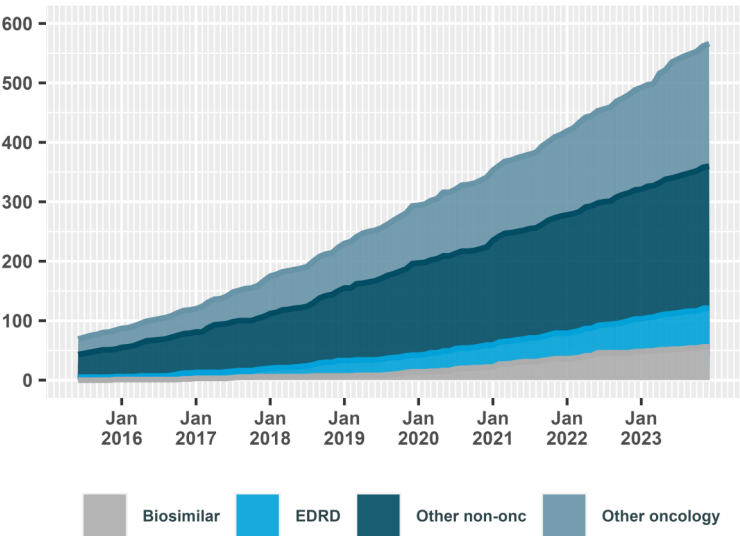


Letters of intent

Increase access, improve consistency and reduce duplication

Since the pCPA’s inception, **551** negotiations have reached a letter of intent (LOI), including:

- **206** for oncology
- **56** for biosimilars
- **65** for expensive drugs for rare diseases (EDRD)

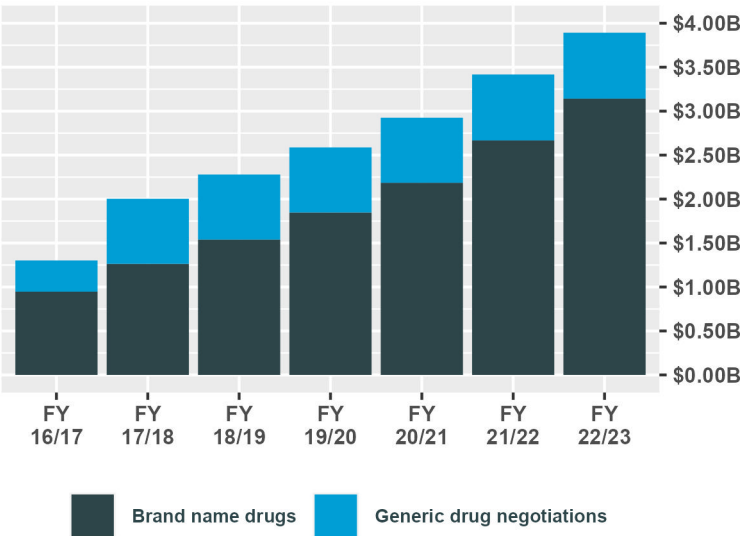


Savings

Lower drug costs

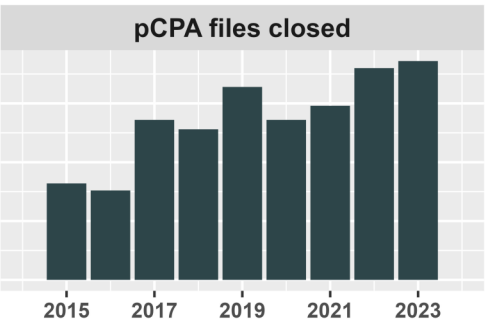
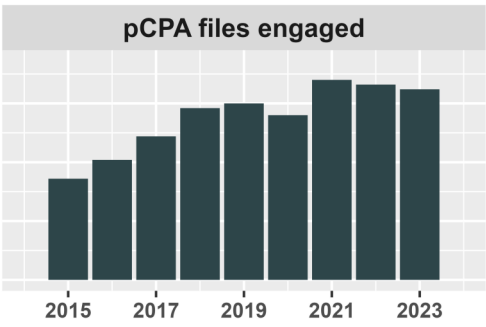
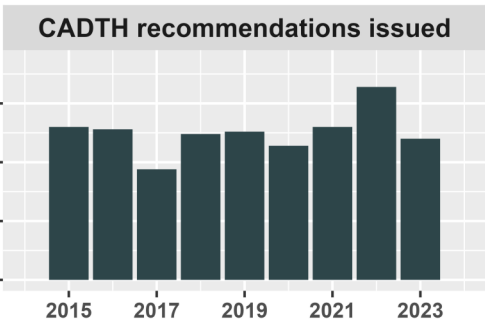
As of **April 1, 2023** savings from pCPA activities to participating drug plans are estimated to be **\$3.89B** annually

- **\$3.14B** from brand name drugs
- **\$750M** from generic drugs
- Cumulative savings are estimated to be **\$19.4B**



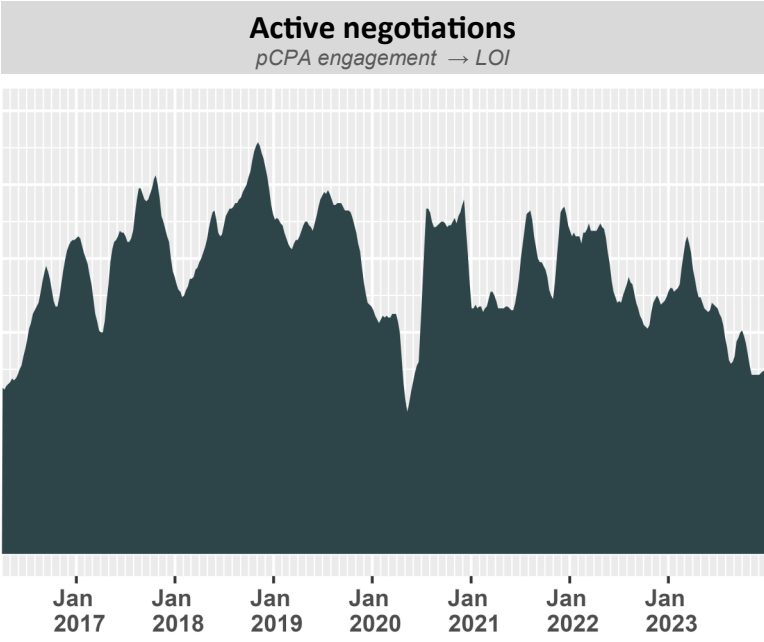
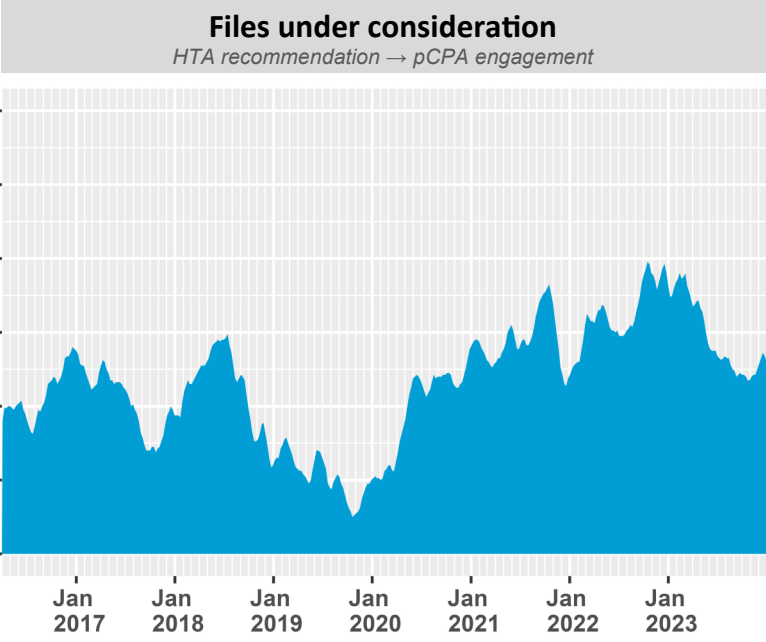
HTA and pCPA volumes

- The volume of recommendations has **remained stable** over time
- The pCPA has **increased its capacity** to conduct negotiations since its inception, notwithstanding the impacts of the COVID-19 pandemic



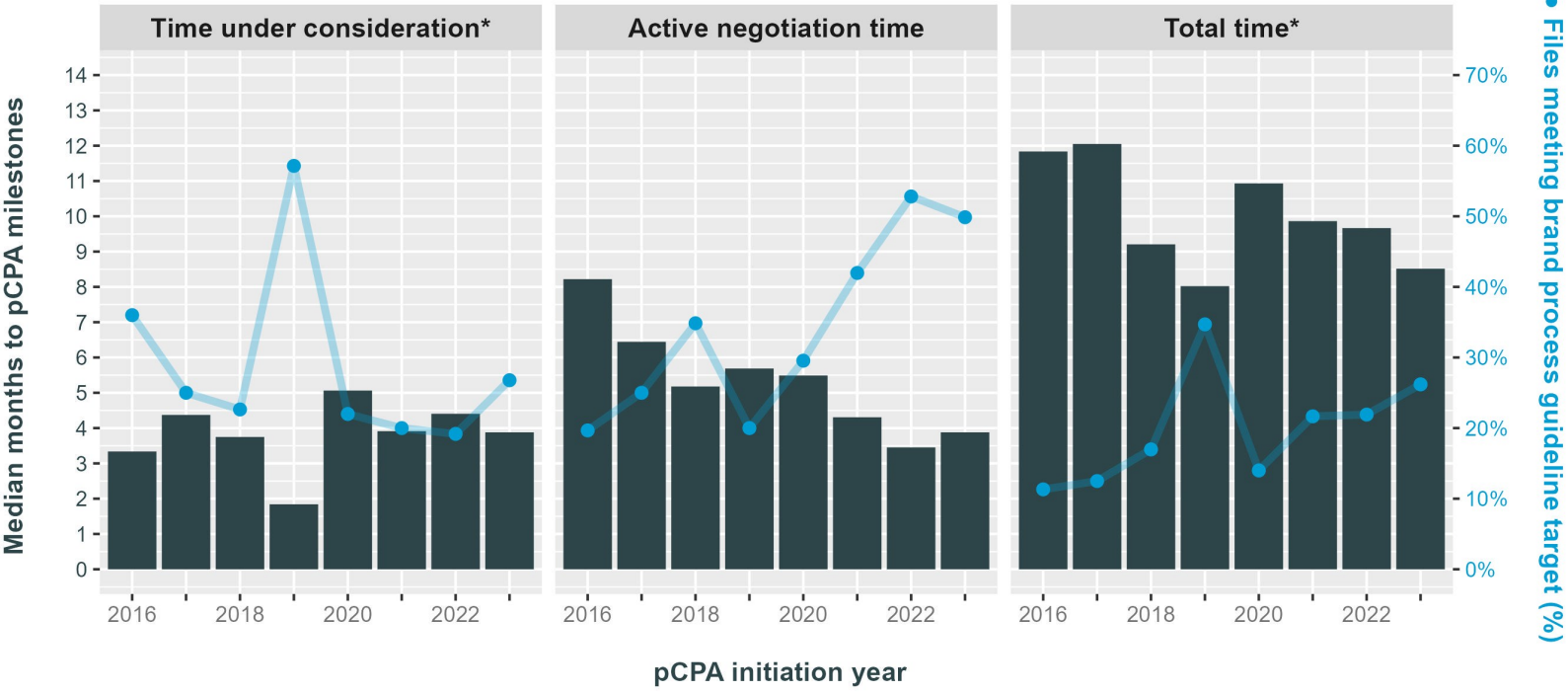
pCPA activity

- There was growth in files in consideration over time, yet **significant improvements were made** with very few files in consideration during **2019**
- The COVID-19 pandemic impacted pCPA capacity, leading to more files in consideration from **2020 to 2023**
- pCPA capacity to lead files has grown over time, with an **increase** in active negotiations **up to 2019**
- There was a brief reduction in active files in early 2020, followed by an increase in 2021 to 2023 approaching prior levels



pCPA timelines

- Negotiation timelines **improved** with the introduction of the brand process guidelines in 2018 but were **impacted** by the COVID-19 pandemic
- Targeted negotiations process (TNP) **improved** active negotiation timelines
- A minority of files meet targets outlined in the brand process guidelines



* Time under consideration and total timelines are only assessed for files arising from HTA recommendations, and excludes files which do not undergo negotiations. pCPA targets outlined in the brand process guidelines are approximately two months for file engagement, four months for active negotiations and six months combined.