

Article 14. IC MEMORY CARDS FOR KARAOKE USE

In the event of the type of use of a work on an IC memory card in which a lyric is shown together with a sound on a display, and which is solely used in karaoke with one microphone (hereinafter referred to as “IC memory card for karaoke use”), excluding the cases where Articles 15 or 16 applies, the fee for use of a work whose playing time does not exceed 5 minutes on an IC memory card for karaoke use shall be a sum equal to the amount obtained by adding to the amount calculated hereafter, the amount equivalent to the consumption tax.

1. Commercial IC Memory Cards for Karaoke Use

(1) Those with a marked retail selling price

The fee for the use of a work on an IC memory card for karaoke use shall be a sum equal to the quotient obtained by dividing 6% of the retail selling price, not inclusive of the consumption tax, of such IC memory card for karaoke use by the number of works contained or ¥11, whichever is greater.

(2) Those without a marked retail selling price

The fee for the use of a work on an IC memory card for karaoke use shall be a sum equal to ¥11.

2. Other IC Memory Cards for Karaoke Use

The fee for the use of a work on an IC memory card for karaoke use other than those provided for in 1. shall be a sum equal to the quotient obtained by dividing ¥600 by the number of copies manufactured, of such IC memory card for karaoke use, or ¥11, whichever is greater.

Notes for IC memory cards for karaoke use

- (i) For the purpose of calculating the rate for use of a work whose playing time exceeds 5 minutes, each additional 5 minutes or part thereof shall be considered to be one separate work.
- (ii) With respect to the use on IC memory card for karaoke use, in the event the type of use or some specific circumstances prevent the rates under this Article from being applicable, other appropriate rates may be determined within the scope of the rates or the sums fixed in accordance with this Article upon negotiation with the user.