

Study on Role of AI in Pharmaceutical Marketing at Lucknow

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ABSTRACT

The pharmaceutical industry is in the midst of a sea change propelled by rapid advances in digital technologies, especially Artificial Intelligence. AI has grown as a powerful tool within pharmaceutical marketing, enabling companies to analyze large volumes of data for useful insights and quicker, more precise marketing strategies. In emerging urban markets like Lucknow, pharmaceutical firms take to increasingly adopting AI-based tools that help enhance marketing performance, productivity, and better decision-making in a competitive and regulated environment.

The given study investigates the contribution of AI to pharmaceutical marketing and its consequences for major fields: customer targeting, effectiveness of marketing, sales growth, and relationship management. It underlines big AI applications such as customer segmentation, predictive analytics, AI-enabled CRM systems, and personalized promotion strategies. The AI-enabled dashboard, digital marketing platform, and CRM tool were observed by the researcher in Lucknow during the internship period, which has helped in developing better targeting of doctors and retailers, monitoring sales performance, and measuring campaign effectiveness.

It can be determined that the application of AI would enhance the efficiency of the marketing process by eliminating the need for human input, increasing precision, and aiding the decision-making process. The challenges that were established include the absence of technical know-how, the difficulties that are encountered during the integration of data, the cost of implementation, as well as the attitudes of people towards change. The establishment of the conclusions of this paper is that AI is vital for the success of pharmaceutical companies.

Keywords: Artificial Intelligence (AI), Pharmaceutical Marketing, Predictive Analytics, Customer Relationship Management (CRM), Customer Segmentation, Marketing Effectiveness.

1. INTRODUCTION

The pharmaceutical industry is arguably one of the most research-oriented, knowledge-based, and competitive industries in the world. Unlike fast-moving consumer goods (FMCG), pharmaceutical products are closely associated with human health. This creates a situation that makes the entire process of pharmaceutical marketing highly sensitive, highly regulated, and much more complex. Pharmaceutical marketing is not allowed to be done in a way that is based on generating impulses to sell products. Rather, it should be backed by scientific evidence and approvals. The success of pharmaceutical marketing is based on building long-term relationships with primary healthcare organizations, such as doctors, pharmacies, and hospitals.

The Indian market has been identified to be extremely competitive in terms of pharmaceutical marketing, owing to the presence of many local, multinational, and regional players. Many of these companies are marketing very similar drugs, especially in the high-demand categories such as anti-infectives, cardiac care, diabetes, pain management, and nutritional supplements. Due to this similarity, conventional factors such as basic pricing strategies are not enough for a company to compete in this market.

Lucknow is the capital of Uttar Pradesh and is in the process of emerging as a hub for the healthcare and pharmaceutical industry in North India. There is considerable growth in terms of hospitals, clinics, diagnostic centers, and medical colleges in the region. With population growth, awareness of health and lifestyle diseases, and rising incomes, pharmaceutical consumption in Lucknow is seeing considerable growth. This has led to increased competition in the region; hence, marketing and relationship management have assumed considerable importance.

The conventional approach to pharmaceutical marketing has been relying on historical sales reportage, mass promotions, and experience-based decision-making. However, in today's context, the effectiveness of these labor-intensive approaches is diminishing, owing to their susceptibility to human error and inability to react to market

developments in real-time. Artificial Intelligence (AI) offers the answer to this predicament. AI, by virtue of processing vast amounts of data, facilitates targeted marketing. AI helps optimize marketing budgets in India's relationship-driven culture, minimizes human error, and encourages greater doctor engagement via personalized communications.

This research aims to fulfill the need for AI analytics in the face of growing competition, with specific reference to the lack of field-level research in tier 2 cities like Lucknow. This research aims to bridge the gap between theoretical knowledge and its practical applications in the field of business, providing useful insights into the latest trends in AI-based pharmaceutical marketing strategies.

Objectives of the study

1. To understand the current use of AI in pharmaceutical marketing in Lucknow.
2. To analyze the impact of AI tools on sales and marketing performance in Lucknow.
3. To identify the benefits and challenges of AI adoption in pharma marketing in Lucknow.

LITERATURE REVIEW

Davenport & Ronanki – AI adoption in business marketing:

Davenport and Ronanki highlight that AI is increasingly used by companies to improve marketing efficiency through automation, predictive analytics, and customer personalization. Their research shows that AI enables businesses to understand customer behavior patterns and deliver targeted campaigns. This supports the relevance of AI in pharmaceutical marketing where firms need data-driven strategies to improve engagement with doctors, chemists, and consumers.

McKinsey – AI-driven customer engagement and marketing transformation:

McKinsey's studies emphasize that AI is reshaping marketing by enhancing customer segmentation, predicting demand, and optimizing promotional activities. Their findings show that AI tools help organizations deliver personalized communication and improve decision-making. This is highly applicable in pharmaceutical marketing in Lucknow where companies can use AI to identify high-potential markets, improve doctor outreach, and increase sales effectiveness.

PwC – AI in healthcare and pharmaceutical business growth:

PwC reports that AI adoption in healthcare and pharmaceutical sectors is growing rapidly due to its ability to process large-scale patient and market data. Their analysis suggests that AI improves customer relationship management, reduces marketing costs, and increases productivity. This indicates that pharmaceutical companies in emerging cities like Lucknow can gain competitive advantage by adopting AI-based marketing systems.

Accenture – AI for personalized marketing and sales force effectiveness:

Accenture research highlights that AI helps pharmaceutical companies improve field force productivity through intelligent CRM systems, automated reporting, and real-time customer insights. They emphasize that AI enhances personalized interaction with healthcare professionals and improves marketing outcomes. This supports the idea that pharma firms in Lucknow can use AI to strengthen doctor relationships and optimize promotional strategies.

IBM – AI analytics and decision support in pharmaceutical marketing:

IBM's research stresses that AI and machine learning enable pharmaceutical firms to analyze customer data, monitor market trends, and improve promotional planning. Their findings show that AI tools help companies forecast demand, identify consumer preferences, and improve marketing communication. This supports the growing need for AI-based analytics in pharmaceutical marketing practices in Lucknow.

Harvard Business Review (HBR) – AI, trust, and ethical marketing concerns:

HBR discusses that while AI improves marketing precision, companies face challenges related to data privacy, transparency, and trust. Their studies highlight that consumers and professionals may resist AI-driven promotions if they feel manipulated or if personal data is misused. This is relevant to pharmaceutical marketing in Lucknow, where acceptance of AI depends on ethical practices and proper awareness among healthcare professionals and customers.

World Health Organization (WHO) – Digital health and AI integration:

WHO reports that AI technologies are becoming essential in healthcare systems, improving patient support and healthcare decision-making. Their work also highlights the importance of responsible AI implementation to ensure safety and reliability. This provides a strong base for understanding how AI-driven pharmaceutical marketing tools must align with healthcare ethics and regulations in regions like Lucknow.

RESEARCH METHODOLOGY

Research Design

The study follows a descriptive and analytical research design to examine the role and effectiveness of Artificial Intelligence (AI) in pharmaceutical marketing practices in Lucknow.

Data Collection

The research is based on both primary and secondary data sources.

Primary Data

- Primary data has been collected through a structured questionnaire designed using Google Forms. The questionnaire includes multiple-choice questions, Likert-scale statements, ranking-based questions, and multiple-selection questions.
- The survey was circulated among individuals associated with the pharmaceutical sector such as medical representatives, pharmacists, healthcare professionals, and consumers in Lucknow to understand their awareness and perceptions regarding AI-based marketing.

Secondary Data

Secondary data has been collected from academic journals, research articles, books, pharmaceutical marketing reports, company publications, and credible online sources related to Artificial Intelligence, digital marketing, pharmaceutical promotion, customer engagement, and healthcare marketing trends.

Sampling Technique

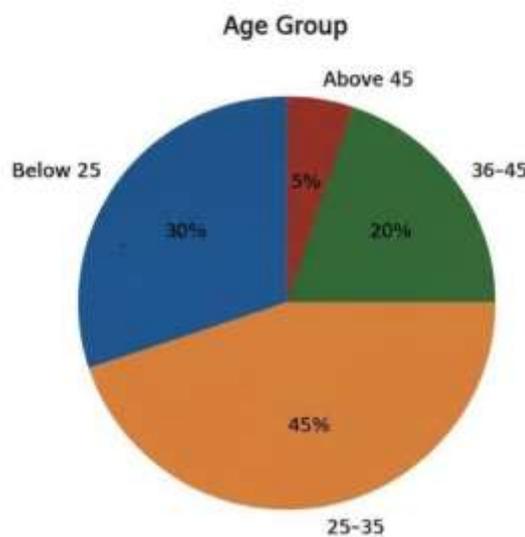
The convenience sampling method was used to select respondents based on availability, accessibility, and willingness to participate.

Sample Size

The study is based on responses collected from 20 respondents including pharmaceutical marketing professionals, healthcare practitioners, and consumers in Lucknow, to ensure meaningful and reliable analysis.

ANALYSIS

This chapter will discuss the results obtained from the responses of the marketing professionals in order to understand the impact of AI on pharmaceutical marketing practices in Lucknow, i.e., awareness level, usage of AI tools, efficiency of the marketing practices, decision-making, effective operation, and challenges faced while applying AI in the industry.



Age Group Distribution Table

| Age Group | Frequency (N) | Percentage (%) |
|--------------|---------------|----------------|
| Below 25 | 6 | 30% |
| 25–35 | 9 | 45% |
| 36–45 | 4 | 20% |
| Above 45 | 1 | 5% |
| Total | 20 | 100% |

Interpretation

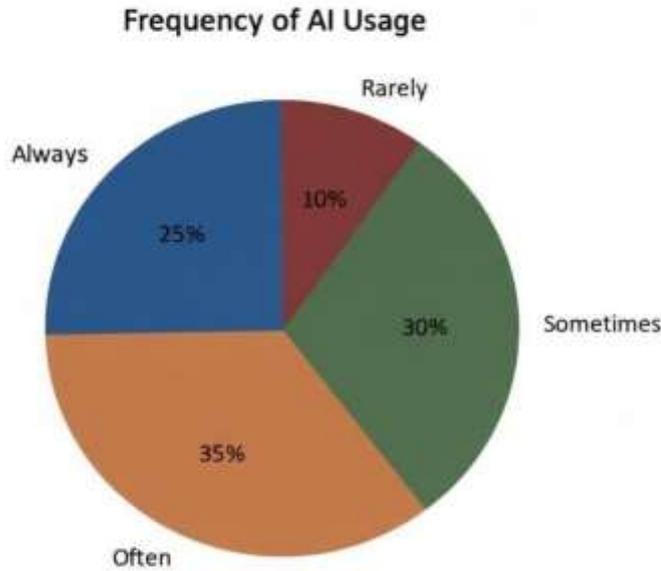
The Chi-Square test result shows that the calculated value ($\chi^2 = 6.400$) is less than the table/critical value (7.815) at 5% significance level.

This means the difference in the number of respondents across different age groups is not statistically significant.

Therefore, it can be interpreted that the respondents belong to different age groups in a fairly balanced manner, and the survey sample is not highly dominated by any single age group.

Even though the 25–35 age group has the highest percentage (45%), this variation is not strong enough to be considered

significant statistically



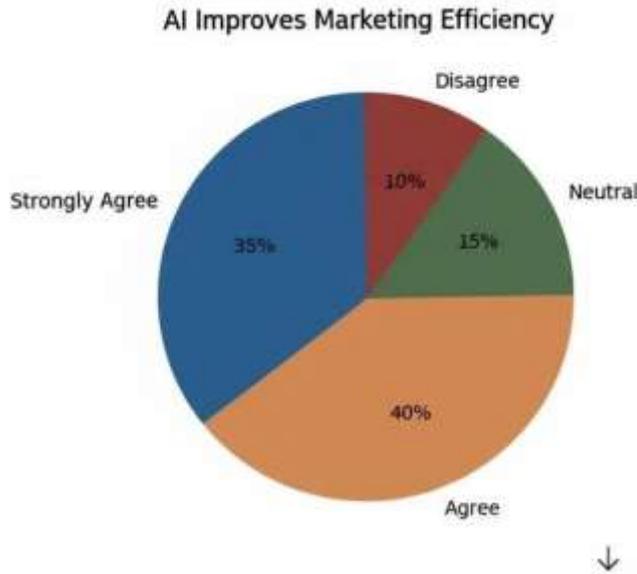
| Frequency of AI Usage | Frequency (N) | Percentage (%) |
|-----------------------|---------------|----------------|
| Always | 5 | 25% |
| Often | 7 | 35% |
| Sometimes | 6 | 30% |
| Rarely | 2 | 10% |
| Total | 20 | 100% |

Interpretation

There is no significant difference in the frequency levels of AI usage among respondents. This indicates that the usage of AI tools in pharmaceutical marketing in Lucknow is fairly distributed, with respondents using AI at different levels such as *often*, *sometimes*, *always*, and *rarely* without any strong dominance statistically.

Impact on Marketing Efficiency

Efforts have been made to improve the efficiency of marketing activities through AI, and respondents were quick to point out that a range of activities, such as the identification of lucrative business for doctors through AI-based CRM systems, have become more efficient through using predictive analytics tools, which improve demand predictions and, in turn, have helped companies avoid stock-out situations and excessive stock.



| Response Category | Frequency (N) | Percentage (%) |
|-------------------|---------------|----------------|
| Strongly Agree | 7 | 35% |
| Agree | 8 | 40% |
| Neutral | 3 | 15% |
| Disagree | 2 | 10% |
| Total | 20 | 100% |

Since $\chi^2 (5.20) < 7.815$ and p-value $(0.158) > 0.05$, the result is not statistically significant. There is no significant difference in the responses statistically. However, most respondents (75%) either Agree (40%) or Strongly Agree (35%), showing that a majority believe AI improves marketing efficiency in pharmaceutical marketing practices in Lucknow.

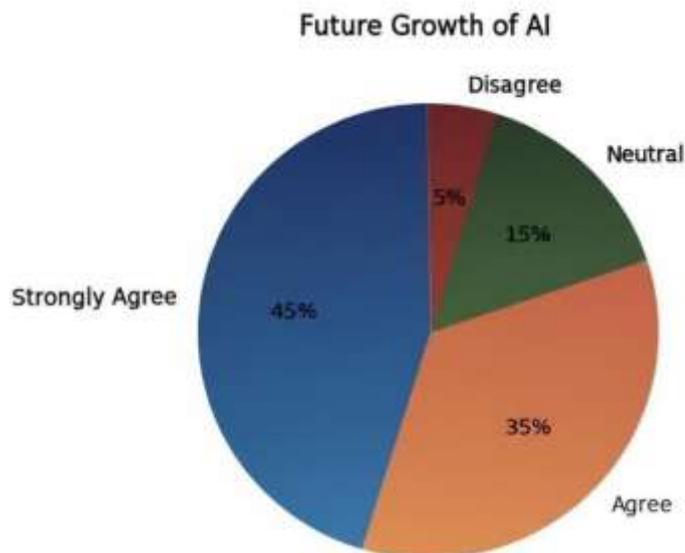


Table Form: Future Growth of AI

| Response Category | Frequency (N) | Percentage (%) |
|-------------------|---------------|----------------|
| Strongly Agree | 9 | 45% |
| Agree | 7 | 35% |
| Neutral | 3 | 15% |
| Disagree | 1 | 5% |
| Total | 20 | 100% |

Interpretation

Since $\chi^2 (8.00) > 7.815$ and $p\text{-value} (0.046) < 0.05$, the result is statistically significant.

There is a significant difference in respondents' opinions regarding the future growth of AI. Most respondents strongly believe AI will grow in the future, as 80% of respondents either Strongly Agree (45%) or Agree (35%), showing a strong positive outlook towards AI adoption in pharmaceutical marketing in Lucknow.

Overall Interpretation

Hence, overall, AI has had an impact on positive pharmaceutical marketing in Lucknow, specifically in doctor targeting, forecasting, reporting, and performance monitoring. However, its maximum use has been lacking, and companies must strive to develop training capabilities, data systems, and mind-sets to utilize its maximum advantages after its adoption.

FINDINGS

Enhanced Decision-Making & Targeting Accuracy: AI tools effectively analyze prescription data and specifications to identify high-potential doctors and hospitals. This optimizes the marketing process by reducing unproductive visits.

Increased Doctor Engagement: AI-based CRM systems can effectively track individual preferences and prescription patterns, enabling marketers to send highly personalized messages. This helps build trust, creating long-term relationships and marking a shift from traditional mass marketing.

Higher Sales Productivity & Planning: Predictive analytics can accurately forecast future demand based on historical and market trends, thus improving inventory planning and enabling companies to set realistic targets. Real-time AI-based dashboards help companies track progress and take timely corrective measures.

Operational Relief for Smaller Teams: AI helps in the automation of repetitive tasks such as data entry and reporting, thereby reducing the workload on smaller teams. This enables them to pay more attention to high-priority interactions with the customer. Greater

Transparency & Compliance: Digital monitoring of sales activities and interactions helps in being more compliant with the rules and regulations. This is because records are maintained in an extremely organized and easily accessible manner.

Challenges to AI Adoption Critical Training Gaps: Employees are not trained well enough to use the more technical features of AI, such as giving strategic suggestions. This means that these more powerful features remain underutilized for simple tasks such as creating reports.

Resistance to Technological Change: There is a certain degree of reluctance to adapt to AI, particularly among the more

experienced employees.

CONCLUSION

The study has concluded that Artificial Intelligence has turned out to be an essential and revolutionary force in the marketing of pharmaceuticals in Lucknow, from an upgrade to an absolute necessity. With the help of AI-based CRM software and dashboards, it is possible to streamline reporting and free marketing professionals to focus on critical relationship-building. AI also helps to identify lucrative doctors based on prescribing patterns and thus create highly personalized and effective marketing strategies. It is also capable of providing accurate predictions to management regarding promotions, budgeting, and territories, thus proving to be a boon to smaller teams with limited manpower. However, to effectively leverage AI-based marketing solutions, organizations face major challenges such as a lack of technical skills among employees, data integration problems, and most importantly, data privacy issues.

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