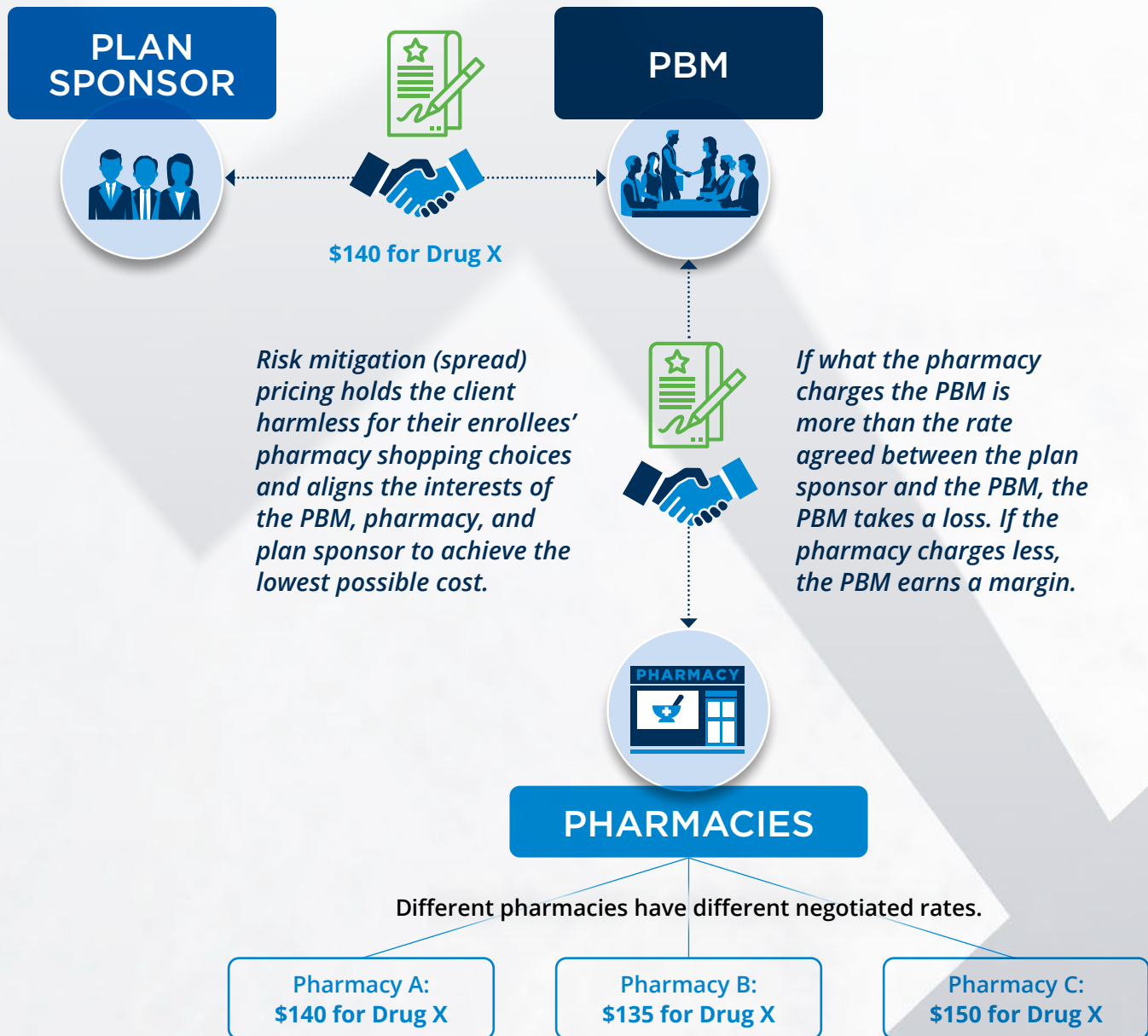


HOW RISK MITIGATION (SPREAD) PRICING HELPS DRIVE LOWER DRUG COSTS

A risk mitigation (sometimes referred to as spread) pricing model provides employers and other health plan sponsors with cost predictability by giving them a price-certain for prescription drug benefit payments to pharmacies.



PBM guarantees plan sponsor a rate of \$140 and takes risk on which pharmacy(ies) the plan's enrollees choose to fill their prescriptions.