Copyrigth Piracy in the Audio and Video Industry

"Watermarking - a promising technology in the fight against copyright piracy"

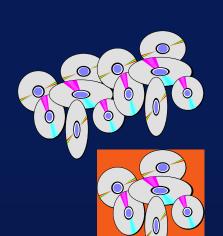
Didier Sangiorgio
Walder Wyss & Partners Zurich

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The Threat

■ IFPI Statistik per 1996:

worldwide 1/3 illegal



■ Elton John's "Candle in the Wind":

counterfeits after 1 day

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"Watermarking"

a promising technology in the fight against copyright piracy

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Scope of Presentation

- 1. Technical status quo
- 2. Internet communication in the near future.
- 3. Watermarking: How does it work?
- 4. Watermarking: What does it help?

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Audio and Video



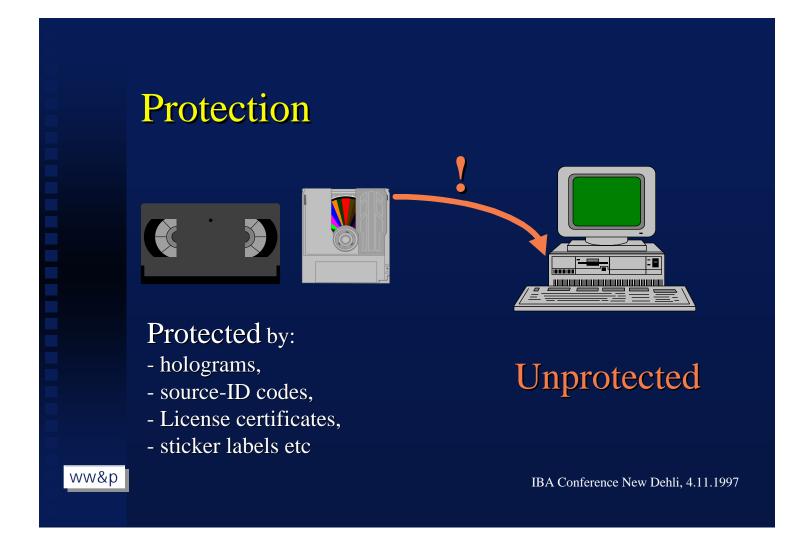


Still images and software





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Delayed on-line distribution

- Lack of protection solutions for the digital material
- Limited data transmission rates and storage capacities

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Enhanced technologies

- advanced compression schemes
- faster modems
- transmission via television cables
- New storage technologies

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New technology

- 1 terabyte storage capacity
- 100'000 minutes of music
- 1400 CD-ROM

- Downloading via television cables
- 1000x faster than via telephone lines
- as fast as a CD-Player

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How do watermarks work?

- Encoding information by alteration of the inaudible and invisible noise signal
- Ability to identify the copyright owner and to add further downstream information
- Encoding at any distribution stage

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On-line Distribution

Distributor



Watermark:

- author
- copyright owner
- distributor

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Purchaser DS



Watermark:

- author
- copyright owner
- distributor
- authorized User DS

On-line Distribution

Distributor Purchaser DS







Watermark:

- author
- distributor

Watermark:

- author
- copyright owner copyright owner
 - distributor
 - authorized User DS

Watermark:

- author, etc
- authorized User DS

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Close to indistructible

- virtual impossiblity to extract watermarks
 - ◆ Difficult localization without key, 1000 watermarks per 3 minutes of real display time
 - impossible extraction without damaging the original signal
- surviving conversion from digital to analog format and back

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Start of commercial use

- still images: Adobe's "Photoshop 4" using Digimarks watermarking technology
- IBM to introduce own watermarking technology in its online "InfoMarket"-Service
- Audio and video ?

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New technology

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Before the end of the year 2000

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This paper and more information and links on:



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Thank you.

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