

## Predictive methods as a powerful tool in drug discovery

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### Abstract

A development of a new drug is an extremely complex process, with average costs over \$900 million and a time span up to 15 years. Regulatory hurdles are progressively higher, costs are escalating and the competition is ever tougher. All these factors drive pharmaceutical companies to shorten the Research & Development (R&D) process as much as possible. Consequently, methodologies for increasing productivity of the R&D processes become more and more important. One of them, a linear drug discovery paradigm starts from numerous genes and ends with prospective drugs. It consists of four inter-related building blocks that together provide a whole new platform that drives a focus on R&D efforts and commercial capabilities, on use of product and capability partnerships, on provision of customer solutions (prevention, prediction and follow-up, not just treatment), and finally on preference of organizations based on a business unit model instead of a functional one. Companies are to find a combination of these building blocks that best fits their strengths, improves returns and minimizes involved risks.

Predictive methodology, together with other prediction approaches applied in drug discovery, is powerful tool that is quickly becoming more and more important, if not essential, in modern drug development. In this review, a brief description of new trends, as well as new challenges of today's drug discovery is presented from the insider perspective.

**Key words:** pharmaceutical industry; drug research; drug development; predictive tools; *in silico* screening; *in vitro* screening; therapeutic targets

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### Challenges of today's drug development process

The pharmaceutical industry is facing unprecedented challenges to its current business model. Independent observers and industry analysts have also predicted its forthcoming significant decline (1). It is obvious that certain changes are long overdue if this industry is to meet investors' expectation and at the same time come up with viable answers to unmet medical needs, i.e. successful treatments of currently incurable diseases.

Large pharmaceutical companies will need to invent new approaches and methodologies just in order to maintain their present status. First, they have to decide on what areas they should focus on, given their unique capabilities and strategic

assets. Second, in order to profitably develop and market drugs they will need to explore new areas of science and include targeted customer groups at the early phase of a drug R&D process. Third, upon a decision what is their main focus, they will need to identify all the key capabilities necessary to achieve their goals, and to build or retain specific capacities that will give them significant advantages over their competition. They will also need to figure out where they can profitably add value for patients beyond just providing drugs. But, to obtain all this they will subsequently have to restructure their organizations to speed up the overall decision-making process, increase accountability and reduce overall cost (2).

All these changes will lead to the introduction of new market segments, besides the currently most explored market segment of treatment. The newly evolving market opportunities are mainly concentrated around following market segments – prevention, prediction, patient's participation and personalization of medical approach and therapies. However, we should always bear in mind the ever-present and very important market segment of a drug follow-up. This trend has been already announced more than ten years ago by key analysts, but was never seriously considered so far (Figure 1).

Implementation of this approach in routine work practice was a major challenge for the drug discovery industry over the last decade. However, the exploration of new development opportunities is a must for today's pharmaceutical businesses, since this represents a key element in the overall R&D cycle time reduction and resource preservation.

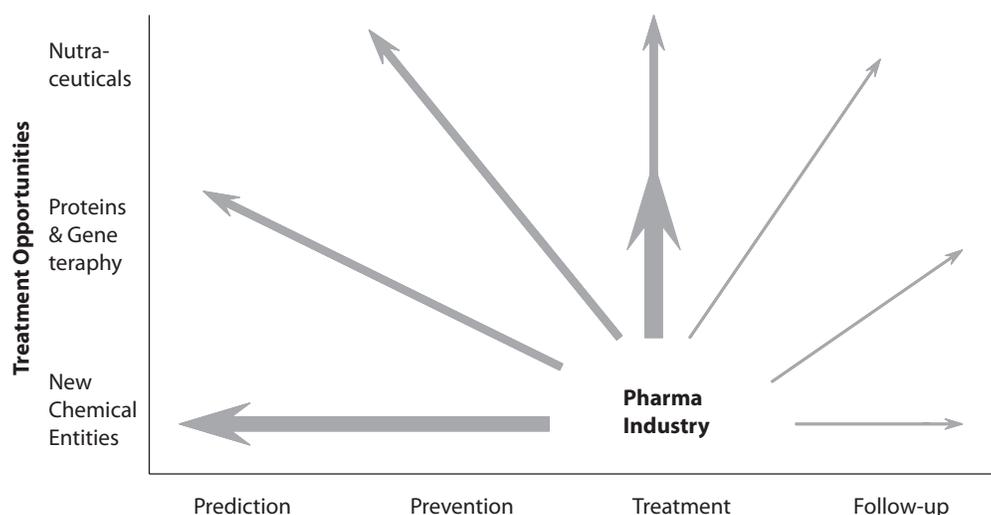
### Improvement of R&D process

Reductions in R&D cycle time can be achieved in many ways. However, in less predictable systems, such as pharmaceutical R&D, approaches to cycle time reduction cannot be simply adopted as in predictable systems like production, although

principles behind these methodologies have already been applied to some extent in drug manufacturing systems (3).

Considerations for reducing the cycle time of each phase of drug discovery and development are quite often project and phase specific. Each phase of development consists of a collection of unit processes, or individual tasks that consume time and resources. The sequential arrangement of these tasks can often be unique to an individual research project, exhibiting a significant variability introduced by the type of the science associated with every R&D project. Because of this inherent variability, cycle time reduction at a macro level can be achieved through task- and project-specific interventions aimed at reducing non-value added tasks and lag-times associated with completion of value added tasks. The role of an experienced project manager, assuming the commitment of his/hers project team, is crucial for the successful and timely completion of pre-defined milestones along an R&D process.

There are few key approaches identified for the reduction of project-specific cycle times, but the most important one is the portfolio selection. When selecting the R&D projects portfolio, the consideration of overall project cycle time should be also an instrument for reducing overall costs.



**FIGURE 1.** Significant new market opportunities were opening up which expanded the role of the large pharmaceutical companies in the healthcare chain (modified from the last PricewaterhouseCoopers (PwC) business report from the 20th century).

For example, a cycle time of pivotal clinical trials is often a function of the disease state or a pursued indication itself.

The common approach is to reduce the attrition rate at advanced pre-clinical or clinical phases of drug development. This can be achieved by detecting as early as possible all the key factors that could be the reasons for withdrawals from market because of unmet safety or efficacy specifications. In this respect, predictive techniques and approaches are of great help for pharmaceutical scientists.

#### *Predictive tools in early R&D process phases*

In general, the efficacy of the candidate drugs can be unsatisfactory because of many reasons, but some factors are easier to avoid than the others. In general, poor oral bioavailability and pharmacokinetic properties are among the most cited reasons for stopping a drug development process. In addition, toxicity issues, which were not predicted by *in vitro* modeling as well low efficacies observed in later animal pharmacology models, are often reasons for eliminations of a lead compound development. Preclinical ADMET (absorption, distribution, metabolism, excretion and toxicity) studies can help in increasing attrition rates in early clinical phases Phase I (healthy volunteers, mainly safety studies) and Phase IIa (preliminary efficacy studies on a small number of patients) (4).

Given their highly specific target-binding characteristics, fully human or humanized monoclonal antibodies have greatly reduced off-target toxicity compared to small molecules (5). Similar approach to reduce the attrition rate in later phases is to develop targeted therapies for validated targets.

A search for a cost-effective approach that can predict toxicological liabilities or other undesirable ADME (absorption, distribution, metabolism, excretion) properties during the pre-clinical phase (especially for small chemical molecules, molecular weight  $\leq 500$  Da) is a paramount for all pharmaceutical companies as this would be a clear breakthrough in reducing the downstream attrition. All major pharmaceutical companies are pursuing this holy grail of the drug development (6). In fact, the

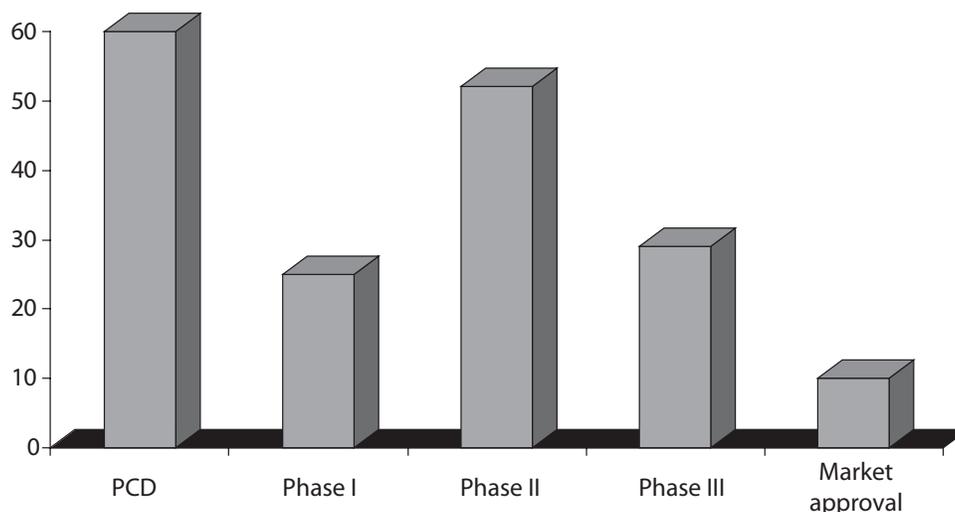
number (and percentage) of drug candidates successfully entering Phase I has increased recently (7), in part due to a better preclinical characterization with improved ADMET properties and because of the use of wisely designed pharmacodynamics models during the early phases of drug development (8). Modeling and predicting pharmacological properties of molecules, like solubility, toxicity or blood-brain-barrier penetration is extremely important in both drug design and drug development. Modeling and prediction can improve our understanding of chemical and physical mechanisms behind these key properties and provide tools for predicting their values for molecules that are not yet synthesized. The group of scientists at Institute is developing new methods for predicting ADMET properties (9-11). Their project started as a collaboration with a pharmaceutical industry and it is worth mentioning that it's results were so valuable because of a carefully planned and performed *in vitro* and *in vivo* experiments that provided the relevant and accurate data. This data was later used for testing and validation of developed mathematical models and prediction tools.

#### *Predictive approach in advanced R&D phases*

Going further toward the late stages of drug development, Phase II and Phase III attrition rates remain unacceptably high: 52% and 29%, respectively, based on the most recent benchmarking estimates (Figure 2) (12). Phase II attrition rate in particular have not improved substantially since those reported for the 1991–2000 period. At that time 62% attrition rate was reported for the Phase II and 45% for the Phase III. However, there are certain therapeutic areas that exhibit even higher attrition rates like neurology and gastroenterology (13).

There are two key approaches to reduce Phase II and III attrition, which should ideally be carried out jointly (as noted by a number of authors) (14):

- the first is a better target selection (identification of validated and "druggable" targets);
- the second is a routine pursuit of early "proof of concept" clinical studies, especially in Phase I, for which biomarkers and surrogate endpoints can often be employed.



**FIGURE 2.** Chances of failure, attrition rates, during the drug development process; source: The Trufts Center for drug Development, data is representing the trends in 2008. Preclinical development - PCD

Early target selection and identification of first promising hits, combining *in silico* and biological screening is certainly one way for carrying out initial research for the new chemical entities in today's pharmaceutical industry (15). This method synergistically combines synthetic chemistry, *in vitro* screening and computational drug design approaches in order to provide added value to compounds already existing in the depository or compounds bank of research institutes associated to pharmaceutical industry (16,17).

To optimize biomarker development and capture value, it is an imperative to ensure that biomarkers are developed early and that they are commercially available at the time of the drug launch (18).

One way to reduce development costs is to tailor therapies to specific patient population, as illustrated by the development of imatinib (Gleevec; Novartis) (19) or to stratify patient populations for both clinical development and commercialization, as in trastuzumab example (Herceptin; Genentech/Roche) (20).

It was predicted that advances in genomics and proteomics, including those resulting directly from the sequencing of the human genome, would yield an abundance of drug targets (21). However, although many new potential drug targets have been

identified by these approaches, far too few have been sufficiently validated so far to have any impact on the pharmaceutical R&D. Nevertheless, we believe that in the very near future a use of validated drug discovery targets will be the way to succeed.

In this respect, it is crucial to strengthen the link between genomics, proteomics, biochemistry and the clinics in order to predict, as soon as possible, pharmacological response (22).

In addition, as a conclusion, enabling a wide range of synergies through connection of research groups from the educational, clinical and pharmaceutical sectors by establishing translational medicine centers will encourage translational research and translational medicine implementation. In this way, interaction of highly educated research staff, research support services, specialized experts in a multidisciplinary, trans-disciplinary and interdisciplinary environment will have a significant impact on improvement of general health and the higher quality of life.

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## Prediktivne metode kao uspješan alat u otkrivanju lijekova

### Sažetak

Razvoj novog lijeka vrlo je kompleksan proces koji u prosjeku stoji više od 900 milijuna američkih dolara te traje i do 15 godina. Regulativne zapreke su progresivno sve veće, troškovi sve viši, a konkurencija nije bila nikada jača. Svi ti čimbenici tjeraju farmaceutske kompanije na što veće skraćivanje procesa istraživanja i razvoja (engl. *Research & Development*, R&D). Kao posljedica toga, metodologije koje povećavaju produktivnost procesa istraživanja i razvoja postaju sve značajnije. Jedna od njih, linearna paradigma otkrivanja lijekova, polazi ispitivanjem brojnih gena te kao rezultat daje buduću lijek. Sastoji se od četiri međusobno povezana elementa koji tako povezani pružaju potpuno novu platformu, koja težište stavlja na rezultate procesa istraživanja i razvoja te komercijalne mogućnosti, na primjenu proizvoda i partnerstva, na pružanje rješenja krojena prema korisniku (prevencija, predviđanje i praćenje, a ne samo liječenje) te na prednosti organizacijske sheme temeljene na modelu poslovne jedinice, a ne na modelu funkcionalne jedinice. Kompanije trebaju pronaći pravu kombinaciju tih elemenata, onu koja najbolje odgovara njihovim jačim stranama, poboljšava profit i minimalizira prisutan rizik. Pristupi prediktivne metodologije, zajedno s ostalim prediktivnim pristupima, koji se rabe pri otkrivanju lijeka predstavljaju uspješno sredstvo koje velikom brzinom postaje sve važnije, pa čak i ključno u današnjem modernom razvoju lijekova. U ovom ćemo pregledu dati kratak opis novih trendova kao i nove izazove današnjeg razvoja lijekova.

**Ključne riječi:** farmaceutska industrija; istraživanje lijekova; razvoj lijekova; prediktivni alati; in silico probir; in vitro probir; terapijski ciljevi