



## **BROADCAST**

### **Key concepts**

The following concepts help ensure the way we distribute revenue to members is equitable.

Commercial licensee blanket revenues that cover more than one radio or TV station are divided between the stations using a two-step process:

- 1. Each station is allocated a fixed minimum amount per station. In some cases this minimum sum is specified in the licence. Where it is not, the General Entertainment Television (GETV) matrix is used. This matrix is updated every year. View the matrix here: <a href="www.prsformusic.com/licences/broadcasting-music-on-tv/general-entertainment-tv-licence-non-barb-rated-tv-channels">www.prsformusic.com/licences/broadcasting-music-on-tv/general-entertainment-tv-licence-non-barb-rated-tv-channels</a>
- 2. Any remaining money is divided between the stations in proportion to their relative music consumption.

Please note that the process for the BBC is slightly different and is explained below under the heading 'The BBC blanket – revenue split between platforms'

- Works performed on broadcast sections are paid based on their total duration on that service multiplied by the calculated FPV for that service for that period.
- No value distinctions are made between music used in programmes, commercials, station/channel idents, jingles or trailers.
- All distributable audiovisual broadcasts are subject to time-of-day weightings and feature in separate distribution sections.
- MCPS blanket licences do not cover all uses of music by a broadcaster. For example, the MCPS broadcast blanket licences do not generally cover:
  - Commissioned music (except in the case of ITV)
  - Music used in adverts
  - Acquired programming (except for the broadcast of the sound recording of production music)<sup>2</sup>.

### **Broadcast sampling**

We will use census reporting where available. However, for some lower revenue channels, the broadcaster does not provide census reporting. In these situations we process all the data we are able to acquire, adopting the sampling methodology.

## **Unmatchables and carry forwards**

### **Unmatchable usage**

The term 'unmatchable usage' is used to indicate where a licensee has reported music use, but PRS or MCPS has been unable to match it to a work, whether registered or unregistered, or to identify the interested parties as members of a collecting society.

 $<sup>^2</sup>$  It should be noted that although MCPS controls this particular right in acquired programming it does not currently distribute royalties in respect of it. This is because our systems do not currently process data on acquired programming.

Works unregistered at the time of distribution cease to be eligible for distribution for that particular usage, which is never paid.

No money is reserved for any unmatchable usages. Any subsequent claims for unmatched usages are funded from the next year's revenue for the same revenue pool. Payment is at the  $\pounds$  per minute rate attributable at the rate in effect at the time the payment is made not at rate of the original performance period. No interest accrues or is paid to the interested parties in respect of such payments.

In all cases we reserve the right to calculate a revised  $\pounds$  per minute rate for previously missed performances especially where revenue for a particular source has been or will be exhausted. On those rare occasions when this is done it will usually be done by recalculating the rate as if the missed performances had been included in the original rate calculation.

#### Audiovisual and General Entertainment Online (GEOL) carry forwards

Some usages are carried forward to be processed in a subsequent distribution. This will usually happen so that complete distributions are not delayed or for the following reasons:

#### More research time is needed

When research to confirm the correct match could not be finished in time for the distribution deadline, usages will be carried forward to the next available distribution marked with a new target distribution (TDD).

#### • Work is subject to an incomplete share picture

A usage can be carried forward after being successfully matched to a work if that work has an incomplete share picture. To make this payment, the work must have shares equal to 100%. Action is therefore required to update the work.

#### Usage data received too late to process

Usages can also be carried forward because they were received and loaded too late for processing.

#### Limits to usages carried forward

Usages will continue to be carried forward until they are matched. In theory, they can be carried forward for three years from the initial target distribution, after which they will be removed from the system.

### Time of day weighting

Following a Members' Council (then-called PRS Board) and MCPS Board decision in 2006, all TV broadcast performances from 2007 onwards have been subject to time-of-day weightings to reflect the likely size of the audience for each usage. At the time, these weightings dictated that one minute of music broadcast during primetime hours is worth twice as much as one minute broadcast outside primetime.

These weightings were reviewed at the Distribution Committee in November 2017 and from the October 2018 distribution we phased in a new set of weightings, starting with BBC TV, Sky and then for all other commercial stations from July 2019.

The changes introduced a third weighting, 'Low Peak', for music played between 4pm and 6pm and 11pm and Midnight. One minute of music is worth twice as much as one minute of music broadcast during 'Non-Peak' hours. The previous 'Peak' hours of 6pm to 11pm remain the same but is now called 'High Peak' and is worth three times as much as one minute broadcast of music broadcast during 'Non-Peak' hours.

#### **Current TV Time Bands**

Non-Peak: midnight to 15:59 1x weighting on per minute rate

Low Peak: 16:00 to 17:59, and 23:00 to 23:59

2x weighting on per minute rate

**High Peak: 18:00 to 22:59** 3x weighting on per minute rate

Productions which straddle the border between primetime and non-primetime are classified on the basis of the time slot into which their mid-point falls.

For example, all music used in a one-hour long production whose broadcast commenced at 5.45pm would be paid at the High Peak rate as the production's mid-point, 6.15pm, falls within the defined High Peak slot.

#### **'Off Air' Performances**

As the result of a Distribution Committee decision in February 2018, TV broadcast performances during 'Off Air' time periods on a channel will be subject to a specific weighting that reflects the low audience levels for the particular type of content made available at those hours. The definition of 'Off Air' is:

"Music broadcast while the channel displays a continuous holding screen"

The weighting for 'Off Air' music minutes is 4% of the associated channel's lowest rate for time-of-day weightings.

### The BBC blanket – revenue split between platforms

The BBC is the UK's only significant publicly funded public service broadcaster. It is also the only major UK broadcaster licensed for a single fee that covers music used on a number of national, local and regional radio and TV stations as well as online platforms.

The current BBC licence agreement provides a single annual fee covering all music used in its public service output from April 2011 onwards, for both PRS and MCPS.

The method by which individual channels or stations are delivered has no impact on how MCPS distributes royalties for them. For example, BBC2 is considered the same channel whether it is received on terrestrial TV, satellite TV or online.

#### Dividing the fee

Firstly, we calculate amounts for BBC's online services, using a benchmark value achieved on commercial services.

The remainder is divided between BBC's linear broadcast TV and radio services. This split varies each licence year as the amount of music consumed on each platform changes. 50% of the linear value is split between TV and radio based on the amount of music each platform uses, regardless of audience. The remaining 50% is apportioned in relation to each platform's music consumption, which assesses both audience share and music use.

For TV and for radio, each part of the fee is also subdivided between PRS and MCPS. Details of these splits are given later in this document under headings 'BBC radio' and 'BBC TV'.

### **BBC Studios (formerly BBC Worldwide)**

This is the commercial arm of the BBC, and its activities are not covered by the main BBC blanket licence. There is a separate licence for which the fee has to be split between MCPS and PRS. This licence includes the provision of BBC channels to the Republic of Ireland on the Sky platform. This particular element is a performing element only. MCPS Production Music can be used in non-programme material created in the UK but which is only made available in selected channels broadcasting to Europe, Middle East and Africa. The remainder of the fee is divided equally between the two societies in accordance with the standard practice for broadcast licences. This was agreed by the Distribution Committee in January 2023.

## **BBC** radio

#### Introduction

Established by a Royal Charter, the BBC is a public service broadcaster funded by the licence fee paid by UK households. Income from the licence fee enables the BBC to broadcast national radio stations offering music and speech programming, national radio services for Scotland, Wales and Northern Ireland, and numerous local radio stations for England. BBC Radio stations are available via analogue and digital radio, digital television, and online via BBC Sounds, where programmes broadcast on the national stations are also available on-demand.

## **Royalty source**

We license the use of PRS member, MCPS member and affiliated society repertoire on the BBC's non-commercial television, radio and online services under the terms of a joint blanket licence.

Every year the BBC blanket licence fee split between audiovisual and radio is recalculated.

The BBC radio revenue is split 96.4% to PRS and 3.6% to MCPS.

## **Distribution policy**

### Revenue apportionment/performance value calculation

1/3 of the total gross annual MCPS BBC radio revenue amount is apportioned to individual BBC radio stations purely on the basis of the amount of music they use. The remainder is apportioned on the basis of each station's individual music consumption.

The total distributable annual revenue per station is divided by the forecast total annual music minutes for the station to arrive at an FPV for each station.

#### **Distribution basis**

Effectively we only licence the 'first dubbing' on each station, so only items marked as such by the broadcaster are eligible for distribution. Eligible items on all BBC radio stations are paid on a line-by-line basis and each station's usage is identified separately on members' statements.

#### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

### **Processing policy**

#### Data provider and format

Data is provided by the licensee in electronic format.

## **Processing thresholds and rules**

All radio usage, including but not limited to BBC radio services, goes through an automatch and, where necessary, manual match process.<sup>3</sup>

Library music items in idents or promos are paid irrespective of duration. All other items with a duration of less than 90 seconds are deemed non-disc plays and so are not generally payable.

#### Other notes

The BBC licence year covers usage from April to March. Distributions in respect of those usages are made quarterly from October to July.

The approach to distribute 1/3 by music usage and 2/3 by music consumption was agreed at the MCPS board in March 2010.

The method for apportioning PRS BBC radio revenue to individual stations was last reviewed by the Distribution Committee in November 2017, and changes were phased in over a three-year period, reaching full implementation in 2020.

As well as its domestic radio output, the BBC blanket licence also covers the BBC World Service, which broadcasts BBC-produced programming across the globe and contains a separate sum of money to specifically cover these services.

<sup>3</sup> Automatch rates for radio usage average around 90%. Works requiring manual match falling under this threshold therefore account for only very low levels of revenue.

 $15 \hbox{\it Classified}: \hbox{\it Unrestricted}$ 

# **Commercial radio**

#### Introduction

Most commercial radio stations are free-to-air services funded largely by advertising and sponsorship revenue. There are a few national commercial radio stations plus many that are broadcast locally. A number of local stations are local variations of a national group or brand, such as Heart, Capital and Smooth. There are significant crossovers in the playlists of different commercial radio stations.

## Royalty source

The joint licence MCPS and PRS holds with commercial radio stations charges a fixed percentage of each station's net broadcasting revenue. This is an annual blanket licence fee covering all the station's performing and mechanical usage. This single fee is split 96% to PRS and 4% to MCPS as the mechanical licensing requirement from MCPS is significantly smaller that the performing requirement.

## **Distribution policy**

## Revenue apportionment/performance value calculation

There is no formal apportionment between stations. The revenue is treated as a single sum. The total distributable annual revenue per station is then divided by the forecast total annual music minutes for the station to arrive at an FPV for each station.

#### **Distribution basis**

Effectively we only licence the 'first dubbing' on each station so only items marked as such by the broadcaster are eligible for distribution. Eligible items on all commercial radio stations are paid on a line-by-line basis but each station's usage is not identified separately on members' statements.

### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

### **Processing policy**

## **Data provider and format**

A third party, currently Soundmouse, employs music recognition technology to provide data about plays of musical works for 125 commercial radio stations.

Broadcasters provide usage data for music used in adverts and idents on these stations. We are investigating the use of music recognition technology for these usages too.

All usage data for stations not tracked by Soundmouse is provided by licensees, in both electronic and paper formats.

#### **Processing thresholds and rules**

All radio usage goes through an automatch and, where necessary, manual match process.<sup>4</sup>

<sup>&</sup>lt;sup>4</sup> Automatch rates for radio usage average around 90%. Works requiring manual match falling under this threshold therefore account for only very low levels of revenue.

#### Other notes

The commercial radio licence year runs from October to September and is distributed from April to December.

Revenue relating to plays of commercially available works for some low value stations is paid by analogy using data from similar stations. This approach is used where the playlists of a low value station and a larger station, for which census performance information is available, are known to be very similar or even identical. It is also adopted when the revenue for the low value station is too small to make it cost effective to process even a data sample. The same approach is sometimes used when a station is unable to provide its own census reporting and we can establish that its playlist is similar to a station that does provide census reporting.

No usage data is analysed for some small radio services, such as hospital and student radio services, where the revenue is very small. Revenue from these services is effectively distributed pro-rata across ('on the back of') other radio services.

# **Scheme: Radio Advertising Production Music Licence**

## **Summary**

This is an MCPS scheme for licensing the use of MCPS Production Music in advertising on commercial radio.

### **Royalty source**

The licence provides a fixed lump sum fee per licensee (group of radio stations).

## **Distribution policy**

### Revenue apportionment/performance value calculation

There is no pre-determined apportionment between stations. The revenue is treated as a single sum. The total distributable annual revenue per station is then divided by the forecast total annual music minutes for the station to arrive at an FPV for each station.

#### **Distribution basis**

This revenue is distributed on a line-by-line basis but each station's usage is not identified separately on member statements.

### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

## **Processing policy**

### Data provider

Data is provided electronically by the licensee.

### **Processing thresholds and rules**

Only the first use of a work (matched by Tunecode) each month on each station is paid.

## **UCB Radio**

#### Introduction

United Christian Broadcasters (UCB) are a charity that operates two radio stations in the UK – UCB1 and UCB2. The licensing and distribution approach for these two stations is largely similar to that for commercial radio services.

## **Royalty source**

MCPS and PRS hold a joint licence with UCB covering all the station's performing and mechanical usage. The annual fee is split 96% to PRS and 4% to MCPS because the mechanical licensing requirement from MCPS is significantly smaller than the performing requirement.

### **Distribution policy**

## Revenue apportionment/performance value calculation

Revenue is apportioned in the same manner as Commercial Radio

#### **Distribution basis**

The distribution basis is the same as Commercial Radio

### **Distribution cycle**

The cycle is the same as Commercial Radio

## **Processing policy**

#### Data provider and format

Please see Commercial Radio

### **Processing thresholds and rules**

Please see Commercial Radio

### Other notes

UCB operates a slightly different licence and distribution year to the rest of radio, running from January to December, distributed in the quarterly distributions from July to April, with end of year reconciliation occurring in May each year.

### **BBC TV**

#### Introduction

Established by a Royal Charter, the BBC is a public service broadcaster funded by the licence fee paid by UK households. Income from the licence fee enables the BBC to broadcast 7 national TV stations offering entertainment, news, current affairs and arts coverage for the whole of the UK and provide additional regional programming and services. BBC Television channels are available via digital TV, and online via BBC iPlayer, where programmes are also available on-demand after broadcast. The BBC's interactive TV service also allows viewers to access additional television programmes and live coverage from major sporting and cultural events by pressing the red button on an internet-connected TV remote control.

### **Royalty source**

We license the use of PRS member, MCPS member and affiliated society repertoire on the BBC's non-commercial television, radio, and online services under the terms of a joint blanket licence.

The BBC blanket licence fee split between TV and radio is recalculated annually. The remaining BBC TV revenue is split 66.67% to PRS and 33.33% to MCPS.

## **Distribution policy**

## Revenue apportionment/performance value calculation

The licence fee for MCPS BBC TV is apportioned to individual BBC TV stations using two measures. One third of the total revenue is apportioned to stations based upon their total music usage, effectively securing a minimum fee for a minute of music used on any of the nine BBC TV stations. The remaining two thirds of the revenue is apportioned using music consumption which will lift the value of a minute's usage on stations with higher audience figures and music percentages.

The net result is divided by the forecast total of weighted annual music minutes to give FPVs for High Peak, Low Peak and Non-Peak times of day (see section on Broadcast Revenue).

#### **Distribution basis**

Each BBC TV channel is paid separately on a line-by-line basis.

#### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

#### **Processing policy**

### **Data provider and format**

Data is provided by the licensee in electronic format.

# **Processing thresholds and rules**

All BBC TV usage goes through an automatch and, where necessary, manual match process.

## Other notes

The BBC licence year covers usage from April to March. Distributions in respect of those usages are made from October to July.

 $21 \hbox{Classified}: \hbox{Unrestricted}$ 

### ITV

#### Introduction

ITV offers a national network of regional stations known as ITV1 as well as free-to-air channels and an on-demand service.

### **Royalty source**

ITV pays an annual blanket licence fee covering all of its performing and mechanical usage. This single fee is split 66.67% to PRS and 33.33% to MCPS.

# **Distribution policy**

### Revenue apportionment/performance value calculation

The MCPS ITV fee is apportioned to the individual channels covered under the blanket agreement by a two-step calculation:

**Step 1:** Each channel is allocated a minimum amount based on the minimum channel charge. This is the minimum fee due for any additional channel or service, regardless of audience or music usage. It is set within the licence agreement.

**Step 2:** The remaining revenue, approximately 90%, is apportioned to individual stations on the basis of music consumption.

The net amount is divided by the forecast total of weighted annual music minutes to give the FPVs based on the time-of-day bands.

### **Distribution basis**

Each ITV channel is paid separately on a line-by-line basis.

### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

#### **Processing policy**

## **Data provider and format**

Data provided by the licensee in electronic format.

## **Processing thresholds and rules**

All ITV usage goes through an automatch and, where necessary, manual match process.

#### **Region v network**

ITV1 is a network of regional stations. Each region has its own FPV which is a percentage of the whole network rate. Programmes simultaneously broadcasted across a particular region or regions will be paid at the cumulative rate of all the regions where the programme was broadcasted. Programmes broadcasted across the whole network will receive the whole network rate.

#### Other notes

The ITV licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

Unlike other TV licensees, the ITV licence covers the mechanical right usage of commissioned music. This is because ITV does not acquire such rights as part of its commissioning process.

# Sky

#### Introduction

Sky (formerly BSkyB) offers subscription-based TV channels in the UK and Republic of Ireland, as well as on-demand services.

### **Royalty source**

Sky pays an annual blanket licence fee covering all of its performing and mechanical usage. Small portions of this are for specific mechanical only or performing only uses. The remainder is for UK broadcasting and is split 66.67% to PRS and 33.33% to MCPS.

## **Distribution policy**

## Revenue apportionment/performance value calculation

The MCPS Sky fee is apportioned using the same two step method as the ITV fee. The method to calculate final FPV is also the same.

#### **Distribution basis**

Each Sky channel is distributed separately on a line-by-line basis.

## **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

## **Processing policy**

### Data provider and format

Data provided by the licensee in electronic format.

#### **Processing thresholds and rules**

All Sky usage goes through an automatch and, where necessary, manual match process.

#### Other notes

The Sky licence year covers usage from July to June. Distributions in respect of those usages are made from December to October.

## **Channel 4**

#### Introduction

Channel 4 offers general entertainment channels and time-shifted equivalents, as well as a free-to-air film channel, and an on-demand service.

### **Royalty source**

Channel 4 pays an annual blanket licence fee covering all of its performing usage and any mechanical rights needed for music copied into non-programme use such as trailers and promos, as well as to cover programme repeats on the main 'Channel 4' channel. This single fee is split 90.32% to PRS, 9.68% to MCPS. This ratio is unique because Channel 4's mechanical licensing requirement from MCPS is significantly smaller. This is because the channel's programming is made by independent production companies, licensed directly by MCPS for the programmes they make on behalf of Channel 4 (see separate 'Independent Production Companies (IPCs)' section later in this document).

## **Distribution policy**

## Revenue apportionment/performance value calculation

The MCPS Channel 4 fee is apportioned using the same two step method as the ITV fee. The method to calculate final FPV is also the same.

### **Distribution basis**

Each Channel 4 channel is distributed separately on a line-by-line basis.

#### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

### **Processing policy**

### Data provider and format

Data provided by the licensee in electronic format.

### **Processing thresholds and rules**

All Channel 4 usage goes through an automatch and, where necessary, manual match process.

#### Other notes

The Channel 4 licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

## **Channel 5**

#### Introduction

Channel 5 offers several general entertainment channels and time-shifted equivalents and an on-demand service.

### **Royalty source**

Channel 5 pays an annual blanket licence fee covering all of its performing usage and the mechanical rights needed for any music copied into non-programme use such as trailers and promos. This single fee is split 89.5% to PRS, 10.5% to MCPS. This ratio is unique as Channel 5's mechanical licensing requirement from MCPS is significantly different from that of other broadcasters. This is because much of its programming is made by independent production companies. These are then licensed directly by MCPS for the programmes they make on behalf of Channel 5 (see the 'Independent Production Companies (IPCs)' section later in this document).

## **Distribution policy**

## Revenue apportionment/performance value calculation

The MCPS Channel 5 fee is apportioned using the same two step method as the ITV fee. However, as there is no minimum channel fee set with the licence, a minimum fee is calculated using the matrix. This is updated annually and can be viewed here: <a href="https://www.prsformusic.com/licences/broadcasting-music-on-tv/general-entertainment-tv-licence-non-barb-rated-tv-channels">www.prsformusic.com/licences/broadcasting-music-on-tv/general-entertainment-tv-licence-non-barb-rated-tv-channels</a>

The method to calculate final FPV is also the same.

#### **Distribution basis**

Each Channel 5 channel is distributed separately on a line-by-line basis.

#### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

### **Processing policy**

#### Data provider and format

Data provided by the licensee in electronic format.

#### **Processing thresholds and rules**

All Channel 5 usage goes through an automatch and, where necessary, manual match process.

#### Other notes

The Channel 5 licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

# **Discovery**

#### Introduction

Discovery broadcast TV channels in the UK for reception in the UK and across Europe, Middle East and Africa. We collect and process usage data for each of these individual feeds to ensure accurate distributions.

## **Royalty source**

Discovery pays an annual blanket licence fee covering all of its performing and mechanical usage. This single fee is split 55.56% to PRS and 44.44% to MCPS to reflect the proportions of performance and mechanical licensing required.

### **Distribution policy**

## Revenue apportionment/performance value calculation

The Discovery fee is apportioned using the same two step method as the ITV fee. The net amount is divided by the forecast total of weighted annual music minutes to give the FPVs based on the time-of-day bands.

#### **Distribution basis**

The following table summarises the basis of Discovery distributions:

Basis	No. stations
Census	11
Sample	55

#### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

### **Processing policy**

### **Data provider and format**

Data provided by the licensee in electronic format.

### **Processing thresholds and rules**

All Discovery usage goes through an automatch and, where necessary, manual match process.

### Other notes

The Discovery licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

### MTV

#### Introduction

MTV's licence covers its performing and mechanical rights on channels which broadcast from the UK across Europe, the Middle East and Africa. We collect and process actual performance data from each of these individual feeds to ensure accurate distributions.

## **Royalty source**

MTV pays an annual blanket licence fee covering all of its performing and mechanical usage. This single fee is split 66.67% to PRS and 33.33% to MCPS.

## **Distribution policy**

## Revenue apportionment/performance value calculation

The MCPS MTV fee is apportioned using the same two step method as the ITV fee. However, because there is no minimum channel fee set with the licence, a minimum fee is calculated using the GETV matrix.

#### **Distribution basis**

The following table summarises the basis of MTV distributions:

Basis	No. stations
Census	11
Sample	49

### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

#### **Processing policy**

#### Data provider and format

Data provided by the licensee in electronic format.

### **Processing thresholds and rules**

All MTV usage goes through an automatch and, where necessary, manual match process.

## Other notes

The MTV licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

## **PBS America**

#### Introduction

PBS America is broadcast in the UK much like BBC Studios is broadcast in other countries and provides PBS content to UK viewers.

### **Royalty source**

PBS pay an annual licence fee that covers all performing usage and only production music mechanical usage broadcast on PBS America in the UK. The licence fee is split 90% to PRS and 10% to MCPS, recognising the limited amount of mechanical usage covered by this licence.

## **Distribution policy**

## Revenue apportionment/performance value calculation

The MCPS PBS America fee is apportioned using the same two-step method as the ITV fee.

#### **Distribution basis**

PBS America is distributed on a sample basis.

### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

## **Processing policy**

#### Data provider and format

Data provided by the licensee in electronic format.

### **Processing thresholds and rules**

All PBS America usage goes through an automatch and, where necessary, manual match process.

### Other notes

The PBS America licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

### **B4U**

#### Introduction

B4U (Bollywood For You) broadcast programmes in the UK from their parent broadcaster in India on two channels, B4U Music and B4U Movies.

### **Royalty source**

An annual licence fee covers all performing and mechanical usage broadcast by B4U in the UK. All programme content is acquired from India. As such, only the non-programme content is mechanically payable. The society split is 90% to PRS and 10% to MCPS to recognise the limited amount of mechanical usage payable under this licence.

### **Distribution policy**

## Revenue apportionment/performance value calculation

The B4U fee is apportioned using the fees specified in the licence.

#### **Distribution basis**

Both B4U Music and B4U Movies are distributed on a sample basis.

## **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

## **Processing policy**

### Data provider and format

Data provided by the licensee in electronic format.

#### **Processing thresholds and rules**

All B4U usage goes through an automatch and, where necessary, manual match process.

#### Other notes

The B4U licence year covers usage from April to March. Distributions in respect of those usages are made from July to April.

# **TNT Sports**

#### Introduction

TNT Sports is a rebrand of all BT Sport's channels, following the launch of the Warner Bros. Discovery and BT Group joint venture. It broadcasts a range of live sports across the UK although it focuses on football, mainly the Premier League.

## **Royalty source**

TNT Sports pays an annual blanket licence fee covering all of its performing and mechanical usage, plus limited production music rights. Small proportions of this revenue are for specific mechanical only usage. The remaining revenue is split 72.62% to PRS and 27.38% to MCPS.

### **Distribution policy**

## Revenue apportionment/performance value calculation

The MCPS TNT Sports fee is apportioned using the same two step method as the ITV fee.

#### **Distribution basis**

TNT Sports channels are all distributed on a sample basis.

## **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

# **Processing policy**

#### Data provider and format

Data provided by the licensee in electronic format.

#### Processing thresholds and rules

TNT Sports usage goes through an automatch and, where necessary, manual match process.

#### Other notes

The TNT Sports licence year covers usage from September to August. Distributions in respect of those usages are made from December to October.

### **UKTV**

### Introduction

UKTV is, since 2019, wholly owned by BBC Studios (the commercial arm of the BBC). The broadcaster carries national television channels some of which are available free-to-air with others available via various pay-TV platforms. Viewers are also able to watch programmes broadcast on its free-to-air channels via UKTV's on-demand service, UKTV Play.

## **Royalty source**

We license the use of PRS and MCPS members' repertoire on UKTV's television channels under the terms of a joint blanket licence

UKTV pays an annual blanket licence fee covering all of its performing and mechanical usage. This single fee includes a flat fee for MCPS secondary sales. The remaining money is split 57.14% to PRS and 42.86% to MCPS in recognition of the unique licensing history of this broadcaster.

## **Distribution policy**

### Revenue apportionment/performance value calculation

The MCPS UKTV fee is apportioned using the same two step method as the ITV fee.

#### **Distribution basis**

Each UKTV channel is distributed separately on a line-by-line basis.

#### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

### **Processing policy**

### Data provider and format

Data provided by the licensee in electronic format.

#### Processing thresholds and rules

All UKTV usage goes through an automatch and, where necessary, manual match process.

#### Other notes

The UKTV licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

# **AMC Networks**

#### Introduction

AMC Networks is an American TV specialist that controls channels such as CBS Reality. (AMC Networks was formerly known as Chellozone.)

### **Royalty source**

AMC pays an annual blanket licence fee covering all of its performing and mechanical usage. Small proportions of this revenue are for specific mechanical only usage. The remaining revenue is split 89% to PRS and 11% to MCPS in line with other broadcast licences which include limited use of MCPS repertoire.

### **Distribution policy**

## Revenue apportionment/performance value calculation

The MCPS AMC fee is apportioned using the same two step method as the ITV fee.

#### **Distribution basis**

Each AMC channel is distributed separately on a line-by-line basis.

## **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

## **Processing policy**

## **Data provider and format**

Data provided by the licensee in electronic format.

### **Processing thresholds and rules**

CBS/AMC usage goes through an automatch and, where necessary, manual match process.

### Other notes

The AMC licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

## **NBC Universal**

#### Introduction

NBC Universal channels broadcast in the UK for reception in the UK and across Europe, Middle East and Africa. We collect and process actual performance data from each of these individual feeds to ensure accurate distributions.

## **Royalty source**

NBC Universal pay an annual blanket licence fee covering all of its performing and mechanical usage. This single fee is split 91.2% to PRS and 8.8% to MCPS to reflect the unique proportions of performance and mechanical licensing required.

## **Distribution policy**

## Revenue apportionment/performance value calculation

The MCPS NBC Universal fee is apportioned using the same two step method as the ITV fee.

#### **Distribution basis**

All NBC Universal channels are distributed on a sample basis

### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

# **Processing policy**

#### Data provider and format

Data provided by the licensee in electronic format.

#### Processing thresholds and rules

NBC Universal usage goes through an automatch and, where necessary, manual match process.

#### Other notes

The NBC Universal licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

# **Walt Disney Co**

#### Introduction

Walt Disney Co's licence covers its performing and mechanical rights on channels broadcasting from the UK across Europe, the Middle East and Africa. We collect and process actual performance data from each of these individual feeds to ensure accurate distributions. The on-demand streaming service Disney+ is licensed separately as a standalone General Entertainment Online Licence (GEOL).

## **Royalty source**

Walt Disney Co pays an annual blanket licence fee covering all of its performing and mechanical usage. This single fee is split 72.08% to PRS and 27.92% to MCPS in recognition of the unique licensing history of this broadcaster.

### **Distribution policy**

### Revenue apportionment/performance value calculation

The MCPS Walt Disney Co fee is apportioned using the same two step method as the ITV fee.

#### **Distribution basis**

Each Walt Disney channel is distributed separately on a line-by-line basis.

## **Distribution cycle**

Quarterly, one guarter after the end of the performance period.

## **Processing policy**

### **Data provider and format**

Data provided by the licensee in electronic format.

#### **Processing thresholds and rules**

All usage for the Walt Disney Co channels goes through an automatch and, where necessary, manual match process.

#### Other notes

The Walt Disney Co licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

# **Independent Production Companies (IPCs)**

### Introduction

Many TV programmes are made by Independent Production Companies (IPCs). The mechanical rights for the IPCs are licensed directly with those companies where the programmes are not covered by the broadcaster's own blanket licence.

## **Royalty source**

IPCs have a blanket licence with MCPS for their mechanical rights. This provides a per programme/per channel fee. There is no need for a PRS/MCPS split as this scheme only covers mechanical rights.

# **Distribution policy**

## Revenue apportionment/performance value calculation

As this is a flat fee for a programme no apportionment is needed.

#### **Distribution basis**

All IPC items are distributed on a line-by-line basis.

## **Distribution cycle**

Monthly, one month after each invoice is settled by the licensee.

## **Processing policy**

### Data provider and format

Data provided by the licensee in electronic format.

#### **Processing thresholds and rules**

All IPC usage goes through an automatch and, where necessary, manual match process.

#### Other notes

Although IPC distributions are made monthly, not all production companies feature in every month's distribution. This depends upon which companies have made programmes and when they have settled their invoices.

# Other TV stations/channels

#### Introduction

Many other TV companies/stations are licensed by MCPS. They are all treated and processed as outlined below.

### **Royalty source**

The licensee pays an annual blanket licence fee covering all of its performing usage and any mechanical exploitation associated with the copying of MCPS repertoire into programme or non-programme use. This single fee is split between PRS and MCPS in a ratio to reflect the ratio of mechanical and performing rights licensing required by the station(s).

### **Distribution policy**

## Revenue apportionment/performance value calculation

Where the licence fee covers more than one station, the fee is apportioned using the same two step method as the ITV fee. In some cases the minimum per channel fee is specified in the licence and in others it is calculated by reference to the published GETV scheme.

#### **Distribution basis**

Each licensed channel is distributed separately on a line-by-line basis unless only sample data is received in which case all sample data is distributed.

#### **Distribution cycle**

Quarterly, one quarter after the end of the performance period.

### **Processing policy**

### **Data provider and format**

Data provided by the licensee in electronic format.

### **Processing thresholds and rules**

All usage goes through an automatch and, where necessary, manual match process.

### Other notes

The licence year covers usage from January to December. Distributions in respect of those usages are made from July to April.

# Secondary sales

### Introduction

Many TV programmes made for original broadcast in the UK are sold to other broadcasters both in the UK and internationally. These are known as secondary sales and the copies sold are licensable by MCPS under its secondary sales schemes.

## **Royalty source**

For BBC, ITV, and some other broadcasters the secondary sales schemes are transactional. That is to say individual sales are reported, invoiced and royalties paid accordingly. For other companies, including the IPCs, the sales are reported and processed in the same way as their main TV usage.