



Mr Jeremy Powell
Technology Appraisal Project Manager
National Institute for Health and Clinical Excellence
MidCity Place, 71 High Holborn
London WC1V 6NA

Dear Mr Powell:

RE: Peginterferon alfa and ribavirin for chronic hepatitis C in patients eligible for shortened treatment, re-treatment or in HCV/HIV co-infection: a systematic review and economic evaluation; Comments on the Technology Assessment Report (TAR)

Schering-Plough welcomes the opportunity to comment on this report and its content. Following a thorough review of the assessment report by Southampton Health Technology Assessments Centre (SHTAC), this letter sets out Schering-Plough's comments: a summary of what we perceive to be the significant findings for peginterferon, followed by issues relating to the SHTAC Technology Assessment Group (TAG) analysis.

1. Key findings on peginterferon α -2b

Overall

The analysis conducted by the TAG suggest that peginterferon α -2b (in combination with ribavirin) is clinically effective and cost effective in all three patient populations included in the NICE scope for this appraisal.

1.1 Shortened duration genotype 1

Peginterferon α -2b treatment for 24 weeks was found to have an increased rate of SVR compared to 48 week treatment (Berg et al, 2009). This causes shortened duration of treatment to dominate standard treatment in the cost-effectiveness analysis; however this result does not appear to be clinically intuitive. Schering-Plough is pleased to note that an additional scenario analysis was conducted by the TAG which suggests that peginterferon alfas are likely to be highly cost effective as long as there is no or a very small difference in efficacy between shorter treatment duration and standard treatment duration. Little difference in SVR rates are reported in Zeuzem et al (2006) which reports that SVR rates are not compromised when shorter duration treatment is used in certain patients:

“An exception comprises HCV-1 infected patients with a low pretreatment HCV-RNA concentration (below 600,000 IU/mL) who become undetectable for serum HCVRNA already after 4 weeks of combination therapy.



1.2 Re-treatment

Peginterferon α -2b is highly cost effective in the re-treatment of patients who have previously failed treatment. In particular, using the early stopping rule of Early Virological Response (EVR) at 12 weeks is very cost effective for genotypes 1+4 and dominates no treatment for patients with 2+3 dominate no treatment with or without the EVR stopping rule. Peginterferon α -2b has the additional benefit for genotype 1 patients of being licensed for a re-treatment of 48 weeks rather than the 72 weeks required when taking peginterferon α -2a.

1.3 HIV co infection

Peginterferon alfa-2b is cost effective in treating for HCV/HIV co-infection. For genotypes 1 and 4 the ICER was £11,806 and for genotypes 2 and 3 the ICER was £2,161. Peginterferon treatment is also recommended by the British HIV Association (BHIVA), in their guidelines for the treatment of HIV-1 and hepatitis B or C co-infection (Brook et al, 2010).

2. Issues in the assessment report

2.1. Deterministic sensitivity analysis results for genotype 1 patients eligible for shortened treatment duration using peginterferon α -2b and ribavirin combination therapy.

Results in Table 50 (pg 119, assessment report) and Table 51 (pg 120, assessment report) do not concur with one another as they should. It appears that the assessment group may have reported the analysis of 48 weeks versus 24 week treatment duration shown in Table 51, while an analysis of 24 weeks versus 48 weeks is reported in Table 50. Schering-Plough requests that these analyses are clarified or amended in the report.

2.2 Scenario analysis in short term treatment duration genotype 1

The scenario analyses for the shortened treatment duration presented in Table 48, for peginterferon α -2a (pg 114, assessment report) and Table 52, for peginterferon α -2b (pg 121, assessment report) are not explained in enough detail. The ICERs differ slightly between the two tables, however in both tables the incremental costs and QALYs are identical. The results are difficult to interpret given the fact that the peginterferons have different SVRs in this patient subgroup, but this is not discussed further in the report. Schering-Plough requests that these analyses are clarified or amended in the report.

2.3 TAG model

The model provided by the TAG in Microsoft Excel was not referenced and it is not clear how some inputs are used in the model. Many variables are entered directly into formulas which made the model more difficult to validate. There are also a number of variables which appear not to have been considered in the probabilistic sensitivity analysis (PSA).

3. Detailed response on limitations identified in the TAR



3.1 Deterministic sensitivity analysis results for genotype 1 patients eligible for shortened treatment duration using peginterferon α -2b and ribavirin combination therapy.

Berg et al (2009) report that shortened treatment duration with peginterferon- α -2b was associated with a higher SVR rate than peginterferon- α -2b standard treatment. The implications for this are shown in the base case results, Table 51, where the incremental outcome in QALYs is positive, i.e. there are more QALYs associated with shortened treatment than standard treatment. The report states that there are cost savings of approximately £9000 due to the reduction in drug acquisition costs, and on-treatment monitoring costs. There are also additional cost savings due to the higher SVR rate which reduces the total cost of treating disease progression. In Table 50 (Base case cost-effectiveness for shortened treatment duration using peginterferon α -2b and ribavirin combination therapy in genotype 1 patients) incremental costs, incremental QALYs and the ICER are stated as the following, respectively, “-£8,996”, “0.49” and “shortened duration dominates” when comparing shortened treatment duration to standard treatment.

Table 50 however states the same numbers but with opposite signs, the incremental cost is positive “£8,996”, and the incremental QALY is negative, “-0.49” and the resultant ICER, “-£18,190”. The deterministic sensitivity analysis which follows in the table continues the trend of positive incremental costs and negative incremental QALYs, with the resultant ICERs implying that shortened treatment with peginterferon α -2b lies in the south-west quadrant of the cost effectiveness plane. This is counter intuitive given the clinical trial results from Berg et al. Given the trends in other deterministic sensitivity analysis undertaken by SHTAC for the other subgroups it appears that the values in the incremental cost column in Table 51 are likely to be negative, while the values in the incremental QALY column are likely to be positive assuming the trend is consistent with other deterministic sensitivity analysis in the report. The table should read, given this assumption is correct, “Shortened duration dominates” throughout the ICER column.

3.2 Scenario analysis for shortened treatment genotype 1

Table 48 (pg 114, assessment report) and Table 52 (pg 121, assessment report) show slightly different ICER values but exactly the same incremental costs and incremental outcomes for genotype 1 patients. The data informing the scenario analysis is not explained and therefore the reason for the same incremental costs and QALYs between the two analyses is not clear. Given the assessment report explains that the two products, peginterferon α -2b and α -2a are pharmacologically different products, the efficacy data informing the base SVR rate should differ between the peginterferons, resulting in differences between the two products ICERs across the scenario analyses.

The fact that the same incremental costs and incremental QALYs are reported with slightly different ICER values could be due to differences in decimal places of the incremental cost and incremental QALY values; however this in itself does not explain why there are not more significant differences between the peginterferons. Differing baseline SVRs should be reflected by differing incremental costs and incremental QALYs between the two peginterferons. Schering-Plough requests that further clarification around this analysis is made available.

3.3 Excel Model provided by TAG

- **Formulas and referencing**

Throughout the model a large number of variables change depending on the scenario currently being considered. Many of these variables are hard-coded (i.e. entered directly) into formula, this makes it difficult to assess that the value used actually relates to the correct scenario. In addition, the model does not contain references.

For example, the drug costs have been calculated elsewhere (outlined in the AG report) and the absolute value of the cost of the treatments has been entered in to the model with no references. This makes it difficult to validate the model without going back to the report to check calculations made. The AG report was checked for treatment cost calculations and these appear to have been correctly estimated. However, they were not varied in the probabilistic sensitivity analysis. Given that the cost of the treatments can vary according to formulation and patient weight, perhaps this should be addressed in sensitivity analysis for completeness.

There appears to be an annual cost applied to patients in the SVR state (patients who transitioned from the compensated cirrhosis state) of £96, this is only applied in the AntiViralTreatment and ShortendDuration engines and not the BSC. This variable has little impact on the results but will bias the results of treatments against BSC. This cost does not appear to be addressed in the report therefore the reason for and impact of its inclusion is unclear.

- **Probabilistic Sensitivity Analysis (PSA)**

When considering the probabilistic sensitivity analysis (PSA) a number of parameters appear to have been omitted, these include the following:

- The starting age of the population
- The proportion of the population who are male
- The starting states of the population: Proportion with mild cirrhosis, moderate cirrhosis and compensated cirrhosis
- The probability of discontinuing treatment, prior to normal end of course
- The utility decrement due to adverse effects of treatment
- The relative risk of cirrhosis progression for HIV co-infected patients
- The relative risk of decompensation for HIV co-infected patients

The following transition probabilities are also omitted from the PSA:

- Decompensated cirrhosis to liver transplant
- HCC to liver transplant
- Compensated cirrhosis to death
- Liver transplant to death year 1
- Liver transplant to death year 2

And the following costs are also omitted from the PSA:

- Acquisition cost for peginterferon alfa (weekly)
- Acquisition cost for ribavirin (weekly)
- Cost on-treatment monitoring for patients who do not achieve EVR
- Cost on-treatment monitoring for patients who achieve EVR
- Initial costs of assessing patients' eligibility for treatment

Some of these variables are constant across all scenarios (Such as starting age and the proportion of males) and so the impact should be minimal however for completeness it is felt that they should be included in the PSA. The omission of these variables does not appear to be discussed in the report either in terms of justification or impact of exclusion. Schering-Plough requests that this is acknowledged by the assessment group as a limitation in the analysis.

4. Response to the critique of the Schering-Plough model

Responses to comments made in the assessment report are laid out below with the comments quoted and the response below.

4.1 Schering-Plough Model Assumptions

“The Schering-Plough model appears to under-estimate the SVR in each analysis, as a result of applying an unnecessary adjustment for treatment discontinuation, but appears to over-estimate the utility gain through treatment by not applying an adjustment for treatment discontinuation:”

The Schering-Plough model applies a treatment discontinuation due to adverse events to ensure that patients who discontinue due to these reasons in the trial had been accounted for in the model. We did not apply this adjustment for utility because only those who achieved SVR will receive the utility value attached to this state. Therefore although we may have underestimated the SVR we feel we did not overestimate utility gain. The above adjustment will therefore favour the no treatment arm and is not likely to bias the model in favour of treatment.

The Schering Plough model had a disutility of 0.13 applied to SVC and HCV health states. This was based on the overall mean difference in EQ-5D utility score for treated and control patients at 12 or 24 weeks following randomisation in the UK Mild Hepatitis C trial.^{10654} The disutility associated with treatment was adjusted for duration of treatment, so that a lower utility decrement would apply for patients (who fail to demonstrate an EVR) stopping treatment at 12 weeks.

“There is an implicit assumption that patients achieve an SVR immediately after treatment is initiated and therefore accrue health benefits on entering the model. It might be more reasonable to assume that transitions occur mid-cycle (essentially applying half-cycle adjustment). This would mean adjusting cycle lengths (currently annual) to cope with treatments that are significantly less than 52 weeks, or calculating a weighted combination of the utility for the initial state and the utility for the appropriate SVR state (weighted according to what proportion of the cycle is spent in the initial health state and what proportion in the SVR state).”

The application of half cycle corrections is debatable in health economics. In the Schering-Plough model, the specific reason for not applying a half cycle correction was because all of



the treatment effects were taken into account at different time periods in the first year.

Following year one of the model all patients went through the same markov processes and therefore all the effects are incremental. Patients were assumed to begin moving between disease states at the end of the decision tree and then at the end of each cycle. This is likely to bias results in favour of no treatment as patients moving to a more severe disease state during the first cycle experience higher QoL and lower disease management costs associated with the original disease state for a longer period of time.

“The model collapses the SVR state into one and therefore does not track whether patients have achieved SVR from mild HCV, moderate HCV or compensated cirrhosis. It applies the same health state utility to patients achieving an SVR, irrespective of their stage of liver disease when treatment was initiated. This doesn’t accord with utility data from the UK Mild Hepatitis C trial which reported a lower mean utility for patients achieving SVR from moderate liver disease than those achieving SVR from mild liver disease;”

The Schering-Plough model as it stands does not track whether patients have achieved SVR from mild or moderate HCV or from compensated cirrhosis. This is acknowledged as a limitation of the analysis and perhaps could have been further explored in sensitivity analysis. The available sensitivity analyses on other scenarios in the model suggest that this change would be unlikely to show that treatment is not cost effective compared with no treatment. This is supported by an additional analysis by the assessment group on the Schering-Plough model which showed that the highest ICER was £8,102 per QALY (an increase of £925 from the submitted base case) in the most difficult to treat patient group (HCV/HIV co infected patients genotypes 1&4), therefore treatment remains cost effective according to the usual thresholds considered by NICE.

“The model assumes that the SVR health state cost is applied for all cycles the patient remains in the SVR state. This differs from the assumption applied in our previous assessment report, where it was assumed that the SVR cost applied only for the year following treatment response.”

A fixed annual management cost was applied to each patient who achieves SVR or clears the virus spontaneously as this allows for the ongoing monitoring of this patient cohort. As mentioned in the submission, this may overestimate the true cost of managing these patients, since the intensity of monitoring is likely to decrease over time for patients who remain HCV RNA-negative. It was acknowledged in the submission that some previous economic evaluations appear to have assumed that patients achieving SVR will require no further NHS resources attributable to hepatitis C. However the assumption used in the submission is a conservative one and likely to underestimate the cost effectiveness of treatment.

“The model appears to have underestimated the cost of ribavirin – Table 31 and Table 32 of the MS report weekly cost of ribavirin as £16.41 for re-treated patients and £13.13 for HCV/HIV co-infected patients. These are derived using an estimated average cost per 200mg tablet of ribavirin of approximately £3.28. However the figures used in the MS are the daily, not weekly cost.”



This was an error in the analysis. The AG re-ran the model with updated costs. The implication of the error was to underestimate the ICER by approximately £1,500 for the HIV/HCV group and by approximately £2,500 in the re-treatment group (all genotypes).

SVR State Assumptions: “The effect of treatment is to induce an SVR in a proportion of patients, which is assumed to be a permanent cure. This agrees with previously published models in this patient population and is supported by long term follow up studies of patients achieving SVR on treatment. However recent publications have highlighted a risk of liver cancer in patients in patients who have undergone SVR – particularly in patients with compensated cirrhosis at baseline – which, while lower than for non-responding patients, is not completely eradicated. Since patients can enter the model in the compensated cirrhosis state (and receive treatment) excluding a transition from the SVR state (for patient who had developed cirrhosis at baseline) may overestimate the benefits from an SVR”. (Pg 87)

This assumption was used based on the previous economic model by SHTAC. We did not assume a probability of liver cancer for patients who entered the model with compensated cirrhosis, as this had not been previously estimated. Given the fact that only 10% of new patients and 32% of existing patients have cirrhosis, adding a probability of liver cancer from SVR was not expected to significantly change the results.

Transitions between health states: “The transitions between health states came again from the Mild Hepatitis C trial {10654}, from the UK study of patients undergoing transplantation, and on a range of additional studies, referenced within the submission. It is unclear how these have been derived, and from which studies.” (Pg 89)

In the submission the transition probabilities are listed along with the source of data used. These transition probabilities have been used in previous submissions for Hepatitis C, including the previous economic model by Southampton and are established transition probabilities for modeling the natural history of Hepatitis C.

4.2 Presentation of Schering-Plough model results

“When the EVR and SVR values from the more recent Laguno and colleagues 2009 RCT were applied, the manufacturers report ICERs of £6,140 per QALY in genotypes 1 and 4, £422 per QALY for genotypes 2 and 3 and £2,311 for all genotypes. It is not clear if both EVR and SVR have been adjusted here.” (Pg 90, Assessment report)

The Schering-Plough submission stated “ The costs and QALYs were also recalculated using the EVR and SVR statistics from Laguno 2008; this gave ICERs of £6,140/QALY for genotypes 1 or 4, £422/QALY for genotypes 2 or 3 and £2,311 for all genotypes.” This information was also available in the economic model (response page) where alternative data sources can be used).

Only SVR rates were available in the Laguno 2004 studies and therefore the analysis focused on results using only these data. Laguno 2009 had EVR and SVR response rates and this study was therefore used to derive results in a scenario analysis on SVR rates in



the HIV co-infected subgroup of patients. Both the SVR and EVR rates were adjusted as shown in the tables below.

Both the EVR and SVR were adjusted in this analysis according to the trial data.

Base case

Response rates (Laguno 2004)

| Genotype | SVR |
|----------|-----|
| G1&4 | 38% |
| G2&3 | 53% |

Scenario analysis results based on the following data

Response rates (Laguno 2009)

| | EVR | SVR |
|------|-----|-----|
| G1&4 | 57% | 28% |
| G2&3 | 83% | 62% |

“A sensitivity analysis was performed on distribution of genotype at baseline. The treatment response of genotypes 1 and 4, and then 2 and 3, are applied to all patients. The treatment response of genotypes 1 and 4 applied to the entire cohort resulted in an ICER of £7,176 per QALY, and that of genotypes 2 and 3 resulted in an ICER of £782, in the re-treatment group. In the HCV/HIV co-infected group the ICERs became £1,637 and £403. The ICERs are the same as those presented in the base case analysis, and it is unclear what has been added to this analysis by the reporting of this scenario.”(Pg 90, Assessment report)

This analysis produces the same results as in the base case which is to be expected as it is simply running the model for each of the groups of genotypes as presented in the base case analysis. The analysis indicates that the model is robust.

“The presentation of the PSA appears generally to be in accordance with NICE methodological guidance, 68 but does not report mean costs and outcome for the PSAs.” (Pg 91, Assessment Report)

The mean costs and outcomes for the results reported in the submission are presented in Appendix 1. Table 1.1 presents the values for HIV/HCV patients while Table 1.2 presents the values for re-treatment patients.

“The written submission contains an appendix which lists the parameters included in the PSA, their mean value, standard error and the choice of distribution, but not the parameterization of the distribution.”(Pg 91, Assessment report)

The parameterizations are presented in a table in the Appendix 2.

4.3 Literature searches

“The MS does not report whether a systematic search was undertaken for economic evaluations of peginterferon α -2b or other treatments for chronic HCV in the patient populations covered by the scope, nor does it report any detail on the development and validation (including any details of clinical validation) of the model adopted for the MS.” (Pg 80, Assessment Report)

Schering-Plough developed the model, which was validated internally to be based on previous work by the SHTAC on behalf of NICE and the economic evaluation alongside the Mild Hepatitis C trial. This was stated in the submission. A brief literature search was carried out in order to identify economic evaluations relevant to the UK setting. This search was carried out in the Cochrane library (NHS EED and HTA databases) and identified no further economic evaluations relevant to the UK since the publications of the assessment group models of hepatitis C. Therefore the model methodology previously established by the AG was considered the most robust and appropriate to use in the submission.

A brief literature search was carried out on NHSEED and HTA databases (via Cochrane) to identify economic evaluations relevant to the UK to ensure that no further model methodologies had been used since the previous TAs.

The following search terms were used

(hepatitis C OR HCV) AND (economic OR pharmacoeconomic OR cost-effectiv* OR cost-utility OR cost-benefit OR cost-consequence OR decision analysis OR markov OR decision tree OR monte carlo OR models, economic OR models, econometric OR economics)

The main inclusion criteria were the following: UK study, Economic evaluation ,HCV or HCV/HIV coinfection

This search resulted in 297 hits in NHSEED and 26 hits from the HTA database. Of these, 5 relevant papers were identified.

Of the 5 studies identified:

- 3 were HTA reports detailing methods and results used in the NICE appraisals (Shepherd 2004, Wright 2006 and Shepherd 2007)
- 2 were other journal publications following on from the NICE technology appraisals (Grieve 2006 and Shepherd 2005)
- 3 of the studies outlined treatment in mild hepatitis C (Grieve 2006, Wright 2006 and Shepherd 2007) and the other 2 studies looked at moderate/severe hepatitis C (Shepherd 2004 and Shepherd 2005)
- All of the studies had funding provided by NHS programmes

Although this is a brief search which has limitations, effort was made to ensure that there were no additional economic evaluations which were missing.

“The health state utilities have been derived from the UK Mild Hepatitis C trial{10654}, and a study of the cost-effectiveness of liver transplantation. There is no systematic search for these values reported in the submission.” (Pg 82, Assessment Report)

The utilities were derived from the previous assessment group model for the reasons stated above (established utilities considered robust and appropriate).

4.4 Clinical data used in re-treatment: EPIC data

“The MS does not discuss the relevance of data from the EPIC3 study,⁹⁴ with inclusion criteria that patients had prior failure (either nonresponse or relapse) on previous combination therapy with ribavirin and (non-pegylated or pegylated) interferon. The study does not appear strictly to meet the scope for the appraisal which identifies the population considered for re-treatment to be those previously treated with peginterferon alfa and ribavirin.” (Pg 88)

Data from all the patients in the EPIC trial was used in the analysis of re-treatment in patients. This was clearly a limitation in the analysis. However, a sensitivity analysis was conducted around the reasons for requiring re-treatment on SVR, in addition a deterministic analysis on EVR and SVR showing that peg 2b remains cost-effective compared with no treatment over a range of treatment response rates.

Schering-Plough has carried out additional analysis using the model submitted to the assessment group, which uses the one third of patients from the EPIC trial who had previously had treatment in peginterferon only. The analysis is re run with the correct ribavirin cost applied.

The results for the re run analysis are as follows:

Deterministic results

Subgroup analyses - Previous treatment with pegylated interferons (including 2a & 2b) based on all 100 Re-treatment patients

| Non Discounted | No treatment | Peg2b + RIB |
|----------------------------------------------------|---------------------|--------------------|
| Total Cost | £3,613,204 | £4,212,193 |
| Cost per patient | £36,132 | £42,122 |
| QALYs | 1,554 | 1,695 |
| QALYs per patient | 15.54 | 16.95 |
| Cost-effectiveness compared to no treatment | | £4,272 |
| Discounted | No treatment | Peg2b + RIB |
| Total Cost | £2,212,978 | £2,948,874 |
| Cost per patient | £22,130 | £29,489 |
| QALYs | 997 | 1,068 |
| QALYs per patient | 9.97 | 10.68 |
| Cost-effectiveness compared to no treatment | | £10,415 |

The ICER of £10,415 for patients’ retreated following peginterferon only for all patients is higher than the ICER of £6,731 (with corrected ribavirin costs, see Appendix 3) for patients who previously received interferon or peginterferon.

Probabilistic results

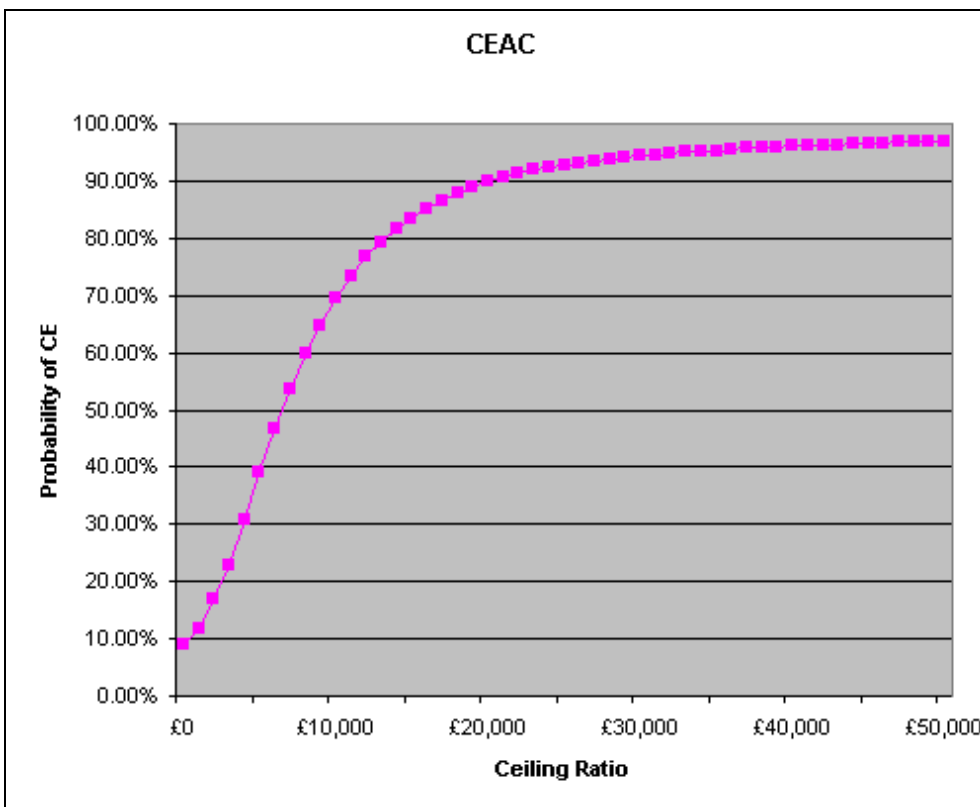
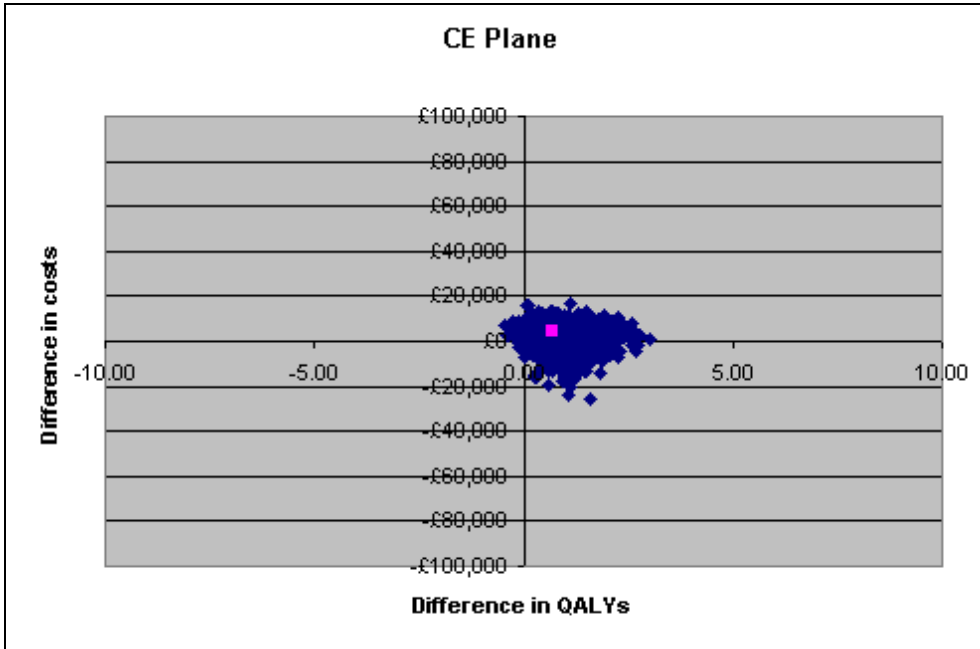
Probabilistic results for the subgroup analysis.



Re-treated patients – All: Peg2b+RIB vs. No treatment.

Subgroup analysis looking at previous treatment with pegylated interferons (including 2a & 2b)

| | Diff Cost | Diff QoL | ICER |
|------|-----------|----------|--------|
| Mean | £3,998 | 0.71 | £5,654 |



Probability of CE at £20,000: 89.80%

Probability of CE at £30,000: 94.30%

The ICERs are slightly higher than the ICERs reported in the submission; however peginterferon α -2b is still cost effective in the re-treatment group of patients who have previously received peginterferon. The data informing the ICERs is also generalisable to the UK patient population in this treatment group, as outlined below.

Analysis of the EPIC data suggests that the peginterferon previously used in treatment influences the SVR rate in re-treatment as shown in the table below (Poynard et al, 2008). The implication on the ICERS being that re-treatment is likely to be much more cost effective using peginterferon α -2b rather than peginterferon α -2a in patients such as G2/3 F2 patients who were previously treated with peginterferon α -2b.

| SVR RATES | Prior Nonresponders | | | Prior Relapsers | | |
|--------------|---------------------|-------------------|---------------------|-------------------|-------------------|---------------------|
| | Peg-2b n = 280 | Peg-2a n = 196 | IFN alfa n = 903 | Peg-2b n = 180 | Peg-2a n = 164 | IFN alfa n = 300 |
| All patients | 7% | 6% | 18% | 32% | 34% | 43% |
| G1 F2 | 8% | 4% | 18% | 37% | 27% | 42% |
| G1 F3 | 4% | 2% | 16% | 29% | 10% | 28% |
| G1 F4 | 5% | 2% | 8% | 18% | 20% | 26% |
| G2/3 F2 | 57% | 50% | 68% | 75% | 50% | 76% |
| G2/3 F3 | 50% | 33% | 39% | 63% | 62% | 67% |
| G2/3 F4 | 0% | 33% | 40% | 36% | 58% | 59% |
| G4 F2 | -- | 50% | 33% | -- | 2/2 | 100% |
| G4 F3 | 0% | -- | 0% | -- | 0% | 100% |
| G4 F4 | 0% | -- | 14% | 50% | 100% | 75% |

(Poynard et al, 2008)

EPIC study characteristics (Poynard et al, 2009):

- Prospective, international, multicentre, open-label, single-arm, multi-phase clinical program involving 133 sites in the US, Canada, Europe, Latin America, Taiwan, and Australia
- 84% of patients were Caucasian
- Mean age was 49
- Mean weight 81kg
- Male 71%
- Genotype 1 80% of patients, genotype 3 13% of patients

93 % of patients in the EPIC trial were infected with genotypes 1 and 3, this is comparable to the reported statistic of 'more than 90%' by the assessment for patients in England and Wales diagnosed. There are also more men in the study than women which is representative of the UK hepatitis C patient population.

“The main treatment effect applied in the model is the SVR for treated patients. For patients who failed to respond to or relapsed following previous interferon therapy the SVRs were taken from

the EPIC3 study which is an open-label, single-arm study. The SVR for best supportive care was assumed to be zero for patients with moderate chronic HCV or compensated cirrhosis, but a low spontaneous SVR probability was applied for patients with mild chronic HCV. The spontaneous SVR probability is applied to both the treatment and best supportive care cohorts. The spontaneous clearance of HCV is not discussed in the MS and the value (and derivation) of the transition probability is not included in Table 35 of the MS, which lists the transition probabilities in the model.” (Pg 88)

This was an omission. Within the analysis, it was assumed that patients achieving SVR or spontaneously clearing HCV RNA would remain in the viral clearance disease state for the rest of their lives with a constant quality of life and health care costs based on those observed in the Mild Hepatitis C study.

A transition probability of 0.2% for spontaneous viral clearance from mild HCV was applied based on Yousuf et al (1992). This value was varied in probabilistic sensitivity analysis from 0.0% to 0.4%.

4.5 Shorter Treatment Duration

“No assessment is presented on the cost-effectiveness of shortened versus standard treatment duration. The reason for this omission is not discussed by the manufacturer though it maybe due to peginterferon α -2b only being licensed for shorter treatment durations in genotype 1 (as opposed to genotypes 2, 3 or 4)”(Pg 80, Assessment report)

Section 4.2 of the SPC states:

“In the subset of patients with genotype 1 infection and low viral load (< 600,000 IU/ml) who become HCV-RNA negative at treatment week 4 and remain HCV-RNA negative at week 24, the treatment could either be stopped after this 24 week treatment course or pursued for an additional 24 weeks (i.e. overall 48 weeks treatment duration). However, an overall 24 weeks treatment duration may be associated with a higher risk of relapse than a 48 weeks treatment duration (see section 5.1).....

....**Genotype 4:** In general, patients infected with genotype 4 are considered harder to treat and limited study data (n=66) indicate they are compatible with a duration of treatment as for genotype 1.” (Peginterferon α -2b, SPC)

Schering-Plough did not submit evidence for the shortened treatment subgroup. However the license indicates that genotypes 4 should be treated the same as genotype 1 patients, implying that shorter treatment duration applies to both genotypes 1 and 4.

Once again, we are grateful for the opportunity to comment on the TAR and look forward to continued dialogue with NICE regarding the issues raised in this response.

Schering-Plough requests that the issues regarding the assessment report are considered by the assessment group. Given the data presented by the assessment group, indicating that peginterferons are clinically and cost effective, Schering-Plough expects NICE guidance to



recommend the use of peginterferons in all three treatment groups looked at in within this appraisal.

Sincerely,

[Redacted signature]

[Redacted signature]

Schering-Plough

References

Berg T, Weich V, Teuber G, Klinker H, Moller B, Rasenack J *et al.* Individualized treatment strategy according to early viral kinetics in hepatitis C virus type 1-infected patients. *Hepatology* 2009;**50**:369-77.



G Brook, J Main, M Nelson, S Bhagani, E Wilkins, C Leen, M Fisher, Y Gilleece, R Gilson, A Freedman, R Kulasegaram, K Agarwal, C Sabin and C Deacon-Adams on behalf of the BHIVA Viral Hepatitis Working Group* British HIV Association (BHIVA), BHIVA Secretariat, Mediscript Ltd, London, UK, British HIV Association guidelines for the management of coinfection with HIV-1 and hepatitis B or C virus 201. 2010 British HIV Association, *HIV Medicine* (2010), 11, 1–30

Laguno M, Murillas J, Blanco JL, Martinez E, Miquel R, Sanchez-Tapias JM et al. Peginterferon alfa-2b plus ribavirin compared with interferon alfa-2b plus ribavirin for treatment of HIV/HCV co-infected patients. *AIDS* 2004;18:F27-F36.

Laguno M, Cifuentes C, Murillas J, Veloso S, Larrousse M, Payeras A et al. Randomized trial comparing pegylated interferon alpha-2b versus pegylated interferon alpha-2a, both plus ribavirin, to treat chronic hepatitis C in human immunodeficiency virus patients. *Hepatology* 2009;49:22-31.

Poynard T, Schiff E, Terg R, Moreno Otero R, Flamm S, Schmidt W *et al.* Sustained viral response (SVR) is dependent on baseline characteristics in the re-treatment of previous alfa interferon/ribavirin (I/R) nonresponders (NR): Final results from the EPIC3 program. 43rd Annual Meeting of the European Association for the Study of the Liver (EASL), Milan, Italy; April 23rd - 27th, 2008. The EPIC 3 paper has also been published - Poynard *et al.* *Gastro* 2009;136:1618-1628

Poynard, T.; Schiff, E.; Terg, R.; Moreno Otero, R.; Flamm, S.; Schmidt, W.; Berg, T.; Goncales F.; Heathcote, J.; Diago, M.; McGarrity, T.; Bedossa, P.; Deng, W.; Mukhopadhyay, P.; Griffel, L.; Burroughs, M.; Brass, C.; Albrecht, J. K., SUSTAINED VIRAL RESPONSE (SVR) IS DEPENDENT ON BASELINE CHARACTERISTICS IN THE RETREATMENT OF PREVIOUS ALFA INTERFERON/RIBAVIRIN (I/R) NONRESPONDERS (NR): FINAL RESULTS FROM THE EPIC3 PROGRAM *Journal J. Hepatol.*, (43rd Ann. Mtg. Eur. Assoc. Study Liver, EASL, Milan, Italy, Apr. 23-27, 2008), Vol. 48, Suppl. 2, Apr. 2008, P. S369, Abstr. No. 988

Yousuf M, Nakano Y, Tanaka E, Sodeyama T and Kiyosawa K, Persistence of viremia in patients with type-C chronic hepatitis during long-term follow-up. *Scand J Gastroenterol*, 1992; 27(9): 812-6.

Zeuzem, S*, Buti M, Ferenci P, Sperl J, Horsmans Y, Cianciara J, Ibranyi E, Weiland O, Noviello S, Brass C, Albrecht J, Efficacy of 24 weeks treatment with peginterferon alfa-2b plus ribavirin in patients with chronic hepatitis C infected with genotype 1 and low pretreatment viremia* *Journal of Hepatology* 44 (2006) 97–103

Viraferon Peg SPC:

<http://emc.medicines.org.uk/medicine/10321/SPC/ViraferonPeg+Pen+50%2c+80%2c+100%2c+120+or+150+micrograms++powder+and+solvent+for+solution+for+injection+in+pre-filled+pen/>

Appendix



Appendix 1: PSA mean values

Table 1.1 HCV/HIV co-infected patients

| Treatment group, comparator, source | Diff Cost | Diff QoL | ICER |
|-----------------------------------------------------------|-----------|----------|----------|
| G1&4: Peg2b+RIB vs. No Treatment, Laguno, 2004 | £597 | 2.04 | £293 |
| G2&3: Peg2b+RIB vs. No Treatment, Laguno, 2004 | -£2,015 | 2.88 | Dominant |
| All: Peg2b+RIB vs. No Treatment, Laguno, 2004 | £1,118 | 1.70 | £658 |
| G1&4: Peg2b+RIB vs. No Treatment, Laguno, 2009 | £3,298 | 0.90 | £3,683 |
| G2&3: Peg2b+RIB vs. No Treatment, Laguno, 2009 | -£2,527 | 3.04 | Dominant |
| All: Peg2b+RIB vs. No Treatment, Laguno, 2009 | £1,118 | 1.70 | £658 |

Table 1.2: Re-treated patients

| Treatment group, comparator, source | Diff Cost | Diff QoL | ICER |
|-----------------------------------------------------------|-----------|----------|----------|
| G1&4: Peg2b+RIB vs. No treatment. EPIC | £3,275 | 0.70 | £4,711 |
| G2&3: Peg2b+RIB vs. No treatment. EPIC | -£1,707 | 2.77 | Dominant |
| All: Peg2b+RIB vs. No treatment. EPIC | £2,467 | 1.03 | £2,389 |
| G1&4: Peg2b+RIB vs. No treatment. Scotto, 2008 | £6,746 | 0.52 | £12,977 |
| G2&3: Peg2b+RIB vs. No treatment. Scotto, 2008 | £1,432 | 2.15 | £666 |
| All: Peg2b+RIB vs. No treatment. Scotto, 2008 | £5,706 | 0.84 | £6,803 |

Appendix 2: Parameterization of the distributions used in PSA

Model variables

Epidemiology

| Variable | Default value | Reference | Lower value | Upper value | S.E. | Distribution | Alpha | Beta |
|------------------------------------------------|---------------|---------------------|-------------|-------------|-------|--------------|----------|--------|
| % pts with mild disease at baseline | 33.30% | Assumption | 0.00% | 100.00% | 0.26 | Gamma | 1.70 | 0.20 |
| % pts with moderate/severe disease at baseline | 33.30% | Assumption | 0.00% | 100.00% | 0.26 | Gamma | 1.70 | 0.20 |
| % pts with cirrhosis disease at baseline | 33.40% | Assumption | 0.00% | 100.00% | 0.26 | Gamma | 1.71 | 0.19 |
| Pt group: Co-inf - G1&4 | 62.64% | Laguno, 2009 | 55.46% | 69.83% | 0.04 | Beta | 109.00 | 65.00 |
| Pt group: Co-inf - G1&4 (Laguno, 2004) | 63.00% | Laguno, 2004 | 53.32% | 72.68% | 0.05 | Beta | 59.85 | 35.15 |
| Pt group: Re-Tx - G1&4 | 80.42% | Scotto, 2008 | 73.92% | 86.92% | 0.03 | Beta | 115.00 | 28.00 |
| Pt group: Re-Tx - G1&4 (EPIC) | 83.74% | EPIC. CSR, Table 14 | 81.77% | 85.72% | 0.01 | Beta | 1,123.00 | 218.00 |
| Pt group: Co-inf - Weight | 68.29 | Laguno, 2009 | 45.71 | 90.88 | 11.52 | Gamma | 35.13 | 1.94 |
| Pt group: Co-inf - Age | 40.65 | Laguno, 2009 | 30.42 | 50.87 | 5.22 | Gamma | 60.69 | 0.67 |
| Pt group: Co-inf - % Male | 72.53% | Laguno, 2009 | 66.17% | 78.89% | 0.03 | Beta | 126.20 | 47.80 |

| | | | | | | | | |
|------------------------------------------|--------|---------------------|--------|--------|--------------------|-------|--------|--------|
| Pt group: Co-inf - Weight (Laguno, 2004) | 62.00 | Laguno, 2004 | 39.42 | 84.58 | 11.52 [‡] | Gamma | 28.96 | 2.14 |
| Pt group: Co-inf - Age (Laguno, 2004) | 40.00 | Laguno, 2004 | 29.77 | 50.23 | 5.22 [‡] | Gamma | 58.77 | 0.68 |
| Pt group: Co-inf - % Male (Laguno, 2004) | 63.00% | Laguno, 2004 | 53.62% | 72.38% | 0.05 | Beta | 59.85 | 35.15 |
| Pt group: Re-Tx - Weight | 79.79 | Scotto, 2008 | 50.45 | 109.13 | 14.97 [‡] | Gamma | 28.41 | 2.81 |
| Pt group: Re-Tx - Age | 46.85 | Scotto, 2008 | 28.28 | 65.41 | 9.47 | Gamma | 24.46 | 1.92 |
| Pt group: Re-Tx - % Male | 57.34% | Scotto, 2008 | 49.24% | 65.45% | 0.04 | Beta | 82.00 | 61.00 |
| Pt group: Re-Tx - Weight (EPIC) | 80.67 | EPIC. CSR, Table 14 | 51.33 | 110.01 | 14.97 | Gamma | 29.04 | 2.78 |
| Pt group: Re-Tx - Age (EPIC) | 49.00 | EPIC. CSR, Table 14 | 33.28 | 64.72 | 8.02 | Gamma | 37.33 | 1.31 |
| Pt group: Re-Tx - % Male (EPIC) | 70.84% | EPIC. CSR, Table 14 | 68.41% | 73.28% | 0.01 | Beta | 950.00 | 391.00 |

Values in Red are estimated from the provided S.E.

Values in Blue are estimated using the lower and upper CI

[‡] Data not available so S.E. assumed to be equivalent to Laguno, 2009

Efficacy

| Variable | Default value | Reference | Lower value | Upper value | S.E. | Distribution | Alpha | Beta |
|------------------------------|---------------|-------------------------------------------|-------------|-------------|------|--------------|-------|-------|
| Co-Inf: EVR, G1&4 - PegInt2a | 71.00% | Laguno, 2009 | 59.70% | 82.30% | 0.06 | Beta | 44.02 | 17.98 |
| Co-Inf: EVR, G2&3 - PegInt2a | 96.00% | Laguno, 2009 | 89.10% | 100.00% | 0.04 | Beta | 29.76 | 1.24 |
| Co-Inf: EVR, G1&4 - PegInt2b | 32.00% | Laguno, 2009. SVR reported at 72 weeks | 17.85% | 46.15% | 0.07 | Beta | 15.04 | 31.96 |
| Co-Inf: EVR, G2&3 - PegInt2b | 71.00% | Laguno, 2009. SVR reported at 72 weeks | 58.37% | 83.63% | 0.06 | Beta | 24.14 | 9.86 |
| Co-Inf: SVR, G1&4 - PegInt2a | 57.00% | Laguno, 2009. | 45.39% | 68.61% | 0.06 | Beta | 35.34 | 26.66 |
| Co-Inf: SVR, G2&3 - PegInt2a | 83.00% | Laguno, 2009. | 67.03% | 98.97% | 0.08 | Beta | 25.73 | 5.27 |

| | | | | | | | | |
|--------------------------------------------|--------|-------------------------------------------|--------|--------|------|------|--------|--------|
| Co-Inf: SVR, G1&4 - PegInt2b | 28.00% | Laguno, 2009. SVR reported at 72 weeks | 15.16% | 40.84% | 0.07 | Beta | 13.16 | 33.84 |
| Co-Inf: SVR, G2&3 - PegInt2b | 62.00% | Laguno, 2009. SVR reported at 72 weeks | 45.68% | 78.32% | 0.08 | Beta | 21.08 | 12.92 |
| Co-Inf: SVR, All - PegInt2b (Laguno, 2004) | 38.00% | Laguno, 2004. SVR reported at 72 weeks | 21.44% | 54.56% | 0.08 | Beta | 12.54 | 20.46 |
| Co-Inf: SVR, All - PegInt2b (Laguno, 2004) | 53.00% | Laguno, 2004. SVR reported at 72 weeks | 30.56% | 75.44% | 0.11 | Beta | 12.54 | 20.46 |
| Re-Tx: SVR, G1&4 - PegInt2a | 15.79% | Scotto, 2008 SVR reported at 72 weeks | 6.32% | 25.26% | 0.05 | Beta | 9.00 | 48.00 |
| Re-Tx: SVR, G2&3 - PegInt2a | 35.71% | Scotto, 2008 SVR reported at 72 weeks | 10.61% | 60.81% | 0.13 | Beta | 5.00 | 9.00 |
| Re-Tx: SVR, G1&4 - PegInt2b | 12.07% | Scotto, 2008 SVR reported at 72 weeks | 3.69% | 20.45% | 0.04 | Beta | 7.00 | 51.00 |
| Re-Tx: SVR, G2&3 - PegInt2b | 42.86% | Scotto, 2008 SVR reported at 72 weeks | 16.67% | 69.05% | 0.13 | Beta | 6.00 | 8.00 |
| Re-Tx: EVR, G1&4 - PegInt2b (EPIC) | 29.76% | EPIC Data, CSR table 19&21 | 27.08% | 32.44% | 0.01 | Beta | 333.60 | 787.40 |
| Re-Tx: EVR, G2&3 - PegInt2b (EPIC) | 79.13% | EPIC Data, CSR table 19&21 | 73.58% | 84.68% | 0.03 | Beta | 163.00 | 43.00 |
| Re-Tx: SVR, G1&4 - PegInt2b (EPIC) | 48.65% | EPIC Data, CSR table 19&21 | 43.29% | 54.01% | 0.03 | Beta | 162.49 | 171.51 |
| Re-Tx: SVR, G2&3 - PegInt2b (EPIC) | 69.95% | EPIC Data, CSR table 19&21 | 64.20% | 78.10% | 0.04 | Beta | 114.01 | 48.99 |

Values in Red are estimated from the provided S.E

Discontinuation rates

| Variable | Default value | Reference | Lower value | Upper value | S.E. | Distribution | Alpha | Beta |
|-------------------------------|---------------|---------------------------------------------------|-------------|-------------|------|--------------|-------|-------|
| Disc rate: Co-inf - PegInt 2a | 13.98% | Laguno, 2009 Discontinuation due to AE only | 6.17% | 21.79% | 0.04 | Beta | 13.42 | 82.58 |

| | | | | | | | | |
|----------------------------------------------|--------|------------------------------------------------------------------|-------|--------|------|------|-------|----------|
| Disc rate: Co-inf - PegInt 2b | 9.30% | Laguno, 2009 Discontinuation due to AE only | 1.50% | 17.10% | 0.04 | Beta | 8.00 | 78.00 |
| Disc rate: Co-inf - PegInt 2b (Laguno, 2004) | 17.31% | Laguno, 2004 Overall discontinuation | 7.03% | 27.59% | 0.05 | Beta | 9.00 | 43.00 |
| Disc rate: Re-Tx - PegInt 2a | 14.08% | Scotto, 2008 Discontinuation due to AE only | 5.99% | 22.18% | 0.04 | Beta | 10.00 | 61.00 |
| Disc rate: Re-Tx - PegInt 2b | 11.11% | Scotto, 2008 Discontinuation due to AE only | 3.85% | 18.37% | 0.04 | Beta | 8.00 | 64.00 |
| Disc rate: Re-Tx - PegInt 2b (EPIC) | 6.64% | EPIC STUDY: Table 31 CSR Discontinuation due to AE only | 5.30% | 7.97% | 0.01 | Beta | 89.00 | 1,252.00 |

Values in Red are estimated from the provided S.E

Transitional probabilities

| Variable | Default value | Reference | Lower value | Upper value | S.E. | Distribution | Alpha | Beta |
|----------------------------|---------------|---------------------------------------------|-------------|-------------|------|--------------|-------|------|
| TP: Mild => VC/SVR | 0.20% | Bennett 1997, Morisco 1998 | 0.00% | 0.40% | 0.00 | Gamma | 3.84 | 0.00 |
| TP: Mild => Mild | 97.30% | Default state | 95.50% | 98.28% | 0.01 | Gamma | NA | NA |
| TP: Mild => Mod/Sev | 2.50% | Wright 2006, Grieve 2005 | 1.72% | 4.10% | 0.01 | Gamma | 16.90 | 0.00 |
| TP: Mod/Sev => Mod/Sev | 96.20% | Default state | 92.50% | 98.95% | 0.02 | Gamma | NA | NA |
| TP: Mod/Sev => Cirr | 3.70% | Wright 2006, Grieve 2005 | 1.00% | 7.30% | 0.02 | Gamma | 5.30 | 0.01 |
| TP: Mod/Sev => HCC | 0.10% | Bennett 1997 | 0.05% | 0.20% | 0.00 | Gamma | 6.83 | 0.00 |
| TP: Cirr => Cirr | 92.66% | Default state | 90.82% | 97.68% | 0.02 | Gamma | NA | NA |
| TP: Cirr => D Cirr | 3.90% | Grieve 2005, Fattovich 1997 | 1.60% | 4.50% | 0.01 | Gamma | 27.79 | 0.00 |
| TP: Cirr => HCC | 1.44% | Fattovich 1997 | 0.72% | 1.68% | 0.00 | Gamma | 34.66 | 0.00 |
| TP: Cirr => Liver death | 2.00% | Fattovich 1997 | 0.00% | 3.00% | 0.01 | Gamma | 6.83 | 0.00 |
| TP: D Cirr => D Cirr | 83.36% | Default state | 18.75% | 88.28% | 0.18 | Gamma | NA | NA |
| TP: D Cirr => HCC | 1.44% | Fattovich 1997 | 0.72% | 3.00% | 0.01 | Gamma | 6.14 | 0.00 |
| TP: D Cirr => Tx | 2.20% | Wright 2006, Siebert 2003 | 1.00% | 3.25% | 0.01 | Gamma | 14.69 | 0.00 |
| TP: D Cirr => Liver death | 13.00% | Grieve 2005, Fattovich 1997 | 10.00% | 75.00% | 0.17 | Gamma | 0.61 | 0.21 |
| TP: HCC => HCC | 42.00% | Default state | 11.00% | 57.00% | 0.12 | Gamma | NA | NA |
| TP: HCC => Tx | 2.00% | Grieve 2005, Siebert 2003 | 0.00% | 3.00% | 0.01 | Gamma | 6.83 | 0.00 |
| TP: HCC => Liver death | 56.00% | Boring 1993, Sonnenberg 2003 | 43.00% | 86.00% | 0.11 | Gamma | 26.06 | 0.02 |
| TP: Tx => Post Tx | 85.00% | Default state | 79.00% | 88.00% | 0.02 | Gamma | NA | NA |
| TP: Tx => Liver death | 15.00% | Wright 2006 | 12.00% | 21.00% | 0.02 | Gamma | 42.68 | 0.00 |
| TP: Post Tx => Post Tx | 94.30% | Default state | 94.00% | 97.00% | 0.01 | Gamma | NA | NA |
| TP: Post Tx => Liver death | 5.70% | Bennett 1997, Detre 1996, Asher 1994, Kilpe | 3.00% | 6.00% | 0.01 | Gamma | 55.47 | 0.00 |



Values in Blue are estimated using the lower and upper CI

Drug Costs

| Variable | Default value | Reference | Lower value | Upper value | S.E. | Distribution | Alpha | Beta |
|------------------------------------------------|---------------|-----------------|-------------|-------------|------|--------------|-------|------|
| Copegus (200mg/42caps): Tab size | 200 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (200mg/112caps): Tab size | 200 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (200mg/168caps): Tab size | 200 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (400mg/56caps): Tab size | 400 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (200mg/42caps): Caps / pack | 42 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (200mg/112caps): Caps / pack | 112 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (200mg/168caps): Caps / pack | 168 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (400mg/56caps): Caps / pack | 56 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (200mg/42caps): Pack cost | £116 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (200mg/112caps): Pack cost | £308 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (200mg/168caps): Pack cost | £462 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Copegus (400mg/56caps): Pack cost | £308 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol (200mg/84caps): Tab size | 200 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol (200mg/140caps): Tab size | 200 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol (200mg/168caps): Tab size | 200 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol (200mg/84caps): Caps / pack | 84 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol (200mg/140caps): Caps / pack | 140 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol (200mg/168caps): Caps / pack | 168 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol (200mg/84caps): Pack cost | £276 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol (200mg/140caps): Pack cost | £459 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol (200mg/168caps): Pack cost | £551 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol: Solution - ml/bottle | 100 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol: Solution - mg/ml | 40 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Rebatol: Solution pack cost | £70 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Pegasys (135µg prefilled syringe): µg/pen | 135 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Pegasys (180µg prefilled syringe): µg/pen | 180 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Pegasys (135µg prefilled syringe): Pack cost | £114 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| Pegasys (180µg prefilled syringe): Pack cost | £132 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Powder - 50µg bottle): µg/bottle | 50 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |

| Variable | Default value | Reference | Lower value | Upper value | S.E. | Distribution | Alpha | Beta |
|-----------------------------------------------------|----------------------|------------------|--------------------|--------------------|-------------|---------------------|--------------|-------------|
| ViraferonPeg (Powder - 80µg bottle): µg/bottle | 80 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Powder - 100µg bottle): µg/bottle | 100 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Powder - 120µg bottle): µg/bottle | 120 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Powder - 150µg bottle): µg/bottle | 150 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Powder - 50µg bottle): Pack cost | £63 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Powder - 80µg bottle): Pack cost | £100 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Powder - 100µg bottle): Pack cost | £126 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Powder - 120µg bottle): Pack cost | £151 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Powder - 150µg bottle): Pack cost | £188 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 50µg pen): µg/pen | 50 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 80µg pen): µg/pen | 80 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 100µg pen): µg/pen | 100 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 120µg pen): µg/pen | 120 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 150µg pen): µg/pen | 150 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 50µg pen): Pack cost | £69 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 80µg pen): Pack cost | £118 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 100µg pen): Pack cost | £138 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 120µg pen): Pack cost | £166 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |
| ViraferonPeg (Prefilled pen - 150µg pen): Pack cost | £207 | BNF, March 2009 | NA | NA | NA | NA | NA | NA |

Dosing

| Variable | Default value | Reference | Lower value | Upper value | S.E. | Distribution | Alpha | Beta |
|----------------------------------------|---------------|-------------------|-------------|-------------|------|--------------|-------|------|
| PEGIFN 2a: Dose (<75 kg - G1&4) | 180 | Pegasys, SPC | NA | NA | NA | NA | NA | NA |
| PEGIFN 2a: Dose (75+ kg - G1&4) | 180 | Pegasys, SPC | NA | NA | NA | NA | NA | NA |
| PEGIFN 2a: Dose (<75 kg - G2&3) | 180 | Pegasys, SPC | NA | NA | NA | NA | NA | NA |
| PEGIFN 2a: Dose (75+ kg - G2&3) | 180 | Pegasys, SPC | NA | NA | NA | NA | NA | NA |
| Copegus: Dose (<75 kg - G1&4) - ReTx | 1000 | Copegus, SPC | NA | NA | NA | NA | NA | NA |
| Copegus: Dose (75+ kg - G1&4) - ReTx | 800 | Copegus, SPC | NA | NA | NA | NA | NA | NA |
| Copegus: Dose (<75 kg - G2&3) - ReTx | 1200 | Copegus, SPC | NA | NA | NA | NA | NA | NA |
| Copegus: Dose (75+ kg - G2&3) - ReTx | 800 | Copegus, SPC | NA | NA | NA | NA | NA | NA |
| Copegus: Dose (<75 kg - G1&4) - Co-Inf | 800 | Copegus, SPC | NA | NA | NA | NA | NA | NA |
| Copegus: Dose (75+ kg - G1&4) - Co-Inf | 800 | Copegus, SPC | NA | NA | NA | NA | NA | NA |
| Copegus: Dose (<75 kg - G2&3) - Co-Inf | 800 | Copegus, SPC | NA | NA | NA | NA | NA | NA |
| Copegus: Dose (75+ kg - G2&3) - Co-Inf | 800 | Copegus, SPC | NA | NA | NA | NA | NA | NA |
| PEGIFN 2b: Dose (<40kg) | 50 | ViraferonPeg, SPC | NA | NA | NA | NA | NA | NA |
| PEGIFN 2b: Dose (40-64kg) | 80 | ViraferonPeg, SPC | NA | NA | NA | NA | NA | NA |
| PEGIFN 2b: Dose (65-75kg) | 100 | ViraferonPeg, SPC | NA | NA | NA | NA | NA | NA |
| PEGIFN 2b: Dose (76-85kg) | 120 | ViraferonPeg, SPC | NA | NA | NA | NA | NA | NA |
| PEGIFN 2b: Dose (>86kg) | 150 | ViraferonPeg, SPC | NA | NA | NA | NA | NA | NA |
| Rebetol: Dose (<40kg) | 800 | Rebetol, SPC | NA | NA | NA | NA | NA | NA |
| Rebetol: Dose (40-64kg) | 800 | Rebetol, SPC | NA | NA | NA | NA | NA | NA |
| Rebetol: Dose (65-75kg) | 800 | Rebetol, SPC | NA | NA | NA | NA | NA | NA |
| Rebetol: Dose (76-85kg) | 1000 | Rebetol, SPC | NA | NA | NA | NA | NA | NA |
| Rebetol: Dose (>86kg) | 1200 | Rebetol, SPC | NA | NA | NA | NA | NA | NA |

Disease state costs

| Variable | Default value | Reference | Lower value | Upper value | S.E. | Distribution | Alpha | Beta |
|-------------------|----------------------|------------------|--------------------|--------------------|-------------|---------------------|--------------|-------------|
| Cost: VC/SVR | £311.36 | Grieve 2005 | £216.53 | £465.60 | 193.00 | Gamma | 2.60 | 119.63 |
| Cost: Mild | £165.90 | Grieve 2005 | £111.47 | £251.99 | 170.00 | Gamma | 0.95 | 174.20 |
| Cost: Mod/Sev | £861.94 | Grieve 2005 | £747.86 | £1,140.52 | 1029.00 | Gamma | 0.70 | 1,228.43 |
| Cost: Cirr | £1,368.05 | Grieve 2005 | £901.93 | £2,095.24 | 2479.00 | Gamma | 0.30 | 4,492.12 |
| Cost: D Cirr | £10,964.83 | Grieve 2005 | £8,089.23 | £15,932.88 | 9610.00 | Gamma | 1.30 | 8,422.57 |
| Cost: HCC | £9,769.89 | Grieve 2005 | £5,772.76 | £15,631.44 | 8541.00 | Gamma | 1.31 | 7,466.68 |
| Cost: Tx | £44,953.12 | Grieve 2005 | £24,597.58 | £73,792.74 | 0.00 | Gamma | 12.83 | 3,503.71 |
| Cost: Post Tx | £1,664.98 | Grieve 2005 | £907.52 | £2,740.18 | 2906.00 | Gamma | 0.33 | 5,072.03 |
| Cost: Liver death | £0.00 | Assumption | £0.00 | £0.00 | 0.00 | None | | |

Utilities

| Variable | De-fault value | Reference | Lower value | Upper value | S.E. | Dis-tribution | Alpha | Beta |
|---------------------------|----------------|-------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|-------------|------|---------------|--------|-------|
| Utility: VC/SVR | 0.82 | Grieve 2005 | 0.74 | 0.90 | 0.21 | Beta | 19.68 | 4.32 |
| Utility: Mild | 0.77 | Grieve 2005 | 0.74 | 0.80 | 0.22 | Beta | 142.45 | 42.55 |
| Utility: Mod/Sev | 0.66 | Grieve 2005 | 0.60 | 0.72 | 0.25 | Beta | 46.86 | 24.14 |
| Utility: Cirr | 0.55 | Grieve 2005 | 0.44 | 0.66 | 0.34 | Beta | 22.00 | 18.00 |
| Utility: D Cirr | 0.45 | Grieve 2005 | 0.39 | 0.51 | 0.24 | Beta | 28.80 | 35.20 |
| Utility: HCC | 0.45 | Grieve 2005 | 0.39 | 0.51 | 0.24 | Beta | 28.80 | 35.20 |
| Utility: Tx | 0.45 | Grieve 2005 | 0.39 | 0.51 | 0.24 | Beta | 28.80 | 35.20 |
| Utility: Post Tx | 0.67 | Grieve 2005 | 0.34 | 1.00 | 0.00 | Beta | 0.00 | 0.00 |
| Utility: Liver death | 0.00 | Grieve 2005 | 0.00 | 0.00 | 0.00 | None | | |
| QoL in Tx pts: Utility | 0.66 | Mean EQ-5D score among adults with mild hepatitis C receiving Viraferon plus ribavirin in the NHS HTA study | 0.59 | 1.00 | 0.10 | Beta | 12.88 | 6.63 |
| QoL in Tx pts: Disutility | 0.13 | Based on the mean change when mild hepatitis C pts received Viraferon plus ribavirin in adults participating in the NHS HTA study who completed EQ-5D | 0.00 | 0.16 | 0.04 | Beta | 8.70 | 58.19 |

Values in Blue are estimated using the lower and upper CI

Reference list (for Table 3)

Ascher NL, Lake JR, Emond J and Roberts J, Liver transplantation for hepatitis C virus-related cirrhosis. *Hepatology*, 1994; 20(1 Pt 2): 24S-7S.

Bennett WG, Inoue Y, Beck JR, Wong JB, Pauker SG and Davis GL, Estimates of the cost-effectiveness of a single course of interferon-alpha 2b in patients with histologically mild chronic hepatitis C. *Ann Intern Med*, 1997; 127(10): 855-65.

Boring CC, Squires TS and Tong T, Cancer statistics, 1993. *CA Cancer J Clin*, 1993; 43(1): 7-26.

British National Formulary (March, 2009)

Copegus – Summary of product characteristics available at <http://emc.medicines.org.uk/medicine/11755/SPC/Copegus+200mg/>

Curtis L and Netten A, Unit Costs of Health and Social Care 2008. 2008, Canterbury, UK: PSSRU Personal Social Services Research Unit.

Detre KM, Belle SH and Lombardero M, Liver transplantation for chronic viral hepatitis. *Viral Hepatitis Rev*, 1996; 2: 219-28.

EPIC trial – data on file

Fattovich G, Giustina G, Degos F, Tremolada F, Diodati G, Almasio P, Nevens F, Solinas A, Mura D, Brouwer JT, Thomas H, Njapoum C, Casarin C, Bonetti P, Fuschi P, Basho J, Tocco A, Bhalla A, Galassini R, Noventa F, Schalm SW and Realdi G, Morbidity and mortality in compensated cirrhosis type C: a retrospective follow-up study of 384 patients. *Gastroenterology*, 1997; 112(2): 463-72.

Grieve R, Roberts J, Wright M, Sweeting M, Deangelis D, Rosenberg W, Bassendine M, Main J and Thomas H, Cost-effectiveness of interferon {alpha} or peginterferon {alpha} with ribavirin for histologically mild chronic hepatitis C. *Gut*, 2005.

Kilpe VE, Krakauer H and Wren RE, An analysis of liver transplant experience from 37 transplant centers as reported to Medicare. *Transplantation*, 1993; 56(3): 554-61.

Laguno M, Cifuentes C, Murillas J, Veloso S, Larrousse M, Payeras A, et al. Randomized trial comparing pegylated interferon alpha-2b versus pegylated interferon alpha-2a, both plus ribavirin, to treat chronic hepatitis C in human immunodeficiency virus patients. *Hepatology*. 2009 Jan;49(1):22-31.

Laguno M, Murillas J, Blanco JL, Martinez E, Miquel R, Sanchez-Tapias JM, et al. Peginterferon alfa-2b plus ribavirin compared with interferon alfa-2b plus ribavirin for treatment of HIV/HCV co-infected patients.[see comment]. *Aids*. 2004 Sep 3;18(13):F27-36.

Pegasys – Summary of product characteristics available at

<http://emc.medicines.org.uk/medicine/10081/SPC/Pegasys+135mcg+and+180mcg++solution+for+injection+in+Pre-filled+Syringe/>

Rebetol – Summary of product characteristics available at

<http://emc.medicines.org.uk/medicine/3237/SPC/Rebetol+200mg+hard++capsules/>

Scotto G, Fazio V, Fornabaio C, Tartaglia A, Tullio RD, Saracino A, et al. Peg-Interferon alpha-2a versus Peg-Interferon alpha-2b in nonresponders with HCV active chronic hepatitis: A pilot study. *Journal of Interferon and Cytokine Research*. 2008 October;28(10):623-9.

Sonnenberg FA, Gregory P, Yomtovian R, Russell LB, Tierney W, Kosmin M and Carson JL, The cost-effectiveness of autologous transfusion revisited: implications of an increased risk of bacterial infection with allogeneic transfusion. *Transfusion*, 1999; 39(8): 808-17.

ViraferonPeg – Summary of product characteristics available at <http://emc.medicines.org.uk/medicine/10321>

Wright M, Grieve R, Roberts J, Main J and Thomas H, Health benefits of anti-viral therapy for mild chronic hepatitis C. NHS HT A (Project No: 95/24/03), 2

Appendix 3

EPIC re-treatment group (previously treated on both peginterferon and interferon) with the corrected ribavirin costs. These are now comparable to the additional analysis conducted on the EPIC retreatment population.

Retreatment – EPIC CSR

This is based on the 84 Retreatment Genotype 1 & 4 patients (EPIC)

| Non Discounted | No treatment | Peg2b + RIB |
|----------------------------------------------------|---------------------|--------------------|
| Total Cost | £3,026,140 | £3,515,765 |
| Cost per patient | £36,136 | £41,983 |
| QALYs | 1,302 | 1,417 |
| QALYs per patient | 15.55 | 16.93 |
| Cost-effectiveness compared to no treatment | | £4,235 |
| Discounted | No treatment | Peg2b + RIB |
| Total Cost | £1,853,416 | £2,455,845 |
| Cost per patient | £22,132 | £29,326 |
| QALYs | 835 | 894 |
| QALYs per patient | 9.97 | 10.67 |
| Cost-effectiveness compared to no treatment | | £10,335 |

This is based on the 16 Retreatment Genotype 2 & 3 patients (EPIC)

| Non Discounted | No treatment | Peg2b + RIB |
|----------------------------------------------------|---------------------|--------------------|
| Total Cost | £587,443 | £602,733 |
| Cost per patient | £36,136 | £37,076 |
| QALYs | 253 | 340 |
| | | |
| Cost-effectiveness compared to no treatment | | £174 |
| Discounted | No treatment | Peg2b + RIB |
| Total Cost | £359,790 | £458,795 |
| Cost per patient | £22,132 | £28,222 |
| QALYs | 162 | 207 |
| QALYs per patient | 9.97 | 12.75 |
| Cost-effectiveness compared to no treatment | | £2,195 |

This is based on all 100 Retreatment patients (EPIC)

| Non Discounted | No treatment | Peg2b + RIB |
|-----------------------|---------------------|--------------------|
|-----------------------|---------------------|--------------------|

| | | |
|----------------------------------------------------|---------------------|--------------------|
| Total Cost | £3,613,583 | £4,118,498 |
| Cost per patient | £36,136 | £41,185 |
| QALYs | 1,555 | 1,758 |
| QALYs per patient | 15.55 | 17.58 |
| Cost-effectiveness compared to no treatment | | £2,484 |
| Discounted | No treatment | Peg2b + RIB |
| Total Cost | £2,213,206 | £2,914,640 |
| Cost per patient | £22,132 | £29,146 |
| QALYs | 997 | 1,101 |
| QALYs per patient | 9.97 | 11.01 |
| Cost-effectiveness compared to no treatment | | £6,784 |