"Harmonizing Technology with Society"

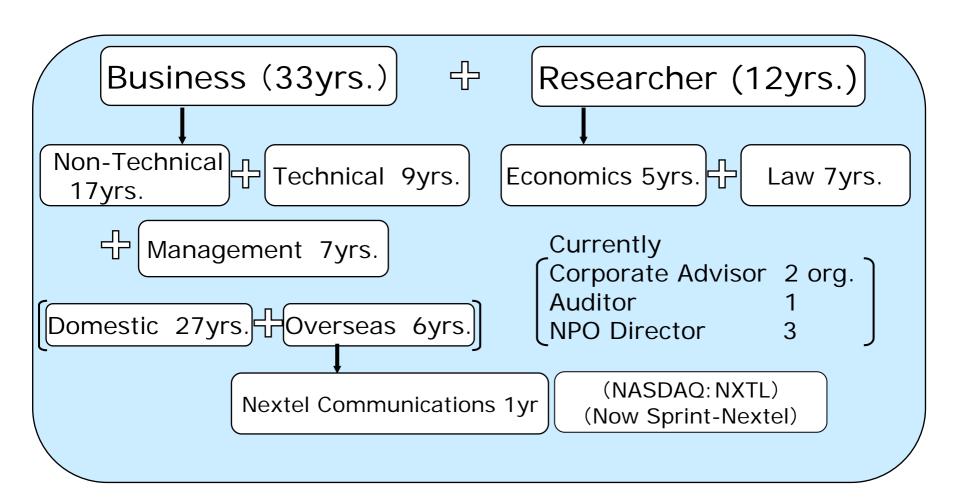
From Real to Cyber World: A Law and Economics Analysis

September 30, 2009
Presented to ISSI
Koichiro Hayashi, Ph.D., LL.D.

Institute of Information Security

- Established 2004
- First and only Graduate School specializing in InfoSec.
- Both Academic and Practical
- Comprehensive Study of InfoSec.
- 80%+ Students from Business
- WWW: http://www.iisec.ac.jp

Personal Career



Law in the Real World

- Tangible Goods: Excludable, Rivalry, Recoverable
- Alienable v. Inalienable
- Property, Contact and Liability Rules for Alienable Goods
- Freedom of Speech, Self-Decision and Privacy for Inalienable Objects
- Remedy and Sanction by Litigation, Injunction and Prosecution effective
- One Right for One Thing

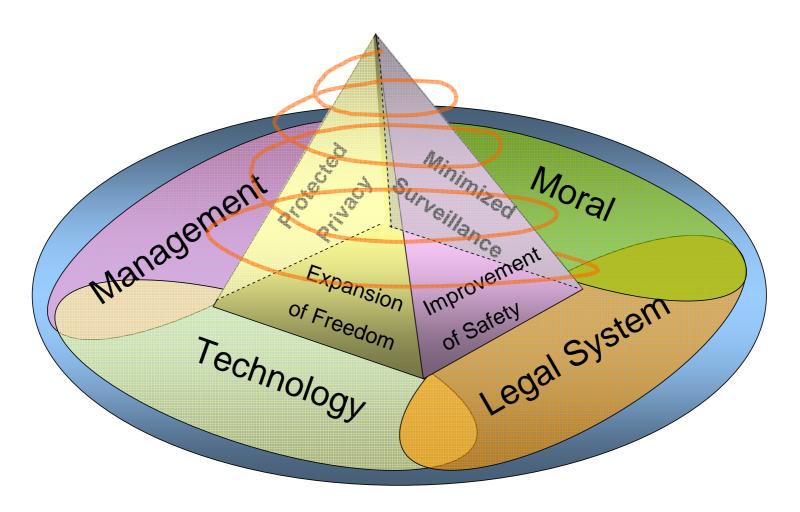
Fluctuating Law in Cyberworld

- Intangible Goods: Non-excludable, Non-rivalry, Irreversible
- Only two types of Information protected: Secret Information (SI) and Intellectual Property (IP)
- SI Protection neither comprehensive nor well-balanced
- IP Protection (especially Copyright) challenged by Digital Technology
- Personal Data as the third type?
- Multiple Rights for One Object
- CODE is Law? (Lessig [1999])

Real v. Cyber

| | Real | Cyber |
|--------------------|---------------------------------|----------------------------------|
| Subject (Actor) | Natural Person, Legal Person | + Computer |
| Object | Tangible Goods | + Intangibles |
| Action | Own, Exploit and Transfer | + Attribute, Hold and License |
| Enforcement | Damages, Prosecution etc. | + Injunction or Recovering Tech? |
| Alienability | One Right for One Thing | Multiple Rights for One Object |

How to Generate a Balanced View



Questions

Question-1:

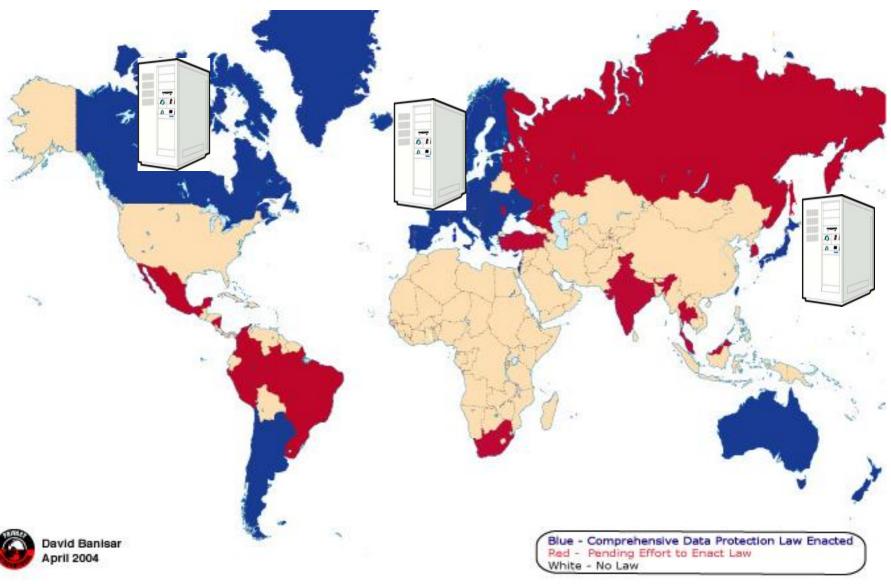
What do you think is the most important factor, if you are asked to develop or deploy a new information system for social innovation?

- Legal System?
- Management?
- Moral?
- Technology?
- ...?

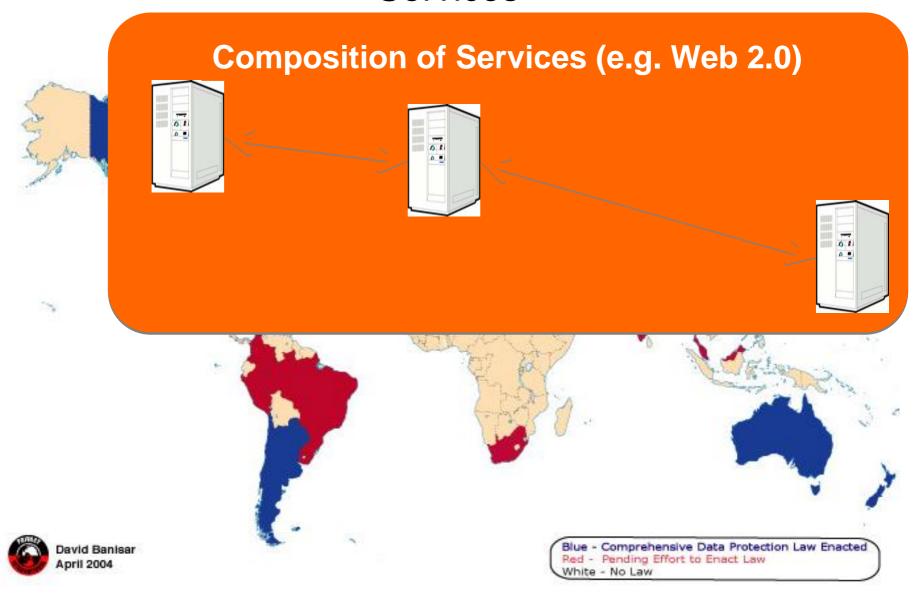
Question-2:

What kind of role do you expect on social scientist, when you do above?

Example: Data Protection Regulations in the World



Social Innovation by cross-state Composition of Services



Challenge: Application of different regulations