

# **SWITZERLAND**

# INTERNATIONAL INTELLECTUAL PROPERTY ALLIANCE (IIPA) 2025 SPECIAL 301 REPORT ON COPYRIGHT PROTECTION AND ENFORCEMENT

Special 301 Recommendations: IIPA recommends that Switzerland be placed on the Watch List in 2025.1

**Executive Summary:** The last revision of Switzerland's Copyright Law in 2020 failed to address substantial concerns related to copyright enforcement. IIPA urges the U.S. government to convey to the Government of Switzerland that its Copyright Law does not sufficiently comply with Switzerland's obligations to provide for effective and deterrent remedies against any act of copyright infringement, especially with respect to the use of unlawful sources, cross-border infringement, and intermediary liability. The enforcement deficit remains problematic, particularly within the context of our otherwise strong bilateral trade relationship with Switzerland. IIPA further urges the Government of Switzerland to consider additional amendments to the Copyright Act to strengthen enforcement tools for rights holders and bring the Copyright Law in line with its international treaty obligations, current best practices in Europe, and international norms.

# **PRIORITY ACTIONS REQUESTED IN 2025**

### **Legal Reforms**

- Further amend the Copyright Act to provide sufficient tools to combat all types of piracy, including cross-border
  piracy, regardless of technical details, including by providing mechanisms that ensure Internet service providers
  (ISPs) can impose effective relief to remove infringement, including, where applicable, to disrupt or disable access
  to structurally infringing websites on a no-fault basis, upon rights holders' applications to appropriate authorities in
  addition to aligning ISP liability provisions with international standards.
- Require marketplaces and strongly encourage all relevant intermediaries, including data centers and ISPs, to implement and enforce better "know-your-business-customer" (KYBC) protocols.
- Further amend the Copyright Act to affirm that Switzerland's private use exception permits single copies for private
  use only if they derive from a legal (authorized) source and restrict the permission for third parties to provide
  services for private use to prevent unlicensed commercial services affecting, or competing with, rights holders'
  exploitations.
- Ensure narrow practical application of the extended collective licensing (ECL) regime.
- Amend the Copyright Act to redress the unreasonable and commercially damaging statutory restrictions on rights holders' freedom to negotiate licensing terms for the use of their respective rights.
- End the unfair treatment of neighboring rights for sound recordings under collective rights management by modifying the 3% cap in Article 60(2) of the Copyright Act, which remains below the level of other European countries.
- Provide an independent broadcasting and public performance right for music producers, in line with the WPPT.
- Revise additional provisions of the Copyright Act to ensure Switzerland provides adequate and effective copyright
  protection and enforcement and meets its international obligations.
- Amend the Copyright Act and other relevant laws to enable rights holders to collect evidence to enforce rights (e.g., collection or processing of Internet protocol (IP) addresses to bring direct civil claims without a related criminal proceeding).

#### Market Access

<sup>&</sup>lt;sup>1</sup> For more details on Switzerland's Special 301 history, see previous years' reports, at <a href="https://iipa.org/reports/reports-by-country/">https://iipa.org/reports-by-country/</a>. For the history of Switzerland's Special 301 placement, see <a href="https://www.iipa.org/files/uploads/2025/01/Appendix-C-2025.pdf">https://www.iipa.org/files/uploads/2025/01/Appendix-C-2025.pdf</a>.



- Abolish or ease provisions of the Swiss Film Act that negatively affect the distribution and making available of audiovisual works in Switzerland and remove streaming and broadcasting quotas.
- Materially simplify all filing and reporting obligations imposed on the audiovisual industry, including under the Copyright Act and tariffs thereunder and under the Film Act.

# **LEGAL REFORMS**

Further amend the Copyright Act to provide sufficient tools to combat all types of piracy, including cross-border piracy, regardless of technical details, including by providing mechanisms that ensure ISPs can impose effective relief to remove infringement, including, where applicable, to disrupt or disable access to structurally infringing websites on a no-fault basis, upon rights holders' applications to appropriate authorities in addition to aligning ISP liability provisions with international standards.

Piracy continues to undermine and disrupt the growth of the legitimate digital content market and leads to less willingness to pay for legitimate offerings. For example, although the Swiss recorded music market has been growing for the last eight years, it still accounts for less than three-quarters of the revenue it generated 20 years ago. It is critical that the Government of Switzerland strongly enforce against piracy that disrupts the growth of the legitimate market. The main methods of music piracy remain cyberlockers, stream ripping, and BitTorrent indexing sites.

Unfortunately, rights holders continue to lack efficient legal instruments to enforce their rights against both domestic and, especially, cross-border infringement and against involved intermediaries. While the operation of notorious cyberlockers based in Switzerland has ceased, the country is becoming an attractive base of operations for some ISPs dedicated to piracy on a global scale. Moreover, cyberlockers continue to be widely used by the Swiss audience. Notorious cyberlockers like *rapidgator.net*, which received over 318 million visits globally during 2024 according to SimilarWeb, attract a significant number of visits from Switzerland.

Rights holders do not currently have effective remedies against a wide range of copyright infringements, both civil and criminal. As discussed below, Switzerland does not allow for collection or processing of personal information solely to bring civil claims. In addition, where a copyright infringing online service operates anonymously and from undisclosed locations, a rights holder cannot bring direct legal action against the infringing service without knowing whom to sue and where they should be served with court papers. In criminal enforcement cases, law enforcement authorities face the same challenges when dealing with a copyright infringing online service operating anonymously and from an undisclosed location. Switzerland should therefore provide mechanisms that ensure ISPs can impose effective relief to remove infringement, including, where applicable, to disrupt or disable access to structurally infringing websites on a no-fault basis, upon rights holders' applications to appropriate authorities. Such mechanisms are the only feasible remedy in cases where a copyright infringing online service operates anonymously and from undisclosed locations. It is notable that Switzerland had a referendum in June 2018 on a gambling law amendment to permit blocking of unauthorized gambling sites, and Swiss voters approved the amendment by a good majority.<sup>2</sup> The approval of the gambling law amendment shows that there are no bars in principle to the extension of this form of injunctive relief to copyright cases, but political will to do so is absent (a remedy of this kind was rejected by the federal government in the ongoing copyright amendment process).

Stream-ripping sites and applications, which permit users to create an unauthorized local copy of streamed content, are still widely used, and there is currently no effective solution in Switzerland. According to SimilarWeb data, there were nearly 12 million visits to stream-ripping sites from Switzerland from October 2023 to October 2024. According to SimilarWeb, YTMP3.Ia (formerly YTMP3s.nu) received more than 500,000 visits alone, Savefrom.net more than 248,000 visits, and notube.IoI more than 155,000 visits in Q2 2024.

**Page 155** 

<sup>&</sup>lt;sup>2</sup> 72.9 percent of voters. See https://www.bbc.co.uk/news/world-europe-44430267.



Illegal streaming platforms operated from remote or unknown jurisdictions continue to be popular in Switzerland and carry copyrighted material that undermines the legitimate market. Peer-to-peer (P2P) and BitTorrent activity for sharing infringing material also remains popular. The illegal streaming and P2P activity are facilitated by the notion that private use of copyrighted works from illegal sources is legally permitted. As discussed below, a 2019 federal court decision held that downloading and streaming of unauthorized content for private use are permitted if no uploading occurs, and this has poignantly shaped consumers' expectations and attitudes. Several BitTorrent indexing sites, including *Yggtorrent*, *thepiratebay.org*, and *1337x.to*, are also very popular in Switzerland. *Yggtorrent* is a Frenchlanguage BitTorrent group of sites that regularly change top-level domains to avoid attempts by French courts to block access to the site in France. According to Q2 2024 SimilarWeb data, *1337x.to* received over 156,000 visits and both *Yggtorrent* and *thepiratebay.org* received over 88,000 visits.

While the Government of Switzerland has demonstrated a willingness to pursue pirate sites on the .ch domain (the Swiss country code top-level domain (ccTLD)), numerous copyright infringing sites that have been adjudicated as illegal in other countries rely on the .ch domain, such as ygg.re (formerly yggtorrent.ch), wootly.ch, ytmp3.ch, listentoyoutube.ch, and keepvid.ch. IIPA recommends that the Government of Switzerland expand its enforcement actions, as its jurisdiction is not necessarily limited to sites with a .ch domain in Switzerland.

As discussed above, Switzerland lacks meaningful remedies and effective enforcement against online copyright infringement, and rights holders in Switzerland often have very little recourse against piracy sites, particularly those operated or hosted outside Switzerland. In addition to the introduction of more effective remedies, better cooperation from intermediaries is crucial to effectively tackle the problem of illegal content in Switzerland. Switzerland has never introduced reliable rules for considering ISP liability, which should be aligned with international standards, and the broad private use exception, discussed further below, also impairs cooperation.

Article 39d of the Copyright Act provides a "stay down" provision for certain hosting providers that create a "particular danger" of copyright infringement. It has not been enforced since its inception in 2020, after the last notorious Swiss cyberlocker, *Uploaded*, ceased operation. Going forward, Article 39d may serve as a deterrent against similar services. However, it will require potentially intricate and lengthy pilot proceedings to become enforceable, given its vague and unclear legal requirements. The provision addresses an isolated phenomenon but does not provide an efficiently enforceable overall framework for intermediary liability.

It remains critical that the Swiss government come into compliance with the WIPO Copyright Treaty (WCT) and WIPO Performances and Phonograms Treaty (WPPT) (collectively, the WIPO Internet Treaties), WTO TRIPS Agreement, the Berne Convention, and internationally acceptable enforcement standards. Necessary minimum changes include: (1) ensuring broader liability under Swiss law for parties who facilitate, encourage, and profit from widespread infringement; (2) engaging ISPs, including access providers, in the fight against online piracy; (3) affirming that current law does not permit copying from unauthorized sources; and (4) implementing adequate civil and criminal enforcement tools.

 Require marketplaces and strongly encourage all relevant intermediaries, including data centers and ISPs, to implement and enforce better "know-your-business-customer" (KYBC) protocols.

The music and motion picture industries report several host and data centers based in Switzerland that provide hosting services to other ISPs, often without any review to ensure their customers do not include pirate services. Panama Connection, a Switzerland-based "bulletproof" ISP (i.e., an entity that holds itself out as not complying with rights holder notices), offered "no questions asked" hosting services and was also involved in other criminality, before it was removed by *Reseaux IP Européens* (RIPE), an entity that controls the allocation of IP addresses in Europe. Following the removal action by RIPE, the company dissolved. Some ISPs that purport to be based elsewhere, for example in Seychelles, in fact, have data centers in Switzerland.



Swiss authorities should act to ensure that these ISPs and data centers operate meaningful KYBC policies and take action to have these policies enforced. Switzerland has not adopted such practices, which have become standard elsewhere in Europe. KYBC policies for ISP hosting services are needed to prevent ISPs from providing hosting services on online platforms that facilitate infringing activity. The government should amend the Copyright Act or pass other implementing legislation to require marketplaces and strongly encourage other intermediaries, including host and data centers, to adopt and enforce such policies, which reflect the basic duty of care applicable to these businesses.

Further amend the Copyright Act to affirm that Switzerland's private use exception permits single copies for private use only if they derive from a legal (authorized) source, and restrict the permission for third parties to provide services for private use to prevent unlicensed commercial services affecting, or competing with, rights holders' exploitations.

A long-standing priority of the creative industries is to narrow Switzerland's private copying exception, which is overbroad and exceeds the limits of the Berne Convention's three-step test. The exception has been interpreted to allow the making of copies of works or phonograms that come from unlawful sources. This broad private copying exception, together with the inadequate protection accorded to technological protection measures (TPMs, discussed below), constitute significant hurdles for protection against stream-ripping services that dominate the list of top music pirate services as well as other infringing services. This is because there is no remedy against private copying from illegal sources or unlicensed services, and rights holders do not have a legal basis to challenge services offering stream-ripping functionality to create such private copies. The Swiss Federal Supreme Court, in a 2019 decision, rejected an application to order one of the country's largest Internet access providers to block pirate sites, stating that although it is clear that operators of illegal streaming websites are violating the law, there is no way of connecting a Swiss Internet access provider to that infringement because the Article 19 "private use" exception to copyright (which covers any streamed or downloaded content regardless of whether it comes from an unlicensed source) means that there is no copyright infringement by the access provider's customers.<sup>3</sup>

Furthermore, the Copyright Act permits third parties to provide a broad range of commercial services to facilitate private use, including copying or reproduction, recording, and in some cases making available, with limits that are not adapted to the digital environment and have become mostly obsolete. This opens the door to unlicensed commercial services offering works, performances, and recordings on a commercial scale, competing against regular exploitation, and undercutting licensing opportunities. For instance, the Swiss Federal Arbitration Commission relies on the private copy exception to permit cable and over-the-top (OTT) providers, including major telecom corporations, to offer seven-day "catch-up" services on integral recordings of hundreds of TV programs, imposing a governmentapproved collective remuneration tariff for these services. This system abolishes exclusivity of audiovisual works and precludes direct licensing by rights holders, which limits their right to maximize and exclusively control these significant primary rights, including the use by the initial broadcaster, on a platform-by-platform basis. This extension of the private copy exception to these catch-up TV services undermines the exclusive making available right, and thus is inconsistent with Switzerland's international obligations, including under the WCT. As noted above, the private copy exception has also been an impediment to the assertion of rights against intermediaries, which rely on their users' private use permission.

Ensure narrow practical application of the extended collective licensing (ECL) regime.

Article 43a of the 2020 Copyright Act provides for ECL, a collective licensing scheme including non-affiliated rights owners, with a case-by-case opting-out provision. Although the provision was purportedly motivated by the desire to make difficult-to-license content, such as large archive stock, more accessible, and has been applied in that area so far, the provision's scope is overly broad. This creates a risk that ECLs could be applied in areas where they undermine the enforcement and exercise of exclusive and individual licensing. The opt-out provision does not render an ECL

<sup>&</sup>lt;sup>3</sup> FSCD 4A\_433/2018 (4A\_433/2018 08.02.2019 - Schweizerisches Bundesgericht (bger.ch))



voluntary, and the language of the provision suggests that opting out must be declared for each individual license. Therefore, there is a substantial risk that ECLs applied in the online space would devalue the market value of the work, setting a tariff "norm" that could undermine exclusivity and licensing terms for rights holders who choose to opt out and exercise their exclusive rights. An initial tariff was agreed upon and became effective in 2022. In addition, requiring a rights holder to opt out to exercise exclusive rights could constitute a formality prohibited by international law, including the Berne Convention and the WTO TRIPS Agreement. In short, ECLs, even with opt-out rights, are wholly inappropriate with respect to services that are already licensed directly around the world.

The Swiss government should ensure that the ECL regime in practice applies: (1) only to uses that are onerous to license on an individual basis; (2) without impacting any other exploitations of those works; and (3) where collecting societies already represent a significant number of rights owners. In addition, opting out must be a simple and efficient process. Furthermore, the Government of Switzerland should not permit ECL-based licensing for uses of copyrighted works from unauthorized sources. In particular, the creation of a private streaming service for schools and educational institutions that would make use of thousands of DVD/Blu-Ray copies of copyrighted works, including many works owned or distributed by U.S. rights holders, from schools and libraries without authorization from rights holders raises concerns. While the operators of the streaming service have engaged in a dialogue with rights holders, the operators could ultimately try to secure an ECL or lobby for a new educational exception to avoid properly licensing these uses. The Government of Switzerland should not permit ECL-based licensing for these uses and should reject any new educational exception that would enable uses without a proper license.

 Amend the Copyright Act to redress the unreasonable and commercially damaging statutory restrictions on rights holders' freedom to negotiate licensing terms for the use of their respective rights.

Article 47 of the Swiss Copyright Law severely restricts the ability of music rights holders to exercise their rights to license their music for use in broadcasting and public performance. The rights in question must be exercised collectively, and the relevant collective management organizations (CMOs) are required by statute to first agree to a joint tariff that would then be presented to users. This means that authors of musical works and sound recording rights holders (i.e., producers and performers) are compelled to agree to a joint tariff. This situation is similar in practice to a statutory imposition of a single-window licensing requirement. As such, it puts Switzerland at odds with the international standard, because the vast majority of countries do not compel such cooperation but instead leave it to the rights holders to voluntarily agree on the extent of cooperation. Even in these cases, music authors on the one hand, and music producers and performers on the other, maintain separate licensing tariffs. This unreasonable requirement leads to protracted, difficult, and costly negotiations and impairs the functioning of collective management in Switzerland. Moreover, rights holders have no option to opt out of this system as the exercise of these rights in Switzerland is subject to mandatory collective management.

In addition, Swiss law requires that representatives of users (e.g., broadcasters) be members of the CMO (Swissperform), which is entitled to license sound recording related rights for broadcasting and public performance. Accordingly, there is a conflict of interest, because both rights holders and users are members of the same CMO. This statutory requirement impairs the ability of music producers and performers to negotiate terms reflecting the economic value of their content and further compounds the restrictions on the ability of the recorded music industry rights holders to exercise their commercial rights freely.

• End the unfair treatment of neighboring rights for sound recordings under collective rights management by modifying the 3% cap in Article 60(2) of the Copyright Act, which remains below the level of other European countries.

Article 60(2) of the Swiss Copyright Act continues to cap the remuneration payable to owners of related rights at 3% of the licensees' income. First, it is problematic in that remuneration is limited by statute to a given percentage of business revenues and set at such a low level. Second, the caps operate in a discriminatory way by providing 10%



for authors and 3% for sound recording rights holders (the provision is worded as granting the remuneration to performers, with income to be shared with producers). This discrimination against related rights holders leads to low revenue levels for artists and record companies. It also differs from the international norm (which does not involve such caps). Remuneration that is capped by legislation at a given percentage of business revenue is not compatible with the concept of securing licensing terms reflecting the ever-changing economic value of the content in trade. This provision also undercuts any scope for bargaining and free-market commercial negotiations. In 2010, Swissperform, the Swiss CMO for performers and producers, initiated arbitration proceedings against this cap, but in 2014 the Federal Supreme Court upheld the cap. The Court acknowledged that the remunerations for performing rights are, in fact, higher in other European countries, but decided not to intervene on the merits. Instead, the Court ruled that it is up to the Swiss legislature to set these caps based on a political assessment. Unfortunately, the legislature declined to address this issue in the recent Copyright Act amendments. This unusual and unjustified discrimination against neighboring rights owners should be ended and replaced with a fair and equitable remuneration for both performing artists and producers.4

Provide an independent broadcasting and public performance right for music producers, in line with the WPPT.

IIPA notes that there are no independent broadcasting and public performance rights for sound recording producers under current Swiss law, as producers merely have an entitlement to receive a share of artists' remuneration. The Copyright Act should be amended to provide broadcasting and public performance rights, in line with the WPPT.

Revise additional provisions of the Copyright Act to ensure Switzerland provides adequate and effective copyright protection and enforcement and meets its international obligations.

The Swiss government should revise the following additional provisions of the Copyright Act to ensure Switzerland provides adequate and effective copyright protection and enforcement and meets its international obligations.

Circumvention of Technological Protection Measures (TPMs): Swiss law allows acts of circumvention of TPMs "for the purposes of a use permitted by law" (Article 39(a)(4)). This exception is far too broad and inconsistent with Switzerland's obligations under the WIPO Internet Treaties, which require "adequate legal protection and effective legal remedies" against circumvention of TPMs.5 Moreover, given the inappropriately wide scope of the private copy exception (discussed above), this exception to the circumvention of TPMs could be interpreted to permit individuals to circumvent access or copy controls that protect copyrighted content and disseminate that content widely.

Orphan works provision (Article 22b): This provision allows for compulsory licensing of orphan works, where works are considered "orphan" after "research performed with appropriate thoroughness." The dispatch on this article produced during the legislative process troublingly noted that "this responsibility is considered fulfilled if [the users] have consulted the relevant databanks for the corresponding work category." A better standard would be the requirement for a "diligent search," as set out in the European Union (EU) Orphan Works Directive. A recordation requirement for rights holders to protect their works could constitute a formality prohibited by international law, including the Berne Convention and the WTO TRIPS Agreement. Also, the provision does not specify that the institution (such as a public or publicly accessible library, school, museum, collection, archive, or broadcaster) possessing the orphan work copy must be domiciled in Switzerland; it requires only that the copy is created, copied, or made available in Switzerland, including, potentially, copies made available from foreign sources. As a result, the provision could be applied to content hosted outside of Switzerland.

<sup>5</sup> See Article 11 of the WIPO Copyright Treaty (WCT) and Article 18 of the WIPO Performances and Phonograms Treaty (WPPT).

<sup>4</sup> Moreover, as discussed above, it is inappropriate and detrimental that the government has created additional collectively managed rights in the Copyright Act without first addressing the fundamental unfairness in Switzerland's collective management system—namely, the discrimination against neighboring rights holders. This discrimination is fundamentally contrary to the important U.S. policy of not establishing a hierarchy of rights and should be ended by modifying the cap.



Free reproduction license for scientific research (Article 24d) and related exceptions: The license under this provision, which is meant to cover "text-and-data mining," could exceed its intended purpose. For example, it is possible this provision could be combined with other exceptions such as the existing, unusually broad, private use exception, which can apply to commercial organizations.

Likewise, the potentially large scope of the statutory license for businesses and organizations to copy or reproduce (and in some cases, make available) works for "internal information or documentation" (Article 19(1)(c) of the Copyright Act) needs clarification and a narrow interpretation. The statutory license should exclude all uses in which such works serve as material for commercial or other offers outside the business or organization. It should also be made clear that a reproduction made under a specific statutory license may not be diverted to further use by another business or organization, which would effectively circumvent the restrictions on each such license.

Protection of photographs regardless of their "individual character" or level of creativity (Article 2, paragraph 3bis): In keeping with international norms, all types of photographs should be protected under the same standard generally applicable to other copyrightable works (e.g., music, film, literature). Under Swiss law, photographs that "do not necessarily have an individual character" are protected for just 50 years after their publication (or production). This dual standard for photographs should be eliminated and the term of protection for all copyrighted photographs should be 70 years.

Amend the Copyright Act and other relevant laws to enable rights holders to collect evidence to enforce
rights (e.g., collection or processing of Internet protocol (IP) addresses to bring direct civil claims without
a related criminal proceeding).

The application of Swiss privacy law to prevent, in general, the use of IP addresses in court proceedings is disproportionate and conflicts with Article 41 of the TRIPS Agreement, which requires an effective remedy to be available against acts of copyright infringement. The ruling of the Federal Court in the *Logistep* case (1C\_285/2009 and 1C\_295/2009) made it practically impossible to collect IP addresses, even though such evidence is often essential for copyright enforcement purposes (in both civil and criminal cases). The Court prohibited rights holders in Switzerland from collecting IP addresses of suspected copyright infringers in order to file complaints with the police, if the procedure would involve identification of the suspect by the police and the possibility of seeking a settlement from them in advance of any criminal conviction. While this decision has been partially limited by the reforms brought about by the 2020 Copyright Act amendments, the current law still does not allow for collection or processing of this information solely to bring *direct* civil claims without a criminal proceeding.<sup>6</sup>

The amended Copyright Act brought a new legal basis allowing rights holders to use personal information (including IP addresses) for the purposes of filing criminal complaints. The amended law also allows the use of personal information for the purposes of civil claims, but only if such claims are raised in a criminal proceeding or afterwards. However, Swiss law still does not allow for collection or processing of this information solely to bring *direct* civil claims without a criminal proceeding. In this regard, the legal situation remains, in effect, unchanged and incompatible with international legal norms. This needlessly limits rights holders' ability to enforce their rights, essentially forces rights holders to rely exclusively on criminal enforcement, and puts copyright holders at a disadvantage against other

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<sup>&</sup>lt;sup>6</sup> The 2020 Copyright Act amendments unfortunately fell short of implementing the full Working Group on Copyright (AGUR12) compromise recommendations agreed to by rights holders. For a full description of the AGUR12 process, see prior years' IIPA Special 301 reports, at <a href="https://iipa.org/reports/reports-by-country/country\_filter=70&q="https://iipa.org/reports/reports-by-country\_filter=70&q="https://iipa.org/reports/reports-by-country\_filter=70&q="https://iipa.org/reports/reports-by-country\_filter=70&q="https://iipa.org/reports/reports-by-country\_filter=70&q="https://iipa.org/reports-by-country\_filter=70&q="ht



claimants. Additionally, criminal enforcement alone is grossly inadequate because prosecutors rarely bring criminal cases against piracy due to resource constraints and a general reluctance.

# **MARKET ACCESS**

 Abolish or ease provisions of the Swiss Film Act that currently negatively affect the distribution of audiovisual works in Switzerland and remove broadcasting quotas.

**Film Act:** Effective since 2016, a Film Act provision known as the "unique distributor clause" has been extended to all forms of exploitation, including DVD/physical home entertainment and all forms of video-on-demand (VOD)/online distribution, with the exception only of linear television (broadcasters' ancillary on-demand rights are excepted only for seven-day catch-up). Exploitation of a film in any media in Switzerland now requires control over all language versions in Switzerland, to the extent actually exploited, in the hands of a single distributor. This is accompanied by laborious registration and reporting duties, which address foreign entities owning and exploiting rights in Switzerland. Despite a revised guideline published by the Federal Office in 2020, the provision still lacks clarity regarding the extent of "grandfathering" protection for existing contractual fragmentation of film rights: output deals made prior to 2016 lost "grandfathering" treatment as of 2019. In sum, this amendment interferes with internationally established licensing practices.

Another amendment to the Swiss Film Act, adopted in May 2022, introduced an investment obligation for non-domestic VOD services targeting the Swiss market. The 4% investment obligation is based on Swiss revenues and must be invested in Swiss filmmaking. In September 2023, the Federal Council adopted these amendments, as well as those that require compliance with a 30% European works quota. These obligations entered into force in 2024. Effective in January 2024, the revised Film Act also sets a 30% quota for European works for non-domestic VOD services targeting Switzerland.

**Broadcasting Quotas:** The Federal Act on Radio and Television obligates broadcasters to reserve half of their transmission time for European works, where practicable. This obligation should be removed to ensure a level playing field for U.S. audiovisual works.

• Materially simplify all filing and reporting obligations imposed on the audiovisual industry, including under the Copyright Act and tariffs thereunder and under the Film Act.

The Copyright Act includes a compulsory collective right to remuneration for authors and performers for exploitation of their audiovisual works on VOD online platforms. This mandatory collective remuneration scheme applies only if a film is of Swiss origin or produced in a country that provides a similar collectively enforced right of remuneration. There is also a significant risk of over-payment and liability due to this complexity. The Swiss government should materially simplify all filing and reporting obligations imposed on the audiovisual industry under this provision, as well as the provisions regarding the content quota, investment duty, and statistics required under the Film Act, discussed above.

In 2021, amendments to the ordinances of the Telecommunications Act entered into force that may create a further obstacle for anti-piracy activities because the ordinances will make it harder for rights holders to gather information about the domain name registrants and operators of infringing websites. While registrars will have to identify "holders" (i.e., registrants), (i) publication of such domain registrant's identification and contact details in WHOIS is banned for individuals and is not an obligation even where the registrant is a legal entity, and (ii) there is no obligation for registrants to provide and update all information, which is needed for enforcement purposes. While free-of-cost access for rights holders to non-public domain registrant data is provided in principle, its quickness and effectiveness will depend on the access proceedings and the required level of substantiation, unilaterally defined by the registrar.

The Swiss government has not shown adequate ability or will to engage in effective copyright enforcement. For example, a criminal trial against the notorious cyberlocker *Cyando/Uploaded*, which facilitates rampant infringement, ended in March 2019 with the prosecutor's announcement that it found "no real ties" to Switzerland, despite the parent company Cyando AG's apparently blatant ties to Switzerland. Criminal prosecution in the canton Vaud against a seller and provider of Kodi Boxes connected with an unauthorized streaming and streaming link service, initiated in 2016, has not made progress for several years.

The Memorandum accompanying the adopted Copyright Act states that the Government of Switzerland anticipates to "grant" reciprocal rights to foreign authors of audiovisual works from: Argentina, Belgium, Bulgaria, France, French-speaking Canada, Italy, Luxembourg, Monaco, Poland, and Spain.



**Reporting Obligations:** As a result of the corresponding tariff (CT13), service providers must comply with overly complex and detailed reporting obligations on not only their catalog offerings, but also the actual demand for and usage of films—and, as of the reporting year 2024, series as well—on their services. This obligation includes detailed rules on reporting formats (including the uncommonly used ISAN (International Standard Audiovisual Number)), which creates a significant administrative burden.

# SWITZERLAND'S COMPLIANCE WITH EXISTING INTERNATIONAL OBLIGATIONS

Switzerland is a member of the Berne Convention, WTO TRIPS Agreement, WCT, and WPPT. Switzerland is thereby obligated under these international agreements to provide "effective" remedies to prevent and deter infringement. For example, under Article 41(1) of the WTO TRIPS Agreement (and similarly WCT Article 14(2) and WPPT Article 23(2)), Switzerland is required to "ensure that enforcement procedures . . . are available under their law so as to permit effective action against any act of infringement of intellectual property rights covered by this Agreement, including expeditious remedies to prevent infringements and remedies which constitute a deterrent to further infringements." Switzerland is not currently doing so, and as explained in this report, the amended Copyright Act does not bring Switzerland in line with its existing obligations. In addition, as noted above, Switzerland is not presently providing "adequate legal protection and effective legal remedies" against the circumvention of TPMs, as it is required to do under Article 11 of the WCT and Article 18 of the WPPT.