

USTR 2006 "SPECIAL 301" DECISIONS

IIPA's 2005 ESTIMATED TRADE LOSSES DUE TO COPYRIGHT PIRACY

(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	80.6	77%	69.5	60%	NA	NA	NA	NA	4.0	154.1
Belize	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Brazil	385.2	65%	334.5	52%	NA	NA	120.8	77%	18.0	858.5
Egypt	30.3	64%	9.0	60%	NA	NA	14.3	85%	30.0	83.6
India	265.1	74%	70.7	55%	NA	NA	65.2	86%	42.0	443.0
Indonesia (OCR)	97.9	85%	24.5	75%	NA	NA	NA	NA	32.0	154.4
Israel	32.9	34%	28.0	35%	NA	NA	NA	95%	1.0	61.9
Lebanon (GSP)	17.9	75%	3.2	75%	NA	NA	NA	NA	4.0	25.1
People's Republic of China	1276.1	88%	204.0	85%	244.0	93%	589.9	92%	52.0	2366.0
Russian Federation (GSP)	748.4	85%	475.9	67%	266.0	81%	223.9	82%	42.0	1756.2
Turkey	119.2	64%	18.0	80%	NA	NA	NA	NA	23.0	160.2
Ukraine	61.8	90%	30.0	60%	NA	NA	NA	NA	NA	91.8
Venezuela	40.9	78%	33.0	83%	NA	NA	NA	NA	NA	73.9
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	80%	15.8	90%	NA	NA	NA	NA	NA	21.8
Bulgaria	20.5	73%	7.0	80%	NA	NA	21.0	81%	NA	48.5
Canada (OCR)	580.6	36%	NA	NA	118.0	8%	NA	NA	NA	698.6
Chile (OCR)	47.4	64%	22.7	51%	NA	NA	NA	NA	1.0	71.1
Colombia	44.8	55%	47.7	71%	NA	NA	NA	NA	6.0	98.5
Costa Rica	9.6	67%	18.3	60%	NA	NA	NA	NA	NA	27.9
Croatia	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Dominican Republic	2.6	77%	10.8	75%	NA	NA	NA	NA	1.0	14.4
Ecuador	7.9	70%	26.3	90%	NA	NA	NA	NA	2.5	36.7
European Union	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Guatemala	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Hungary	64.7	42%	12.0	30%	102.0	73%	NA	30%	4.0	182.7
Italy	760.8	48%	40.0	20%	161.0	22%	639.2	30%	20.0	1621.0
Jamaica	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Kuwait	30.6	68%	8.5	70%	NA	NA	NA	91%	0.5	39.6
Latvia (OCR)	12.5	58%	12.0	85%	NA	NA	1.3	82%	NA	25.8
Lithuania	12.2	58%	12.0	85%	NA	NA	1.7	88%	NA	25.9
Malaysia	75.1	60%	38.8	49%	NA	NA	23.4	91%	10.0	147.3
Mexico	214.2	64%	376.5	65%	483.0	62%	137.7	75%	42.0	1253.4
Pakistan	15.7	83%	25.0	100%	NA	NA	NA	NA	55.0	95.7
Peru	23.6	73%	66.0	98%	NA	NA	NA	NA	9.0	98.6
Philippines ⁴	43.3	71%	21.0	40%	NA	NA	11.3	85%	48.0	123.6
Poland	212.3	58%	25.0	31%	102.0	66%	NA	60%	5.0	344.3
Republic of Korea	255.8	46%	1.3	13%	NA	NA	415.1	55%	43.0	715.2
Romania	41.6	75%	17.0	80%	NA	NA	NA	75%	2.0	60.6
Saudi Arabia (OCR)	80.1	52%	20.0	50%	NA	NA	NA	95%	10.0	110.1
Taiwan	77.5	42%	21.5	26%	98.0	51%	161.9	42%	18.0	376.9
Tajikistan	NA	NA	5.0	80%	NA	NA	NA	NA	NA	5.0
Thailand	107.9	77%	21.9	45%	149.0	62%	NA	75%	30.0	308.8
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	26.8	91%	NA	95%	NA	NA	NA	NA	16.0	42.8
SPECIAL 306 MONITORING										
Paraguay ²	7.3	83%	128.0	99%	NA	NA	NA	NA	2.0	137.3
TOTALS	5937.7		2362.4		1723.0		2426.7		573.0	13022.8

1 BSA's 2005 statistics are 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. As loss numbers and piracy levels become available for additional countries at a later time, they will be posted on the IIPA website, www.iipa.com.

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.