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S E N A T E P.S. Res. No. <u>620</u>



## Introduced by Senator Grace Poe

## RESOLUTION

URGING THE APPROPRIATE SENATE COMMITTEE TO LOOK INTO THE CURRENT DIGITAL PIRACY REGULATIONS IN THE PHILIPPINES AND THE POTENTIAL OF ADOPTING A "ROLLING SITE-BLOCKING" MECHANISM TO COMBAT DIGITAL PIRACY IN THE COUNTRY

WHEREAS, digital piracy is defined as the "unauthorized reproduction and distribution of copyrighted material";

WHEREAS, surveys show that the Philippines is the third highest consumer of pirated content in Asia. Based on a YouGov survey commissioned by the Coalition Against Piracy, Filipinos accessing pirated content have increased from 49% in 2020 to 61% in 2021<sup>2</sup>;

WHEREAS, the widespread digital piracy in the Philippines has caused investment reluctance in the country's creative industry. According to Media Partners Asia (MPA), the local creative industries have suffered at least P1 billion in potential revenue loss in 2020 alone while the streaming industry lost at least P6.3 billion<sup>3</sup>;

WHEREAS, in 2021, with the pandemic forcing the local film industry to shift to Video-on-Demand streaming, the Metro Manila Film Festival was marketed online but was pestered with pirated streaming links of their movies<sup>4</sup>;

<sup>&</sup>lt;sup>1</sup> Oxales, O. (24 May 2021). *Digital piracy must be stopped.* https://manilastandard.net/opinion/columns/openthoughts-by-orlando-oxales/355271/digital-piracy-must-be-stopped.html

<sup>&</sup>lt;sup>2</sup> Cahiles-Magkilat, B. (21 April 2022). *61% of PH consumers access piracy sites – study.* https://mb.com.ph/2022/04/21/61-of-ph-consumers-access-piracy-sites-study/

<sup>&</sup>lt;sup>3</sup> Pangalanan, P. (11 June 2022). *Why 'rolling site-blocking' should be a 19th Congress ICT priority.* https://www.philstar.com/news-commentary/2022/06/11/2187694/why-rolling-site-blocking-should-be-19th-congress-ict-priority

<sup>&</sup>lt;sup>4</sup> Oxales, O. (24 May 2021). *Digital piracy must be stopped.* https://manilastandard.net/opinion/columns/open-thoughts-by-orlando-oxales/355271/digital-piracy-must-be-stopped.html

WHEREAS, the Filipinos' massive consumption of pirated content has not only killed the economic potential of the local creative industry, but also the genuine spirit of creativity and innovation among our countrymen<sup>5</sup>;

WHEREAS, the Philippines remain lagging behind in protecting digital intellectual property against digital piracy;

WHEREAS, according to the Intellectual Property Code of the Philippines, an effective intellectual property system is "vital to the development of the domestic and creative activity, facilitates the transfer of technology, attracts foreign investments, and ensures market access for our products"<sup>6</sup>;

WHEREAS, currently, the mechanism being used by the Intellectual Property Office of the Philippines (IPOPHIL) to combat digital piracy is "site blocking" wherein once a piracy complaint is filed, the IPOPHIL will process the blocking of the website so that Filipino users can no longer access the pirated content. However, said process must first undergo a review by the National Telecommunications Commission (NTC) which can take several days before taking effect<sup>7</sup>;

WHEREAS, the lengthy site-blocking process is further worsened by the fact that pirated websites that are taken down can quickly pop up again under a new URL or through other proxy and mirror sites<sup>8</sup>;

WHEREAS, neighboring Asian countries like South Korea, Malaysia, Indonesia, and Thailand have been successful in their anti-digital piracy endeavors by employing a mechanism called "rolling site-blocking". Under the rolling site-blocking method, websites are taken down within hours, and regulators have the ability to continuously monitor and block any future attempt by the same violator to continue making the pirated content available online<sup>9</sup>;

<sup>&</sup>lt;sup>5</sup> Pinlac, B. (21 May 2022). *Consumer group urges gov't to crackdown on online piracy*. https://newsinfo.inquirer.net/1600553/consumer-group-urges-govt-to-crackdown-on-online-piracy

<sup>&</sup>lt;sup>6</sup> Republic Act No. 8293. Intellectual Property Code of the Philippines. https://www.officialgazette.gov.ph/1997/06/06/republic-act-no-8293/

<sup>&</sup>lt;sup>7</sup> Pangalanan, P. (11 June 2022). *Why 'rolling site-blocking' should be a 19th Congress ICT priority.* https://www.philstar.com/news-commentary/2022/06/11/2187694/why-rolling-site-blocking-should-be-19th-congress-ict-priority

<sup>&</sup>lt;sup>8</sup> *Ibid.* 

<sup>&</sup>lt;sup>9</sup> Ibid.

WHEREAS, according to Atty. Tim Abejo, co-convenor of CitizenWatch Philippines, Philippines is the only country in Southeast Asia not enforcing the rolling site-blocking mechanism<sup>10</sup>;

WHEREAS, there is a need to revisit the Intellectual Property Code of the Philippines to give more administrative enforcement power to the IPOPHIL in order to effectively implement the rolling site-blocking mechanism, and subsequently allow the NTC to block illegal websites at a faster speed<sup>11</sup>;

WHEREAS, by adopting a rolling site-blocking mechanism, we will be able to provide intellectual property (IP) rights owners with the swift response they need in preventing further harm to their IP rights and potential revenues,<sup>12</sup> and motivate them to file complaints against online IP violators<sup>13</sup>;

WHEREAS, ultimately, this is necessary to purge online pirates who violate the law and threaten the viability and growth potential of digital innovators and the Philippine creative industry in general<sup>14</sup>;

NOW THEREFORE BE IT RESOLVED, as it is hereby resolved by the Senate of the Philippines, to urge the appropriate Senate committee to look into the current digital piracy regulations in the Philippines and the potential of adopting a "rolling site-blocking" mechanism to combat digital piracy in the country.

Adopted,

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Pinlac, B. (10 June 2022). Congress urged to pass law allowing rolling site blocking vs piracy. https://newsinfo.inquirer.net/1609074/congress-urged-to-pass-law-allowing-rolling-site-blocking-vs-piracy-2
Pinlac, B. (21 May 2022). Consumer group urges gov't to crackdown on online piracy. https://newsinfo.inquirer.net/1600553/consumer-group-urges-govt-to-crackdown-on-online-piracy
Pinlac, B. (10 June 2022). Congress urged to pass law allowing rolling site blocking vs piracy. https://newsinfo.inquirer.net/1609074/congress-urged-to-pass-law-allowing-rolling-site-blocking-vs-piracy-2

<sup>&</sup>lt;sup>13</sup> *Ibid.* <sup>14</sup> *Ibid.*