TOP TENSCAM WARNING SIGNS

Slick ads on radio, TV and magazines.

[These are the first "hooks"]

Refusal to respond to your questions in writing signed by a company official.

[Legitimate companies will provide the answers in writing]

Salespersons want money right away ...up-front.

You are told to describe your idea in writing, mail it to yourself and don't open the envelope.

[This is worthless advice]

You are promised a patent search but no patentability opinion by a patent attorney/agent.

[This should be provided to you]

You are guaranteed to get a patent or your money back.

[No one can guarantee issuance of a useful patent]

You are advised to apply for a design patent.

[This type of patent has limited applicability to most inventions]

You can't reach salespeople or company officials without leaving many messages.

[Maybe there is no real office location or company]

You are told that your idea is a "sure-fire" hit!

[Probably every client of this company is told that. Be skeptical]

Refusal to provide client references or copies of forms and agreements for your review.

[Get at least five names to contact and show the forms to an attorney before signing]

CONTACT US

Commissioner for Patents Mail Stop 24 P.O. Box 1450 Alexandria, VA 22313 -1450

Telephone (Toll Free): 1-866-767-3848 Fax: 571-273-0170 E-mail: independentinventor@uspto.gov

> Useful web sites: www.uspto.gov www.ftc.gov





Dear Inventor,

Every year thousands of Independent Inventors, like yourself, are targeted by unscrupulous invention promotion, marketing and licensing firms.

These firms take advantage of an inventor's enthusiasm for their product. They not only solicit inventors with exaggerated promises to obtain valuable patents but they make false claims about the potential market success of those inventions.

These firms provide you with basic market research at a large fee and ultimately obtaining an overly narrow or useless patent that is worthless in the marketplace.

Remember, if it sounds too good to be true, it probably is. Please read this brochure!

BEWARE OF THE "HOOKS" THAT LURE YOU INTO A SCAM

Unscrupulous invention promotion, marketing or licensing companies use a series of "hooks" to lure you into the company's web:

1st - the "free" inventor's kit;

2nd - phone calls to get your money for an invention evaluation;

3rd - the evaluation then leads to a request for more money to create a report;

4th - the "report", in a nicely bound book, says that your invention is patentable and marketable; and

5th - now there is need for more money to continue the process of getting a patent and marketing your invention.



A LITTLE RESEARCH CAN SAVE A LOT OF MONEY, ASK QUESTIONS

Get answers to these questions in writing from any promotion, marketing or licensing company wanting to help you. Helpful hints are given in the brackets.

- 1. Total number of inventions evaluated for commercial potential in the past five years by the Company. How many of those evaluations were positive, accepted by the Company. How many were negative, rejected by the Company.
- 2. Total number of customers, known by the Company, who have received a net financial profit as a direct result of the Company's promotion services. What is the Company's success rate over the past five years [that is, the number of who made more money from their invention than they paid].
- 3. Names and addresses of all previous invention promotion companies with which the Company or its officers have collectively or individually been affiliated in the previous 10 years and what other names has the Company used in this or other states.
- 4. Total number of customers, known by the Company, to have received license agreements for their inventions as a direct result of the Company's services. [If the success rate is low, say less than 5%, then think about going elsewhere].
- 5. How many customers have contracted with the Company for promotional services in the past 5 years; excluding those who have purchased trade show services research, advertising or other non-marketing service: and

excluding those who have defaulted on payment to the Company.

- 6. Is there an up-front fee and, if so, how much is it and what are you getting for it? How much will the complete process cost from submission of my invention to obtaining a patent and a licensing agreement? [Reputable firms have relatively small, upfront or other fees because they make their real money from successful royalty arrangements for the inventions they accept].
- 7. Has the Company ever been investigated by or been in trouble with the Federal Trade Commission, Better Business Bureau, any consumer protection agency or Attorney General's Office and if so, when and where?
- 8. Who selects and pays for the patent attorney or agent to do the patent search, patentability opinion and patent application preparation? [You should be able to select your own, because the attorney or agent represents you, not the Company].
- 9. Provide you with the names, addresses and phone numbers of five clients of the Company in your geographical area and copies of all contracts and forms to review [Do this before signing or paying any money].
- 10. Does the Company provide a written opinion of the "marketability" (that is, potential success) of your invention?

DOs and DON'Ts

Write a letter to any promotion, marketing or licensing company that seeks to help you and ask for written answers to the 10 QUESTIONS listed in this brochure.

Use common sense in evaluating the answers. If they don't make sense, seek assistance from a patent attorney or agent or, the Office of Independent Inventor Programs at the United States Patent and Trademark Office.

Accept verbal promises, assurances or representations.

Be a victim of a scam.