

Modernisation of EU copyright rules

Presentation of the copyright package adopted on 14/09/2016



Background

- **Digital Single Market Strategy** (May 2015): need to address in the EU copyright framework the key obstacles to the functioning of the DSM
- Commission's Communication on the modernisation of the EU copyright framework (December 2015): targeted actions and long-term vision
- Proposal for a regulation on cross-border portability of online content services (December 2015) – ongoing discussions in Council and EP
- Second copyright package adopted on 14 September 2016



Copyright modernisation package adopted on 14 September

- 4 legislative proposals and an accompanying Communication:
 - ✓ Regulation on online transmissions and retransmissions of TV and radio programmes
 - ✓ Directive on copyright in the Digital Single Market
 - ✓ Implementation of the Marrakesh Treaty for people with print disabilities through a Directive and a Regulation



Directive on copyright in the DSM

Main objectives:

- 1) Modernising EU rules on key exceptions and limitations in the areas of research, education, and preservation of cultural heritage
- 2) Facilitating licences in order to ensure wider access to content
- 3) Introducing fairer rules of the game for a better functioning copyright marketplace



1 - Modernisation of exceptions Context

- The beneficiary of the exception is authorised by law to use protected content without the need to seek prior authorisation from right holders
- Harmonisation of a certain number of exceptions in the existing EU copyright legal framework – but most of them are optional for MS
- Reform: focus on exceptions which are relevant for access to knowledge and which have a significant cross-border dimension

\rightarrow Introduction of new mandatory exceptions



1 - Modernisation of exceptions Scope of the new exceptions

- Exception for digital uses of protected content to illustrate teaching, including across borders → to provide full legal certainty to educational establishments and teachers
- Exception for text and data mining → to allow research organisations to use new automated technologies to analyse large sets of data for scientific research in all legal certainty
- Preservation exception → to allow cultural heritage institutions to make copies (including digital) of protected works for preservation purposes
- Scope, conditions and beneficiaries of the new exceptions defined taking account of the impact on the licensing market



2 - Facilitating licences Out-of-commerce works

- Legal framework to help cultural heritage institutions to digitise and make available across borders **out-of commerce** works
 - Objective: reduce transaction costs in mass digitisation projects
 - Member States to introduce the possibility of extended collective licensing or presumption of representation for licensing OOC works for non-commercial uses
 - Safeguards for right holders: possibility to opt-out; publicity requirements
 - Cross-border effect
 - Stakeholders' dialogue to facilitate the use of such mechanisms for different categories of works



2 - Facilitating licences Negotiation mechanism

- Negotiation mechanism to be set up by Member States to facilitate the licensing of films on VoD platforms
 - Objective: improve the availability of European audiovisual works on VoD platforms
 - Negotiation mechanism open to parties (VoD platform, producers, distributors) wishing to conclude an agreement, on a voluntary basis
 - Member States to identify or create an impartial body with relevant experience to provide assistance with negotiation and help reaching licensing agreements
- Additional measures in the context of the Creative Europe programme



3 – A better functioning copyright market place Rights in publications

- Introduction of a **new related right for publishers of press publication** (art. 11)
- Possibility for Member States to consider that transfers of authors' rights or licences allow publishers to receive a share of the compensation for the uses of works under exceptions (art. 12)



Background

- Shift from print to digital: sustainability of publishing industries at stake
 - Publishers of press publications face difficulties in licensing, enforcing, recouping their investments in the digital environment
 - General decline of publisher's revenues stream in the press sector
- Need of a free and pluralist press to ensure quality journalism and citizen's access to information

Impact assessment p.155 – Annex 13 / Recital 31



Objectives

- Recognition of the organisational and financial contribution of press publishers (// with other creative sectors)
- More efficient licensing mechanism
- More efficient enforcement of rights

= Clearer legal framework to test new business model + stronger bargaining power of the press industry in the digital environment
= Ensure viability of an independent and high quality press (media pluralism- democratic debate)

Impact Assessment p. 155 et s. - Recital 32



Protected subject matter

o "Press publications" – art. 2 (4) / Recital 33

• Exclusive rights granted

Reproduction and making available for the digital use of the press publications (art.2, art. 3(2) Infosoc) – art. 11 (1) / Recital 34

Exceptions

 Same exceptions and limitations as those applicable to the rights (art.2, art. 3(2) Infosoc) - art. 11 (5) / Recital 34



Relationship with authors' rights

- $_{\odot}\,$ Authors-Publishers: authors' authorization still needed
- The right does not affect author's ability to exploit his work independently - art. 11 (2) / Recital 35

Term of protection

o 20 years - art. 11 (4)



3 – A better functioning copyright market place Use of protected content by user uploaded content services

- New rules requiring that online services providing access to large amounts of content uploaded by users put in place appropriate measures (such as content recognition technologies) and cooperate with right holders:
 - to ensure the functioning of agreements concluded with right holders
 - or to prevent the upload of works which have been identified by right holders
- Objective: allow right holders to better control the use of their content and to negotiate on a fairer basis with players which have become important content distributors



Use of protected content by UUC services

- The obligation of measures targets online services storing and giving access to large amounts of protected content uploaded by users without the involvement of right holders
- No specific measures or technologies imposed but need to be appropriate and proportionate - i.e. cannot be unnecessarily complicated and costly, allowing to take into account the nature of specific services
- Safeguards for uploaders in case of unjustified removals of content: services to put in place a redress mechanism

No change to the notion of communication to the public, nor to the e-commerce directive.



3 – A better functioning copyright market place Remuneration of authors and performers

- New rules to ensure increased transparency to authors and performers on the exploitation and remuneration of their works and help them to obtain appropriate remuneration
 - Obligation for the direct contractual partner of authors and performers to share information on modes of exploitation and corresponding revenues
 - Contract adjustment mechanism when the agreed remuneration turns out to be disproportionate to the success of a work
 - Dispute resolution mechanism for disputes concerning transparency obligations and contract adjustment mechanism



Thank you for you attention

Questions & Answers

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