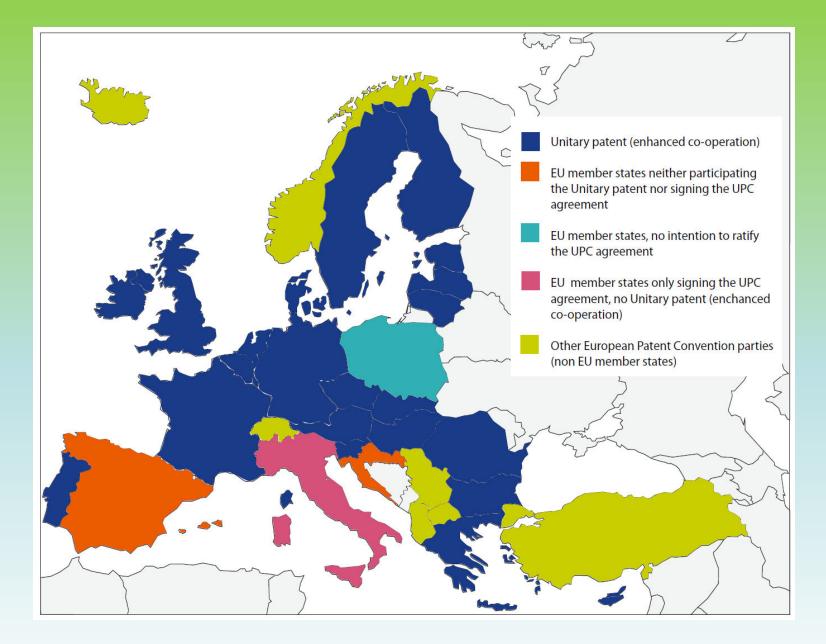
Unitary Patent and Unified Patent Court – the Czech Perspective

Kateřina Hartvichová INVENTIA s.r.o.





Source: Report "The European Patent Reform", Confederation of Finnish Industries

Position of the Czech Republic



The current position

- CZ participates in the Enhanced Cooperation (Unitary Patent Regulations)
- CZ has signed the UPC Agreement
- No ratification of the UPC Agreement yet
- CZ is not a member of the London Agreement



Conditions for CZ ratification

- We need to know what the impact of the state budget would be
 - Loss/benefit from renewal fees compared to the present situation?
 - Cost of the UPC?
 - A study of impacts will probably be ordered by the Ministry of Trade and Commerce, but only when all the variables are known – end 2015?

Preliminary impact studies so far by PL,FI,HU



Conditions for CZ ratification

- Sufficient quality of machine translations
- Necessary pre-condition for CZ participation in the UP/UPC system
- Necessary pre-condition for CZ accession to the London Agreement



UPC national/regional chamber

- Not yet decided
- Again, the costs must be clear
- Possible options:
 - -CZ?
 - CZ/SK?
 - CZ/SK/HU?
 - CZ/SK/PL?



Pressure groups

- Chamber of patent attorneys and patent attorney societies strongly opposed to ratification
- Unions of trade and commerce mostly in favour of the system (do they know all the risks?)



Conclusions

- CZ will not be among the first to ratify
- The ratification process will be started when
 - The budgetary impacts are known
 - The machine translations into Czech language reach a sufficient quality and reliability



Conclusions

- UP/UPC is an open system
- It is possible to be a free-rider
 - while the UP/UPC does not extend to the country's territory, national companies can benefit from the system
 - this would probably in long term adversely affect the "political" position of the country in IP field
- Probably, when most other countries join, CZ will join, too

Increase of valid rights

- At present, less than 10 % of granted EPs validated in CZ (2013: 4500/50 000)
- How many EPs will be validated as Unitary Patent when the system comes into operation?
- Negative effect on FTO of nationally operating companies



Personal Opinions



Qualitative impact on:

- Active users (patentees) companies
- Active users (patentees) R&D entities
- Passive users
- Patent attorney profession



Active users - companies

- Claimed Positives
 - Unitary patent protection throughout a substantial part of Europe easier to achieve
 - Lower validation costs really?
 - Lower maintenance costs really?
 - Easier and unitary enforcement of rights
- Negatives
 - Unitary nullity proceedings
 - In the beginning, no case law, no legal certainty
 - Limited FTO

Active users - companies

- Possible impacts
 - Need to cope with limited FTO
 - Higher costs for IP searches and FTO opinions
 - Fostering innovation?
 - Due assessment of FTO in an earlier stage (production stage, not export stage)



Active users – R&D

- Claimed Positives
 - Unitary patent protection throughout a substantial part of Europe easier to achieve
 - Lower validation costs really?
 - Lower maintenance costs really?
 - Easier and unitary enforcement of rights do they normally enforce?
- Negatives
 - Unitary nullity proceedings, loss of the whole patent do these users normally participate in nullity proceedings?

Active users – R&D

- Possible impacts
 - Need to cope with limited FTO when licensing out
- Potentially most benefiting type of users



Passive users

- Positives?
 - Due assessment of FTO in an earlier stage (production stage, not export stage)
- Negatives
 - Local businesses higher costs for IP and FTO searches and opinions
 - Possibly need to check the reliability of the translations
- General impact clearly negative
- Turning passive users into active ones?

Patent Attorneys

- Less work in validations (depending on country)
- More work in searches and FTO assessment
- Increase in filings?
- Need to involve in dissemination of information on IP and on the UP/UPC
- Need to be able to recommend the right type of validation



Viability of UP/UPC system

- A tough competition London Agreement
- In many fields obtaining protection for DE, FR, GB, CH, IT, ES, PL is essential, there is no point making products only for the remaining countries
- DE, FR, GB, CH cheap under London A.
- IT, ES, PL probably not participating in UP/UPC
- Why choose UP?

Thank you for your attention Dziękuję za uwagę

(machine translation)

hartvichova@inventia.cz

