13th Business Liaison Group Meeting for Recreational Clubs



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Legislation

Copyright Ordinance, Cap. 528

Copyright works:-

- original literary, dramatic, musical or artistic works
- sound recordings, films, broadcasts or cable programmes
- the typographical arrangement of published editions

Offences and Maximum Penalties

- Make, sell, possess or import/ export an infringing copy of a copyright work for commercial purposes:
 - imprisonment for 4 years and fine of HK\$50,000 per infringing copy
- Make, sell, possess or import/ export an article specifically designed or adapted for making infringing copies of a particular copyright work for commercial purposes:
 - + imprisonment for 8 years and fine of HK\$500,000

End-user's Liability

- Use of a pirated copyright work in the course of business
 - Computer software
 - Movies
 - TV dramas
 - Musical sound/visual recordings
 - Maximum penalty: imprisonment for 4 years and fine of HK\$50,000 per infringing copy
- Examples
 - Companies using unlicensed software
 - Karaoke bars using infringing music / videos

Enforcement

Recent enforcement action

- In mid Dec 2013, Customs took enforcement action to search a technology company and 5 other pubs at different locations
- 49 sets of karaoke system loaded with infringing songs and movies were seized
- 6 men and 3 women were arrested
- Investigation is still ongoing

FAQ

- 1) How can the trade tell whether the songs in the karaoke system are with copyrights or not?
- ✓ Copyright is an automatic right. It subsists when a works is created and recorded.
- ✓ All the musical sound/ visual recordings are with copyright.

- 2) What should the trade be aware of if they are going to buy karaoke systems?
- ✓ To fulfill the licensing requirements or conditions
 of the copyright owners concerned.
- ✓ Due diligence to ensure the songs are licensed by the copyright owners.
- ✓ Do not simply count on the suppliers/ agents, cross check with other sources.

- 3) Is it legal for the trade to use songs downloaded from the internet?
- ✓ Obtain songs from proper channels.
- ✓ Using infringing songs downloaded from internet for business commits an offence.

- 4) Is it legal for the trade to transfer songs from a genuine music CD to an iPod on a PA system so as to be played as background music at the club?
- ✓ Un-authorized transfer : infringing copy
- ✓ Using infringing copyright work in the course of business is offence



