November 18, 2021

Xavier Becerra Secretary Department of Health & Human Services United States of America

Via Email: xavier.becerra@hhs.gov

Dear Secretary Becerra:

The undersigned individuals are writing to formally ask the Department of Health and Human Services (HHS) to grant march-in rights for the patents on the prostate cancer drug enzalutamide (marketed as Xtandi).

As prostate cancer patients we have previously petitioned the U.S. Department of Defense (DoD) to grant march-in rights for the patents on this life saving drug.

Clare Love and David Reed submitted a petition to the DoD on February 4, 2019, following a Directive from the Senate Armed Services Committee to the DoD to grant such march-in requests when the price of a drug developed with a DoD grant is higher than the median price in seven large high income economies. That is the case in this petition, in which enzalutamide—which was invented at UCLA on grants from the U.S. Army and the National Institutes of Health (NIH)—are roughly 3 to 5 times more expensive in the United States than in other high income countries. The drug, which is inexpensive to manufacture, is priced in the United States at \$106.865 per 40 mg pill. With a required dose of four pills per day, Xtandi costs \$427.50 per day and more than \$156,000 per year. The price in other high income countries generally ranges from \$20 to \$40 per 40mg pill. A Canadian generic manufacturer has offered to sell enzalutamide to the U.S. government for \$3 per pill.

(See: https://www.drugs.com/price-guide/xtandi and http://drugdatabase.info/drug-prices/)

Robert Sachs wrote to the DoD on April 12, 2021 to join the Love and Reed march-in request. To date, the DoD has not acknowledged nor acted on these petitions.

Clare Love is a Vietnam veteran. David Reed is an accomplished computer scientist,¹ best known for developing the concept of the end to end principle for the Internet. Robert Sachs is an attorney, former Board Chair of the National Coalition for Cancer Survivorship (NCCS), and member of the board of trustees of the Dana Farber Cancer Institute.

We ask that our petition be adjudicated by an impartial decision maker. Under two previous Administrations, HHS has been petitioned to grant a march-in request for the patents on enzalutamide. Each time HHS delegated the case to the NIH, and each time, including on the

¹ https://en.wikipedia.org/wiki/David_P._Reed.

administrative appeals, such requests and appeals were summarily rejected, in line with a then standing policy position that the NIH would not question the reasonableness of company pricing of NIH funded inventions. It is our understanding that HHS is now willing to consider the merits of a march-in request, when the basis is that the price is demonstrably unreasonable.

Attached are copies of the 2019 and 2021 march-in petitions DoD. We are asking that HHS address this issue in a timely manner, which has dragged on for years at this point. A first step is to grant a hearing on the petition, where the patent holders and the persons supporting the march-in petitions can present evidence. This was done once by NIH for a march-in petition on the HIV/AIDS drug ritonavir in 2004.

A group known as the Bayh-Dole Coalition has lobbied against any use of the march-in rights to deal with pricing concerns. This well resourced and powerful group of patent holders has generated a steady stream of misleading information about the march-in rights issue. We welcome their input in any evaluation of our march-in petitions, and only ask that the facts are actually addressed by HHS. We also ask that any groups or individuals interested in the petition be allowed to provide evidence for the record.

We are pleased that the HHS Comprehensive Plan for Addressing High Drug Prices and the President's Executive Order on Competition recognize the use of march-in rights to address abusive pricing of drugs.

Xtandi was invented with NIH funding. The Orange Book lists three patents for enzalutamide: U.S. Patent Nos. 7709517, 8183274, and 9126941, and all three acknowledge support from NIH grant number 5 P50 CA092131. The patent expiration dates are from May 2026 to August 2027.

In the past, the use of march-in rights for enzalutamide has been supported by more than a dozen organizations (see Annex 1) and several members of Congress in both the U.S. Senate and the House of Representatives. When the Trump Administration made a last minute attempt to change the Bayh-Dole regulations to eliminate pricing concerns as a sole ground for a march-in petition, more than 80 thousand persons submitted comments in opposition.

Thank you for considering our request. We ask HHS to move forward and incorporate the two previous march-in petitions to the DoD, which are attached.

Sincerely,

Clare M. Love Clare.M.Love@workingagenda.com 621 M St 3423 Hoquiam, WA 98550-3423

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ANNEX 1: Organizations that have previously supported march-in rights on enzalutamide

Alliance for Retired Americans American Medical Students Association (AMSA) Center for the Study of Responsive Law Community Catalyst Essential Information Knowledge Ecology International (KEI) National Physicians Alliance (NPA) Public Citizen RxRights The Other 98% U.S. PIRG Union for Affordable Cancer Treatment (KEI) Universities Allied for Essential Medicines (UAEM)

ANNEX 2: Members of the Bayh-Dole Coalition



- 1. Association of University Research Parks
- 2. AUTM
- 3. BIOCOM
- 4. BIO
- 5. BIOHealth Innovation
- 6. Bio NJ
- 7. California Life Sciences Association
- 8. Carnegie Mellon University
- 9. Center for Innovation and Free Enterprise (CIFE)
- 10. Conservatives for Property Rights
- 11. Council on Government Relations
- 12. Columbia Technology Ventures
- 13. Council on Competitiveness
- 14. CSU Ventures
- 15. Duke Licensing & Ventures
- 16. Eagle Forum

- 17. ExploraMed
- 18. Funtek
- 19. US Chamber of Commerce Global Innovation Policy Center
- 20. Incubate
- 21. India University
- 22. Innovation Associates
- 23. IPWatchdog
- 24. Information Technology and Innovation Foundation
- 25. International Economic Development Council
- 26. K2 Biotechnology Ventures
- 27. Licensing Executives of USA and Canada
- 28. Lehigh University
- 29. LSU Business and Technology Center
- 30. Magee-Womens Research Institute and Foundation
- 31. NVCA
- 32. Patent Docs
- 33. PhRMA
- 34. Pristine Surgical
- 35. Purdue University
- 36. Small Business and Entrepreneurship Council
- 37. Stanford University Office of Technology Licensing
- 38. UNM Rainforest Innovations
- 39. Taxpayer Protection Alliance
- 40. UNEMED Technology Transfer for Nebraska
- 41. University of Notre Dame
- 42. USIJ Alliance for U.S. Startups & Inventors for Jobs
- 43. University of Michigan Tech Transfer
- 44. VirginiaBio
- 45. Wisconsin Alumni Research Foundation
- 46. Yale Office of Cooperative Research

https://bayhdolecoalition.org/about/