

**TABLE 2:**  
**DETERMINATION OF MECHANICAL ROYALTIES**

Country	Net Royalty	Method of Determination	Reported Phono-Mechanical Royalties (\$Millions)
Argentina	8.19% of published price to dealer (ppd)	collective bargaining	11.47
Australia/N.Z.	9.306% of ppd	collective bargaining	46.19
Austria	9.306% of ppd	BIEM-IFPI	12.19
Belgium	9.306% of ppd	BIEM-IFPI	21.28
Brazil	8.4% of ppd (on 90% of sales)	BIEM-FLAPF	N/A
Bulgaria	10% of wholesale price	—	0.02
Burkina Faso	—	—	0.01
Canada	6.6 cents and 1.32 cents per minute	collective bargaining	43.56
Chile	8.29% of ppd (on 90% of sales)	BIEM-FLAPF	0.43
China	3.5% of ppd	MCSC	0.14
Czech Republic	9.306% of ppd	BIEM-IFPI	2.27
Denmark	9.306% of ppd	BIEM-IFPI	23.82
Egypt	6.4% of retail selling price (rsp)	—	0.14
Estonia	9.306% of ppd	BIEM-IFPI	N/A
Finland	9.306% of ppd	BIEM-IFPI	9.34
France	9.306% of ppd	BIEM-IFPI	119.55
Germany	9.306% of ppd	BIEM-IFPI	242.49
Ghana	N/A	N/A	N/A
Greece	9.306% of ppd	BIEM-IFPI	15.22
Hong Kong	6.25% of rsp	set by statute	0.15
Hungary	9.306% of ppd	BIEM-IFPI	1.95
Iceland	9.306% of ppd	BIEM-IFPI	0.42
India	N/A	N/A	N/A
Indonesia	5.4% of ppd	Regional MoU	0.44
Ireland	8% of published dealer price	MCPS (Ireland)/ IFPI (Irlande)	N/A
Israel	9.306% of ppd	BIEM-IFPI	3.19
Italy	9.306% of ppd	BIEM-IFPI	52.31
Japan	5.6% of rsp	set by governmental authorities	323.32
Lithuania	9.306% of ppd	BIEM-IFPI	0.01
Mexico	8% of ppd (cassettes); 6% of ppd (CD)	collective bargaining	3.57
Netherlands	9.306% of ppd	BIEM-IFPI	149.02
Norway	9.306% of ppd	BIEM-IFPI	15.70
Philippines	5.4% of ppd	Regional MoU	0.02
Poland	9.306% of ppd	BIEM-IFPI	2.17
Portugal	9.306% of ppd	BIEM-IFPI	11.06
Republic of Croatia	7.4% of rsp	—	0.61
Romania	9.306% of ppd	BIEM-IFPI	0.08
Russian Federation	N/A	N/A	N/A
Singapore	5% of rsp	set by statute	N/A
Slovak Republic	11% of ppd	—	0.10
South Africa	6.75% of ppd	collective bargaining	8.45
South Korea	5.4% of ppd	Regional MoU; KOMCA	4.25
Spain	9.306% of ppd	BIEM-IFPI	44.38
Sweden	9.306% of ppd	BIEM-IFPI	28.70
Switzerland	9.306% of ppd	collective bargaining	17.04
Taiwan	5.4% of ppd; 6.25% of rsp	Regional MoU; FAI	N/A
Turkey	—	—	0.46
United Kingdom	8.5% of ppd	set by governmental regulations	207.43
Uruguay	8.44% of ppd	BIEM-FLAPF	0.81
USA	6.95 cents and 1.3 cents per minute	set by statute	493.00
Zimbabwe	N/A	N/A	N/A