

The Digitalization and Integration of Health Products – Liability and Technology

Ina Brock, Partner Matthias Schweiger, Senior Associate

11th Annual Liability Regimes Conference

Keeping the Floodgates Shut? Mastering Accumulation and Bodily Injury Exposures in a Rapidly Changing Environment

4–5 November 2015, Rüschlikon



Digitalization and Integration of Health Products – Liability and Technology

Annual Liability Regimes Conference, Rüschlikon

Ina Brock, Partner Matthias Schweiger, Senior Associate 5 November 2015 Product Liability / Munich



Agenda

- Opportunities and liability risks in digitalization and integration of health products
- Legal issues beyond technology
 - Product compliance
 - Product stewardship
 - Perception by patients and professionals
 - Data governance



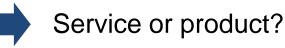
Overview

1 Liability for Products and More

2 The Data Issues

Product Liability – or not?

- Manifold technologies and possibilites e.g.
 - Integrated data collection for clinical studies or for determining therapy
 - Health Apps
 - Smart drugs and devices
- Classification
 - e.g.
 - Lifestyle product v. medical device
 - Software v. medical device
 - Companion diagnostics



Liability Issues

Tort

Contractual

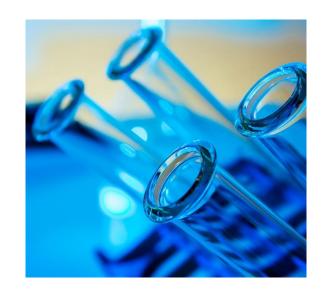
Professional liability

Responsibility under criminal law

Negligence regarding Medical Condition?

Example

- Data re medical condition available to manufacturer, maybe even looked at by a medical professional as part of a study
- Data reveals life threatening condition



Failure to render assistance?



Smart Pills and Devices deciding autonomously?

Example 1

 Device assessing patient data and recommending drug intake or therapy

Example 2

 Device assessing patient data and providing tailored delivery of active ingredients to patient

- Malfunctioning of the device?
- Wrongful inclusion / exclusion of therapy?
- Unauthorized practice of medicine / nursing?
- Unauthorized practice of pharmacy?
- Violation of professional licensure statute?

Ways for Mitigating the Liability Risks

- Robust warnings
- Disclaimers
 - Contracts
 - Product literature
 - Websites
- Description of platform / services
- Clear protocols and standards for notifying users of updates and issues
- Quality audits

Overview

1 Liability for Products and More

2 The Data Issues

Collecting and Using Data - The Issues

Data breach

Losing data

Non-compliant data governance

Regulatory requirements for telecommunication and privacy

Data Issues can have grave Consequences

Lack of functionality of product

Breach of personal freedom

Economic damages



Product stewardship = data stewardship?

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