Dids Macdonald, CEO of Anti Copying in Design and Gavin Llewellyn Partner, Stone King and ACID Legal Affiliate

It's time to get "IP Savvy!"







**London 23 May 2018** 





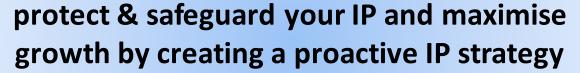
**About ACID** 

It's time to get "IP Savvy!"

London 23 May 2018









"imitation
isn't flattery if
it costs
you
YOUR
livelihood"

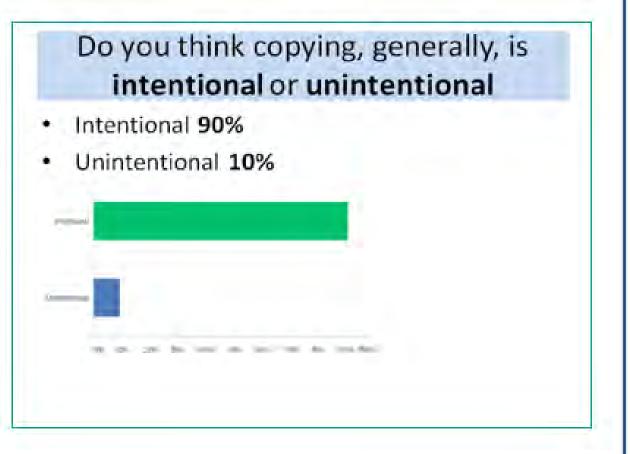






A brand of deterrence against IP & design crime

Recent ACID research confirms the need for creating a proactive IP strategy to protect your IP to enable growth







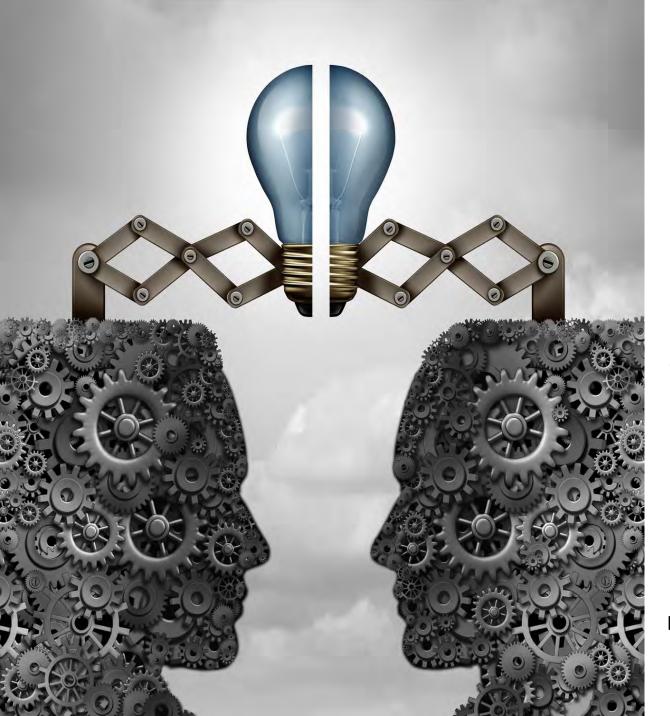
A brand of deterrence against IP & design crime





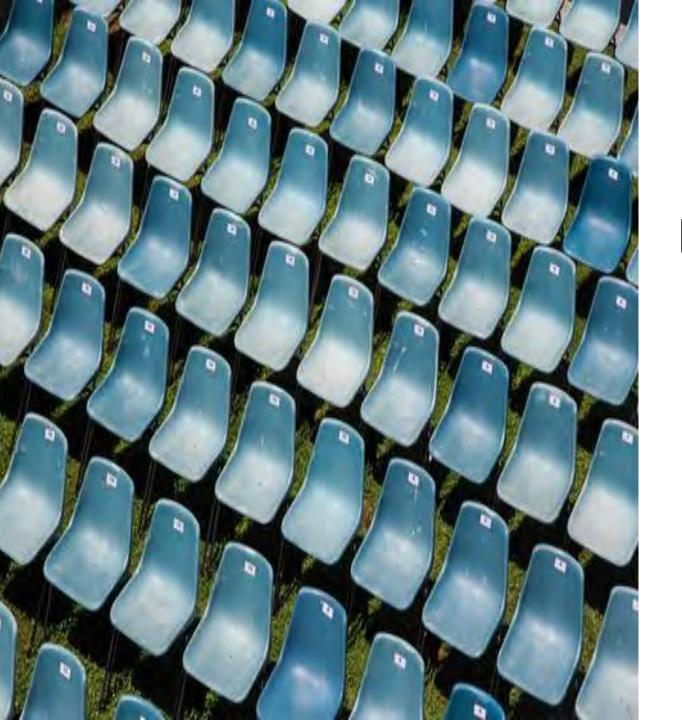
We **champion** original design, its **protection** and **enforcement** and work on behalf of our members as a leading UK campaign group for **design law reform**.

15 year ACID campaign resulted in 2014 IP Act and intentional infringement of a registered design is now a crime





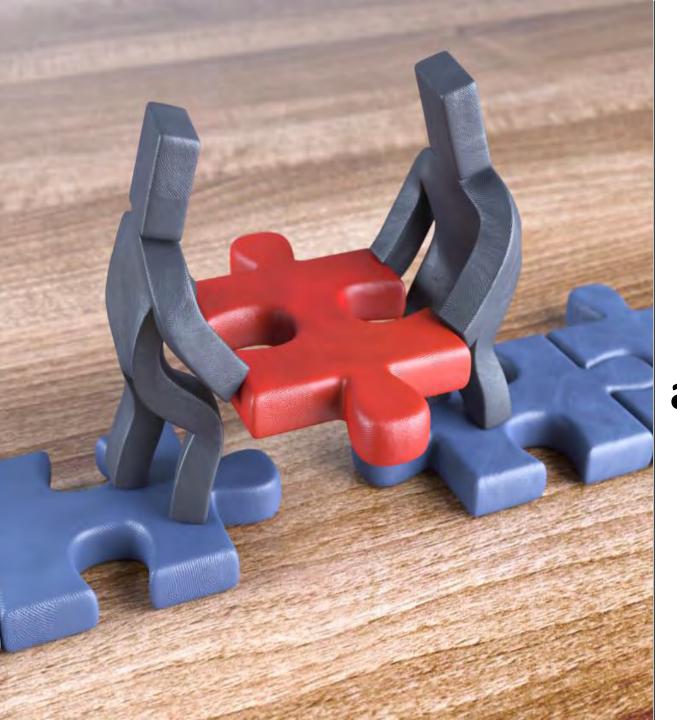
ballet, film, theatre, specialised photographic images, film libraries, screenwriting, independent film makers, universities, creative story telling, lifestyle picture libraries, screenwriting, creating digital content, graphic designers, performance practitioners, interactive system designers, visual arts, solicitors, independent film makers, architects, creating stories unleashing children's talent, washable, squashable children's high chair harnesses, online platforms, government, publications, graphic designers, brand image creators, not on the high street......





## Intellectual Property?

One size doesn't fit all needs!





# But there are common themes

"my ideas & writing skills are not just my brand, they represent me as a person"

"creating
graphic
design is how
I earn my
living"

"designing and making new products is how my workers earn and how we develop our business"

"my income includes royalties on the sales of **recorded music** which has been eroded **by illegal downloading** of music files"

"when we pitch, our innovative ideas & approach win the day!"

"our know how and trade secrets are what makes us unique to our customers"



How important is IP to your business?

"I need to understand and identify what IP I own relevant to my business and how I can leverage it better to achieve growth - and how I can protect it effectively"

© now and for the future.....



How important is IP to your business?





is a critical asset,
the **DNA** running
through most
creative businesses
whether micro or
macro





is a property right lease, sale, subletting, rent, share
you don't
want...squatting?
IP is about
ownership and
permission.

#### WHAT IS IP?

#### **Physical Property:**

House, car, house contents, clothes, belongings

#### **Intellectual Property:**

Copyrights, Patents, Trade Marks, Designs, Trade secrets









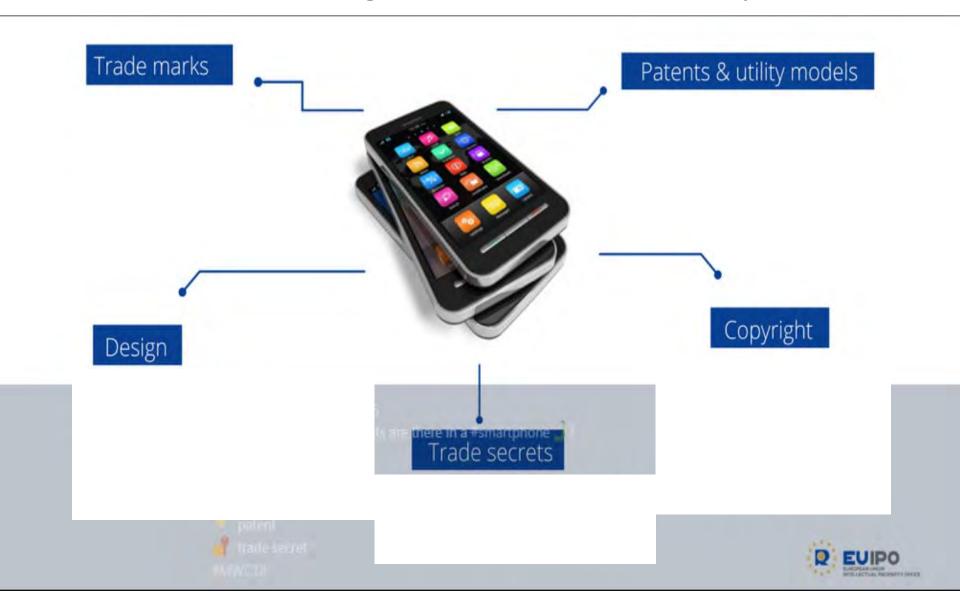


copyright

It's time to get "IP Savvy!"



#### Think about what IP rights there are in a smart phone!



#### **COPYRIGHT**

**Copyright:** Every new innovation or technology is protected by copyright almost by default. **No registration is required but ACID members can lodge on our IP Databank.** 

Books, newspapers, publishing, music, film, computer software, TV, radio, satellite, internet, databases, art, photography, surface decoration, typographical arrangements.

**70** years delivering strong protection for three generations.







This Photo by Unknown Author is licensed under <u>CC BY-NC-ND</u>

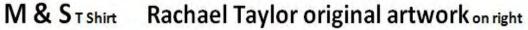
Thi Photo by Unknown Author is licensed under CC BY-SA



#### **COPYRIGHT**

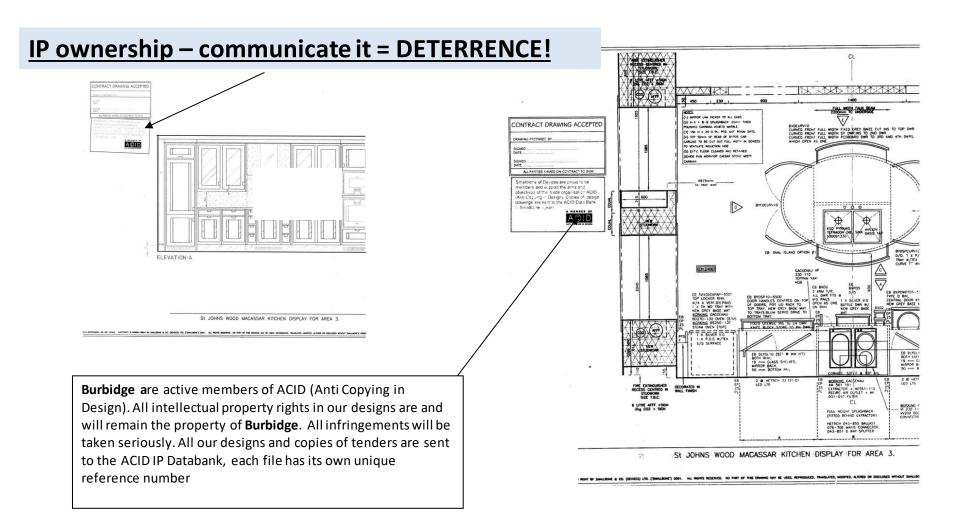
#### **Case study**







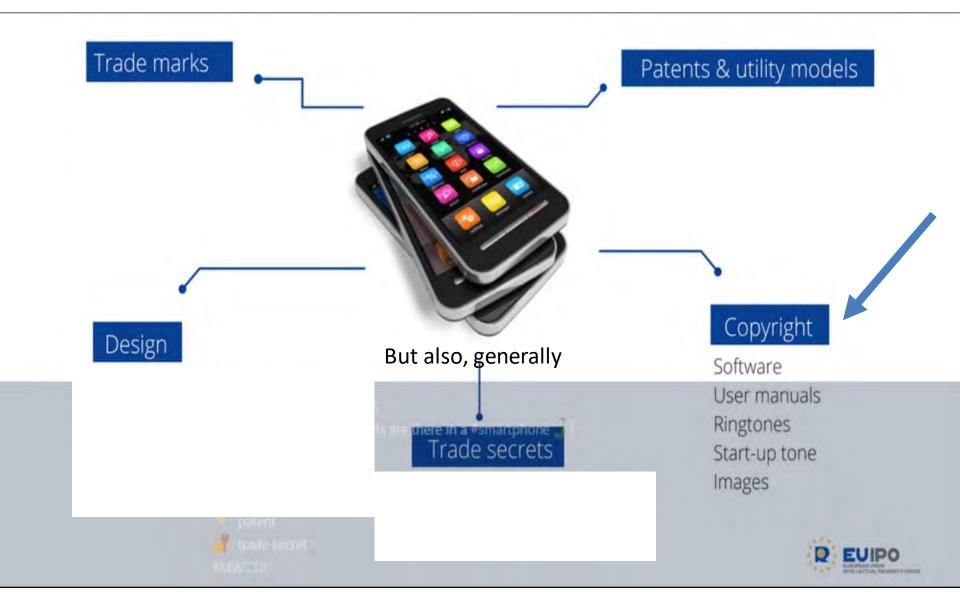
Rachael Taylor and Marks and Spencer



Members use the ACID brand to take every opportunity to communicate an anti copying message i.e. here to those who may take plans and copy them

Use design drawing plans to communicate your IP ownership and creation

#### Think about what IP rights there are in a smart phone!





**The IP myths** - the most frequently asked questions or statements.

- How do I register my copyright?
- If someone else makes 7 changes or a certain percentage change to an artwork it becomes a new design?
- My freelance designer doesn't have any claim to the rights in our commissioned artwork
- If I do not include © symbol I will not benefit from copyright protection

#### TRUE OR FALSE?



#### **Essentials of an IP Strategy**

Don't fall into a trap that many do – know your IP rights and how they protect you





Design right

It's time to get "IP Savvy!"



#### **DESIGNS**

### Four different types of design protection in UK!

- UK registered designs
- EU registered designs
- EU unregistered designs
- UK unregistered designs

First 3 are all based on the same test. The 4<sup>th</sup> is different!





#### **DESIGNS**

#### **UK unregistered design rights**

- Protects functional designs
- Protects any original aspect of shape or configuration
- Lasts for 10—15 years

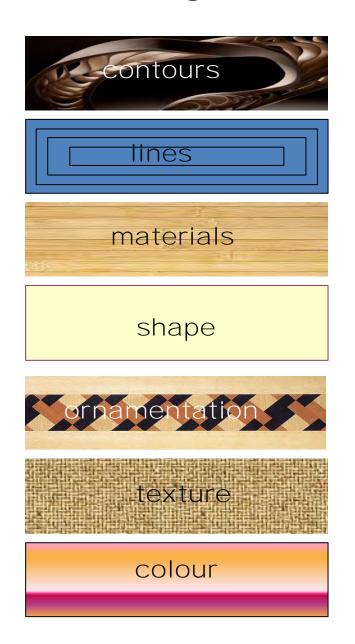
#### **EU (and UK registered) design rights**

- Protect the novelty and individual character of a design & in particular contours, shape, lines, colour, ornamentation, materials and texture
- Registered lasts 25 years
- EU unregistered design right lasts **3** years





#### UK and EU Registered Design

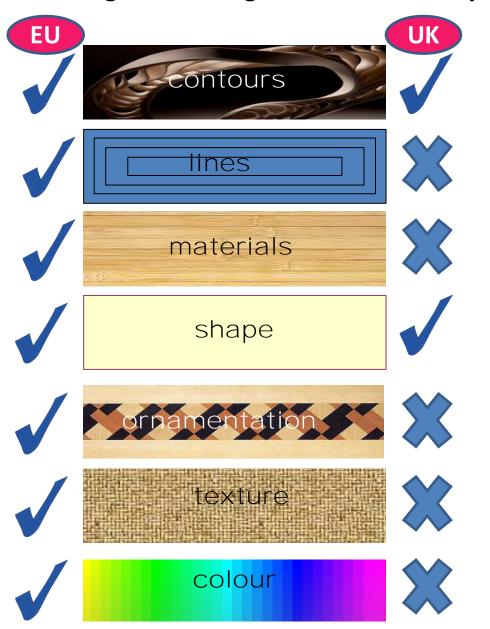




## Registration provides stronger protection against copying

"design" means the appearance of the whole or a part of a product resulting from the features of, in particular, the ...

EU unregistered design lasts 3 years
UK unregistered design lasts a max of 15 years





What is the difference between EU unregistered designs and UK unregistered designs?

#### **Examples of registered designs**







Designs: registration, protection and enforcement

The aim of this guidance is to help designers when registering designs

OBTAIN THE BROADEST POSSIBLE PROTECTION



Find the **BEST WAY** to protect the shape of a product when registering your design

By filing LINE DRAWINGS

To represent the

SHAPE OF YOUR DESIGN



#### TRUNKI LESSONS LEARNED

To the right is a line-drawing #1 followed by a grey scale drawing (cad) #2 If you file using either

REMEMBER

to disclaim ornamentation & surface decoration #3



When selecting representations ensure they

#### **ACCURATELY**

reflect what the design is intended to protect and ask...

"How might the design be exploited by others a nd does the application cover this design" If filing a UK design and you want to protect the SHAPE either file in cad or, preferably, line-drawing and don't forget to use the

#### DISCLAIMER OPTION

to disclaim ornamentation & surface decoration. The key is

WHAT AM I TRYING TO PROTECT?



Consider making

#### **MULTIPLE APPLICATIONS**

when filing for UK registered design right protection, so file applications in **CAD** (using a disclaimer),

LINE DRAWINGS and in the various design COLOURS of the intended product range

## ENSURE CERTAINTY & CLARITY WHEN SUBMITTING REGISTERED DESIGN APPLICATIONS

Following the recent disappointing supreme court decision in the Magmatic Limited v PMS International Group plc judgment, concerning the iconic Trunki ride-on suitcase and the uncertainty that ensued, the Intellectual Property Office (IPO) has issued a practice notice <a href="https://www.Gov.Uk/government/publications/designs-practice-notice-dpn-116">https://www.Gov.Uk/government/publications/designs-practice-notice-dpn-116</a> however, in an ACID survey 85% felt they would still need to consult a lawyer to register so acid has provided these ACID tips and advice for guidance on the use of representations of designs when applying for UK registered designs. They are not intended as legal guidance and you should always refer to the intellectual property practice notice.

"What you submit is what you rely on, so you've got to make sure it's right."

Dids Macdonald, ACID CEO.











# THE DESIGN SHOULD SHOW OUTLINE IN GREY SCALE





#### Think about what IP rights there are in a smart phone!







ACID IP
DATABANK for
unregistered
designs and
copyright works
- lock up your
IP, unlock
growth!



**The IP myths** - the most frequently asked questions or statements.

- If someone else makes my design in a different material it becomes a new design
- Registering designs is useless because if you make one slight percentage change in the design the registration is invalid
- I want to register my design to protect the way it works





#### **Essentials of an IP Strategy**

Don't fall into a trap that many do – know your IP rights and how they protect you



SK STONE KING

Trade marks

It's time to get "IP Savvy!"



### What is the value of a registered trade mark?





#### **Brand Protection**

A sign which is capable of being represented graphically - A sign which is capable of distinguishing the goods or services of one business from another.

#### **REGISTERED TRADE MARKS**

 Protects names, logos, slogans, shapes, smells. The most well known and best trade marks are invented names e.g., KODAK, ADIDAS, COCA COLA, BASS (the oldest TM)
 Confers monopoly

#### **PASSING OFF**

#### **Unregistered Trade Marks**

If you do not register – need to rely on common law, unsatisfactory!

Passing off difficult to prove

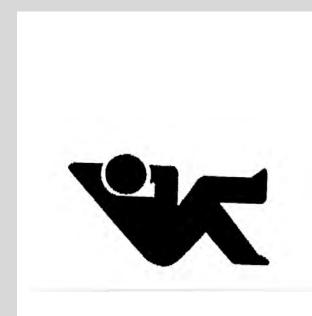


















#### logo

A combination of 3D Shape & colour

a 3D design

a word design

a sound

a single colour

a combination of colours





#### **Trade Marks**

**Split into different classes** 34 goods classes and 11 services

**Limited to territory** *e.g.* UK or EU or individual countries

Think about clearance searching

Post-registration – renewal typically every 10 years. If you don't use it, you lose it!

TM can be assigned and/or licensed

Enforcement very difficult outside UK if no registration

#### **Summary**

- Search before use & register for relevant goods and services
- Watch for 3<sup>rd</sup> party similar marks and oppose where necessary













Protecting brand value cannot be under-estimated – look how these brands are expanding their ROI



**Tutankhamun Exhibition Promotion** 

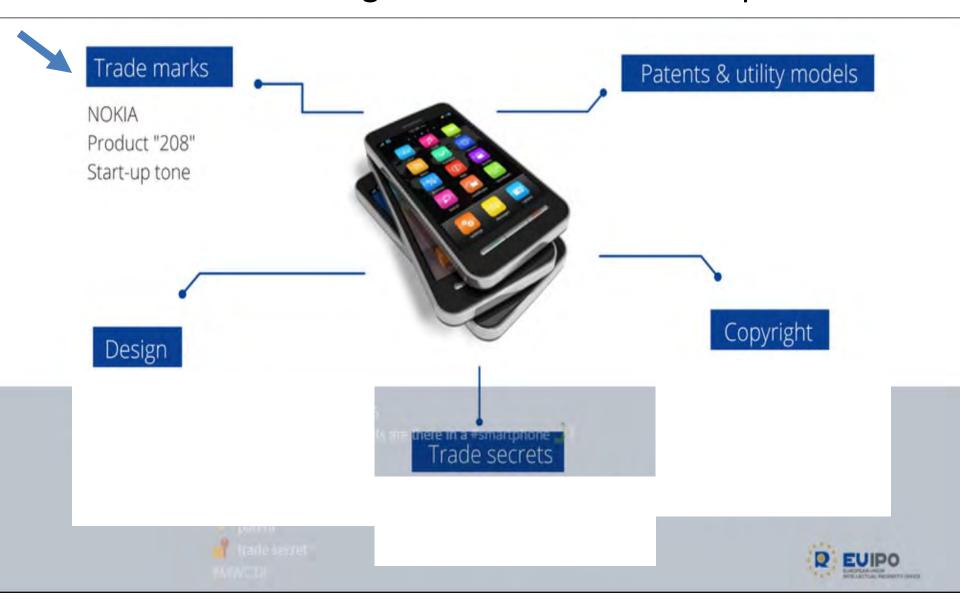
Community Trade Mark E2133908



#### ..and again, maximising ROI



#### Think about what IP rights there are in a smart phone!





**The IP myths** - the most frequently asked questions or statements.

 I have protected the name of my business because I have registered the name at Companies House



#### **Essentials of an IP Strategy**

Don't fall into a trap that many do – know your IP rights and how they protect you

#### TRUE OR FALSE?





**Patents** 

It's time to get "IP Savvy!"



**Patents:** Confer registered protection for innovation: new inventions or processes







MAR. 22, 1910. APPLICAL 995,361. Patented June 13, 1911. 5 SHEETS-SHEET 1. Fig. 6.



# P

**Patents:** Confer registered protection on new technological inventions or processes and confer on patent owner a **20 year monopoly** in return for disclosing how they have done it

Need to show that the invention is new (never done or disclosed before), contains an inventive step and is capable of industrial application

Pharma, computers, mobiles, technology, chemistry

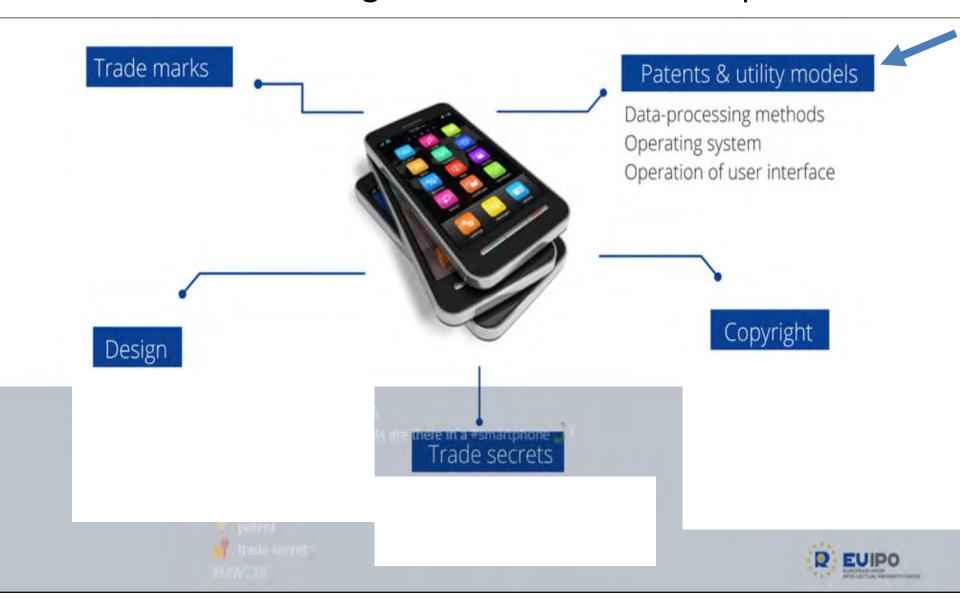
#### **Fees**

Stage	Apply online	Apply by post
Application fee	£20	£30
Search	£130	£150
Substantive examination	680	£100
Total	£230	£280





#### Think about what IP rights there are in a smart phone!





**The IP myths** - the most frequently asked questions or statements.

- Where can I patent my design?
- If I disclose my patent to someone else before I register, I can't then apply for a patent?



#### **Essentials of an IP Strategy**

Don't fall into a trap that many do – know your IP rights and how they protect you

#### TRUE OR FALSE?



SK STONE KING

Brexit & Design

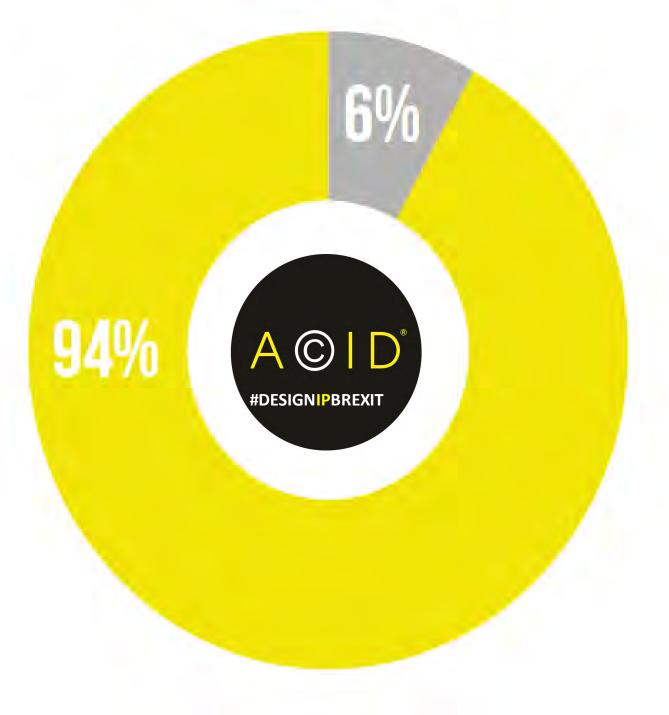
It's time to get "IP Savvy!"



SHOULD EU
UNREGISTERED DESIGN
RIGHT MIRROR UK
UNREGISTERED DESIGN
RIGHT AND LAST FOR
15 YEARS INSTEAD OF 3
YEARS?

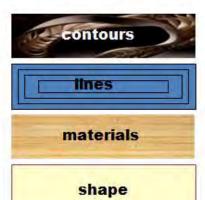














texture

colour



## Rob Law, MBE., MD of Magmatic t/a Trunki

"My company Magmatic Ltd T/A Trunki designs & manufactures children's travel products. We employ **80** people at our HQ in Bristol and manufacturing facility in Plymouth. Our t/o is approximately **£8.5million**, all of which is generated by products protected by registered and unregistered design.

If we lose protection of our unregistered rights in 28 member states, and are unable to enforce our rights, we predict approximately 25% of our sales could be lost. This could effectively quarter our turnover and lose approximately 20% of our workforce."









**Images** 

It's time to get "IP Savvy!"



#### **Typical surgery question**

What does a product photographer do when a design magazine uses their lifestyle images, that the photographer styled, shot and holds the rights to, WITHOUT prior consent, WITHOUT offer of any payment or a credit?



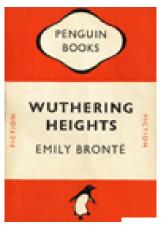


## LICENSING BASICS AND CASE STUDY ARTS MEETS MATTER AND PENGUIN

















Using licensing effectively to maximise IP

Connecting natural affinity between books and leisure and translating this into an exciting range of products

Penguin had the vision to see the potential designer had creative thought and business acumen to make this happen

**IP rights** are the assets of your business and can be leveraged like any other asset

A way of generating revenue where insufficient resources or manpower (e.g. new territories, new manufacturing techniques/media)

A way to spread your brand's reach (geographical and product/service)

Types of licence – do you know the difference?

- Exclusive
- Sole
- Non-exclusive



Using licensing effectively to maximise IP



Who owns the rights? A licence is not an assignment. Interpretation – definition of the terms, what do they mean?

**Grant of Licence** – Don't confuse sole, exclusive and non-exclusive licences

**Financial Provisions** – Who's paying what, how will it be managed, how will it evolve?

**Use of Licensor's name** – Acknowledgement!

**Adaptations/Modifications** – Explaining the rules!

**Confidentiality** – Respect for confidential nature of information passing between parties



Using licensing effectively to maximise IP



**Duration** – how long will the agreement last?

**Termination** – mechanism for ending the agreement & what happens afterwards

**Communication** – confirms contact addresses

Which country? – confirms Governing Law and Jurisdiction

IF CLAUSES CAN'T BE AGREED — don't play email (legal) ping pong, it can be expensive



Using licensing effectively to maximise



**ROYALTIES – HOW MUCH? WHAT PERCENTAGE?** 

Large % of a small pie?

Small % of a large pie?



Using licensing effectively to maximise IP



WHAT TO DO IF YOU ARE COPIED?







#### What to do if your IP is infringed?





What is the first answer to this question?

Don't panic — it can be an emotional time — a knee jerk reaction is the worst reaction!

#### What to do if your IP is infringed?

**Evidence** – identify your rights & IP ownership and seek advice as to how to assert them

**Gather as much evidence/information as possible** – it will save time later

**Groundless threats** - Beware! - If you wrongfully threaten someone, there can be significant consequences. Ensure you have the correct facts before you make contact with the alleged infringer

**Copyright/design rights** - Generally the person who created the copyright work/design (or their employer) is the owner of the copyright/design right



What to do if your IP is infringed?



### If relying on **unregistered design** do you have an **IP** audit trail?





Gather **evidence** and Seek **advice** – don't panic!

Relying on a registered design? You don't have to prove copying

If unregistered design gather your design audit trail evidence (ACID IP Databank). Often a strongly worded letter before action with supporting evidence will be enough to settle a case

#### **Case Study**

You commission a freelance web programmer to create a website for you....





What to do if your IP is infringed?

#### **Case Study**

You commission a freelance web programmer to create a website for you and you also commission a photographer to create images for the main page. The website is finished, you pay the developer in cash and use it for a year. Then...

You discover the web site creator creates his own identical website and you see that the photographer is selling the images you used on your site.

**Can you assert** a case of copyright infringement?



## What to do if your IP is infringed

- Screenshot and date every single website and infringing use of your IP.
- Your solicitor (and wallet) will thank you for it!

VITAL EVIDENCE!

## ESSENTIALS OF A PROACTIVE IP STRATEGY













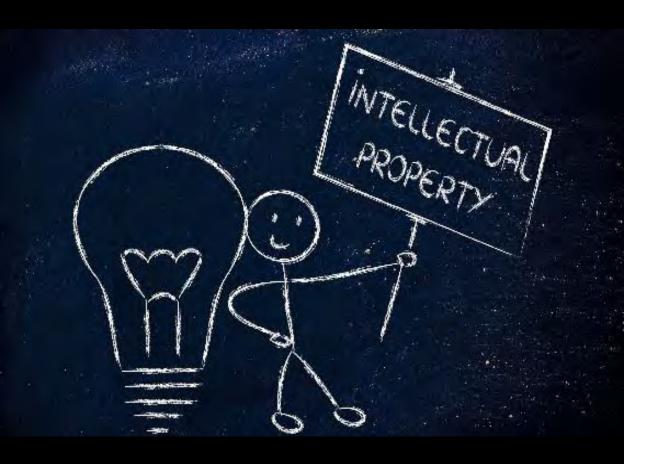
Essentials of an IP Strategy

Start by creating one!

**Step ONE!** 

Recognise and Value your intangible assets

#### Know and learn about...



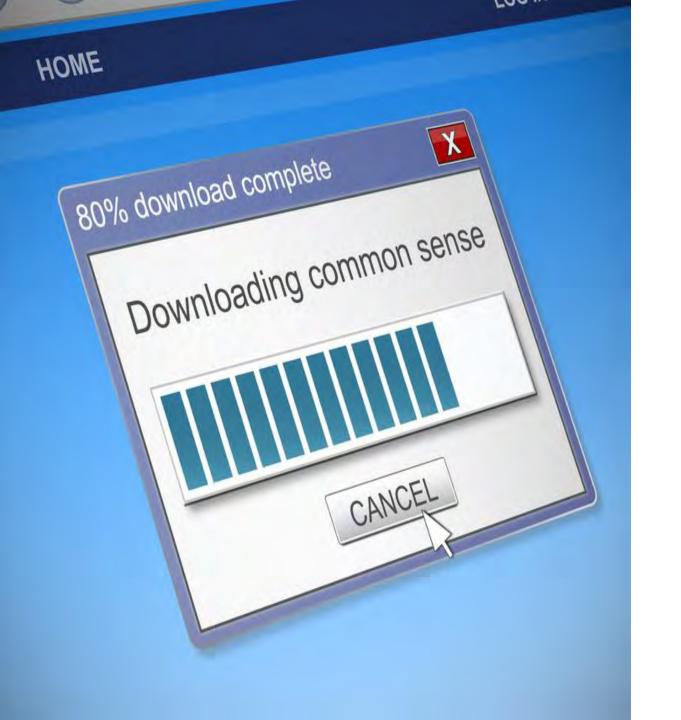


Essentials of an IP Strategy

**Step TWO!** 

Become IP "savvy!"

By attending days like this!



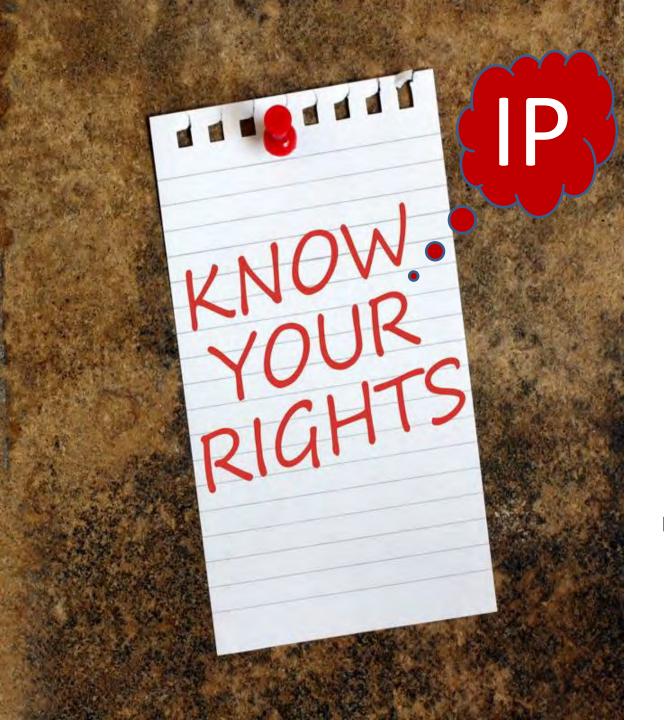


Essentials of an IP Strategy

**Step THREE!** 

IP isn't rocket science!

Think about practical steps.





Essentials of an IP Strategy

**Step FOUR!** 

Identify and understand the IP rights that protect your brand!



Know your design right from your copyright, your trade marks from your patents - understand the "myths" about IP.



Essentials of an IP Strategy

**Step FIVE!** 

Learn about IP protection and enforcement



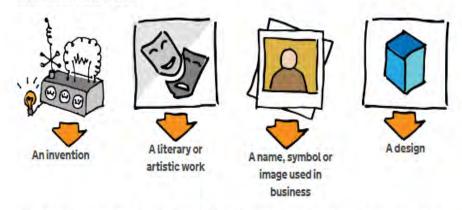
#### Intellectual Property Training



#### What is intellectual property?

## IP TUTOR – A GOOD WAY TO LEARN ABOUT IP

Intellectual Property (IP) concerns creations of the mind. IP can be:



IP can be protected by patents, trade marks, design and copyright (known as IP rights) and gives ideas their value. Without protection IP becomes less valuable. IP rights protect your work. Whether you design, invent, write, perform or research, IP matters.

In 2013, Apple was ranked as the most valuable brand in the world by leading business magazine Forbes. Apple's success is partly due to their approach to business, but





If your IP is infringed in another territory where is your IP support? Have you registered your IP in that country? BRIC countries – Help at hand with IP attachés



Essentials of an IP Strategy

**Step SIX!** 

Identify the territories in which you trade





**Step SEVEN!** 

**Agreements** 

Trade
Secrets/employees –
guard confidential
information carefully





**Step SEVEN!** 

Create confidentiality agreements for sensitive information





**Step SEVEN!** 

Who owns the IP – clarity of ownership is essential





**Step SEVEN!** 

If you've got a good idea – keep it safe!





**Step EIGHT** 

Encourage an ethos of respect, compliance and respect for intellectual property!

## Ethics

Ethics in business moral principles moral principles rules and regulation of right conduct reconstitutes that guide to





**Step NINE!** 

Keep watch, look at the competition, who is copying you? Is your brand safe?





**Step NINE!** 

If you are unlucky enough to experience design infringement – prove a design audit trail of key stages





Step NINE!
Get expert sector IP
advice, ACID,
specialist IP lawyers &
IPO







**Step NINE!** 

Choose battles carefully –
is there quantifiable loss?
Evidence of IP ownership?
£ Size of opponent?
Publicise any settlements
as part of a proactive IP
strategy





**Step TEN!** 

Positive Communication

If you don't want to be copied, say so!

© Fantastic Designs 2015 and/or

All intellectual property rights are and will remain the property of Fantastic Designs.co.uk. Any infringements will be taken seriously

or



All intellectual property rights are and will remain the property of Fantastic Designs.co.uk. Any infringements will be taken seriously

Websites, email signatures, marketing materials invoices, advertisements, press releases, plans, design drawings



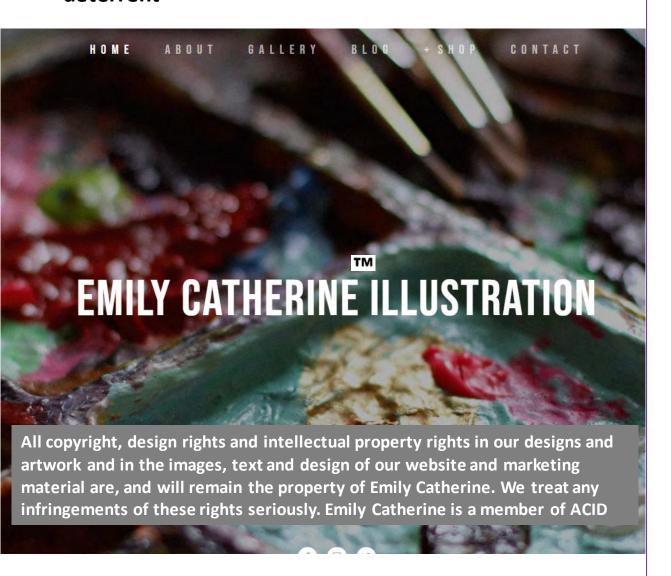
**Essentials of an IP Strategy** 

**Step TEN!** 

If you don't want to be copied, say so! But how?



## Other ways to communicate a proactive IP message deterrent





© Emily Catherine May 2018

**TM** Emily Catherine



**Emily Catherine** 

## Other ways to communicate a proactive IP message deterrent

#### **EMILY CATHERINE**

Initial development phase of no more than three edits of each commissioned artwork

CLIENT: BBC TV

PROJECT: illustrations for new series of Artists at Work

RESPONSE TO TENDER

17 May 2018

All intellectual property rights belong to Emily Catherine. Any infringement will be taken seriously. A copy of these proposals has been sent to the ACID (Anti Copying in Design) Copyright & Design Databank <a href="https://www.acid.uk.com">www.acid.uk.com</a>





© Emily Catherine May 2018

**TM** Emily Catherine



**Emily Catherine** 





### "Naming & Educating!"

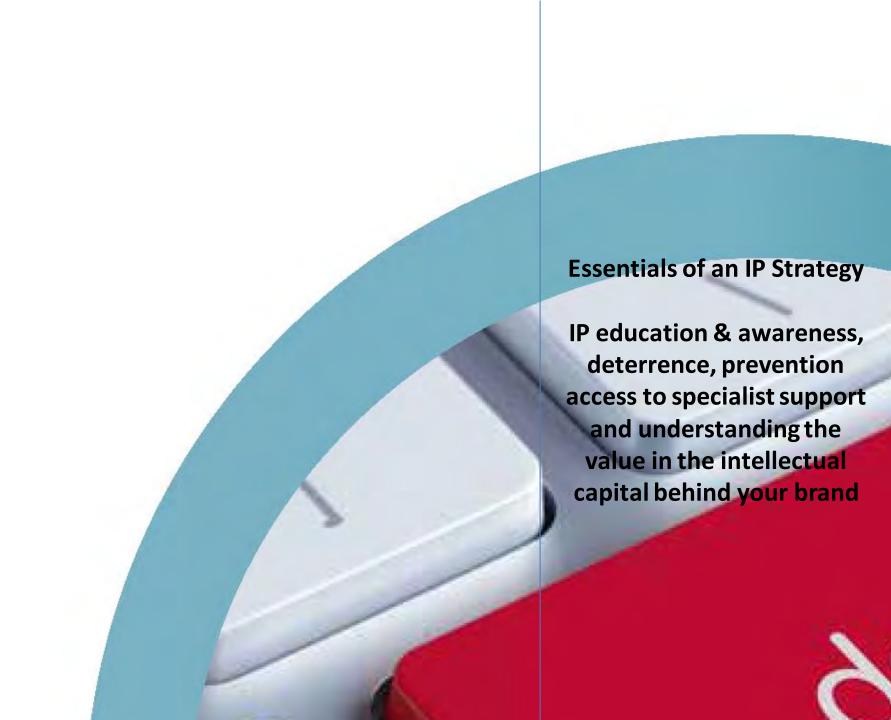
ACID has had 1000's of settlements & publicise them all even if there is a confidentiality agreement – there are ways around this! Social Media – spot the difference? Original or copy?





"The UK is excellent at creating IP but not so good at looking after it."

Ian Livingstone Creative Industries council







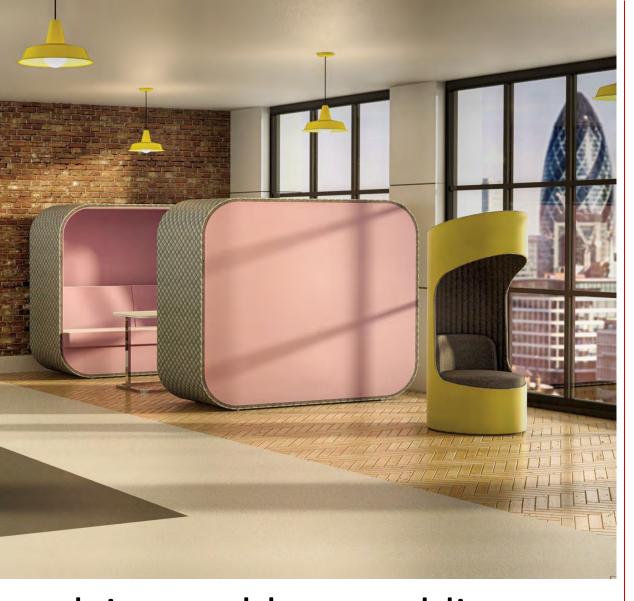
from iconic...

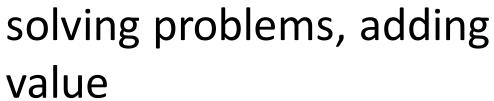
A George II writing chair part of the Frederick Parker collection

### ...to everyday, design is all around











Design matters....

# You're so sweet...



HAPPY VALENTINE'S DAY



Design matters....

Making us happy, knowing we are loved!

# I E AC DI ESI

#### **THANK YOU!**

Ensure you know your IP rights to protect what you create

ACID is here to help you and thank you to CDW for hosting us today!

@acid\_tweets
@TheDesignLawyer

Get IP savvy NOW!

Dids Macdonald, CEO of Anti Copying in Design & Gavin Llewellyn, Partner Stone King and ACID Affiliate Lawyer Dids Macdonald, CEO of Anti Copying in Design and Gavin Llewellyn Partner, Stone King and ACID Legal Affiliate

**THANK YOU!** 

www.stoneking.co.uk www.acid.uk.com

**London 23 May 2018** 





