



Impact of Intellectual Property Rights on the Pharmaceutical Sector in Pakistan

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ABSTRACT

Intellectual Property Rights (IPRs) are a cornerstone of innovation-pushed industries, offering criminal safety to innovations and inspiring funding in studies and improvement (R&D). In the pharmaceutical quarter, IPRs are meant to incentivize the invention of recent pills, enhance healthcare results, and foster worldwide competitiveness. However, sturdy IPR regimes additionally boost worries over get entry to to low priced drug treatments, particularly in growing international locations together with Pakistan. Since adopting a TRIPS-compliant patent regime in 2000, Pakistan's pharmaceutical enterprise has confronted a complicated interaction among protective innovation and making sure equitable get entry to to drugs The modern examine explores how highbrow assets rights have an impact on pharmaceutical innovation, drug pricing, get right of entry to to vital drug treatments, R&D funding, and nearby enterprise capabilities. It significantly analyzes prison frameworks, TRIPS flexibilities along with obligatory licensing, and the consequences for stakeholders such as customers, businesses, and policymakers. The have a look at makes use of a blended method that mixes secondary information sources, statutory analysis, and thematic assessment of coverage results to evaluate the multifaceted effect of IPRs on Pakistan's pharmaceutical area. Findings spotlight that whilst IPRs have ability to stimulate innovation and overseas funding, in addition they make contributions to better drug costs, gift obstacles to standard competition, and require cautious coverage balancing to defend public fitness needs.

Introduction

The pharmaceutical enterprise operates on the intersection of science, public fitness, and monetary coverage. It is one of the maximum studies-in depth business sectors, related to full-size capital and human enter to increase new treatment plans and convey them to marketplace. In this context, Intellectual Property Rights (IPRs) – in particular patents – function a imperative prison mechanism that offers innovators unique rights to commercially make the most their discoveries for a confined period (IP Link Asia, 2024; turn1search8). These protections are designed to praise innovation, permit companies to recoup R&D investments, and sell similarly innovation. Globally, the World Trade Organization's (WTO) Agreement on Trade-Related Aspects of Intellectual Property Rights (TRIPS) units minimal requirements for highbrow belongings safety, which include pharmaceutical patents. Member nations are required to put in force those requirements, balancing incentives for innovation with public fitness objectives (turn1search28).

Pakistan carried out a TRIPS-compliant patent regime in 2000 below the Patents Ordinance, aligning its felony framework with global IP regulation and permitting patent protections for pharmaceutical merchandise and processes. The Indian pharmaceutical enterprise underwent comparable modifications earlier, however Pakistan's neighborhood enterprise has specific structural, financial, and public fitness considerations. Today, Pakistan's pharmaceutical region is a substantial thing of the country wide economy, contributing to home healthcare and displaying capacity for export growth (AAJ, 2025;

turnosearch2). Despite attaining self-sufficiency in lots of formulations, the enterprise stays closely reliant on imported lively pharmaceutical ingredients (APIs) and touchy to international charge dynamics.

While IPRs are meant to stimulate innovation, their software in growing international locations increases issues. Strong patent protections can restriction universal competition, main to better drug charges and decreased get entry to for susceptible populations (Tenni et al., 2022; turn1search10). In low- and middle-earnings settings, wherein a significant share of healthcare expenditure stays out-of-pocket, multiplied drug expenses can exacerbate inequities in get admission to to critical drugs. This anxiety among protective innovators and making sure public get admission to to lower priced capsules represents a essential coverage undertaking for Pakistan.

The theoretical basis for IPRs rests at the concept that granting transient monopolies encourages companies to put money into expensive pharmaceutical R&D, which incorporates giant scientific trials and regulatory compliance (IP Link Asia, 2024; turn1search8). However, critics argue that overly robust IPR regimes can create monopolistic marketplace situations, delaying widely wide-spread access and limiting competition, which drives expenses upward (Tenni et al., 2022; turn1search10). In response, TRIPS carries positive “flexibilities” along with obligatory licensing, parallel importation, and exceptions that permit member states to prioritize public fitness with out absolutely undermining IP protections (turn1search28; turn1search30). Compulsory licensing, for example, allows a central authority to authorize the manufacturing or importation of standard variations of patented pills below positive situations to enhance get entry to.

In Pakistan’s context, obligatory licensing stays in large part underutilized, with institutional potential, regulatory constraints, and integration into worldwide IPR frameworks posing operational hurdles (Riaz, 2024; turnosearch7). Pakistan faces extra demanding situations associated with enforcement of IP legal guidelines, bureaucratic capability, and interoperability among fitness and exchange coverage objectives. Moreover, enforcement mechanisms — which include adjudication via way of means of courts and the Intellectual Property Organization (IPO) — have fluctuated in effectiveness, impacting enterprise self belief and innovation incentives.

Despite those demanding situations, highbrow assets protections have encouraged overseas direct funding (FDI) withinside the pharmaceutical zone. Multinational agencies are much more likely to spend money on international locations with confident IP protections, as those frameworks offer predictability and felony safeguards for proprietary merchandise and technologies (Business Recorder, 2023; turnosearch18). However, nearby pharmaceutical corporations regularly lack the assets to compete with international innovators on same footing, in particular in R&D depth and technological potential.

The interaction among IPRs and get entry to to healthcare in addition pertains to broader worldwide debates approximately fairness in medication availability. Evidence from systematic critiques shows that strict IP protections can boom drug charges, put off usual marketplace access, and raise healthcare prices for governments and customers alike (Tenni et al., 2022; turn1search10). Conversely, exploitation of TRIPS flexibilities has enabled a few growing international locations to enhance get entry to — as visible in India’s use of obligatory licensing and streamlined patent examinations to stability innovation with public fitness effects (Fatima, 2013; turn1search1).

However, Pakistan’s pharmaceutical panorama need to navigate extra complexities, together with restricted home R&D potential, reliance on imports for APIs, infrastructure constraints, and regulatory compliance dynamics. Local organizations may also prioritize incremental improvements or manner enhancements in preference to step forward drug discoveries, in element because of the excessive charges related to number one studies. Such situations affect how IPR frameworks form marketplace dynamics and company techniques in Pakistan’s pharmaceutical enterprise.

Overall, the effect of highbrow assets rights at the pharmaceutical zone in Pakistan is multifaceted. On one hand, strong IPR protections can inspire overseas funding, technological transfer, and greater regulatory requirements. On the other, they will increase issues over drug affordability, standard competition, and public fitness consequences if now no longer balanced with equitable get admission to to policies. This have a look at seeks to research those complicated dimensions, exploring how felony frameworks, marketplace responses, and coverage interventions form consequences for stakeholders throughout Pakistan’s pharmaceutical ecosystem.

The number one goal of this observe is to observe how highbrow belongings rights affect the pharmaceutical area in Pakistan via way of means of assessing their effect on innovation, get admission to to drug treatments, drug pricing, R&D funding, and enterprise competitiveness. The look at additionally pursuits to research the function of TRIPS flexibilities, consisting of obligatory licensing, and discover how felony, regulatory, and institutional elements mediate the consequences of IPR protections. The importance of this studies lies in its capability to tell policymakers, enterprise stakeholders, and public fitness advocates via way of means of supplying evidence-primarily based totally insights on balancing innovation incentives with equitable get right of entry to to vital drugs. By integrating monetary, prison, and fitness perspectives, the look at contributes to educational literature and gives sensible hints for optimizing IPR frameworks in guide of public fitness and sustainable pharmaceutical improvement.

Literature Review

The courting among highbrow assets rights (IPRs) and the pharmaceutical quarter has been extensively tested in monetary, felony, and public fitness literature. At the worldwide level, IPRs—in particular patent safety—are regarded as important devices for encouraging pharmaceutical innovation via way of means of granting brief monopoly rights to inventors (Scherer & Watal, 2002). However, the literature additionally highlights enormous issues concerning get entry to to drugs, affordability, and fairness, mainly in growing nations along with Pakistan.

Intellectual Property Rights and Pharmaceutical Innovation The theoretical justification for robust IPR safety is rooted in innovation economics. Pharmaceutical studies and improvement (R&D) entails excessive constant expenses, prolonged improvement cycles, and big threat of failure. Patents permit corporations to get better R&D investments via way of means of stopping imitation for a restricted period (Boldrin & Levine, 2008). Empirical research in advanced economies propose a wonderful dating among patent safety and pharmaceutical innovation, measured via expanded R&D expenditure and new drug approvals (Qian, 2007).

In growing international locations, however, the innovation-improving outcomes of IPRs are much less clear. Maskus (2000) argues that sturdy patent regimes might also additionally stimulate innovation handiest while complementary elements consisting of professional labor, studies infrastructure, and capital markets are gift. Pakistan's pharmaceutical enterprise is basically formulation-primarily based totally, with restricted ability for authentic drug discovery (Babar et al., 2013). As a result, patent safety can also additionally advantage multinational pharmaceutical companies extra than home manufacturers, proscribing nearby innovation incentives.

TRIPS Agreement and Developing Countries The WTO's TRIPS Agreement set up minimal international requirements for highbrow belongings safety, which include 20-yr patent phrases for pharmaceuticals (WTO, 2001). While TRIPS goals to harmonize IP regimes, critics argue that it disproportionately blessings advanced international locations with robust innovation capacities even as constraining coverage area for growing nations (Correa, 2000). Several research word that TRIPS compliance has brought about extended drug charges and behind schedule common access in low- and middle-earnings nations (Chaudhuri et al., 2006).

Pakistan applied TRIPS-compliant patent legal guidelines via the Patents Ordinance 2000. According to Abbott (2002), this shift marked a huge transformation in Pakistan's pharmaceutical regulatory environment, shifting from a procedure-patent machine closer to complete product patent safety. While this transformation aligned Pakistan with global obligations, it additionally raised issues concerning medication affordability and public fitness sustainability.

Access to Medicines and Drug Pricing Access to cheap drugs stays a significant subject withinside the literature on IPRs and pharmaceuticals. Strong patent safety offers different advertising rights, permitting companies to price better fees because of loss of competition (Sampat & Shadlen, 2018). Studies performed in growing international locations reveal that patented drug treatments are substantially greater costly than their accepted counterparts (Waning et al., 2010).

In Pakistan, wherein out-of-pocket healthcare expenditure exceeds 60%, excessive remedy charges pose extreme demanding situations for low-earnings populations (World Bank, 2022). Babar and Francis (2014) record that patent-blanketed tablets

are frequently unaffordable for a huge phase of the population, main to remedy non-adherence and destructive fitness effects. The literature indicates that with out powerful rate law and popular competition, sturdy IPR regimes can exacerbate fitness inequalities.

Generic Industry and Local Pharmaceutical Firms

The pharmaceutical region in Pakistan is ruled via way of means of neighborhood popular manufacturers, which account for over 80% of home medication supply (Ministry of Health, 2021). Generic manufacturing performs a vital function in making sure cheap get right of entry to to drug treatments. However, robust patent enforcement can limit common entry, specially for more modern drugs (Kapczynski, 2016).

Studies suggest that Pakistan's neighborhood pharmaceutical companies generally interact in incremental innovation, opposite engineering, and formula improvement in preference to unique R&D (Malik & Khan, 2018). The literature highlights that even as IPRs might also additionally shield overseas innovators, they could constrain studying and technological upgrading amongst home corporations until followed through era switch mechanisms and capacity-constructing policies (Lall, 2001).

TRIPS Flexibilities and Compulsory Licensing

To cope with public fitness concerns, the TRIPS Agreement consists of flexibilities which includes obligatory licensing, parallel imports, and studies exemptions (WTO, 2001). Compulsory licensing lets in governments to authorize regular manufacturing of patented drug treatments below precise conditions. Empirical proof from international locations like India and Brazil indicates that obligatory licensing has been powerful in lowering drug charges and increasing get right of entry to to vital drug treatments (Shadlen, 2015).

In Pakistan, obligatory licensing stays in large part unused no matter felony provisions permitting its application (Riaz, 2024). The literature attributes this to political pressure, confined administrative capacity, and worry of exchange retaliation (Abbott & Reichman, 2007). Scholars argue that extra usage of TRIPS flexibilities ought to beautify Pakistan's cappotential to stability patent safety with public fitness priorities.

Foreign Direct Investment and Technology

Transfer Another strand of literature examines the connection among IPRs and overseas direct funding (FDI). Strong IP safety is regularly related to elevated FDI inflows, as multinational corporations are trying to find felony fact for proprietary technologies (Maskus, 2000). In Pakistan's pharmaceutical area, research endorse that progressed IP enforcement has greater investor confidence, aleven though real era switch stays restrained (Business Recorder, 2023).

Critics argue that IPRs on my own are inadequate to sell significant era switch with out supportive commercial and innovation policies (UNCTAD, 2018). For Pakistan, susceptible studies infrastructure and restrained collaboration among academia and enterprise lessen the cappotential blessings of overseas funding in pharmaceuticals.

Regulatory Capacity and Enforcement

Effective IPR enforcement calls for sturdy institutional and regulatory capacity. Several research word that Pakistan faces demanding situations associated with patent exam quality, judicial delays, and regulatory coordination among fitness and IP authorities (IPO-Pakistan, 2022). Weak enforcement can undermine innovation incentives, whilst overly strict enforcement can also additionally limit get entry to to drug treatments. This twin task highlights the want for balanced and context-precise coverage implementation.

Summary and Research Gap

In summary, the literature famous that highbrow assets rights have complicated and frequently contradictory consequences on pharmaceutical sectors in growing international locations. While IPRs can inspire innovation and funding, they'll

additionally boost drug costs and restriction get admission to to drugs. In Pakistan, present research frequently recognition on both prison or public fitness dimensions in isolation. There stays an opening in complete analyses that combine innovation, get admission to, enterprise shape, and coverage implementation. This examine addresses this hole with the aid of using supplying a holistic evaluation of the effect of IPRs on Pakistan's pharmaceutical quarter.

Methodology

This take a look at adopts a mixed-strategies studies technique to take a look at the effect of highbrow assets rights at the pharmaceutical quarter in Pakistan. The mixed-techniques layout integrates qualitative and quantitative strategies to offer a complete and balanced evaluation of felony, economic, and public fitness dimensions related to pharmaceutical patent safety. This method is specifically suitable for coverage-orientated studies, wherein felony frameworks, marketplace outcomes, and social implications ought to be tested simultaneously (Creswell & Plano Clark, 2018).

Research Design

The studies follows a descriptive-analytical layout. The descriptive thing outlines the shape of Pakistan's pharmaceutical enterprise, the evolution of highbrow assets laws, and the regulatory surroundings governing pharmaceutical patents. The analytical aspect evaluates how highbrow belongings rights have an effect on innovation, drug pricing, get admission to to drugs, overseas funding, and the overall performance of home pharmaceutical corporations. This layout lets in for systematic evaluation of each possibilities and constraints related to IPR implementation in Pakistan (Sekaran & Bougie, 2016).

Data Sources

The examine is based frequently on secondary records, given the macro-degree and coverage-centered nature of the studies. Data have been accumulated from credible country wide and global reassets, consisting of:

- Government guides from the Ministry of National Health Services, IPO-Pakistan, and the Ministry of Commerce
- Reports from the World Health Organization (WHO), World Trade Organization (WTO), World Bank, and UNCTAD
- Academic magazine articles posted among 2000 and 2025
- Industry reviews from pharmaceutical institutions and regulatory bodies
- The use of more than one facts reassets complements the reliability and intensity of the evaluation with the aid of using permitting cross-verification of findings (Yin, 2018).

Sampling and Selection Criteria

A purposive sampling method changed into hired to pick out applicable files and research. Inclusion standards consisted of:

- Direct relevance to highbrow belongings rights and pharmaceuticals
- Focus on Pakistan or similar growing nations
- Publication in peer-reviewed journals or with the aid of using legit institutions
- Availability of empirical or coverage-primarily based totally proof

Studies that lacked methodological rigor or have been now no longer without delay associated with pharmaceutical IPRs had been excluded. This ensured that the evaluation changed into grounded in splendid and contextually suitable reassets.

Data Collection Procedure

Data series concerned a scientific overview of instructional literature and coverage files. Electronic databases together with Google Scholar, JSTOR, and Scopus had been searched the usage of key phrases consisting of “highbrow assets rights,” “pharmaceutical patents,” “TRIPS,” “get right of entry to to drug treatments,” and “Pakistan pharmaceutical quarter.” Official prison texts, which include the Patents Ordinance 2000 and WTO agreements, had been reviewed to evaluate statutory provisions and compliance requirements. All information had been prepared thematically for established evaluation.

Analytical Framework

The look at employs a thematic evaluation framework for qualitative records, figuring out ordinary issues associated with innovation incentives, get right of entry to to drugs, pricing dynamics, and regulatory demanding situations (Braun & Clarke, 2006). Quantitative signs including drug rate tendencies, patent filings, R&D expenditure, and import dependency have been analyzed the use of descriptive statistics. Tables are used to summarize key developments and illustrate comparative insights over time.

Variables and Indicators

To verify the effect of IPRs, the have a look at specializes in the subsequent key signs:

- **Innovation outcomes:** R&D funding, patent applications, and era switch
- **Market outcomes:** Drug expenses, availability of generics, and marketplace concentration
- **Public fitness outcomes:** Access to critical drugs and affordability
- **Industry overall performance:** Growth of nearby pharmaceutical corporations and export capacity
- These signs are extensively utilized in present literature and align with global coverage evaluation frameworks (WHO, 2019; UNCTAD, 2021).

Validity and Reliability

To make certain validity, facts triangulation become hired with the aid of using evaluating findings throughout a couple of reassets. Legal evaluation became cross-checked with empirical research and coverage evaluations. Reliability changed into more desirable via regular use of hooked up analytical frameworks and obvious documentation of studies procedures. The take a look at's reliance on peer-reviewed literature in addition strengthens the credibility of the findings.

Ethical Considerations

As the studies is primarily based totally entirely on secondary statistics, no direct moral dangers related to human topics had been present. Nevertheless, moral studies requirements had been maintained with the aid of using nicely mentioning all reassets according with APA (seventh edition) guidelines. Care changed into taken to give findings objectively and keep away from misrepresentation of facts or coverage outcomes.

Methodological Limitations

Despite its strengths, the technique has boundaries. The absence of number one facts restricts the cappotential to seize firm-stage decision-making and patient-stage experiences. Additionally, versions in facts availability throughout years can also additionally have an effect on fashion consistency. These barriers are mitigated through cautious supply choice and complete literature coverage. Future studies should include surveys or interviews with pharmaceutical corporations, regulators, and healthcare experts to supplement the findings.

Results and Discussion

This phase offers the important thing findings concerning the effect of highbrow belongings rights (IPRs) on Pakistan's pharmaceutical quarter. The effects are drawn from secondary data, which include statutory records, coverage documents, and empirical studies, and are analyzed the use of each qualitative and quantitative approaches.

Growth of IPRs and Pharmaceutical Innovation

Since the implementation of a TRIPS-compliant patent regime in 2000, Pakistan has skilled a splendid growth in patent filings and formal reputation of pharmaceutical inventions. Data from IPO-Pakistan (2022) imply that patent programs withinside the pharmaceutical class accelerated from 15 filings in 2001 to 182 in 2022. This fashion indicates that felony popularity of highbrow assets has endorsed innovation and formal documentation of R&D efforts, mainly amongst multinational pharmaceutical firms.

Local firms, however, maintain to stand demanding situations in leveraging patents for modern drug improvement because of constrained studies infrastructure and monetary constraints. While patent safety theoretically incentivizes innovation, the bulk of Pakistan's pharmaceutical zone makes a speciality of normal formulations and incremental enhancements instead of unique drug discovery (Babar et al., 2013; Malik & Khan, 2018).

Table 1 illustrates trends in patent filings and domestic R&D investment in Pakistan's pharmaceutical sector over the last two decades.

Table 1: Patent Filings and R&D Investment in Pakistan's Pharmaceutical Sector (2001–2022)

Year	Patent Applications	Domestic R&D Investment (USD million)	New Drug Approvals
2001	15	12	0
2005	42	24	1
2010	78	38	2
2015	130	56	4

Source: IPO-Pakistan (2022); Ministry of Health (2021); Babar et al. (2013)

The data show that the patent activity and R&D investment grows slowly, which proves there is a positive association between the incentive to innovate and legal protection. But the fact that the new drug approvals only grew slightly indicates that local capabilities are limiting in terms of their ability to translate IP protection into new pharmaceutical products.

Request on Drug Pricing and Access

Intense enforcement of IPR has had quantifiable impacts on the prices of drugs. Research works by Babar and Francis (2014) indicate that on average, patented drugs are 3-5 times costlier than generic counterparts in Pakistan. Although multinational corporations enjoy the privilege of patent exclusivity, such price increment acts as a form of blockage to low-income earners especially with regard to vital drugs. The out of pocket health care spending in Pakistan is also high, and it adds to the affordability problems (World Bank, 2022).

Role of TRIPS Flexibilities

Despite these flexibilities as defined in the TRIPS, including compulsory licensing, Pakistan has availed very little use of these. Riaz (2024) finds that there have not been any obligatory licenses to date, even though the Patents Ordinance 2000 allows it. Such underutilization can be attributed to bureaucracy issues, political goodwill and fear of trade sanctions possibly imposed. As a result, the strike between securing innovation and making it accessible at affordable prices is a delicate one.

Technology Transfer and Foreign Investment

The research results in the view that heightened IP protection has boosted investor confidence and multinational pharmaceutical firms are willing to invest in Pakistan. This has enabled the partial transfer of technology and joint ventures

to increase the capacity of local production (Business Recorder, 2023). Nevertheless, the transfer of technology has not been widespread in scale and the local companies tend to rely on imported active pharmaceutical ingredients (APIs), which limits the independence of the sector.

Logistical and Regulatory Problems

The efficacious implementation of IPRs is strongly linked to the regulatory and institutional capacity. Pakistan has such problems as lagging in adjudication of patents, uneven enforcement of IP, and the lack of coordination between health and IP authorities (IPO-Pakistan, 2022). This laxity erodes the maximum potential advantages of IP protection and at the same time generates other uncertainties to domestic and foreign stakeholders.

Comparative Overview of Benefits and Constraints

Table 2 provides a comparative overview of the primary benefits and challenges associated with IPRs in Pakistan's pharmaceutical sector.

Table 2: Key Benefits and Challenges of Intellectual Property Rights in Pakistan's Pharmaceutical Sector

Benefits	Challenges
Encourages pharmaceutical innovation	Limited local R&D and new drug development
Attracts foreign direct investment	High drug prices for consumers
Legal protection for pharmaceutical firms	Underutilization of TRIPS flexibilities
Incentivizes compliance with global standards	Weak enforcement and regulatory delays
Supports partial technology transfer	Dependency on imported APIs

The comparative evaluation demonstrates that even as IPRs offer clean incentives for innovation and funding, structural, financial, and institutional boundaries limitation the entire recognition of those blessings for Pakistan's pharmaceutical enterprise.

Discussion of Findings

The evaluation confirms the speculation that highbrow assets rights are twofold withinside the pharmaceutical enterprise of Pakistan. On the only hand, they cause formal innovation, appeal to funding and inspire adherence to global standards. Conversely, they upload to the expanded prices of drugs, impede typical competition, and pose a barrier to get right of entry to mainly withinside the face of the economically deprived groups. The studies is constant with the present literature that advocates the concept of growing countries to stability the IP enforcement with the populace fitness goals (Correa, 2000; Tenni et al., 2022).

The truth that TRIPS flexibilities, specifically, the obligatory licensing are underutilized implies a factor in which coverage intervention can enhance the poor results in get entry to to drug treatments. Enhancing regulatory capacity, simplifying the strategies worried in patent examination, and supplying pricing rules might be useful similarly to the IPRs and cause social and financial expenses reduction.

Discussion

The consequences of this studies suggest the multifaceted and multidimensional nature of the impact of highbrow belongings rights (IPRs) withinside the pharmaceutical quarter of Pakistan. On the only hand, the implementation of a patent regime in step with TRIPS has provided safety of the regulation to stimulate innovation and funding. The safety of patents has ended in extra filings, formalization of R&D and more suitable adherence to worldwide standards, for that reason imparting a greater predictable weather wherein multinational organizations can make investments withinside the country (Abbott, 2002; Business Recorder, 2023). It indicates that IPRs can also additionally function green devices in motivating pharmaceutical innovation and growing overseas direct funding.

The examine but offers that those blessings also are coupled with fantastic problems. Patent safety has connected multiplied drug charges which has confined get entry to to critical drugs with the aid of using low profits individuals. This is aligned to the proof withinside the international international that indicates strict patent regimes might also additionally bring about monopolistic expenses and gradual the emergence of prevalent substitutes (Sampat and Shadlen, 2018; Wanging et al., 2010). These rate hikes gift a literal barrier to low cost medication in Pakistan, in which the share of out-of-pocket healthcare spending is likewise high, and that can damage the fitness effects of the populace.

The other important observation is the low ability of the local pharmaceutical companies to convert IPR stimulation into new products. Whereas this protects multinational companies, local companies are in the business of generic drugs and small-scale formulation additions (Malik and Khan, 2018). According to the literature, lack of proper infrastructures, skilled labor, and other financial resources might mean that strong IPRs would disproportionately favor multinational corporations and may have little provisions on the local manufacturers (Maskus, 2000; Lall, 2001). Therefore, local R&D and technology transfer requires complementary policies that can stimulate domestic pharmaceutical innovation by itself.

Another issue that the study highlights is the un-utilization of TRIPS flexibilities (such as compulsory licensing which may be used to solve the affordability issue and enhance access to medicines). These mechanisms have been effectively employed by countries in the world such as India and Brazil to align patent protection and the needs of the population who are in need of health (Shadlen, 2015). The practices in Pakistan have not facilitated the exercise of such flexibilities due to bureaucratic restrictions, fear of trade sanctions, and insufficient political will (Riaz, 2024). This highlights the need to reformulate policies in order to operationalize TRIPS flexibilities and incorporate them in national health and trade policies.

The effects of IPRs are also compounded by regulatory and institutional issues. The efficiency and effectiveness of IP laws are minimized due to delays in the patent registration process, ineffective enforcement systems, and the inability of health and intellectual property authorities to coordinate their actions (IPO-Pakistan, 2022). The institutional strengthening lacks in which both local and foreign companies are uncertain, and the public health goals can be undermined.

The ambivalent nature of IPRs as a reward to innovation and, at the same time, the possible restriction of access explains why the development countries have to balance the policy process. The policymakers have to find a way to balance the incentives of pharmaceutical innovation and accessibility of basic medicines. This does not just entail legal and regulation but also strategic intervention like fostering local research and development capability, the fostering of public private collaboration, transfer of technology and the imposition of price regulation where applicable.

Lastly, it is discussed that IPRs operate in wider socio-economic and more global trade environment. The reliance on imported lively pharmaceutical ingredients (APIs), similarly to a loss of neighborhood innovation potential, means that the pharmaceutical quarter in Pakistan can not be capable of use patent safety to its complete advantage. Thus, there may be a want to have a holistic method wherein highbrow assets guidelines are included into commercial boom, healthcare priorities in addition to global change commitments, with a view to beautify sustainable boom and truthful results.

Conclusively, the discussion has established that although intellectual property rights can boost investment and innovation, they have some issues associated with affordability, access, and growth of the domestic industry. In order to achieve these aims, the delicate, evidence-based policymaking will be needed, taking into account the specific economic, health, and institutional setting of Pakistan.

The following is PART 6 (LAST PART): Conclusion ([?]1000 words), Recommendations, and References (30 authentic, 2020, APA 7th edition) of your research paper on the topic of Impact of Intellectual Property Rights on the Pharmaceutical Sector in Pakistan.

Conclusion

The Intellectual Property Rights (IPRs) are the key aspect, which is affecting the pharmaceutical industry across the world, and Pakistan is not an exception. The launch of TRIPS-conformant patent regime was a major milestone in Pakistan working

towards international IP standards in the year 2000. The policy of patent protection has developed legal incentives of innovation in pharmaceutical, promoted taking up of international standards and brought in foreign direct investment (FDI) by international corporations. Such developments have enhanced legal predictability, formalization of R&D and more or less improved technological capacity in the sector.

The discussion has revealed that protection of biomedical patents has had a positive impact on the organization and operation of pharmaceutical industry in Pakistan. Patent applications have been rising in numbers, domestic research investment in the field has been increasing gradually, which shows a greater orientation towards innovation. Increased local production, investing in regulatory compliance, and joint venturing with local companies are some of the responses of multinational firms to a more predictable legal environment. These investments have led to incremental technology transfer and enhanced compliance with international quality standards hence increasing the credibility of the sector of regional and international market.

Nevertheless, the paper also states that there are also immense challenges and unintended effects of the implementation of IPRs. Among such concerns, the effect of the high level of patent protection on the prices of drugs and the accessibility of necessary medication is one of the key issues. It has been shown that branded drugs typically command much higher prices than generic ones and that this increases the cost of prescription drugs within the affordability of the Pakistan healthcare system which is primarily out of pocket based. In the case with low-income populations, increased drug prices restrict the availability of life-saving interventions, placing a conflict between the goal of protecting innovation and the goal of advancing public health. The failure to take advantage of the TRIPS flexibilities, including mandatory licensing and simultaneous importation has also limited the scope of Pakistan to make trade-offs between these two conflicting priorities.

The other important identification is that the domestic pharmaceutical companies have structural and capacity-related challenges in using IPRs to achieve actual innovation. Although patent protection is an advantage to multinationals, local companies are still extremely preoccupied with generic drug development and marginal formulation advancement. Access to talented researchers is limited, capital is limited and reliance on imported active pharmaceutical ingredients (APIs) limits domestic innovation. Therefore, the full potential of IPRs as an instrument of inducing local pharmaceutical R&D and long-term competitiveness of the industry has not been attained.

The effectiveness of IPRs is also influenced by regulatory and institutional issues. Lag time in patent matters, enforcement discrepancies and lack of co-ordination between health and intellectual property bodies undermine the advantages of having a legal protection and pose unpredictability of both local and foreign stakeholders. The lack of fortification of these institutional mechanisms might prevent the full implementation of the benefits of a TRIPS-compliant IPR regime, and the goal of public health can be undermined.

The effects spotlight the want to have a greater multi-dimensional coverage strategy. It is not possible to think about IPRs because the best manner of spurring innovation and it must be blended with different techniques that have to encompass affordability, nearby capability building, and get admission to drugs and public fitness needs. Good coverage ought to additionally strike a stability among incentives to inspire pharmaceutical innovation and movements to create a degree of fairness within the accessibility of medication which can be important and required through all social-financial groups. Experience within the relaxation of the growing global suggests that this stability may be reached thru the strategic use of TRIPS flexibilities, along side assisting business and fitness policies.

In general, intellectual property rights have significantly affected the pharmaceutical industry in Pakistan albeit in a negative way. They have triggered formal innovation, improved confidence by investors and to some extent increased technology. Simultaneously, they have also led to increased drug prices, less generic rivalry, and the necessity of more institutional enforcement and capacity building at the local level. The results indicate that the policymakers in Pakistan should take a holistic view of balancing economic, legal and social health in the context of IPRs, such that they achieve both the innovation and social welfare goals.

Recommendations

- Intensify consumer and patient protection strategies in order to make sure that access to basic medicines is not hampered by patent protection.
- Establish generic competitive price controls and incentives to ensure drugs are affordable.
- Take advantage of TRIPS flexibilities, such as compulsory licensing and parallel importation, to respond to the priorities of public health.
- Improve regulatory and institutional capabilities such as expedited patent examination and increased enforcement tools.
- Fund, tax Regional, and public-private pharmaceutical research.
- Enhance multinational corporations and technological transfer to local firms.
- Invest in the development of human resources, such as special training in pharmaceutical sciences, regulatory affairs, and IP management.
- Enhance the alignment of law and objectives of the health sector by strengthening the coordination between health, trade, and intellectual property authorities.
- Promote the manufacturing of active pharmaceutical ingredients (APIs) locally so as to minimize reliance on imports.
- Undertake routine analysis of IPR on price, access, and innovation of drugs to make evidence-based policy corrections.

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