A Study on Causes of Failures in New Product Development in Pharmaceutical Business Management

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Abstract
This study helps to understand about the causes of Failures in New Product development in Pharmaceutical Business Management. It gives analytical information about the causes of failures in New Product in Pharmaceutical Industry. This research study gives solution to avoid failures in New Product Development in Pharmaceutical Industry. This research study gives idea and suggestion of Marketing Employees’ solution to solve the problem in commercialization.

I. INTRODUCTION
Pharmaceutical Business Management plays vital roles in Human life. It helps to cure diseases and give better solution to patient recovery from illness. So learn about the causes of failures in newproducts development helps to develop business in Pharmaceutical Industry, and it helps to save the patient life also. Giving solution to solve the problem in commercialization of New Products espesily in Pharmaceutical industry helps to develop the business in Pharmaceutical Companies as well as it helps doctors and patients also.

A. Objective Of This Study
1. To understand about the unregistered brand name in Pharmaceutical business management
2. To analysis about the 568 Pharmaceutical companies’ Employees’ opinion about causes of failures in Pharmaceutical business management.
3. To analysis about the problems in commercialization in Pharmaceutical Business Management.
4. To analysis about the giving solution to solve the problems in commercialization in Pharmaceutical business management.
5. To understand about employees’ opinion to develop New Product in Pharmaceutical Business Management.

B. Duration Of This Research
Researchers have taken 18 months to complete this Research work of Causes of Failures in New Product development in Pharmaceutical Business Management studies.

II. CAUSES OF FAILURES IN NEW PRODUCT IN PHARMACEUTICAL INDUSTRY
To analysis about New Product Failures lead to Develop New Product success in pharmaceutical Industry. The causes of New Product Failures in Pharmaceutical Business are explained below.

- Overestimation of the market size
- Product design problem
- Product Incorrectly positioned, price or advertised
- Cost of Product development
- Improper planning of product growth
- Overestimation of Employees performance
- Competitive action
- Improper understanding about the competitors activity
- Substandard and unregistered product
- Unregistered Pharmaceutical Brand
- Adulterated Medicine
- Improper SWOT analysis
- Following the other companies Business strategies
- Superior Harassments to subordinates

In this study analysis about failures of new Products in some Unregistered and substandard brands in Pharmaceutical Business.

Some Pharmaceutical companies have same brand name. These kinds of brands create lots of problems to doctors and patient. Some Unregistered Trade Mark Brands examples are shown in PICTURE-.1, PICTURE-.2, PICTURE.3, PICTURE.4, and PICTURE.5. These pictures of pharmaceutical products don’t have symbol of Trade mark. The symbol of trademark is shown below.

PICTURE-.1 shows about the brand “GMP” in Aretaeus Pharmaceuticals Compaany which is Unregistered Trade mark brand. This same GMP brand is in Medi biotech Pharmaceutical Company this has mentioned in PICTURE-.2 and Picture.5 which is
unregistered brand. In Areataeus Pharmaceuticals’ “GMP” Brand has a Glimepride drug. But Medi biotech “GMP” brand has Glipipride +Metformin+Pioglitazone combination of drugs. If doctor is prescribing GMP brand in Areataeus Pharmaceutical, Medical store gives GMP brand in Medi biotech. After purchasing and using the GMP brand, the patient health would be spoiled. After few days or few months doctor will stop the prescription of GMP brand of both Medibiotech and Areataeus pharmaceutical. So Medi Biotech pharmaceutical and Areataeus pharmaceutical companies business are spoiled. These kinds of Unregistered Trade Mark pharmaceutical brands cause Failures in Pharmaceutical Business. Unregistered trade mark pharmaceutical product spoil the success of new product business management in pharmaceutical industry.

PICTURE-.3 shows the brand of “Mediformin” from Medinews Pharmaceuticals. This same brand “Mediformin” is in Medi biotech Pharmaceuticals it is shown in PICTURE-.4 and Picture.5. In Medinews Pharmaceuticals’ Mediformin brand has Metformin Hydro chloride drugs. And In Medi biotech Pharmaceuticals’ Mediformin brand is also having Metformin Hydro Chloride drugs. If doctor is prescribing Medibiotech Pharmaceuticals’ Mediformin brand, Medical store gives Mediformin brand of Medinews Pharmaceuticals. Totally these kinds of Pharmaceutical drugs spoil the business in Pharmaceutical companies. So these Kinds of unregistered trade mark products spoil new product success management in pharmaceutical industry. These kinds of unregistered trade mark brands cause failures in new products development in pharmaceutical Business management. Therefore pharmaceutical companies have to avoid Unregistered Trade mark brand and same brand name to achieve success in new product development management.

A. How to avoid Unregistered Product?
Pharmaceutical companies have to avoid unregistered Trademark product and same brand name in theirs products. Government has to provide trade mark to all Pharmaceutical drugs the welfare of the people and to avoid duplication.
Picture 2 Unregistered Trade Mark Brand

(Source: From Field executives of Pharmaceutical Industry-Primary data)

Picture 3 Unregistered Trade Mark Brand

(Source: From Field executives of Pharmaceutical Industry-Primary data)
Table No: 1 Frequency distribution of Employees’ Qualification

<table>
<thead>
<tr>
<th>Employees’ Educational Qualification</th>
<th>Frequency</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pharmacy Graduate</td>
<td>206</td>
<td>36.3</td>
</tr>
<tr>
<td>Graduate</td>
<td>241</td>
<td>42.4</td>
</tr>
<tr>
<td>Professional with MBA</td>
<td>121</td>
<td>21.3</td>
</tr>
<tr>
<td>Total</td>
<td>568</td>
<td>100.0</td>
</tr>
</tbody>
</table>

Above table explain that, 36.3% Pharmacy graduates have given the data for this Research study, 42.4 % Graduates have given the data for this research study, and 21.3 % M.B.A graduates have given the data for this research study.
III. ANALYSIS THE PROBLEMS IN NEW PRODUCTS COMMERCIALIZATION IN PHARMACEUTICAL INDUSTRY

Table No: 2 Frequency distribution of Employees opinion about Problems of commercialization

<table>
<thead>
<tr>
<th>Problems in NPD</th>
<th>Yes</th>
<th></th>
<th>No</th>
<th></th>
<th>Total</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Count</td>
<td>%</td>
<td>Count</td>
<td>%</td>
<td>Count</td>
<td>%</td>
</tr>
<tr>
<td>1. Unregister Brand name</td>
<td>125</td>
<td>22.01</td>
<td>443</td>
<td>77.99</td>
<td>568</td>
<td>100.00</td>
</tr>
<tr>
<td>2. Company Image</td>
<td>41</td>
<td>7.22</td>
<td>527</td>
<td>92.78</td>
<td>568</td>
<td>100.00</td>
</tr>
<tr>
<td>3. Irrational combination</td>
<td>476</td>
<td>83.80</td>
<td>92</td>
<td>16.20</td>
<td>568</td>
<td>100.00</td>
</tr>
<tr>
<td>4. Adverse reaction</td>
<td>264</td>
<td>46.48</td>
<td>304</td>
<td>53.52</td>
<td>568</td>
<td>100.00</td>
</tr>
<tr>
<td>5. Doctors Non acceptance</td>
<td>48</td>
<td>8.45</td>
<td>520</td>
<td>91.55</td>
<td>568</td>
<td>100.00</td>
</tr>
<tr>
<td>6. Improper Marketing strategy</td>
<td>25</td>
<td>4.40</td>
<td>543</td>
<td>95.60</td>
<td>568</td>
<td>100.00</td>
</tr>
<tr>
<td>7. Unaccepted brand name</td>
<td>314</td>
<td>55.28</td>
<td>254</td>
<td>44.72</td>
<td>568</td>
<td>100.00</td>
</tr>
<tr>
<td>8. Competition</td>
<td>19</td>
<td>3.35</td>
<td>549</td>
<td>96.65</td>
<td>568</td>
<td>100.00</td>
</tr>
<tr>
<td>9. Superior Harassments</td>
<td>504</td>
<td>88.73</td>
<td>64</td>
<td>11.27</td>
<td>568</td>
<td>100.00</td>
</tr>
<tr>
<td>10. Availability Problems</td>
<td>5</td>
<td>.88</td>
<td>563</td>
<td>99.12</td>
<td>568</td>
<td>100.00</td>
</tr>
</tbody>
</table>

(Source: From Pharmaceutical companies Marketing employees -Primary data)

Fig. 1 Bar Diagrams represent Problems of commercialization

A. Unregistered Brand Name
B. Company Image
C. Irrational combination
D. Adverse reaction
E. Doctors Non acceptance
F. Improper Marketing strategy
G. Unaccepted Brand name
H. Competition
I. Superior Harassments
J. Availability Problems

Above Table and Bar Diagrams explained “Unregister Brand Name” leads to problem of commercialization in New Products Development. 7.22 % Pharmaceutical companies Employees suggest “Company Image” Leads to problem of commercialization of New Products in Pharmaceutical Industry. 83.80 % Pharmaceutical Companies Employees suggest “Irrational Combination drugs” leads to problem of commercialization of New Products in Pharmaceutical Industry. 46.48 % Pharmaceutical companies Employees Suggest “Adverse Reaction” leads to problem of commercialization of New Products in Pharmaceutical Industry. 8.45 % Pharmaceutical companies Employees suggest “Doctors Non Acceptance” leads to problem of commercialization in New Products development in Pharmaceutical Industry. 4.40 % Pharmaceutical companies Employees suggest “Improper Marketing Strategy” leads to problem of commercialization in New Products Development. 55.28 % Pharmaceutical companies Employees suggest “Unaccepted Brand Name” leads to problem of commercialization in New Products Development. 3.35 % Pharmaceutical companies Employees suggest “Competition” leads problem of commercialization in New Products Development in Pharmaceutical Industry. 88.73 % Pharmaceutical companies Employees suggest “Superior Harassments” leads problem of commercialization in New Products Development in Pharmaceutical Industry. 0.88 % Pharmaceutical companies Employees suggest “Availability Problems” leads problem of commercialization in New Products Development in Pharmaceutical Industry.

IV. ANALYSIS THE SOLUTION TO SOLVE PROBLEMS IN NEW PRODUCT COMMERCIALIZATION

| Table No: 3 Frequency Distribution Of Suggestions And Solution To Salve The Problem Of New Products Development |
|--------------------------------------------------------|-----------------|-----------------|-----------------|
| Solution for Problem in NPD                          | Yes Count       | Yes %           | No Count        | No %            | Total Count | Total % |
| 1. Good brand name                                    | 83              | 14.61           | 485             | 85.39           | 568         | 100.00  |
| 2. Less Adverse reaction                              | 20              | 3.52            | 548             | 96.48           | 568         | 100.00  |
| 3. USFDA Approved                                     | 554             | 97.54           | 14              | 2.46            | 568         | 100.00  |
| 4. India Approved                                     | 433             | 76.23           | 135             | 23.77           | 568         | 100.00  |
| 5. Relevant brand name                                | 14              | 2.46            | 554             | 97.54           | 568         | 100.00  |
| 6. Strategy for competitions                          | 9               | 1.58            | 559             | 98.42           | 568         | 100.00  |
| 7. Good market strategy                               | 49              | 8.63            | 519             | 91.37           | 568         | 100.00  |
| 8. Good work culture                                  | 528             | 92.96           | 40              | 7.04            | 568         | 100.00  |
| 9. Adverse event form                                 | 78              | 13.73           | 490             | 86.27           | 568         | 100.00  |
| 10. Employees sincerity                               | 3               | .53             | 565             | 99.47           | 568         | 100.00  |

(Source: From Pharmaceutical companies marketing employees -Primary data)
Fig. 2  Bar Diagrams represent Suggestions and Solution to solve problem of New Products Development

<table>
<thead>
<tr>
<th>Suggestions and Solution</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Good Brand Name</td>
<td>14.61%</td>
</tr>
<tr>
<td>B. Less Adverse reaction</td>
<td>3.52%</td>
</tr>
<tr>
<td>C. USFDA Approved</td>
<td>97.54%</td>
</tr>
<tr>
<td>D. Indian Drug Authority Approved</td>
<td>76.23%</td>
</tr>
<tr>
<td>E. Brand name should be relevant to Generic name</td>
<td>2.46%</td>
</tr>
<tr>
<td>F. Strategies for Competitions</td>
<td>1.58%</td>
</tr>
<tr>
<td>G. Good Market Strategy</td>
<td>8.63%</td>
</tr>
<tr>
<td>H. Good Work culture</td>
<td>92.96%</td>
</tr>
<tr>
<td>I. Adverse Event Form</td>
<td>13.73%</td>
</tr>
<tr>
<td>J. Employees Sincerity</td>
<td>0.53%</td>
</tr>
</tbody>
</table>

Above Table and Bar Diagram explained 14.61% Pharmaceutical companies Employees suggest “Good Brand Name” helps solution to solve problem of New Products in Pharmaceutical Industry. 3.52% Pharmaceutical companies Employees suggest “Less Adverse reaction” gives better solution to solve problem in New Products development in Pharmaceutical Industry. 97.54% Pharmaceutical companies Employees suggest “US FDA Approved drug” gives better solution to solve problem in New Products Development. 76.23% Pharmaceutical companies Employees suggest “Indian Drug Authority Approved Products” gives solution to solve problem in New Products development in Pharmaceutical Industry. 2.46% Pharmaceutical companies Employees suggest “Relevant brand name” gives solution to solve problem in New Products development in Pharmaceutical Industry. 1.58% Pharmaceutical companies Employees suggest “Strategy for competitions” gives solution to solve problem in New Products Development in Pharmaceutical Industry. 8.63% Pharmaceutical companies Employees suggest “Good Market Strategy” gives solution to solve problem in commercialization of New Products in Pharmaceutical Industry. 92.96% Pharmaceutical companies Employees suggest “Good work culture” gives solution to solve problem in commercialization of New Products in Pharmaceutical Industry. 13.73% Pharmaceutical companies Employees suggest “Adverse Event form” gives solution to solve problem in commercialization of New Products in Pharmaceutical Industry. 0.53% Pharmaceutical companies Employees suggest “Employees sincerity” gives solution to solve problem in commercialization of New Products in Pharmaceutical Industry.

To Create Successful New Products, The Pharmaceutical Company Must:

- Analysis it’s customers, Products, Markets and Competitors.
- Pharmaceutical company should develop New Products that deliver superior Value to customers eg. Doctors, Chemist, and Stockiest.
V. EMPLOYEES’ SUGGESTION TO DEVELOP NEW PRODUCTS IN PHARMACEUTICAL BUSINESS MANAGEMENT

Pharmaceutical companies’ employees have given good suggestion and opinion to develop New Products in Pharmaceutical Business. These employees suggestions are given below.

1. All Pharmaceutical products should be approved by USFDA
2. Pharmaceutical companies have to provide good work culture to the employees. This will help to develop New Products and it will help to avoid failures in New Products Development.
3. Drug should be approved by Indian government drug authority.
4. Pharmaceutical products should have good brand name
5. Pharmaceutical companies’ Marketing employee must have adverse event form to get adverse event information from doctors. This adverse event form help to avoid failures in New Product development
6. Companies must have good Marketing strategies
7. Product should have less side effect
8. Product should have relevant Brand name
9. Company should have strategies to face competition
10. Employees should be sincere

VI. CONCLUSION

Based on this study concluded that Pharmaceutical companies must revoke Unregistered Trade Mark Brand to avoid failures in New Products. New products should be approved by USFDA to avoid failures in New Product development. Pharmaceutical should avoid harassment to the marketing employees to launch successful in New Product Development. Less side effect Pharmaceutical New Product always provide better result. This study will help to analysis about the causes of Failures in New Product Development in Pharmaceutical Business Management.

BIBLIOGRAPHY


JOURNALS