



# The Indian Journal for Research in Law and Management

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Editor-in-Chief – Prof. (Dr.) Muktai Deb Chavan; Publisher – Alden Vas; ISSN: 2583-9896

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## Patents, Pills and People: Exploring the Tapestry of Drug Innovation, Access and Ethics

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### *Abstract*

Intellectual Property Rights (IPR) significantly influence the pharmaceutical industry, impacting innovation, accessibility, and market dynamics. This abstract examines the diverse effects of IPR within this sector, outlining its implications for drug discovery, development, affordability, and global health. IPR acts as a driver for innovation, encouraging pharmaceutical firms to invest in research and development by providing exclusive rights and protection for their inventions. This framework fosters an environment conducive to creating pioneering drugs that address unmet medical needs, ultimately improving patient outcomes and advancing healthcare. However, striking a balance between fostering innovation and ensuring access to vital medicines presents a challenge. Patent protections can create monopolies, resulting in elevated drug prices that hinder affordability, particularly in developing nations. This conflict between incentivizing innovation and promoting medicine accessibility necessitates a nuanced approach that considers both profit motives and public health priorities. Additionally, the global nature of IPR introduces complexities in trade agreements, technology transfer, and generic medicine accessibility. Differing patent regulations among countries impact drug availability and costs, raising ethical concerns about equitable access to life-saving treatments. This abstract scrutinises the intricate relationship between IPR, innovation, and accessibility in the pharmaceutical field. It delves into the role of patents, regulatory frameworks, and the evolving IPR landscape in shaping the industry. Understanding these dynamics allows stakeholders to create an environment that stimulates innovation while ensuring affordable access to essential medicines worldwide.

Keywords: Intellectual Property Rights, Pharmaceutical Industry, Drug Discovery, Research and Development, Patent Protection

### **I. Introduction**

The pharmaceutical industry stands at the intersection of innovation, commerce, and humanity, with Intellectual Property Rights (IPR) serving as a cornerstone influencing its trajectory. Within this dynamic arena, the impact of IPR reverberates across drug discovery, accessibility, and global healthcare paradigms. This article ventures into the intricate interplay between IPR and the

pharmaceutical domain, exploring its nuanced implications on innovation, affordability, and ethical considerations.

IPR, encompassing patents, trademarks, and copyrights, is a bedrock incentivizing innovation. It offers exclusive rights to inventors, nurturing an environment conducive to groundbreaking discoveries and transformative medicines. However, the commendable drive for innovation often clashes with the imperative of ensuring universal access to essential medications. The patent protection that fuels innovation can simultaneously erect barriers to affordability, particularly in regions where healthcare resources are scarce.

The juxtaposition of promoting innovation while safeguarding public health interests forms the crux of ongoing debates. It's a delicate balance requiring careful navigation through legal, ethical, and economic landscapes. As the pharmaceutical industry traverses this terrain, it grapples with questions of equity, ethical responsibility, and the societal implications of patent regulations on healthcare access worldwide.

This article embarks on a journey through the multifaceted facets of IPR within the pharmaceutical realm. It delves into the duality of IPR's role as both an enabler of progress and a potential impediment to equitable healthcare. By unravelling the complexities surrounding patents, regulatory frameworks, and ethical considerations, a comprehensive understanding emerges—a critical foundation for stakeholders aiming to shape a future that harmonises innovation with universal access to life-saving medicines.

## **II. Symbiotic Patent System and Drug Innovation**

The patent system within the pharmaceutical industry plays a crucial role in fostering innovation. Patents grant exclusive rights to pharmaceutical companies, providing them with a period of market exclusivity to recover the substantial investments made in research, development, and testing of new drugs. This protection serves as a powerful incentive for companies to take on the high risks and costs associated with drug discovery.

These patents incentivize innovation by ensuring that pharmaceutical companies have the opportunity to earn profits from their inventions, which, in turn, encourages them to invest in developing new treatments and medications. This framework has led to remarkable advancements in medicine, resulting in groundbreaking therapies for various diseases and medical conditions. For example, one of the recent cutting edge discoveries includes the CRISPR technology, short for Clustered Regularly Interspaced Short Palindromic Repeats, empowers scientists to edit and manipulate human DNA<sup>1</sup>. This ground-breaking and low-cost gene-editing technology is quickly gaining favour in genomic laboratories throughout the world. CRISPR, which began as a component of bacterial immune systems, retains genetic information about viruses in order to guard against future attacks. When combined with CRISPR-associated proteins (CAS enzymes), this approach enables for precise editing of genetic abnormalities. CRISPR has the potential to cure genetic illnesses such as Inherited Ataxia, Duchenne Muscular Dystrophy, Thalassemia,

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<sup>1</sup> Docquity, Top 8 Medical Breakthroughs in 2023 - Docquity (last visited Dec. 9th, 2023)

Sickle Cell Disease, and Hemochromatosis, despite its limited practical applicability. The CRISPR/Cas-9 genome-editing tool has a wide number of applications in many areas including medicine, agriculture, and biotechnology. In agriculture, it could help in the design of new grains to improve their nutritional value. In medicine, it is being investigated for cancers, HIV, and gene therapy such as sickle cell disease, cystic fibrosis, and Duchenne muscular dystrophy. The technology is also being utilised in the regulation of specific genes through the advanced modification of Cas-9 protein<sup>2</sup>.

However, the challenge arises from the duration of these patent protections. While patents are crucial for fostering initial innovation, they also contribute to prolonged monopolies. Pharmaceutical companies often extend their exclusivity through strategies like patent evergreening, where minor modifications to existing drugs are patented to extend market control. As a consequence, this can delay the entry of generic versions of essential medications even after the initial patent expiration. This has been defined as ‘Strategic Patenting’<sup>3</sup>. The European Commission explained in its Sector Inquiry Report that the drug development process has three major stages: (i) the R&D stage, which ends with the launch of a drug on the market; (ii) the period between the launch and the patent expiry; and (iii) the period after the patent expiry, when generics can enter the market<sup>4</sup>. During the second stage, i.e. after the launch of a drug, originators seek to maximise their income from the product in order to recoup their R&D investments and earn profits before the commencement of generic competition<sup>5</sup>. During this stage, pharmaceutical firms also strive to extend their market exclusivity. To fight the pressures of generic competition, pharmaceutical corporations have increasingly relied on the strategic use of the patent system in recent years. The more thick the web of secondary patents, the more difficult it is for generics to produce their generic counterparts, even if they are aware that just a few patents in a big portfolio are legitimate and violated by their goods. Despite this information, it is hard to predict whether this will be the case before launching a generic, and hence whether the generic business will be vulnerable to injunctions blocking the sale of their generic products. As a result, such behaviour gives originators a major competitive advantage by generating enormous legal and commercial ambiguity for generics over the prospect of market entry<sup>6</sup>. The delayed release of generic alternatives can have a substantial influence on access and affordability, particularly in areas where

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<sup>2</sup> Misganaw Asmamaw & Belay Zawdie, *Mechanism and Applications of CRISPR/Cas-9-Mediated Genome Editing*, 15, *Biologics: Targets & Therapy*, 353 (2021)

<sup>3</sup> Olga Gurgula, *Strategic Patenting by Pharmaceutical Companies – Should Competition Law Intervene?*, IIC Int Rev Ind Prop Copyr Law, 1062 (2020)

<sup>4</sup> European Commission, *Pharmaceutical sector inquiry final report (2009)*, *Pharmaceuticals & Health services (europa.eu)* (last visited Dec. 9th, 2023)

<sup>5</sup> Richard J. Gilbert, *Patents, Sleeping Patents and Entry Deterrence*, 17, *J. Reprints Antitrust L. & Econ*, 205 (1987)

<sup>6</sup> MJ Abud, Bronwyn Hall & Christian Helmers, *An Empirical Analysis of Primary and Secondary Pharmaceutical Patents in Chile*, *PLoS One* (2015)

healthcare expenses are high. Once a patent-protected, brand-name medicine monopolises the market, patients may find difficulties getting more cheap alternatives.

This duality, in which patents promote initial innovation while possibly limiting access to cheap treatments, has generated patent reform arguments. The discussions are centred on striking a balance between incentivizing innovation and guaranteeing greater access to crucial drugs. Policymakers, healthcare activists, and pharmaceutical corporations are involved in continuing discussions to identify solutions that stimulate innovation while meeting the critical need for cheap and accessible healthcare worldwide.

### III. Global Health and IPR

The global impact of Intellectual Property Rights (IPR) in the pharmaceutical industry is a multifaceted issue that has a significant impact on access to medicines and healthcare outcomes around the world. Disparities in IPR between countries, particularly in patent regulations, have a knock-on effect on the availability and affordability of essential drugs. This variation in patent laws across countries frequently results in disparities in drug pricing and accessibility. Developed countries typically enforce stringent patent protections, which can result in pharmaceutical companies retaining monopolies for an extended period of time, delaying the entry of more affordable generic versions of medications. These disparities become even more pronounced during global health emergencies, such as pandemics, where access to crucial vaccines and treatments is paramount. The interplay between IPR and global health becomes evident as the distribution and availability of these life-saving interventions are impacted by patent protections, creating barriers to timely and equitable access. In contrast, developing countries frequently face barriers to accessing these patented medications due to their high costs, perpetuating healthcare inequalities. In the face of a rapidly spreading pandemic like Covid-19, the dynamics of vaccine distribution are inherently complex. One must consider the intricate interplay between vaccine development speed, production capacity, affordability, and access, all of which favour developed countries disproportionately<sup>7</sup>. Furthermore, the interaction of factors such as population density, healthcare infrastructure, and vaccination hesitancy complicates the situation<sup>8</sup>. These challenges are exacerbated in areas of conflict and violence because these situations have severe ramifications on medical infrastructure and supply chains, resulting in heightened vulnerability compared to non-conflict or war-torn regions<sup>9</sup>. Furthermore, marginalised communities, such as those

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<sup>7</sup> CA Kunyenje , GC Chirwa , SM Mboma , W Ng'ambi , E Mnjowe & D Nkhoma, *COVID-19 vaccine inequity in African low-income countries*,11,Public Health Front (2023)

<sup>8</sup> H Yarlagadda , MA Patel , V Gupta ,T Bansal , S Upadhyay &N Shaheen , *COVID-19 vaccine challenges in developing and developed countries*,Cureus (2022)

<sup>9</sup> IO Ayenigbara ,JS Adegboro , GOAyenigbara , OR Adeleke &OO Olofintuyi ,*Challenges to a successful COVID-19 vaccination program in Africa*, Germs.,427–40 (2021)

experiencing economic hardship and racial/ethnic minority groups, have consistently demonstrated lower levels of trust and higher levels of scepticism in vaccination programmes<sup>10</sup>.

The distribution of vaccines among various demographic groups, while taking into account high-risk populations and essential workers, complicates the vaccine distribution framework<sup>11</sup>. As a result, vaccine passports have the potential to be discriminatory in a variety of ways, favouring more developed countries, privileged societies, and individuals over their less affluent counterparts and marginalised communities. To expand manufacturing capacity, a practical solution to the vaccine production bottleneck would undoubtedly necessitate the exchange of intellectual property or technical know-how. This could include pharmaceutical company licencing agreements, technology transfers, or the formation of joint ventures. Manufacturers in different countries could increase their production capabilities and contribute to more equitable vaccine distribution by sharing knowledge and expertise<sup>12</sup>.

Efforts to address these challenges involve navigating the complexities of IPR while striving for healthcare equity. Initiatives promoting technology transfer, collaborations among nations, and the relaxation of patent regulations in certain cases aim to improve access to essential medicines, especially in regions where healthcare resources are limited. Additionally, discussions centred around flexibilities within international trade agreements, such as those outlined in the Agreement on Trade-Related Aspects of Intellectual Property Rights (TRIPS), seek to strike a balance between protecting innovation and ensuring access to medicines for global health crises.

Creating a more equitable landscape necessitates the collaboration of governments, pharmaceutical companies, non-governmental organisations, and international organisations. It necessitates a collaborative approach aimed at reconciling intellectual property protection with the fundamental human right to health, emphasising the importance of IPR reform that fosters innovation while prioritising global access to essential healthcare.

#### **IV. Regulatory Framework: The Indian Scenario**

The intertwined relationship between regulatory frameworks and Intellectual Property Rights (IPR) shapes the landscape of pharmaceutical innovation and market dynamics. Regulatory policies are critical pillars that govern drug development, approval, and market entry. These policies not only ensure the safety and efficacy of medications, but they also intersect with IPR, influencing pharmaceutical companies' strategies and timelines. The complex interplay between regulatory standards and patent laws has a significant impact on the industry's approach to R&D and market strategies. Pharmaceutical companies face a difficult challenge in striking a delicate

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<sup>10</sup> K Bardosh , AD Figueiredo , R Gur-Arie , E Jamrozik , J Doidge & T Lemmens ,*The unintended consequences of COVID-19 vaccine policy: why mandates, passports and restrictions may cause more harm than good*, BMJ Glob Health. (2022)

<sup>11</sup> H Tatapudi , R Das & T Das , *Impact of vaccine prioritization strategies on mitigating COVID-19: an agent-based simulation study using an urban region in the United States*, BMC Med Res Methodol (2021)

<sup>12</sup> OJ Wouters , KC Shadlen , M Salcher-Konrad , AJ Pollard , HJ Larson & Y Teerawattananon , Challenges in ensuring global access to COVID-19 vaccines: production, affordability, allocation, and deployment. Lancet,397 (2021)

balance between encouraging innovation through patent protection and meeting stringent regulatory requirements. Moreover, evolving regulatory landscapes, especially those addressing generic drug approvals and data exclusivity, further emphasise the complexity of aligning IPR with the ever-evolving regulatory frameworks. Adapting to these changing regulations while navigating the nuances of intellectual property remains a pivotal aspect for pharmaceutical entities aiming to bring innovative and safe medications to market while ensuring compliance with global standards. The Indian IPR section is grossly categorised into patents, designs, trademarks, and geographical indices<sup>13</sup>. In the post independence era, mainly multinational companies governed Indian medicine market. The drugs were imported at a higher cost, and in terms of drug price, India ranked among the highest priced nations in the world. It was seen that the old "Indian Patents and Designs Act, 1911" was not fulfilling the requirements of the Indian population<sup>14</sup>. As a result, the Justice (Dr.) Bakshi Tek Chand committee was formed to conduct a thorough examination of the benefits and drawbacks of the Indian patent system. The committee correctly stated that the patent act should include clear recommendations to ensure Indian population's needs in terms of food, medicines, and medical devices, and these should be made available to the public at the cheapest price commensurate, while also honouring patentee with reasonable compensation. These proposals served as the foundation for two significant changes: the 1950 amendment (focus on working inventions and compulsory licence [CL]/revocation) and the 1953 bill (Bill No. 59 of 1953). The Patents Act of 1970 established the "process patent" system, which proved to be extremely beneficial to the Indian pharmaceutical industry. Patents were valid for seven years under this act. India became a party to the General Agreement on Tariffs and Trade (GATT) in 1994, and as a result, India was required to obey the GATT IPR component, i.e., the "TRIPS" component of the "Uruguay round" of the "GATT Treaty." Noncompliance with TRIPS could result in India's expulsion from the WTO<sup>15</sup>. Following this pact, on December 31, 1994, an ordinance was passed with significant reforms to the Indian patent system, however it ceased to exist after 6 months. Although "TRIPS" has been in effect since January 1, 1995, there has been no change in Indian patent regulations since 1999. The "United States" took the issue of solely "process patent" rights in the sphere of "food and drugs" in India to the WTO in 1997. The World Trade Organization's "dispute settlement body" determined that India had violated WTO Articles 70.8 (a) (requirement of "product patent system" in pharmaceutical and agricultural fields) and 70.9 (exclusive marketing rights (EMR) must be supplied since 1995). In connection with this, India was required to alter its existing patent rule, and the modified statute was published in 1999. Section 5 (2) of the new revised statute of 1999 provided for mailbox application, and EMR specifics were

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<sup>13</sup> Controller General of Patents, Designs and trademarks, *History of Indian Patent System, History of Indian Patent System | About Us | Intellectual Property India | Government of India (ipindia.gov.in)* (last visited Dec 10th, 2023)

<sup>14</sup> Ajay Prakash, Phulen Sarma, Subodh Kumar and Bikash Medhi, *Intellectual property rights and Indian pharmaceutical industry: Present scenario*, *Indian J Pharmacol.*, 57–60(2018)

<sup>15</sup> Nair, G.G., *Impact of TRIPS on Indian pharmaceutical industry* (2008)

incorporated in Chapter IVA<sup>16</sup>. This amendment had the provision of mailbox applications under the Section 5(2), where a party could apply for product patent in some special areas such as pharmaceutical and agricultural sectors (also known as WTO applications or mailbox applications). The "Patent Act 1970" and its amendment (2005) explicitly specified the intellectual properties that are patentable, as well as those intellectual properties are "not patentable" in India. "A substance may not be patentable if it does not result in an improvement in its efficacy or the mere discovery of any new property or new use of a known substance, or unless such known process results in a new product or employs at least one new reactant." Modest alterations, such as salts, esters, ethers, polymorphs, metabolites, pure form, particle size, isomers, mixes of isomers, complexes, combinations, and other derivatives of a known substance, shall be considered the same thing until they differ significantly in properties with regard to efficacy will be not patentable as per Section 3(d), 3(e), and 3(i)<sup>17</sup>. In *Cadila Health Care Ltd v. Cadila Pharmaceuticals Ltd*<sup>18</sup>, the Supreme Court of India established certain factors for determining deceptive similarity between pharmaceutical trademarks, which include: the nature of the marks, i.e. whether the marks are word marks, label marks, or composite marks; the degree of resemblances between the marks, i.e. similarity of idea or sound; The nature of the products; the class of purchasers, their education and intelligence, and the degree of care they are likely to exercise in purchasing and/or using the goods; the mode of purchasing or placing orders for the products; and any other surrounding circumstances that may be relevant in determining the degree of dissimilarity between the competing marks.

The Hon'ble Supreme Court of India, in its decision in *Novartis AG vs. Union of India and Ors*<sup>19</sup>, emphasised the true legislative intent of Section 3(d) of the Patents Act, 1970, and stated that "Section 3 (d) is meant especially to deal with chemical substances, and more particularly pharmaceutical products." The amended section 3(d) clearly establishes a second tier of qualifying standards for chemical substances or pharmaceutical products in order to leave the door open for true and genuine inventions while also discouraging any attempt at repetitive patenting or extension of the patent term on spurious grounds."

## V. Emerging Trends

Top pharmaceutical businesses are working with AI vendors and incorporating AI technology into their production processes for R&D and overall drug discovery. According to reports, approximately 62 percent of healthcare organisations are considering investing in AI soon, and 72 percent feel AI will be critical to how they do business in the future. AI may also analyse a user's medical history and assist in the development of personalised prescription regimens, including dosage, frequency, and timing, to ensure that users take their medications appropriately and

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<sup>16</sup> Ghai, D., *Patent protection and Indian pharmaceutical industry*, International Journal of Pharmaceutical Sciences Review and Research, 3(2), pp.43-48 (2010)

<sup>17</sup> *Supra* note 13

<sup>18</sup> Appeal (civil) 2372 of 2001, Special Leave Petition (civil) 15994 of 1998

<sup>19</sup> Civil Appeal No. 2706-2716 of 2013

effectively. Users can obtain 24/7 support for any medication-related questions or concerns with AI integrated into pharmacy apps, removing the need to wait for a chemist's office hours<sup>20</sup>.

It is crucial to understand the use of AI in the pharmacy system and weigh the tradeoffs between its advantages and disadvantages. While AI can provide significant benefits to the pharmacy system, such as increased accuracy, personalised medication management, and improved patient outcomes, it also has limitations, such as the lack of empathy and personal touch, reliance on accurate data, and potential ethical concerns<sup>21</sup>.

In recent years, India has filed several AI-related patents. The level of human input required by AI-based processes or products is not specifically regulated by the Indian Patents Act of 1970. Under the Patent Act of 1970, computer programmes, business methods, and mathematical equations are not deemed patentable innovations. The words "patent" and "person interested" in Section 2 (p) of the aforementioned function function as a barrier to including AI in its scope. Anyone other than a human being is expressly prohibited from being a patentee under the Act. A patent grants the owner of the innovation exclusive rights to it, prohibiting others from manufacturing or selling it for a fixed length of time. Section 2(y) of the Act defines who is a "true and first inventor" and grants the right to them. The individual who brought the innovation into India or to whom it was conveyed from outside India is not the actual and first inventor. Section 2 (y) does not need the "true and first inventor" to be a person; thus, works created by AI systems are covered by the definition. Since AI lacks ownership rights over its work, it is unable to provide consent to third parties. Similarly, it is caught in a bind when it comes to allocating its rights. Artificial intelligence is the subject of 6% of all new technology patents in India, which is rapidly developing as a vital innovation hub for global enterprises. India is ranked seventh in terms of AI patent filings and fourth in terms of AI research publications. Furthermore, all original ideas could be evident to an AI, rendering patent protection null and worthless. There are concerns and reservations concerning AI protection and enforcement due to the legislation's ambiguity. Originality is required for copyright protection. Copyright protection necessitates originality. The Copyright Act defines original work as "sweat of the brow doctrine and a modicum of creativity." According to the Sweat of the Brow Doctrine, an author can get copyright for his work just by exercising diligence. It is not necessary to be creative or unique. According to the notion of creativity, original work exhibits a high level of innovation and judgement. Indian courts embraced the Modicum of Creativity test in the case of *Eastern Book Company v. D.B. Modak*<sup>22</sup>, holding that computer works can satisfy the test of originality and that AI can be included in the Modicum of Creativity to be examined.

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<sup>20</sup> S.M.U. Islam, S. Khan, H. Ahmad, M.A.U. Rahman, S. Tomar, M.Z. Khan, *Assessment of challenges and problems in supply chain among retailers during COVID-19 epidemic through AHP-TOPSIS hybrid MCDM technique*, *Internet of Things and Cyber-Physical Systems* (2022)

<sup>21</sup> M.,M. Seraj, O. Khan, M.Z. Khan, *Analytical research of artificial intelligent models for machining industry under varying environmental strategies: an industry 4.0 approach* *Sustainable Operations and Computers*, 3,176-187 (2022)

<sup>22</sup> Appeal (civil) 6472 of 2004



The pharmaceutical industry is undergoing a profound transformation, marked by several noteworthy trends that intersect with the realm of Intellectual Property Rights (IPR). One of the most significant developments involves the integration of cutting-edge technologies like artificial intelligence (AI) and big data analytics in drug discovery and development. These technologies have revolutionised the early stages of drug identification, validation, and optimization, significantly reducing the time and resources required for research. AI-driven algorithms analyze vast datasets to predict drug-target interactions, accelerating the identification of potential compounds and optimising their efficacy. Furthermore, the convergence of biotechnology with IPR has unleashed a new era of medical innovation. Breakthroughs in gene editing techniques, personalised medicine, and precision therapies have expanded the horizons of treatment possibilities. This fusion has led to the development of targeted treatments tailored to individual genetic profiles, promising more effective and personalised healthcare solutions. However, these advancements bring forth a host of ethical, legal, and regulatory challenges. Discussions around the ethical use of AI in drug discovery, ensuring data privacy and security, and navigating the patent landscape for biotechnological breakthroughs are gaining traction. Additionally, adapting regulatory frameworks to accommodate these rapid technological advancements while maintaining the balance between fostering innovation and protecting intellectual property rights poses a complex task.

Looking ahead, the future of the pharmaceutical industry will likely witness an intensified focus on these emerging trends. Discussions around ethical guidelines for AI integration, international collaboration on data sharing and protection, and reevaluation of patent regulations to accommodate novel biotechnological innovations will shape the industry's trajectory. Balancing the drive for innovation with ethical considerations, patient privacy, and equitable access to transformative healthcare solutions will remain at the forefront of the industry's endeavours in the evolving landscape of IPR within pharmaceuticals.

## **VI. Drug Innovations: IPR Insights**

Case studies and real-world examples offer invaluable insights into the practical implications of Intellectual Property Rights (IPR) within the pharmaceutical industry. One illustrative case study is the story of Gilead Sciences' drug, Sovaldi (sofosbuvir), which revolutionised hepatitis C treatment but also sparked controversies due to its pricing and patent strategy. Sovaldi offered a highly effective cure for hepatitis C, yet its high cost created accessibility challenges for patients and healthcare systems globally. Gilead has never apologised for how Sovaldi or its subsequent hepatitis C medications were priced. The Foster City, California-based biotech has worked to extract every dollar out of the franchise before a new patient starts and competition diminishes its market share. Since Sovaldi's approval in 2013, Gilead's four antiretrovirals based on the sofosbuvir backbone have earned the business around \$55 billion. "Gilead bought a launch-ready drug ... and so they launched very quietly," said Ted Haack, VP at LatticePoint Consulting, during

a panel at the BIO CEO & Investor conference in New York<sup>23</sup>. This case exemplifies how patent exclusivity and pricing strategies can intersect, leading to debates on balancing innovation incentives and patient access.

Another impactful example is India's utilisation of compulsory licences for medications like Nexavar (sorafenib) and Dasatinib. There are various regulations that address patent infringement and create a legal foundation for the Controller General of Patents, Designs, and Trademarks, sometimes known as the "Indian Patent Office," to give a compulsory licence to a third party. For example, under Indian Patent Laws, compulsory licensing can be granted three years after obtaining a patent. Furthermore, the Indian Patent Office may give a compulsory licence only if the use of the patented product does not meet public requirements, the patented product is not affordable to the public, or the patentee has not worked on the patented product in India. In other words, compulsory licencing will be imposed only when a patent owner fails to use - or fails to exploit sufficiently - an innovation that could be highly advantageous to the public interest.

However, Indian patent law requires that a variety of conditions be considered while evaluating whether a compulsory licence should be granted to a third party, namely the applicant for the compulsory licence. Some of the criteria considered by the Indian Patent Office include whether the third party has already approached the patent owner to obtain a licence, whether the third party has the capabilities to meet public interest by manufacturing the patented product, and the actual type of the invention and its benefits to the public<sup>24</sup>. These instances of compulsory licensing allowed the production of affordable generic versions, addressing critical public health needs while raising discussions about the interpretation and implementation of flexibilities within patent laws to enhance access to essential medications. Furthermore, examining patent disputes and litigations, such as the ongoing battles over biosimilars or generic drug introductions, showcases the complexities and legal intricacies that pharmaceutical companies navigate in protecting their intellectual property and market share. These cases highlight the importance of IPR strategies in competitive market landscapes and how they can influence market entry and drug accessibility. Additionally, collaborations between pharmaceutical entities and research institutions, especially in emerging markets, underscore the significance of technology transfer and knowledge sharing in advancing healthcare innovation. These partnerships showcase how leveraging intellectual property for mutually beneficial collaborations can accelerate the development and accessibility of novel treatments.

By analysing and learning from such case studies and examples, stakeholders in the pharmaceutical industry gain a deeper understanding of the practical implications of IPR on drug development, market dynamics, and global health outcomes. These real-world scenarios offer

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<sup>23</sup> Lisa LaMotta, *What Gilead taught pharma about pricing a cure*, BioPharma Dive, What Gilead taught pharma about pricing a cure | BioPharma Dive (last accessed Dec. 14th 2023)

<sup>24</sup> Hana Onderkova, *Compulsory Licensing in India and changes brought to it by the TRIPS Agreement*, European Commission Compulsory Licensing in India and changes brought to it by the TRIPS Agreement - European Commission (europa.eu) (last accessed Dec 14th 2023)

lessons on navigating the delicate balance between incentivizing innovation and ensuring equitable access to life-saving medicines, contributing to discussions aimed at shaping more balanced and inclusive healthcare systems.

## **VII. Conclusion**

Understanding the intricate relationship between Intellectual Property Rights (IPR) and the pharmaceutical industry is pivotal in navigating the complex interplay between innovation, accessibility, and ethical considerations. The evolving landscape of patents, regulatory frameworks, and emerging technologies underscores the dynamic nature of this relationship. While IPR serves as a catalyst for innovation, it also presents challenges, particularly concerning equitable access to essential medicines. Balancing incentives for innovation with the imperative of healthcare accessibility remains an ongoing discourse. Real-world examples elucidate the impact of IPR on drug development, market dynamics, and global health outcomes, showcasing both successes and challenges. Collaborative efforts, ethical considerations, and adaptive regulatory frameworks are crucial in steering the industry toward a future that harmonizes innovation with universal access to life-saving treatments. By learning from past experiences, engaging in dialogue, and fostering inclusive strategies, stakeholders can chart a path that upholds the principles of IPR while addressing societal needs, ultimately working toward a more equitable and innovative pharmaceutical ecosystem.

