



TYPE 2 DIABETES REPORT™

LEHIGH VALLEY BUSINESS COALITION ON HEALTHCARE

With a Focus on How Cardiovascular Conditions Can Impact Diabetes Care



IVBCH TYPE 2 DIABETES REPORTIM

INTRODUCTION

Sanofi U.S. (Sanofi), in conjunction with the Lehigh Valley Business Coalition on Healthcare (LVBCH), is pleased to present the eighth edition of the LVBCH Type 2 Diabetes ReportTM for 2020, an overview of key demographic, utilization, pharmacotherapy, and charge measures for Type 2 diabetes patients, as well as a focus on how cardiovascular conditions can impact diabetes care. The report also provides national benchmarks that can help providers and employers identify opportunities to better serve the needs of their patients. All data are drawn from the Sanofi Managed Care Digest Series[®].

The data in this report (current as of calendar year 2019) were gathered by IQVIA, Durham, NC, a leading provider of innovative health care data products and analytic services. A review process takes place, before and during production of this report, between IQVIA and Forte Information Resources LLC. Data in this report may have been restated from prior years to account for updates to methodology and patient samples.

Sanofi, as sponsor of this report, maintains an arm's-length relationship with the organizations that prepare the report and carry out the research for its contents. The desire of Sanofi is that the information in this report be completely independent and objective.

Through collective employer action and partnerships with providers/payers, LVBCH strives to improve the delivery, cost, and quality of health care in our communities. For a list of organizations, please visit www.lvbch.com. The role of LVBCH is to help make these data more widely available to interested parties.

CONTENTS

Patient Demographics3-4	Diabetes and Cardiovascular Disease9-10
Use of Services	Acute Coronary Syndromes/Stroke
Pharmacotherapy6-7	Additional Information
Persistency	Methodology/A1c Levels

CONTACTS

Carl J. Seitz, Jr.
President
LVBCH

60 West Broad Street, Suite 306 Bethlehem, PA 18018 P. 610-317-0130 | F. 610-317-0142

Email: For general questions or inquiries, please send an email to: Ivbch@Ivbch.com

Amanda Marie Greene

RN, BSN, MCHES Director of Operations LVBCH

60 West Broad Street, Suite 306 Bethlehem, PA 18018 P. 610-317-0130 | F. 610-317-0142 Jeff Miller

Regional Account Director Sanofi

P. 302-547-6898 E. Jeff.Miller@sanofi.com



Provided by: Sanofi U.S., Bridgewater, NJ

Developed and produced by: © 2020 Forte Information Resources LLC | Denver, CO | forteinformation.com

Data provided by: IQVIA, Durham, NC

PATIENT DEMOGRAPHICS



		[DISTRIB	UTION	OF TYP	E 2 DIA	BETES F	PATIENT	S, BY A	GE, 20	17-2019)			
		0-17			18-35			36-64			65-79			+08	
MARKET	2017	2018	2019	2017	2018	2019	2017	2018	2019	2017	2018	2019	2017	2018	2019
Allentown	0.3%	0.2%	0.3%	1.6%	1.7%	2.0%	38.3%	38.6%	39.7%	42.4%	42.3%	42.0%	17.5%	17.2%	16.0%
Harrisburg	0.3	0.3	0.3	1.3	1.2	1.1	29.0	28.1	29.3	47.8	48.8	48.8	21.6	21.7	20.6
Reading	0.3	0.3	0.2	1.8	1.8	1.5	38.3	38.0	33.1	41.4	41.7	44.9	18.3	18.2	20.3
Scranton	0.4	0.3	0.3	1.4	1.4	1.5	31.1	30.5	30.6	46.5	47.1	47.1	20.6	20.7	20.5
Pennsylvania	0.3	0.3	0.3	1.6	1.6	1.6	34.9	34.6	34.1	44.8	45.3	46.0	18.3	18.2	18.1
NATION	0.3%	0.3%	0.3%	1.9%	1.9%	1.9%	40.5%	39.6%	38.8%	42.2%	43.0%	43.7%	15.1%	15.3%	15.4%

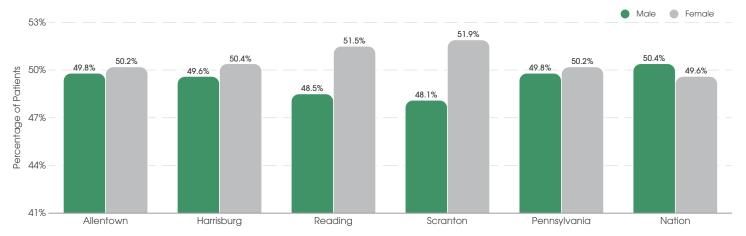
		ON OF TYPE 2 DIAB ATION OF DISEASE,		
	<5 Y	'ears	≥5 Ye	ears
MARKET	2018	2019	2018	2019
Allentown	41.3%	40.0%	58.7%	60.0%
Harrisburg	37.2	35.0	62.8	65.0
Reading	30.9	26.5	69.1	73.5
Scranton	37.0	32.5	63.0	67.5
Pennsylvania	36.8	33.8	63.2	66.3
NATION	39.2%	35.0%	60.8%	65.0%

HARRISBURG, READING HAVE HIGH SHARES OF T2DM PATIENTS WITH A1c >9.0%

Commercial Type 2 diabetes mellitus (T2DM) patients in both Harrisburg (14.4%) and Reading (13.7%) were more likely than their peers across Pennsylvania (12.9%) or the nation (13.2%) to have an A1c level greater than 9.0% in 2019. From 2017 to 2019, the share of patients in this highest A1c level range declined in four of the five profiled Pennsylvania Commonwealth and local markets (Harrisburg excepted).

3

DISTRIBUTION OF TYPE 2 DIABETES PATIENTS, BY GENDER, 2019



NOTE: Throughout this report, the Allentown market includes Bethlehem and Easton, and parts of New Jersey; the Harrisburg market includes Carlisle; the Scranton market includes Wilkes-Barre and Hazleton. An n/a indicates the data was not available.

ww.lvbch.com MANAGED CARE DIGEST SERIES® LVBCH TYPE 2 DIABETES REPORT™, 2020



PATIENT DEMOGRAPHICS

	PERCENTAGE OF TYPE 2 DIABETES PATIENTS, BY PAYER, 2018-2019												
	Commercia	al Insurance ¹	Med	icare	Medi	caid ²							
MARKET	2018	2019	2018	2019	2018	2019							
Allentown	37.4%	38.7%	47.5%	44.6%	14.5%	16.6%							
Harrisburg	34.4	36.1	59.0	56.9	6.1	6.8							
Reading	39.5	37.1	49.4	52.7	10.6	10.1							
Scranton	37.6	38.9	55.3	54.5	6.3	6.5							
Pennsylvania	34.4	34.4	52.4	52.2	12.6	13.1							
NATION	38.5%	38.7%	48.3%	48.7%	12.7%	12.4%							

	PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS WITH VARIOUS COMPLICATIONS, OVERALL VS. LONG-ACTING BASAL CATEGORY 1 AND CATEGORY 2, 2018–2019 ³												
			Cardiovasc	ular Diseas			Stro	oke					
	Ove	erall	Ca	t. 1	Со	ıt. 2	Overall Cat. 1				Ca	t. 2	
MARKET	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	
Allentown	37.0%	35.2%	38.0%	32.8%	33.3%	27.1%	4.2%	4.2%	5.1%	4.1%	n/a	4.8%	
Harrisburg	35.9	32.9	31.4	30.0	24.2	30.1	4.3	4.8	4.1	3.9	n/a	n/a	
Reading	44.9	40.7	41.4	37.7	36.8	31.2	4.5	4.6	4.7	4.0	n/a	n/a	
Scranton	41.7	41.6	39.8	38.7	37.7	35.7	3.7	3.7	3.9	3.6	3.1	2.7	
Pennsylvania	39.8	39.2	37.1	35.1	33.9	31.5	4.5	4.6	4.5	4.3	2.8	2.8	
NATION	38.5%	38.7%	34.8%	34.0%	32.0%	31.6%	4.2%	4.2%	4.1%	4.2%	2.9%	2.8%	

	PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS WITH VARIOUS COMPLICATIONS, OVERALL VS. LONG-ACTING BASAL CATEGORY 1 AND CATEGORY 2, 2018–2019 ³													
		(Chronic Kid	ney Disease	Hypoglycemia									
	Ove	erall	Ca	t. 1	Ca	t. 2	Overall Cat. 1				Ca	t. 2		
MARKET	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019		
Allentown	15.5%	19.8%	18.3%	24.7%	13.1%	19.2%	3.0%	3.5%	5.9%	4.6%	4.8%	7.0%		
Harrisburg	20.9	20.4	24.7	21.5	22.6	14.3	2.8	2.1	3.7	n/a	n/a	n/a		
Reading	15.6	16.9	22.3	19.7	16.2	14.3	2.7	3.1	5.2	4.0	n/a	n/a		
Scranton	15.2	16.8	20.2	20.6	17.2	17.1	2.1	1.7	3.4	4.0	4.3	4.3		
Pennsylvania	18.2	19.7	20.0	20.6	16.4	17.8	2.7	2.9	4.0	4.1	3.7	4.1		
NATION	19.3%	20.0%	19.9%	19.9%	17.3%	17.5%	2.8%	3.0%	4.4%	4.6%	4.0%	4.5%		

PE	PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS, BY ACTUAL COMORBIDITY, 2018–20194													
	Depre	ession	Hyperlip	oidemia	Hypert	ension	Obesity							
MARKET	2018	2019	2018	2019	2018	2019	2018	2019						
Allentown	15.5%	16.0%	64.7%	64.2%	79.6%	79.6%	37.8%	41.5%						
Harrisburg	14.3	14.0	58.7	56.9	81.2	81.5	34.2	33.3						
Reading	13.5	11.3	76.4	69.9	81.5	78.0	30.0	28.1						
Scranton	11.9	11.1	61.4	59.3	78.8	81.3	37.8	38.2						
Pennsylvania	12.2	12.5	66.9	65.9	78.6	79.0	35.2	36.5						
NATION	11.4%	11.4%	67.5%	66.8%	80.6%	80.6%	28.5%	29.3%						

Data source: IQVIA © 2020

 $^{^{\}rm 1}$ Includes HMOs, PPOs, point-of-service plans, and exclusive provider organizations. $^{\rm 2}$ Medicaid includes fee-for-service and managed care.

³ A complication is defined as a patient condition caused by diabetes. Complications of diabetes include, but are not limited to, atherosclerotic cardiovascular disease (ASCVD), cardiovascular (CV) disease, congestive heart failure, hypoglycemia, myocardial infarction (MI), nephropathy, neuropathy, peripheral artery disease (PAD), retinopathy, and stroke. ASCVD includes patients with acute coronary syndromes (ACS), MI, stroke, and other cardiovascular diseases.

A Comorbidity is a condition a patient with diabetes may also have, which may not be directly related to the diabetes. Comorbidities were narrowed down to a subset of conditions which are typically present in patients with diabetes. Comorbidities of diabetes include, but are not limited to, depression, hyperlipidemia, hypertension, knee osteoarthritis, obesity, pneumonia, and rheumatoid arthritis.

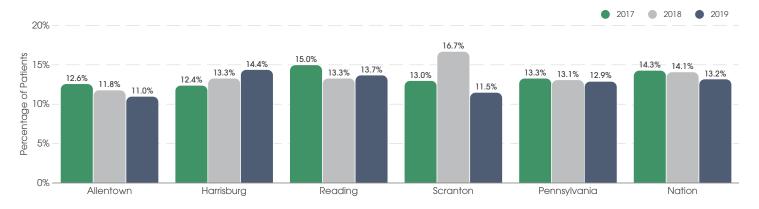
NOTE: "Category 1" refers to long-acting basal insulins approved through 2014 and follow-on long-acting insulins approved after 2014. "Category 2" refers to non-follow-on long-acting basal insulins approved in or after 2015.

USE OF SERVICES



PERC	PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS RECEIVING VARIOUS SERVICES, 2017–2019														
		A1c Test ¹		Blood Glucose Test			Ophthalmologic Exam			Serum	Choleste	erol Test	Urine Microalbumin Test		
MARKET	2017	2018	2019	2017	2018	2019	2017	2018	2019	2017	2018	2019	2017	2018	2 019
Allentown	84.5%	86.4%	88.2%	88.8%	89.5%	89.1%	54.0%	52.9%	54.8%	75.8%	76.5%	76.4%	45.2%	46.4%	46.7%
Harrisburg	86.8	87.6	88.9	90.0	90.3	90.3	60.0	59.6	61.2	76.2	78.1	78.7	48.6	50.1	48.6
Reading	90.4	91.2	87.8	88.6	88.8	88.88	77.0	77.8	72.5	74.5	76.0	75.7	44.5	44.8	45.3
Scranton	84.0	86.8	87.1	88.6	89.8	89.8	59.1	60.9	63.2	74.7	75.5	75.3	44.9	46.0	45.1
Pennsylvania	86.8	88.3	88.6	89.8	90.5	90.7	52.2	53.0	53.0	76.8	78.0	78.3	48.4	49.6	49.5
NATION	89.6%	90.1%	90.5%	92.3%	92.7%	92.8%	42.7%	43.0%	42.6%	80.6%	80.4%	80.4%	50.2%	50.5%	49.8%

PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS WITH AN A1c LEVEL >9.0%, 2017-20191



COMPOSI	TE A1c LEVELS FOR COMM	MERCIAL TYPE 2 DIABETES F	PATIENTS, BY DURATION OF	DISEASE, 2018-2019 ¹
	<5 Y	ears	≥5 Y	'ears
MARKET	2018	2019	2018	2019
Allentown	7.00%	7.03%	7.41%	7.37%
Harrisburg	7.34	7.25	7.48	7.38
Reading	6.94	7.15	7.58	7.62
Scranton	7.39	7.09	7.46	7.44
Pennsylvania	7.19	7.20	7.44	7.44
NATION	7.16%	7.13%	7.47%	7.43%

Р	PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS RECEIVING LONG-ACTING BASAL CATEGORY 1 VS. CATEGORY 2 WITH AN A1c LEVEL ≤7.0% OR >9.0%, 2017 AND 2019 ¹													
≤7.0%² >9.0%³														
		Category 1			Category 2		Category 1		Category 2					
MARKET	2017	2019	% Point Change	2017	2019	% Point Change	2017	2019	% Point Change	2017	2019	% Point Change		
Pennsylvania	23.4%	25.2%	1.8	20.4%	23.8%	3.4	34.7%	32.3%	-2.5	36.8%	31.7%	-5.2		
NATION	N 25.7% 26.4% 0.7 22.2% 25.4% 3.2 30.5% 28.4% -2.1 33.0% 27.2% -5.8											-5.8		

Data source: IQVIA © 2020

The A1c test measures the average blood sugar during the past 2-3 months. Figures reflect the percentage of diabetes patients who have had at least one A1c test in a given year.
 Positive percent change in this group indicates an increase, from 2016 to 2018, in the percentage of patients with A1c levels at or below 7.0%...
 Negative percent change in this group indicates a reduction, from 2016 to 2018, in the percentage of patients with A1c levels above 9.0%.

NOTE: "Category 1" refers to long-acting basal insulins approved through 2014 and follow-on long-acting insulins approved after 2014. "Category 2" refers to non-follow-on long-acting basal insulins approved in or after 2015. Some data were unavailable for the selected markets.



PHARMACOTHERAPY

	PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS RECEIVING VARIOUS INSULIN AND COMBINATION THERAPIES, 2018–2019 ¹														
	Any II Prod	nsulin lucts	Long-/ Basal Co	Acting Itegory 1		Acting ategory 2	Fixed Ratio (Long-Acting Insulin/ GLP-1 RA)		(Variable L	Ratio ong-Acting SLP-1 RA)	Rapid- Insu	0			
MARKET	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019			
Allentown	30.2%	31.3%	18.6%	18.5%	6.8%	7.3%	0.7%	0.9%	4.8%	6.7%	10.9%	12.1%			
Harrisburg	30.3	29.8	17.9	17.4	5.5	5.8	0.5	0.7	4.9	6.6	12.1	11.7			
Reading	26.3	29.3	16.1	17.5	6.3	6.8	0.4	0.5	4.0	5.8	11.2	13.1			
Scranton	25.9	25.8	14.9	14.0	7.0	7.3	0.6	0.7	5.7	6.9	11.1	11.2			
Pennsylvania	28.4	28.6	16.6	16.1	6.6	6.8	0.7	0.9	5.4	6.6	12.0	12.3			
NATION	27.3%	27.5%	16.8%	16.1%	6.1%	6.9%	0.8%	0.9%	5.2%	6.4%	10.5%	10.6%			

	PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS WITH AN A1c LEVEL >9.0% RECEIVING VARIOUS INSULIN AND COMBINATION THERAPIES, 2018-2019 ^{1,2}													
	,	Any Insulin Long-Acting Products Basal Category 1 18 2019 2018 2019			Acting ategory 2	Fixed Ratio (Long-Acting Insulin/ GLP-1 RA)		Free Ratio (Variable Long-Acting Insulin + GLP-1 RA)		Rapid-Acting Insulin				
MARKET	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019		
Allentown	43.0%	51.1%	24.8%	25.0%	17.4%	18.5%	n/a	n/a	8.3%	13.0%	14.9%	23.9%		
Scranton	51.2	52.3	29.9	24.1	14.7	20.0	1.4%	2.6%	11.5	17.1	22.7	22.9		
Pennsylvania	52.4	51.0	30.8	28.4	13.4	13.8	1.5	1.9	8.4	12.2	23.2	22.4		
NATION	50.5%	49.8%	31.4%	29.4%	12.5%	13.6%	2.0%	2.1%	9.1%	11.1%	19.6%	19.4%		

	PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS RECEIVING VARIOUS NON-INSULIN ANTIDIABETIC THERAPIES, 2018–2019 ¹											
	,	n-Insulin abetic duct	Bigua	nides		P-4 pitors	GLP-	1 RAs	Sensi	ulin tizing ents	SGI Inhib	
MARKET	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2-18	2019
Allentown	92.0%	92.1%	62.5%	63.0%	15.2%	15.2%	12.8%	16.0%	3.4%	4.1%	15.9%	17.6%
Harrisburg	91.3	92.1	65.7	67.1	13.8	13.0	13.2	16.5	5.9	6.1	12.8	16.0
Reading	93.7	92.7	67.1	64.7	13.7	14.1	11.6	15.6	3.3	3.7	18.4	18.8
Scranton	93.9	94.4	68.6	68.8	16.1	15.5	15.7	19.2	6.0	6.3	15.2	18.2
Pennsylvania	92.7	93.0	67.5	67.5	14.3	13.5	14.6	17.7	4.9	5.0	14.8	17.0
NATION	93.8%	93.9%	69.5%	69.6%	12.6%	11.8%	14.8%	18.2%	6.5%	6.6%	14.1%	15.9%

Data source: IQVIA @ 2020

Biauanides: Decrease the production of alucose by the liver, decrease intestinal absorption of glucose, and increase the peripheral uptake and use of circulating glucose.

Dipeptidyl Peptidase 4 (DPP-4) Inhibitors: Inhibit DPP-4 enzymes and slow inactivation of incretin hormones helping to regulate glucose homeostasis through increased insulin release and decreased glucagon levels.

GLP-1 Receptor Agonists (RAs): Increase glucose-dependent insulin secretion and pancreatic beta-cell sensitivity, reduce glucagon production, slow rate of absorption of glucose in the digestive tract by slowing gastric emptying, and suppress appetite. "Fixed ratio (long-acting insulin/GLP-1 RA)" refers to the two therapies combined in a single product. "Free ratio (variable long-acting insulin + GLP-1 RA)" refers to the two therapies taken separately and concurrently.

Insulin Sensitizing Agents: Increase insulin sensitivity by improving response to insulin in liver, adipose tissue, and skeletal muscle, resulting in decreased production of glucose by the liver and increased peripheral uptake and use of circulating glucose.

Long-Acting Basal Category 1/Category 2: Insulin replacement product with a long duration of action. "Category 1" refers to long-acting basal insulins approved through 2014 and follow-on long-acting insulins approved after 2014. "Category 2" refers to non-follow-on long-acting basal insulins approved in or after 2015.

Mixed Insulin: Insulin replacement product combining a shortacting and an intermediate-acting insulin product.

Rapid-Actina Insulin: Insulin replacement product with a rapid onset and shorter duration of action than short-acting insulin.

Sodium/Glucose Cotransporter 2 (SGLT-2) Inhibitors: Lower blood glucose concentration so that glucose is excreted instead of reabsorbed.

Patients who filled prescriptions for any insulin products may have also filled prescriptions for products in the non-insulin category, and vice versa.

The A1c test measures the average blood sugar level during the past 2-3 months. Figures reflect the percentage of diabetes patients who have had at least one A1c test in a given year. NOTE: Some data were unavailable for Harrisburg and Reading.

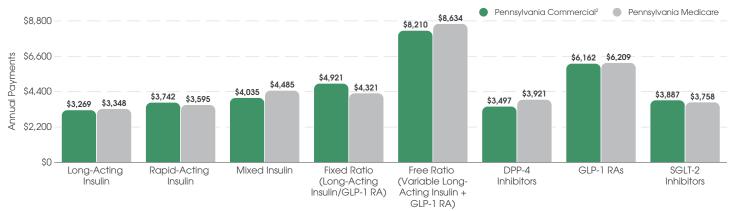
PHARMACOTHERAPY



						MMERC COMBII					,			
	Use Pro	of 1 duct			Use of 2	Products				Use of 3 Products				
		of 1 Insulin duct	Non-l	of 2 Insulin ducts	1 Ins	Products: sulin, -Insulin	Use Ins Proc		Non-	of 3 Insulin ducts	Use of 3 I 1 Ins 2 Non-	sulin,	Use of 3 I 2 Ins 1 Non-	
MARKET	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019
Allentown	38.3%	38.1%	4.6%	4.6%	20.2%	19.3%	6.3%	6.6%	10.9%	11.0%	8.1%	7.9%	6.6%	7.5%
Harrisburg	37.4	37.3	4.9	4.7	21.5	21.6	6.0	6.1	10.4	10.9	7.2	7.4	7.3	7.0
Reading	40.3	38.1	4.2	4.8	23.4	21.7	5.7	5.6	9.8	10.4	6.3	7.2	7.1	8.1
Scranton	39.7	38.3	4.0	3.8	22.0	22.7	5.4	5.3	11.7	12.5	7.3	7.4	6.7	6.8
Pennsylvania	38.3	37.9	4.6	4.5	22.2	22.0	5.7	6.0	10.6	11.0	7.1	7.2	7.4	7.5
NATION	39.3%	39.1%	3.8%	3.7%	22.6%	22.4%	6.0%	6.2%	10.4%	10.5%	7.3%	7.4%	6.9%	6.9%

	ANNUAL PAYMENTS PER COMMERCIAL TYPE 2 DIABETES PATIENT RECEIVING VARIOUS COMBINATION THERAPIES, 2018–2019 ¹													
	Use of 1 Product Use of 2 Products						Use of 3	Products						
		of 1 Insulin duct	Non-l	of 2 Insulin ducts	1 Ins	Products: sulin, -Insulin	Ins	of 2 ulin ducts	Non-	of 3 Insulin ducts		Products: sulin, -Insulin	2 Ins	Products: sulin, -Insulin
MARKET	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019
Allentown	\$1,002	\$1,176	\$6,201	\$6,105	\$2,861	\$3,211	\$5,389	\$5,475	\$5,438	\$5,608	\$7,248	\$7,935	\$8,993	\$9,979
Harrisburg	776	1,003	6,261	6,941	2,380	2,616	4,488	6,351	4,593	4,990	6,981	7,464	8,513	9,518
Reading	1,020	1,212	6,146	6,450	3,190	3,642	4,889	5,070	6,115	6,213	7,249	8,175	9,069	9,196
Scranton	1,066	1,280	7,568	8,741	3,237	3,798	6,209	7,447	5,705	6,672	8,287	9,466	10,989	11,922
Pennsylvania	973	1,153	6,819	7,307	2,821	3,267	5,457	6,045	5,387	5,862	7,350	8,074	9,347	9,999
NATION	\$944	\$1,122	\$6,996	\$7,396	\$2,547	\$2,936	\$5,213	\$5,798	\$5,025	\$5,432	\$7,021	\$7,739	\$9,312	\$9,965

ANNUAL PAYMENTS PER TYPE 2 DIABETES PATIENT RECEIVING VARIOUS INSULIN AND NON-INSULIN ANTIDIABETIC THERAPIES, BY PAYER, PENNSYLVANIA, 20191



Data source: IQVIA © 2020

MANAGED CARE DIGEST SERIES LVBCH TYPE 2 DIABETES REPOR™, 2020

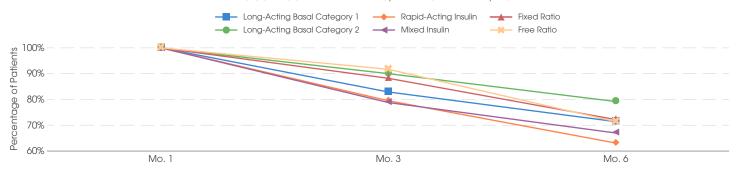
Figures reflect the per-patient yearly payments for diabetes patients receiving a particular type of therapy. These are the actual amounts paid by the insurer and patient for such prescriptions. Costs mainly include copayments, but can also include tax, deductibles, and cost differentials where applicable.
 Includes HMOs, PPOs, point-of-service plans, and exclusive provider organizations.

NOTE: "Fixed ratio (long-acting insulin/GLP-1 RA)" refers to the two therapies combined in a single product. "Free ratio (variable long-acting insulin + GLP-1 RA)" refers to the two therapies taken separately and concurrently.

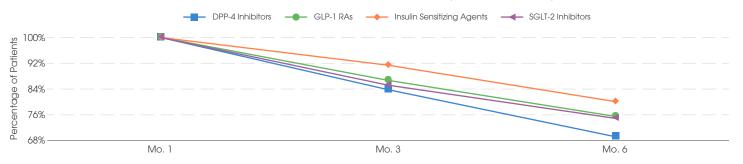


PERSISTENCY

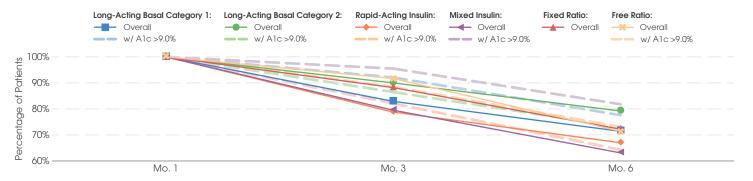
PERSISTENCY: COMMERCIAL TYPE 2 DIABETES PATIENTS RECEIVING VARIOUS INSULIN THERAPIES. PENNSYLVANIA. 2019



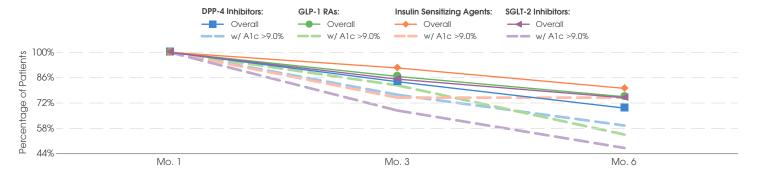
PERSISTENCY: COMMERCIAL TYPE 2 DIABETES PATIENTS RECEIVING VARIOUS NON-INSULIN ANTIDIABETIC THERAPIES, PENNSYLVANIA, 2019



PERSISTENCY: COMMERCIAL TYPE 2 DIABETES PATIENTS, OVERALL VS. WITH AN A1c LEVEL >9.0%, VARIOUS INSULIN THERAPIES, PENNSYLVANIA, 20191



PERSISTENCY: COMMERCIAL TYPE 2 DIABETES PATIENTS, OVERALL VS. WITH AN A1c LEVEL >9.0%, VARIOUS NON-INSULIN ANTIDIABETIC THERAPIES, PENNSYLVANIA, 2019¹



Data source: IQVIA @ 2020

¹ The A1c test measures the average blood sugar level during the past 2-3 months. Figures reflect the percentage of diabetes patients who have had at least one A1c test in a given year. NOTE: "Persistency" measures whether patients maintain their prescribed therapy. It is calculated by identifying patients who filled a prescription for the reported drug class in the six months prior to the reported year, and then tracking prescription fills for those same patients in each of the months in the current reported year. If patients fill a prescription in a month, they are reported among the patients who have continued or restarted on therapy. Continued means that the patient has filled the drug group in each of the preceding months. Restarted means that the patient did not fill in one or more of the preceding months. Continuing and restarting patients are reported together. Persistency is tracked for patients who are new to therapy (those who have not filled the therapy in question in the six months prior to their first fill of the study period). "Category 1" refers to long-acting basal insulins approved through 2014 and follow-on long-acting insulins approved through 2014 and follow-on long-acting insulins approved through 2014 and single product. "Free ratio (variable long-acting insulin + GLP-1 RA)" refers to the two therapies taken separately and concurrently. Some data were unavailable for Pennsylvania.

DIABETES & CARDIOVASCULAR DISEASE

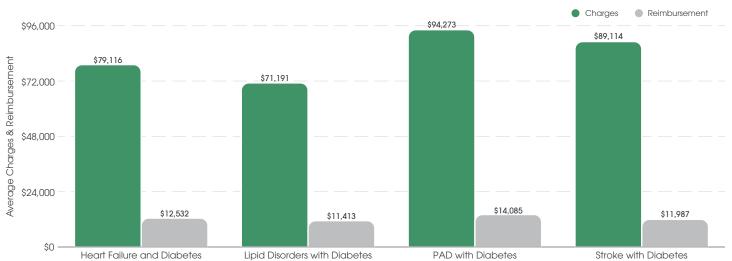


PERCENTAGE OF ALL-PAYER INPATIENT CASES WITH A SECONDARY DIAGNOSIS OF TYPE 2 DIABETES, BY FOUR PRIMARY CARDIOVASCULAR DIAGNOSES, 20181



INPATIENT FACILITY CHARGES PER YEAR FOR TYPE 2 DIABETES PATIENTS, OVERALL VS. WITH CARDIOVASCULAR DISEASE, BY PAYER, 2019 ^{2,3}								
	Comm	nercial ⁴	Medicare					
MARKET	Overall	w/ Cardiovascular Disease	Overall	w/ Cardiovascular Disease				
Allentown	\$67,057	\$80,203	\$69,444	\$72,950				
Harrisburg	53,856	n/a	41,874	56,577				
Reading	36,771	n/a	70,724	n/a				
Pennsylvania	58,725	64,063	58,667	61,411				
NATION	\$47,435	\$50,985	\$50,630	\$53,983				

MEDICARE CHARGES AND REIMBURSEMENT PER INPATIENT CASE, PENNSYLVANIA, 2018



Data source: IQVIA © 2020

- Data include cases of Type 2 diabetes with no complications or Type 2 diabetes with diabetic chronic kidney disease.
 Data reflect the charges generated for diabetes patients by the facilities that delivered care. The data also reflect the average amounts charged, not the amounts paid.
- ³ A complication is defined as a patient condition caused by diabetes. Complications of diabetes include, but are not limited to, atherosclerotic cardiovascular disease (ASCVD), cardiovascular (CV) disease, congestive heart failure, hypoglycemia, myocardial infarction (MI), nephropathy, neuropathy, peripheral artery disease (PAD), retinopathy, and stroke. ASCVD includes patients with acute coronary syndromes (ACS), MI, stroke, and other cardiovascular diseases
- Includes HMOs, PPOs, point-of-service plans, and exclusive provider organizations.

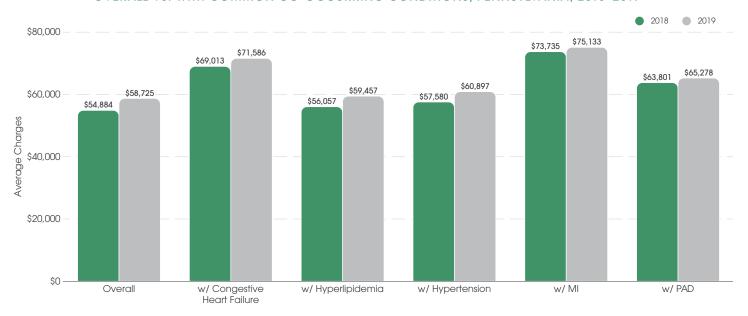
NOTE: Throughout this report, unless otherwise specified, hospital case data include primary and secondary diagnoses. Secondary diagnoses and charges and reimbursement data come from IQVIA's Hospital Procedure & Diagnosis (HPD) database. Hospital data are based on all short-term, acute-care hospitals and are effective as of 2018. Psychiatric, rehabilitation, armed forces, and long-term acute-care hospitals are excluded.

MANAGED CARE DIGEST SERIES LVBCH TYPE 2 DIABETES REPORT™, 2020



DIABETES & CARDIOVASCULAR DISEASE

INPATIENT FACILITY CHARGES PER YEAR FOR COMMERCIAL TYPE 2 DIABETES PATIENTS, OVERALL VS. WITH COMMON CO-OCCURRING CONDITIONS, PENNSYLVANIA, 2018-2019^{1,2}



OUTPATIENT FACILITY CHARGES PER YEAR FOR COMMERCIAL TYPE 2 DIABETES PATIENTS, OVERALL VS. WITH COMMON CO-OCCURRING CONDITIONS, 2019 ^{1,2}								
MARKET	Overall	w/ Congestive Heart Failure	w/ Hyperlipidemia	w/ Hypertension	w/ MI	w/ PAD		
Pennsylvania	\$24,087	\$42,660	\$25,760	\$27,359	\$57,254	\$35,260		
NATION	\$13,720	\$20,862	\$13,716	\$14,723	\$23,783	\$19,911		

INPATIENT PROFESSIONAL CHARGES PER YEAR FOR TYPE 2 DIABETES PATIENTS, OVERALL VS. WITH CARDIOVASCULAR DISEASE, BY PAYER, 2019 ^{3,4}							
	Comm	nercial ⁵	Medicare				
MARKET	Overall	w/ Cardiovascular Disease	Overall	w/ Cardiovascular Disease			
Allentown	\$4,623	\$5,901	\$4,504	\$5,561			
Harrisburg	3,163	3,997	4,176	5,049			
Reading	4,523	5,116	3,685	3,961			
Scranton	4,248	4,970	3,923	4,585			
Pennsylvania	3,524	4,227	3,850	4,498			
NATION	\$4,132	\$4,976	\$4,592	\$5,459			

¹ Data reflect the charges generated for diabetes patients by the facilities that delivered care. The data also reflect the average amounts charged, not the amounts paid.

10

¹ Data reflect the charges generated for diabetes patients by the facilities that delivered care. The data also reflect the average amounts charged, not the amounts paid.

2 A co-occurring condition is a condition a patient with diabetes may also have, which may or may not be directly related to the diabetes. Co-occurring conditions were narrowed down to a subset of conditions, including, but not limited to, otherosclerotic cardiovascular disease (ASCVD; includes patients with acute coronary syndromes, myocardial infarction, stroke, and other cardiovascular conditions), chronic kidney disease (CKD), gastrointestinal (GI) symptoms, congestive heart failure, hypoglycemia, obesity, peripheral artery disease (PAD), and stroke.

3 Professional charges are those generated by the providers delivering care to patients with diabetes in various settings.

4 A complication is defined as a patient condition caused by diabetes. Complications of diabetes include, but are not limited to, atherosclerotic cardiovascular disease (ASCVD), cardiovascular (CV) disease, congestive heart faits by broadless and an action of the patients and delivery patients and delivery and delivery patients and delivery and delivery

heart failure, hypoglycemia, myocardial infarction (MI), nephropathy, neuropathy, peripheral artery disease (PAD), retinopathy, and stroke. ASCVD includes patients with acute coronary syndromes (ACS), MI, stroke, and other cardiovascular diseases.

⁵ Includes HMOs, PPOs, point-of-service plans, and exclusive provider organizations

NOTE: Some data were unavailable for the selected markets

ACUTE CORONARY SYNDROMES/STROKE



11

AVERAGE LENGTH OF STAY (DAYS) AND CHARGES PER ALL-PAYER PRIMARY INPATIENT ACUTE CORONARY SYNDROMES CASE, 2017–2018							
	Average Le	ngth of Stay	Average Charges ¹				
MARKET	2017	2018	2017	2018			
Allentown	4.2	4.0	\$132,294	\$129,762			
Harrisburg	5.2	4.4	82,284	98,031			
Reading	4.3	4.0	76,364	85,665			
Scranton	4.8	4.3	78,559	93,044			
Pennsylvania	4.6	4.2	91,546	95,323			
NATION	4.7	4.2	\$88,080	\$90,388			

30-DAY ALL-PAYER HOSPITAL READMISSION RATES FOR ACUTE CORONARY SYNDROMES OR STROKE, 2018



AVERAGE LENGTH C	AVERAGE LENGTH OF STAY (DAYS) AND CHARGES PER ALL-PAYER PRIMARY INPATIENT STROKE CASE, 2018								
MARKET	Average Length of Stay	Average Charges ¹							
Allentown	5.3	\$121,722							
Harrisburg	5.3	63,419							
Reading	4.7	65,827							
Scranton	4.6	57,655							
Pennsylvania	4.6	73,008							
NATION	4.9	\$63,923							

EMERGENCY DEPARTMENT PROFESSIONAL CHARGES PER YEAR FOR COMMERCIAL TYPE 2 DIABETES PATIENTS, OVERALL VS. WITH STROKE, 2018–2019 ^{2,3}								
	Ove	erall	w/ Stroke					
MARKET	2018	2019	2018	2019				
Allentown	\$1,166	\$1,157	\$1,891	\$1,907				
Harrisburg	1,362	1,207	2,175	1,472				
Reading	1,223	1,736	1,789	2,217				
Pennsylvania	1,213	1,309	1,629	1,696				
NATION	\$1,609	\$1,748	\$2,254	\$2,413				

Data source: IQVIA © 2020

vww.lvbch.com MANAGED CARE DIGEST SERIES® LVBCH TYPE 2 DIABETES REPOR™, 2020

¹ Charge data are per-case averages for patients with a particular diagnosis of interest. Data reflect the total charges billed by the acute-care hospital for the entire episode of care, and may include accommodation, pharmacy, laboratory, radiology, and other charges not billed by the physician. Data do not necessarily indicate final amounts paid.

² Professional charges are those generated by the providers delivering care to patients with diabetes in various settings.
3 A complication is defined as a patient condition caused by diabetes. Complications of diabetes include, but are not limited to, atherosclerotic cardiovascular disease (ASCVD), cardiovascular (CV) disease, congestive heart failure, hypoglycemia, myocardial infarction (MI), nephropathy, neuropathy, peripheral artery disease (PAD), retinopathy, and stroke. ASCVD includes patients with acute coronary syndromes (ACS), MI, stroke, and other cardiovascular diseases.

NOTE: Average length of stay and charge data come from IQVIA's Hospital Procedure & Diagnosis (HPD) database. Hospital data are based on all short-term, acute-care hospitals and are effective as of 2018. Psychiatric, rehabilitation, armed forces, and long-term acute-care hospitals are excluded. Data for acute coronary syndromes and stroke in 2018 vary from previous years due to changes in the ICD-10 codes.

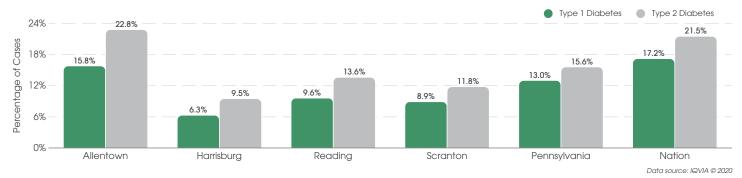


NUMBER OF ALL-PAYER INPATIENT AND OUTPATIENT DIABETES MELLITUS CASES PER HOSPITAL PER YEAR, 2017–2018							
	Inpa	tient	Outpatient				
MARKET	2017	2018	2017	2018			
Allentown	2,248.3	2,177.1	10,904.8	10,434.6			
Harrisburg	3,886.0	3,987.5	30,906.8	27,474.3			
Reading	2,638.0	2,738.7	23,101.0	22,195.0			
Scranton	2,103.6	2,126.0	20,161.3	19,765.1			
Pennsylvania	1,723.0	1,675.1	12,273.6	11,560.6			
NATION	1,428.8	1,425.4	9,294.2	8,944.8			

NUMBER	OF INPATIENT AND OUTPA	TIENT DIABETES MELLITUS (CASES PER HOSPITAL PER Y	EAR, BY PAYER, 2018	
	Inpa	tient	Outpatient		
MARKET	Medicare	Non-Medicare ¹	Medicare	Non-Medicare ¹	
Allentown	1,330.3	846.8	4,688.3	5,746.3	
Harrisburg	2,060.3	1,927.3	9,693.3	17,781.0	
Reading	1,558.7	1,180.0	8,959.0	13,236.0	
Scranton	1,343.3	782.7	8,934.1	10,831.0	
Pennsylvania	906.7	768.4	4,522.9	7,037.6	
NATION	761.5	663.9	3,620.1	5,324.7	

AVERAGE LENGTH OF STAY (DAYS) AND CHARGES PER ALL-PAYER PRIMARY INPATIENT DIABETES MELLITUS CASE, 2017–2018								
	Average Le	ngth of Stay	Average Charges ²					
MARKET	2017	2018	2017	2018				
Allentown	7.7	5.5	\$64,427	\$57,910				
Harrisburg	6.7	5.4	n/a	\$29,952				
Reading	7.7	5.6	37,109	\$36,810				
Scranton	7.0	5.2	n/a	\$35,906				
Pennsylvania	6.6	5.3	42,049	\$43,060				
NATION	6.6	5.2	\$37,768	\$38,532				

EMERGENCY DEPARTMENT PERCENTAGE OF ALL-PAYER OUTPATIENT CASES, 2018



1 Non-Medicare includes commercial insurance, Medicaid, and all other non-Medicare payers. Non-Medicare may also include some commercial Medicare Advantage plans.

NOTE: Case counts, average length of stay, and charge data come from IQVIA's Hospital Procedure & Diagnosis (HPD) database. Hospital data are based on all short-term, acute-care hospitals and are effective as of 2018. Psychiatric, rehabilitation, armed forces, and long-term acute-care hospitals are excluded.

12

² Charge data are per-case averages for patients with a particular diagnosis of interest. Charges may be for treatment related to other diagnoses. Data reflect the total charges billed by the acute-care hospital for the entire episode of care, and may include accommodation, pharmacy, laboratory, readology, and other charges not billed by the physician. Data do not necessarily indicate final amounts paid.

NOTE: Case counts reverage length of stay and charge data come from IOVIA's Hospital Procedure & Diagnosis (HPD) database. Hospital data are passed on all short-term care the possibility and gree effective as of 201



PROF	PROFESSIONAL INPATIENT CHARGES PER YEAR FOR TYPE 2 DIABETES PATIENTS, BY PAYER, 2018–20191												
	Commercia	l Insurance ²	Med	icare	Medicaid ³								
MARKET	2018	2019	2018	2019	2018	2019							
Allentown	\$4,168	\$4,623	\$4,317	\$4,504	\$3,932	\$4,337							
Harrisburg	3,389	3,163	4,321	4,176	5,219	5,094							
Reading	4,762	4,523	5,990	3,685	4,839	3,465							
Scranton	3,782	4,248	3,323	3,923	2,269	2,683							
Pennsylvania	3,433	3,524	3,839	3,850	4,214	4,315							
NATION	\$4,064	\$4,132	\$4,534	\$4,592	\$4,717	\$4,864							

PROFESS	PROFESSIONAL CHARGES PER YEAR FOR COMMERCIAL TYPE 2 DIABETES PATIENTS, BY SETTING, 2018–2019 ¹													
	Ambulatory Surgery		,			Inpatient		Outp	atient	Office/ Clinic				
MARKET	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019				
Allentown	\$2,445	\$2,651	\$1,166	\$1,157	\$4,168	\$4,623	\$1,536	\$1,707	\$1,724	\$1,791				
Harrisburg	1,685	1,679	1,362	1,207	3,389	3,163	1,479	1,421	1,642	1,805				
Reading	2,255	2,753	1,223	1,736	4,762	4,523	1,281	1,730	1,812	2,051				
Scranton	2,721	2,860	1,304	1,277	3,782	4,248	1,339	1,440	1,943	1,987				
Pennsylvania	2,284	2,350	1,213	1,309	3,433	3,524	1,322	1,391	1,642	1,667				
NATION	\$2,905	\$3,027	\$1,609	\$1,748	\$4,064	\$4,132	\$1,625	\$1,651	\$2,227	\$2,237				

Р	PROFESSIONAL INPATIENT CHARGES PER YEAR FOR COMMERCIAL TYPE 2 DIABETES PATIENTS, OVERALL VS. WITH HYPOGLYCEMIA, 2018–2019 ^{1,4}												
	Overall w/ Hypoglycemia												
MARKET	2018	2019	2018	2019									
Allentown	\$4,168	\$4,623	\$6,045	\$5,970									
Harrisburg	3,389	3,163	4,108	3,143									
Reading	4,762	4,523	7,404	7,444									
Scranton	3,782	4,248	4,754	7,613									
Pennsylvania	3,433	3,524	4,974	5,429									
NATION	\$4,064	\$4,132	\$5,798	\$5,914									

Р	PROFESSIONAL INPATIENT CHARGES PER YEAR FOR COMMERCIAL TYPE 2 DIABETES PATIENTS, BY ACTUAL COMPLICATION, 2018–2019 ^{1,4}													
	Cardiovasc	ular Disease	Nephr	opathy	Neuro	pathy	PA	AD	Retinopathy					
MARKET	2018	2019	2018	2019	2018	2019	2018	2019	2018	2019				
Allentown	\$5,042	\$5,901	\$4,821	\$5,679	\$4,547	\$5,653	\$5,627	\$6,341	\$4,606	\$4,824				
Harrisburg	4,097	3,997	3,936	3,691	3,891	3,932	4,008	4,004	3,648	3,035				
Reading	5,687	5,116	5,982	5,286	5,821	5,160	6,110	5,456	4,731	4,062				
Scranton	4,616	4,970	4,627	5,386	4,585	4,965	4,879	5,466	3,670	4,245				
Pennsylvania	4,055	4,227	4,169	4,257	3,873	4,019	4,322	4,452	3,522	3,598				
NATION	\$4,882	\$4,976	\$5,089	\$5,129	\$4,830	\$4,914	\$5,383	\$5,416	\$4,345	\$4,410				

Data source: IQVIA © 2020

Professional charges are those generated by the providers delivering care to patients with diabetes in various settings.
 Includes HMOs, PPOs, point-of-service plans, and exclusive provider organizations.
 Medicaid includes fee-for-service and managed care.

⁴ A complication is defined as a patient condition caused by diabetes. Complications of diabetes include, but are not limited to, atherosclerotic cardiovascular disease (ASCVD), cardiovascular (CV) disease, congestive heart failure, hypoglycemia, myocardial infarction (MI), nephropathy, neuropathy, peripheral artery disease (PAD), retinopathy, and stroke. ASCVD includes patients with acute coronary syndromes (ACS), MI, stroke, and other cardiovascular diseases.



	AVERAGE ANNUAL PAYMENTS PER TYPE 2 DIABETES PATIENT RECEIVING VARIOUS INSULIN AND COMBINATION THERAPIES, BY PAYER, 2019 ¹														
	Long-Acting Basal Category 1				Fixed Ratio (Long-Acting Insulin/GLP-1 RA)		Free Ratio (Variable Long-Acting Insulin + GLP-1 RA)			Rapid-Acting Insulin					
MARKET	Comm. Ins. ²	Medi- care	Medi- caid ³	Comm. Ins. ²	Medi- care	Medi- caid ³	Comm. Ins. ²	Medi- care	Medi- caid ³	Comm. Ins. ²	Medi- care	Medi- caid ³	Comm. Ins. ²	Medi- care	Medi- caid ³
Allentown	\$2,561	\$3,047	\$2,096	\$3,714	\$3,975	\$2,465	\$4,395	\$3,751	\$5,579	\$7,655	\$8,888	\$5,560	\$3,307	\$3,725	\$2,382
Harrisburg	2,894	3,375	2,095	4,184	4,155	1,644	5,212	3,005	n/a	7,961	9,091	7,231	3,569	3,745	2,413
Reading	2,483	2,824	1,794	3,992	3,377	2,697	4,345	2,833	n/a	7,694	7,628	5,361	3,672	3,630	2,230
Scranton	3,361	3,417	2,358	4,302	4,333	3,326	5,718	5,392	5,162	9,560	10,240	6,289	4,367	4,088	3,390
Pennsylvania	2,813	3,031	2,158	4,018	3,958	2,774	4,921	4,321	3,732	8,210	8,634	6,117	3,742	3,595	2,587
NATION	\$2,830	\$3,053	\$2,357	\$3,843	\$3,694	\$3,555	\$4,321	\$3,767	\$3,115	\$7,872	\$8,258	\$5,841	\$3,541	\$3,281	\$2,565

	AVERAGE ANNUAL PAYMENTS PER COMMERCIAL TYPE 2 DIABETES PATIENT RECEIVING VARIOUS INSULIN AND COMBINATION THERAPIES, 2019 ¹													
MARKET	Long-Acting Insulin	Rapid-Acting Insulin	Mixed Insulin	Fixed Ratio (Long-Acting Insulin/GLP-1 RA)	Free Ratio (Variable Long-Acting Insulin + GLP-1 RA)	GLP-1 RAs	DPP-4 Inhibitors	SGLT2 Inhibitors						
Allentown	\$2,997	\$3,307	\$3,218	\$4,395	\$7,655	\$5,905	\$3,256	\$3,798						
Harrisburg	3,257	3,569	3,313	5,212	7,961	5,611	3,376	3,857						
Reading	3,032	3,672	2,917	4,345	7,694	5,939	3,517	3,929						
Scranton	3,802	4,367	5,169	5,718	9,560	6,756	3,759	4,090						
Pennsylvania	3,269	3,742	4,035	4,921	8,210	6,162	3,497	3,887						
NATION	\$3,259	\$3,541	\$3,657	\$4,321	\$7,872	\$5,897	\$3,389	\$3,748						

	AVERAGE ANNUAL OUT-OF-POCKET COSTS PER COMMERCIAL TYPE 2 DIABETES PATIENT RECEIVING VARIOUS INSULIN AND COMBINATION THERAPIES, 2019 ¹													
MARKET	Long-Acting Insulin	Rapid-Acting Insulin	Mixed Insulin	Fixed Ratio (Long-Acting Insulin/GLP-1 RA)	GLP-1 RAs	DPP-4 Inhibitors	SGLT2 Inhibitors							
Allentown	\$303	\$231	\$212	\$146	\$273	\$306	\$247							
Harrisburg	277	225	270	159	274	272	295							
Reading	277	219	206	124	287	319	275							
Scranton	156	136	197	214	167	185	156							
Pennsylvania	254	198	241	200	270	279	249							
NATION	\$247	\$173	\$215	\$219	\$260	\$270	\$227							

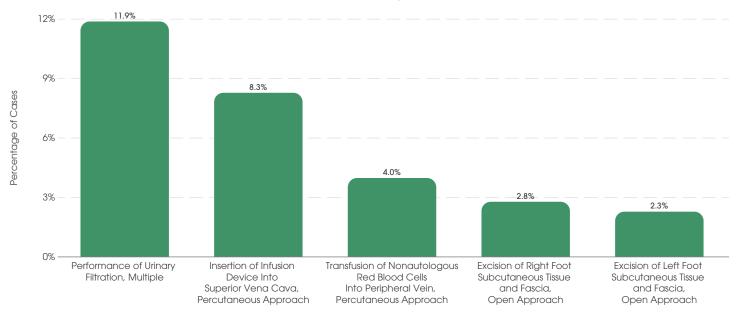
¹ Figures reflect the per-patient yearly payments for diabetes patients receiving a particular type of therapy. These are the actual amounts paid by the insurer and patient for such prescriptions. Costs mainly include copayments, but can also include tax, deductibles, and cost differentials where applicable.

[|] Includes HMOs, PPOs, point-of-service plans, and exclusive provider organizations.
| Includes HMOs, PPOs, point-of-service plans, and exclusive provider organizations.
| Medicaid includes fee-for-service and managed care.
| Patients who filled prescriptions for any insulin products may have also filled prescriptions for products in the non-insulin category, and vice versa.

NOTE: "Category 1" refers to long-acting basal insulins approved through 2014 and follow-on long-acting insulins approved after 2014. "Category 2" refers to non-follow-on long-acting basal insulins approved in or after 2015. "Fixed ratio (long-acting insulin + GLP-1 RA)" refers to the two therapies combined in a single product. "Free ratio (variable long-acting insulin + GLP-1 RA)" refers to the two therapies taken separately and concurrently.

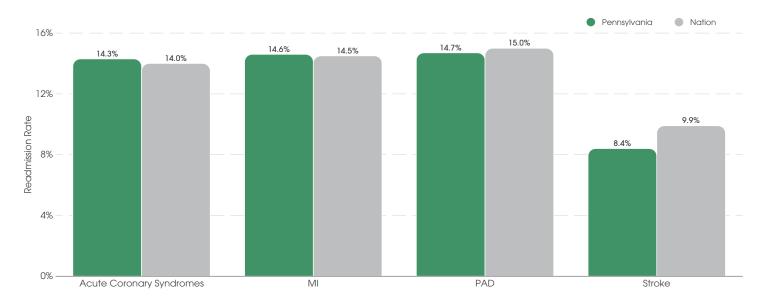


COMMON PROCEDURES FOR ALL-PAYER CASES TREATING A PRIMARY DIAGNOSIS OF DIABETES MELLITUS. PENNSYLVANIA, 2018



READMISSION RATES FOR ALL-PAYER PATIENTS DIAGNOSED WITH TYPE 2 DIABETES, BY TYPE OF THERAPY, 2017–2019 ¹													
	Th	ree-Day Readmissio	ns	30-Day Readmissions									
MARKET	Long-Acting Basal Category 1	Long-Acting Basal Category 2	Three Non-Insulin Antidiabetic Products	Long-Acting Basal Category 1	Long-Acting Basal Category 2	Three Non-Insulin Antidiabetic Products							
NATION	7.4%	4.8%	14.7%	20.0%	17.4%	30.8%							

30-DAY READMISSION RATES FOR ALL-PAYER PATIENTS WITH SELECT CARDIOVASCULAR CONDITIONS, 2018



Data source: IQVIA © 2020

1 Figures reflect the percentages of Type 2 diabetes patients who were readmitted to an inpatient facility in the three-year period between 2017 and 2019. These percentages include patients who filled multiple prescriptions. Readmissions are not necessarily due to Type 2 diabetes. Readmissions data are available down to the national level only.

NOTE: Procedure data come from ISVIA's Hospital Procedure & Diagnosis (HPD) database. Hospital data are based on all short-term, acute-care hospitals and are effective as of 2018. Psychiatric, rehabilitation, armed forces, and long-term acute-care hospitals are excute-care hospitals are excuteded. "Category 1" refers to long-acting basal insulins approved through 2014 and follow-on long-acting insulins approved after 2014. "Category 2" refers to non-follow-on long-acting basal insulins approved in or after 2015.



METHODOLOGY/A1c MAP

METHODOLOGY

IQVIA generated the data for this report out of health care professional (837p) and institutional (837i) insurance claims, representing more than 11.7 million unique patients nationally in 2019 with a diagnosis of Type 2 diabetes (ICD-10 codes E08, E09, E11, E13). Data from physicians of all specialties are included.

IQVIA also gathers data on prescription activity from the National Council for Prescription Drug Programs (NCPDP). These data account for some 2 billion prescription claims annually, or more than 86% of the prescription universe. These prescription data represent the sampling of prescription activity from a variety of sources, including retail chains, mass merchandisers, and pharmacy benefit managers. Cash, Medicaid, and third-party transactions are tracked. Data arriving into IQVIA are put through a rigorous process to ensure that data elements match to valid references, such as product codes, ICD-10 (diagnosis) and CPT-4 (procedure) codes, and provider and facility data.

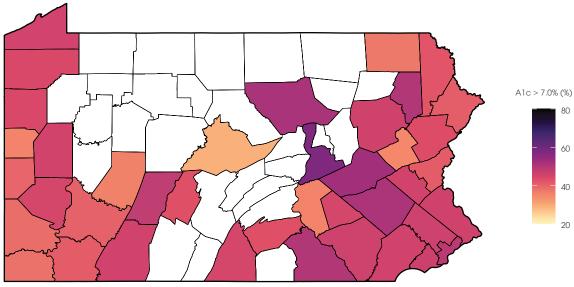
Proprietary lab data derive from one of the largest independent commercial lab companies in the U.S. Patient information is de-identified, matched, and linked with other patient data assets (e.g., medical claims data). The most common attributes used are the de-identified patient ID, observation date, diagnosis, test name, test code, and test result.

Claims undergo a careful de-duplication process to ensure that when multiple, voided, or adjusted claims are assigned to a patient encounter, they are applied to the database, but only for a single, unique patient.

Through its patient encryption methods, IQVIA creates a unique, random numerical identifier for every patient, and then strips away all patient-specific health information that is protected under the Health Insurance Portability and Accountability Act (HIPAA). The identifier allows IQVIA to track disease-specific diagnosis and procedure activity across the various settings where patient care is provided (hospital inpatient, hospital outpatient, emergency rooms, clinics, doctors offices, and pharmacies), while protecting the privacy of each patient.

Hospital inpatient and outpatient case count, ED percentage, charge, length of stay, and procedure and secondary diagnosis data come from IQVIA's *Hospital Procedure & Diagnosis* (HPD) database, which features an extensive set of inpatient and outpatient discharge records (including diagnoses and procedures data) integrated with hospital claims data. HPD has visibility into more than 80% of all inpatient hospital claims nationwide and 100% of Medicare-reimbursed hospital inpatient and outpatient discharges. To account for non-Medicare hospital discharge information, HPD leverages non-Medicare medical claims data linked to individual facilities via physician affiliations and projects this data based on a combination of non-Medicare coverage metrics and hospital-level profiling information. Data are effective as of December 2018.

PERCENTAGE OF COMMERCIAL TYPE 2 DIABETES PATIENTS WITH AN A1c >7.0%, 20191



Data source: IQVIA © 2020

¹ The A1c test measures the average blood sugar level during the past 2-3 months. Figures reflect the percentage of diabetes patients who have had at least one A1c test in a given year.