Pitch book - Part 1 property rights ai.gents

12th of December 2021 - Version 1.5

© propérty rights algents

Author: Martin Azzouni

Legal notice due to NDA & copyright notice

In case of a non-disclosure agreement (NDA): This presentation as well as all contents discussed in writing or orally in this regard are subject to confidentiality, which may has been signed in advance by each (leagl) person in addition. For public readers & (legal) persons under NDA: Trademarks, word marks, word design marks, designs, including figures & characters, typefaces and colors are used solely in relation to this company, except for related commercially free use content.

For more information and questions please write an e-Mail to: contact@pra-software.com

12th of December 2021 - Version 1.5

Welcome!

To the digital revolution in patent business

12th of December 2021 – Version 1.5

Current Situation

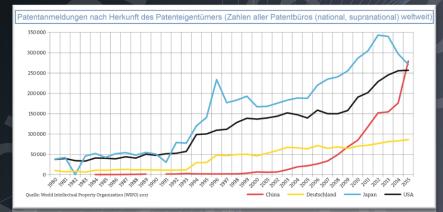
Patent trading & related commercial sector

12th of December 2021 – Version 1.5

Unbowed trend of increasing patent applications worldwide

In total more existing valid
patents than those epired

 Patent trading including judicial proceedings are an own commercial sector



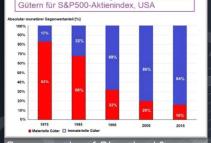
Patent apllications from 1980 to 2015 in China, Germany (Deutschland), Japan and USA (Zenglein & Wübbecke, 2018) – Slide is shown in German

12th of December 2021 – Version 1.5

Unbowed trend of increasing patent applications worldwide

 In total more existing valid patents than those epired

 Patent trading including judicial proceedings are an own commercial sector



Ionetary equivalent of intellectual property

assets for S&P 500 stock market index. USA

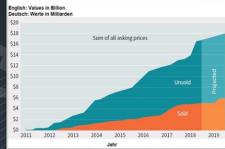
Monetärer Gegenwert von geistigem Eigentum

als immaterielles Gut verglichen mit materiellen

as intangible assets compared to tangible

Components of Standard & Poor`s 500 (S&P500) Market values – Blue bars are intangible assets such as patents (Staff members of OceanTomo, 2017) – Slide is shown in German

Weltweiter Patentmarkt von 2011 bis 2019 mit explizit privat gehandelten Patenten, die zum Verkauf stehen (Intangible Asset market - IAM)



Worldwide patent trading from 2011 until 2019 with estimated projections from the 2nd quarter 2018 (Richardson & Oliver, 2019, S.4) – Slide is shown in German

12th of December 2021 – Version 1.5

The patents, worth millions or billions of US dollars in terms of market turnover, are directly related to their broadly written patent claims and high resulting infringement and litigation risk. Every company is affected.

Prof. Dr. Toshiko Takenaka

Correlation of patent value, patent claims & patent infringement (Staff members of OceanTomo, 2017), (Takenaka, 2018a, S.16)

12th of December 2021 – Version 1.5

Patent trade and patent litigation are state-related

- Germany is Europe's largest patent applicant, industrial producer, patent market and sales market at the same time.
- Germany is the seat of the European Patent Organisation (EPO), the European Patent Office (EPO) and its Boards of Appeal.
- Germany is almost always the first state-related starting point for patent litigation or patent nullities in Europe.

(Horn, 2018) , (Eckardt & Klett, 2016, S.TYT), (Staff members of JUVE.de, 2018) 12th of December 2021 – Version 1.5 © property rights ai.gents

Patent systems

IP-Management and the judicial world

12th of December 2021 – Version 1.5

2

The two patent worlds before and after application

Patent or utility patent

Previously: Patent management as first chapter of IP-management: Theory, Technology & concept

Subsequently: Second chapter of IP-Managements after completed patent management: Implemented technology & innovation

(Partially) manual means of technology foresight, e.g. research Computer assisted means of technology foresight, e.g. white-spot-analysis Intern use for products & services External economic utilisation

IP-values for generating revenue

Licensing of IPRs

Cross-licensing of IPRs, e.g. for FTO

(Wich, 2016), (Ann, 2018c, s.9) 12th of December 2021 – Version 1.5

The two patent worlds in court in Germany

Patent court system (state-based – Germany as example)

Patent infringement

Patent nullity / Compulsory licence

Temporary injunction and 1st instance (District court) Appeal and 2nd instance (Higher regional court) Nullity proceedings (Federal patent court) Compulsory licencing (Federal patent court)

Appeal against refusal of leave to appeal and 3rd instance (Federal Supreme Court of Justice)

(Kirtley, DiBenedetto, Karakawa, Verstrepen, Martinitz, Azzouni, 2019) 12th of December 2021 – Version 1.5 © property rights ai.gents

Digitalisation

Automisation of processes and linking of the protagonists

12th of December 2021 – Version 1.5

3

How is everything connected?

Digitalisation of the patent sector

12th of December 2021 – Version 1.5

Connections of processes and protagonists

Unidirectional: Row influences or needs column						SIP					
PSC: New problem-solution-combination: Invention								X	X		
PIP: Patent infringement proceedings				(X)				X	x /	x	X
PID: Patent infringement detection		X						X			
PNA: Patent nullity action		(X)						X	x	X	X
PNS: Patent nullity search				X					X		X
SIP: Slavish imitation proceedings								X	X	×	X
SID: Slavish imitation detection						X		X			
CT: Client / Inventor / Patent (co-)owner or holder	x	X	X	x		X	X		x	x	X
PA: Patent agent	x	X	X	X	×	X	×	x		×	X
AP: Attorney in patent law & resp. commercial law		x		×		X		X	X		x
ET: Expert / Person skilled in the art		x		X	x	X		X	X	X	

🛡 White-Spot-Software (Fraunhofer IAO) 🔎 pra-Software

12th of December 2021 – Version 1.5 © property rights ai.gents

Business models

Digital produkt-service-systems

12th of December 2021 – Version 1.5

Processes of digital business models I

White-Spot-software

calculates results

(Wich, 2016)

writes a patent

optimised content

Client (Company, legal entity or real person) wants to invent

transmits "White Spot" 🖪

Social network as part of the business model

determines report of searches for patents or infringement or pra-Software protagonists slavish calculates results imitation determines searches for protagonists wants to compare a patent with or patents products and technical services Ceternines business modell for each OFFETS EXDERT TEVIEUS on the market software bundle for (patent) law firms / (patent) courts / transmits patent offices protagonists ۲ clients / industry searches for Experts data and their appropriate contacts are relevant for protagonists big data related key information © property rights ai.gents 12th of December 2021 - Version 1.5

16

Patent agent

Attorney in

patent law

Expert

Processes of digital business models II

KEY PARTNERS

- (Patent) law firms
- Partner-Start-ups
- **Research institutes** •

KEY ACTIVITIES

- Visiting customers face-to-face
- Videoconferences with customers
- Cloud-based software • (SAAS) for customers

CHANNELS

- Pitches & conferences •
- Holistic marketing

KEY RESOURCES

ai.gents

٠

٠

۰

٠

0

IT experts

Own unique methods,

property rights

Sales experts

Face-to-face-

E-Mail service

Videoconferences

Telephone service

Correspondence

meetings

CUSTOMER RELATIONSHIPS

Digital & online (SAAS)

VALUE PROPOSITIONS

- Based on a patent or a skills and software of utility patents a statistical range of (theoretical) experts are derived from and presented to the customers
 - New real experts for improved and best possible expert reviews are determined worldwide
 - Increasing chance of winning a court case
 - Saving money and time Ο.
 - Improvement of judicial decision

CUSTOMER SEGMENTS

- Commercial law firms in patent law
- Patent law firms
- Courts & patent courts,
- Companies holding patents
- Private patent owners
- Patent offices

COST STRUCTURE

- Software development
- Staff of IT & sales

REVENUE STREAMS

- (Semi-)manual tasks
- Software-as-a-Service (SAAS)
- © property rights ai.gents

12th of December 2021 - Version 1.5

Market revenues 100.000€

are the average costs for the 1st instance of a court case in Germany. It mostly ends up in a range of millions of euros of law cost and multiple expert reviews. Usually the 2nd instance will be reached.

More than 1000E up to 10.000E

2 million US\$ are the costs for 1st instance of a court case in the US

Millions up to billions of US\$

lost of share of the market are the consequences. In court companies and

patent owners are prepared to do anything.

12th of December 2021 – Version 1.5 © property rights ai.gents

The right expert is somewhere in the world

Client



The better expert review wins the court case

12th of December 2021 – Version 1.5

O property rights di génts

- N.

Expert reviews, transparency, costs



ORTE Frankfurt Audio oo:44 Min. | 25.07.20 | Udo Langenohi Ermittlungen gegen Frankfurter Oberstaatsanwalt (Audioseite)

Millionen-Aufträge für Gutachten

Oberstaatsanwalt in Frankfurt festgenommen

Aktualisiert am 24.07.20 um 16:20 Uhr

Eigentlich soll er in der Generalstaatsanwaltschaft Recht und Gesetz schützen - auch als ihr Sprecher. Jetzt sitzt der Frankfurter Oberstaatsanwalt in U-Haft. Es geht um krumme Geschäfte mit Gutachter-Aufträgen in Millionenhöhe.

(...)

(...)

12,5 Millionen Euro verdient

Aufgrund von Aufträgen des beschuldigten Beamten soll das Unternehmen in den letzten zehn Jahren mehr als 90 Prozent seiner Einnahmen aus Gutachtenvergütungen von Justizbehörden in Höhe von mehr als 12,5 Millionen Euro erzielt haben. Als Gegenleistung habe der Staatsanwalt von August 2015 bis Juli 2020 mehr als 240.000 Euro erhalten.

Laut Staatsanwaltschaft soll der 54-Jährige im Jahr 2005 das Unternehmen auf Initiative des Beamten gegründet und seitdem geleitet haben. Geschäftszweck sei überwiegend die Erstellung von Gutachten für Justizbehörden gewesen.



German director of public prosecutions resp. attorney general of the federal state of Hesse arrested due to overpriced expert reviews from his corrupt expert network (July 2020 & July 2021)

Bild © picture-alliance/dpa (Archiv)

Hessenschau (2021).

12th of December 2021 – Version 1.5

Your solution: property rights ai.gents

1) Your client experiences patent infringement due to a product or owns a product which infringes a patent? Or are you a judge who needs assistance in patent infringement proceedings? 3) Use your chosen patent related experts to write expert reviews for court hearings for every level of jurisdiction. Increase your chance of winning the respective court case. Or improve your judicial decision as a judge. 5) The deep-tech method and the Alsoftware of "property rights ai.gents" are the first ever of their kind to digitalise court cases in patent infringement proceedings through deriving the right experts from respective patents.



2) We analyse the relevant patents with our experts & AI-algorithms for identifying the right experts in theory and practice.



4) Have the best possible expert reviews for a better & transparent price. Enlarge your network of experts for now and the future. 6) Protect yourself from unsuitable experts from old or unwanted insider networks. Win the case. Improve the judicial decision.

property rights ai.gents is an Al-supported service to consult you to find the right expert with the best possible expert review for a patent related court case.

12th of December 2021 – Version 1.5

Source references

Ann, C. (2018c, 7. Dezember). Lizenzvertragsrecht. Lizenzierung geistigen Eigen-tums (Lehrstuhl für Wirtschaftsrecht und Geistiges Eigentum & TUM School of Management, Hrsg.). München: TU München. Zugriff am 09.10.2019.

Horn, A. (2018, Dezember). Patentverletzungsverfahren: Patentstreitigkeiten & Durchsetzung von Patentrecht. Mit Beispielen vom OLG Düsseldorf, Heuking Kühn Lüer Wojtek, München. Zugriff am 09.10.2019.

Kirtley, R., DiBenedetto, C., Karakawa, R., Verstrepen, H., Martinitz, L. & Azzouni, M. (2019, 7. August). Bifurcation systems for Italy, Japan, Belgium & UK (England & Wales focus). Gabelungssysteme für Verletzungs- & Nichtigkeitsverfahren in Deutschland, Italien, Japan, Belgien sowie Vereinigtes Königreich mit Schwer-punkt England & Wales. Heuking Patent Summer School 2019 (Heuking Kühn Lüer Wojtek, Hrsg.). Düsseldorf. Zugriff am 29.10.2019. Verfügbar unter https://www.heuking.de/de/karriere/aktuelle-meldungen/20190830-heuking-patent-summer-school-2019.html

Richardson, K. & Oliver, E. (01/2019). THE 2018 BROKERED PATENT MARKET (2nd Quarter). Intangible assets market (IAM) (Richardson Oliver Insights (ROI), Hrsg.). Los Altos (CA). Zugriff am 28.10.2019.

Staff members of OceanTomo. (2017). Intangible asset market value study 2017. Components of S&P 500 market value (OceanTomo LLC, Hrsg.). Chicago: OceanTomo LLC. Zugriff am 16.07.2019.

Takenaka, T. (10/2018a). Intellectual Property Management in the Global Market Place. Global IP Management - 1st lecture. Keio Law School, University of Washington (UW) School of Law (Keio Law School, Hrsg.). Tokio: Keio University. Zugriff am 16.07.2019.

Wich (2016). Methode zur patentbasierten Identifikation von Technologieentwicklungspotenzialen: https://shop.iao.fraunhofer.de/details.php?id=694

Zenglein, M. & Wübbecke, J., Conrad, B. (Mitarbeiter) (Bundeszentrale für politische Bildung & World Intellectual Property Organization, Hrsg.). (2018). *Von der "Werkbank der Welt" zur Innovationswirtschaft*, Bundeszentrale für politische Bildung. Zugriff am 01:10.2019. Verfügbar unter http://www.bpb.de/izpb/275570/von-der-werkbank-der-welt-zur-innovationswirtschaft

Hessenschau (2021). <u>https://www.hessenschau.de/panorama/ermittlungen-gegen-oberstaatsanwalt---was-nach-einem-jahr-bekannt-ist,fragen-und-antworten-staatsanwalt-100.html</u>

12th of December 2021 – Version 1.5

Thank you!

Want to become a customer?

Want to invest?

For more details feel free to contact us via: contact@pra-software.com

h of Becember 2021 - Version 1.5 © property rights al.gents