

# Cost-effectiveness Of Ofatumumab In Comparison With Other Disease Modifying Therapies And Best Supportive Care For The Treatment Of Relapsing-Remitting Multiple Sclerosis In Canada

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## Introduction

- Ofatumumab is the first fully human monoclonal anti-CD20 antibody approved in Canada for the initial treatment of relapsing-remitting multiple sclerosis (RRMS) with active disease
- A network meta-analysis (NMA) demonstrated that ofatumumab has similar effectiveness to other highly efficacious monoclonal antibody therapies with respect to reducing relapse rates and disability progression<sup>1</sup>
- Ofatumumab has a favourable safety profile that is similar to the widely used first-line disease modifying therapy (DMT), teriflunomide<sup>2</sup>
- Therefore, it is important to assess its cost effectiveness compared to currently available DMTs for RRMS

## Objective

- To evaluate the cost effectiveness of ofatumumab against other DMTs and best supportive care (BSC) for the treatment of adult patients with RRMS from a Canadian public healthcare system perspective

## Methods

### Model Overview

- A Markov cohort model with 10 total health states representing disability status defined by the Expanded Disability Status Scale (EDSS) levels 0 to 9 and a single state for death (EDSS 10) was constructed
  - Run over 65-years using annual cycle lengths
  - Costs and effects discounted at 1.5% per annum
  - 100% treatment discontinuation imposed at 10 years
  - Analyses conducted probabilistically using an incremental analysis considering dominance
- Baseline patient distribution was informed by a pooled analysis of the ASCLEPIOS trials<sup>2</sup>
- Each year, patients could transition between EDSS states, experience a relapse, discontinue therapy, or die (Fig 1)

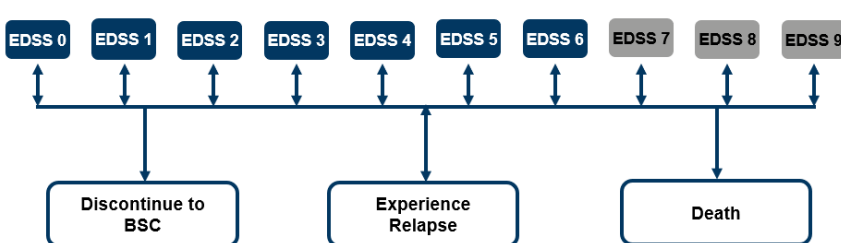
### Natural history data:

- Transition probabilities between EDSS states were informed by the British Columbia MS database<sup>3</sup>
- Annualized relapse rates (ARR) were EDSS-dependent<sup>4-6</sup>; relapse severity was defined as mild (47%), moderate (35%) or severe (18%)<sup>7</sup>
- Mortality rates were adjusted for the MS population using an EDSS-dependent MS-specific hazard ratio<sup>8</sup>

### Treatment-specific model inputs:

- Treatment effects for each DMT were modelled using hazard ratios for 6-month confirmed disability progression and ARR from an NMA<sup>1</sup>
- Discontinuation rates for each DMT were calculated using the relative effect estimates from the NMA using ofatumumab as a reference arm<sup>1</sup>
- Discontinuation rates for first-line DMTs were constant for 9 years, followed by 100% discontinuation at 10 years based on clinician opinion; discontinuation rate for cladribine was adjusted to 16% after 2 years<sup>9</sup>
- Adverse event (AE) probabilities were modelled as non-serious and serious, sourced from each of the treatments' pivotal trials, or from a pivotal trial where the treatment was a comparator

Figure 1. Model Structure



Rounded squares: health states; rounded rectangles: events that patients could experience at any time. Patients who reached an EDSS score of  $\geq 7$  while on treatment would discontinue and receive BSC. BSC: best supportive care; EDSS: Expanded Disability Status Scale.

## Methods – cont.

### Cost inputs:

- Direct medical costs for EDSS 1 to 6 were sourced from Grima et al.<sup>10</sup>, while EDSS 7 to 9 costs were extrapolated based on Patwardhan et al.<sup>11</sup>
- Professional care costs were added to the total health state costs<sup>12</sup>
- Mild/moderate relapse costs (\$7,275) were included<sup>12</sup>; severe (\$17,459) relapse costs were extrapolated based on Patwardhan et al.<sup>11</sup>
- Drug acquisition costs (Table 1) were sourced from Ontario formularies<sup>13,14</sup> and manufacturer anticipated list price for ofatumumab
- Administration and monitoring costs (Table 1) were sourced from the Ontario Schedule of Benefits<sup>15,16</sup>, Ontario Case Costing Initiative<sup>17</sup>, formularies<sup>13,14</sup>, published literature<sup>18</sup>, and clinician opinion
- Costs for a physician visit and an MS Day Case admission were assumed for non-serious AEs (\$84)<sup>16</sup> and serious AEs (\$363)<sup>17</sup>, respectively

### Utilities and Disutilities :

- Mean utility values were derived from normative utility data for the Canadian population (EDSS 0)<sup>19</sup> and a Canadian study of MS patients (EDSS 1 to 9)<sup>20</sup>
- Relapse disutilities distinguished between mild or moderate and severe relapses and have been used in previous economic models<sup>21-23</sup>
- Disutilities for AEs were derived based on assumptions and are aligned with previous MS economic models<sup>4</sup>

## Results

- Considering DMTs with a first-line indication in pair-wise analyses, ofatumumab was dominant (more efficacy, lower costs) vs. teriflunomide, interferons, dimethyl fumarate, and ocrelizumab; and resulted in incremental cost-effectiveness ratios (ICERs) of \$24,177 CAD per quality-adjusted life-year (QALY) gained vs. glatiramer acetate and \$28,034 vs. BSC (Table 2)
- Considering dominance in an incremental analysis resulted in only ofatumumab and BSC on the efficiency frontier; ofatumumab had an ICER of \$28,034 vs. BSC
- At a WTP threshold of \$50,000/QALY gained, ofatumumab had the highest probability of being cost effective at 63.3%
- Scenario analysis results against DMTs with a second-line indication are presented in Table 2; at a WTP threshold of \$50,000/QALY gained, ofatumumab had the highest probability of being cost effective at 40.9%

Table 1. Drug acquisition, administration, and monitoring (A&M) costs\*

Drug	Drug cost (Y1)	Drug cost (Y2)	A&M cost (Y1)	A&M cost (Y2+)
<b>Base case analysis (first-line therapies)</b>				
Ofatumumab <sup>a</sup>	\$30,917	\$26,500	\$1,136	\$38
Ocrelizumab <sup>14</sup>	\$32,600	\$32,600	\$3,374	\$1,581
Teriflunomide <sup>14</sup>	\$22,005	\$22,005	\$1,196	\$38
Dimethyl fumarate <sup>14</sup>	\$26,606	\$26,863	\$1,141	\$74
Glatiramer acetate <sup>13</sup>	\$11,834	\$11,834	\$1,125	\$38
Avonex <sup>14</sup>	\$24,886	\$24,886	\$1,261	\$84
Rebif 22 <sup>14</sup>	\$23,610	\$23,610	\$1,261	\$84
Rebif 44 <sup>14</sup>	\$28,743	\$28,743	\$1,261	\$84
Betaseron <sup>14</sup>	\$20,089	\$20,089	\$1,631	\$70
Extavia <sup>14</sup>	\$19,119	\$19,119	\$1,631	\$70
BSC	\$0	\$0	\$0	\$0
<b>Scenario analysis (second-line therapies)</b>				
Cladribine <sup>b,14</sup>	\$44,968	\$44,968	\$1,158	\$82
Natalizumab <sup>14</sup>	\$46,911	\$46,911	\$6,397	\$3,681
Fingolimod <sup>13</sup>	\$26,996	\$26,996	\$1,682	\$84

\*Canadian dollars. <sup>a</sup>Manufacturer's submitted price; <sup>b</sup>Cost for cladribine was only applied in Year 2 unless a patient was treated with a third dose, in which case the cost would also be applied to Year 3. BSC: best supportive care; Y1: year 1; Y2+: year 2 and beyond.

Table 2. Results of the base case and scenario probabilistic analyses (pair-wise comparisons)\*

Drug	Total cost	QALY	Ofatumumab vs. Comparator		
			Incr. cost	Incr. QALY	ICER (\$ per QALY)
<b>Base case analysis (first-line therapies)</b>					
Ofatumumab	\$743,015	9.261	-	-	-
Ocrelizumab	\$784,832	9.131	-\$41,817	0.130	Dominant†
Teriflunomide	\$761,998	7.933	-\$18,983	1.328	Dominant†
Dimethyl fumarate	\$771,029	8.327	-\$28,014	0.934	Dominant†
Glatiramer acetate	\$713,474	8.039	-\$29,541	1.222	\$24,177
Avonex	\$770,188	8.102	-\$27,173	1.159	Dominant†
Rebif 22	\$756,048	8.072	-\$13,033	1.189	Dominant†
Rebif 44	\$781,810	7.978	-\$38,795	1.283	Dominant†
Betaseron	\$759,927	8.025	-\$16,911	1.236	Dominant†
Extavia	\$755,037	8.021	-\$12,022	1.240	Dominant†
BSC	\$689,506	7.352	\$53,509	1.909	\$28,034
<b>Scenario analysis (second-line therapies)</b>					
Cladribine	\$715,734	8.725	\$27,282	0.536	\$50,899
Natalizumab	\$869,833	9.123	-\$126,818	0.138	Dominant†
Fingolimod	\$772,790	8.410	-\$29,775	0.851	Dominant†

\*Canadian dollars. †Ofatumumab dominant vs. comparator; BSC: best supportive care; ICER: incremental cost-effectiveness ratio; Incr: incremental; QALY: quality-adjusted life year.

## Conclusions:

- Ofatumumab is cost effective against all comparators and dominant compared to all currently approved and reimbursed DMTs with a first-line indication, except glatiramer acetate, from a Canadian public healthcare system perspective
- Cost savings associated with ofatumumab suggest greater disease management, reflected by increased QALYs gained, at a lower cost
- Ofatumumab's cost effectiveness, alongside its high-efficacy and favourable safety profile, demonstrate its value as an early treatment option in RRMS

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## Disclosures

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