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HOW BIG MEDTECH

FARED DURING A YEAR OF COVID-19

# MAY 2021 MAY 2021

HOW 5G COULD Affect Medtech

# the response to THE NEXT PANDEMIC

THE 10 LARGEST Orthopedic Device companies In the world IP ISSUES

## 5 IP tips to help medical device entrepreneurs

Taking certain steps — including the easily overlooked — can better protect your intellectual property.

**Tom Salemi** | DeviceTalks Editorial Director | re you thinking of designing a medical device or launching a company? In recent episodes of the **DeviceTalks Weekly** podcast, two IP lawyers shared several tips that medical device company executives and entrepreneurs should consider as we move into a post-pandemic world.

Below are five pieces of advice from Finnegan, Henderson, Farabow, Garrett & Dunner partners Arpita Bhattacharyya and Jacob A. Schroeder.

#### 1. FTO' tips

Bhattacharyya advised entrepreneurs to consider four things when conducting "freedom-to-operate" (FTO) patent searches.

- Do it early in product development. Bhattacharyya said it's easier to design around a problematic patent, negotiate a license or challenge an existing patent before doing too much work on a device.
- Be sure to conduct an FTO search in every country you'd like to operate in.Remember to check pending patent
- Remember to check pending pa applications.

• If you're on a limited budget, start your search with key competitors. If you don't find conflicts, then slowly expand the circle.

#### 2. Consider a design patent

Medical device companies have traditionally focused on obtaining utility patents, which protect how a device's use and workings, Bhattacharyya said. Design patents protect the way an article looks; people often overlook them.

"But design patents can really help to strengthen your patent portfolio and give you a competitive edge, particularly against similar-looking or knockoff competitor products," she explained.

In addition to protecting your medical device's non-functional, ornamental features, a design patent can protect the look of the graphical user interface or the design of replacement parts.

#### 3. Don't forget method claims

In addition to a design patent, a method claim can cover the process of performing a procedure.

Method claims can potentially provide broader protection than device



Design patents can really help to strengthen your patent portfolio and give you a competitive edge, particularly against similarlooking or knockoff competitor products. claims because they do not require a detailed structural recitation, which tends to narrow the scope of the claim.

No one wants to sue the hospital or doctor for infringing on method claims, but a competitor's device can indirectly infringe your method claims. When it comes to enforcing your patent against a competitor's device, a broad, well-drafted method claim can really come in handy, Bhattacharyya said.

#### 4. Quality over quantity

While patent protection is essential, Schroeder reminds company executives that quality is better than quantity.

"Of the over 10 million patents issued in the history of the United States, only a small percentage of these have ever been subject of a lawsuit, and fewer still have made it all the way to a jury verdict," Schroeder said. "That's why measuring the value of your company simply by the number of patents it has obtained makes about as much sense as measuring the value of your company



Arpita Bhattacharyya | Finnegan |



Jacob A. Schroeder | Finnegan |

based on the number of people it has employed over the company's history. Both metrics show that a lot of money had been spent, but ... as a patent trial lawyer, I'd take one well-drafted patent over a thousand weak patents any day."

### 5. Does remote work weaken trade secrets?

The pandemic has forced many companies — including medtech startups — to allow employees to work from their homes using laptops and services like Zoom to keep teams connected and projects moving forward. But has this workplace shuffle endangered your startup's ability to defend trade secrets?

Using Zoom and other online meeting services may mean many of a company's most confidential secrets, source code schematics and competitive intelligence gathering could be accessible from anywhere, according to Schroeder.

"With virtual meetings, many of your company's meetings are now potentially open for unseen eavesdroppers, whether by sophisticated hackers, inadequate restrictions being placed on the meeting or its recording, or simply to family members at your employees' houses," he said.

Now that medtech companies have a handle on remote work and, perhaps, an eye toward returning to the office in some capacity, companies may want to consult with attorneys and IT professionals to ensure their trade secrets remain in full force.

"A complete plan should involve not only an assessment of your company's trade secrets but also your IT infrastructure," Schroeder said. Companies with employees who will remain at home should consider employee education about protecting trade secrets.



#### **DEVICETALKS WEEKLY PODCAST SERIES**

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