# Impact of Patient's Financial Burden of COVID-19

## EE634 Treatment on Antiviral Prescription Rates, and

inpatient medical costs

## Clinical and Economic Outcomes in Japan<sup>1</sup>

#### Objectives

Background

those with high risk<sup>2</sup>.

change remain unclear.

Methods

antiviral drugs



- 1) Estimate the impact of OOP payment initiation for COVID-19 antiviral drugs on the prescription rate of antiviral drugs for patients with COVID-19 in Japan using a large-scale claims database
- 2) Evaluate the potential impacts of a decrease in the prescription rate of oral antiviral drugs on clinical and economic outcomes using a budget impact model

• By February 2024, four antiviral drugs were

Out of pocket (OOP) payment for COVID-19

The public support was stepwise reduced and

A decrease in antiviral drug use may lower

number of patients with severe COVID-19,

potentially leading to higher treatment costs;

therefore, the economic consequences of the

**Analysis 1: Change in the prescription rate of** 

The claims database provided by JMDC Inc.

including remdesivir, nirmatrelvir-ritonavir,

for two 4-month periods, namely, June 1-

September 30, 2023 (the pre-OOP payment

2024 (the post-OOP payment initiation period).

molnupiravir, and ensitrelyir<sup>4</sup>.

(Tokyo, Japan) was used to examine changes in

the prescription rate of COVID-19 antiviral drugs

Anonymized data were extracted from the database

initiation period) and October 1, 2023–January 31,

until the end of September 2023<sup>3</sup>.

completely ended in March 2024<sup>3</sup>.

approved in Japan: remdesivir, molnupiravir,

nirmatrelvir-ritonavir, and ensitrelvir. These drugs

are indicated for COVID-19 patients, especially

antiviral drugs was fully covered by public funds

A significant decrease in oral antiviral drug use was

treatment acquisition costs while increasing the

#### Conclusions



The initiation of OOP payments in Japan decreased the antiviral prescription rate by at least 35%.

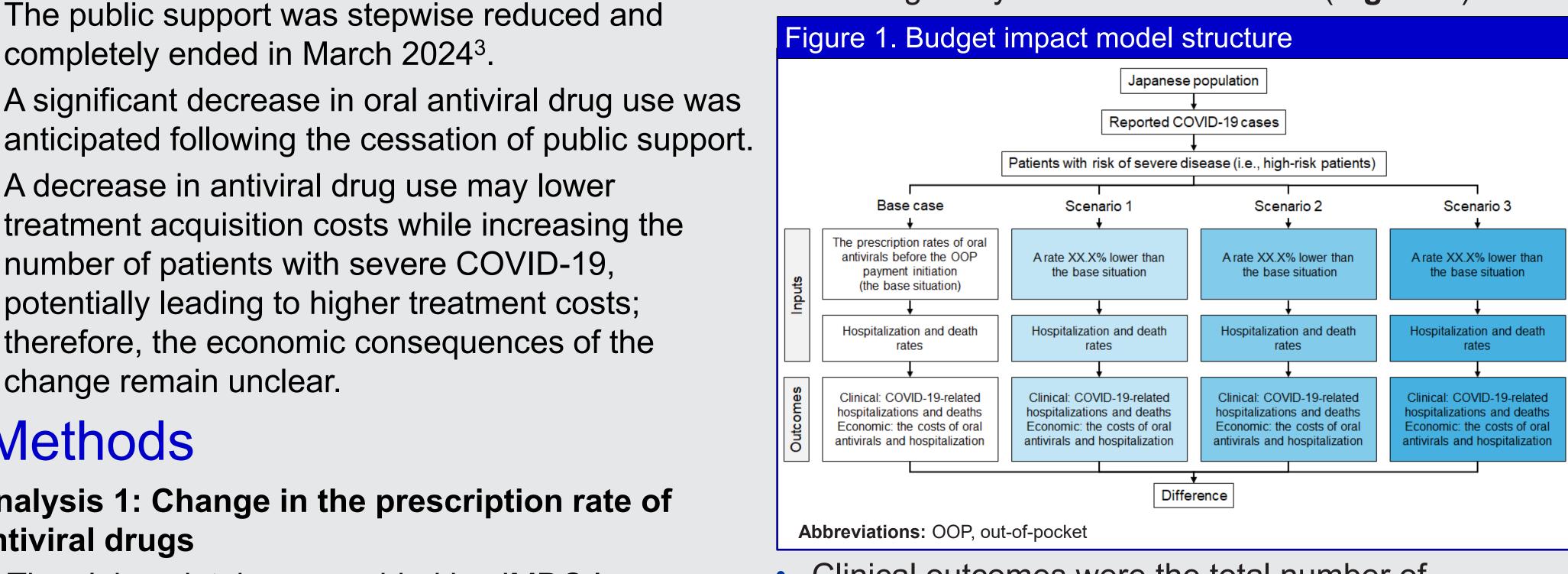
Such reductions in antiviral prescriptions would result in increased hospitalizations and deaths, thereby resulting in increased net costs despite savings from antiviral drug costs.

The findings of the study demonstrate the importance of continued government measures, including public financial support for the uptake of antiviral drugs for COVID-19 to prevent progression to severe disease.

The study population included patients diagnosed with COVID-19 (ICD-10 codes U071 and U072),

#### excluding suspected cases. **Analysis 2: Impact on clinical outcomes and**

 A budget impact analysis (BIA) model was developed to evaluate the impact of a decline in the prescription rate of oral antiviral drugs on clinical and economic outcomes in Japan, based on an existing study in the United States<sup>5</sup> (**Figure 1**).



- Clinical outcomes were the total number of hospitalizations and deaths due to COVID-19 infection, while economic outcomes were the cost of oral antiviral drugs, hospitalization cost, and total cost in Japan overall.
- Three scenarios for a decline in the prescription rate were examined, based on Analysis 1.
- The study adopted the payer's perspective, considering only the costs for medical procedures covered within the national health insurance.

#### Mitsuhiro Nagano<sup>1</sup>, Sachiko Hyokai<sup>2</sup>, Kanae Togo<sup>1</sup>, Tendai Mugwagwa<sup>3</sup>, Akira Yuasa<sup>1</sup>

<sup>1</sup>Japan Access & Value, Pfizer Japan Inc., Tokyo, Japan <sup>2</sup>Medical Affairs, Pfizer Japan Inc., Tokyo, Japan <sup>3</sup>Global Access & Value, Pfizer Inc., NY, USA

#### Presented at ISPOR Europe 2024 November 17-20 • In-person

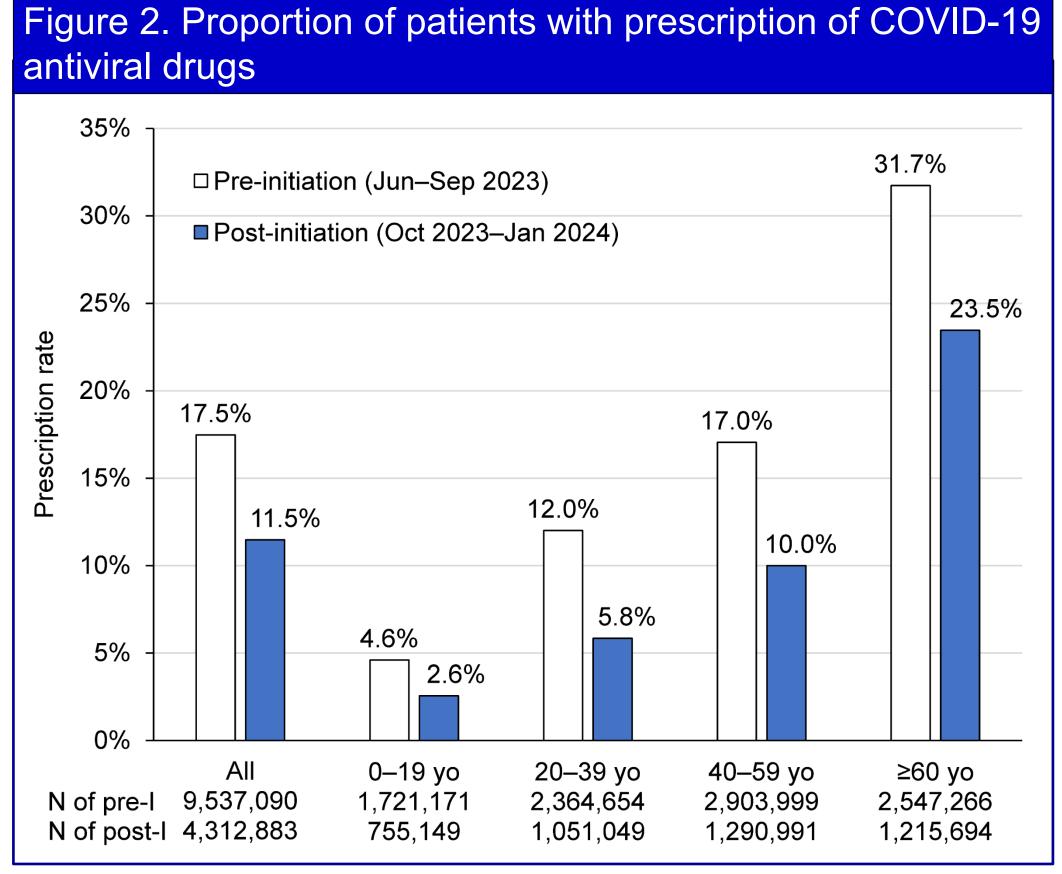
- Japan's total population of approximately 120 million people was included in the analysis.
- The analysis was conducted over a one-year time horizon.
- Input data were obtained from multiple sources including published articles, government documents and statistics, claims databases, and medical fee schedules (Table 1).

|   | Schedules (Table 1).                                 |                       |
|---|--|-----------------------|
|   | Table 1. Model inputs                                |                       |
|   | Parameters   | Value                 |
|   | Prescription rate of oral antivirals (%)             | 23.0                  |
| ١ | Patients share of oral antivirals (%)                |                       |
|   | Nirmatrelvir–ritonavir                               | 9.7                   |
|   | Molnupiravir   | 75.7                  |
|   | Ensitrelvir  | 14.6                  |
|   | Annual COVID-19 cases                                | 24,302,458            |
|   | Proportion of high-risk patients (%)                 | 23.9                  |
|   | Hospitalization rate (%)                             | 12.7                  |
| I | Hospitalization use (%)                              |                       |
| 1 | General ward   | 80.6                  |
| I | ICU  | 10.7                  |
| 1 | ICU + Mechanical ventilation                         | 8.7                   |
| I | Death rate (%)                                       | 0.8                   |
| I | Treatment effectiveness on hospitalization/death (%) | 70.0                  |
| 1 | Nirmatrelvir–ritonavir                               | 79.6                  |
|   | Molnupiravir  Englished vis                          | 20.1                  |
|   | Ensitrelvir  | 37.1                  |
| _ | Treatment cost per course                            | IDV00 709             |
|   | Nirmatrelvir-ritonavir                               | JPY99,708<br>(USD704) |
|   | Molnupiravir   | JPY87,276             |
|   | Montupliavii   | (USD617)              |
|   | Ensitrelvir  | JPY52,532             |
|   |  | (USD371)              |
|   | Hospitalization cost per case                        | (3323)                |
|   | General ward   | JPY1,239,964          |
|   |  | (USD8,759)            |
|   | ICU  | JPY4,079,808          |
|   |  | (USD28,820)           |
|   | ICU + Mechanical ventilation                         | JPY6,364,921          |
|   |  | (USD44,963)           |
|   | *as of May 2024                                      |                       |
|   |  |                       |

### Results

#### **Analysis 1: Change in the prescription rate of** antiviral drugs

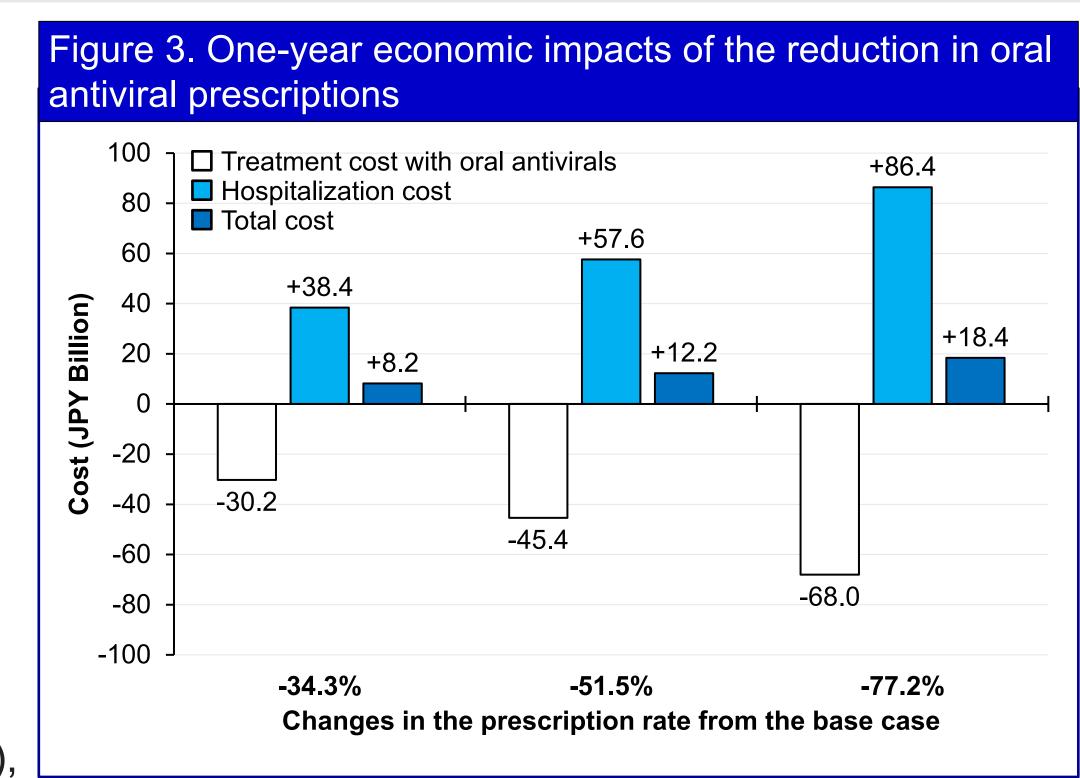
- In total, 1,349,149 individuals with confirmed COVID-19 diagnosis were identified from June 1, 2023 to January 31, 2024 in the JMDC database.
- The estimated number and proportion of patients with a COVID-19 antiviral prescription were 1,666,500 (17.5%) and 495,012 (11.5%) in the preand post-OOP payment initiation periods, respectively, indicating a 34.3% decrease in the prescription rate of all antivirals (Figure 2).



#### **Analysis 2: Impact on clinical outcomes and** inpatient medical costs

- Based on the result obtained from Analysis 1, we assumed a 34.3%, 51.5% (34.3%\*1.5) and 77.2% (51.5%\*1.5) decrease in the prescription rate of antiviral drugs from the current prescription rate (23.0%).
- The BIA model estimated that the numbers of oneyear hospitalizations and deaths due to COVID-19 at the base case to be 679,985 and 5,712, respectively (Table 2).
- A 34.3%, 51.5% or 77.2% decrease of the prescription rate increased the total number of hospitalizations due to COVID-19 by 19,322 (2.8%), 28,983 (4.3%), or 43,474 (6.4%).
- Moreover, the total number of COVID-19 deaths increased by 162 (2.8%), 243 (4.3%), or 365 (6.4%).

|                  |            |              | Reduction |         |         |
|------------------|------------|--------------|-----------|---------|---------|
|                  |            | Base<br>case | -34.3%    | -51.5%  | -77.2%  |
| Hospitalizations | N          | 679,985      | 699,307   | 708,968 | 723,460 |
|                  | Difference | -            | +19,322   | +28,983 | +43,474 |
|                  | % Change   | -            | +2.8%     | +4.3%   | +6.4%   |
| Deaths           | N          | 5,712        | 5,874     | 5,955   | 6,077   |
|                  | Difference | -            | +162      | +243    | +365    |
|                  | % Change   | -            | +2.8%     | +4.3%   | +6.4%   |



- The total cost related to COVID-19 at the base case was estimated to be approximately JPY1.4 trillion (USD10.2 billion) per year, comprising JPY88.2 billion (USD622.8 million) for antiviral drugs and JPY1.4 trillion (USD9.5 billion) for hospitalization.
- When accounting for a potential decrease in prescribing rates of 4.3%, 51.5% or 77.2%, the total costs would increase by approximately JPY8.2 billion (USD57.7 million) (0.6%), JPY12.2 billion (USD86.5 million) (0.9%), or JPY18.4 billion (USD129.8 million) (1.3%), respectively (Figure 3).
- The increase in total cost resulted from a net difference between reductions in the spend on oral antiviral drugs and an increase in the total hospitalization costs related to COVID-19.