6 MAY 2016

Authors:

Arthur Artinian +44.(0)20.7360.8207 arthur.artinian@klgates.com

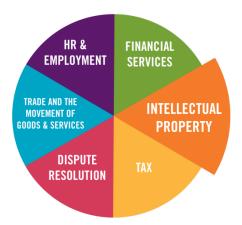
Ignasi Guardans +32.(0)2.336.1949 ignasi.guardans@klgates.com

Andrew Gilchrist +44.(0)20.7360.8148 andrew.gilchrist@klgates.com

Briony Pollard +44.(0)20.7360.8240 briony.pollard@klgates.com

K&L Gates Brexit Task Force

Clients can contact the firm with questions about the consequences of Brexit by email at brexit@klgates.com



BREXIT- Intellectual Property Rights

Registered Trade Marks

- Post-Brexit, the UK would no longer be part of the European Union Trade Mark (EUTM) system, formally known as Community Trade Mark (CTM) system. A registered EUTM would not, therefore, enjoy automatic protection in the UK and additional, UK national trade mark registrations will need to be applied for or obtained, if UK protection is desired. Transitional provisions to address the "gap" in protection would likely be negotiated by the UK Government to provide brand owners with an opportunity to secure national protection for existing EUTMs.
- Brand owners should consider whether it is sufficient to rely just on a EUTM, or if they should consider applying for separate UK (and other national) registrations as part of their brand protection strategy going forward. Businesses with significant brand launches planned for the rest of 2016 should consider this option in light of the current uncertainty.

Registered Designs

 The position with respect to registered designs post-Brexit will be similar to registered trade marks. Post-Brexit, the UK would not longer be part of the EU registered design system. Therefore, a Registered Community Design would no long enjoy automatic protection in the UK and additional UK rights may need to be applied for / obtained (if not already in place).

Patents

- The UK's participation in the European Patent Convention (EPC), which provides a legal framework for the granting of European patents via a single, harmonised procedure before the European Patent Office, will not be affected by a Brexit. Other non-EU members are also part of the EPC.
- However, if the UK ceases to be a member of the EU, UK businesses will be excluded from the Unitary Patent (UP) system.
 Strategic plans which involve filing of a UP rights or devising an enforcement strategy reliant on the UP system should be reviewed.

K&L GATES BREXIT BITES

Copyright

UK copyright is primarily regulated by national law. Rights are granted and enforced on a territorial basis
and supplemented by a number of applicable international conventions which are unlikely to be affected by
Brexit.

However, copyright law in the UK is partially driven by, and harmonised throughout, Europe, so a Brexit
may lead to complications further down the line, including with respect to the current digital single market
strategy, as the two legal systems diverge.

Enforcement

- As a result of its membership of the EU, the UK is subject to harmonised rules about the enforcement of
 judgments. For example, recognition and enforcement of civil and commercial judgements across member
 states is regulated by the Brussels I Regulation.
- If the UK ceases to be part of the EU, the laws of the EU and UK on enforcement may no longer be harmonised. Instead, matters would be dependent on domestic rules of law in the UK, which may lead to uncertainty and difficulties in the enforcement of legal rights and obligations.
- Rights owners should consider the impact of Brexit on existing court proceedings and whether remedies such as injunctions which are currently in place will be affected, as well as future litigation strategies for pan-EU issues.

Licensing

- Businesses who enter into commercially significant licence or distribution agreements should review the impact of Brexit (including any transitional provisions) on existing arrangements.
- Agreements which are entered into in 2016 should be 'future-proofed' by including provisions addressing
 potential territorial changes and changes to the nature and scope of the licensed IP rights.

K&L GATES

Brussels Austin Charleston Dallas Doha Dubai Anchorage Beijing Berlin **Boston** Brisbane Charlotte Chicago Fort Worth Frankfurt Harrisburg Kong London Los Angeles Melbourne Miami Milan Newark New York Hong Houston Palo Alto Paris Perth Pittsburgh Portland Raleigh Research Triangle Park San Francisco São Paulo Seattle Orange County Seoul Shanghai Singapore Sydney Taipei Tokyo Warsaw Washington, D.C. Wilmington

K&L Gates comprises approximately 2,000 lawyers globally who practice in fully integrated offices located on five continents. The firm represents leading multinational corporations, growth and middle-market companies, capital markets participants and entrepreneurs in every major industry group as well as public sector entities, educational institutions, philanthropic organizations and individuals. For more information about K&L Gates or its locations, practices and registrations, visit www.klgates.com.

This publication is for informational purposes and does not contain or convey legal advice. The information herein should not be used or relied upon in regard to any particular facts or circumstances without first consulting a lawyer.

© 2016 K&L Gates LLP. All Rights Reserved