Names That Sell Global Healthcare & Pharma Products

How to create a distinctive brand name to drive customer preference, sales and loyalty

(A quick-reading parathink briefing for really, really busy healthcare executives)

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Paragraphs is an award-winning, strategic design and marketing agency specializing in branding and corporate communications across all media. Since 1984, we’ve helped leading healthcare and pharma companies around the world do one thing exceptionally well: build powerful brands that grow their business.
Executive Summary

A strong brand name gives your company an asset that is yours forever, generating ongoing revenue long after patents expire and formulas go generic. As the global impact of the Internet makes traditional naming strategies more complicated, creative new practices can offer your company greater flexibility and distinction.

Our experience has repeatedly shown the value of these new naming strategies, which make it possible to stimulate customer engagement and loyalty, give your company greater control over brand identity, and take full advantage of opportunities in the global marketplace.

In this parathink briefing, we’ll give you a quick overview of:

- Why traditional brand naming strategies aren’t working for most modern companies,
- Three successful alternative naming strategies that have emerged in the last few years,
- And, real-world examples of how these strategies can help companies of any size create new business and expand their market share.
Looking for a good name?

Like it or not, your brands—and everyone else’s—are competing in a global marketplace. You can thank the Internet for that, because it’s given you a level of worldwide visibility most people never dreamed possible, even less than a generation ago.¹

As a result, there’s a lot more competition for trademarked brand names, in every language. Less than two decades ago it was still possible to file a trademark application in your home country without having to be too concerned about someone else attempting to claim the same brand name in another. The chance that either party would find out (or care if they did) was pretty slim.

Today, however, securing a good name you can own internationally is part of the price of admission for any healthcare brand, and a critical step for those who want to compete globally or become industry leaders. In most cases, that will mean letting go of long-established industry naming practices.

*Just tell me “what it is” and “what it does”*

Before the Internet, many household names in the healthcare industry followed an “I am/I do” pattern. They were developed by starting with the desired outcome or active ingredient associated with a product. Then a bit of alteration took place to make the name unique or different enough to trademark—adding a prefix or suffix, changing the spelling, or best of all making the name sound similar to one of its benefits.

Pharmaceutical products like Aleve, Claritin, NyQuil, Cortaid, NoDoz, Ex-lax, Pepto-Bismol, and Sudafed offer just a few of the best-known examples of this strategy. You can even hear the echo of the word “benefit” in names like “Benadryl” and “Benicar.”

But according to Cary Martin, Vice President of Paragraphs, the Internet age has created significant challenges for this approach:

*Branding around a benefit makes good sense, and it’s still a kind of “holy grail” for healthcare and pharma products. The trouble with these “benefit words” today is that they’ve rapidly become commoditized in the larger global arena. A quick Google search is usually enough to verify that a benefit-oriented name, however original it may sound, has already been claimed by multiple companies around the world. More than one of these claims may even be legitimate, thanks to trademarked variations of similar-sounding names with different spellings.*

¹ For more details about the global branding challenges in the Internet age and how successful companies are dealing with them, download our free *parathink briefing: Meeting 21st Century Challenges to Global Healthcare Brands.*
A clear sign of this change can be seen in the increasing use of high-scoring Scrabble letters in names like Vioxx, Zocor, Nexium, Zestril, QNASL, Zithromax, Xanax, Lasix, Q-Tussin and Zyrtec. But even with these embellishments, more and more companies are hitting a wall. Paragraphs president Robin Zvonek has encountered this issue firsthand:

“Another consequence of global visibility is that cultural differences make universal benefit-oriented names more challenging to create. Any company that does business internationally worries about how brand names will translate, and is wise to do so. Even some long-established products have brand names that effectively limit their growth to specific markets. St. Joseph’s remedies, for example, have been available to U.S. consumers for more than a century. But you probably won’t find their products under the same name—if at all—in China, Saudi Arabia, or India any time soon.

Is developing a strong brand name really worth it?

The challenges of securing a good name as a brand asset can make the process seem like more trouble than it’s worth, especially when so many medical products run the risk of commoditization. Many companies think “If we invent an innovative device, won’t the buyers come?” or “Why bother branding something that might become commoditized down the line?” It’s tempting to question whether the effort to create value for a name you own exclusively will deliver sufficient return on investment. Competitive pressure in pharma can be overwhelming, to the point that many companies are content to let others set the market, then try to trump their lead or play “fast follower.”

“Our experience suggests this “safe” strategy rarely if ever leads to the significantly greater revenues you can enjoy if you establish market leadership or a commanding share,” Martin says. “In fact, it’s actually a lot more expensive to play catch-up or “me too” than it is to blaze a bold trail as an industry leader with one or more strong, recognizable brands. While this is true for most industries, it’s particularly critical to healthcare.”

For proof, look no further than the closest drugstore or the pharmacy department of your local supermarket. There you’ll see familiar over-the-counter brands like Advil, Tylenol, Benadryl, Vicks, Bayer, and many, many more. Next to them will be a store-brand or generic clone that contains the exact same active ingredients that sells for half the price. A few medical professionals will tell you there’s a difference, but they’re in a very small minority.

Yet even in the tightest economy, many consumers still buy the branded version despite the higher cost. Why?

“One company we partner with recently tried to trademark four different name options for a single product, but all were rejected by the FDA for being too close to existing products in the same category.”

– Robin Zvonek, Founder/President, Paragraphs LLC
The answer is because a brand is more than a name; it’s a culture unto itself. Done right, brands build trust, create positive consumer expectations, and transform customers into evangelists for the experience only you can provide. It’s a form of intellectual “real estate” that no one can ever take away from you. Your exclusive rights to patents or formulas may expire, but a brand is yours forever.

The impact of branding in pharma is certainly true for prescription drugs and over-the-counter products. Consider the case of Prilosec, which was once the best-selling prescription medication in the world. The strength of the Prilosec brand is so strong that many doctors still prescribe it today, even though it’s now available without a prescription.

What’s more, the power of the brand to create preference in healthcare reaches beyond pharmaceuticals. It applies to devices and services, providers and payors, multi-national corporations and mid-size companies—even, and perhaps most importantly, to new startups looking to make their mark in a highly-fragmented and competitive marketplace.

“Without strong branding, every healthcare product, service, or feature you develop is missing opportunities to create and nurture customer preference—which leads to favorable pricing and repeat purchasing behavior. With strong branding, you have a defensible asset with ongoing revenue potential that gives you the ability to define your market and create your own differentiated position.”

– Cary Martin, Senior Vice President, Paragraphs LLC
Think generic healthcare products can’t benefit from branding? Sagent Pharmaceuticals, Inc. thought otherwise, and was recently named the fastest-growing healthcare company in the world as a result.

In 2008, Sagent was a relatively new startup with less than $10 million in sales with just a handful of products. Today, they’re #1 on both the Deloitte & Touche Hot 500 and the Crain’s Chicago Business Fast 50. Near the end of 2012 the company reported a growth rate of 146,443% and has since climbed higher. Not bad for an upstart manufacturer of generic injectable medications.

The word “generic” conjures up images of old-school supermarket packaging: white bags with black type that said “corn flakes” or “potato chips.” The idea worked at the time because of the context: when you’re in the snack aisle, you’re not likely to mistake the corn flakes for the potato chips.

In a medical environment, however, many injectable medications come in one-inch tall vials. Many of them look the same and have sound-alike names, making it all too easy for a pharmacist, nurse, or technician to grab the wrong drug, which can lead to extremely serious consequences.

Five years ago, when Sagent first partnered with Paragraphs, they had decided to tackle this problem head-on. While we couldn’t make specific claims, we could highlight our thoughtful process—and common sense approach—we were taking to try to prevent medication errors. For every single product, a different package and label would be produced with a different design and color scheme. Instead of making the company logo the largest element like most companies, Sagent made the name of the medication and the dose the largest elements in each design to minimize confusion.

The question then became, “How do we make customers aware of this benefit and create value in an undifferentiated, generic marketplace?”

Cary Martin, SVP of Paragraphs, recalls the branding opportunity:

*We branded Sagent’s proprietary approach PreventIV MeasuresSM, a brand name that instantly starts and centers the conversation around Sagent’s unique safety benefit. When customers ask, “What do you mean PreventIV Measures?”, we’re able to highlight our differentiated value—i.e., Sagent is helping caregivers to make safer choices through highly-differentiated packaging and labeling. Best of all, customers get PreventIV Measures on all Sagent products and PreventIV Measures is available only from Sagent. That’s premium safety without premium cost compared to other generic vendors.*

By creating PreventIV Measures, we set a value proposition that clearly resonates with our target customers: if you can have differentiated packaging and labeling that’s easier to read and enhances patient safety, why wouldn’t you choose it?

The result? Pharmacists, nurses, and technicians prefer this innovative approach to packaging and labeling because it helps them choose the correct medication. In the wider marketplace, other injectable companies are following suit and playing catch up to match the value and customer expectation we created through PreventIV Measures.
Brand naming strategies: what’s working in pharma and healthcare today

Look at any list of top brands in terms of valuation, and you’ll see companies—and naming trends—that weren’t there 20–30 years ago. Many of the brands at the top of the list are newer players, and the naming strategies they’ve used illustrate three new approaches that resonate with today’s consumers.

Brand Name Strategy #1: Alternate spellings

Recognizable words can still be made distinctive with creative alterations that keep key sounds involved. Dropping vowels, swapping letters, and running words together are all common, as in names like the blog site Tumblr or the nasal spray QNASL. The most famous example today is of course “Google.” This name is an alternate spelling of “googol,” itself a made-up word attributed to the nine-year-old nephew of the mathematician Edward Kasner, who needed a name for the number that is written as the numeral 1 followed by a hundred zeroes. (The nickname for the company’s headquarters, “Googleplex,” is also a play on the related mathematical term “googolplex.”)

This naming strategy takes advantage of a trend that all brands have in common, which is the tendency for consumers to mentally reduce the name of every brand to a short, simple, and memorable byte. That’s why “JP Morgan Chase” is more commonly called “Chase,” The Siemens “biograph Sensation XT” becomes the “biograph,” and “Coca-Cola” is known as “Coke.” Even “BMW” gets shortened to “Bimmer,” a word that’s longer on paper but one syllable shorter when spoken.2

As these examples to suggest, any naming strategy can benefit from crafting the shortest possible brand title that remains easy to use and still carries the value of your positioning.

A new kind of “life story”:

The Siemens biograph

Early in this century, Siemens came to Paragraphs with a simple but game-changing innovation: a device that combined the functions of CT and PET scanners, which until that time had been separate imaging technologies in distinct imaging devices.

Combining the technologies into one system created a product and a category that hadn’t existed before; the first device on the market to provide a complete, three-dimensional overview of the human body. We wanted the name to reflect the new category Siemens was creating, and recommended that they name the system the biograph. The brand rationale was that the biograph, “tells your life story.”

The brand name also had the advantage of leveraging Siemens’ reputation as a scientific innovator and leader to establish and maintain a clear lead over competitors who quickly copied the idea, first with vaporware, then later with “me-too” products that trailed one or more steps behind as Siemens continued to innovate and define the category they created.

In the year 2000, Time magazine named Siemens’ biograph system as an Innovation of the Year. From that time on, anything their competition attempted to produce had to answer the question “How does it compare with the biograph?” More than a decade later the biograph has withstood the test of time and remains a flagship brand in medical imaging.

2 “Beamer” or “Beemer” is acceptable only when referring to BMW motorcycles.
Brand Naming Strategy #2: Reorient or re-appropriate

If someone says the word “Apple,” there’s a good chance you’ll think of an iconic technology brand before a crunchy round fruit, even if you’re a hardcore PC user. Simple, common words, even without changes to spelling, can be redefined by design, marketing, and branding into distinctive assets that represent their own culture, make the brand memorable, and create a user affinity completely different from their original meaning.

This strategy has been extremely successful in the Internet age, not only for Apple, but for Amazon.com, Monster energy drink, and many others. If you can’t brand specifically to the benefit you’re reaching for, look for common words that can imply the same thing when taken out of context and redefined by savvy marketers. The opportunities that today’s connectivity offers—via social media and other channels—to reach your target audiences and shape brand perception and buying preference have never been greater.

Brand Naming Strategy #3: Make something up (seriously)

That’s right. Not only can you completely make up a brand-new word there are some excellent reasons to do so.

First, the chance someone else will make up the exact same word and trademark it before you do is much lower than being beaten to the punch by using the other two strategies previously described.

Second, and just as valuable, is that your brand name can mean anything you want it to. You’ll probably have to spend a bit more to explain exactly what that is than you would with strategy #2, which has more leeway to imply traits, but you also have the advantage of a completely blank canvas when creating your brand persona. You get to start from scratch, with all the challenges and benefits that come with that freedom.

4 easy steps to creating a brand name that sells

If you have a new product or feature set that needs a compelling name, we’ll give you a free insider look at the process we use to get the ball rolling:

Get our brand name-generator worksheet—Free

Request a copy of our free brand name generator worksheet, which details four key factors to bear in mind when developing a name for any market. Just visit http://paragraphs.com/parathink/name-generation-worksheet/ to download the worksheet. There’s no obligation whatsoever. Consider it our way of saying “thanks” for taking the time to read this briefing.

For more information about how you can create brand names that distinguish, promote, and encourage loyalty for your products, contact Paragraphs today.

312.527.4722 Ask for Robin

Get our brand name generator worksheet
### Which healthcare companies have sought Paragraphs counsel?

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<td>Automatic Liquid Packaging</td>
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*Parathink briefings* are designed to help you get fast, deep insights into global healthcare marketing so you can face your crazy work schedule a smarter, more efficient, and less stressed person.

Got a burning topic you’d like to see in a future briefing? Drop us a line at **think@paragraphs.com**.

Paragraphs LLC is a women business enterprise (WBE) voted one of the Best Naming Agencies by Top Branding Companies.