ADDENDUM: CHANGE IN RFP REQUIREMENTS - 13 FEBRUARY 2020

REQUEST FOR PROPOSALS – SUPPLY OF DIABETES AGENTS: SGLT-2 INHIBITORS, GLP-1 AGONISTS AND DPP-4 INHIBITORS DATED 15 JANUARY 2020 ("RFP")

GETS RFx ID 22162611

Background

Following supplier feedback at the supplier briefing meeting held in Auckland on 3 February 2020, in respect of the period of Sole Supply as stated in the RFP, PHARMAC has made the decision to change the period of Sole Supply.

The RFP document dated 15 January 2020 stated that proposals must include a period of Sole Supply for that class of agent (i.e. your brand of that class of agent would be the only product funded in the Pharmaceutical Schedule for that class of agents), provided that the Sole Supply period does not extend beyond 30 September 2023 (Schedule 1, Section 4(e)).

Change

PHARMAC has made the decision to change the period of Sole Supply as follows:

- proposals must include an initial period of Sole Supply up until 30 June 2024 ("Initial Period");
- proposals must include an option to extend the Initial Period, by mutual consent of the supplier and PHARMAC, for an additional 12-month period following the expiry of the Initial Period (up until 30 June 2025) ("First Extension Period"); and
- proposals must include an option to extend the First Extension Period, by mutual consent of the supplier and PHARMAC, for an additional 12 month period following the expiry of the First Extension Period (up until 30 June 2026) ("Second Extension Period").

For the avoidance of doubt:

- proposals must include a period of Sole Supply for a period of approximately five years i.e. up until 30 June 2026;
- a supplier shall provide at least a 12-month notice period to PHARMAC prior to the expiry of the Initial Period or the First Extension Period in the event it does not consent to extend the Initial Period or the First Extension Period; and
- the price of the supplier's brand of class of agent shall not be increased by the supplier over the Initial Period, the First Extension Period and the Second Extension Period (as applicable).

Consequential changes to the RFP

Any reference to the period of Sole Supply stated in the RFP document dated 15 January 2020, shall be superseded by the terms stated in this addendum.

For the avoidance of doubt, in the event of any conflict between the terms stated in this addendum and the terms stated in the RFP document dated 15 January 2020, the terms stated in this addendum will prevail.

Terms defined in the RFP document dated 15 January 2020 shall have the same meaning in this addendum, unless the context otherwise requires.

Submission Date

Please note the date for submission of a Proposal Set in response to the RFP shall remain 4.00pm (New Zealand time) on Monday 16 March 2020.