

USTR 2006 "SPECIAL 301" DECISIONS

IIPA's 2005 ESTIMATED TRADE LOSSES DUE TO COPYRIGHT PIRACY (REVISED)
(in millions of U.S. dollars)
and 2005 ESTIMATED LEVELS OF COPYRIGHT PIRACY

	Business Software ¹		Records & Music ²		Motion Pictures ³		Entertainment Software ⁴		Books	Totals ⁵
	Loss	Level	Loss	Level	Loss	Level	Loss	Level	Loss	Loss
	2005	2005	2005	2005	2005	2005	2005	2005	2005	2005
PRIORITY WATCH LIST										
Argentina	109.0	77%	69.5	60%	NA	NA	NA	NA	4.0	182.5
Belize	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Brazil	383.0	64%	334.5	52%	101.0	22%	120.8	77%	18.0	957.3
Egypt	45.0	64%	9.0	60%	NA	NA	14.3	85%	30.0	98.3
India	255.0	72%	70.7	55%	7.0	29%	65.2	86%	42.0	439.9
Indonesia (OCR)	153.0	87%	24.5	75%	NA	NA	NA	NA	32.0	209.5
Israel	39.0	32%	28.0	35%	NA	NA	NA	95%	1.0	68.0
Lebanon (GSP)	20.0	73%	3.2	75%	NA	NA	NA	NA	4.0	27.2
People's Republic of China	1554.0	86%	204.0	85%	244.0	93%	589.9	92%	52.0	2643.9
Russian Federation (GSP)	894.0	83%	475.9	67%	266.0	81%	223.9	82%	42.0	1901.8
Turkey	157.0	65%	18.0	80%	NA	NA	NA	NA	23.0	198.0
Ukraine	131.0	85%	30.0	60%	NA	NA	NA	NA	NA	161.0
Venezuela	95.0	82%	33.0	83%	NA	NA	NA	NA	NA	128.0
WATCH LIST										
Bahamas	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Belarus	NA	NA	25.0	70%	NA	NA	NA	NA	NA	25.0
Bolivia	6.0	83%	15.8	90%	NA	NA	NA	NA	NA	21.8
Bulgaria	21.0	71%	7.0	80%	NA	NA	21.0	81%	NA	49.0
Canada (OCR)	491.0	33%	NA	NA	118.0	8%	NA	NA	NA	609.0
Chile (OCR)	55.0	66%	22.7	51%	NA	NA	NA	NA	1.0	78.7
Colombia	45.0	57%	47.7	71%	NA	NA	NA	NA	6.0	98.7
Costa Rica	10.0	66%	18.3	60%	NA	NA	NA	NA	NA	28.3
Croatia	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Dominican Republic	5.0	77%	10.8	75%	NA	NA	NA	NA	1.0	16.8
Ecuador	9.0	69%	26.3	90%	NA	NA	NA	NA	2.5	37.8
European Union	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Guatemala	8.0	81%	NA	NA	NA	NA	NA	NA	NA	8.0
Hungary	55.0	42%	12.0	30%	102.0	73%	NA	30%	4.0	173.0
Italy	812.0	53%	40.0	20%	161.0	22%	639.2	30%	20.0	1672.2
Jamaica	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Kuwait	35.0	66%	8.5	70%	NA	NA	NA	91%	0.5	44.0
Latvia (OCR)	11.0	57%	12.0	85%	NA	NA	1.3	82%	NA	24.3
Lithuania	14.0	57%	12.0	85%	NA	NA	1.7	88%	NA	27.7
Malaysia	82.0	60%	38.8	49%	NA	NA	23.4	91%	10.0	154.2
Mexico	263.0	65%	376.5	65%	483.0	62%	137.7	75%	42.0	1302.2
Pakistan	26.0	86%	25.0	100%	NA	NA	NA	NA	55.0	106.0
Peru	22.0	73%	66.0	98%	NA	NA	NA	NA	9.0	97.0
Philippines ⁴	46.0	71%	21.0	40%	NA	NA	11.3	85%	48.0	126.3
Poland	202.0	58%	25.0	31%	102.0	66%	NA	60%	5.0	334.0
Republic of Korea	200.0	46%	1.3	13%	9.0	7%	415.1	55%	43.0	668.4
Romania	61.0	72%	17.0	80%	NA	NA	NA	75%	2.0	80.0
Saudi Arabia (OCR)	105.0	52%	20.0	50%	NA	NA	NA	95%	10.0	135.0
Taiwan	56.0	43%	21.5	26%	98.0	51%	161.9	42%	18.0	355.4
Tajikistan	NA	NA	5.0	80%	NA	NA	NA	NA	NA	5.0
Thailand	155.0	80%	21.9	45%	149.0	62%	NA	75%	30.0	355.9
Turkmenistan	NA	NA	7.0	85%	NA	NA	NA	NA	NA	7.0
Uzbekistan (GSP)	NA	NA	30.0	80%	NA	NA	NA	NA	NA	30.0
Vietnam	21.0	90%	NA	95%	NA	NA	NA	NA	16.0	37.0
SPECIAL 306 MONITORING										
Paraguay ²	6.0	83%	128.0	99%	NA	NA	NA	NA	2.0	136.0
TOTALS	6657.0		2362.4		1840.0		2426.7		573.0	13859.1

1 BSA's 2005 statistics are final. BSA's 2005 estimates in IIPA's February 2006 Special 301 report were preliminary. They represent the U.S. publishers' share of software piracy losses in each country, and follow the methodology compiled in the Second Annual BSA/IDC Global Software Piracy Study (May 2005), available at <http://www.bsa.org/globalstudy/>. These figures cover, in addition to business applications software, computer applications such as operating systems, consumer applications such as PC gaming, personal finance, and reference software.

2 In Paraguay, RIAA reports that its estimated losses to the records and music industry include both domestic piracy in Paraguay and estimated losses caused by transshipment. In Spain, RIAA's 2004 loss estimate of \$90 million reflects all-industry losses (U.S. plus International repertoire); the 2005 losses reflect U.S.-only estimates. All-industry 2005 losses in Spain are in the \$75 million range.

3 MPAA's trade losses and piracy levels for 2005 are available for a limited number of countries and are based on a methodology that analyzes physical or "hard" goods and Internet piracy. For a description of the new methodology, please see Appendix B of IIPA's 2006 report.

4 ESA's reported dollar figures reflect the value of pirate product present in the marketplace as distinguished from definitive industry "losses." The value of pirate product in the market in the Philippines reflects only the value of pirate product for personal computers. The methodology used by the ESA is further described in Appendix B of IIPA's 2006 report.

5 For many countries, the "total" loss figure does not include losses for one or more industry sectors where figures are unavailable (NA). Consequently, the totals for these countries are even more conservative.

"GSP" means that the U.S. government is reviewing this country's IPR practices under the Generalized System of Preferences trade program.

"OCR" means out-of-cycle review to be conducted by USTR.