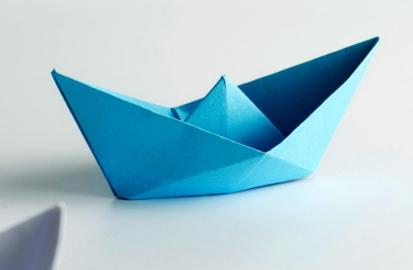


### **European IP Helpdesk**

Stay ahead of the innovation game.

The European Al Act (and other Al regulations)
Entered into force 1 August 2024

Dr. Robert Harrison





### **European IP Helpdesk**

- Service initiative of the European Commission
- Addressing current and potential beneficiaries of EUfunded projects, researchers and EU SMEs
- Free-of-charge first-line support on intellectual property (IP)
- Hands-on IP and innovation management support
- International pool of IP experts from various thematic fields
- Unique cooperation scheme with the Enterprise Europe
   Network: 43 ambassadors from 26 EU countries



free online and on-site sessions



frequent updates from the world of IP and innovation



confidential treatment of individual IP questions



practical IP knowledge through high-level publications



**Ambassadors** 

local IP support throughout Europe



info point at key networking events and conferences





### The EC IP Helpdesks





### **New Fact Sheet!**

IP Management in Horizon Europe Marie
Skłodowska-Curie Actions
Commercialising Intellectual Property: Franchising
Design Regulation in the EU

### New IP guide!

Your Guide to IP in Europe

### **New Case Study!**

<u>dotLumen: Advancing Pedestrian Autonomy for the Visually Impaired Through Patented Innovation LUBIS EDA: Debugging for Faster Time to Market</u>



### **Upcoming events**



Training and workshops
EU - Webinar AI Act

2025

Info days
Horizon Europe Day 2025

© Esch-sur-Alzette, Luxembourg

Training and workshops
EU - Webinar: Patents and Trade Secrets

Training and workshops

EU Webinar: Navigating IP in Collabrative research

(\*\*) Live streaming available

Training and workshops

EU - Webinar: Knowledge Valorisation: Concepts, Policies, and Practices

2025



### Thank you!

- www.ec.europa.eu/ip-helpdesk
- <u>helpline@iprhelpdesk.eu</u>
- training@iprhelpdesk.eu
- X @iprhelpdesk
- LinkedIn /european-ipr-helpdesk
- Subscribe / <u>Newsletter</u>





### **Agenda**



**Definition** 



**Main Objectives** 



**Risk Classification** 



**Fostering Innovation** 



Protecting Intellectual Property



**Global Implications** 



**Criticisms** 



Image Source: https://www.freepik.com/free-photo/qualified-technicians-brainstorm-ways-use-ai-cognitive-computing-extract-usable-information-from-complex-data-team-specialists-implement-artificial-intelligence-process-massive-

datasets\_77716947.htm#fromView=image\_search&page=1&position=0&uuid=9a75c82b-





### **Robert Harrison**

Patent and Trade Mark Attorney



#### **About me**

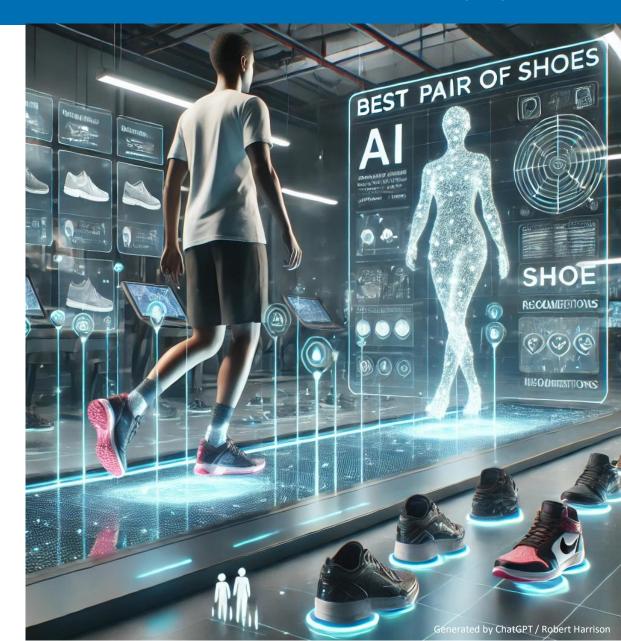
- BA Physics, Oxford University
- MSc Physics, Sheffield University
- PhD Semiconductors Sheffield University
- EPO Examiner the Hague
- IBM Germany Patent Engineer
- W.L.Gore & Associates European IP Counsel
- Founding Partner, Sonnenberg Harrison
- Advisory Board Member
- IP Strategy



### **Case Study**

- Al System
- Analyses Gait(Walk) of Person
- Knows the person's favourite brands
- Suggest shoes

➤ Is this system legal?



### The European Al Act

#### **Definition**



- Overview of the European Union's Al regulatory framework
- Aims to create a humancentred, trustworthy, and risk-based AI system

## Importance of Al Regulation



- Growing use of AI technologies in daily life and business
- Potential for misuse and unintended harm
- Need for balancing innovation with ethical responsibility



Image Source: https://www.freepik.com/premium-ai-image/robotic-hand-carefully-places-puzzle-piece-into-jigsaw-puzzle-depicting-european-unio\_315912287.htm#fromView=image\_search&page=1&position=36&uuid=184ac587-27a0-45fd-a9e1-e45ae4ad5f50



### Al Act as part of EU Single Digital Market





**GDPR** 



Medical Device Regulation



Other Laws



EU Data Act



EU AI Act



### Purpose and Scope of the European Al Act

#### **Main Objectives**



- Ensure AI systems respect fundamental rights and values
- Enhance trust in Al systems across the EU
- Prevent market fragmentation through a unified legal framework

## Scope of Application



- Applies to all providers and users of Al systems in the EU
- Covers AI systems both within and outside the EU if they affect EU citizens
- Applies also to non-EU companies operating in EU



Image Source: https://www.freepik.com/free-photo/european-union-alliance-soldier-control-room-uses-military-tech\_233158944.htm#fromView=image\_search&page=1&position=0&uuid=d9914810-4744-42d3-8331-9b3bb9d55844



### **AI Risk Classification Framework**

#### Risk-Based Approach - Classifying Al systems into four categories:



#### **Unacceptable Risk:**

Systems prohibited due to significant harm (e.g., social scoring by governments)



#### **High Risk:**

Requires strict regulatory oversight (e.g., AI in medical devices, autonomous vehicles)



#### **Limited Risk:**

Subject to transparency requirements (e.g., Al-generated content or chatbots)



#### **Minimal Risk:**

Few or no regulatory requirements (e.g., simple Al applications like spam filters)





### **Article 5 - Unacceptable Risk – Prohibited**

#### **Prohibited AI Practices**



**Compromise privacy** 



**Human dignity** 



**Human Autonomy** 



**Deep fakes** 



Deploying subliminal, manipulative, or deceptive techniques to distort behaviour and impair informed decision-making, causing significant harm, e.g. buying products



Social scoring, i.e., evaluating or classifying individuals or groups based on social behaviour or personal traits, causing detrimental or unfavourable treatment of those people.



Inferring emotions in workplaces or educational institutions, except for medical or safety reasons.



Exploiting vulnerabilities related to age, disability, or socio-economic circumstances to distort behaviour, causing significant harm.



Assessing the risk of an individual committing criminal offenses solely based on profiling or personality traits.



'Real-time' remote biometric identification (RBI) in publicly accessible spaces for law enforcement.



Biometric categorisation systems inferring sensitive attributes (race, political opinions, trade union membership, religious or philosophical beliefs, sex life, or sexual orientation).



Compiling facial recognition databases
by untargeted scraping of

by untargeted scraping of facial images from the internet or CCTV footage.



Exemptions generally for law enforcement and security agencies

#### Non-compliance

Fines of EUR 35 Mio or 7% of global turnover

Started: 1 Feb 2025

**Guidelines Available** 



### **High Risk Al Practices**

#### Harmonised Guidelines not yet available



#### Annex I (starts: 1 August 2026 - Change to August 2028)

Used as a safety component or a product covered by EU laws AND

required to undergo a third-party conformity assessment.

#### Annex III Use Cases (starts 1 August 2027 - Change to December 2027)

- Biometric identification system
- Critical infrastructure safety components
- Educational and vocational training
- Employment

- Access and enjoyment of essential public and private services
- Law enforcement
- Migration, asylum and border control management
- Administration of justice and democratic processes.

### **Key Provisions of the Al Act**



#### **High-Risk Al Systems**

- Risk and quality management system
- Data governance, transparency, accuracy, and robustness
- Technical documentation to demonstrate compliance

- Record-keeping
- Instructions for use to downstream deployers
- Mandatory risk assessments and continuous monitoring

#### **Transparency Obligations**

Users must be informed when interacting with AI systems (e.g., chat bots, AI-generated content)

Image Source: https://www.freepik.com/premium-photo/ai-technology-artificial-intelligence\_292068522.htm#fromView=image\_search&page=1&position=46&uuid=8acfe15e-7c63-4fbd-a29e-ff49532ff1d6



### **Opt-Out for Copyright Training**

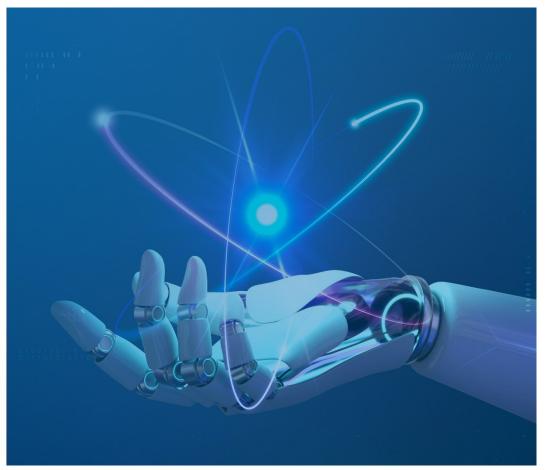
#### **Transparency and User awareness**

#### **Consent and data protection**

- Opt-out for data protection like GDPR; e.g. automated decision making (such as credit scoring or job applications)
- Biometric Images

#### **Retroactive Opt-Out?**

- Is this possible?
- What is effect?





### Court Case: Kneschke v LAION e.V. – District Court of Hamburg



LAION provides
large-scale
data sets and tools
Kneschke is a
photographer and
provided open
source photos



Text and Data Mining
is allowed in
European Union – as
long as copies are
not retained, as long
as this is not
excluded by the
owner of the
copyright.



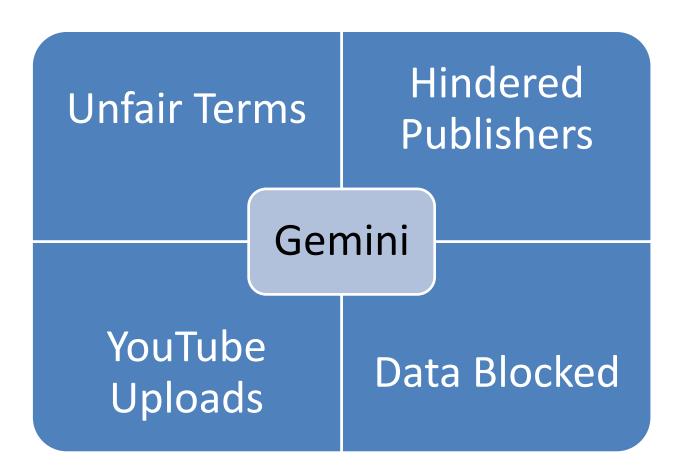
Decision 27
September 2024 –
non-profit
organization and
therefore TDM
allowed
Appeal Filed



 $https://www.freepik.com/premium-photo/building-hanseatic-higher-regional-court-hanseatisches-oberlandesgericht-hansolg-city-hamburg-germany\_41795399.htm$ 



**EU Commission vs Google – 9 December 2025** 



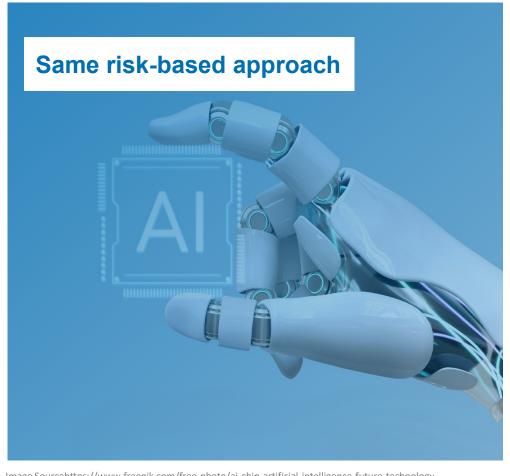


**Unfair Competition?** 

https://www.thetimes.com/business/economics/article/live-latest-news-uk-companies-ftse-100-shares-hmzldlt8w



### **Generative Al**



#### **Transparency**

How do Al systems operate



lnform that content was generated by Al (Art 50(1))



Image Sourcehttps://www.freepik.com/free-photo/ai-chip-artificial-intelligence-future-technology-innovation\_17850485.htm#fromView=image\_search&page=1&position=0&uuid=63153c76-fd56-4793-8c35-0b7b66e5347e



### Impact on Innovation and Al Development

## Fostering Innovation



- Regulatory sandboxes (Art 57) for safe experimentation under regulatory supervision set up by August 2025?
- Encouragement of innovation that aligns with ethical principles and societal benefits
- Does not apply to AI models solely for R&D (Art 2(6) or Open Source (Art 2(12))

## **Challenges for Businesses**



- Increased compliance costs for high-risk Al systems
- Impact on startups and SMEs developing Al technologies
- The potential effect on global competitiveness
- Compliance systems in place





#### Governance



- Coordinating national authorities for a consistent enforcement of the AI Act
- Advising the EU on emerging AI risks and new regulations



**Al Office** 

Part of European Commission, monitoring effective implementation and compliance



Monitoring and Reporting

 Ensuring compliance through audits, data collection, and transparency reports from Al providers



Image Source: https://www.freepik.com/premium-photo/compliance-rule-law-regulation-graphic-interface-business-quality-

policy\_14527284.htm#fromView=image\_search&page=1&position=13&uuid=0875d427-3f73-4d87-83c2-87039dd099e6



### Global Implications of the Al Act

## Influence on Global Al Policy



- The EU as a leader in Al governance, setting international standards
- Potential for other regions (e.g., the US, China) to adopt similar regulations
- Reaction of US Administration

# Challenges for International Al Providers



- Non-EU companies must comply when targeting EU markets or handling EU citizen data
- Encouragement of global cooperation on AI ethics and regulations



Image Source: https://www.freepik.com/free-photo/ai-technology-microchip-background-digital-transformation-concept\_17122726.htm#fromView=image\_search&page=1&position=1&uuid=ab58fa2f-22e3-47b3-93cb-c6e5e175040b



### Implications for Intellectual Property

#### **Authorship**



- Not addressed in Al act
- Copyright protection requires human author
- Can be Al-assisted

#### **Patentability**



- Inventor must be human
- Dabus patent inventorship case

#### **Copyright works for Al training**



**Liability for IP infringement** 



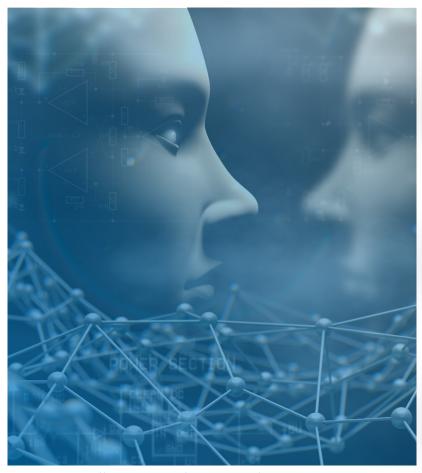


Image Source: Image Source: https://www.freepik.com/free-photo/qualified-technicians-brainstorm-ways-use-ai-cognitive-computing-extract-usable-information-from-complex-data-team-specialists-implement-artificial-intelligence-process-massive-datasets\_77716947.htm#fromView=image\_search&page=1&position=0&uuid=9a75c82b-a208-4254-b4f6-5ba3f9d8b027



### **Criticisms and Concerns**

#### Commission proposing Simplification





Overregulation and Innovation Stifling

- Concerns about the potential to limit Al innovation in Europe
- Balancing regulation with allowing space for Al research and development



Complexity and Enforcement

 Challenges in interpreting and enforcing regulations across different industries



**Need for Further Clarity** 

Ambiguity in certain provisions, especially concerning cross-border AI applications



### Conclusion



#### **Summary of Key Points**



Importance of a balanced AI regulation framework



Impact on innovation, society, and fundamental rights

#### **Future Outlook**



Role of the Al Act in shaping global Al governance



The evolving landscape of Al regulation as technology advances

Image Source: https://www.freepik.com/free-photo/building-business-success-hands-with-puzzles\_8096940.htm#fromView=image\_search&page=1&position=0&uuid=ec13b22d-126a-4a5b-89a4-5d42983e5510



## **Q&A Session**

Questions and clarifications



