

#### The International Comparative Legal Guide to:

### Pharmaceutical Advertising 2007

A practical insight to cross-border Pharmaceutical Advertising work



#### Published by Global Legal Group with contributions from:

Advokatfirmaet Haavind Vislie AS Arnold & Porter (UK) LLP **Asahi Law Offices** Bahas, Gramatidis & Partners Baker & McKenzie Biolato Longo Ridola & Mori

Bowman Gilfillan Clayton Utz

**Clifford Chance** CMS Cameron McKenna

**Daniel Advogados Davies Arnold Cooper** 

De Brauw Blackstone Westbroek

Estudio Antequera Parilli y Rodríguez

Fiebinger, Polak, Leon & Partner Rechtsanwälte GmbH

**Ganado & Associates Advocates** 

**Howrey LLP** 

Jusmedico Advokatfirma

Kinanis & Co.

Kuperschmit, Goldstein & Co. Law firm Saladžius & Partners Lejins, Torgans & Partners

Mannheimer Swartling Advokatbyrå

McMillan Binch Mendelsohn LLP Mehmet Gün & Partners

**MGA Regulatory Lawyers** Molitor, Fisch & Associés

Morgan Lewis

Olivares & Cía., S.C.

patrick mirandah co.(m) sdn bhd

Pérez Alati, Grondona, Benites, Arntsen & Martínez de Hoz (Jr.)

AM Pereira Saragga Leal Oliveira Martins Júdice e Associados

Prieto & Carrizosa

Raidla & Partners

Rajah & Tann

Roschier, Attorneys Ltd.

Sargent & Krahn

Schellenberg Wittmer

Shook, Hardy & Bacon LLP

Simmons & Simmons

Simpson Grierson

STOICA & Asociatii Weinstok Abogados

www.ICLG.co.uk

### **Austria**

Mag. Constantin Kletzer



# P

### Fiebinger, Polak, Leon & Partner Rechtsanwälte GmbH

DDr. Karina Hellbert

#### 1 General - Medicinal Products

1.1 What laws and codes of practice govern the advertising of medicinal products in your country?

In Austria, the advertising of medicinal products is currently regulated by the Medicines Act ("Arzneimittelgesetz", BGBl No 195/1983, as amended, Secs 50-56a) and by the General Social Security Act ("Allgemeines Sozialversicherungsgesetz", BGBl No 189/1955, as amended, Sec 351 g). The legal regime is supplemented by a recently amended industry code of conduct (Code 2007) established by the Austrian Pharmaceutical Industries Association (Pharmig) and a Physician's code of conduct (Physician's Code) established by the Austrian Medical Association.

In addition, competitors can rely on the Unfair Competition Act ("Gesetz gegen den unlauteren Wettbewerb", BGBl No 448/1984, as amended).

#### 1.2 How is "advertising" defined?

The Medicines Act (AMG) defines "advertising" as all measures with respect to information, market investigation and market development and all inducement measures aimed at enhancing the prescription, the supply, the sale or the consumption of a medicinal product. The list covering advertising measures corresponds to the list included in Article 86 of the amended Human Use Directive. The provision of the summary of products characteristics as well as of the package leaflet is no longer considered as an advertisement.

1.3 Must advertising be approved in advance by a regulatory or industry authority before use? If so, what is the procedure for approval? Even if there is no requirement for prior approval in all cases, can the authorities require this in some circumstances?

Advertising must neither be approved by the competent authorities nor by Pharmig. Under the AMG, the competent authority does not have competence to issue a notice requiring a marketing authorisation holder to supply copies of advertising material prior to the publication. However, they can require that such material is submitted to establish whether it complies with the advertising rules. They also have the authority to enter the premises and to make copies of the relevant material.

1.4 If the authorities consider that an advertisement which has been issued is in breach of the law and/or code of practice, do they have powers to stop the further publication of that advertisement? Can they insist on the issue of a corrective statement? Are there any rights of appeal?

The competent authorities can order a company to abstain from any behaviour violating the advertising rules. Thus, the authorities are entitled to take all appropriate measures forcing a company to comply with the advertising provisions. This, of course, means that they can order that the material is no longer distributed or must be recalled. However, the rules do not authorise the competent authority to require the issuing of a corrective statement. Violations of the advertising provisions constitute an administrative offence and, therefore, an appeal is possible. In the course of 2007, there will be a new body formed within Ages PharmMED for specifically investigating advertising violations on the internet.

1.5 What are the penalties for failing to comply with the rules governing the advertising of medicines? Who has responsibility for enforcement and how strictly are the rules enforced? Are there any important examples where action has been taken against pharmaceutical companies? To what extent may competitors take direct action through the courts?

Violation of the AMG advertising provisions constitutes an administrative offence, provided the offence is not punishable under criminal law. Fines can amount to EUR 25,000 for a single infringement and up to EUR 50,000 in the case of repeated offences. Moreover, the Federal Institute for Safety in the Health Field can withdraw a marketing authorisation if a company was punished three times for the violation of advertising rules (Sec 85 para 1 AMG). In addition, repeated violation of applicable laws or rules could result in the withdrawal of the trade license.

Under specific circumstances, namely if a medicinal product was unlawfully advertised as a food supplement, the "Landeshauptmann" (leader of a province government) is competent to enforce advertising rules. There are numerous cases where such proceedings were initiated.

Under the Code 2007, fines of up to EUR 100,000 and even up to EUR 200,000, can be imposed if the company has violated certain advertising provisions (hospitality, gifts) 3 times within 24 month. In addition, (i) the name of the infringing company can be published in the relevant Pharmig publication; (ii) the infringement can be revealed to the mother company as well as to the Secretary General's Office of Efpia; (iii) the company can be debarred from

Pharmig; and (iv) the judgment can be published, but without any reference to the names of the involved companies. These sanctions can be imposed in parallel. The Code 2007 provides for an appeal, which must be submitted within 14 days after receiving the judgment. Also non-Pharmig member can be punished pursuant to the Code 2007 if they conclude an agreement with Pharmig stating that they adhere to the rules of the Code 2007.

Competitors may base cease and desist claims, claims for damages and publication of an advantageous judgment on "unfair practices" according to the Unfair Competition Act (UWG) due to the breach of law, namely of the AMG. According to Sec 85a AMG certain associations, such as the Association for Consumer Information or the Pharmig, are also entitled to file complaints with the civil courts.

1.6 What is the relationship between any self regulatory process and the supervisory and enforcement function of the competent authorities? Can, and, in practice, do, the competent authorities investigate matters drawn to their attention that may constitute a breach of both the law and any relevant code and are already being assessed by any self- regulatory body? Do the authorities take up matters based on an adverse finding of any self-regulatory body?

There is no "legal" relationship between the authorities and the self regulatory body, in this case the Expert Committee of First and Second Instance established within Pharmig. Consequently, the relevant authority is neither bound by any decision nor in any way restricted to investigate the issue on its own. If the matter is drawn to the attention of the relevant authority, they, depending on the available capacity, will investigate this issue. Because the decisions of the Expert Committees are published without containing any references to names and products, if ever, it will take some efforts by the authorities to identify the companies involved.

1.7 In addition to any action based specifically upon the rules relating to advertising, what actions, if any, can be taken on the basis of unfair competition? Who may bring such an action?

Competitors can base their claims on Sec 1 UWG (action contra bonos mores). Violations of the advertising rules are generally considered to be in violation of Sec 1 UWG and therefore any competitor can initiate such proceedings. There is numerous case law available where competitors specifically relied on the UWG to "indirectly" enforce compliance with the advertising rules. Most of the cases initiated by competitors relate to (non-exhaustive list):

- violation of the provision that no advertisement to the general public is permissible for "prescription only" products;
- comparative advertising;
- food supplements, for which disease related claims were made, and should, therefore, have been authorised according to the medicines rules; or
- products, which were already authorised in another country, but not in Austria.

#### 2 Providing Information Prior to Authorisation of Medicinal Product

2.1 To what extent is it possible to make information available to health professionals about a medicine before that product is authorised? For example, may information on such medicines be discussed, or made available, at scientific meetings? Does it make a difference if the meeting is sponsored by the company responsible for the product?

Sec 50 a para 1 AMG prohibits advertising for products which are not approved in Austria, other than at scientific events if the participants are mainly from outside Austria. The restriction also applies to the advertisement of an indication not approved within Austria.

Furthermore, the Code 2007 states that advertising of non-approved products is in general inadmissible except if such information was requested by a physician. However, this prohibition shall in no way restrict the exchange of medical and scientific information during a clinical trial.

It is possible to discuss, as mentioned above, an unauthorised medicinal product in such meetings, even if such a meeting is sponsored by a company, as long as the information provided is not promotional and there is a genuine exchange of scientific information.

2.2 May information on unauthorised medicines be published? If so, in what circumstances?

Scientific information with respect to an unauthorised medicine is not considered to be promotional and can be published in scientific journals. However, it is always advisable to only state the INN in such a publication and not the product name. It is common practice in Austria that, if a study was sponsored by a company, the publication mentions the sponsor's name. This is also now specifically required by the Physician's Code and the Code 2007.

2.3 Is it possible for companies to issue press releases about medicinal products which are not yet authorised? If so, what limitations apply?

It is, in general, possible to issue press releases to health care professionals as long as they are of a scientific nature and are not intended to promote an unauthorised product. However, if a specific product name is mentioned, it can easily be argued that such materials are intended to enhance the distribution of an unauthorised product.

2.4 May such information be sent to health professionals by the company? If so, must the health professional request the information?

It is, in general, possible to issue press releases to health care professionals as long as they are of a scientific nature and are not intended to promote an unauthorised product. However, if a specific product name is mentioned, it can easily be argued that such materials are intended to enhance the distribution of an unauthorised product.

2.5 May information be sent to institutions to enable them to plan ahead in their budgets for products to be authorised in the future?

There are no specific rules with respect to informing institutions about a product, which will be authorised in the near future. However, it is likely that such information would be considered an advertisement of an unauthorised product as the focus appears to be on the enhancement of the distribution of the product.

#### 3 Advertisements to Health Professionals

3.1 What information must appear in advertisements directed to health professionals?

The AMG requires that all advertising must comply with the information provided in the package leaflet, the Summary of Product Characteristics ("SmPC") or on the labelling. In addition, advertising for medicinal products, for which a SmPC must be published, must include certain information as stated in the SmPC. The Federal Minister for Health, Family and Youth can issue a regulation describing in detail which information must be provided. This issue is regulated in the Regulation dealing with the Summary of Product Characteristics for Medicinal Products ("Verordnung über die Fachinformation (Zusammenfassung der Produkteigenschaften) für Arzneispezialitäten", BGBl II No 3/1998 as amended, Sec 39).

According to the Regulation, advertising to professionals must include the following information:

- name of the medicinal product;
- qualitative and quantitative composition;
- indications and contraindications;
- excipients;
- whether the product is only available on prescription;
- whether such products shall only be distributed by pharmacies:
- whether such products can be disposed outside a pharmacy;
- pharmaco-dynamic properties; and
- to what extent the product is covered by the provisions on narcotics.

A reference to the SmPC is sufficient with respect to precautions and special warnings, interactions with other medicinal products and undesirable effects and "addictive" effects of the product.

3.2 Is it a requirement that there be data from any or a particular number of "head to head" clinical trials before comparative claims are made?

The AMG does not regulate when a comparative claim is admissible. In general, comparative claims are allowed if they comply with the criteria established by Sec 2 UWG, namely that such claims are not misleading, refer to the same goods and services, do not discredit or denigrate the trademark, trade names etc. of the competitor and do not create confusion in the market place between the advertiser and the competitor.

3.3 What rules govern comparator advertisements? Is it possible to use another company's brand name as part of that comparison? Would it be possible to refer to a competitor's product which had not yet been authorised in your country?

Comparative advertisement is generally permitted in Austria and

must be in compliance with the Misleading Advertising Directive, as amended by 97/55/EC and implemented by Sec 2 UWG. This was recently confirmed by a decision of the Austrian Supreme Court. It ruled that a comparison between the prices of an original and generic product, where it is inevitable to name the original product, is admissible, if in compliance with the EC rules.

3.4 What rules govern the distribution of scientific papers and/or proceedings of congresses to doctors?

If scientific information is provided, such information must be accurate, up-to-date, checkable and sufficiently complete to enable the recipient of the information to evaluate the therapeutic effect of the product. In addition, if quotes are used in such information, excerpts, tables and other presentations, they must be quoted verbatim and their sources must be accurately revealed. If the distributed scientific papers comply with these principles, there is no restriction to distribute such papers.

3.5 Are "teaser" advertisements permitted, which alert a reader to the fact that information on something new will follow (without specifying the nature of what will follow)?

Teaser advertisements are not specifically regulated in the AMG nor in the Code 2007. Therefore, they must comply with the rules established by the AMG, and of course, with the principles established under the UWG. Printed advertisements consisting exclusively of the name of a medicine and intended for consumers (reminder advertising) are less heavily regulated and such advertising, for instance, must not provide all information relevant for the appropriate use of the medicinal product.

#### 4 Gifts and Financial Incentives

4.1 It is possible to provide health professionals with samples of products? If so, what restrictions apply?

The AMG specifically allows the provision of free samples to the physicians in the following amount:

- within the first year after obtaining marketing authorisation: as many packages as needed for the treatment of ten patients, but not exceeding thirty samples; and
- after the first year of marketing authorisation: per request not more than two samples and not more than five samples per year of each medicinal product.

The provided sample must (i) be labelled with "physician sample not for sale"; and (ii) be the smallest available package on the market. The provision of free physician samples is prohibited for narcotic or psychotropic substances. The company must keep a register listing the amount of samples provided, to whom and when. The register can be inspected by the Federal Institute for Safety in the Health Field.

4.2 Is it possible to give gifts or donations of money to medical practitioners? If so, what restrictions apply?

The AMG makes it illegal to offer, grant, or promise gifts or any other inducement, whether they are in kind or of a monetary nature, to health professionals for prescribing a medicinal product. Not only is the offering prohibited, but also the acceptance by a physician. Exempted from this prohibition are only gifts of little value that are relevant to the medical or pharmaceutical practice. The Federal Minister for Health, Family and Youth is entitled to

regulate this area in more detail. So far, and to our best knowledge, no such regulation was adopted.

In addition, it is prohibited to offer persons, who prescribe or dispense medicinal products, rebates in kind of products that are reimbursed by the social security system.

4.3 Is it possible to give gifts or donations of money to institutions such as hospitals? Is it possible to donate equipment, or to fund the cost of medical or technical services (such as the cost of a nurse, or the cost of laboratory analyses)? If so, what restrictions would apply?

Donations to institutions such as hospitals, universities etc. are neither regulated by the AMG nor by the Code. However, also here the general principle applies namely that such gifts or donations must not be given to induce the prescription of any medicinal product.

If such donations or gifts are provided to physicians, who are also public officials, the official as well as the employees of a pharmaceutical company can face criminal prosecution, if such a donation can be classified as a bribe under the Criminal Code. Furthermore, the UWG provides for a similar prohibition in the private sector. Each competitor, but not an association such as Pharmig, can initiate private criminal proceedings, so called "Privatanklagedelikt".

4.4 Is it possible to provide medical or educational goods and services to doctors that could lead to changes in prescribing patterns? For example, would there be any objection to the provision of such goods or services if they could lead either to the expansion of the market for or an increased market share for the products of the provider of the goods or services?

The final aim of each and any advertising is to sell a product and, therefore, to increase its market share. However, because most of the medicinal products are reimbursed by the public, certain restrictions apply, meaning that if the gift/donation was only given so that the physician prescribes the product more often, this would be prohibited. However, if irrespective of the gift (e.g. a gift of small value), the physician considers the product more suitable and efficient for the treatment, then no violation would occur by providing such gifts/donations.

4.5 Do the rules on advertising and inducements permit the offer of a volume related discount to institutions purchasing medicinal products? If so, what types of arrangements are permitted?

According to Sec 9a UWG, financial rebates as well as rebates in kind are with one exception generally permissible. The rebate in kind must be of the same nature as the main product. This means that if, for instance, a company purchases product A five times, the rebate in kind can only be, for instance, one additional package of product A. This was recently confirmed by a Supreme Court decision, where a competitor initiated proceedings (and was successful), because the rebate in kind was not exactly the same as the main product.

However, it is prohibited to grant such a volume rebate for products being reimbursed to the prescribing or dispensing health care professional. This prohibition does not apply to hospitals. 4.6 Is it possible to offer to provide, or to pay for, additional medical or technical services or equipment where this is contingent on the purchase of medicinal products? If so, what conditions would need to be observed?

The UWG prohibits the provision of free services and free equipment as long as such provision cannot be considered a general trade custom (usual in trade). In addition, the provision of such extra services/equipment must be based on a reasonable commercial assessment. Furthermore, the granting of such services/equipment at an unreasonably low price will generally be considered as a violation of the UWG.

No specific case law exists with respect to the pharmaceutical sector, but "usual in trade" is normally interpreted as very restrictive. For instance, the free provision of a rented car for the actual car repair time period was not considered as usual in trade.

4.7 Is it possible to offer a refund scheme if the product does not work? If so, what conditions would need to be observed? Does it make a difference whether the product is a prescription-only medicine, or an over-the-counter medicine?

We are not aware that such a refund ever happened on the Austrian market. Neither the AMG nor the Code 2007 regulates such a situation. Therefore, this could only be admissible if the general principles of the UWG were respected.

4.8 May pharmaceutical companies sponsor continuing medical education? If so, what rules apply?

Nothing in the AMG or of the Code 2007 prohibits a pharmaceutical company to sponsor continuing medical education as long as the information provided therein is not aimed at enhancing the prescription of a specific medicinal product and complies with the general principles established in the UWG.

#### 5 Hospitality and Related Payments

5.1 What rules govern the offering of hospitality to health professionals? Does it make a difference if the hospitality offered to those health professionals will take place in another country?

According to Sec 55a AMG, hospitality can be provided by pharmaceutical companies as long as such hospitality is strictly limited to its main purpose and is not extended to persons other than to health care professionals. Inappropriate provision of hospitality to officials could be considered as bribery and would therefore be punishable under the Criminal Code.

The rules do not differentiate whether hospitality is provided to physicians within or outside of Austria. The Code 2007 provides now explicitly that a company, for instance, financing the accommodation of physicians for an international congress held outside of Austria must comply with the Code 2007 as well as with the foreign code of conduct applicable in the country, where the congress shall take place.

5.2 Is it possible to pay for a doctor in connection with attending a scientific meeting? If so, what may be paid for? Is it possible to pay for his expenses (travel, accommodation, enrolment fees)? Is it possible to pay him for his time?

Sec 55a AMG allows pharmaceutical companies to pay for appropriate travel and accommodation costs as well as the participation fee. However, such cost can only be paid if they are strictly related to an "occupational" scientific event. The hospitality must be strictly limited to its main purpose.

The Code 2007 contains the principle that physicians should only be paid if they provide an appropriate consideration in exchange. Under the Code 2007, it would not be possible to pay a physician for his attendance at the meeting. If the physician is also a speaker, a reasonable honorarium can, however, be paid. The Physician's Code, in addition, requires that the payment must be revealed to the organiser.

5.3 To what extent will a pharmaceutical company be held responsible by the regulatory authorities for the contents of and the hospitality arrangements for scientific meetings, either meetings directly sponsored or organised by the company or independent meetings in respect of which a pharmaceutical company may provide sponsorship to individual doctors to attend?

If a company is organising the event, it will be held responsible if the hospitality arrangements are in violation of the AMG, for instance, if such hospitality is offered to persons other than health care professionals, such as to spouses. If a company is paying a physician to give a speech being in violation of the advertising rules, then it is also likely that a company would be held responsible for the content. By simply sponsoring an even without having any influence on the speakers chosen, a company should in general not be held responsible. With respect to hospitality arrangements, it seems advisable at least to mention in the engaging letter that the company will only sponsor the event if the advertising rules are complied with. If a company becomes aware of such violations, it should definitely instruct the organiser to abstain from any further violations and if the violation is still up-held, to reconsider its sponsoring engagement.

5.4 Is it possible to pay doctors to provide expert services (e.g. participating in focus groups)? If so, what restrictions apply?

Physicians can be paid for expert services. Such expert services can only be provided after a written contract has been concluded, stipulating specifically which services have to be provided by the physician. In addition, the service must be of a scientific nature. Therefore, each presentation given in such an expert group meeting is not allowed to be promotional. Moreover, it must also be clear from the contract that the services were not rendered for enhancing the prescription of a specific medicinal product.

5.5 Is it possible to pay doctors to take part in post marketing surveillance studies? What rules govern such studies?

As stated under question 5.4, a written contract must be concluded if a physician shall take part in a post-marketing surveillance study. According to the Physician's Code, a physician is not allowed to accept a performance-related fee, but the payment should correspond to the time and effort used in this project. For post-

marketing surveillance studies, the Physician's Code specifically regulates that the compensation for taking part shall follow the Guidance for Private Medical Fees of the Austrian Medical Association. Moreover, the Physician's Code encourages physicians having shares in pharmaceutical companies to abstain from providing any services for such companies. The Code 2007 prohibits the "abuse" of post-marketing studies for simply promoting a product.

5.6 Is it possible to pay doctors to take part in market research involving promotional materials?

The Code 2007 provides that pharmaceutical companies should only hire services from physicians if they are related to scientific or medical services for the company. This should prevent companies from concluding so-called shame contracts. It is doubtful whether market research involving promotional materials qualifies as "scientific or medical service".

#### 6 Advertising to the General Public

6.1 Is it possible to advertise non-prescription medicines to the general public? If so, what restrictions apply?

Non-prescription medicinal products can be freely advertised to the general public as long as the following conditions are fulfilled:

- the advertisement does not contain graphic elements connected with members of the medical professions or medical facilities;
- the advertisement does not give the impression that a consultation or a surgical intervention is not necessary;
- the advertisement does not suggest that the effect of a medicinal product is guaranteed and without any side effect or better than or equivalent to the effect of another medicinal product;
- the advertisement does not suggest that by taking the medicinal product health will be enhanced or by not taking such a medicinal product health may be adversely effected;
- the advertisement is not directed exclusively or mainly to children;
- the advertisement does not refer to recommendations given by scientists, health care professionals, if this could encourage the consumption of a medicinal product;
- the advertisement does not suggest that the medicinal product is a food, cosmetic or a general consumer product;
- the advertisement does not suggest that the safety or efficacy
  of the medicinal product is attributed to the fact that it is a
  "natural product";
- the advertisement does not lead to an erroneous diagnosis by providing a detailed description of the anamnesis;
- the advertisement does not refer in improper, alarming or misleading terms to testimonials;
- the advertisement does not use improper, alarming or misleading monographic description of changes to the human or animal body resulting from a disease, etc.; or
- the advertisement does not suggest that the medicinal product can be obtained by mail order.

The advertisement must at least contain:

- the name of the product;
- the information necessary for the appropriate use;
- a clear warning that the product can have adverse effects and the package leaflet must therefore be adhered to; and

a note to consult a physician or a pharmacist.

However, an advertisement to the general public for non-prescription products is prohibited if the product in question is reimbursed by the social security system. Restrictions also apply to homeopathic products.

6.2 Is it possible to advertise prescription-only medicines to the general public? If so, what restrictions apply?

It is prohibited to advertise prescription-only medicinal products to the general public.

6.3 If it is not possible to advertise prescription only medicines to the general public, are disease awareness campaigns permitted, encouraging those with a particular medical condition to consult their doctor, but mentioning no medicines? What restrictions apply?

Vaccination campaigns as well as disease awareness programmes are normally initiated either by the competent authorities or by non-profit organisations such as the *Krebshilfe* (Cancer Society). However, such campaigns are often financially supported by pharmaceutical companies. In addition, Pharmig, the Medical Association, the Pharmacy Association, and the Sick Funds are jointly working together on some health related campaigns within the framework of the project "Medicines & Rational". Within this framework guidelines on treatment of osteoporosis and depression were jointly drafted and published.

If neither the product is mentioned nor a promotional tone is used, no restrictions should generally apply.

The Code 2007 specifically regulates brochures enhancing patient compliance or accompanying therapies and states that such kind of brochures are not allowed to contain any advertisement for consumers. According to the Code 2007, the reference to the name of the product is normally acceptable. However, such brochures must be drafted carefully, because the slightest promotional tone in the brochures could be considered to be an advertisement to the general public.

6.4 Is it possible to issue press releases concerning prescription only medicines to non-scientific journals? If so, what conditions apply?

If such information is, for instance, not related to investor or financial information (e.g. annual report), this would be considered to be an advertisement. However, it is permissible to provide information to a journalist upon request, but it is likely that a company would be held responsible for the content.

6.5 What restrictions apply to describing products and research initiatives as background information in corporate brochures/Annual Reports?

The Code 2007, states now, that for instance providing such information in corporate brochures, and displaying it on the internet would be permissible. However, no case law is available supporting such an approach. Therefore, information provided in corporate brochures, annual reports etc., is not considered as an advertisement for the enhancement of prescribing medicinal products as long as it is neutral information, for instance the turnover.

6.6 What, if any, rules apply to meetings with and funding of patient support groups, including any transparency requirement as regards the recording of donations and other support in corporate reports?

No specific rules apply either to the funding of patient support groups or to the recording of such funds and other support in corporate reports. General report requirements are laid down, among others, in the Commercial Code.

#### 7 The Internet

7.1 How is Internet advertising regulated? What rules apply? How successfully has this been controlled?

Advertisements on the internet are not specifically regulated in the AMG. According to a circular provided by the former Federal Minister for Health and Women, the inclusion of the internet address in the package leaflet or the SmPC is acceptable, as long as the inclusion of such an internet address is not used to advertise the product.

According to this circular, the display of the SmPC as well as the product information on the internet is acceptable. In addition, all other information must be of general scientific content and all products approved for an indication must be named and a specific product may not be highlighted. Such displayed information is not even allowed to indirectly enhance the prescription of the distribution of a specific product.

The Code 2007 deals now explicitly with advertisement on the internet. The provisions require that: (i) the company operating or directly/indirectly supporting the website must be easily identifiable; (ii) the information provided must be accurate and be kept up-to-date; and (iii) a reference that for further information a physician or a pharmacist shall be consulted must be included. According to the Code 2007, the following information can be displayed:

- information with respect to the company, such as financial data, description of scientific activities, regulatory activities;
- non-promotional information for patients, as long as this information is well balanced, accurate and in compliance with the SmPC:
- a link to the EMEA's and other regulatory agencies' websites; and
- a link to other reliable institutions, e.g. patient organisations, research facilities.
- 7.2 What, if any, level of website security is required to ensure that members of the general public do not have access to sites intended for health professionals?

No guidance is currently available whether a totally restricted access is necessary or whether a pop-up window, stating that this area is restricted and should only be accessed by health professionals, would be sufficient. Therefore, companies use different methods to indicate that such a section is restricted to health care professionals. The safest method appears to be the use of the so-called Doc.check-password system, which requires prior approval by an independent organisation, before such restricted areas can by accessed. It is very unlikely that pop-up boxes, where you have to identify yourself as a health professional, will be sufficient, because such a system can easily be circumvented.

#### 8 General - Medical Devices

8.1 What laws and codes of practice govern the advertising of medical devices in your country?

The advertisement of medical devices is regulated in Sec 102 et seq. of the Medical Devices Act ("Medizinproduktegesetz" BGBl No 657/1996, as amended). The Medical Devices Act (MPG) differentiates between advertisement for consumers and for health care professionals.

In general, advertisements directed to consumers are not permissible for medical devices which:

- can only be obtained by prescription;
- can exclusively be administered by a health care professional; or
- can only be used under the supervision of a physician or a dentist.

All advertisements for medical devices must clearly reveal the advertising character of the announcement and the product itself must be unambiguously presented as a medical device.

Advertisements directed at consumers are not permitted when it:

- suggests that the effect of the medical device is better than or equivalent to another treatment or a medical device;
- is directed mainly at children;
- gives the impression that consulting a physician is superfluous, in particular, by leading to an erroneous self diagnoses or suggesting treatment via mail;
- refers in improper, alarming or misleading terms to claims of recovery; or
- refers in improper, alarming or misleading terms to graphical descriptions of changes in the human or animal body resulting from diseases, etc.

Advertisements directed at consumers must, at least, contain the following information:

- the name of the medical device;
- the intended purpose of the medical device;
- the necessary information for the appropriate use of the medical device; and
- an unambiguous warning if the medical device leads to unwanted effects or if for the use of the product specific precautionary measures must be taken.

The advertisement must also specifically refer to the product information and state that the product information must be closely followed and if necessary that physicians, dentists, pharmacists, or other persons with an appropriate education should be consulted.

Advertisements directed at health care professionals must be in compliance with the product information and all other approved information during the conformity assessment procedure.

8.2 Are there any restrictions on payments or hospitality offered to doctors in connection with the promotion of a medical device?

The same restrictions as for physicians prescribing medicinal products apply. Therefore, the offering as well as the acceptance of financial benefits and benefits in kind is prohibited as long as such inducement is not of minor value.

#### 9 Developments in Pharmaceutical Advertising

9.1 What have been the significant developments in relation to the rules relating to pharmaceutical advertising in the last year?

The significant developments in relation with respect to pharmaceutical advertising relate still to the implementation of the provisions as laid down in the amended Human Use Directive.

9.2 Are any significant developments in the field of pharmaceutical advertising expected in the next year?

This will largely depend on the outcome of the Report on Current Practices with regard to the Provision of Information to Patients on Medicinal Products currently prepared by the European Commission/Directorate-General Enterprise and Industry.

Are there any general practice or enforcement trends that have become apparent in this jurisdiction over the last year or so?

The Supreme Court is more and more willing to interpret the sometimes stricter Austrian medicines rules in the light of the guidelines given by the ECJ. For instance, the AMG still prohibits any advertising for distance sales ordering of medicinal products. In a recent decision, the Supreme Court decided that such an advertising is permissible (i) if the product is authorised in Austrian; (ii) relates to a non-prescription product; and (iii) the products ordered are only imported in such an amount corresponding to the personal need of the patient.



#### Mag. Constantin Kletzer

Fiebinger, Polak, Leon & Partner Am Getreidemarkt 1 A-1060 Vienna Austria

Tel: +43 1 582 58 - 106 Fax: +43 1 582 582 Email: c.kletzer@fplp.at URL: www.fplp.at

Constantin Kletzer has been a partner with FPLP since 2003. He is specialised in intellectual and industrial property law. His areas of practice include trademark law, patent law, copyright and design law and law on unfair competition. He is also active in pharmaceutical regulatory issues in general advice and litigation. Constantin Kletzer regularly represents pharmaceutical companies in litigating patent infringements with the Commercial Court of Vienna and supports the IP-task-force of a global pharmaceutical company in Central and Eastern Europe.

Constantin Kletzer graduated at the University of Vienna (Mag. jur. 1996). Before he joined Fiebinger, Polak, Leon & Partners in 2000 he worked as an associate with Weiss-Tessbach Attorneys at Law. He is a member of GRUR, LES and INTA and speaks both German and English.



#### DDr. Karina Hellbert

Fiebinger, Polak, Leon & Partner Am Getreidemarkt 1 A-1060 Vienna Austria

Tel: +43 1 582 58 - 0 Fax: +43 1 582 582 Email: k.hellbert@fplp.at URL: www.fplp.at

Karina Hellbert is an associate in FPLP' life sciences team. She specialises in Austrian and European pharmaceutical and medical devices law. Within the team she concentrates mainly on regulatory, product liability as well as on reimbursement issues, such as compassionate use, advertising, unfair trade issues and borderline cases. In addition, her expertise covers transactions, especially investments in biopharmaceutical start-up companies.

Karina Hellbert holds both a doctorate in law and in microbiology, both awarded by the University of Innsbruck, Austria.

## FIEBINGER, POLAK, LEON & PARTNER RECHTSANWÄLTE GMBH

Established in 1990, Fiebinger, Polak, Leon & Partner Rechtsanwälte GmbH ("FPLP") is a modern and dynamic firm and one of the leading commercial law firms in Vienna and Austria.

With a strong international focus, FPLP works in all areas of civil, commercial and administrative law for medium sized private to large stock exchange listed national and multinational companies, but also for universities, governments, non-profit organisations and private individuals.

FPLP's life sciences team is unique to Austria, combining outstanding expertise and experience in the field. FPLP regularly represents national and multinational life sciences companies, in particular concerning pharmaceutical and food law. FPLP advises on all regulatory matters, in particular concerning market authorisations and advertising of medicinal products as well as the inclusion of pharmaceutical products into the list of reimbursable drugs. Another focus of FPLP's life sciences practice is IP and competition matters including, in particular all aspects of patent law and protection, litigation, unfair competition and anti trust matters. Other areas covered by the life science team include additives, medical devices and dietetic products.