**Fu Jen Catholic University**

**Regulations Governing Derivative Start-Up Companies**

Passed at the Sixth Meeting of the Executive Council for the 2016-2017 Academic Year on March 9, 2017

Article 1

These Regulations were formulated in order to create unique features at the University; provide faculty and students with teaching and internship opportunities; assist the commercialization of research results and enhance technology transfer; encourage faculty and students to found businesses; and promote industrial innovation, thereby expanding the University’s resources.

Article 2

“Derivative start-up” means a company or foundation which was established using University R&D results or resources, including capital investment, shares in exchange for technology investment, and the temporary transfer of personnel.

Article 3

Applications must be submitted to the Business Incubation Center (“the Center”) at the Office of Research and Development. An applicant must be:

1. A faculty member, staff member, or student at the University.
2. A former faculty member, staff member, or student at University who used University resources to produce R&D results during their tenure at the University.

Article 4

The following documents must be submitted as part of the application package:

1. Derivative Start-Up Application Form;
2. Derivative Start-Up Proposal (The proposal must include operational plans and procedures for the commercialization of R&D results.);
3. Business Cooperation Agreement (if applicable).

Article 5

Review procedures are as follows:

1. After receiving an application, the Center will appoint experts or scholars to conduct a preliminary document review.
2. An application that passes preliminary review will then be reviewed by the Technology Transfer and Patent Committee. The applicant will attend this second round of review and provide a brief report.

Article 6

Major focuses of review:

1. Eligibility of applicant;
2. The level of innovation, potential dominance, and market competitiveness of the primary technology or product, as well as promotional strategies;
3. Timelines for, and feasibility of, commercializing the primary technology or product, as well as potential adverse factors;
4. Feasibility and flexibility of operational plans as well as the relevance between operational plans and faculty expertise;
5. Team members’ level of ambition, investment of time, and opportunities for success;
6. Financial evaluation and growth assessment for the next three to five years.
7. Comprehensive assessment of the needs of the application.

Article 7

An approved derivative start-up may receive the following benefits:

1. A reduction of up to fifty percent off service fees for a period of three years of residency in the Center;
2. Faculty and staff members at the University may request to work at the derivative start-up on a part-time basis, depending on their teaching or research expertise;
3. Faculty members who join a derivative start-up through temporary transfer will receive academic compensation calculated at fifty percent.

Article 8

The proportion of shares in the derivative start-up held by the University and other forms of benefits must be stipulated in contracts on a case-by-case basis.

Article 9

These Regulations were passed by the Executive Council and will be promulgated and implemented after the approval of the President. The same procedure will be followed for each amendment.