

**2016 CDIPC POOLING RESULTS AT A GLANCE**

(all \$ in \$M)

|   | 2012      | 2013      | 2014      | 2015      | 2016      | \$ 2015 : 2016<br>Increase (+) /<br>decrease (-) | % 2015 : 2016<br>increase (+) /<br>decrease (-) |
|---|-----------|-----------|-----------|-----------|-----------|--|---|
| <b>CDIPC thresholds and pooling maximum</b>   |           |           |           |           |           |  |   |
| CDIPC initial threshold   | \$0.0500  | \$0.0500  | \$0.0550  | \$0.0600  | \$0.0650  | \$0.0050   | 8.3%  |
| CDIPC ongoing threshold and EP3 pooling endpoint  | \$0.0250  | \$0.0250  | \$0.0275  | \$0.0300  | \$0.0325  | \$0.0025   | 8.3%  |
| CDIPC pooling maximum   | N/A       | \$0.4000  | \$0.4000  | \$0.5000  | \$0.5000  | \$0.0000   | 0.0%  |
| <b>Claims experience</b>  |           |           |           |           |           |  |   |
| Total fully insured paid drug claims  | \$1,244.6 | \$1,327.9 | \$1,379.9 | \$1,463.3 | \$1,497.6 | \$34.3   | 2.3%  |
| Total paid claims when greater than or equal to the industry pool's "ongoing threshold"       | \$132.2   | \$169.5   | \$187.9   | \$228.7   | \$209.2   | -\$19.5  | -8.5%   |
| Claims paid exceeding "ongoing threshold" expressed as % total fully insured paid drug claims | 10.6%     | 12.8%     | 13.6%     | 15.6%     | 14.0%     |  |   |
| Total paid claims when claims are qualified for pooling                                       | N/A       | \$23.3    | \$32.2    | \$41.5    | \$47.3    | \$5.8  | 14.0%   |
| Amount pooled   | N/A       | \$8.9     | \$12.9    | \$16.7    | \$17.5    | \$0.8  | 5.1%  |
| Expressed as % claims qualified for CDIPC pooling   | N/A       | 38.0%     | 40.1%     | 40.2%     | 37.0%     |  | -3.2%   |
| Expressed as % paid claims greater than or equal to "ongoing threshold"                       | N/A       | 5.2%      | 6.9%      | 7.3%      | 8.4%      |  | 1.1%  |
| Expressed as % total fully insured claims paid  | N/A       | 0.7%      | 0.9%      | 1.1%      | 1.2%      |  | 0.0%  |
| Claims paid greater than or equal to CDIPC "pooling maximum"                                  |           |           |           |           |           |  |   |
| \$ paid claims  | \$4.8     | \$5.4     | \$6.1     | \$8.1     | \$8.6     | \$0.5  | 6.4%  |
| \$ paid claims that qualify for pooling   | N/A       | \$4.2     | \$4.9     | \$6.0     | \$8.6     | \$2.6  | 44.1%   |
| \$ pooled claims  | N/A       | \$1.7     | \$1.7     | \$1.6     | \$1.7     | \$0.1  | 6.4%  |
| <b>Plan member</b>  |           |           |           |           |           |  |   |
| # plan members with paid claims greater than or equal to "ongoing threshold"                  | 3,219     | 4,090     | 3,909     | 4,084     | 3,549     | -535   | -13.1%  |
| # plan members in CDIPC industry pools  | N/A       | 187       | 257       | 308       | 296       | -12  | -3.9%   |
| % plan members with claims reported in CDIPC industry pools                                   |           | 4.6%      | 6.6%      | 7.5%      | 8.3%      | 0.8%   | 10.6%   |
| # plan members in 1st year CDIPC industry pooling   | N/A       | 187       | 113       | 102       | 86        | -16  | -15.7%  |
| \$ pooled   |           | \$8.9     | \$6.6     | \$6.5     | \$6.4     | -\$0.1   | -2.1%   |
| # plan members in 2 or more years of CDIPC industry pooling                                   | N/A       | N/A       | 144       | 206       | 210       | 4  | 1.9%  |
| \$ pooled   |           | \$0.0     | \$6.3     | \$10.1    | \$11.1    | \$1.0  | 9.7%  |
| # plan members who are no longer in CDIPC industry pools                                      | N/A       | N/A       | -43       | -51       | -91       | -40  | 78.4%   |
| <b>Drugs</b>  |           |           |           |           |           |  |   |
| # drugs pooled  |           | 42        | 51        | 54        | 59        |  |   |
| # of new drugs in pool  |           | N/A       | 17        | 8         | 19        |  |   |
| \$M pooled claim value  |           | N/A       | \$2.222   | \$1.517   | \$1.256   |  |   |
| Dispensed to # members or dependants  |           | N/A       | 25        | 29        | 27        |  |   |
| # drugs pooled in prior year but not current year   |           | N/A       | 8         | 10        | 15        |  |   |
| \$M pooled claim value in prior year  |           | N/A       | \$0.335   | \$0.231   | \$0.607   |  |   |
| Dispensed to # members or dependants in prior year  |           | N/A       | 12        | 10        | 16        |  |   |

### Top 80% of high cost drugs in 2016

CDIPC insurer drug claims paid by leading drug when treatment is more than \$32,500 per certificate

