Formulation of IP Policies:

(b) Institutional Issues: Optimal Mechanisms for Consultations, Coordination, Drafting, Decision Making

Shintaro TAKAHARA

Secretariat of Intellectual Property Strategy Headquarters
Cabinet Secretariat

February 3, 2012 Tokyo

Background (1)

2002

February: Prime Minister's policy address

July: Intellectual Property Strategy Outline

December: Intellectual Property Basic Act

promulgated

2003

March: Intellectual Property Basic Act

enforced

Intellectual Property Strategy Headquarters

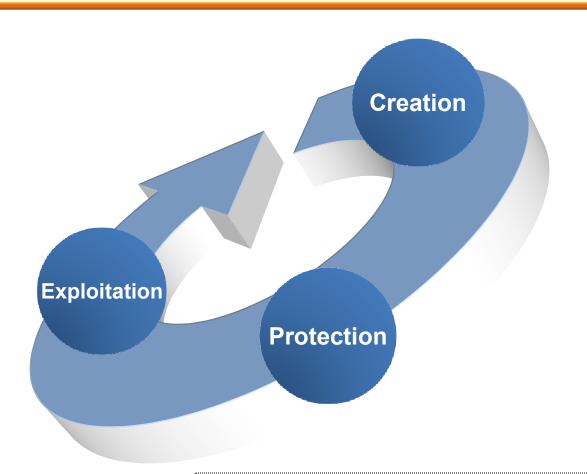
established

Background (2)

"Intellectual Property Basic Act"

- ✓ Proposed contents by Intellectual Property Strategy Council
 - activate intellectual creation cycle
 - set up "Intellectual Property Strategy Headquarters"
 - formulate "Intellectual Property Strategy Plan"

Intellectual Property Cycle



The goal is to make Intellectual Property cycle more robust and more dynamic.

Intellectual Property Basic Act (1)

- ✓ Promulgated in December 2002 and enforced in March 2003
- ✓ Table of contents
 - Chapter I: General Provisions
 - Chapter II: Basic Measures
 - Chapter III: Strategic Program on the Creation, Protection & Exploitation of Intellectual Property
 - Chapter IV: Intellectual Property Strategy Headquarters

Intellectual Property Basic Act (2)

Intellectual Property Basic Act Article 1 (Purpose)

The purpose of this Act is, **for the objective of realizing a dynamic economy and society** that is based on the creation of added values through the creation of new intellectual property and effective exploitation of such intellectual property in light of a growing necessity **for intensifying the international competitiveness** of Japanese industry in response to the changes in the social and economic situations at home and abroad, to promote measures for the creation, protection and exploitation of intellectual property in a focused and systematic manner by stipulating the basic principles on the creation, protection and exploitation of intellectual property and the basic matters to achieve the principles, clarifying the responsibilities of national government, local governments, universities, etc. and business operators, **establishing the Intellectual Property Strategy Headquarters**, and **providing stipulations on the development of a strategic program** on the creation, protection and exploitation of intellectual property.

Intellectual Property Basic Act (3)

Intellectual Property Basic Act

Chapter 4: Intellectual Property Strategy Headquarters

Article 24 (Establishment)

In order to promote measures for the creation, protection and exploitation of intellectual property in a focused and systematic manner, the Intellectual Property Strategy Headquarters (hereinafter referred to as "Headquarters") shall be established in the Cabinet.

Intellectual Property Basic Act (4)

Intellectual Property Basic Act

Chapter 4: Intellectual Property Strategy Headquarters

Article 26 (Organization)

The Headquarters shall be organized to consist of the **Director-General** of the Intellectual Property Strategy Headquarters, the **Vice Director-Generals** of the Intellectual Property Strategy Headquarters, and **Members** of the Intellectual Property Strategy Headquarters.

Intellectual Property Basic Act (5)

Intellectual Property Basic Act

Chapter 4: Intellectual Property Strategy Headquarters

Article 27 (Director-General of the IPSH)

(1) The Headquarters shall be headed by the Director-General of the Intellectual Property Strategy Headquarters (hereinafter referred to as "Director-General"), the post which shall be served as the Prime Minister.

Article 32 (Competent Minister)

(1) The competent Minister as set forth in the Cabinet for the matters pertaining to the Headquarters shall be the Prime Minister.

Intellectual Property-related Ministries in the Government

Major laws and regulations relating to intellectual property in Japan

- ...Coordinators are needed since many ministries deal with IPR
- Cabinet Secretariat; Intellectual Property Basic Act
- Ministry of Economy, Trade and Industry:
 Anti-unfair competition Act, Anti-counterfeiting/Piracy General Office
- Japan Patent Office:
 Patent Act, Utility Model Act, Design Act, Trademark Act
- Cultural Affairs Agency: Copyright Act
- Ministry of Finance: Customs Law (enforce at borders)
- National Police: Police Duties Execution Law (enforcement within borders)
- Ministry of Agriculture: Plant Variety Protection and Seed Act
- Ministry of Telecommunications: Provider Liability Limitation Act
- Ministry of Foreign Affairs: Discussions (multilateral and bilateral) 9

Intellectual Property Basic Act (6)

Intellectual Property Basic Act

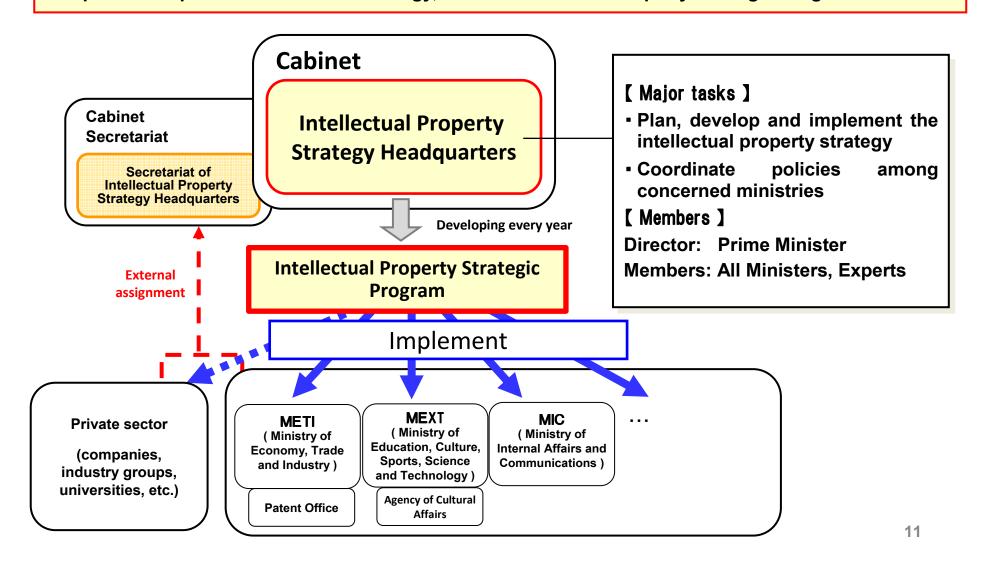
Chapter 4: Intellectual Property Strategy Headquarters

Article 31 (Affairs)

Affairs concerning the Headquarters shall be processed within the Cabinet Secretariat and administered by the Assistant Chief Cabinet Secretary under commission.

Japan's Intellectual Property Strategy Promotion Framework

- OThe Intellectual Property Strategy Headquarters was established in 2003 based on the "Intellectual Property Basic Act."
- OJapan develops a nationwide IPR strategy, called "Intellectual Property Strategic Program."



IPSH meeting members

Political members:

Prime Minister & all the other Ministers

Expert members

Masuo Aizawa, member of Council for Science and Technology Policy

Tsuguhiko Kadokawa, Chairman & CEO of Kadokawa Group Holdings

Atsushi Nakajima, patent attorney

Machiko Satonaka, manga artist (cartoonist)

Nobuhiro Nakayama, Special-appointment professor of Meiji University / lawyer

Tamotsu Nomakuchi, President of The National Institute of Advanced Industrial Science and Technology

Yasuchika Hasegawa, President of Takeda Pharmaceutical

Hiroshi Matsumoto, President of Kyoto University

Emiko Mio, lawyer

Takafumi Yamamoto, President of Tokyo University (TODAI) TLO (CASTI)₁₂

Setting up deliberative organs

Intellectual Property Basic Act

Article 33 (Delegation to Cabinet Orders)

The purpose of this Act is, In addition to what is provided for in this Act, necessary matters concerning the Headquarters shall be prescribed by a Cabinet Order.

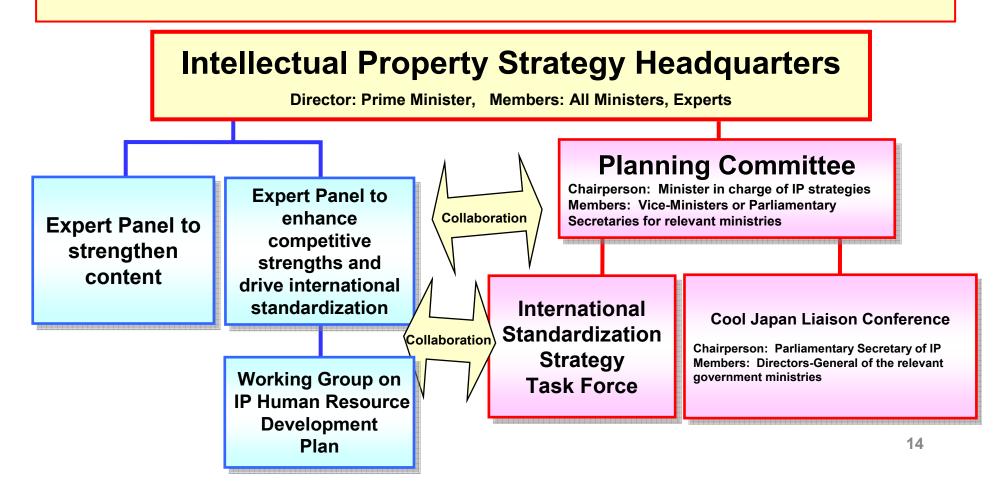
✓ Relevant Cabinet Order

(Cabinet Order on the Intellectual Property Strategy Headquarters) **Stipulates**:

- setting up of the expert panel by the decision of the Headquarters
- the panel members appointed by the Prime Minister

Organization of the Intellectual Property Strategy Headquarters

- OAt present, the Intellectual Property Strategy Headquarters has <u>1 Planning Committee</u> (Vice-Minister/Parliamentary Secretaries at concerned ministries), <u>2 Expert Panels</u> (professors, lawyers, patent lawyers and other experts), and <u>1 Working Group</u>.
- OThe Planning Committee created the "International Standardization Strategy Task Force" and held the "Cool Japan Liaison Conference."



Exert Panel to enhance competitive strengths and drive international standardization meeting members

Hidetaka Aizawa, Hitotsubashi University Graduate School of International Corporate Strategy

Masuo Aizawa, Council for Science and Technology Policy, Cabinet Office

Hisamitsu Arai, Tokyo Small & Medium Business Investment & Consultation Co., Ltd

Mitsuru Izumo, euglena Co., Ltd.

Naho Ebata, Abe, Ikubo & Katayama/Lawyer

Tetsuya Obuchi, University of Tokyo Graduate Schools for Law and Politics

Koichi Ogawa, University of Tokyo Graduate School of Economics

Yukiko Kamijo, Graduate school, Kanazawa Institute of Technology

Nobuhito Kishi, Graduate School of Intellectual Property, Nihon University (Vice-chairman of this Exert Panel)

Ken Kutaragi, Cyber Al Entertainment Inc.

Exert Panel to enhance competitive strengths and drive international standardization meeting members

Junichi Sakomoto, Shochiku Co.,Ltd.

Takeshi Sasaki, Toyota Motor Corporation

Kenichiro Senoh, The Industry-Academia Collaboration Initiative Nonprofit Organization (Chairman of this Exert Panel)

Masau Takayanagi, Kyowa Hakko Kirin Co.,Ltd.

Atsushi Nakajima, Taiyo,NAKAJIMA & KATO/ Patent Attorney

Ichiya Nakamura, Graduate School of Media Design, Keio University

Kohei Nishiyama, Elephant design Co., Ltd.

Yoshihisa Fukushima, Panasonic Corporation

Takafumi Yamamoto, Tokyo University (TODAI) TLO Ltd., (CASTI)

Toshiya Watanabe, Research Center for Advanced Science and Technology, the University of Tokyo

Consultation/coordination with relevant ministries (1)

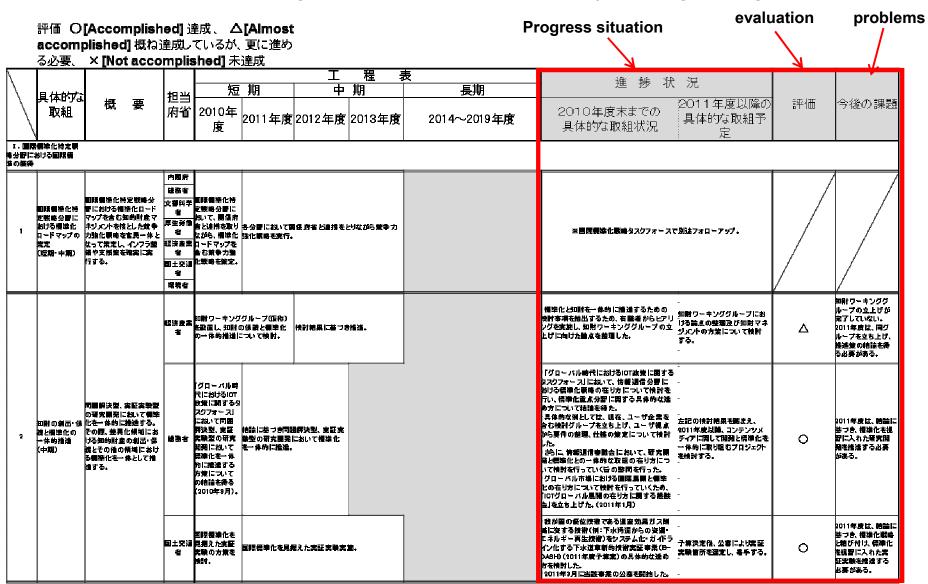
["Intellectual Property Strategic Program 2010" Process chart]

	Specific	Outline	Government Office/ Ministries in Charge	Short-term		Medium-term		Long- term	
	measure s	Outline		FY2010	FY2011	FY201	FY201	FY201 4~201 9	
I . Acquisition of international standards in the specific strategic sectors for international standardization									
on sta zat roa in t spe str. 1 sec for internal sta zat (Sh diu	roadmap in the specific strategic sectors for internatio nal standardi zation	The private sector and the public sector integrally formulate strategies for strengthening the competitiveness with the intellectual property management as its core including a standardization roadmap in the specific strategic sector for international standardization	Cabinet Office						
			MIC	Formulating the strategies for the enhancement of competitiveness including a standardization roadmap in the					
			MEXT		Enforcing the strategies for				
			MHLW						
			METI						
			MLIT		the enhancement of competitiveness in each field		n field		
			MOE	specific strategic sector for international standardization in cooperation with related agencies and ministries	in cooperation with related agencies and ministries				
2	Integrated promotion of the creation/protection of intellectual property and standardization thereof (Medium - term)	Promoting the standardization in problem-solving and demonstrative R&D in an integrated manner and in doing so, promoting the creation/protection of intellectual property in differentiated areas and the standardization in other areas in an integrated manner	METI	Establishing an IP Wo (provisional title) and an integrated promotion protection of IP and st thereof	rking Group deliberating on on of the tandardization Promoting based on the deliberation results				
			MIC	Drawing a conclusion measures to integrally promote the standard in problem-solving an demonstrative R&D in "Task Force on ICT Pothe Global Era" (Septe 2010)	on promo standa con in con proble solving blicies in demonstration and control of the control of	ally ting the irdizati m- g and istrativ based			
			MLIT	Deliberating on measu demonstrative experin toward the internation standardization	nents demor al experi the int	nenting istrative ments to ernationa irdization	al		

17

Consultation/coordination with relevant ministries (2)

[Evaluation of the progress of "Intellectual Property Strategic Program 2010"]



Intellectual Property Strategy Headquarters meeting

On June 3rd, at the Intellectual Property Strategy Headquarters(IPSH) meeting chaired by the Prime Minister, the evaluation results of Program 2010 were reported and a new program was adopted.

< IPSH meetings >					
2011	June 3 March 31	(Strategic Program 2011 adopted)			
2010	December 21 October 26 May 21	(Strategic Program 2010 adopted)			

Efforts toward an Intellectual Property-oriented Nation

Major Achievements

Examples:

- ✓ Established Intellectual Property High Court (April 1, 2005)
- ✓ Increased the number of patent examiners to expedite patent examination (approx. 500 fixed-term examiners recruited over the 5 years since 2004)
- ✓ Revised the scope of patentable items in advanced medicine (in 2009, dosing measures became patentable, etc.)
- ✓ Formulated the International Standardization Strategies in the seven specific areas (in 2011)

Overview of the "Intellectual Property Strategic Program 2011"

New era and intellectual property innovation

- ➤ High-speed communication has ushered in the "Global Network Era," when seamless worldwide connections has become a reality.
- In its context, Intellectual Property Strategic Program 2011 was formulated as the foundation for growth in the next 10 to 20 years, responding to the Great East Japan Earthquake, and four strategies will be robustly facilitated as major focuses.

4 IP strategies to address new challenges in the global network era

(1) International Standardization Strategy

(3) IP Innovation Strategy

(2) Cutting-edge Digital Network Strategy

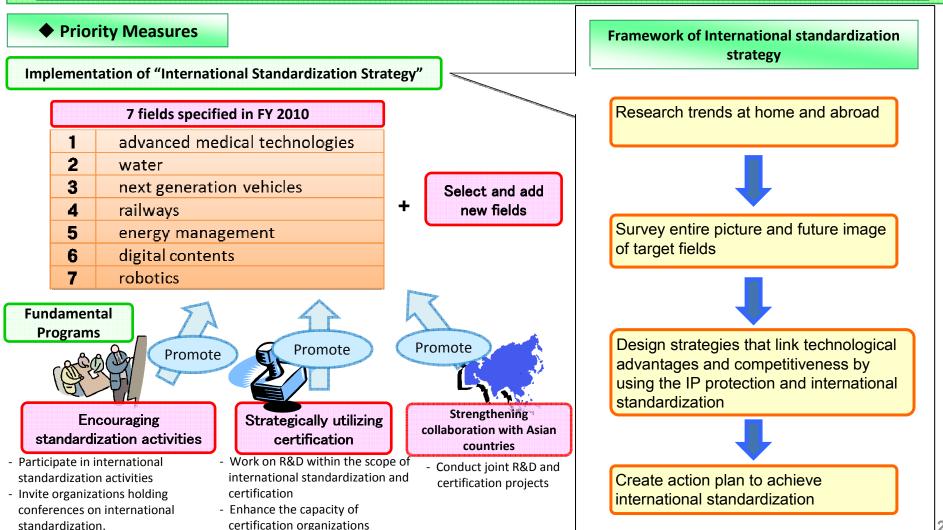
(4) Cool Japan Strategy

♦ Structure

- Continuing to steadily implement the measures stipulated under IPSP 2010, new measures has been added in order to address the Great Earthquake.
- > Envisioning the Year 2020, goals have been set with specific numerical targets for each.
- ➤ In case of any dramatic changes caused by contingencies such as the Great Earthquake, it will be revised accordingly, where appropriate, including additional measures responding to this time contingency.

Strategy 1: International Standardization

- To put emphasis on the importance that all companies carry out strategic IP management and respond to international standardization.
- ➤To review the progress/validation of "International Standardization Strategy" in the 7 fields specified in FY 2010.
- ➤To expand and improve fundamental programs for furthering "International Standardization Strategy."

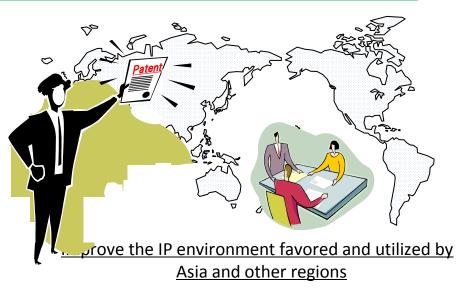


Strategy 2: Intellectual Property innovation

- > The IP system in every country faces global competition.
- ➤ Heightening the attractiveness of Japan's IP system, the JPO will take the lead in formulating a global IP system.

♦ Priority Measures

Strengthen competitiveness of Japan's IP system



- Encourage international preliminary examination in English
- Further facilitate Examiners Exchange

Promote the utilization of "Knowledge" created by Japan





- Improve the comprehensive and finely-tuned support system for SMEs, centering around one-stop consultation service counters (set up by prefectures)
- Promote multi-phased selection method in SBIR (Small Business Innovation Research)
- Promote IP management in university-industry collaborative research

Develop and secure human resource who support IP strategies

 Design a IP human resource development plan in the global network era

Strategy 3: Cutting-edge digital network

- > Rapid and global advancements in digitalization and networking of contents.
- Cutting though the frontier of our digital-network society and linking it to Japan's economic growth.

♦ Priority Measures

Promote developing digital books (e-books)
Utilizing digital intellectual property

☐ Due to development of a variety of devices, global e-book business has rapidly grown



- Digitalize the National Diet Library's
 900,000 books for public libraries, enabling the public to view those digital archives over the Internet
- Develop a digital infrastructure for the e-book market
- Enhance the creation and utilization of intellectual property

Strengthen measures to combat global infringements

☐ Copyright infringements are spread worldwide though the Internet



-Build framework to quickly eliminate copyright infringements worldwide (discussions in the international scene, requests to web operators worldwide, negotiations with foreign countries)

Improve infrastructure to drive digitalization and networking

☐ Cloud services where users can enjoy obtained contents anywhere and anytime will be prevailing



- Eliminate the legal risk over cloud services in terms of copyright infringements
- Improve environment for platform operators to stimulate competition

Improve the infrastructure to drive digital creation

☐ With the popularity of low-priced digital devices and SNS (social networking services), secondary creation grows.

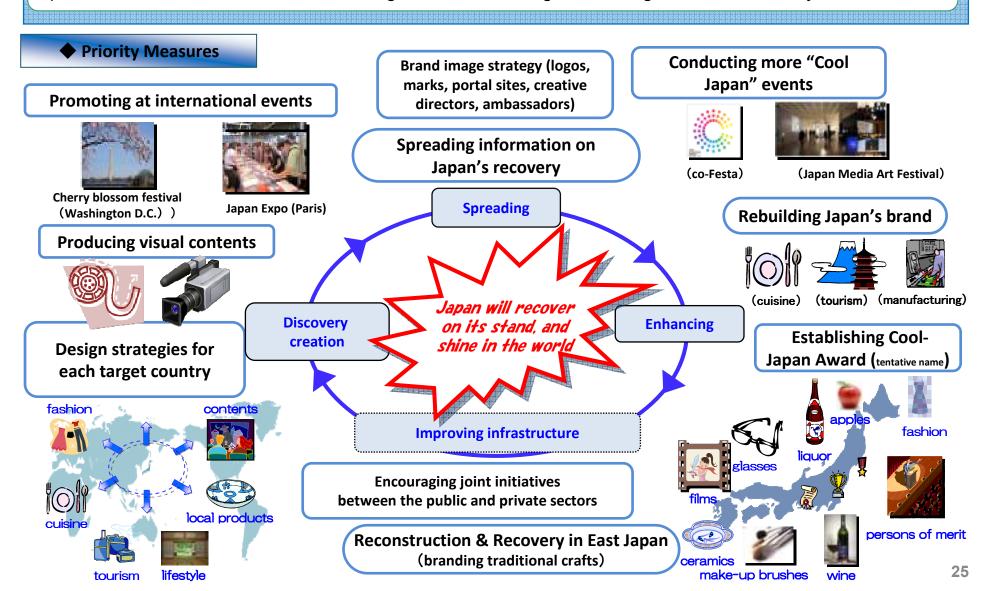


-Discuss legal issues surrounding parody and collaboration over the Internet is needed, to facilitate secondary creation

Cultivate new and young creators

Strategy 4: Cool Japan

➤ Promoting popular "things Japanese" overseas under the banner of "Cool Japan," e.g. contents, fashion, products, cuisine, traditional culture, designs, etc, and driving economic growth in the country.



Thank you!