

### The importance of IP in China

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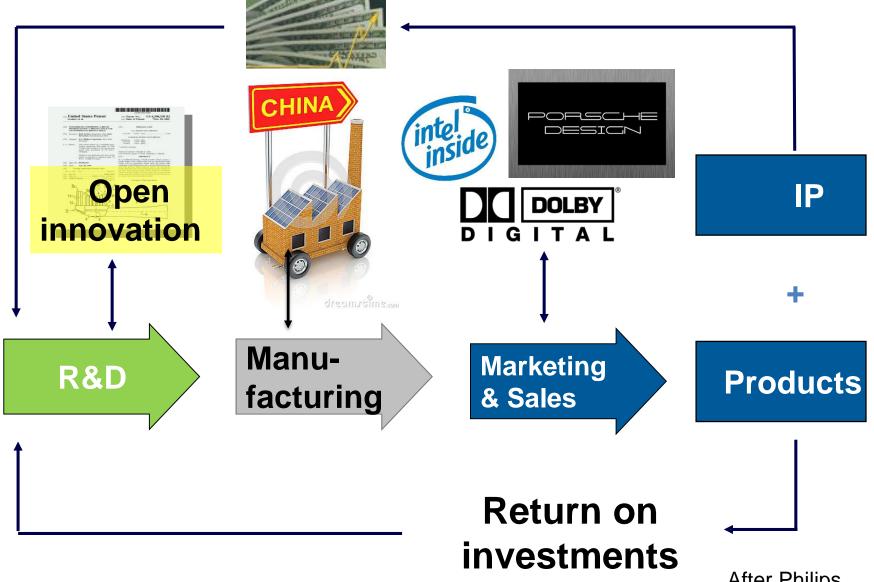


# **Agenda**

- Intellectual economy and the 4<sup>th</sup> industrial revolution
- Why is China important?
- How to deal with IP in China?



# Intellectual Economy





### **Fourth Industrial Revolution**

 Integration of supply chain and producers means innovations need to be shared → Need to define who owns what

Thus: Intellectual Property will become even more important

Supply chain is all over the world → IP strategy: CN important





### Why is China important?



- World class industry has been established
- World standard infrastructure is being built up quickly
- Influential and stable Government
- Many excellent universities and huge pool of talented people
- Market is huge
- Labor is cost effective
- All IPR laws and treaties are in place

Being successful in China is mandatory for future business success



#### How to deal with IP in China?

#### 1. Local IP expertise:

build CN expertise locally

#### 2. Create awareness:

- Good relations with government
- Share IP knowledge
- Get know-how over CNs IP via EPO espacenet

#### 3. Create IP in CN:

build up patent / trade mark / design portfolio

#### 4. Extract value out of IP:

License the IP portfolio and enforce IP rights



### 1. Local (IP) expertise

Local IP offices (and R&D), like Michelin, Philips, Vanderlande,







Cooperation between EU patent firms and CN patent firms:
 AIPEX - Linda Liu, or use service firms like Valipat









# 2. Create awareness

#### Cooperations:

- AIPEX Linda Liu Shenzhen
  IP Service Center
- Philips Universities, like Fudan





### 3. Create IP in China

In IP portfolio plans attention for CN:

- Create IP using an integrated IP management system:
  - What rights: patents, UM, trade marks, designs?
  - Special policy necessary?
  - Create IP from local R&D and standardization activities
  - Benchmarking competitors in CN





### 4. Extract value from IP portfolio

- Working together with CN firms via licenses
- Coping with unlicensed products from CN





## **Summary**

- Intellectual economy / 4<sup>th</sup> industrial revolution means IP is very important
- Being active in China is must for future business success
- IP in China:
  - Local expertise
  - Create awareness
  - Build IP portfolio
  - Exploit IP portfolio





# Thank you

for your attention!



# Wishlist for SIPO (slide not shown, but presented in discussion):

Key elements well functioning patent system:

High quality patents, Predictability, Harmonization

- High quality standards within Patent offices; enormous amount of utility models: 10 fold increase in numbers.
- Work together: exchange examiners, get to know way of working of other patent offices
- Adopt best practices (like classification system, EPO/google translations) and publish those for predictability
- No to actions like grace period that make patents unpredictable
- World-wide exhaustion is problem. Harmonize on local or regional exhaustion
- Harmonize in terms of substantive patent law, like inventive step, problem-solution, unity of invention etc., for instance SIPO gives a rejection for PCT-PPH in case non-clarity, even if other PPH offices have found novelty, inventive step and industrial applicable.