



McKinsey Documents – Rebates

Summary and Sample Documents Explained:

As major insurance companies began to consider coverage restrictions on OxyContin, McKinsey advised Purdue on how to protect its product. It designed ways for Purdue to modify contracts with insurers and <u>Pharmacy Benefits Managers</u> (PBMs) to increase OxyContin coverage, such as by offering rebates to insurers for high-dose prescriptions and for patients who had overdosed or been diagnosed with opioid use disorder.

Sample Documents:

Document Title: 010 01 06 NSM Messaging Workshop 3 FINAL.pptx **OIDA ID:** https://idl.ucsf.edu/opioids/docs/#id=nknp0256

Date: 2010-01

Description: A presentation from the 2010 National Sales Meeting focused on training sales representatives on key messaging for OxyContin. Includes a message bundle for "confident treaters" that emphasized flexibility to measure out higher doses.

Document Title : Perspectives on mitigating managed markets crisis Oct 8.pdf **OIDA ID:** https://idl.ucsf.edu/opioids/docs/#id=tyxx0256

Date: 2017-10

Description: In this presentation for Purdue, McKinsey addresses increasing pressure by insurers and PBMs who had grown wary of OxyContin and provides strategies for upcoming contract negotiations.

Document Title: 20171126 Board document highlights v4.pptx

OIDA ID: <u>https://idl.ucsf.edu/opioids/docs/#id=rmwy0256</u> Date: 2017-11

Description: This presentation updates the Purdue board on its market-access strategy. It discusses headwinds facing Purdue, ways to reframe OxyContin's value to insurers, and performance-based contract offerings.

Document Title: 2017 12_Innovative Contracting Synthesis_vF.pptx **OIDA ID:** <u>https://idl.ucsf.edu/opioids/docs/#id=mnpm0256</u> **Date:** 2017-12

Description: This presentation to Purdue focuses on innovative contracts. It analyzes three contract options for Purdue, including an "event-based" option that entailed rebates when opioid patients overdosed.

Document Title: FW: Document synthesis

OIDA ID: <u>https://idl.ucsf.edu/opioids/docs/#id=gfyn0255</u> Date: 2018-01

Description: This email, forwarded to Purdue's <u>Marv Kelly</u> by a McKinsey partner, <u>Anna</u> <u>Draganova</u>, includes five attachments summarizing work with contract negotiations, including a draft payor-value story and synthesis of innovative contracting, task force, and ad hoc support.

Document Title: Fw: Updated Managed Care proposal

OIDA ID: <u>https://idl.ucsf.edu/opioids/docs/#id=lznn0255</u> Date: 2018-01

Description: McKinsey Senior Partner <u>Arnab Ghatak</u> forwarded this email to colleagues Anna Draganova and <u>Laura Moran</u> after sending it to Purdue leadership. In it Ghatak states "our rebates are ~\$600M" and "we earnestly believe this is the highest ROI project we could do to help Purdue." The attachment is a presentation on "Getting Contracting Right for Purdue's Future."