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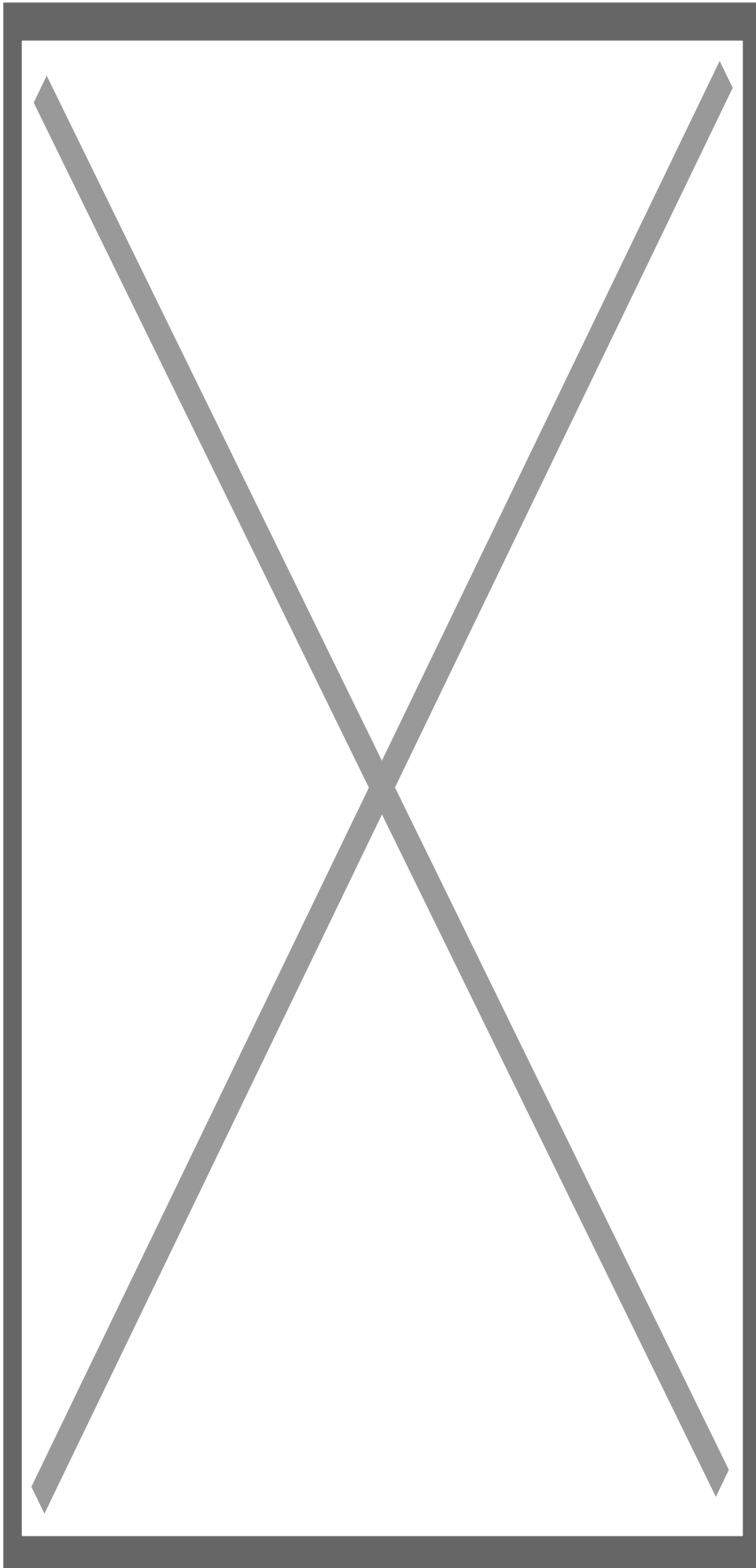
The Biotech Agenda of DBT

The Department of Biotechnology (DBT) has been making concerted efforts to put India onto the global biotech map. A critical look at its role and initiatives in the recent past.

The DBT has launched a series of initiatives to support the fledgling Indian biotech industry recently. Perhaps, the most important achievement of the DBT in the past year was creating a road map for the next 10 years in this sector by unveiling the draft National Biotechnology Development Strategy. The Strategy was unveiled by the minister for science and technology, Kapil Sibal on March 31, 2005. Some of the important highlights of the Strategy include: 100 percent FDI approved in biotech units; Priority sector lending tag; International patent costs to get R&D weightage; Creation of 10 biotech parks with special economic zone status among others. The strategy will give DBT the framework to work through the next five years and in its latest version it has a large number of new ideas. "We have got comments from most of the major ministries-environment, agriculture, revenue. We are now only waiting for the views from health ministry and the planning commission and then it will go to the Cabinet," elaborated Dr MK Bhan, secretary, DBT, on the current status of the Strategy.

Commenting on this initiative, Rajesh Jain, joint managing director, Panacea Biotech, said, "The nascent Indian biotech industry needs support from public organizations such as the DBT to meet their drug discovery and drug launching challenges. The National Biotech Strategy initiated by DBT is a positive step in that direction, which will bear fruit in the time to come".

Kiran Mazumdar-Shaw, CMD, Biocon Ltd, said, "The willingness and eagerness on part of the government to enunciate a very comprehensive biotech policy is a step in the right direction. Dr Bhan has played a very important role in getting together the industry, academia and the government to look at what is required to ensure the growth of the biotech industry."



To facilitate matters on the regulatory front, the DBT along with the Ministry of Environment and Forests had formed a Task Force committee under the chair of Dr RA Mashelkar to review the current framework for recombinant pharma and make suggestions to streamline the regulatory process for the approval of all recombinant DNA products. The national Task Force was set up in April 2004 and its recommendations were made on a consultative approach involving a large number of stakeholders spanning diverse interests. The Mashelkar Task Force Report was released in August last year. And now the Report is ready for implementation from April 1, 2006. The industry had welcomed this step with a lot of enthusiasm and it will give a huge boost to the biotech industry. The key highlight of the report is that about 90 percent of the organisms used by the biotech companies, which are from category I and II, will be out of the Genetic Engineering Approval Committee (GEAC) purview. And the recombinant pharma products derived from Living Modified Organisms (LMOs) but where the end product is not an LMO can be submitted to the Drug Controller General of India (DCGI) directly for approval.

Commenting about DBT's regulatory efforts, Dr Hemanth Nandigala, director, Virchow Biotech, shared, "Speaking purely from the Pharma perspective, I think the DBT has done a commendable job over the years. Looking purely at their role as a regulator, the most common grouse of the Pharma industry, they have constantly accommodated and nurtured the pharma industry in being more proactive than any other regulatory agency that I have personally come across."

"In general, it is considerably difficult to bring about a quick change in regulatory practice of any governmental agency but I think the DBT has played a role that needs to be appreciated. In the last year they have accommodated the industry requests yet again by modifying the regulatory filing procedures making it more easier and less time consuming for pharma companies to process their applications," he added. "If I look back at when we started in biotechnology versus what it is today, I would say it takes far lesser time in processing an application than it did, say, four years ago. I hope that the DBT will continue on this pathway and reach that ultimate goal of a single window regulatory authority someday."

In fact, the government is keen to set up a single Biotechnology Regulatory Authority for clearing biotech products. A committee of secretaries has been constituted to work out modalities for creation of the Authority and rationalization of the legislative and regulatory regime. Presently, several agencies are involved in clearing biotechnology products and they are under several ministries-agriculture, health and family welfare, environment and forests and science and technology.

Another commendable step taken by the DBT has been its bioclustering initiatives. Ever since its establishment in 1986, the Department had spread its institutes far and wide for better outreach. Now to consolidate its efforts, it has been focusing on developing bioclusters. The DBT has been looking at the existing biotech centers and strengthening medical school research, creating one-two centers of excellence of medicine/medical biology both translational biology and clinical research in Bangalore, Hyderabad and other established places so that faster partnerships can develop between them. These efforts have especially taken shape in the last one year. For example, the DBT is promoting a partnership between National Centre for Biological Studies (NCBS) and CMC Vellore. The idea being to strengthen CMC Vellore as a molecular medicine, translational and clinical research center. Similarly in Delhi, the department is planning to make a translational research institute separately in Gurgaon and is also planning to link some patient facility with the National Brain Research Centre (NBRC). The Department is working on biotech parks and attracting the industry towards the Delhi-Gurgaon belt. In Hyderabad it is creating a stem cell cluster, in addition to the one in Bangalore and is developing Punjab as an agri biotech corridor.

In the area of human resources, the DBT has tried to add value and has identified a couple of areas like initiating MD PhD programs. Soon a UNESCO Centre for teaching and training in biotechnology will be set up that will cater to the needs of the Asian region. There is also a proposal to award 25 special overseas fellowships for students doing research in stem cell technology and nano biotechnology and plan to support 20 undergraduate colleges across the country, one per state, for high quality teaching in life sciences, besides summer project support for students and skill enhancing training for teachers.

Although a lot has been done by the Department for creating skilled manpower, the industry feels that there is a need for more initiatives. Speaking about the various capacity building measures of the DBT, Vibhav Garg, principal business development manager, Mascon Life Sciences, said, "The human resource generation initiative is not actually fulfilling the demand of the industry especially in case of organizations working in the cutting edge domains of in silico biology and in silico chemistry. There is still a big gap between the demand and supply of skilled manpower for these organizations. Quantitative manpower supply in these domains is actually surpassing the real demand while qualitative manpower supply in these domains is far behind the actual demand in the market. The sole reason for this is the lack of exchange of thought processes between the academia and the industry." "Sectors like in silico biology/chemistry are still not getting the due attention that they should get; in terms of their inclusion in lot of schemes announced by the DBT including the SBIRI. I sincerely believe that the Indian Bioinformatics industry can grow leaps and bounds and can claim major share of global bioinformatics market, provided the policy makers give due attention to this sector," he added.

Enabling support to the industry

via a wholesome industry package

By way of regulations

Bringing scientific scrutiny of research

Help in late stage development

Provide clinical validation and training

Step in as a third party in technology transfer projects involving international companies/scientists

Industry participation in all international science meetings

Creating an industry research support cell

Direct industry funding for SMEs

Strengthening institutional sector

Expand existing support for science education and training

Support creation of innovation centers and centers of excellence

Increase contact and engagement between cross-disciplinary professionals through special granting schemes, interdisciplinary centers of excellence

Niche area oversees training scheme

Large infrastructure grants

Five years grants for translational research

Some new initiatives

Support late stage development in the industry

Consolidate on support services for regulation and relevant to trade, like, partner with the ministry of health on GM food testing

Introduction of Biotechnology methods into judiciary via a DNA academy that has been funded at CDFD

Improve the clinical trials capacity in the country

New life sciences institutions planned

Translational health science institute in Faridabad

UNESCO center for training and education in Delhi

Taking over the Seri Biotechnology Center of the Central Silk Board and the Rajeev

Gandhi Center for Biotechnology in Thiruvananthapuram

Creation of an animal biotech institute

Two policy centers-Centre for health technology policy and Center of agriculture and allied areas technology policy.

Generation of quality human resource

Start Masters program in health sciences, clinical sciences and PhD in health sciences from 2007; similar schemes for the environment, agriculture, marine and other sectors in the offing

Summer project support in diverse life science fields

Upgrade the skills of teachers

Develop one high quality life science college in every city

Launch institutional innovation grants scheme

Substantial increase in PhD and postdoctoral fellowships

Proposal for a national pool of jobs

Institute fellowships for performing scientists

"It is imperative for the DBT to find ways to create skilled manpower readily available for their utilization in biotech industries. For example, the DBT could support various institutions in initiating course work titled "Industrial biotechnology", with strong emphasis on learning biotech techniques first hand in a laboratory set-up. In doing so, budding biotech related workforce would not only have acquired theoretical knowledge, but more importantly become competent to perform useful lab work immediately upon joining the industry. Such initiatives led by the DBT would lead to the generation of "Industry friendly"

human resource, which the Indian biotech industry currently needs on a much larger scale," suggested Rajesh Jain of Panacea Biotech.

Another feather in the cap of the DBT was the launch of the "The Small Business Innovation Research Initiative (SBIRI) scheme" this year which provides early stage funding to scientists in private industries for high risk, innovative or commercializable product proposals. This unique scheme, which funds the industry directly, is a big boost for the small companies. It took off very well and the DBT received 70 proposals within the first month itself. In the year 05-06 about 12 companies have been financed. In fact the DBT is planning to expand the scale of this program. "In the next plan we are hoping to scale up the funding to about Rs 100 crore or so per year, so that it will become a major source of support," opined Dr Bhan.

Sharing his views on the SBIRI scheme, Rajesh Jain, said, "It is definitely a positive step towards uplifting the Indian biotech industry. However, the fixed amount allocated for performing innovative R&D to validate pre-proof of concept at Phase I (Rs 50 lakh) could have a negative impact in performing R&D, which is cost prohibitive and may require more funds than committed by DBT even at the initial step. Since each project is unique, requirements for executing each project will differ. In other words some projects may require the use of expensive instruments even at the idea validation step, while others may not. Thus the DBT should be flexible in allocating loan amounts at least at the Phase I level."

Commenting critically about another aspect of the SBIRI scheme, Jain said, "Another aspect which would worry scientists prior to sending their grant application would be protection of their IPR. For example, having received the grant application, if the DBT subsequently refuses to allocate funds for that project, how would it prevent dissemination of those innovative grant ideas to sources within and outside their organization for their own benefit. The DBT must enact some provisions to make the system fool proof, whereby such things would not happen."

Alok Gupta, Country Head - Life Sciences & Technology, YES BANK said that the DBT's SBIRI initiative was laudable. "It has established a committee of scientists and industry personnel (including YES BANK) to evaluate projects for their technical / financial and management suitability. Models like SBIRI can help in creating an investment pipeline for later stage investors with relatively limited risk appetite," he added.

The DBT has also mooted a novel scheme for creation of Centers of Excellence (CoEs), which is quite different from what has existed in the past. These Centers are around people who have been outstanding and can mentor the young faculty. The earlier scheme of creating CoEs in the required areas will also coexist along with it. A very good example of a novel CoE would be the creation of a Stem Cell Centre at CMC Vellore with a funding of Rs 19 crore. This year the DBT has earmarked about Rs 60 crore for both the CoE schemes but will increase the budget to about Rs 100 crore for the next plan. It hopes to create 30-50 CoEs in the country during the next 5 years.

A suggestion from the industry side is that such centers of excellence can also exist in the industry set-up.

Some other achievements of the DBT include putting a Stem Cell Strategy in place in which both the academia and industry have a role and establishing a three-tier system for evaluation of clinical proposals to ensure patient safety. The DBT has funded GMP facility creation at several institutions and is working with Reliance and two other companies to support clinical research on their products. On the international front, the various collaborative programs have been reviewed and the thrust has been on building strategic partnerships. A major program for animal vaccines and immuno-stimulants in aquaculture has been firmed up with the government of Norway. A collaborative agreement was signed in March with Australia for collaboration in biotechnology. In addition, strategic partnership agreement with Denmark in the area of agriculture and food biotechnology, with the UK in frontiers of biology and with Finland in diagnostics, have also been signed.

Rolly Dureha