.
- (3) Notwithstanding the exception in subsection (2), subsection (1) applies to a copy of a work that is referred to in subsection (2)(a) and that is, or is intended to be, played or shown in public -
 - (a) by an educational establishment for the educational purposes of the establishment; or
 - (b) by a specified library for use of the library.
- (4) For the purposes of subsection (3)(b), a library is regarded as a specified library if it falls within the description of any library specified under section 46(1)(b).
- (5) Where a copy of a work is not, in relation to the person referred to in subsection (1), an infringing copy by virtue of that subsection but is subsequently dealt in for the purpose of or in the course of any trade or business -
 - (a) if that dealing takes place within the period of 9 months referred to in section 35(4)(b), it is, for the purposes of sections 118 to 133

(criminal provisions), to be treated, in relation to that dealing and the person who deals in it, as an infringing copy; and

- (b) irrespective of the time at which that dealing takes place, it is, for the purposes of any provision of this Ordinance except sections 118 to 133, to be treated, in relation to that dealing and the person who deals in it, as an infringing copy.
- (6) In this section, "deal in" (經銷) means sell, let for hire, offer or expose for sale or hire, or distribute for profit or reward.".

9. Defences for the purposes of sections 30 and 31

Section 36(1) is amended by adding "and which was lawfully made in the country, territory or area where it was made" after "section 35(3)".

10. Research and private study

- (1) Section 38(1) is amended by repealing "of any description".
- (2) Section 38(3) is repealed and the following substituted -
 - "(3) In determining whether any dealing with a work is fair dealing under subsection (1), the court shall take into account all the circumstances of the case and, in

particular -

- (a) the purpose and nature of the dealing, including whether the dealing is for a nonprofit-making purpose and whether the dealing is of a commercial nature;
- (b) the nature of the work;
- (c) the amount and substantiality of the portion dealt with in relation to the work as a whole; and
- (d) the effect of the dealing on the potential market for or value of the work.".

11. Sections added

The following are added immediately after section 40 - "Persons with a print disability

40A. Definitions for sections 40A to 40F

In this section and in sections 40B to 40F -

- "accessible copy" (便於閱讀文本), in relation to a copyright work, means a version which provides improved access to the work for a person with a print disability;
- "lend" (借出), in relation to a copy, means to make it

 available for use, otherwise than for direct or indirect
 economic or commercial advantage, on terms that it will
 be returned;

"print disability" (閱讀殘障), in relation to a person, means -

- (a) blindness;
- (b) an impairment of his visual function which cannot be improved by the use of corrective lenses to a level that would normally be acceptable for reading without a special level or kind of light;
- (c) inability, through physical disability, to hold or manipulate a book; or
- (d) inability, through physical disability, to focus or move his eyes to the extent that would normally be acceptable for reading;

"specified body" (指明團體) means a body of any of the following descriptions -

- (a) an educational establishment specified in section 1 of Schedule 1;
- (b) an educational establishment exempt from tax
 under section 88 of the Inland Revenue
 Ordinance (Cap. 112);
- (c) an educational establishment receiving direct recurrent subvention from the Government; or
- (d) an organization which is not established or conducted for profit and whose main objects are charitable or are otherwise concerned with the advancement of welfare for persons with a print disability.

40B. Making a single accessible copy for a person with a print disability

- (1) If -
 - (a) a person with a print disability possesses a
 copy of the whole or part of a literary,
 dramatic, musical or artistic work (referred
 to in this section as "master copy"); and
 - (b) the master copy is not accessible to him because of the disability,

it is not an infringement of copyright in the work or, in the case of a published edition, in the typographical arrangement, for one accessible copy of the master copy to be made by or on behalf of the person for his personal use.

- (2) Subsection (1) does not apply -
 - (a) if the master copy is an infringing copy;
 - (b) if the master copy is of a musical work or part of a musical work, and the making of an accessible copy would involve recording a performance of the work or part of the work; or
 - (c) if the master copy is of a dramatic work or part of a dramatic work, and the making of an accessible copy would involve recording a performance of the work or part of the work.
- (3) Subsection (1) does not apply unless, at the time

when the accessible copy is made <u>for by or on behalf of</u> the person with a print disability, the maker of the copy is satisfied, after making reasonable enquiries, that copies of the relevant copyright work in a form that is accessible to the person cannot be obtained at a reasonable commercial price.

- of a person with a print disability under this section and charges for it, the sum charged must not exceed the cost incurred in making and supplying the copy.
- (5) Where an accessible copy which apart from this section would be an infringing copy is made or supplied in accordance with this section but is subsequently dealt with, it is to be treated as an infringing copy -
 - (a) for the purpose of that dealing; and
 - (b) if that dealing infringes copyright, for all subsequent purposes.
- (6) In subsection (5), "dealt with" (被用以進行交易) means sold, let for hire, or offered or exposed for sale or hire.

40C. Making multiple accessible copies by specified bodies for persons with a print disability

- (1) If -
 - (a) a specified body possesses a copy of the whole or part of a commercial publication of a literary, dramatic, musical or artistic work

(referred to in this section as "master
copy"); and

(b) the master copy is not accessible to personswith a print disability,

it is not an infringement of copyright in the work or, in the case of a published edition, in the typographical arrangement, for the specified body to make for those persons or supply to those persons accessible copies of the master copy for their personal use.

- (2) Subsection (1) does not apply -
 - (a) if the master copy is an infringing copy;
 - (b) if the master copy is of a musical work or part of a musical work, and the making of an accessible copy would involve recording a performance of the work or part of the work; or
 - (c) if the master copy is of a dramatic work or part of a dramatic work, and the making of an accessible copy would involve recording a performance of the work or part of the work.
- (3) Subsection (1) does not apply unless, at the time when the accessible copies are made, the specified body is satisfied, after making reasonable enquiries, that copies of the relevant copyright work in a form that is accessible to a person with a print disability cannot be obtained at a reasonable commercial price.

- (4) The specified body must -
 - (a) within a reasonable time before making or supplying the accessible copies, notify the relevant copyright owner of its intention to make or supply the accessible copies; or
 - (b) within a reasonable time after making or supplying the accessible copies, notify the relevant copyright owner of the fact that it has made or supplied the accessible copies.
- (5) The requirement under subsection (4) does not apply if the specified body cannot, after making reasonable enquiries, ascertain the name and address identity and contact details of the relevant copyright owner.
- (6) If the specified body charges for making and supplying an accessible copy under this section, the sum charged must not exceed the cost incurred in making and supplying the copy.
- (7) Where an accessible copy which apart from this section would be an infringing copy is made or supplied in accordance with this section but is subsequently dealt with, it is to be treated as an infringing copy -
 - (a) for the purpose of that dealing; and
 - (b) if that dealing infringes copyright, for all subsequent purposes.
- (8) In subsection (7), "dealt with" (被用以進行交易) means sold, let for hire, or offered or exposed for sale or hire.

40D. Intermediate copies

- (1) A specified body entitled to make accessible copies of a master copy under section 40C may possess an intermediate copy of the master copy which is necessarily created during the production of the accessible copies, but -
 - (a) the specified body may possess the intermediate copy only for the purpose of the production of further accessible copies; and
 - (b) the specified body must destroy the intermediate copy within 3 months after it is no longer required for that purpose.
- (2) An intermediate copy possessed otherwise than in accordance with subsection (1) is to be treated as an infringing copy.
- (3) A specified body may lend or transfer an intermediate copy possessed under subsection (1) to another specified body which is also entitled to make accessible copies of the relevant copyright work under section 40C.
 - (4) The specified body must -
 - (a) within a reasonable time before lending or transferring the intermediate copy, notify the relevant copyright owner of its intention to lend or transfer the intermediate copy; or
 - (b) within a reasonable time after lending or

transferring the intermediate copy, notify the relevant copyright owner of the fact that it has lent or transferred the intermediate copy.

- (5) The requirement under subsection (4) does not apply if the specified body cannot, after making reasonable enquiries, ascertain the name and address—identity and contact details of the relevant copyright owner.
- (6) If the specified body charges for lending or transferring an intermediate copy under this section, the sum charged must not exceed the cost incurred in lending or transferring the copy.
- (7) Where an intermediate copy which apart from this section would be an infringing copy is possessed, lent or transferred in accordance with this section but is subsequently dealt with, it is to be treated as an infringing copy -
 - (a) for the purpose of that dealing; and
 - (b) if that dealing infringes copyright, for all subsequent purposes.
- (8) In subsection (7), "dealt with" (被用以進行交易) means sold, let for hire, or offered or exposed for sale or hire.

40E. Records to be kept by specified bodies

(1) A specified body must make a record of any accessible copy made or supplied under section 40C as soon as practicable after it is made or supplied.

- (2) The record referred to in subsection (1) must include -
 - (a) the date on which the accessible copy is made or supplied;
 - (b) the form of the accessible copy;
 - (c) the title, publisher and edition of the relevant master copy;
 - (d) where the accessible copy is made for or supplied to a body or a class of persons, the name of the body or a description of the class of persons; and
 - (e) where more than one copy of the accessible copy is made or supplied, the total number of such copies.
- (3) A specified body must make a record of any intermediate copy lent or transferred under section 40D as soon as practicable after it is lent or transferred.
- (4) The record referred to in subsection (3) must include -
 - (a) the name of the specified body to which and the date on which the intermediate copy is lent or transferred;
 - (b) the form of the intermediate copy; and
 - (c) the title, publisher and edition of the relevant master copy.
 - (5) A specified body must -

- (a) retain any record made under subsection (1) or(3) for a period of at least 3 years after it is made; and
- (b) allow the relevant copyright owner or a person acting for him, on giving reasonable notice, to inspect and make copies of the record at any reasonable time.

40F. Supplementary provisions for sections 40A to 40E

- (1) This section supplements sections 40A to 40E.
- (2) A copy (other than an accessible copy made under section 40B or 40C) of a copyright work is taken to be accessible to a person with a print disability only if it is as accessible to him as it would be if he were not suffering from the disability.
- (3) An accessible copy of a copyright work may be in the form of -
 - (a) a sound recording of the work;
 - (b) a Braille, large-print or electronic version of the work; or
 - (c) any other specialized format of the work.
- (4) An accessible copy of a copyright work may include facilities for navigating around the version of the work but must not include -
 - (a) changes which are not necessary to overcome problems caused by a print disability; or

(b) changes which infringe the moral right of the author of the work conferred by section 92 not to have the work subjected to derogatory treatment.".

12. Section added

The following is added immediately before section 41 under the cross-heading of "Education" -

"41A. Fair dealing for purposes of giving or receiving instruction

- (1) Fair dealing with a work by or on behalf of a teacher or by a pupil for the purposes of giving or receiving instruction in a specified course of study provided by an educational establishment does not infringe the copyright in the work or, in the case of a published edition, in the typographical arrangement.
- (2) In determining whether any dealing with a work is fair dealing under subsection (1), the court shall take into account all the circumstances of the case and, in particular -
 - (a) the purpose and nature of the dealing, including whether the dealing is for a nonprofit-making purpose and whether the dealing is of a commercial nature;
 - (b) the nature of the work;

- (c) the amount and substantiality of the portion dealt with in relation to the work as a whole; and
- (d) the effect of the dealing on the potential market for or value of the work.
- (3) Where any dealing with a work involves the inclusion of any passage or excerpt from a published literary or dramatic work in an anthology -
 - (a) if the inclusion is not accompanied by a sufficient acknowledgement, the dealing is not fair dealing under subsection (1); and
 - (b) if the inclusion is accompanied by a sufficient acknowledgement, subsection (2) applies in determining whether the dealing is fair dealing under subsection (1).
- (4) Where any dealing with a work involves the making of a recording of a broadcast or cable programme or a copy of such a recording -
 - (a) if an acknowledgement of authorship or other creative effort contained in the work recorded is not incorporated in the recording, the dealing is not fair dealing under subsection (1); and
 - (b) if an acknowledgement of authorship or other creative effort contained in the work recorded

- is incorporated in the recording, subsection

 (2) applies in determining whether the dealing
 is fair dealing under subsection (1).
- (4A) Where any dealing with a work involves the making available of copies of the work through a wire or wireless network of an educational establishment to which access is restricted by procedures of authentication or identification
 - (a) if the educational establishment fails to
 - restrict access to the copies of the

 work through the network so that the

 copies of the work are made available

 only to persons who need to use the

 copies of the work for the purposes of

 giving or receiving instruction in the

 specified course of study in question

 or for the purposes of maintaining or

 managing the network; or
 - (ii) ensure that the copies of the work are

 not stored in the network for a period

 longer than is necessary for the

 purposes of giving or receiving

 instruction in the specified course of

 study in question or, in any event, for

 a period longer than 12 consecutive

months,

the dealing is not fair dealing under subsection (1); and

- (b) if the educational establishment
 - restrict access to the copies of the

 work through the network so that the

 copies of the work are made available

 only to persons who need to use the

 copies of the work for the purposes of

 giving or receiving instruction in the

 specified course of study in question

 or for the purposes of maintaining or

 managing the network; and
 - (ii) ensures that the copies of the work are

 not stored in the network for a period

 longer than is necessary for the

 purposes of giving or receiving

 instruction in the specified course of

 study in question or, in any event, for

 a period longer than 12 consecutive

 months,

subsection (2) applies in determining whether
the dealing is fair dealing under subsection
(1).

(4B) Without affecting the generality of section 37(5),

where any dealing with a work involves the making of reprographic copies, the fact that the making of the copies does not fall under section 45 does not mean that it is not covered by this section, and subsection (2) applies in determining whether the dealing is fair dealing under subsection (1).

- (5) Where a copy which apart from this section would be an infringing copy is made in accordance with this section but is subsequently dealt with, it is to be treated as an infringing copy -
 - (a) for the purpose of that dealing; and
 - (b) if that dealing infringes copyright, for all subsequent purposes.
- (6) In subsection (5), "dealt with" (被用以進行交易) means sold, let for hire, or offered or exposed for sale or hire.".

13. Performing, playing or showing work in course of activities of educational establishments

- (1) Section 43(1) is amended by repealing "other persons directly connected with the activities of the establishment" and substituting "the near relatives or guardians of the pupils".
- (2) Section 43(2) is amended by repealing "for the purposes of instruction" and substituting "for the purposes of giving or receiving instruction".
- (3) Section 43(3) is repealed and the following substituted -

- "(3) In subsection (1), "near relative" (近親) means -
 - (a) a parent;
 - (b) a grandparent;
 - (c) a spouse;
 - (d) a brother or sister;
 - (e) a half-brother or half-sister;

 - (g) a grandchild; or
 - (h) a son-in-law or daughter-in-law (including a spouse of an illegitimate child or of an adopted child).".

14. Recording by educational establishments of broadcasts and cable programmes

Section 44(2) is repealed.

15. Reprographic copying made by educational establishments of passages from published works

- (1) Section 45 is amended, in the heading, by adding "or pupils" after "educational establishments".
- (2) Section 45(1) is amended by repealing "for the purposes of instruction" and substituting "for the purposes of giving instruction, or by a pupil for the purposes of receiving instruction in a specified course of study provided by an educational establishment,".
- (3) Section 45(2) is repealed.

16. Section Sections added

The following is are added immediately before section 54 under the cross-heading of "Public administration" -

"54A. Fair dealing for purposes of public administration

- (1) Fair dealing with a work by the Government, the Executive Council, the Legislative Council, the Judiciary or any District Council for the purposes of efficient administration of urgent business does not infringe the copyright in the work or, in the case of a published edition, in the typographical arrangement.
- (2) In determining whether any dealing with a work is fair dealing under subsection (1), the court shall take into account all the circumstances of the case and, in particular -
 - (a) the purpose and nature of the dealing, including whether the dealing is for a nonprofit-making purpose and whether the dealing is of a commercial nature;
 - (b) the nature of the work;
 - (c) the amount and substantiality of the portion dealt with in relation to the work as a whole; and
 - (d) the effect of the dealing on the potential market for or value of the work.
 - (3) Where a copy which apart from this section would be

an infringing copy is made in accordance with this section but is subsequently dealt with, it is to be treated as an infringing copy -

- (a) for the purpose of that dealing; and
- (b) if that dealing infringes copyright, for all subsequent purposes.
- (4) In subsection (3), "dealt with" (被用以進行交易) means sold, let for hire, or offered or exposed for sale or hire."•

54B. Legislative Council

Copyright is not infringed by anything done by the Legislative Council for the purposes of exercising its functions and powers.".

16A. Legislative Council and judicial proceedings

- (1) Section 54 is amended by repealing the heading and substituting "Judicial proceedings".
- (2) Section 54(1) is amended by repealing "the proceedings of the Legislative Council or".

16B. Use of typeface in ordinary course of printing

Section 62(3) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".

17. Advertisement of sale of artistic work

- (1) Section 72(2) is amended, in the English text, by repealing "if that dealing infringes copyright for all subsequent purposes" and substituting "and, if that dealing infringes copyright, for all subsequent purposes".
- (2) Section 72(2) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".

18. Section added

The following is added -

"81A. Playing of sound broadcasts inside vehicles

- (1) The playing of a sound broadcast inside a vehicle for the purpose of affording the driver of the vehicle access to public information (including but not limited to news reports, weather forecasts and information relating to road traffic) does not infringe the copyright in the sound broadcast, any sound recording included in it or any literary, dramatic or musical work included in it.
- (2) In subsection (1), "vehicle" (車輛) includes any private or public vehicle which is constructed or adapted for use on roads.".

18A. Right to be identified as author or director

(1) Section 89(1) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".

- (2) Section 89(4)(a) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".
- (3) Section 89(7)(c) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".
- (4) Section 89(8) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".

18B. Requirement that right be asserted

- (1) Section 90 is amended, in the heading, in the Chinese text, by repealing "體現" and substituting "宣示".
- (2) Section 90(1) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".
- (3) Section 90(2) is amended, in the Chinese text, by repealing "體現" where it twice appears and substituting "宣示".
- (4) Section 90(2)(a) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".
- (5) Section 90(3) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".
- (6) Section 90(3) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".
- (7) Section 90(3)(b) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".
- (8) Section 90(3)(b) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".
 - (9) Section 90(4) is amended, in the Chinese text, by

repealing "體現" and substituting "宣示".

- (10) Section 90(4)(a) is amended, in the Chinese text, by repealing "體現" where it twice appears and substituting "宣示".
- (11) Section 90(4)(b) is amended, in the Chinese text, by repealing "體現" where it twice appears and substituting "宣示".
- (12) Section 90(4)(c) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".
- (13) Section 90(4)(d) is amended, in the Chinese text, by repealing "體現" where it twice appears and substituting "宣示".
- (14) Section 90(5) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".

18C. Right to object to derogatory treatment of work

Section 92(4)(a) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".

19. Infringement of right by possessing or dealing with infringing article

- (1) Section 95(1)(a) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".
- (2) Section 95(1)(c) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of

any trade or business".

- (2A) Section 95(1)(c) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".
- (3) Section 95(1)(d) is amended by repealing "otherwise than for the purpose of, in the course of, or in connection with, any trade or business" and substituting "otherwise than for the purpose of or in the course of any trade or business".

20. False attribution of work

- (1A) Section 96(2)(b) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".
- (1) Section 96(5) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".
- (2) Section 96(6) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".
- (3) Section 96(7) is amended, in the Chinese text, by repealing "展覽" and substituting "陳列".

20A. Application of provisions to joint works

(1) Section 99(1) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".

(2) Section 99(2) is amended, in the Chinese text, by repealing "達成" and substituting "體現".

20B. Transmission of moral rights on death

- (1) Section 106(3)(a) is amended, in the Chinese text, by repealing "體現" and substituting "宣示".
- (2) Section 106(3)(b) is amended, in the Chinese text, by repealing "達成" and substituting "體現".

21. Order for delivery up

Section 109(1)(a) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".

22. Criminal liability for making or dealing with infringing articles, etc.

- (1) Section 118(1) is repealed and the following substituted -
 - "(1) A person commits an offence if he, without the licence of the copyright owner of a copyright work -
 - (a) makes for sale or hire an infringing copy of the work;
 - (b) imports an infringing copy of the work into Hong Kong otherwise than for his private and domestic use;

- (c) exports an infringing copy of the work from Hong Kong otherwise than for his private and domestic use;
- (d) sells, lets for hire, or offers or exposes for sale or hire an infringing copy of the work for the purpose of or in the course of any trade or business;
- (e) exhibits in public or distributes an infringing copy of the work for the purpose of or in the course of any trade or business which consists of dealing in infringing copies of copyright works;
- (f) possesses an infringing copy of the work with a view to -
 - (i) its being sold or let for hire by any person for the purpose of or in the course of any trade or business; or
 - (ii) its being exhibited in public or distributed by any person for the purpose of or in the course of any trade or business which consists of dealing in infringing copies of copyright works; or
- (g) distributes an infringing copy of the work (otherwise than for the purpose of or in the course of any trade or business which consists

of dealing in infringing copies of copyright works) to such an extent as to affect prejudicially the copyright owner.".

- (2) Section 118 is amended by adding -
 - "(1A) Where -
 - (a) a person exhibits in public or distributes an infringing copy of a copyright work for the purpose of or in the course of any trade or business; and
 - (b) the circumstances in which the infringing copy is so exhibited or distributed give rise to a reasonable suspicion that the trade or business consists of dealing in infringing copies of copyright works,

then, unless there is evidence to the contrary, the trade or business is presumed, for the purposes of any proceedings instituted under subsection (1)(e), to be a trade or business which consists of dealing in infringing copies of copyright works.

(1B) Where -

- (a) a person possesses an infringing copy of a copyright work with a view to its being exhibited in public or distributed by any person for the purpose of or in the course of any trade or business; and
- (b) the circumstances in which the infringing copy

is so possessed give rise to a reasonable suspicion that the trade or business consists of dealing in infringing copies of copyright works,

then, unless there is evidence to the contrary, the trade or business is presumed, for the purposes of any proceedings instituted under subsection (1)(f)(ii), to be a trade or business which consists of dealing in infringing copies of copyright works.".

- (3) Section 118 is amended by adding -
- "(2A) Without prejudice to subsection (1), a person commits an offence if he, without the licence of the copyright owner of a copyright work to which this subsection applies, possesses an infringing copy of the work for the purpose of or in the course of any trade or business with a view to its being used by any person for the purpose of or in the course of that trade or business.
- (2B) Subsection (2A) applies to a copyright work that is -
 - (a) a computer program;
 - (b) a movie;
 - (c) a television drama;
 - (d) a musical sound recording; or
 - (e) a musical visual recording.
- (2C) Subsection (2A) does not apply to an infringing copy of a computer program in a printed form.

- (2D) Subsection (2A) does not apply to the possession of an infringing copy of a computer program if -
 - (a) the computer program was made available to the public together with another work, not being a computer program itself, that requires the use of the computer program to be viewed or listened to; and
 - (b) the person who possesses the infringing copy
 of the computer program does so merely because
 it is technically required for the viewing or
 listening of the other work referred to in
 paragraph (a).
 - (a) the computer program incorporates the whole or
 any part of a work that is not a computer
 program itself, and the computer program is
 technically required for the viewing or
 listening of the work by a member of the
 public to whom a copy of the work is made
 available; or
 - (b) the computer program is incorporated in a work that is not a computer program itself, and the computer program is technically required for the viewing or listening of the work by a member of the public to whom a copy of the work is made available.
 - (2E) Subsection (2A) does not apply if -

- (a) the person who possesses an infringing copy does so for the purpose of giving legal advice in the professional capacity of a solicitor or barristerin relation to the infringing copy to his clientas a legal practitioner (whether or not he is qualified in Hong Kong to practise as a barrister or a solicitor);
- (b) the person who possesses an infringing copy does so for the purpose of providing investigation service in relation to the infringing copy to the copyright owner or exclusive licensee of the copyright work concerned; or
- (c) the person who possesses an infringing copy does so on his client's premises and the infringing copy is provided to him by his client.".
- (4) Section 118 is amended by adding -
- "(2F) Without prejudice to section 125, where a body corporate or a partnership has done an act referred to in subsection (2A), the following person shall, unless he proves there is evidence showing that he did not authorize the act to be done, be presumed also to have done the act -
 - (a) in the case of the body corporate -
 - (i) any director of the body corporate who,at the time when the act was done, was

- responsible for the internal management of the body corporate; or
- (ii) if there was no such director, any
 person who, at the time when the act
 was done, was responsible under the
 immediate authority of the directors of
 the body corporate for the internal
 management of the body corporate;
- (b) in the case of the partnership -
 - (i) any partner in the partnership who, at the time when the act was done, was responsible for the internal management of the partnership; or
 - (ii) if there was no such partner, any
 person who, at the time when the act
 was done, was responsible under the
 immediate authority of the partners in
 the partnership for the internal
 management of the partnership.
- (2G) A defendant charged with an offence under subsection (2A) by virtue of subsection (2F) is taken to have proved that he did not authorize not to have done the act in question to be done if -
 - (a) sufficient evidence is adduced to raise an issue with respect to that fact that he did not authorize the act to be done; and

- (b) the contrary is not proved by the prosecution beyond reasonable doubt.
- (2H) For the purposes of subsection (2G)(a) -
 - (a) the defendant shall be taken to have adduced sufficient evidence if the court is satisfied that
 - corporate or partnership concerned to

 set aside financial resources, and has

 directed the use of the resources, for

 the acquisition of a sufficient number

 of copies of the copyright work to

 which the proceedings relate, which are

 not infringing copies, for the use of

 the body corporate or partnership; or
 - (ii) the body corporate or partnership

 concerned has incurred expenditure for
 the acquisition of a sufficient number
 of copies of the copyright work to
 which the proceedings relate, which are
 not infringing copies, for the use of
 the body corporate or partnership;
 - (b) In subject to paragraph (a), in determining whether sufficient evidence is adduced for the purposes of subsection (2G)(a), the court may have regard to, including but not limited to,

the following -

- (ai) whether the defendant has introduced policies or practices against the use of infringing copies of copyright works by the body corporate or partnership;
- (b) whether the defendant has set aside
 financial resources or incurred
 expenditure for the acquisition by the
 body corporate or partnership of copies
 of copyright works which are not
 infringing copies;
- (eii) whether the defendant has taken action to prevent the use of infringing copies of copyright works by the body corporate or partnership.".
- (5) Section 118(3) is amended by adding "or (2A)" after "subsection (1)".
 - (6) Section 118 is amended by adding -
 - "(3A) It is a defence for the person charged with an offence under subsection (2A) to prove that -
 - (a) he possessed the infringing copy in question in the course of his employment; and
 - (b) the infringing copy in question was provided to him by or on behalf of his employer for use in the course of his employment.
 - (3B) Subsection (3A) does not apply to an employee -

- (a) who, at the time when the infringing copy in question was acquired, was in a position to make or influence a decision regarding the acquisition of the infringing copy; or
- (b) who, at the time when the offence in question was committed, was in a position to make or influence a decision regarding the use or removal of the infringing copy in question.".
- (7) Section 118(4) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".
- (8) Section 118(5) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".
- (8A) Section 118(6) is amended by adding "and which was lawfully made in the country, territory or area where it was made" after "section 35(4)".
- (9) Section 118(8) is amended by repealing "for the purpose of, in the course of, or in connection with, any trade or business" and substituting "for the purpose of or in the course of any trade or business".
 - (10) Section 118(8A) is repealed.
 - (11) Section 118 is amended by adding -
 - "(10) In this section, "dealing in" (經銷) means selling,

letting for hire, or distributing for profit or reward.".

23. Penalties for offences under section 118

Section 119(1) is amended by adding "or (2A)" after "section 118(1)".

24. Section added

The following is added -

- "119B. Offence of making for distribution or distributing infringing copies of copyright works in printed form contained in books, etc.
 - (1) Without prejudice to section 118(1), a person commits an offence if he, without the licence of the copyright owner of a copyright work to which this subsection applies, does any of the following acts on a regular or frequent basis, for the purpose of or in the course of any trade or business, and it results in a financial loss to the copyright owner -
 - (a) without the licence of the copyright owner of a copyright work to which this subsection applies, makes an infringing copy of the work for distribution, resulting in a financial loss to the copyright owner; or
 - (b) without the licence of the copyright owner of

 a copyright work to which this subsection

 applies, distributes an infringing copy of the

work, resulting in a financial loss to the
copyright owner.

- (2) Subsection (1) applies to a copyright work in a printed form that is contained in -
 - (a) a book;
 - (b) a magazine;
 - (c) a periodical; or
 - (d) a newspaper.
- (3) Subsection (1) does not apply in the circumstances specified in the regulations made under subsection (14).
- (4) Subsection (1) does not apply to an educational establishment of any of the following descriptions -
 - (a) an educational establishment specified in section 1 of Schedule 1;
 - (b) an educational establishment exempt from tax
 under section 88 of the Inland Revenue
 Ordinance (Cap. 112); or
 - (c) an educational establishment receiving direct recurrent subvention from the Government.
- (5) Subsection (1) does not apply to the distribution through a wire or wireless network of an infringing copy to which access is not restricted by procedures of authentication or identification.
- (6) Without prejudice to section 125, where a body corporate or a partnership has done an act referred to in subsection (1), the following person shall, unless he proves

that there is evidence showing that he did not authorize the act to be done, be presumed also to have done the act -

- (a) in the case of the body corporate -
 - (i) any director of the body corporate who, at the time when the act was done, was responsible for the internal management of the body corporate; or
 - (ii) if there was no such director, any
 person who, at the time when the act
 was done, was responsible under the
 immediate authority of the directors of
 the body corporate for the internal
 management of the body corporate;
- (b) in the case of the partnership -
 - (i) any partner in the partnership who, at the time when the act was done, was responsible for the internal management of the partnership; or
 - (ii) if there was no such partner, any
 person who, at the time when the act
 was done, was responsible under the
 immediate authority of the partners in
 the partnership for the internal
 management of the partnership.
- (7) A defendant charged with an offence under subsection (1) by virtue of subsection (6) is taken to have

proved that he did not authorize not to have done the act in question to be done if -

- (a) sufficient evidence is adduced to raise an issue with respect to that fact that he did not authorize the act to be done; and
- (b) the contrary is not proved by the prosecution beyond reasonable doubt.
- (8) For the purposes of subsection (7)(a) -
 - (a) the defendant shall be taken to have adduced sufficient evidence if the court is satisfied that
 - corporate or partnership concerned to

 set aside financial resources, and has

 directed the use of the resources, for

 the acquisition of a sufficient number

 of appropriate licences to make or

 distribute, or to make and distribute,

 copies of the copyright work to which

 the proceedings relate for the use of

 the body corporate or partnership;
 - (ii) the defendant has caused the body

 corporate or partnership concerned to

 set aside financial resources, and has

 directed the use of the resources, for

 the acquisition of a sufficient number

- of copies of the copyright work to

 which the proceedings relate, which are

 not infringing copies, for the use of

 the body corporate or partnership;
- (iv) the body corporate or partnership

 concerned has incurred expenditure for

 the acquisition of a sufficient number

 of copies of the copyright work to

 which the proceedings relate, which are

 not infringing copies, for the use of

 the body corporate or partnership;
- (b) In subject to paragraph (a), in determining
 whether sufficient evidence is adduced for the
 purposes of subsection (7)(a), the court may
 have regard to, including but not limited to,
 the following -
 - (\underline{ai}) whether the defendant has introduced policies or practices against the

making and distribution of infringing copies of copyright works by the body corporate or partnership;

- (b) whether the defendant has set aside
 financial resources or incurred
 expenditure for the purposes of
 obtaining licences to make and
 distribute copies of copyright works;
- (eii) whether the defendant has taken action to prevent the making or distribution of infringing copies of copyright works by the body corporate or partnership.
- (9) It is a defence for the person charged with an offence under subsection (1) to prove that -
 - (a) he has taken adequate and reasonable steps to obtain a licence from the copyright owner in question but failed to get a timely response from the copyright owner;
 - (b) he has made reasonable efforts but failed to obtain commercially available copies of the copyright work in question and the copyright owner in question has refused to grant him a licence on reasonable commercial terms;—or
 - (c) he did not know and had no reason to believe that the copies made or distributed are infringing copies-; or

- (d) he cannot, after making reasonable enquiries,

 ascertain the identity and contact details of
 the copyright owner in question.
- (10) It is a defence for the person charged with an offence in respect of an act under subsection (1) to prove that -
 - (a) he did the act in the course of his employment; and
 - (b) he did the act in accordance with the instruction given to him by or on behalf of his employer in the course of his employment.
- (11) Subsection (10) does not apply to an employee who, at the time when the infringing copy in question was made or distributed, was in a position to make or influence a decision regarding the making or distribution of the infringing copy.
- (12) A person who commits an offence under subsection(1) is liable on conviction on indictment to a fine at level5 in respect of each infringing copy and to imprisonment for4 years.
- (13) Sections 115 and 117 (presumptions as to various matters connected with copyright) do not apply to proceedings for an offence under subsection (1).
- (14) For the purposes of subsection (3), the Secretary for Commerce, Industry and Technology may by regulations specify the circumstances in which subsection (1) does not

apply.".