

PRICE WATCH UK

Price Watch Index	108.6	Pharmacy Profit Index	84.7
Monthly change	+8.6	Monthly change	-15.3

April 2016

April 2016

April's quarterly change in the Drug Tariff of pharmacy reimbursement prices – particularly for category M products that are based on actual market prices – cut deeply into independent pharmacists' dispensing profit in the month. As our Pharmacy Profit Index shows above, their average profit was 15.3% lower at £1,425.95 (US\$2,082.91) for a representative basket of popular generic products.

Part of the change could be blamed on an 8.6% increase in the Price Watch Index, reflecting rises in average trade prices of products in the basket. This lifted the basket's average price to £2,311.10 in April. **G**

Basket Price	Reimbursement Price	Pharmacy Profit
£2,311.10	£3,737.05	£1,425.95

April 2016

The Price Watch Index is based on the actual average trade price according to WaveData of a representative basket of 20 popular generic products in March 2016, when the Index was 100. The basket reflects recent official prescribing data for England and Wales and represents what an average pharmacy would pay for the products, which were selected as being the top cash generators within pharmacy. The Pharmacy Profit Index is calculated on the same basis by applying Drug Tariff reimbursement prices to the basket.

Up to the minute live retail market pricing is available for the UK and Eire on Wavedata Live at wavedata.net.
Alternatively, contact Charles Joynson at WaveData Limited, UK.Tel: +44 (0)1702 425125. E-mail: cjoynson@wavedata.co.uk.

