

# The PAT(h) to highly profitable manufacturing: Process Analytical Technology

01 May 2024

Pharmaceutical manufacturers grapple with an array of challenges in today's industrial landscape, from stringent regulatory requirements to achieving exacting product quality, while minimizing waste and energy usage. Process Analytical Technology (PAT) can help achieve these goals while reducing costs, ultimately enhancing the profitability of pharmaceutical operations.

Chris Vickers, Global Sales Manager at Optimal Industrial Technologies, looks at the financial benefits of adopting PAT to enhance the competitiveness of pharmaceutical manufacturers.

Offering a data-driven approach to deliver effective process control, quality assurance and continuous processing, PAT has long been recognised as a key solution to improve operations and products, in terms of performance, efficiency and consistency. It does so by providing real-time insights into manufacturing processes that enable operators and subject matter experts (SMEs) to make informed decisions. These, in turn, optimise operations, product quality and consistency as well as auditing activities while ensuring compliance with regulatory standards and current Good Manufacturing Practices (cGMP).

The multiple benefits indicate the considerable cost savings that PAT can deliver to its adopters. Therefore, detailed business cases can help understand the feasibility



and profitability of PAT-driven processes as well as determine the best course of action.

#### A closer look at PAT costs and returns

Currently, there are limited reports on the advantages of PAT within existing pharmaceutical setups, due to trade secrets aimed at protecting competitiveness. Furthermore, indicative and accurate estimates on the costs and gains from PAT are highly specific to their intended applications. Nonetheless, evidence from existing literature and impartial case studies emphasises the financial benefits of this strategic investment.

For example, one of the first financial analyses on PAT for pharmaceutical manufacturing concluded that implementing multiple on-line analytical measurement instruments can lead to a return on investment greater than 60% despite the considerable initial costs, calculated at over CHF 4 million (over USD 4.5 million)<sup>1</sup>. More recently, a study looking at the expenditures and cost reductions associated with PAT within an average oral solid dosage (OSD) manufacturing plant in Puerto Rico identified a number of potential savings opportunities that can reach values of USD 380,000<sup>2</sup>.

<sup>&</sup>lt;sup>1</sup> Valþórsson, H. (2006). PAT implementation in pharmaceutical manufacturing and its economical impact (Doctoral dissertation, University of Basel), Basel, Switzerland. Available at: <u>https://edoc.unibas.ch/722/1/DissB\_8178.pdf</u> [Accessed: 13 December 2023].

<sup>&</sup>lt;sup>2</sup> Fontalvo-Lascano, M. A. (2021). Engineering economic analysis methodology to facilitate the implementation of process analytical technology (PAT) in the pharmaceutical industry (Master's dissertation, University of Puerto Rico), Mayagüez, Puerto Rico. Available at:

https://scholar.uprm.edu/entities/publication/0c878ffb-bd2d-4a31-b1e4-5110016fe1bb [Accessed: 13 December 2023].



By monitoring quality in real-time through automated, on-/in-line measurements, PAT was found to greatly improve product yield while reducing the workload of quality specialists. Therefore, the study concludes that an OSD facility can cut 90% of the labour cost associated with analytical laboratories and reduce expenses related to work in progress inspection product rejections and reworks by a similar percentage<sup>2</sup>. As a result, SMEs can be freed from repetitive tasks to focus on more value-adding activities. In addition, the use of PAT can help OSD producers slash inventory cost in half, thanks to the decrease in inventory holdups and cycle times associated with more effective and shorter quality control activities.

Another research study estimates that the downtime associated with quality control can be halved<sup>3</sup>. This investigation also highlights how, when PAT is combined with other Lean strategies, OSD manufacturers can benefit from process cycle times that are up to 50% shorter and increase operating margins by 6%, helping pharmaceutical companies save between USD 6 and 8 million every year.

#### Leveraging PAT to slash costs

The insights from these analyses clearly show the tangible returns that PAT offers to pharmaceutical manufacturers through operational cost reduction, improved quality control and efficient time-to-market while delivering enhanced regulatory compliance. Therefore, PAT presents itself not as a mere technological option but as a pragmatic financial choice for organisations seeking sustainable growth and operational efficiency.

<sup>&</sup>lt;sup>3</sup> Cogdill, R. P., Knight, T. P., Anderson, C. A., & Drennen, J. K. (2007). The financial returns on investments in process analytical technology and lean manufacturing: benchmarks and case study. Journal of Pharmaceutical Innovation, 2, 38-50.



To succeed in the adoption of effective PAT frameworks, it is highly beneficial for manufacturers to partner with leading specialists and full-service providers. With decades of experience in PAT solutions and their implementation within pharmaceutical facilities, Optimal can help companies address any aspect of a project and deliver value-adding setups that maximise the potential gains.



### Image captions:



**Image 1:** Process Analytical Technology (PAT) can deliver considerable cost savings to pharmaceutical manufacturers.

The image(s) distributed with this press release are for Editorial use only and are subject to copyright. The image(s) may only be used to accompany the press release mentioned here, no other use is permitted.



### About Optimal Industrial Technologies Ltd

Within the Optimal group, we have more than 30 years' experience in the automation and optimisation of control and data management systems for the food, chemical, pharmaceutical, biotech, life science and other process industries.

The demands being placed on manufacturers in relation to getting products to market sooner, minimising development and production costs together with increasing product quality and business sustainability are ever increasing. Our primary aim is to deliver measurable improvements in all these target areas.

In addition to practical automation and system integration expertise, Optimal Industrial Technologies has also developed the world-leading PAT Knowledge Management software platform – synTQ® – which is used by over 60% of the world's leading pharmaceutical and biotech companies, and is now being adopted by other process industries. synTQ has been a proven enabler of QbD via PAT by significantly increasing productivity and quality, while reducing waste, time to manufacture and time to market for batch and continuous processes.



### **Press Contact:**

Optimal Industrial Technologies: Chris Vickers Tel: +44 (0) 1454 333 222 E-mail: <u>chris.vickers@optimal-tech.co.uk</u> Web: <u>https://optimal-tech.co.uk/</u> Address: 5 Monarch Close, Emersons Green, Bristol, BS16 7FH, United Kingdom

### PR Agency:

DMA Europa: Ollie Eggleton Tel.: +44 (0) 1905 917477 E-mail: <u>ollie.eggleton@dmaeuropa.com</u> Web: <u>news.dmaeuropa.com</u> Address: Progress House, Great Western Avenue, Worcester, WR5 1AQ, UK