

# Protecting Innovation in Blockchain Technology

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Technical Minds. Legal Muscle.

# **Protecting Blockchain and DLT Innovation**

- Patent Protection
- Brand and Trademark Protection
- Navigating in a fast-moving IP stream



#### **Patent Protection**

"Whoever invents or discovers any new and useful process, machine, manufacture, or composition of matter, or any new and useful improvement thereof, may obtain a patent therefor, subject to the conditions and requirements of this title." 35 U.S.C. § 101.



#### **Patent Protection**

- Not Patent Eligible:
  - Laws of Nature
  - Mathematical Equations\*\*
  - Natural Phenomena
  - Abstract Ideas\*\*

Hardware (e.g., mining ASIC) Software

**Use Cases** 



<u>**Trademarks</u>**: Developing proprietary names for software platforms, products that incorporate blockchain technology, blockchain services.</u>

- Approximately 1900 active trademark applications and registrations that cover "blockchain/block chain" goods and services
- Approximately 1600 active trademark applications and registrations for "cryptocurrency"
- Approximately 200 active trademark applications and registrations for "distributed applications"



Examples of registrations covering <u>software platforms</u> for developing, building, and operating distributed applications:

- HYPERLEDGER
- ETHEREUM
- RED HAT
- TENDERMINT



Example of registration for software licensing services

• **BITCOIN CASH** – pending for "computer software licensing" (license the mark for use by others in connection with peer to peer electronic bitcoin cash computer software – free user license)



**Certification Marks:** certify that those using your technology are using it properly, and that the quality of the services meet standards set by the owner.

- HOT WALLET, WARM WALLET, COLD WALLET -- certifications related to type of encryption/level of safety for **cryptocurrency** wallets and exchanges; certification related to digital currency
- CCSS (Cryptocurrency Certification Consortium) certifications for software and services relating to cryptocurrency technology

## SAIF

 pending for certification of blockchain technology regulatory compliance for facilitation of ICO's



## Navigating in a fast-moving IP stream

- Unique considerations for blockchain use cases
  - Global use cases, but IP enforcement remains largely local
    - Where to patent, how to patent, and what to patent?
    - Extra-territorial reach of US patent law? 35 U.S.C. 271(f)
  - Many actors/participants raises issues of divided infringement
    - Under what circumstances can one entity be responsible another's performance of, for example, a step in a method claim?
  - Open Source
    - Are there restrictions, implied or express, on your use of open source code?
  - GDPR: EU's General Data Protection Regulation
    - Right to be forgotten, right to edit, right to consent



### Navigating in a fast-moving IP stream

- Why should I care about IP?
  - Companies (practicing and non-practicing) and individuals are protecting their IP and obtaining patents
  - Patents are now a commodity
    - Bought, sold, and aggregated on the open market
    - Investors will look for ROI
    - If you become moderately successful, you will likely run up against someone (competitor, IP investor) looking to assert their IP rights
  - Patent pools, non-aggression agreements, defensive publications, monitor and kill, obtain defensive IP







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