Cost-effectiveness of candesartan versus losartan in the primary preventive treatment of hypertension

Ola Granström¹
Lars-Åke Levin²
Martin Henriksson¹

¹AstraZeneca Nordic, Södertälje, ²Center for Medical Technology Assessment, Linköping University, Linköping, Sweden

Background: Although angiotensin receptor blockers have different receptor binding properties, no comparative randomized studies with cardiovascular event endpoints have been performed for this class of drugs. The aim of this study was to assess the long-term cost-effectiveness of candesartan (Atacand®) versus generic losartan in the primary preventive treatment of hypertension.

Methods: A decision-analytic model was developed to estimate costs and health outcomes over a patient’s lifetime. Data from a clinical registry study were used to estimate event rates for cardiovascular complications, such as myocardial infarction and heart failure. Costs and quality of life data were from published sources. Costs were in Swedish kronor and the outcome was quality-adjusted life-years (QALYs).

Results: Due to reduced rates of cardiovascular complications, candesartan was associated with a QALY gain and lower health care costs compared with generic losartan (0.053 QALYs gained and reduced costs of approximately 4700 Swedish kronor for women; and 0.057 QALYs gained and reduced costs of approximately 4250 Swedish kronor for men). This result was robust in several sensitivity analyses.

Conclusion: When modeling costs and health outcomes based on event rates for cardiovascular complications from a real-world registry study, candesartan appears to bring a QALY gain and a reduction in costs compared with generic losartan in the primary preventive treatment of hypertension in Sweden.

Keywords: hypertension, angiotensin receptor blockers, cost-effectiveness, decision analysis

Introduction

Hypertension is an important risk factor for the development of cardiovascular disease, and blood pressure-lowering treatments have preventive effects.¹ The renin-angiotensin-aldosterone system is targeted by some of the most widely used antihypertensive medication classes, ie, angiotensin-converting enzyme inhibitors and angiotensin receptor blockers (ARBs). ARBs are being used increasingly in the preventive treatment of hypertension because they have fewer side effects than the angiotensin-converting enzyme inhibitors, combined with similar blood pressure-lowering and cardiovascular disease risk reduction abilities.²,³

Candesartan (patent-protected as Atacand®) and losartan are the most widely used ARBs in Sweden, accounting for most ARB prescriptions. Candesartan and losartan belong to the same class of drugs, but have important pharmacological differences, and it has been shown that binding to the AT1 receptor is tighter and lasts longer with candesartan than with losartan.⁴,⁶
No head-to-head, randomized comparative studies have been performed comparing candesartan with losartan. In the absence of randomized evidence, a recent study compared treatment with candesartan versus losartan in clinical practice with respect to cardiovascular events and hospitalizations in hypertensive patients.\(^7,8\) That study demonstrated that candesartan lowers the risk of cardiovascular events compared with losartan (hazards ratio 0.86, 95% confidence interval 0.77–0.96, \(P = 0.0062\)).\(^7\) The clinical conclusions did not change in different model specifications controlling for various confounders across subgroups or in a propensity score-matched analysis.\(^7,9\) It was also shown that treatment with losartan was associated with a higher cost than treatment with candesartan over an 8-year period.\(^8\) Furthermore, a recent register study found candesartan to be associated with lower overall mortality compared with losartan in heart failure.\(^10\)

Although not randomized, these data provide important information for health care decision-makers. However, in order to allocate scarce health care resources between treatment strategies, long-term costs and health effects need to be explicitly compared in a cost-effectiveness analysis. Therefore, this study compares the cost-effectiveness of candesartan and generic losartan in Swedish adults with hypertension.

**Materials and methods**

**Overview of cost-effectiveness analysis**

The treatment strategies under evaluation in the current analysis are defined as primary preventive treatment of hypertension with either candesartan or losartan. The duration of treatment is varied in different scenarios, with a 4-year duration being applied in the base-case analysis. The analysis was undertaken from a Swedish health care perspective and costs are expressed in Swedish kronor at 2011 prices. Health outcomes were estimated in terms of life expectancy and quality-adjusted life-years (QALYs). Costs and health outcomes were discounted by 3% per annum.\(^11\)

A decision-analytic model was used to estimate lifetime costs and health outcomes with respective treatment strategies. The model has a Markov structure and is shown in Figure 1. In a Markov structure, hypothetical individuals reside in one of a set of mutually exclusive health states at each and every point in time.\(^12\) During periods of equal length (Markov cycles), individuals can make a transition from one health state to another, with transitions between health states being determined by transition probabilities. Each health state is associated with a cost and a health outcome. Costs and health outcomes from each Markov cycle are accumulated and summarized for the

![Figure 1 Model structure.](https://www.dovepress.com/)

**Notes:** Transition 1 is a summary term for the risks of seven different events. Transition 2 is the risk of noncardiovascular death and transition 3 is the mortality risk after a nonfatal event has occurred.

**Abbreviations:** IHD, ischemic heart disease; Mi, myocardial infarction; PAD, peripheral arterial disease; CV, cardiovascular.
cohort at the termination of the analysis. Half-cycle correction was applied in the analysis of the model.

Health states in the Markov model are based on cardiovascular events measured in the previously reported registry study, ie, heart failure, chronic ischemic heart disease, post myocardial infarction, peripheral arterial disease, post stroke, arrhythmia, and death from cardiovascular causes. Patients start in the hypertension state, which represents the status of patients when entering the registry study. The key transitions in the model are the risks of the different cardiovascular events (summarized as transition 1 in Figure 1). Annual Markov cycles were applied in the model, and thus these risks were implemented as annual probabilities of the different events with candesartan and losartan, respectively.

The prognosis following a composite event was estimated by assigning life expectancy, a cost, and a QALY weight associated with each health state. Mortality rates from noncardiovascular causes, by gender, were estimated using life tables subtracting the cardiovascular death component.

Input data
Three types of input data were required in order to populate the cost-effectiveness model, ie, clinical effectiveness data, health-related quality of life associated with each health state, and costs associated with each health state as well as the cost of drug treatment.

Risks of cardiovascular events are reported in Table 1 and were based on a study utilizing electronic journal data for 14,000 Swedish patients with hypertension treated in primary care. The study included all patients treated with candesartan or losartan (including single pills as well as the respective fixed-dose combination of the ARB and hydrochlorothiazide).

Table 1 Annual probabilities of cardiovascular events

| Endpoint                | Losartan | Candesartan |
|-------------------------|----------|-------------|
| Heart failure           | 0.0064   | 0.0055      |
| Cardiac arrhythmia      | 0.0090   | 0.0078      |
| Peripheral arterial disease | 0.0026 | 0.0023      |
| Chronic ischemic heart disease | 0.0090 | 0.0078      |
| Myocardial infarction   | 0.0063   | 0.0054      |
| Stroke                  | 0.0073   | 0.0063      |
| Cardiovascular mortality| 0.0034   | 0.0029      |

Notes: Probabilities were derived as follows: an annual rate of 0.045 (Kjeldsen et al) with a gamma distribution, gamma (100, 0.0005), defines the risk of a composite endpoint in the losartan group. A hazards ratio of 0.86 (Kjeldsen et al) with a log normal distribution (mean -0.151, standard error 0.056) was applied to the losartan risk to define the risk of a composite endpoint in the candesartan group. A conditional probability was applied determining whether the composite endpoint was heart failure, cardiac arrhythmia, peripheral arterial disease, chronic ischemic heart disease, myocardial infarction, stroke, or cardiovascular mortality using a Dirichlet distribution (365, 373, 108, 374, 261, 303, 141). For hypertension in 72 primary care centers. Centers were selected for inclusion to ensure a representative sample of Swedish primary care centers (eg, public and private providers, rural and urban areas, and small, medium, and large-sized centers). A patient’s risk of dying from a noncardiovascular cause (transition 2 in Figure 1) was estimated by reducing the overall mortality risk from standard life tables in Sweden by the proportion of total deaths that were cardiovascular. Data from the cause of death register were used to estimate the proportion of total deaths that were cardiovascular.

For the survival prognosis after a clinical event, an increased mortality risk above noncardiovascular mortality was applied. This increased risk was higher in the first year after an event and then decreased somewhat during the second and subsequent years after an event (Table 2). Hazard ratios were applied to the noncardiovascular death rates in order to estimate mortality rates following events.

Age-dependent annual baseline QALY estimates (applied in the hypertension state of the model) were based on a Swedish study and are found in the Appendix. Annual QALY decrements were subtracted from the baseline QALY estimates to derive annual QALY estimates for health states following a cardiovascular event (Table 3).

Table 2 Hazards ratios of increased risk over noncardiovascular death

| Parameter                              | Hazards ratio | Uncertainty estimate* |
|----------------------------------------|---------------|-----------------------|
| First year after a myocardial infarction| 2.50          | Log normal (0.92, 0.15) |
| Second and subsequent years after a myocardial infarction | 2.15 | |
| First year after ischemic heart disease | 2.50          | Log normal (0.92, 0.15) |
| Second and subsequent years after ischemic heart disease | 2.15 | |
| First year after heart failure          | 2.50          | Log normal (0.92, 0.15) |
| Second and subsequent years after heart failure | 2.15 | |
| First year after arrhythmia             | 2.50          | Log normal (0.92, 0.15) |
| Second and subsequent years after arrhythmia | 2.15 | |
| First year after stroke                 | 3.50          | Log normal (1.25, 0.15) |
| Second and subsequent years after stroke | 2.98    | |
| First year after peripheral arterial disease | 2.50 | Log normal (0.92, 0.15) |
| Second and subsequent years after peripheral arterial disease | 2.15 | |

Notes: Hazard ratios are based on Sigvant et al. Parameters are mean log hazard ratio and standard error of log hazards ratio. Note that uncertainty estimates are incorporated into the first-year hazards ratios, the second and subsequent year hazards ratios are defined as a proportion of the first-year hazards ratio.
Table 3 QALY decrements and costs for cardiovascular events

| Health state                        | QALY decrement | Distribution     | Reference          |
|-------------------------------------|----------------|------------------|--------------------|
| Heart failure                       | 0.070          | Gamma (1.96, 0.04) | Alehagen et al17    |
| Cardiac arrhythmia                  | 0.065          | Gamma (42, 0.002)  | Reynolds et al18    |
| Peripheral arterial disease         | 0.250          | Gamma (6, 0.04)   | Sigvant et al16     |
| Chronic ischemic heart disease      | 0.090          | Gamma (3, 0.03)   | Clarke et al19      |
| Myocardial infarction               | 0.055          | Gamma (30, 0.002)  | Lindgren et al20    |
| Stroke                              | 0.145          | Gamma (3, 0.06)   |                    |

| Health state                        | Cost (mean)    | Distribution     | Reference          |
|-------------------------------------|----------------|------------------|--------------------|
| Heart failure                       |                |                  |                    |
| Year 1                              | 41,769         | Gamma (17,2394)  | Agvall et al21     |
| Year 2+                             | 41,769         | NA               |                    |
| Cardiac arrhythmia                  |                |                  |                    |
| Year 1                              | 4023           | Gamma (4994)     | Davidsson and Levin22 |
| Year 2+                             | 4023           | NA               |                    |
| Peripheral arterial disease         |                |                  |                    |
| Year 1                              | 193,660        | Gamma (60, 3227)  | Sigvant et al16    |
| Year 2+                             | 57,873         | Gamma (68, 847)  | Henriksson et al23  |
| Chronic ischemic heart disease      |                |                  |                    |
| Year 1                              | 6824           | Gamma (2, 3664)  | Sigvant et al16    |
| Year 2+                             | 6824           | NA               |                    |
| Myocardial infarction               |                |                  |                    |
| Year 1                              | 155,194        | Gamma (60, 2577)  | Ghatnekar et al24  |
| Year 2+                             | 41,356         | Gamma (68, 605)  |                    |
| Stroke                              |                |                  |                    |
| Year 1                              | 169,984        | Gamma (72, 2353)  |                    |
| Year 2+                             | 59,684         | Gamma (73, 821)  |                    |

Notes: 2011 Swedish kronor values used (inflated using consumer price index from Statistics Sweden if needed). Original cost estimates may be in other currencies and were converted to Swedish kronor.
Abbreviation: NA, Not available.

Each health state in the model is associated with a cost in the year it occurs as well as a maintenance cost in subsequent years. These costs are presented in Table 3. Each treatment strategy is associated with an annual drug cost. The cost of losartan was 234 Swedish kronor for every year in the model. The annual candesartan cost was 2435 Swedish kronor during the first year in the model. Thereafter, the annual drug cost for losartan was applied also in the candesartan strategy, assuming that generic candesartan would have the same price as generic losartan (see Appendix for details).

Analysis
The model was analyzed using probabilistic sensitivity analysis, whereby inputs into the analysis are defined as probability distributions which reflect the precision with which they are estimated. In each simulation in the probabilistic analysis, parameter values were drawn randomly from the defined probability distributions, and a cohort of hypothetical individuals was run through the model, and mean costs and health outcomes were calculated for both strategies. This procedure was repeated 5000 times. The expected costs and health outcomes for each treatment strategy are the mean of these 5000 simulations.

The probability of candesartan being cost-effective at different levels of willingness to pay for a QALY (or QALY threshold values) was also assessed. In addition, several scenario analyses were undertaken in order to assess the robustness of the assumptions made in the base-case analyses and to explore the validity of the model.

The age of the patients in the base-case analysis is 62 years (the mean age in the registry study generating the effectiveness data7) and the analysis takes a lifetime perspective, indicating that the model is analyzed until all patients have died. Both starting age and time perspective is varied in the subgroup and sensitivity analyses.

Results
As a consequence of reduced rates of cardiovascular complications, candesartan is associated with a gain in QALYs and lower health care costs compared with generic losartan (0.053 QALYs gained and a reduction in costs of approximately 4700 Swedish kronor for women, and 0.057 QALYs gained and a reduction in costs of approximately 4250 Swedish kronor for men). The detailed cost analysis showed that stroke and chronic heart failure contributed substantially to the estimated cost differences between candesartan and losartan (Table 4). The results of the probabilistic sensitivity analysis for men...
are shown in Figure 2 (the results for women are very similar and have been excluded here). The probability of candesartan being cost-effective is close to 100% at all levels of willingness to pay per QALY.

Sensitivity and subgroup analysis

The results appear not to be sensitive when varying some key parameters in a one-way sensitivity analysis (Table 5). Furthermore, analyzing different age groups did not have an impact on the conclusion regarding cost-effectiveness. Finally, candesartan treatment is associated with a gain in QALYs regardless of the treatment duration applied in the analysis, although the magnitude of this gain varies considerably with treatment duration (Figure 3). Similar results are seen for costs (Figure 3). Therefore, candesartan is a dominant strategy (ie, producing QALY gains at a lower cost) regardless of treatment duration.

Discussion

The present cost-effectiveness analysis of candesartan versus generic losartan in the primary preventive treatment of hypertension in Swedish clinical practice shows that candesartan is a dominant treatment strategy, meaning that it is associated with health benefits (ie, a QALY gain) at a reduced cost compared with generic losartan. In the base-case analysis, the QALY gain with candesartan versus losartan is 0.057 for men and 0.053 for women, and the cost savings amount to approximately 4250 and 4700 Swedish kronor for men and women, respectively. This result is consistent when looking at patients of different ages.

The cost-effectiveness results appear robust when investigating different sensitivity scenarios, such as varying the time frame of the analysis or altering certain parameters in one-way sensitivity analyses. The probabilistic sensitivity analysis indicates that the probability of candesartan being cost-effective is very high.

The current study has important strengths. First, the clinical effectiveness data are collected in real-world clinical practice, indicating that the external validity should be high. Second, the analysis is based on conservative estimates of total costs; it does not take into account outpatient visits at the hospital (specialist care), nor does it consider indirect costs (societal productivity loss) due to work absence. Patient age in the base-case analysis is 62 years, so the indirect costs associated with sick leave due to cardiovascular events are likely to be non-negligible. Third, the cost difference between candesartan and losartan estimated in this pure model approach is similar to the results of the within-trial cost study based on the clinical registry data.

A limitation when using registry data is that observed clinical outcomes may be biased, due to the inability to control fully for confounding factors. However, the registry study on which the clinical outcomes were based went to great lengths in assuring that the clinical results were not due...
Table 5  Results sensitivity scenarios

| Sensitivity analysis*         | QALYs gained | Discounted total cost difference (SEK) | Cost/QALY |
|------------------------------|--------------|---------------------------------------|-----------|
|                              | Men          | Women                                |           |
| Base case                    | 0.057        | 0.053                                | -4259     | 4692       | Dominant     |
| No increased mortality risk post events* | 0.032        | 0.033                                | -5425     | 5845       | Dominant     |
| Starting age of cohort 70 years | 0.053        | 0.050                                | -3155     | 3714       | Dominant     |
| Starting age of cohort 75 years | 0.049        | 0.048                                | -2442     | 2948       | Dominant     |
| All QALY decrements 30% higher | 0.061        | 0.058                                | -4261     | 4755       | Dominant     |
| All QALY decrements 30% lower | 0.052        | 0.047                                | -4333     | 4708       | Dominant     |
| All costs post event 30% higher | 0.057        | 0.053                                | -5858     | 6448       | Dominant     |
| All costs post event 30% lower | 0.057        | 0.053                                | -2658     | 2933       | Dominant     |

Notes: *Everything else as in the base case analysis. †Standard mortality (from life table) applied also for post event states.
Abbreviations: QALY, quality-adjusted life-years; SEK, Swedish kronor.

...to confounding factors. The clinical conclusions remained unaltered across various model specifications and when excluding diabetic patients from the analysis. Moreover, there was no difference in hospitalizations for noncardiovascular reasons prior to study entry between the treatment strategies, further indicating that the treatment groups did not differ substantially when included in the registry study.

Finally, a propensity score-matching analysis of matched candesartan and losartan patients as well as subgroup analyses did not alter the clinical conclusions. This study demonstrates that a reduction in cardiovascular events in the primary treatment of hypertensive patients with candesartan rather than losartan will improve quality-adjusted survival and reduce health care costs. It is important to point out that health care costs are reduced despite the higher drug costs of patent-protected candesartan for the first year of the treatment.

Figure 3 Incremental costs and QALYs for candesartan compared with losartan by treatment duration.
Abbreviation: QALY, quality-adjusted life-years.
analysis compared with losartan where generic prices are applied throughout. The reason is that the additional drug cost of candesartan is balanced by the high costs associated with more cardiovascular events in the losartan group. When candesartan loses exclusivity, losartan and candesartan are likely to have the same (or very similar) generic prices also in the first year of analysis. The results of the current analysis will thus be further reinforced because the difference in drug costs will be minimal. With generic losartan and candesartan available, health care decision-makers only need to consider differences in clinical effectiveness and the implication of such a difference on health care costs (excluding the cost of the ARBs) and long-term quality-adjusted survival. In this context, the present study estimates that a 14% reduction in cardiovascular events over 4 years translates into a gain in quality-adjusted survival of approximately 0.055 in a patient population, with the risk profile and treatment pattern corresponding to that observed in the registry study that provided the clinical data for our study, and a reduction in health care costs of approximately 3000 Swedish kronor. In order for these results to hold in health care settings other than the Swedish one, health care decision-makers primarily need to consider whether the clinical inputs derived from the Swedish registry study apply in their particular setting. Furthermore, the relevance of other inputs, such as costs and QALY estimates, has to be considered in this context, although they should be less crucial than the clinical inputs for generalizability to other settings. Finally, we notice that there may be ARB comparators more relevant to candesartan than losartan in other health care settings.

In conclusion, when modeling costs and health outcomes based on event rates of cardiovascular complications from a Swedish real-world registry study, candesartan appears to bring a QALY gain and a reduction in costs compared with generic losartan in the primary preventive treatment of hypertension in Sweden.

Disclosure
MH is an employee of AstraZeneca. OG was an employee of AstraZeneca when the study was conducted, but has since moved to another pharmaceutical company. L-AL has acted as a paid consultant for AstraZeneca on other projects.

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Appendix
This appendix provides detailed information about some of the input data used in the model, namely utilities, event costs, and drug costs.

Baseline QALY estimates and QALY decrements
Age-dependent baseline quality-adjusted life-years (QALY) estimates are presented in Table A1. They are based on Burström and Rehnberg who present QALY’s based on EQ-5D single-index estimates for different age groups in Sweden.15

In terms of uncertainty around the mean QALY estimates (used in the probabilistic sensitivity analysis), a beta distribution was defined for the youngest age group. For older age groups, the proportion of the utility of the youngest age group was applied. QALY decrements for cardiovascular events are found in Table A2. The QALY decrements for heart failure and cardiac arrhythmias merit further explanation.

The QALY decrement for heart failure was estimated as the mean QALY weight across the four heart failure severity levels (classified according to the New York Heart Association). The share of patients in each New York Heart Association class (as assessed by a medical doctor in Alehagen et al)17 was used to get the average QALY weight as $0.47*0.77 + 0.39*0.68 + 0.13*0.61 + 0.01*0.5 = 0.7144$. Because the mean age in the study sample reported by Alehagen et al was 72 years, we compared this mean QALY weight with the mean QALY in the general population aged 70–74 from Burström and Rehnberg,15 which was 0.78. The resulting heart failure QALY decrement was $0.78 – 0.7114 = 0.0686$, or approximately 0.07. This is a more conservative estimate of the QALY decrement in heart failure than the one found in Clarke et al19 (namely 0.108). Atrial fibrillation was the most common type of heart arrhythmia in the registry study from which effectiveness data were taken for this cost-effectiveness analysis.

Costs
Event costs
The cardiovascular event costs in Table 3 were derived in the following way. Heart failure costs were based on

| Event                          | QALY decrement | Distribution | Reference |
|-------------------------------|----------------|--------------|-----------|
| Heart failure                 | 0.07           | Gamma (1.96, 0.04) | Lindgren et al15 |
| Cardiac arrhythmia            | 0.065          | Gamma (42, 0.002) | Reynolds et al8 |
| Peripheral arterial disease   | 0.25           | Gamma (6, 0.04) | Sigvant et al14 |
| Chronic ischemic heart disease| 0.09           | Gamma (3, 0.03) | Clarke et al9 |
| Myocardial infarction         | 0.055          | Gamma (30, 0.002) | Clarke et al9 |
| Stroke                        | 0.145          | Gamma (3, 0.06) | Lindgren et al20 |

Abbreviation: QALY, quality-adjusted life-years.

Agyall et al,21 who estimated annual per patient costs in a study of 115 patients in two health care centers in Linköping in 2000. Costs included primary care, hospitalization, drugs, nursing home care, and examinations. We inflated their costs to 2011 Swedish kronor using the consumer price index from Statistics Sweden, with 2003 as the baseline year.

Yearly atrial fibrillation costs are based on Davidsson and Levin, excluding the costs for stroke.22 A cost per patient was calculated by taking all atrial fibrillation-related costs (except atrial fibrillation costs related to stroke) for year 2006 in the Swedish county of Östergötland and dividing by the number of patients. The total cost of 21,417,028 Swedish kronor in Östergötland was calculated by adding 2,253,068 Swedish kronor for drugs, 15,242,695 Swedish kronor for monitoring, 1,990,781 Swedish kronor for bleeding, and 1,930,484 Swedish kronor for patient travel. Given that the number of individuals with atrial fibrillation in Östergötland was 5846, the cost was calculated as 21,417,028/5846 Swedish kronor, or approximately 3664 Swedish kronor per patient. That amount was inflated to 2011 Swedish kronor (using the consumer price index with 2006 as base year), producing an annual cost for atrial fibrillation per patient of approximately 4023 Swedish kronor.

Costs for peripheral arterial disease and myocardial infarction are based on Sigvant et al.16 Sigvant presents costs in Euro based on the Swedish cost per patient (kostnad per patient, KPP) database for 2009, where patients were followed for 3–4 years. Each event cost in Sigvant was converted to Swedish kronor, using the mean exchange rate in 2005–2009, 9.64 Swedish kronor/Euro and inflated to 2011 prices using the consumer price index.

Ischemic heart disease costs are taken from Henriksson et al (Table 1).21 Specifically, the ischemic heart disease cost in our model was based on the annual cost for ischemic
heart disease without an event. Noninflated pounds sterling 2006–2007 costs were converted to Swedish kronor using the mean 2006–2007 exchange rate of 13.56 Swedish kronor/pounds sterling. Costs were inflated to 2011 prices using the consumer price index.

Stroke costs were based on Ghatnekar et al (Table 3). They present costs based on inflated present value costs (using a 3% discount rate) for stroke patients surviving 4 years. Ghatnekar et al estimate costs for years 1, 2, 3 and 4. In our model, year 1 costs are equal to their year 1 costs. Year 2+ costs in our model were calculated as the average of year 2–4 costs in Ghatnekar et al, ie, 49,092 + 52,525 + 47,945)/3 = 49,854 Swedish kronor. Costs were inflated to 2011 Swedish kronor using the Swedish consumer price index with 2000 as the baseline year.

**Drug costs**

Annual drug costs are based on the percentage of patients on each drug dose in Kjeldsen et al. Drug costs were based on the latest available prices for Atacand® (candesartan, the AstraZeneca manufactured version) and generic losartan. All drug prices were taken from the website of the Swedish Dental and Pharmaceutical Benefits Agency (TLV). The price per pill was calculated as the lowest pharmacy selling price per pill, irrespective of pack size and, for losartan, manufacturer. To make sure that the generic losartan version was actually available and sold in pharmacies, the manufactured version of losartan that was selected by the TLV for supply in November 2011 was used for each dose.

The lowest price per pill (per dose) for the version of losartan that was the selected “product of the month” was found in the TLV list for November (updated on November 10, 2011). The following prices per pill for losartan were used: 0.59 Swedish kronor for pill for 50 mg losartan (98-pill pack) by KRKA Sverige; 0.67 Swedish kronor per pill for 100 mg losartan (98-pill pack) by STADAPharm; 0.65 Swedish kronor per pill for 50 mg/12.5 mg losartan/hydrochlorothiazide (98-pill pack) by KRKA Sverige; and 0.77 Swedish kronor per pill for 100 mg/25 mg losartan/hydrochlorothiazide (98-pill pack) by Bluefish Pharmaceuticals.

Table A3 contains all relevant information from which the average annual candesartan and losartan drug costs were calculated. The average annual losartan cost was calculated as Swedish kronor 0.45*215.35 + 0.05*244.55 + 0.35*2435. 0.25 + 0.15*281.05 = Swedish kronor 234; the mean annual candesartan cost as Swedish kronor 0.15*5.9 + 0.35*6.38 + 0.25*7.1 + 0.25*7.11 = Swedish kronor 2435.

### Table A3 Data used to calculate annual costs of losartan and candesartan treatment

| Drug                        | Dose     | Share of patients | Price (SEK)/pill | Cost (SEK)/year | Manufacturer      | Pack size |
|-----------------------------|----------|-------------------|------------------|-----------------|-------------------|-----------|
| Losartan                    | 50 mg    | 0.45              | 0.59             | 215.35          | KRKA Sverige      | 98        |
| Losartan                    | 100 mg   | 0.05              | 0.67             | 244.55          | STADAPharm       | 98        |
| Losartan/hydrochlorothiazide| 50 mg/12.5 mg | 0.35              | 0.65             | 237.25          | KRKA Sverige      | 98        |
| Losartan/hydrochlorothiazide| 100 mg/25 mg | 0.15              | 0.77             | 281.05          | Bluefish         | 98        |
| Candesartan                 | 4 mg     | 0.15              | 5.9              | 2153.5          | AstraZeneca      | 98/100    |
| Candesartan                 | 8 mg     | 0.35              | 6.38             | 2328.7          | AstraZeneca      | 100       |
| Candesartan                 | 16 mg    | 0.25              | 7.1              | 2591.5          | AstraZeneca      | 100       |
| Candesartan/hydrochlorothiazide | 16 mg/12.5 mg | 0.25              | 7.11             | 2595.15         | AstraZeneca      | 98        |

**Note:** Cost/year is calculated as price/pill *365.

**Abbreviation:** SEK, Swedish kronor.