



- Regulatory Considerations
  - Definitions
  - Review Process
  - Regulatory Review teams
- Combination Product Development
  - Technical Challenges
  - Product Development Teams
  - A History Lesson
- Industry Challenges and Opportunities
  - Current Pharma Challenges
  - From "smart delivery" to "smart medicine"
- Case Study: Insulin Drug Delivery
  - Challenges and Successes
- Observations and Opportunities

#### Combination Product

- FDA Definitions:
  - A Combination Product is a product comprised of any combination of a drug and a device; a device and a biological product; a biological product and a drug; or a drug, a device, and a biological product.
    - Single-entity
    - Kits
    - Cross-labeled products
    - Primary Mode of Action: The single mode of action of a combination product that provides the most important therapeutic action of the combination product.

## Drug Delivery and Convergence

- Drug Delivery Devices are specialized tools for the delivery of a drug or therapeutic agent via a specific route of administration. Such devices are used as part of one or more medical treatments.
- Technological Convergence refers to a trend where some technologies having distinct functionalities evolve to technologies that overlap, i.e. multiple products come together to form one product, with the advantages of each initial component.

# Examples of Combination Product Components

- Technologies
  - Drug eluting stents and catheters
  - Pre-filled syringes
  - Dry powder inhalers
  - Auto-injectors
  - Active and Passive Transdermal patches
  - Metered dose inhalers
  - Infusion pumps
  - Jet/Needle-free injectors

- Molecular Entities
  - Macromolecules
  - Small molecules
  - Antivirals
  - PEGylated or Glycosylated molecules

# FDA Division Designation and Drug/Device Approval

- ◆ FDA Review will be performed by a combination of Divisions; however, one will be designated as the primary jurisdiction. Decision based on primary mode of action (PMOA) and Request for Designation (RFD)
  - CDRH: regulated as a Device
  - CDER: regulated as a Drug
  - CBER: regulated as a Biologic

	Approved Device	Investigational Device		
Approved Drug	+	++		
Investigational Drug	+++	++++		

#### Example of FDA Combination Product Review Team Structure

- CDRH Review Team
  - Lead Reviewer
  - Clinical Reviewer
  - Engineering Review Team
    - Mechanical
    - Electrical/Software
    - Biocompatibility / Sterility / Shelf Life
  - Branch Chief
  - Deputy Division Director
  - Other Division Senior Management

- CDER Review Team
  - CDER Project Manager
  - Clinical Reviewer
  - Drug Review Team
    - Chemistry
    - Pharmacology
    - Toxicology
  - Supervisory Chemist
  - SupervisoryPharmacologist
  - Other Division Senior
     Management

7 S. Portnoy, S.Koepke, PharmNet Consulting Group, 2005. http://www.pharmanet.com/pdf/whitepapers/Combo\_Products.pdf



#### Common Technical Challenges Materials/Components Compatibility **Time** Device Design and Development Formulation Development Manufacturing Capability Specifications/Content Uniformity/Drug Release Quality Stability/Shelf Life/Sterility Patient interface - Biology Risk Assessment and Management

# Multi-Functional Product Development Team

# Project Management

Project Planning

Finance

#### CM&C-

- Analytical
- Engineering
- Formulation
- Manufacturing
- Supply Chain
- Process Chemistry
- Preformulation
- Quality

#### **Clinical**

- Clinical Research
- Biostats
- Clinical Pharmacology
- Safety

#### **Product**

**Development** 

**Team** 

#### -Regulatory

- Operations
- Device
- Drug

#### **Nonclinical**

- Toxicology
- Biology
- Pharmacology

#### Marketing

- Market Research
- NPP
- Reimbursement

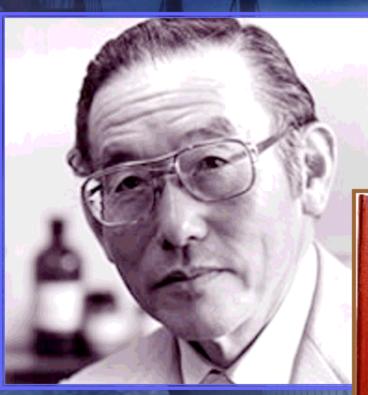
## Product Development CM&C Teams for Combination Products

- Chemistry
  - Drug Discovery Chemists
  - Process Chemists
- Formulation
  - Pharmaceutical Scientists
  - Analytical Chemists
  - Material Scientists
  - Preformulation Scientists

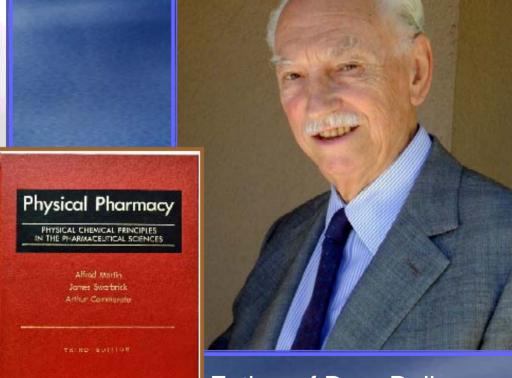
- Device Engineers
  - Device Design Engineers
  - Device Development Engineers
- Product ProcessEngineers
  - Process Scale-up Engineers
  - Packaging Engineers
  - Validation Engineers

Requires <u>Cross-Functional</u> and Diverse Development AND <sup>1</sup>Regulatory Review Teams - Collaboration is Critical!

## Physical Pharmacy Meets Drug Delivery



Father of Physical Pharmacy
Tak Higuchi



Father of Drug Delivery Alejandro Zaffaroni

## ALZA Drug Delivery Technologies



D-TRANS® Transdermal



E-TRANS® Electrotransport



Macroflux® Transdermal



STEALTH<sup>®</sup> Liposomal



OROS® Oral



DUROS® Implant



ALZAMER® Depot

## Drug Delivery Successes

Delivery Mechanisms	1970s	1980s	1990s	2000s	2010s
Diffusion (ALZA)		ert <sup>®</sup> (1974) ogestasert <sup>®</sup>	(1976)		
	<b>∀</b>	D-TRANS	<sup>™</sup> (1981)		
Osmosis (ALZA)	* .	Alzet® (1977	)		
		★ ORO	S® (1983)		
		*	RUTS® (	1989)	
			*	DUROS™	1(2000)
Electrokinetics				A	
(ALZA)					RANS™ 06)

## Drug Delivery Successes

10s
shed
003)
2004)
(2006)

## New Drug Delivery Technology Advances Are Not Short Term Efforts

◆ OROS<sup>®</sup> Systems

~ 15 Years

Transdermal Systems

~ 9 Years

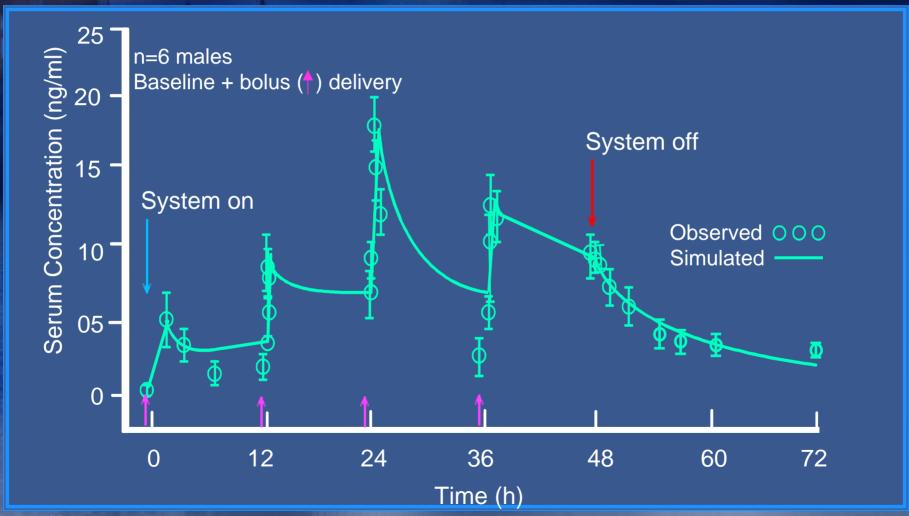
- Electrotransport Patches
- ~ 21 Years
- Pulmonary Systemic Delivery ~ 15 Years

Average cost for development of a new biotechnology product is now \$1.2B

# Key Learning: To Develop the Technology - Understand the Science of Drug Delivery

- Dosage Form Design (Basic Pharmaceutics and Engineering)
  - Mechanism of Delivery
  - Route of Administration
  - Dosage Form and Device Construction
    - API selection, prototype testing, scale up, manufacturing
    - Product performance, quality, stability, specifications
    - DOE, PAR, Validation, FMEA, Risk Assessment
- Dosage Form Body Interface
  - Biopharmaceutics preclinical/clinical
  - Risk/Benefit, RMP, REMs, etc.
- Delivery Rate Selection and Clinical Pharmacology
  - Zero Order Pharmacology
  - Rate of Rise Dependent Pharmacology
  - Circadian Pharmacology
  - Site Specific Pharmacology

## E-TRANS<sup>TM</sup> Technology for the Pulsatile Delivery of Fentanyl



# E-TRANS<sup>TM</sup> Electrotransport Device Technology



#### Revenue from Drug Delivery Products

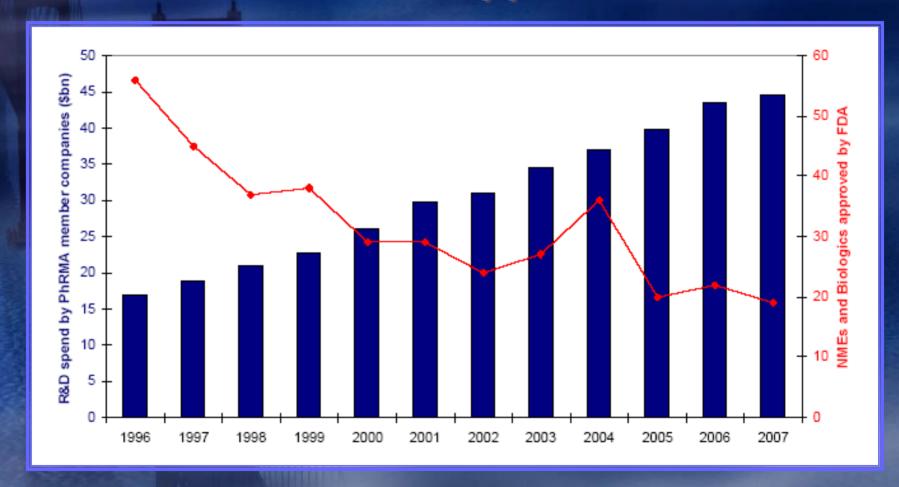


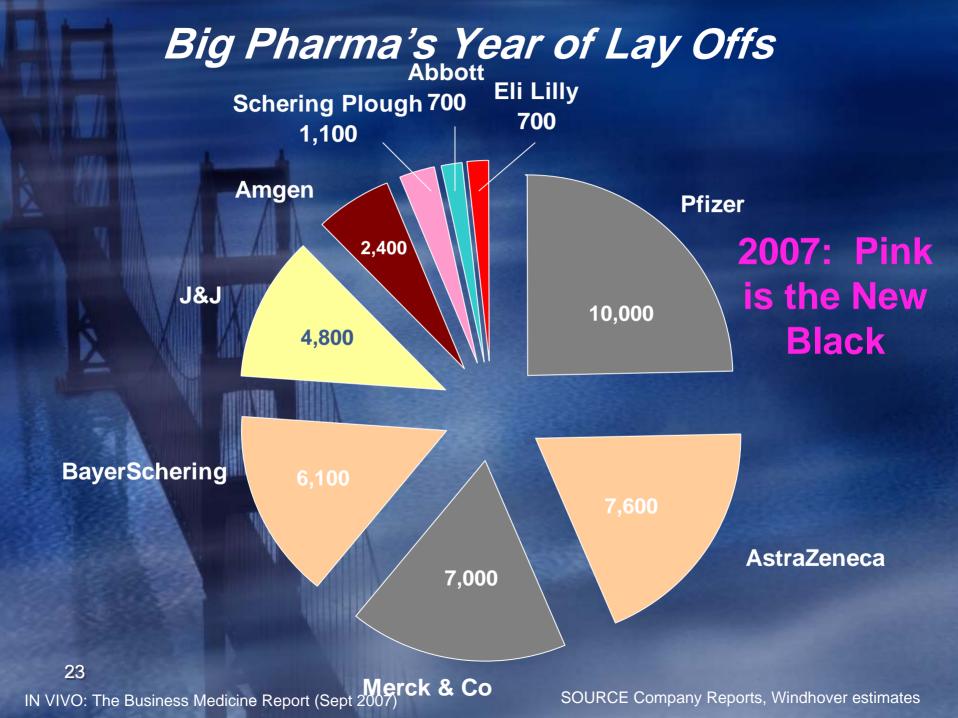
Peak Sales: \$1.4BN<sup>2</sup>

Estimate of peak sales based on publicly available information and company reports.

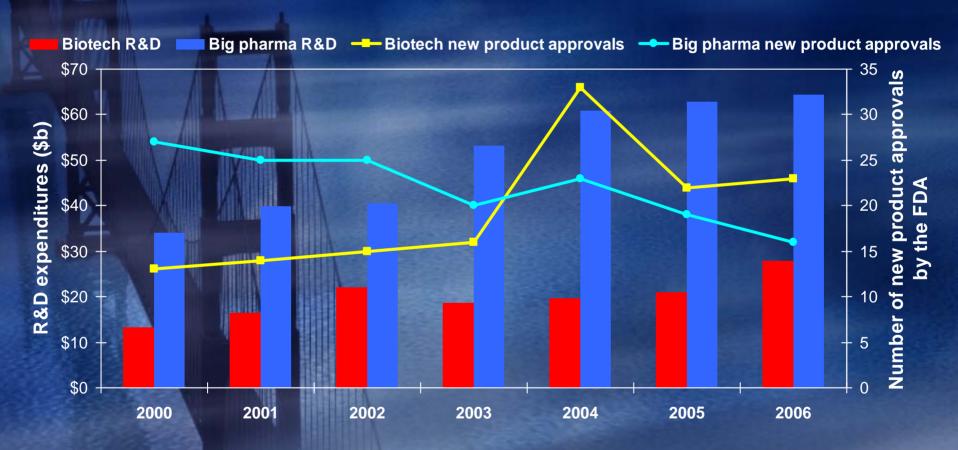


#### Declining Productivity: R&D Spend Increases as FDA Approvals Decrease





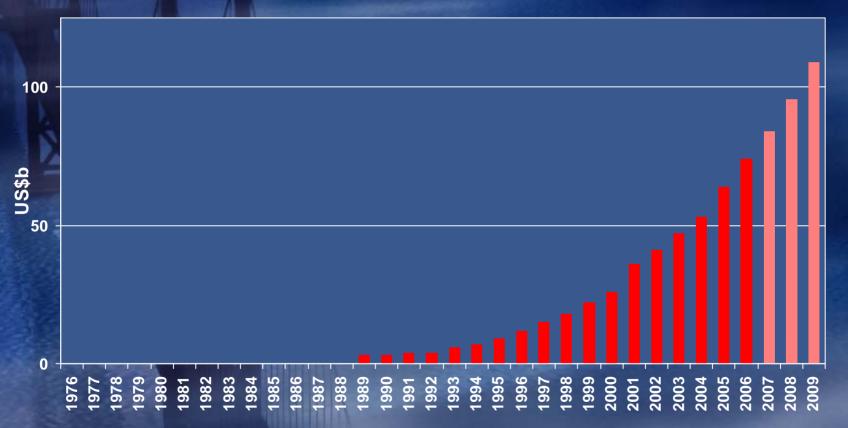
#### Biotech Business Trends



Source: Ernst & Young Global Biotechnology Report 2007.

# Biotech is Viewed as a Large and Growing Market

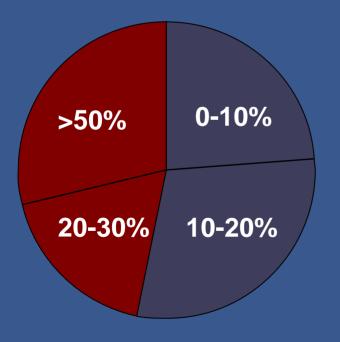
Biotech is on track to become a US\$100 billion industry by the end of the decade



# Pharma Increasingly Dependent on Delivery, Biotech, and Specialty Players for Product Innovation

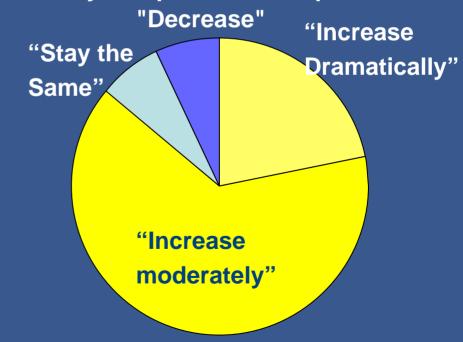
Nearly 50% of respondents attributed at least 20% of revenue to alliances...

**Estimated percent of revenue from Alliances percent of respondents** 

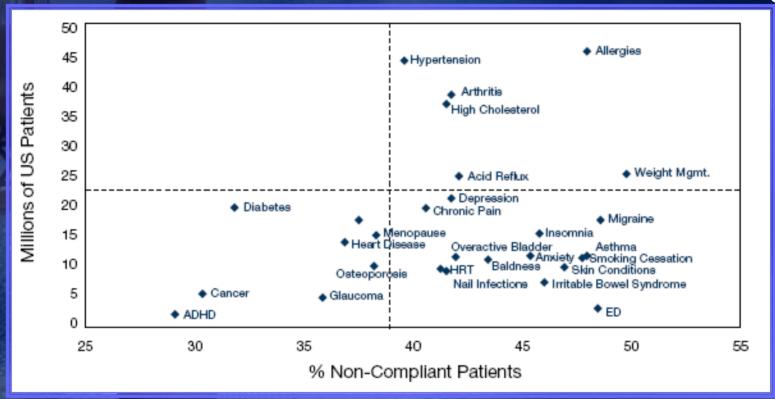


...and an overwhelming majority expect the frequency of alliances to increase

Expected frequency of alliances over next 5 years percent of respondents "Decrease" ...



# Reducing Non-Compliance Rates Could Dramatically Increase Sales for Some Drugs



Non-compliance is a major problem in people with minor and serious illnesses alike.

# The Future: Marketing Focus Is Changing – Enter "The Payer"

#### **TODAY**

Sales Representatives

Government/Payers

**Retail Pharmacies** 

#### **Primary-Care Practices**

- Practice Manager
- GPs
- Practice Nurses

#### Secondary-Care Specialists

- · Management Board
- Professional Executive Committee
- Prescribing Advisor

Source: PricewaterhouseCoopers

#### TOMORROW Key Account Managers

Government/Payers

#### **Retail Pharmacies**

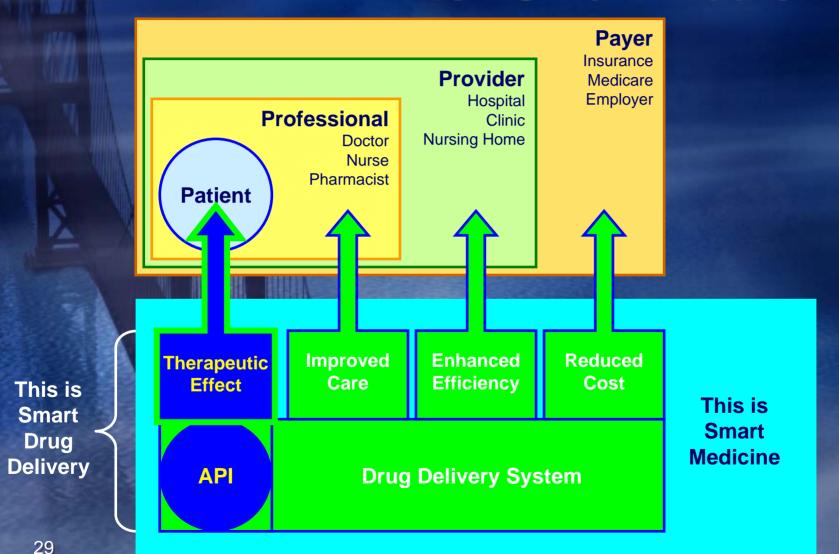
#### **Primary-Care Practices**

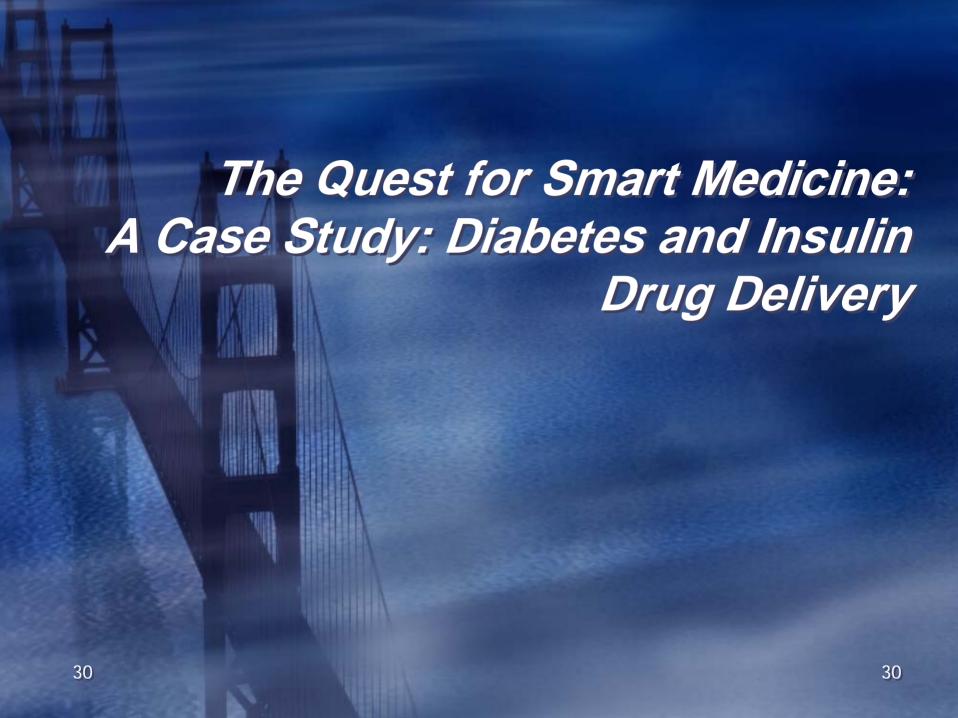
- Practice Manager
- GPs
- Practice Nurses

#### Secondary-Care Specialists

- Management Board
- Professional Executive Committee
- Prescribing Advisor

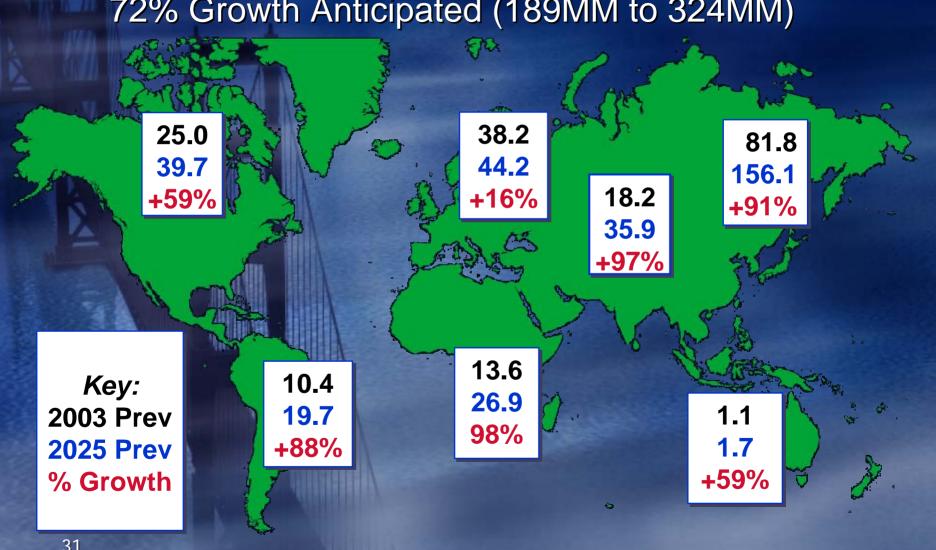
# Evolution: From Drug Delivery to "Smart Medicine"





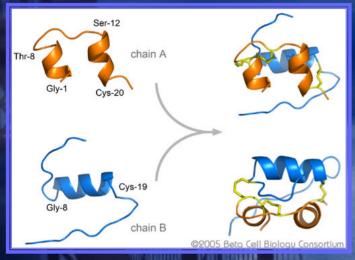
#### A Worldwide Type 2 Diabetes Epidemic

72% Growth Anticipated (189MM to 324MM)



31 Source: WHO 2003

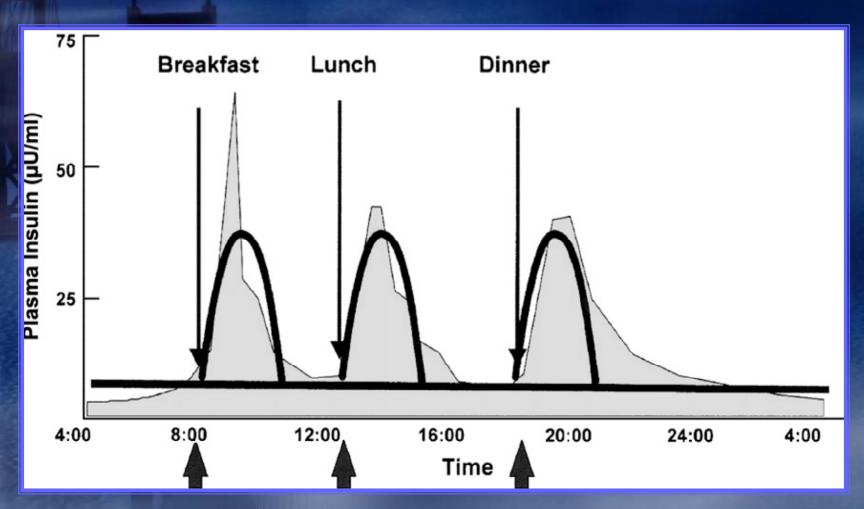
#### Diabetes Treatment: Insulin





- Pancreas origin of diabetes: 1889
- Successful extraction: 1921
- Mass production of naturally sourced insulin by Eli Lilly: 1923
  - Sourced from Pigs/Cows/Sheep
- Genentech/Eli Lilly introduced recombinant source of Insulin: 1982

#### Insulin Drug Delivery: Basal/Bolus Delivery Pattern



#### Insulin Drug Delivery Platforms



Pens

**Pulmonary DPI** 



Syringes



Needle Free Injectors



**Pumps** 



Transdermal

## Key Learnings: Insulin Drug Delivery

- 86 years large advances made in insulin engineering and delivery
- In 2000, 4 million years of life still lost to Type I diabetes
- Much learned about pulmonary delivery of biomolecules
- Market always driving toward more patient friendly compliant dosage forms
- Closed loop delivery system is almost a reality





- Technology differentiated products provide new solutions and create high value
  - Taxus and Cypher drug eluting stents
    - Significantly improved clinical outcomes
    - Revolutionized interventional cardiology market
  - Duragesic
    - Injectable transformed into a transdermal product
    - New indication for old drug
  - Exubera
    - Revolutionary needle-free pulmonary delivery for insulin
    - Approved by FDA, but no longer marketed



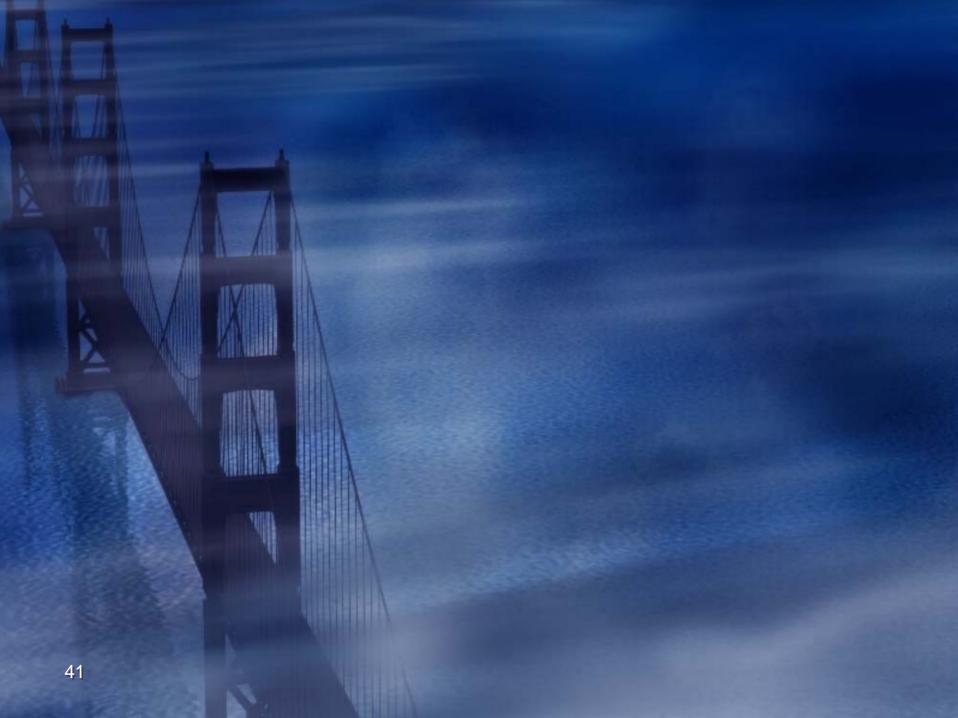
# Opportunities

- Drug delivery is always evolving
- Cross-functional collaborations are critical
  - Don't underestimate biological complexity
  - Utilize combined pharma and device skills to continue to bring products to the market and advancing patient care – don't work in silos!
- Be aware of stakeholders beyond the regulator and the patient
  - The health care professional
  - The health care provider
  - The health care payer
- Combination drug delivery and device products, though currently complex, provide new treatment opportunities
  - Continued collaboration and expansion of scientific understanding will reduce complexity



"Building truly convergent technologies represents multifactorial complexity in no small part because it requires the coordination of a multidisciplinary team of experts, each of whom has a very different notion about how to build things and why things work. Finding and managing this disparate pool of talent is one of the most overlooked and misunderstood challenges of developing convergent technologies. It is rare to find the compatibility required."

- John Patton, on Managing Technology Development Teams; from *Nature Publishing Group*, 2006



#### Combination Products Include:

- A product comprised of two or more regulated components physically, chemically, or otherwise <u>combined</u> or <u>mixed</u> and produced as a <u>single</u> <u>entity</u>
  - ie., drug/device, biologic/device, drug/biologic, or drug/device/biologic
- 2. Two or more <u>separate</u> products packaged together in a single package or unit
  - i.e., drug and device, device and biological, or biological and drug
- Combination of <u>approved</u> individual drug, device, or biological products resulting in a label change of the approved combination product
  - change in intended use, dosage form, strength, route of administration, or significant change in dose
- 4. Combination of a separately packaged <u>investigational</u> drug, device, or biological product for use <u>only</u> with another individually specified <u>investigational</u> drug, device, or biological product
  - both are required to achieve the intended use, indication, or effect



- \$177 million worldwide (5% of population)
- Numbers expected to double by 2030
- \$19 billion WW estimate of drug and device for treatment
  - ◆ \$12.5 billion US only
- \$132 billion (US only) spent on diabetes treatment and complications
- 5-10% of cases are Type 1, rest are Type 2

# Insulin Drug Delivery Systems

- Approved
  - Syringes
  - Insulin Pens
  - Jet/Needle Free Injectors
  - Subcutaneous Infusion Sets
  - Insulin Pumps (external)
  - Insulin Inhalers

- On The Horizon
  - Transdermal
  - Nasal
  - Buccal
  - Oral
  - Insulin Pumps (implanted)
  - Beta cell replacement (transplantation)
  - Bariatric surgery/gastric bypass



- Highly complex natural control of blood glucose levels
- Fast onset/long-acting
- Flexible/adjustable
  - Daily variability due to exercise/meal time/food combinations
- Easy to use, discrete format





- Prefilled /Disposable
- Alternative to vial and syringe
- Discreet (pocket/purse)
- Dial in dosing (1-60 units)
- Resets to zero during injection
- Accurate/affordable/easy to use
- Once in use stable @ controlled RT for 42 days
- Junior versions
- Memory (date/time/amount dosed)





- Delivery through skin without use of needle
- High velocity delivery of liquid/powder though orifice
- Jet opens and forms hole in skin (fraction of a second)
- Attributes:
  - Enhanced compliance
  - Improved Safety
  - Not necessarily decreased pain, rather decreased fear
  - Significant ease of self use (some devices)
  - Fixed volume (< 1.5mL)

### Insulin Pumps

- Combination meter and pump
- Wireless communication
- Pump calculates infusion rates and boluses based on meter readings
- Hands-free insulin delivery;
   patient must confirm dose
- Downloads to data management software
- Not closed loop requires calibration to blood glucose q 12 hr.



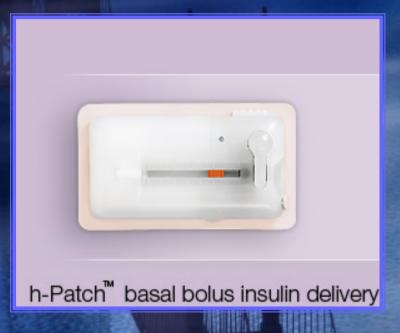
**OneTouch Ping** 

## Insulin Pulmonary Delivery



- Highly effective
- Non-invasive
- Exubera approved in January 2006 -withdrawn October 2007
  - Long term pulmonary safety concerns
  - Cost effectiveness concerns
  - Dose adjustment (3 units vs 1/20th unit from pump)
  - Not a discrete device
  - Daily injection of long acting insulin still required
  - Physician/patient conversion

#### Transdermal Insulin Delivery



Valeritas' V-Go™

- Micro-needle based technology
- Small disposable waterproof device
- Changed daily rotate site
- Delivers continuous basal dose
- On demand bolus dosing
- FDA approved device (510(k))
- Type II diabetic market