GUIDELINES GOVERNING EFPIA MEETINGS

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EFPIA’s MISSION

The aim of the European Federation of Pharmaceutical Industries and Associations (EFPIA), which has no profit-making purpose, is to promote pharmaceutical discovery and development in Europe and to bring to the market medicinal products in order to improve human health worldwide.

It operates as the representative organisation of the pharmaceutical industry in Europe. It maintains a permanent contact between its members.

In addition, it pursues a mainly scientific aim, ensuring and promoting the technological and economic development of the pharmaceutical industry in Europe.

The activities of the Association shall extend to all matters of common interest to its members. In particular, it aims to foster an environment that encourages pharmaceutical research and development, manufacture in compliance with high quality standards, intellectual property protection and the introduction of regulatory requirements to allow patients rapid access to medicinal products.

GUIDELINES

When competitors meet to discuss policy issues relating to their business, there is a risk that competition rules are infringed. Courts in the US and in Europe recognise that associations can play a legitimate role in formulating public policy positions relevant to the sector, but there are boundaries to what is permissible. Commercial strategies in particular policy areas cannot be discussed.

These guidelines are designed to ensure that in organising / attending meetings at which competing companies are present, EFPIA avoids engaging in or facilitating any discussion or activity, which might violate the competition laws of the European Union (EU).

Strict compliance with these rules is especially important; not only will participating companies be responsible for any anti-competitive conduct, but industry associations can also be held liable.

BEST PRACTICE

- All meetings organised / attended by EFPIA must have a legitimate purpose
- For all meetings organised / attended by EFPIA there must be a written agenda circulated in advance of the meeting
- For all meetings organised by EFPIA there must be written minutes, submitted for approval to participants
- Membership of working groups / participation criteria to meetings must be transparent and non-discriminatory
- For any meeting organised by EFPIA / under EFPIA's umbrella / responsibility, an
EFPIA representative shall attend

✓ In case of doubt as to the legitimacy of a discussion, the EFPIA representative must ask to stop the discussion until the appropriateness of the topic / discussion can be confirmed

These guidelines apply to all EFPIA meetings, including meetings of statutory and decision making bodies, specialised groups meetings, policy committees, project actions teams, task forces, ad hoc groups, and any other working group.

PROHIBITED CONDUCT

Any form of express or tacit collusion amongst competitors aimed at directly or indirectly influencing prices or allocating customers or geographic territories is viewed as an extremely serious offence and will attract hefty fines if uncovered.

The competition rules strictly prohibit any discussion, understanding or agreement between competitors, however informal, or the exchange of information on:

✓ individual company prices, price changes, pricing strategies, terms of sales, price mark-ups, discounts, allowances, credit terms
✓ costs of production or distribution, cost accounting formulae, methods of computing costs
✓ individual company figures on or plans as to sources of supply, production, inventories, sales, marketing and promotion
✓ any matters relating to individual suppliers or customers, including any attempted collective action that might have the effect of excluding suppliers or customers from the market
✓ information as to future plans of individual companies concerning technology, investments

WHAT MAY BE DISCUSSED AT MEETINGS

✓ non-confidential, technical issues relevant to the industry, such as standards, environmental concerns, matters related to corporate social responsibility, health and safety matters, regulatory policy developments
✓ publicly available information on market trends
✓ general promotional opportunities (but not a particular company’s promotional plans)
✓ industry public relations or advocacy activities

GUIDELINES ON INFORMATION EXCHANGE

The exchange of statistical information is permitted when it:

✓ is general, historical and non-confidential, or
✓ comprises aggregated data of at least 3 independent producers (zero or negligible inputs must be excluded when they might cause the disclosure of individual companies’ data), and
✓ does not enable the identification of individual businesses, or
✓ is processed by an independent third party to ensure confidentiality

Is however prohibited, the exchange of confidential and company-specific information between competitors, such as data on:
- prices
- output
- capacity utilisation rates
- costs
- sales volumes
- market shares
- marketing plans
- inventory

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