# Regulatory Frameworks for OTT Platforms: Global and Indian Context

# <sup>1</sup>Niyati Garg, <sup>2</sup>Dr. Prabhjot Kaur Ghuman

<sup>1</sup>Research Scholar, University School of Law, Desh Bhagat University, Mandi Gobindgarh, Punjab.

<sup>2</sup>Assistant Professor, University School of Law, Desh Bhagat University, Mandi Gobindgarh, Punjab.

**How to cite this article:** Niyati Garg, Dr. Prabhjot Kaur Ghuman (2024) Regulatory Frameworks for OTT Platforms: Global and Indian Context. *Library Progress International*, 44(3), 7880-7895.

#### **ABSTRACT**

Over-the-top (OTT) platforms have transformed media consumption worldwide, offering on-demand, internet-based access to content. With this shift comes a need for robust regulatory frameworks to address content standards, data privacy, and fair competition. Globally, regulatory approaches vary, from the self-regulation model in the United States to the European Union's comprehensive content and data protection mandates. In India, the introduction of the IT Rules, 2021, marks a significant step toward structured OTT regulation, balancing government oversight with industry-led self-regulation. The paper compares India's regulatory approach to international practices, analyzing the challenges and implications of regulating a digital, cross-border industry. The study emphasizes the importance of tailored frameworks that adapt to technological advances, respect cultural differences, and safeguard user rights in an increasingly connected world.

Keywords: OTT, Regulation, Privacy, Content, Compliance

## 1. Introduction

Over-the-top (OTT) platforms have become central to the digital media landscape, transforming how people consume content across the globe. Unlike traditional media, which relies on cable or satellite networks for distribution, OTT platforms deliver content directly to users over the internet. This form of media consumption has seen rapid growth, driven by factors such as widespread internet access, advancements in mobile technology, and a growing preference for on-demand and personalized content. According to industry reports, the global OTT market was valued at approximately \$171 billion in 2020, with projections indicating it could reach nearly \$257 billion by 2025. This growth is not only due to global giants like Netflix, Amazon Prime, and Disney+ but also a proliferation of regional platforms that cater to local languages, cultures, and interests, particularly in emerging markets.

In India, the rise of OTT platforms has been particularly notable. With over 500 million active internet users as of 2021, India has one of the largest and fastest-growing OTT markets worldwide. Affordable data rates, largely driven by the entry of Jio in 2016, have democratized internet access, enabling a vast population to access digital content conveniently and inexpensively. Additionally, the COVID-19 pandemic accelerated OTT adoption globally and in India by restricting cinema and entertainment venue access, leading people to rely on OTT services for new releases and entertainment.<sup>2</sup> OTT content in India spans multiple genres, languages, and formats, attracting viewers from urban and rural areas. The platform diversity, combined with India's cultural variety, has positioned the Indian OTT market to grow significantly, with the industry expected to surpass \$12 billion by 2030.<sup>3</sup>

<sup>&</sup>lt;sup>1</sup> Motion Picture Association, The OTT Market: Growth and Opportunities, 2021.

<sup>&</sup>lt;sup>2</sup> Telecom Regulatory Authority of India, Annual Report on the Indian Telecom Market, 2020.

<sup>&</sup>lt;sup>3</sup> KPMG India, Digital Future of OTT in India: Opportunities and Challenges, 2021.

This OTT expansion is reshaping the competitive landscape in media, compelling traditional broadcasters, cable providers, and telecom companies to rethink their strategies. Many legacy media companies now operate their own OTT services or partner with existing platforms to remain relevant. The OTT ecosystem, though celebrated for its innovative and disruptive potential, presents complex regulatory challenges due to its distinct characteristics. This surge necessitates a critical look at regulatory frameworks to ensure that OTT platforms operate within well-defined boundaries, uphold quality standards, and provide a safe viewing environment for users.

#### 1.1 Importance of Regulatory Frameworks

The rapid proliferation of OTT platforms has underscored the importance of a regulatory framework to protect consumers, maintain fair competition, and ensure content quality standards. Regulatory frameworks provide a structured approach to oversee and monitor platform activities, addressing key issues such as content regulation, data privacy, and anti-competitive practices. Traditional broadcasting has long been regulated to maintain standards and protect consumers, but OTT platforms have largely operated outside these constraints due to the digital nature of their services, leading to a regulatory gap that challenges both authorities and the industry.

One of the primary regulatory concerns is **content standards**. OTT platforms offer an extensive array of content without the restrictions that apply to television and film under conventional media laws, leading to challenges regarding community standards, censorship, and obscenity laws. For instance, Indian authorities have received numerous complaints about OTT content that allegedly offends cultural sensibilities, prompting a need for frameworks to set acceptable standards while respecting creative freedom.<sup>4</sup> Without such standards, platforms may disseminate inappropriate content, affecting minors and individuals susceptible to harmful material. Regulation here aims to balance user freedom with responsible content delivery.

**Data privacy** and **consumer protection** are equally critical in the OTT space. OTT platforms, by design, collect and process substantial amounts of user data, from basic demographics to detailed viewing patterns and preferences. While this data is essential for personalized content delivery, it raises concerns about user privacy, data security, and the potential misuse of personal information. In jurisdictions such as the European Union, the General Data Protection Regulation (GDPR) has been instrumental in addressing these concerns, mandating stringent data protection measures for entities handling user data. However, many other jurisdictions, including India, are still evolving in this regard, facing challenges related to data localization, user consent, and transparency in data processing.

Furthermore, the **market dominance** of certain OTT platforms also calls for regulatory oversight. Global OTT giants with significant market power can create an imbalanced playing field, making it challenging for smaller, regional OTT platforms to compete. This issue has led regulators to scrutinize anti-competitive practices, especially around market entry barriers, pricing fairness, and monopolistic practices that could restrict consumer choice and harm the industry's diversity. As OTT platforms have a unique structure that differs from traditional media, regulatory frameworks are necessary to ensure a fair and equitable marketplace.<sup>6</sup>

In short, regulatory frameworks play a fundamental role in harmonizing the interests of all stakeholders in the OTT ecosystem. While these frameworks aim to protect consumers and uphold ethical standards, they also prevent monopolistic practices and foster an environment where innovation can thrive. Achieving this balance remains a complex task, as OTT platforms operate across various jurisdictions, each with different cultural, social, and political priorities.

## 1.2 Brief Overview of Regulatory Approaches: Global vs. Indian Context

<sup>&</sup>lt;sup>4</sup> Ministry of Information and Broadcasting, Government of India, OTT Content and Public Complaints: An Overview, 2021.

<sup>&</sup>lt;sup>5</sup> European Commission, General Data Protection Regulation: Implementation and Impact, 2018.

<sup>&</sup>lt;sup>6</sup> Competition Commission of India, Market Power and Competition in the OTT Sector: A Report, 2020.

The approach to regulating OTT platforms varies significantly across jurisdictions, reflecting each country's cultural, legal, and economic priorities. In the **United States**, OTT platforms are largely self-regulated, with minimal intervention from authorities such as the Federal Communications Commission (FCC). Here, the primary regulatory focus has been on privacy, and entities must comply with laws like the Children's Online Privacy Protection Act (COPPA) and the Video Privacy Protection Act (VPPA). However, the FCC has refrained from enforcing strict content regulations on OTT platforms, leaving content moderation mostly to the discretion of the platforms themselves.<sup>7</sup>

In contrast, the **European Union** has adopted a more comprehensive regulatory approach. The Audiovisual Media Services Directive (AVMSD), enacted in 2018, mandates that OTT platforms adhere to certain content standards, ensuring they protect minors and prohibit hate speech. Furthermore, the General Data Protection Regulation (GDPR) has set rigorous data protection standards, requiring all digital services, including OTT platforms, to uphold strict privacy measures and obtain explicit user consent for data processing. These regulations are enforced uniformly across EU member states, though individual countries may adopt supplementary laws to reflect local needs.

In India, OTT platforms were largely unregulated until the introduction of the Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules, 2021. These rules impose content regulation standards and require platforms to set up a self-regulatory mechanism, addressing grievances through an independent body overseen by the Ministry of Information and Broadcasting (MIB). However, this regulatory approach has sparked debate about freedom of expression, censorship, and privacy, with critics arguing that certain provisions may infringe on creative freedoms. As such, India's approach to OTT regulation continues to evolve, grappling with the balance between protecting societal values and supporting the growth of the digital entertainment industry.<sup>9</sup>

The distinct regulatory approaches observed globally and in India illustrate the challenges inherent in regulating a digital industry that operates across borders and caters to diverse audiences. This paper will explore these global and Indian regulatory frameworks, assessing the effectiveness of each approach and considering potential pathways for India as it navigates the regulatory challenges posed by its burgeoning OTT sector.

## 2. Understanding OTT Platforms

## 2.1 Definition and Types of OTT Services

Over-the-top (OTT) services are digital platforms that deliver content directly to consumers over the internet, bypassing traditional media distribution channels such as broadcast television, cable, or satellite. This method allows OTT platforms to cater to a global audience without relying on geographically bound infrastructures, which has fundamentally altered the way content is produced, delivered, and consumed. Broadly, OTT services can be categorized into three primary types: content streaming services, communication services, and application-based services.

Content Streaming Services refer to platforms that provide video-on-demand (VoD) content, such as Netflix, Amazon Prime Video, and Disney+, where users can access movies, series, and other visual media on a subscription basis. These platforms have disrupted traditional television and film industries by enabling viewers to watch content anytime and from any location, contributing significantly to the decline of linear television viewership<sup>10</sup>. The popularity of these services can be attributed to their high-quality original content, personalized recommendations, and the absence of fixed viewing schedules, creating a flexible and engaging user experience.

<sup>&</sup>lt;sup>7</sup> Federal Communications Commission, Privacy Guidelines for Online Video Service Providers, 2020.

<sup>&</sup>lt;sup>8</sup> European Union, Audiovisual Media Services Directive and Digital Regulation, 2018.

<sup>&</sup>lt;sup>9</sup> Government of India, *Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules*, 2021: A Brief Overview, 2021.

<sup>&</sup>lt;sup>10</sup> Motion Picture Association, The OTT Market: Growth and Opportunities, 2021.

Communication Services include OTT applications like WhatsApp, Zoom, and Skype, which offer messaging, voice, and video communication independently of telecom operators. These platforms have seen extraordinary growth, particularly in the aftermath of the COVID-19 pandemic, as global lockdowns necessitated remote communication solutions<sup>11</sup>. Unlike traditional telecom services, which are subject to regulatory oversight in most countries, OTT communication services often operate with minimal regulatory interference, allowing them to expand rapidly across borders. This flexibility has raised regulatory concerns over user data privacy and national security, prompting several countries to consider extending telecom-like regulations to OTT communication services<sup>12</sup>.

**Application-based Services** encompass a wide range of internet-based platforms that deliver specialized content, such as social media (Facebook, Instagram), gaming (Twitch, YouTube Gaming), and e-commerce platforms with embedded video content. These applications serve as a bridge between media and user engagement, fostering interactive communities and user-driven content generation. For instance, platforms like YouTube and Twitch not only offer video content but also allow users to create, share, and monetize their content, creating diverse revenue streams for both creators and the platform<sup>13</sup>.

The adaptability of OTT services to different user needs and technological advancements has played a central role in their widespread adoption. As digital media consumption continues to shift from traditional models to internet-based services, OTT platforms are expected to grow exponentially, reshaping the boundaries of media, communication, and application-driven content.

## 2.2 Business Models and Growth Factors for OTT Platforms Globally

OTT platforms operate on various business models, each designed to cater to specific audience preferences and maximize revenue potential. **Subscription Video-on-Demand (SVOD)** is a prominent model, where platforms such as Netflix and Hulu charge users a recurring fee for ad-free access to an extensive content library<sup>14</sup>. This model, favored for its stability and predictable revenue, allows platforms to reinvest in original productions, enabling them to attract and retain a loyal user base.

**Advertising-based Video-on-Demand (AVOD)**, exemplified by platforms like YouTube, offers free access to content funded by advertising revenue. This model is well-suited for markets with price-sensitive consumers, as it removes the cost barrier while generating income through targeted advertisements. In regions such as Asia and Latin America, AVOD has become a dominant model due to the large user base and demand for free content<sup>15</sup>. For instance, YouTube's vast ad-supported model enables it to reach diverse demographics without a subscription fee, making it one of the most widely used OTT platforms globally.

The **Hybrid Model** combines both SVOD and AVOD elements, allowing users to choose between a free, adsupported version and a premium, ad-free version. Platforms like Disney+ Hotstar and Peacock have implemented this approach to attract a broader audience, accommodating both users who prefer ad-free viewing and those who opt for free access<sup>16</sup>. This model offers flexibility for content providers, enabling them to capture a larger audience share while optimizing revenue through ads and subscriptions.

**Transactional Video-on-Demand (TVOD)**, seen in platforms such as Apple iTunes and Google Play Movies, allows users to purchase or rent specific content on a one-time basis rather than subscribing to an entire library <sup>17</sup>. This model appeals to consumers who prefer selective viewing and do not require continuous access to a large

<sup>&</sup>lt;sup>11</sup> Telecom Regulatory Authority of India, Annual Report on the Indian Telecom Market, 2020.

<sup>&</sup>lt;sup>12</sup> KPMG India, Digital Future of OTT in India: Opportunities and Challenges, 2021.

<sup>&</sup>lt;sup>13</sup> Ministry of Information and Broadcasting, Government of India, *OTT Content and Public Complaints: An Overview*, 2021.

<sup>&</sup>lt;sup>14</sup> European Commission, General Data Protection Regulation: Implementation and Impact, 2018.

<sup>&</sup>lt;sup>15</sup> Competition Commission of India, Market Power and Competition in the OTT Sector: A Report, 2020.

<sup>&</sup>lt;sup>16</sup> Federal Communications Commission, Privacy Guidelines for Online Video Service Providers, 2020.

<sup>&</sup>lt;sup>17</sup> European Union, Audiovisual Media Services Directive and Digital Regulation, 2018.

content catalog. TVOD is most popular for newly released movies or special events, where consumers are willing to pay for immediate access.

Growth factors for OTT platforms globally include widespread internet penetration, advancements in mobile technology, and changing consumer preferences for digital and on-demand content. The development of affordable, high-speed internet has expanded OTT accessibility, particularly in emerging markets where mobile connectivity is rapidly increasing<sup>18</sup>. Additionally, the proliferation of smartphones has empowered users to consume content on the go, leading to a surge in mobile-based OTT viewership. Furthermore, the shift in consumer preferences, especially among younger audiences, towards personalized and binge-worthy content has driven demand for OTT services over traditional television.

The COVID-19 pandemic served as a catalyst for OTT growth, as global lockdowns led to increased demand for digital entertainment. This surge in viewership encouraged platforms to invest more in original content, with many services releasing direct-to-OTT movies and series that bypassed traditional cinema distribution<sup>19</sup>.

#### 2.3 Data on OTT Platform Growth and Adoption Rates Globally, with Specific Mention of India

The global OTT market has been expanding at an impressive rate, driven by growing demand across various regions. According to industry reports, the OTT market was valued at approximately \$171 billion in 2020 and is projected to reach around \$257 billion by 2025<sup>20</sup>. The Asia-Pacific region, in particular, has emerged as a critical growth area due to its large population, increasing internet penetration, and a young, tech-savvy demographic. North America and Europe continue to see steady growth as mature markets, with user penetration rates remaining high and content consumption increasing annually.

In India, the OTT sector has evolved into one of the fastest-growing segments in digital media, thanks to factors such as affordable data rates, mobile penetration, and a culturally diverse audience base<sup>21</sup>. India has over 500 million active internet users, with projections indicating a further increase in digital adoption as rural areas gain access to affordable internet<sup>22</sup>. This connectivity has created a vast potential market for OTT services, with Indian consumers showing a preference for local and regional content. According to a KPMG report, the Indian OTT market is expected to grow at an annual rate of 28%, with a projected valuation exceeding \$12 billion by 2030<sup>23</sup>.

Indian OTT consumers display unique content preferences, favoring a mix of Bollywood films, regional movies, serialized web shows, and reality programming<sup>24</sup>. To cater to this diverse audience, both international players like Netflix and Amazon Prime Video and domestic platforms like Disney+ Hotstar, Zee5, and MX Player have invested heavily in producing regional and culturally relevant content<sup>25</sup>. The Indian government has taken note of the OTT industry's rapid growth, particularly the impact of unregulated content on viewers. This has led to the development of frameworks like the Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules, 2021, which aim to establish guidelines for OTT content while respecting creative freedoms<sup>26</sup>.

The convergence of strategic business models, technological advancements, and adaptive content offerings has enabled OTT platforms to become integral to global media consumption. With continued expansion into new markets and innovations in content delivery, OTT platforms are expected to redefine the media landscape, setting new benchmarks for accessibility, diversity, and user engagement in the coming years.

-

<sup>&</sup>lt;sup>18</sup> Government of India, *Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules,* 2021: A Brief Overview, 2021.

<sup>&</sup>lt;sup>19</sup> PricewaterhouseCoopers, Global Entertainment and Media Outlook 2021-2025, 2021.

<sup>&</sup>lt;sup>20</sup> Statista, OTT Market Size Worldwide, 2021.

<sup>&</sup>lt;sup>21</sup> KPMG India, The Rise of the Indian OTT Market, 2020.

<sup>&</sup>lt;sup>22</sup> Telecom Regulatory Authority of India, *India's Telecom Sector and the OTT Surge*, 2021.

<sup>&</sup>lt;sup>23</sup> FICCI-EY, Media and Entertainment Report, 2021.

<sup>&</sup>lt;sup>24</sup> Broadcast Audience Research Council (BARC), OTT Content Consumption Patterns in India, 2020.

<sup>&</sup>lt;sup>25</sup> Confederation of Indian Industry (CII), Future of Regional Content on OTT Platforms, 2021.

<sup>&</sup>lt;sup>26</sup> Ministry of Electronics and Information Technology, *Digital Media Rules and Compliance Requirements*, 2021.

#### 3. Need for Regulatory Frameworks

### 3.1 Key Challenges Posed by OTT Platforms

The rapid growth and unique operating structure of OTT platforms introduce a range of regulatory challenges that have yet to be fully addressed in many jurisdictions. These challenges include issues surrounding content standards and censorship, data privacy and user protection, and competition within the market. Given the wide reach and influence of OTT platforms, regulatory frameworks are increasingly essential to create a balanced and secure digital environment.

#### **Content Standards and Censorship Issues**

Unlike traditional broadcasting, which is subject to regulatory controls over the content that can be aired, OTT platforms have historically operated with minimal content restrictions. This has enabled a variety of content that is more diverse, experimental, and reflective of different societal perspectives. However, it has also raised concerns about the spread of potentially offensive, harmful, or culturally insensitive material. In countries like India, where there are stringent societal and cultural standards, the unrestricted nature of OTT content has sparked public complaints and political debates on the need for content moderation and censorship<sup>27</sup>. Various government bodies, including the Ministry of Information and Broadcasting in India, have received petitions demanding that OTT platforms adhere to stricter content regulations similar to those imposed on television and cinema. Critics argue that without regulation, OTT platforms may broadcast content that can negatively influence younger audiences or offend cultural and religious sensibilities, emphasizing the need for a framework that can effectively manage content standards while respecting creative freedoms<sup>28</sup>.

#### **Data Privacy and User Protection**

OTT platforms rely heavily on user data to personalize content and improve user engagement, which raises significant concerns over data privacy and user protection. Platforms often collect extensive data, including viewing habits, search history, and demographic information, to refine their recommendations and target advertisements more effectively. However, such data collection practices bring the risk of unauthorized data sharing, data breaches, and misuse of personal information. For instance, the European Union's General Data Protection Regulation (GDPR) requires that OTT platforms and other digital services adhere to stringent data protection standards, ensuring that users are informed about data collection and have control over their information<sup>29</sup>. In India, the absence of comprehensive data protection legislation similar to the GDPR has left users vulnerable, with privacy concerns growing as OTT platforms gain deeper insights into personal habits and preferences. Efforts like the Personal Data Protection Bill, 2019, aim to address these issues, but the lack of enforceable data privacy standards for OTT platforms remains a significant challenge<sup>30</sup>.

## **Competition and Market Dominance**

The global OTT market is largely dominated by a few major players, including Netflix, Amazon Prime Video, and Disney+. These platforms benefit from economies of scale, extensive content libraries, and robust technological infrastructure, making it difficult for smaller or local OTT providers to compete. This market concentration creates concerns around monopolistic practices, reduced consumer choice, and potential price manipulation. Additionally, international OTT giants often have the resources to bypass certain regulatory requirements, giving them a competitive advantage over smaller, region-specific platforms that may lack similar

<sup>&</sup>lt;sup>27</sup> Ministry of Information and Broadcasting, Government of India, *OTT Content and Public Complaints: An Overview*, 2021.

<sup>&</sup>lt;sup>28</sup> Indian Parliamentary Standing Committee on Information Technology, *Regulating OTT Content: Challenges and Opportunities*, 2021.

<sup>&</sup>lt;sup>29</sup> European Commission, General Data Protection Regulation: Implementation and Impact, 2018.

<sup>&</sup>lt;sup>30</sup> Government of India, Personal Data Protection Bill, 2019: A Summary, 2019.

resources<sup>31</sup>. In India, for instance, the Competition Commission has been reviewing the impact of foreign OTT platforms on local media businesses, considering whether regulatory action is necessary to prevent market monopolization and support fair competition<sup>32</sup>. Without clear competition guidelines, there is a risk that market dominance by a few global OTT players could stifle innovation, limit content diversity, and harm the interests of regional platforms.

### 3.2 The Role of Regulatory Frameworks in Addressing These Challenges

Regulatory frameworks serve as essential mechanisms to address the challenges posed by OTT platforms, providing legal and ethical guidelines for content moderation, data privacy, and market competition. In regions with established frameworks, such as the European Union, the impact of these regulations is evident in the strict compliance standards for data protection (GDPR) and content regulations under the Audiovisual Media Services Directive (AVMSD)<sup>33</sup>. By defining rules for data usage, content standards, and competition, regulatory frameworks aim to protect users while ensuring that OTT platforms operate fairly and responsibly.

In the context of **content standards**, regulatory frameworks can create standardized guidelines for content moderation, helping OTT platforms align with societal norms while preserving creative freedom. For instance, India's Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules, 2021, establish a three-tier grievance redressal system for content complaints, which allows users to report offensive material and ensures accountability among OTT providers<sup>34</sup>. This type of structure can mitigate the risk of harmful content by giving users a clear mechanism for raising concerns, thus balancing freedom of expression with content standards.

For **data privacy and user protection**, regulatory frameworks play a critical role in defining how OTT platforms can collect, store, and use personal information. The GDPR sets a global benchmark for data protection, mandating explicit consent, data transparency, and user rights over personal data, which has encouraged OTT platforms operating in the EU to adopt privacy-focused practices<sup>35</sup>. Such standards compel OTT providers to prioritize user data protection and establish clear terms for data collection, minimizing the risk of unauthorized data use and building user trust. In India, similar legislation would help protect OTT users by establishing a legal basis for data privacy and mandating accountability for data breaches.

Regarding **competition and market dominance**, regulatory frameworks help maintain a fair playing field, preventing monopolistic practices and ensuring that smaller platforms can compete. The Competition Commission of India (CCI) is considering policies to safeguard fair competition within the OTT market, particularly by examining the pricing and content acquisition practices of larger players<sup>36</sup>. Frameworks that encourage transparency and fair pricing can prevent global OTT giants from unfairly outmaneuvering regional providers, fostering an environment where diverse content is available and accessible.

#### 3.3 Comparison with Traditional Media Regulations and Differences

The regulatory needs of OTT platforms differ significantly from traditional media due to the digital, decentralized, and global nature of their operations. Traditional media, including television and radio, is typically regulated through broadcast laws that enforce strict content standards, licensing requirements, and advertising limitations. For example, the Cable Television Networks (Regulation) Act, 1995, in India, sets specific rules for the types of content that can be aired, the manner of advertisements, and the timing of certain broadcasts<sup>37</sup>. Traditional broadcasters must adhere to these rules to retain their operating licenses, resulting in a highly regulated

<sup>&</sup>lt;sup>31</sup> Statista, Market Share of OTT Platforms Worldwide, 2021.

<sup>&</sup>lt;sup>32</sup> Competition Commission of India, Market Power and Competition in the OTT Sector: A Report, 2020.

<sup>&</sup>lt;sup>33</sup> European Union, Audiovisual Media Services Directive and Digital Regulation, 2018.

<sup>&</sup>lt;sup>34</sup> Government of India, *Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules*, 2021: A Brief Overview, 2021.

<sup>&</sup>lt;sup>35</sup> PricewaterhouseCoopers, Global Data Protection Standards for OTT Providers, 2020.

<sup>&</sup>lt;sup>36</sup> Competition Commission of India, Considerations on OTT Market Dominance, 2021.

<sup>&</sup>lt;sup>37</sup> Government of India, The Cable Television Networks (Regulation) Act, 1995: A Summary, 1995.

environment.

OTT platforms, on the other hand, are not bound by the same geographic limitations or infrastructure requirements, allowing them to distribute content on a global scale without needing a physical presence in each market. Consequently, they have often been able to circumvent local broadcasting laws, creating regulatory discrepancies between traditional media and digital platforms<sup>38</sup>. Furthermore, the business models of OTT platforms, which frequently rely on personalized algorithms and user-generated data, differ from traditional media's reliance on advertiser-driven revenue and standardized programming. This distinction necessitates a unique regulatory approach for OTT services that balances content freedom with accountability, addresses data privacy issues, and supports fair competition.

In summary, the regulatory challenges posed by OTT platforms highlight the need for robust frameworks that can adapt to the evolving digital landscape. While traditional broadcasting laws provide a foundation, the global, data-driven nature of OTT services demands specialized regulatory solutions. Frameworks that integrate data protection, content moderation, and competition policies are essential to managing the growth of OTT platforms, ensuring that they operate responsibly and equitably in an increasingly interconnected world.

## 4. Global Regulatory Landscape for OTT Platforms

#### 4.1 United States

The United States has a relatively decentralized regulatory approach to OTT platforms, favoring a combination of self-regulation and limited government intervention. The **Federal Communications Commission (FCC)**, traditionally responsible for overseeing broadcast and telecommunications services, has taken a hands-off approach toward OTT content regulation. Since OTT services do not use public airwaves, they are exempt from many of the FCC's content standards and licensing requirements that apply to traditional broadcasters<sup>39</sup>. This lack of direct oversight has allowed OTT platforms in the U.S. to operate with considerable autonomy, enabling them to distribute a wide variety of content without strict adherence to federal broadcasting rules.

However, the FCC's focus on **net neutrality** principles indirectly affects OTT platforms by advocating for an open internet, which prevents internet service providers (ISPs) from prioritizing or throttling certain content. This ensures that OTT services can reach consumers without discrimination by ISPs, promoting fair competition and accessibility<sup>40</sup>. Additionally, privacy laws, such as the Children's Online Privacy Protection Act (COPPA) and the Video Privacy Protection Act (VPPA), place certain restrictions on how OTT platforms handle user data, particularly for children<sup>41</sup>. Despite this, many industry experts argue that a more robust data protection framework is needed to address privacy concerns adequately.

A significant debate in the U.S. regulatory landscape centers on **self-regulation vs. government intervention**. The prevailing stance has favored self-regulation, with OTT platforms implementing their own content guidelines, user policies, and parental controls. Platforms like Netflix and Disney+ have developed comprehensive self-regulation policies to ensure compliance with internal standards while avoiding explicit government censorship<sup>42</sup>. Critics, however, argue that this approach inadequately protects users, especially children, from inappropriate content and data exploitation, suggesting that some level of government intervention may be necessary. This debate remains unresolved, with industry stakeholders and lawmakers divided on the ideal balance between platform autonomy and regulatory oversight.

-

<sup>38</sup> Federal Communications Commission, OTT Services and Broadcast Regulations: A Comparative Analysis, 2020

<sup>&</sup>lt;sup>39</sup> Federal Communications Commission, OTT Services and Regulatory Oversight, 2020.

<sup>&</sup>lt;sup>40</sup> United States Congress, Net Neutrality Act, 2019.

<sup>&</sup>lt;sup>41</sup> Children's Online Privacy Protection Act (COPPA) and Video Privacy Protection Act (VPPA), United States.

<sup>&</sup>lt;sup>42</sup> Netflix, Inc., Self-Regulatory Practices and Content Policies, 2021.

#### 4.2 European Union

The European Union has adopted a more comprehensive regulatory approach to OTT platforms, focusing on content standards, user protection, and data privacy. Two key regulations stand out in the EU's framework: the Audiovisual Media Services Directive (AVMSD) and the General Data Protection Regulation (GDPR).

The AVMSD, revised in 2018, extended many broadcast standards to OTT platforms, requiring them to adhere to specific content regulations, including protections for minors, the prohibition of hate speech, and a minimum quota for European-produced content<sup>43</sup>. This directive mandates that OTT services maintain a certain level of European content in their libraries, aiming to support local culture and media industries while balancing foreign influences. Each EU member state has the autonomy to implement the AVMSD according to its legal framework, resulting in varying levels of enforcement across the region<sup>44</sup>.

The GDPR further strengthens data privacy protections, setting stringent standards for how OTT platforms collect, store, and process user data. Under GDPR, OTT platforms must obtain explicit consent from users for data collection, provide transparency about data usage, and ensure user rights to data access, rectification, and deletion<sup>45</sup>. These regulations have had a profound impact on OTT services, requiring them to adjust their data handling practices to comply with GDPR standards. The GDPR has set a global precedent, influencing other jurisdictions to consider similar privacy legislation.

In practice, the EU's dual focus on content regulation through the AVMSD and user privacy through GDPR has created a more structured environment for OTT platforms, although member states differ in their interpretations and implementations. For example, France has imposed additional content standards on OTT providers, while countries like Germany maintain robust data privacy laws complementing GDPR<sup>46</sup>. This variation highlights the EU's complex but stringent approach to OTT regulation, blending centralized directives with member-statespecific nuances.

#### 4.3 Australia

Australia has taken a proactive stance in regulating OTT platforms, primarily through the Broadcasting Services Act 1992 and amendments that address digital content. The Australian Communications and Media Authority (ACMA) oversees these regulations, ensuring that digital content aligns with national standards and public expectations. Initially, the Broadcasting Services Act regulated traditional broadcast media, but amendments have extended its scope to include some aspects of digital and OTT content<sup>47</sup>.

One of ACMA's key responsibilities is enforcing content standards on OTT platforms, especially regarding the classification of material, hate speech, and protections for minors. Australia's regulatory framework mandates that OTT platforms adhere to age-appropriate content guidelines, requiring that platforms implement age verification systems and offer parental control options<sup>48</sup>. Additionally, the Online Safety Act 2021 strengthens ACMA's oversight, granting it powers to act against harmful content and enforce swift content removal when necessary49.

Australia has also introduced policies to support local content on OTT platforms. In 2021, the government proposed requiring streaming platforms to invest a portion of their revenue in Australian-produced content, similar

<sup>&</sup>lt;sup>43</sup> European Union, Audiovisual Media Services Directive and Digital Regulation, 2018.

<sup>&</sup>lt;sup>44</sup> France Ministry of Culture, *Implementation of AVMSD in France*, 2020.

<sup>&</sup>lt;sup>45</sup> European Commission, General Data Protection Regulation: Implementation and Impact, 2018.

<sup>&</sup>lt;sup>46</sup> German Federal Ministry of Justice, GDPR Compliance and National Data Privacy Laws, 2019.

<sup>&</sup>lt;sup>47</sup> Australian Government, Broadcasting Services Act 1992 and Digital Amendments, 2020.

<sup>&</sup>lt;sup>48</sup> Australian Communications and Media Authority, Content Standards and Online Safety Regulations, 2021.

<sup>&</sup>lt;sup>49</sup> Australian Online Safety Act 2021, Empowering ACMA to Enforce Digital Safety, 2021.

to EU's local content quotas<sup>50</sup>. This policy aims to protect Australia's cultural output and ensure that national content remains accessible amid the influx of international media. The Australian approach reflects a commitment to a regulated but flexible OTT landscape, balancing platform freedoms with public safety, local content support, and regulatory compliance.

## 4.4 Other Countries: Japan, Canada, and South Korea

Several other countries have developed their own regulatory approaches to address OTT platforms' unique challenges, often balancing content standards, data privacy, and local content promotion.

In Japan, OTT regulation has traditionally been light, with platforms largely self-regulated in terms of content standards. However, increasing concerns over data privacy have prompted Japan to strengthen its **Act on the Protection of Personal Information (APPI)**, imposing stricter data-handling standards for all digital services, including OTT platforms<sup>51</sup>. APPI amendments require explicit consent for data collection and increased transparency in how data is used, aligning Japanese privacy standards more closely with the GDPR.

Canada has moved toward regulatory integration between traditional broadcasters and OTT platforms. In 2021, the government proposed amendments to the **Broadcasting Act**, aiming to extend the Act's scope to include OTT platforms, with provisions that require these platforms to contribute financially to the production of Canadian content<sup>52</sup>. The Canadian Radio-television and Telecommunications Commission (CRTC) would be empowered to enforce these requirements, which include minimum content investments and local content visibility on platforms. This integration reflects Canada's approach to protecting cultural interests while maintaining fair competition in the media landscape.

In South Korea, the government has enacted specific guidelines to manage both content standards and user data protection for OTT platforms. The **Telecommunications Business Act** and **Personal Information Protection Act (PIPA)** outline strict requirements for data privacy, mandating that OTT platforms obtain user consent for data usage and providing users the right to request data deletion<sup>53</sup>. Additionally, South Korea has content rating standards that OTT providers must follow, particularly concerning violence and explicit material, to protect young audiences. South Korean authorities also monitor global OTT platforms for compliance with these local standards, ensuring that digital media respects the country's cultural norms and privacy expectations<sup>54</sup>.

Together, these international approaches illustrate the varied regulatory landscapes in which OTT platforms operate. While the U.S. adopts a more lenient stance favoring self-regulation, regions like the EU and Australia emphasize formal regulatory standards to address content, privacy, and local cultural preservation. Countries such as Canada and South Korea are moving toward harmonized regulation across digital and traditional media, reflecting a global trend of adapting traditional media laws to suit the unique challenges of OTT services.

## 5. Indian Regulatory Framework for OTT Platforms

## 5.1 Current Legal Scenario

In India, the rapid growth of OTT platforms has prompted regulatory scrutiny, with government bodies and the judiciary recognizing the need for frameworks to govern digital content. The **Ministry of Information and Broadcasting (MIB)** now plays a pivotal role in overseeing OTT platforms, a change that occurred in November

<sup>&</sup>lt;sup>50</sup> Australian Department of Infrastructure, Transport, Regional Development and Communications, *Local Content Investment Requirements for OTT Platforms*, 2021.

<sup>&</sup>lt;sup>51</sup> Personal Information Protection Commission of Japan, Amendments to APPI and GDPR Alignment, 2020.

<sup>&</sup>lt;sup>52</sup> Canadian Broadcasting Act Amendments, *Including OTT Services under CRTC Oversight*, 2021.

<sup>&</sup>lt;sup>53</sup> South Korean Telecommunications Business Act and Personal Information Protection Act, *OTT Data and Content Regulation*, 2020.

<sup>&</sup>lt;sup>54</sup> South Korean Ministry of Science and ICT, Cultural Standards and Compliance for OTT Providers, 2021.

2020 when the government officially placed digital media, including OTT services, under MIB's jurisdiction<sup>55</sup>. This shift reflects the government's intent to bring OTT content under formal regulation, akin to traditional media. The MIB's mandate includes addressing public grievances regarding OTT content, ensuring that digital platforms adhere to cultural standards, and maintaining accountability for content that could influence social norms.

The primary legislative framework governing digital platforms in India is the **Information Technology Act, 2000** (IT Act). Although initially focused on electronic commerce and cybersecurity, the IT Act has provided the foundation for regulating online content. Under Section 69A of the IT Act, the government has powers to issue directions for blocking online content in the interest of national security, sovereignty, and public order<sup>56</sup>. However, the applicability of these provisions to OTT platforms remained ambiguous until the enactment of the **Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules, 2021** (hereafter referred to as the IT Rules, 2021). These new rules introduced specific guidelines for digital media, including OTT services, establishing a three-tier grievance redressal system and mandating that platforms categorize content according to age appropriateness (U, U/A 7+, U/A 13+, U/A 16+, and A)<sup>57</sup>.

The IT Rules, 2021, also require OTT platforms to appoint compliance officers responsible for addressing grievances, ensuring that content aligns with the Code of Ethics, and removing flagged material within 24 hours if it is deemed objectionable. These rules are designed to give users a voice in content regulation while holding OTT platforms accountable for content that could incite violence, promote hate speech, or harm minors<sup>58</sup>. Critics, however, argue that the IT Rules, 2021, may impose excessive control over OTT content, potentially stifling creative freedom and violating principles of free expression.

#### 5.2 Discussion on Self-Regulatory Bodies

In addition to government oversight, India has developed self-regulatory bodies aimed at moderating content and addressing public grievances. One of the leading self-regulatory bodies is the **Broadcasting Content Complaints Council (BCCC)**, established in 2011 by the Indian Broadcasting Foundation (IBF). While initially created for television, BCCC has extended its guidance to include OTT platforms, with the aim of upholding standards that balance creative freedom with public decency and sensitivity<sup>59</sup>. BCCC provides a voluntary code for content and handles complaints related to obscenity, violence, and content potentially harmful to children.

With the growth of digital media, another self-regulatory body, the **Digital Media Content Regulatory Council (DMCRC)**, was established by the IBF specifically for OTT platforms. DMCRC's primary role is to oversee OTT content standards and manage complaints in alignment with the IT Rules, 2021. DMCRC operates under a self-regulation model, allowing platforms to self-govern while ensuring compliance with guidelines and responding to public complaints. Through this mechanism, DMCRC offers an alternative to government regulation, giving OTT platforms the flexibility to innovate while maintaining a standard of content appropriateness<sup>60</sup>.

Additionally, the Internet and Mobile Association of India (IAMAI) has developed a self-regulatory code called the Code of Best Practices for Online Curated Content Providers. This code, although not legally binding, serves as an ethical guideline for OTT platforms in India, addressing issues such as age-gating, parental controls, and responsible content creation. While IAMAI's code reflects a commitment to voluntary compliance, its non-binding nature has limited its effectiveness, especially given the increased demand for stricter regulation

<sup>&</sup>lt;sup>55</sup> Ministry of Information and Broadcasting, Government of India, *Notification on Bringing Digital Media under MIB Jurisdiction*, 2020.

<sup>&</sup>lt;sup>56</sup> Government of India, *The Information Technology Act, 2000: Provisions and Impact*, 2000.

<sup>&</sup>lt;sup>57</sup> Government of India, *Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules*, 2021, 2021.

<sup>&</sup>lt;sup>58</sup> Ministry of Electronics and Information Technology, IT Rules, 2021: A Summary of Compliance Requirements for OTT Platforms, 2021.

<sup>&</sup>lt;sup>59</sup> Indian Broadcasting Foundation, *Broadcasting Content Complaints Council (BCCC): Role and Code of Ethics*, 2011.

<sup>60</sup> Digital Media Content Regulatory Council, Overview and Functionality, 2021.

of OTT content<sup>61</sup>.

## 5.3 Analysis of Supreme Court Cases and Judicial Interpretation Concerning OTT Regulation

The Indian judiciary has played a significant role in shaping the legal discourse around OTT regulation, with several Supreme Court cases addressing content standards, censorship, and freedom of expression. In the landmark case of **Justice for Rights Foundation v. Union of India** (2020), the Supreme Court addressed the lack of regulation for OTT platforms, where petitioners argued that unregulated digital content violated cultural and moral standards<sup>62</sup>. Although the Court refrained from passing binding orders, it highlighted the need for a regulatory framework, which contributed to the development of the IT Rules, 2021.

Another critical case, **Kunal Kamra v. Union of India** (2021), raised questions about the constitutional limits on free speech concerning OTT content. In this case, the petitioners challenged the IT Rules, 2021, arguing that they imposed undue restrictions on freedom of expression and creative freedom. While the Supreme Court has yet to issue a final judgment, the case has sparked nationwide debate over the extent of permissible regulation for digital content under Article 19(1)(a) of the Indian Constitution<sup>63</sup>. These judicial observations suggest a cautious approach toward OTT regulation, with the judiciary emphasizing the need to balance societal standards with individual rights.

In the case of **Amazon Prime Video India Head Aparna Purohit v. State of Uttar Pradesh** (2021), the Supreme Court examined the criminal liability of OTT executives for objectionable content hosted on their platforms. Here, the Court ruled that OTT executives could be held accountable under the Indian Penal Code (IPC) if content hosted on their platforms incited hatred, promoted enmity, or offended religious sentiments<sup>64</sup>. This decision underscored the legal responsibility of OTT platforms to adhere to content standards and demonstrated the judiciary's willingness to impose accountability for harmful material.

These cases illustrate the evolving judicial perspective on OTT regulation in India. While the judiciary acknowledges the potential of OTT platforms as channels of creative expression, it also underscores the importance of responsible content dissemination, particularly in a diverse society. Supreme Court decisions reflect a nuanced approach, supporting regulatory frameworks that protect cultural values and prevent harmful content while avoiding excessive restrictions on free speech and creativity.

The Indian regulatory framework for OTT platforms thus operates on multiple levels: government-led rules, self-regulatory bodies, and judicial oversight. Each level addresses different aspects of OTT regulation, from content standards and data privacy to competition and accountability. This multi-layered approach reflects India's attempts to create a balanced regulatory environment, one that aligns with the country's constitutional values and protects the interests of consumers, creators, and industry stakeholders alike.

## 6. Comparative Analysis: Global vs. Indian Approach

## 6.1 Key Differences and Similarities Between India's Regulatory Landscape and Other Jurisdictions

The regulatory frameworks governing OTT platforms globally show a spectrum of approaches, from self-regulation to stringent government oversight. **India's regulatory landscape** shares similarities with regions like the European Union in its focus on content standards and user privacy, but differs significantly from the **United States**, where self-regulation and minimal intervention by the Federal Communications Commission (FCC) remain the norm<sup>65</sup>. India's regulatory environment also aligns with **Australia** and **Canada** in the application of content standards, especially for protecting minors and preventing hate speech, though it lacks the fully integrated

<sup>61</sup> Internet and Mobile Association of India, Code of Best Practices for Online Curated Content Providers, 2019.

<sup>&</sup>lt;sup>62</sup> Justice for Rights Foundation v. Union of India, Supreme Court of India, 2020.

<sup>63</sup> Kunal Kamra v. Union of India, Supreme Court of India, 2021.

<sup>64</sup> Amazon Prime Video India Head Aparna Purohit v. State of Uttar Pradesh, Supreme Court of India, 2021.

<sup>65</sup> Federal Communications Commission, OTT Services and Regulatory Oversight in the United States, 2020.

broadcast and digital media regulations found in those countries<sup>66</sup>.

In the **European Union**, the Audiovisual Media Services Directive (AVMSD) and General Data Protection Regulation (GDPR) collectively set comprehensive standards for both content and data privacy. India's **Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules, 2021 serve a** similar purpose, mandating a three-tier grievance redressal structure and establishing content ratings. However, while the EU framework includes enforceable data protection laws, India's Personal Data Protection Bill is still under consideration, meaning privacy protections for OTT users remain less robust<sup>67</sup>.

A unique element of **India's regulatory approach** is the emphasis on grievance redressal mechanisms, allowing citizens to file complaints about content that might violate cultural, religious, or social norms. This is in contrast to the **U.S.**, where First Amendment protections on free speech limit government intervention in content censorship. In comparison, **Japan** and **South Korea** similarly emphasize content control to align with cultural standards, but typically operate through a mix of self-regulation and selective government oversight rather than a structured grievance redressal approach<sup>68</sup>.

## 6.2 Arguments for and Against Self-Regulation in India, Based on the Global Context

The debate around self-regulation versus government-imposed frameworks for OTT platforms is particularly pronounced in India. **Arguments for self-regulation** focus on the creative freedom and operational flexibility it offers, with advocates suggesting that allowing platforms to self-regulate encourages innovation and diversity in content. This perspective mirrors the **U.S. model**, where self-regulation prevails and platforms like Netflix and Amazon develop internal content guidelines without strict oversight from the FCC<sup>69</sup>. Proponents argue that a self-regulated system in India would avoid bureaucratic constraints and allow OTT platforms to respond dynamically to audience preferences and cultural shifts, without risking content homogenization.

However, **arguments against self-regulation** emphasize the potential inadequacy of self-imposed guidelines in protecting public interests, particularly in a country as culturally diverse as India. Given the diverse sensibilities within India, critics contend that self-regulation might lead to inconsistent enforcement, with OTT platforms failing to adequately respond to content that could offend cultural, religious, or social sentiments. Opponents of self-regulation argue that without government oversight, platforms may not prioritize user protection adequately, especially concerning content harmful to children or content that promotes violence and hate speech<sup>70</sup>.

In regions like the **European Union** and **Australia**, mandatory regulations ensure that OTT platforms adhere to strict data privacy and content guidelines, reflecting a public interest-driven approach. India's regulatory model, with government oversight provided through the IT Rules, 2021, aims to strike a balance between the two, allowing a degree of self-regulation while mandating adherence to specific ethical standards and a formalized redressal mechanism<sup>71</sup>.

## 6.3 How Cultural, Economic, and Political Factors Influence Regulatory Frameworks

**Cultural factors** play a significant role in shaping India's regulatory approach, where the preservation of traditional values and sensitivity toward religious sentiments are paramount. Unlike Western countries where individual freedom in media content is highly valued, Indian society places greater emphasis on collective values, leading to tighter control over content that may be deemed offensive to public morality or national sentiment. Consequently, India's regulatory bodies emphasize mechanisms to monitor and respond to complaints regarding

<sup>&</sup>lt;sup>66</sup> Australian Communications and Media Authority, Content Standards and Online Safety Regulations, 2021.

<sup>&</sup>lt;sup>67</sup> European Commission, General Data Protection Regulation: Implementation and Impact, 2018.

<sup>68</sup> Japan Ministry of Internal Affairs and Communications, OTT Content and Privacy Regulation, 2020.

<sup>&</sup>lt;sup>69</sup> Netflix, Inc., Self-Regulatory Practices and Content Policies, 2021.

<sup>&</sup>lt;sup>70</sup> Internet and Mobile Association of India, Code of Best Practices for Online Curated Content Providers, 2019.

<sup>&</sup>lt;sup>71</sup> Government of India, *Information Technology (Intermediary Guidelines and Digital Media Ethics Code) Rules,* 2021, 2021.

OTT content, reflecting a societal expectation that media respect cultural standards<sup>72</sup>. This contrasts with the **U.S.**, where the First Amendment provides robust protections for free expression, and with **Japan**, where cultural norms are respected but often managed through less formalized oversight.

**Economic factors** also significantly influence OTT regulation. In India, affordable internet and high smartphone penetration have fueled OTT growth, leading to a competitive market dominated by both global giants and regional players. Regulatory frameworks thus need to accommodate this diversity, supporting local platforms while preventing market dominance by foreign entities. Countries like **Canada** and **Australia** have implemented policies to require OTT platforms to invest in local content production, a strategy India is also considering to support its film industry and regional content production<sup>73</sup>. By promoting local content quotas, India aims to strengthen its cultural identity in the OTT space and reduce the influence of foreign-dominated media.

**Political factors** further shape the regulatory landscape, with government intervention often reflecting broader political priorities. In India, national security and social harmony are central considerations, driving stricter content moderation policies in response to concerns about communal harmony and misinformation. This focus is reflected in the IT Rules, 2021, which mandate swift action against content that could threaten public order or incite violence. Countries like **South Korea** and **China** similarly use OTT regulations to maintain social stability and national security, though India's framework is less restrictive than that of China<sup>74</sup>.

In conclusion, India's regulatory approach to OTT platforms reflects a blend of global influences and domestic considerations, striving to balance creative freedom with societal values, economic support for local content, and political imperatives. This comparative analysis underscores the complexity of OTT regulation, highlighting how cultural, economic, and political factors converge to shape regulatory frameworks in ways that reflect each country's unique context. While India's evolving framework draws from global practices, it remains distinctly tailored to the country's multifaceted social fabric, regulatory needs, and market dynamics.

#### 7. Challenges in Regulating OTT Platforms

## 7.1 Technological Evolution and Regulatory Lag

The rapid advancement of technology often outpaces the ability of regulatory frameworks to adapt, creating a **regulatory lag** in OTT content oversight. New features and innovations, such as AI-driven content recommendations and immersive media experiences, evolve faster than legal systems can accommodate, resulting in frameworks that may be outdated or ineffective<sup>75</sup>. This gap leaves regulators struggling to address issues like real-time content moderation, data protection, and user privacy, as existing regulations fail to capture the nuances of emerging OTT technologies<sup>76</sup>.

## 7.2 Balancing Free Expression with Regulatory Restrictions

A core challenge in OTT regulation is **balancing freedom of expression** with necessary content restrictions. OTT platforms allow for diverse, sometimes controversial content, fostering creative freedom. However, regulators face pressure to impose content restrictions, especially concerning obscenity, hate speech, and content potentially harmful to minors<sup>77</sup>. Excessive regulation risks stifling creativity and self-expression, while insufficient oversight may lead to public dissatisfaction and calls for stricter content standards. The challenge lies in maintaining this

<sup>&</sup>lt;sup>72</sup> Indian Parliamentary Standing Committee on Information Technology, *Regulating OTT Content: Challenges and Opportunities*, 2021.

<sup>&</sup>lt;sup>73</sup> Canadian Broadcasting Act Amendments, *Including OTT Services under CRTC Oversight*, 2021.

<sup>&</sup>lt;sup>74</sup> South Korean Ministry of Science and ICT, Cultural Standards and Compliance for OTT Providers, 2021.

<sup>&</sup>lt;sup>75</sup> Australian Communications and Media Authority, Challenges in Regulating Emerging Digital Platforms, 2021.

<sup>&</sup>lt;sup>76</sup> European Commission, Policy Implications of Rapid Technological Evolution in OTT Services, 2020.

<sup>&</sup>lt;sup>77</sup> Indian Parliamentary Standing Committee on Information Technology, *Balancing Free Speech and Content Regulation on OTT Platforms*, 2021.

balance, ensuring content freedom without compromising cultural or ethical values<sup>78</sup>.

#### 7.3 International Cooperation and Extraterritorial Jurisdiction Issues

OTT platforms operate globally, often with content accessible across borders, which introduces **jurisdictional complexities**. Regulations in one country may not align with those in another, leading to conflicts over which laws apply to transnational content<sup>79</sup>. Issues like data privacy, censorship, and content standards vary widely, creating challenges in enforcement and compliance. Countries are increasingly recognizing the need for **international cooperation** to develop cohesive standards for OTT regulation, especially on matters such as cross-border data flows and extraterritorial enforcement<sup>80</sup>.

#### 8. Conclusion

The evolution of OTT platforms has reshaped global media consumption, presenting unique regulatory challenges due to the borderless, digital nature of these services. Regulatory frameworks are essential for balancing user protection, data privacy, and market fairness while allowing creative freedom. India's regulatory model, with the IT Rules, 2021, strives to create a balanced approach by incorporating government oversight, self-regulation, and judicial review. Comparing India's framework with global approaches reveals a shared emphasis on content standards and user protection, though India's approach remains distinct due to its strong cultural and social focus. Going forward, international cooperation and adaptable frameworks will be crucial for managing the global impact of OTT platforms in a way that respects diverse cultural and legal priorities while promoting responsible innovation.

### References

- 1. Motion Picture Association, The OTT Market: Growth and Opportunities, 2021.
- 2. Telecom Regulatory Authority of India, Annual Report on the Indian Telecom Market, 2020.
- 3. KPMG India, Digital Future of OTT in India: Opportunities and Challenges, 2021.
- 4. Ministry of Information and Broadcasting, Government of India, *OTT Content and Public Complaints: An Overview*, 2021.
- 5. European Commission, General Data Protection Regulation: Implementation and Impact, 2018.
- 6. Competition Commission of India, Market Power and Competition in the OTT Sector: A Report, 2020.
- 7. Federal Communications Commission, Privacy Guidelines for Online Video Service Providers, 2020.
- 8. European Union, Audiovisual Media Services Directive and Digital Regulation, 2018.
- 9. Government of India, *Information Technology (Intermediary Guidelines and Digital Media Ethics Code)* Rules, 2021: A Brief Overview, 2021.
- 10. PricewaterhouseCoopers, Global Entertainment and Media Outlook 2021-2025, 2021.
- 11. Statista, OTT Market Size Worldwide, 2021.
- 12. KPMG India, The Rise of the Indian OTT Market, 2020.
- 13. Telecom Regulatory Authority of India, India's Telecom Sector and the OTT Surge, 2021.
- 14. FICCI-EY, Media and Entertainment Report, 2021.
- 15. Broadcast Audience Research Council (BARC), OTT Content Consumption Patterns in India, 2020.
- 16. Confederation of Indian Industry (CII), Future of Regional Content on OTT Platforms, 2021.
- 17. Ministry of Electronics and Information Technology, Government of India, *Digital Media Rules and Compliance Requirements*, 2021.
- 18. Australian Communications and Media Authority, *Challenges in Regulating Emerging Digital Platforms*, 2021.
- 19. Indian Parliamentary Standing Committee on Information Technology, *Regulating OTT Content: Challenges and Opportunities*, 2021.

<sup>&</sup>lt;sup>78</sup> Netflix, Inc., *Policy and Content Standards in the OTT Era*, 2021.

<sup>&</sup>lt;sup>79</sup> Federal Communications Commission, OTT Services and International Jurisdictional Challenges, 2020.

<sup>&</sup>lt;sup>80</sup> United Nations Conference on Trade and Development, *Cross-Border Digital Cooperation and OTT Regulation*, 2021.

- 20. Government of India, Personal Data Protection Bill, 2019: A Summary, 2019.
- 21. United States Congress, Net Neutrality Act, 2019.
- Children's Online Privacy Protection Act (COPPA) and Video Privacy Protection Act (VPPA), United States.
- 23. Netflix, Inc., Policy and Content Standards in the OTT Era, 2021.
- 24. France Ministry of Culture, Implementation of AVMSD in France, 2020.
- 25. German Federal Ministry of Justice, GDPR Compliance and National Data Privacy Laws, 2019.
- 26. Australian Government, Broadcasting Services Act 1992 and Digital Amendments, 2020.
- Australian Communications and Media Authority, Content Standards and Online Safety Regulations, 2021.
- 28. Australian Online Safety Act 2021, Empowering ACMA to Enforce Digital Safety, 2021.
- 29. Australian Department of Infrastructure, Transport, Regional Development and Communications, *Local Content Investment Requirements for OTT Platforms*, 2021.
- Personal Information Protection Commission of Japan, Amendments to APPI and GDPR Alignment, 2020.
- 31. Canadian Broadcasting Act Amendments, Including OTT Services under CRTC Oversight, 2021.
- 32. South Korean Telecommunications Business Act and Personal Information Protection Act, *OTT Data* and Content Regulation, 2020.
- 33. South Korean Ministry of Science and ICT, *Cultural Standards and Compliance for OTT Providers*, 2021.
- 34. Justice for Rights Foundation v. Union of India, (2020) S.C.C.
- 35. Kunal Kamra v. Union of India, (2021) S.C.C.
- 36. Amazon Prime Video India Head Aparna Purohit v. State of Uttar Pradesh, (2021) S.C.C.
- 37. United Nations Conference on Trade and Development, *Cross-Border Digital Cooperation and OTT Regulation*, 2021.