Kluwer Trademark Blog

Psychedelics – Tips on entering the New Trademark Frontier in Canada

Janice Bereskin (Bereskin & Parr LLP) · Tuesday, March 29th, 2022

By Janice Bereskin, Toba Cooper and Luca Manfredi.

Barely five years after Canada's "green rush", interest in psychedelics for both medical and recreational use has increased dramatically. According to current estimates, the industry will grow at double-digit annual rates between now and 2027. Trademark practitioners expect a repeat of the cannabis trademark rush, but this time in association with medical and recreational psychedelic goods and services such as therapy, mushrooms and psilocybin-infused foods and beverages: GROOVY.

The following tips are important in Canada and abroad.

Achieving Brand Success in an Emerging Market

When it comes to getting ahead in an emerging market there is no time like the present, particularly in relation to filing a trademark application. A timely filed trademark application provides the most cost-effective and efficient tool for defending a brand. Early filers come out ahead of the competition as they are met with a less crowded register and therefore increased chances of securing rights. The lesson, particularly in Canada where use is not required to secure registration – don't delay – file away!

Setting your application up for success

Skilled local counsel with knowledge of the industry can help devise a tactful and thoughtful filing strategy to avoid objections, opposition, or an expungement proceeding once registration is achieved.

Will my Application for a Psychedelic-Related Mark Pass Muster?

In Canada, trademark applications face technical and/or substantive objections from the Trademarks Office at least 65% of the time. Applicants in the psychedelic field should expect and prepare and expect this eventuality on at least the following fronts:

- 1. Distinctiveness beware the use of a common industry term rather than a unique, suggestive, or ideally, a coined brand. Many cannabis applications fell into this pitfall.
- 2. Confusion The more trademarks that are in use and on the register the harder it is to avoid a

1

confusion objection. Execution of a proper trademark search can help limit this likelihood (as can early filing).

3. Labelling – It is prudent to check that marks of interest can pass muster both at CIPO and with a potential regulator, likely Health Canada.

Avoiding Opposition

Once an application has passed examination and been advertised an interested third party could interfere with registration by opposing it. Oppositions are often costly to defend and can delay or block registration of a trademark. Remember that while not entirely avoidable a comprehensive search of the Register and of the marketplace prior to filing can reduce the risk of an opposition.

<u>Takeaways</u>

Proactivity in filing trademarks related to psychedelic goods and services has very few downsides, especially in Canada where registration may take years. Early filers are more likely to obtain broader protection and meet legalization with a full suite of IP enforcement tools at their disposal to fend off imitators and competitors joining the rush. Opposition of course remains a threat to all psychedelics-related applications and registrations, owing to the current illegality of most relevant goods and services. The key lesson here? Get strategic advice by retaining expert IP counsel.

Kluwer IP Law

The **2022 Future Ready Lawyer survey** showed that 79% of lawyers think that the importance of legal technology will increase for next year. With Kluwer IP Law you can navigate the increasingly global practice of IP law with specialized, local and cross-border information and tools from every preferred location. Are you, as an IP professional, ready for the future?

Learn how **Kluwer IP Law** can support you.

To make sure you do not miss out on regular updates from the Kluwer Trademark Blog, please subscribe here.

79% of the lawyers think that the importance of legal technology will increase for next year.

Drive change with Kluwer IP Law. The master resource for Intellectual Property rights and registration.





2022 SURVEY REPORT The Wolters Kluwer Future Ready Lawyer Leading change



This entry was posted on Tuesday, March 29th, 2022 at 11:11 pm and is filed under Canada You can follow any responses to this entry through the Comments (RSS) feed. You can leave a response, or trackback from your own site.