

# World Economic Forum Centre for the Fourth Industrial Revolution

## ECONOMIC LD FORUM MIC

## What is the C4IR?

- Part of the World Economic
   Forum
- New <u>hub</u> in SF that brings together governments, businesses, civil society, academia and start ups to bridge the gap between policy and technology

## How do we bridge the gap?

Teams <u>co-design</u> new policies for emerging technology (AI,AV,etc)

## How are we different?

Governments and Businesses commit to piloting the policies we develop



## The Centre for the Fourth Industrial Revolution Network

Anchored in San Francisco Since March 2017

C4IR Japan Since July 2018 C4IR China
Since September 2018

**C4IR India**Since October 2018









# 2019: Starting Year For Global Data Governance "Data Free Flow with Trust"

# Utilizing data effectively in all areas of society is the key to the Fourth Industrial Revolution

From Prime Minister Abe's Davos Speech:

**Osaka Track for Data Governance** 

I would like Osaka G-20 to be long remembered as the summit that started worldwide data governance.

In Society 5.0, it is no longer capital but data that connects and drives everything.

Let Osaka G20 set in train a new track for looking at data governance--call it the Osaka Track.



Prime Minister Abe speaking at the World Economic Forum Annual Meeting in Davos-Klosters, Switzerland, January, 2019

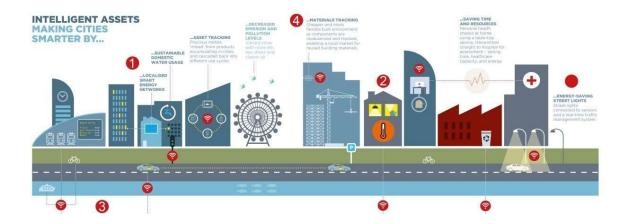
# **Smart City Project**



Smart City as a 'Container' for the Realization of Society 5.0

Cities should take the lead in implementing data governance by

- sharing experiences and best practices among coalition of cities
- adopting a shared set of guiding principles on smart cities



# A new multi-stakeholder collaboration



# C4IR Japan Since July 2018



## **Project Workshops**



## **Executive Discussions**



C4IR Japan: Forging a New Social Contract for Smart Cities

## **G20 Summit process**







Murat Sonmez moderated 'Panel Discussion (3) Digitalisation for All'



C4IR Japan became an advisory partner of U20 Mayors Summit Tokyo 2019 Jeff Merritt moderated 'Session 4: Sustainable Economic Growth'

# **G20 Ministerial Meeting for Trade and Digital Economy**34) Smart Cities

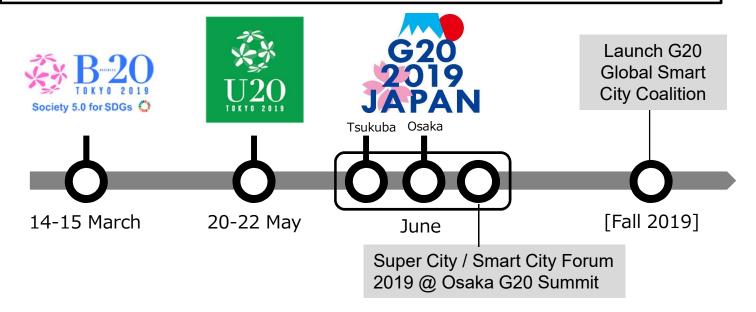
To contribute to sustainable and inclusive growth in urban areas where most of the world's population and energy consumption are concentrated, the G20 encourages networking and experience-sharing among cities for the development of smart cities, recommended by the Business 20 and the Urban 20. Implementations of smart cities should take into account transparency, resiliency, privacy, security, efficiency, and interoperability. Cities and networks of cities that express an interest may join a Global Smart City Coalition, which has been proposed to be established in October. The G20 notes the upcoming "Super City/Smart City Forum" planned to be held on 29th of June in Osaka.

## We Want Your City and City Network to Join



Contact us if you are a city or a city network interested in the Global Smart City Coalition

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## Appendix

## The "Innovation and Law" Study Group - Proposals for Reform-

## (1) Transformation of Social and Industrial Structure

The social and industrial structure, the historical background that the current law supposes and is based upon, is transforming through innovation.

1 Rise of

**Platform** 

**Businesses** 

② Necessity of

**Experiments** 

Social

### (2) Principles of Law

Re-examination of the original legal interest protected that propel and push forward innovation Is desired.

### Departure from Vertically Divided "Industrial Laws"

- Horizontal descipline based on Function

Introduction of
Competition doctrine that
require **Open Access** for
Platform Businesses

- Open API
- Data Portability

Securement of Flexibility and Predictability of Law and Regulation

- Regulatory Sandbox
- Multi Stakeholder Process

③ Call for Global Regulatory Harmonization

Collaboration Between Authorities and Flexible Extra Territorial Application

- Mutual License Recognition
- Reatech

### (3) Specific Agendas and Solutions

Specific agendas that are now occurring and conceivable solutions in each business area.

### 1 Existing Laws Do Not Apply

- ◆Rideshare [Road Transportation Act]
- ◆Bed and Breakfast [Hotel Business Act, House Rental Business Act/New Hotel Business Act]
- ◆Settlement [Payment Services Act, Installment Sales Act, Banking Act]
- ◆PtoP Lending [Money Lending Business Act]
- ◆Social Investment [Financial Instruments and Exchange Act]
- ◆PtoP Insurance [Insurance Business Act]
- ◆E-Commerce [Liquor Tax Act, Pharmaceuticals and Medical Devices Act etc]
- ◆Bank Agency Business [Banking Act]

#### 2 The Lack of Predictability is Causing a Chilling Effect

- ◆Mobility as a Service "MaaS" [Road Transport Vehicle Act etc]
- ◆Real Estate [Real Estate Brokerage Act]
- ◆Healthcare [Medical Practitioner's Act, National Health Insurance Act, Pharmaceuticals and Medical Devices Law etc]

#### **3 Global Regulatory Harmonization remain unrealized**

- ◆Taxation System, Tax Administration [Tax Laws]
- ◆Money Transfer [Payment Services Act]
- ◆Cloud Funding [Money Lending Business Act]
- ◆BtoB Finance [Interest Rate Restriction Act, Capital Subscription Law]
- ◆Know Your Customer [Act on Prevention of Transfer of Criminal Proceeds]

#### **4** Regulation Created Suitable Competitive Environments

- ◆Outer Space [Space Law]
- ◆Virtual Currency [Payment Services Act]
- ◆Open API and Date Portability [Industry Laws]



## Overview of The "Innovation and Law" Study Group

ECONOMIC In February 2017, legal and innovation experts were invited to discuss and examine the desirable discipline for "technology companies operating electronic systems dealing with transaction big data" that are rapidly emerging in various fields as we face the AI / IoT era.

The members were on an invite-only basis, and participated based on their individual responsibility and qualification without representing their organization. To ensure free speech and a zero based and cross-industrial discussion, the Chatham House Rule (where the remarks in the conference are quoted in a way that the speaker will not be presumed or specified) has been adopted.

#### **♦** Agendas

#### **Cross-Sectional Panoramic View**

(Banking Act, Moneylending Control Act, Financial Instruments and Exchange Act, Bank Agency Business, Payment Service Act, Credit and Fintech, Hotel Business Act/House Rental Business Act/Bed and Breakfast, Virtual Currency, Insurance, Healthcare, Outer Space, Real Estate, Public and Private Data Utilization, Regulatory Sandbox etc)

<1st Round> Feb 24

<2nd Round> Mar 17

<3rd Round> Apr 18

<4th Round> April 28

#### Preparation for Proposal

<5<sup>th</sup> Round > June 29

### **Discussion and Composition of Proposal**

<6th Round > Sep 20

<7<sup>th</sup> Round > Oct 20

<8<sup>th</sup> Round > Oct 27

<9<sup>th</sup> Round > Dec 7

#### ♦ Members

Lawver TMI Associates Haruo Narimoto Lawver Nishimura & Asahi Hideki Katagiri Lawyer Link Partners Law Firm Hiroyuki Totake Lawver Nishimura & Asahi Atsushi Mizushima Lawyer Mori Hamada & Matsumoto Masakazu Masujima

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