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#### Corresponding author: Srinivas Teppala; Email: srinivas.teppala@griffithuni.edu.au

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# The cost-effectiveness of germline BRCA testingguided olaparib treatment in metastatic castration resistant prostate cancer

# Srinivas Teppala<sup>1</sup>, Paul A. Scuffham<sup>1,2</sup>, and Haitham Tuffaha<sup>3</sup>

<sup>1</sup>Centre for Applied Health Economics, Griffith University, Nathan, QLD, Australia; <sup>2</sup>Menzies Health Institute Queensland, Griffith University, Southport, QLD, Australia and <sup>3</sup>Centre for the Business and Economics of Health, The University of Queensland, St. Lucia, QLD, Australia

## Abstract

**Background:** Olaparib targets the DNA repair pathways and has revolutionized the management of metastatic castration resistant prostate cancer (mCRPC). Treatment with the drug should be guided by genetic testing; however, published economic evaluations did not consider olaparib and genetic testing as codependent technologies. This study aims to assess the cost-effectiveness of *BRCA* germline testing to inform olaparib treatment in mCRPC.

**Methods:** We conducted a cost-utility analysis of germline *BRCA* testing-guided olaparib treatment compared to standard care without testing from an Australian health payer perspective. The analysis applied a decision tree to indicate the germline testing or no testing strategy. A Markov multi-state transition approach was used for patients within each strategy. The model had a time horizon of 5 years. Costs and outcomes were discounted at an annual rate of 5 percent. Decision uncertainty was characterized using probabilistic and scenario analyses.

**Results:** Compared to standard care, *BRCA* testing-guided olaparib treatment was associated with an incremental cost of AU\$7,841 and a gain of 0.06 quality-adjusted life-years (QALYs). The incremental cost-effectiveness ratio (ICER) was AU\$143,613 per QALY. The probability of *BRCA* testing-guided treatment being cost effective at a willingness-to-pay threshold of AU \$100,000 per QALY was around 2 percent; however, the likelihood for cost-effectiveness increased to 66 percent if the price of olaparib was reduced by 30 percent.

**Conclusion:** This is the first study to evaluate germline genetic testing and olaparib treatment as codependent technologies in mCRPC. Genetic testing-guided olaparib treatment may be cost-effective with significant discounts on olaparib pricing.

## Introduction

Prostate cancer is the most diagnosed non-skin cancer and second leading cancer-related cause of mortality in Australian men (1). Approximately 3,568 deaths due to prostate cancer were reported in 2020 (1). Between 4.6 and 17 percent of patients with prostate cancer have mutations in germline DNA-repair genes (2;3). The prevalence of pathogenic variants is substantially higher in metastatic prostate cancer (11.8 percent) (4) compared to local prostate cancer (4.6 percent) (5). In addition, more than half of mutations in metastatic prostate cancer are in the *BRCA* genes (*BRCA2*: 44 percent, *BRCA1*: 7 percent) (4).

Prostate cancer patients with *BRCA* mutations have a more aggressive form of disease with higher risk of nodal involvement, distant metastasis, and poor overall survival (6;7). Despite the grim prognosis, poly-adenosine diphosphate ribose polymerase (PARP) inhibitors have shown promising results in the treatment of metastatic castration resistant prostate cancer (mCRPC). These drugs are selective for homologous DNA repair mutations (8). The PARP inhibitors olaparib (9) and rucaparib (10) are FDA approved and recommended for *BRCA* positive mCRPC patients who had prior treatment with novel hormonal agents (NHAs) such as abiraterone or enzalutamide or taxanes (e.g., docetaxel and cabazitaxel). Rucaparib, however, is not TGA approved for use in Australia (11).

Three studies (12-14) have examined the cost-effectiveness of PARP therapy in mCRPC and there is considerable variation in the reported results. The study by Su et al. (13) showed that olaparib was cost-effective; however, the results from the other two studies (12;14) suggested that treatment with olaparib was not value for money. All three studies (12-14) considered the cost of testing but did not account for the codependent nature of olaparib therapy (i.e., overlooked the fact that treatment decision with the drug was conditional on testing results). Additionally, some of the studies used a partitioned modeling approach which has several limitations including, the inability to account for the dependence of survival on effects from other treatments, and an overall tendency for poor predictability beyond the trial period (15). Also, the study by Xu

et al. (14) indicated that the cost-effectiveness of olaparib could vary based on the country or setting. In summary, existing studies (12-14) relied heavily on data from the PROfound trial (9), used partitioned modeling (13) and did not consider the companion nature or dependence of treatment decisions on genetic testing. Given these shortcomings, we aim to evaluate the cost-effectiveness of olaparib therapy in mCRPC compared to the standard care alternative (16) from an Australian health system perspective, after considering the codependent nature of the technologies (*BRCA* testing and olaparib treatment) and utilizing a state transition modeling approach.

## **Materials and methods**

### Model description

The model evaluated the cost-effectiveness of germline testing for *BRCA* variants (BRCA1 and BRCA2) to inform olaparib treatment in a hypothetical cohort of men with mCRPC, who had disease progression while receiving first-line treatment with a NHA, abiraterone or enzalutamide. Disease progression in the cohort signifies, biochemical (i.e., three consecutive rises of prostate specific antigen, 1 week apart with a 50 percent increase over the nadir or a prostate specific antigen level > 2 ng/ml) or radiological progression (i.e., appearance of two or more bone lesions) while having castrate levels of testosterone (i.e., levels <50 ng/dl or 1.7 nmol/l). A decision tree of germline *BRCA* testing versus no testing followed by a Markov multi-health state transition model was developed using TreeAge Pro (TreeAge Software, Williamstown, MA, USA) (17).

The structure of the model is presented in Figure 1. All hypothetical patients in the cohort are eligible for germline testing (18). The BRCA positive patients receive treatment with the PARP inhibitor olaparib. Upon treatment patients were expected to be in one of three health states: progression-free, progressed disease or dead. Patients who progressed while on olaparib were assumed to receive subsequent treatment with docetaxel for a maximum of four cycles, and supportive care thereafter. The ceiling of 4 months for docetaxel was established from typical patterns of treatment with the drug in mCRPC patients (19;20). The choice for olaparib (as second-line treatment in BRCA positive patients) and docetaxel (third-line treatment) was based on practice recommendations in patients with mCRPC (18;21). The BRCA negative patients, as well as all patients in the no testing pathway were assumed to receive second-line treatment with a second NHA, that is, patients with prior treatment with abiraterone receive enzalutamide and vice versa (21). The proportion of patients receiving second-line enzalutamide (45 percent) or abiraterone (55 percent) was derived from the PROfound trial (9). Similar to BRCA positive patients with disease progression while on olaparib, patients on NHA in the comparator (i.e., no germline testing), were assumed to receive further treatment with docetaxel followed by supportive care. For simplification (i.e., similarity to the BRCA negative arm), the decision tree for the comparator has not been included in Figure 1. Please refer to Supplementary Material for a more detailed overview. The Markov health states (progression-free, progressed, and dead) for patients are similar in both the BRCA testing and no testing pathways and have been provided in the top-left corner of Figure 1.

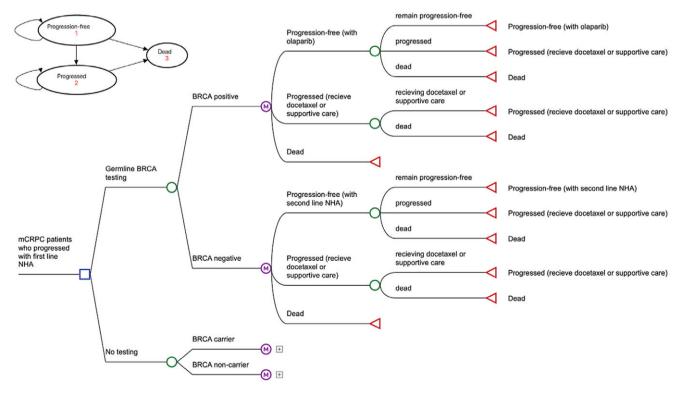


Figure 1. Schematic of the model.

#### Model inputs

A summary of the parameters used in the model is provided in Table 1. The prevalence of BRCA variants in metastatic prostate cancer is variable (6-14 percent) (4;22). For our base case analysis, we chose a BRCA positive probability of 10 percent, based on a Medical Services Advisory Committee (MSAC) of Australia evaluation (23). The probabilities for disease progression while receiving olaparib were derived from a subset of BRCA positive patients receiving the drug in the PROfound trial (9). Given the maturity of the overall survival data (24), we did not perform extrapolation using alternative parametric distributions and instead used the exponential distribution to estimate transition probabilities (S  $[t] = e^{-\lambda t}$ ; S = survival at time, t;  $\lambda$  = average number of events in time, t) (17). Disease progression with NHA in variant negative patients was modeled based on the study by Shore et al. (25). Carriers of BRCA variants typically have more aggressive disease progression (6). Therefore, despite the same treatment (i.e., secondline NHA), for all patients in the no testing strategy, we assumed faster disease progression in patients who harbor BRCA variants and as such used progression rates with NHA reported for this subset of the cohort from the PROfound trial (median = 3.0 months) (9). Background mortality rates were obtained from the Australian Bureau of Statistics (26). Mortality in patients on salvage therapy with docetaxel and supportive care was assumed to be similar across the two arms and was obtained from the study by Miyake et al. (27). The frequencies of serious adverse events (grade  $\geq$  3) in patients receiving treatment with NHA or olaparib was obtained from the PROfound trial (9), while results from the TAX 327 trial (20) were used for adverse events associated with docetaxel.

### Costs

Costs for germline genetic testing (28), pre-and-post-test genetic counseling (29) were obtained from the Medicare Benefits Schedule (items 73304, 132). Treatment costs for the NHAs (abiraterone: 1,000 mg/day along with prednisone 5 mg/twice daily, AU\$ 115/dose; enzalutamide: 160 mg/day, AU\$ 126/dose), olaparib (300 mg/twice daily, AU\$ 237 per dose), and docetaxel (75 mg/m<sup>2</sup> every 3 weeks along with prednisone 5 mg/day, AU\$ 161 per month) were obtained from the Pharmaceutical Benefits Scheme (items 11206T, 1935W, 10174L, and 10148D) (30-34). Costs for treatment of grade III adverse events were obtained from studies by Barqawi et al. (35) and Roeland et al. (36) and converted to 2021 Australian dollars using the Campbell and Cochrane Economics Methods Group (CCEMG) cost converter (37).

#### Utilities

The utility weights for the progression-free state while receiving NHA (0.76; CI: 0.69–0.78) was based on findings for mCRPC patients receiving abiraterone therapy in the study by Clarke et al. (38). We assumed similar utility for olaparib treatment. Utility weights for docetaxel (0.69; CI: 0.59–0.80) and post-docetaxel (supportive care in the current model) (0.37; CI: 0.33–0.41) were obtained from studies by Lloyd et al. (39) and Barqawi et al. (35). Disutility weights of grade III adverse events (anemia, fatigue, vomiting, and back pain) were obtained from studies by Barqawi et al. (35) and Hall et al. (40). The values for utility weights in the aforementioned studies were derived from patient responses to the EuroQoL-5D (41;42).

## Analysis

The cost-effectiveness analysis was performed from the Australian health system perspective. We used monthly cycles to estimate the costs and outcomes were expressed in quality-adjusted life-years (QALYs) gained over a 5-year time horizon, typical of the mCRPC population (43-45). The incremental cost effectiveness ratio (ICER) was calculated and in line with Australian guidelines (46), costs and outcomes were discounted at an annual discount rate of 5 percent.

Decision uncertainty was characterized using probabilistic sensitivity analysis. Parameters were assigned plausible distributions, and a set of input parameter values were drawn by random sampling (10,000 iterations) from each distribution. Probabilistic sensitivity analysis outcomes were used to estimate value of information including the Expected Value of Perfect Information (EVPI) using the nonparametric regression approach (47;48). Additionally, several one-way sensitivity analyses adjusting for the spread of model parameters were performed. The range of probable values for each parameter was derived from reported values in the original resource article and where information was not available, we assumed a 20 percent change from base-case value. Apart from the base-case analysis which uses expected summary statistics for model parameters (Table 1), we also performed scenario analyses for varying BRCA prevalence (6.2 percent (4), 14.0 percent (22)), uptake of germline testing (49;50) and also explored the price threshold of olaparib to arrive at cost-effective findings. In the absence of an official cut-off for WTP in Australia, the National Institute of Health and Clinical Excellence (NICE) threshold for appraisal of life-extending, end of life treatments was used to serve as a guideline for a cost-effectiveness ceiling and the WTP was evaluated at AU\$ 100,000/QALY (51).

The conceptual/face validity of the model was confirmed by experts, that is, practicing clinical oncologists. Validity of the computerized model was affirmed by the coauthors (H.T. and P.S.) who are experienced health economists. Additionally, Markov traces of the health states for *BRCA* positive patients, *BRCA* carriers and *BRCA* negative/noncarriers across the time horizon have been provided in Supplementary S2–S4.

Finally, a Consolidated Health Economic Evaluation Reporting Standards (CHEERS) checklist of the key items in the study was also performed and is available online.

## **Results**

The results of the base-case analyses have been presented in Table 2. Compared to the standard care pathway, BRCA testing-guided olaparib treatment was associated with an additional cost of AU\$ 7,841 and a gain of 0.06 QALYs. The resulting incremental costeffectiveness ratio (ICER) of AU\$ 143,613 per QALY for the BRCA testing pathway was substantially higher than the WTP threshold, suggesting that olaparib therapy was not cost-effective at its public price. At AU\$ 100,000 WTP threshold, the probability that BRCA testing guided treatment is cost-effective was 1.7 percent. The costeffectiveness acceptability curves, demonstrating the likelihood of germline testing being cost-effective, have been provided in Figure 2. The EVPI per person was AU\$ 6.45 which is AU\$ 138,255 for the population affected by the decision over 5 years, assuming the annual incidence of mCRPC is 4,286 patients each year. (52). The parameter contributing most to uncertainty was olaparib cost, with a population expected value of partially perfect information (EVPPI) of AU\$ 88,169. The one-way sensitivity analysis (Figure 3) demonstrates that cost of olaparib, PFS during

# Table 1. Summary of parameters used in the model

Parameters	Mean/median value	Range	Distribution	Source
Clinical inputs				
PFS in variant-positive patients receiving olaparib, months	9.8	-	Exponential; $\lambda = 0.0707$	de Bono et al., 2020 (9)
PFS in variant-positive patients receiving NHA, months	3.0	-	Exponential; $\lambda$ = 0.2310	de Bono et al., 2020 (9)
PFS in variant-negative patients receiving NHA, months	3.5	-	Exponential; $\lambda$ = 0.1992	Shore et al., 2021 (25)
OS in patients receiving salvage therapy with docetaxel and supportive care, months	14.9	-	Exponential; $\lambda$ = 0.0465	Miyake et al., 2021 (27)
Background annual mortality rate	0.01	-	Fixed	ABS, 2021 (26)
Proportion of BRCA positive patients	0.10	0.08-0.13	Beta; α = 53.15, β = 478.39	MSAC, 2021 (23)
Proportion of the control group receiving the NHA, abiraterone	0.55	0.41–0.69	Beta; α = 28.04, β = 22.94	de Bono et al., 2020 (9)
Proportion of the control group receiving the NHA, enzalutamide	0.45	0.34–0.56	Beta; α = 35.06, β = 42.86	de Bono et al., 2020 (9)
Proportion of patients with adverse events (grade $\ge$ 3	) with olaparib			
Anemia, grade III	0.21	0.16-0.26	Beta; α = 51.33, β = 193.09	de Bono et al., 2020 (9)
Vomiting, grade III	0.01	0.009–0.2	Beta; α = 35.56, β = 2,927.44	de Bono et al., 2020 (9)
Back pain, grade III	0.008	0.006-0.01	Beta; α = 63.48, β = 7,871.52	de Bono et al., 2020 (9)
Fatigue, grade III	0.03	0.02–0.03	Beta; α = 78.79, β = 2,839.21	de Bono et al., 2020 (9)
Proportion of patients with adverse events (grade $\geq$ 3	) with NHA			
Anemia, grade III	0.05	0.04–0.07	Beta; α = 56.24, β = 985.29	de Bono et al., 2020 (9)
Back pain, grade III	0.02	0.01–0.02	Beta; α = 55.39, β = 3,637.36	de Bono et al., 2020 (9)
Fatigue, grade III	0.05	0.04–0.07	Beta; α = 56.24, β = 985.29	de Bono et al., 2020 (9)
Proportion of patients with adverse events (grade $\ge$ 3	) with docetaxel			
Anemia, grade III	0.02	0.01–0.02	Beta; α = 55.39, β = 3,637.36	Tannock et al., 2004 (20)
Vomiting, grade III	0.06	0.05–0.08	Beta; α = 52.82, β = 827.43	Lee et al., 2013 (66)
Fatigue, grade III	0.02	0.01–0.02	Beta; α = 55.39, β = 3,637.36	Tannock et al., 2004 (20)
Utility/disutility weights				
Progression-free while receiving NHA or olaparib	0.76	0.69–0.78	Beta; α = 358.05, β = 114.94	Clarke et al., 2022 (38)
Progression-free while receiving docetaxel	0.69	0.59–0.80	Beta; α = 51.85, β = 23.30	Lloyd et al., 2015 (39)
Supportive Care	0.37	0.33–0.41	Beta: α = 215.2, β = 366.5	Barqawi et al., 2019 (35)
Anemia, grade III	-0.12	-0.140.08	Beta: α = 55.33, β = 409.62	Barqawi et al., 2019 (35)
Back pain, grade III	-0.07	-0.080.05	Beta: α = 65.37, β = 910.36	Barqawi et al., 2019 (35)
Fatigue, grade III	-0.47	-0.590.36	Beta: α = 33.40, β = 37.21	Barqawi et al., 2019 (35)
Vomiting, grade III	-0.21	-0.250.17	Beta: α = 86.89, β = 326.86	Hall et al., 2019 (40)
Cost inputs in AU\$*				
Genetic testing; using listed 75% discount pricing	750	563–938	Gamma; α = 64, λ =0.085	MBS item 73304 (28)
Cost of genetic counseling	283	212–354	Gamma; α = 64, λ =0.23	MBS item 132 (29)
Olaparib (300 mg twice daily) per month	6,631	4,973–8,288	Gamma; α = 64, λ = 0.01	PBS item 11528R (34)
Abiraterone (1,000 mg/day) + prednisone (10 mg/ day) per month	3,227	2,421–4,034	Gamma; α = 64, λ = 0.019	PBS items 11206T (30) and 1935W (31)
Enzalutamide (160 mg/day) per month	3,537	2,653–4,421	Gamma; α = 64, λ = 0.018	PBS item 10174L (33)
Docetaxel (@75 mg/m <sup>2</sup> every 3 weeks) + prednisone (@5 mg/day) per month	161	120–201	Gamma; α = 64, λ = 0.40	PBS items 10148D (32) and 1935W (31)
Costs of supportive care per day	242	182–303	Gamma; $\alpha$ = 64.01, $\lambda$ = 0.26	Cronin et al., 2017 (67)

(Continued)

#### Table 1. (Continued)

Parameters	Mean/median value	Range	Distribution	Source
Costs of treating an anemia (grade $\geq$ 3) episode	1,602	1,442–1,763	Gamma; $\alpha$ = 399.24, $\lambda$ = 0.25	Barqawi et al., 2019 (35)
Costs of treating a vomiting (grade $\geq$ 3) episode	23,526	19,997–27,055	Gamma; $\alpha$ = 64, $\lambda$ = 0.003	Roeland et al., 2018 (36)
Costs of treating a back pain (grade $\ge$ 3) episode	17,705	15,934–19,475	Gamma; $\alpha$ = 400, $\lambda$ = 0.022	Barqawi et al., 2019 (35)
Costs of treating a fatigue (grade $\geq$ 3) episode	13,924	12,950–14,899	Gamma; $\alpha$ = 817.43, $\lambda$ = 0.059	Barqawi et al., 2019 (35)

\*Converted to 2021 AU\$ where necessary using the Campbell and Cochrane Economics Methods Group (CCEMG) cost converter (37).

#### Table 2. Results of cost-effectiveness analysis

Strategy	Costs (discounted)	QALYs (discounted)	Incremental costs	Incremental QALYs	Incremental cost- effectiveness ratio	Optimal strategy in PSA
Base case						
Standard care, no BRCA testing	AU\$ 103,335	0.90	Referent	Referent	Referent	98.28%*
BRCA testing and personalized Rx	AU\$ 111,177	0.96	AU\$ 7,841	0.06	AU\$ 143,613/QALY	1.72%*
Scenario with 30% discount on olapa	rib cost					
Standard care, no BRCA testing	AU\$ 103,335	0.90	Referent	Referent	Referent	33.93%*
BRCA testing and personalized Rx	AU\$ 108,449	0.96	AU\$ 5,113	0.06	AU\$ 93,646/QALY	66.07%*
Scenario with 6.2% BRCA prevalence						
Standard care, no BRCA testing	AU\$ 103,408	0.90	Referent	Referent	Referent	99.68%*
BRCA testing and personalized Rx	AU\$ 108,662	0.93	AU\$ 5,254	0.03	AU\$ 155,211/QALY	0.32%*
Scenario with 14% BRCA prevalence						
Standard care, no BRCA testing	AU\$ 103,259	0.90	Referent	Referent	Referent	96.86%*
BRCA testing and personalized Rx	AU\$ 113,824	0.97	AU\$ 10,565	0.07	AU\$ 138,207/QALY	3.14%*
Scenario with 90% uptake in germline	e testing					
Standard care, no BRCA testing	AU\$ 103.355	0.90	Referent	Referent	Referent	98.58%*
BRCA testing and personalized Rx	AU\$ 109,814	0.94	AU\$ 6,460	0.04	AU\$ 144,990/QALY	1.42%*

\*Willingness to pay (WTP): AU\$ 100,000/QALY.

Abbreviations: PSA, probabilistic sensitivity analysis; QALYs, quality-adjusted life-years; Rx, treatment.

olaparib treatment, PFS with NHA in potential *BRCA* positive patients receiving standard care, the utility weights for NHA/olaparib treatment and the probability of being *BRCA* positive upon testing were the top five parameters influencing the ICER. The costs of adverse events (grade  $\geq$  3 or higher) in the cancer setting are substantial (53), yet they did not have a substantial impact on the results. There was a considerable shift in base case estimates over the range of plausible values for some variables (e.g., cost of olaparib), yet the ICERs remained higher than the WTP thresholds.

Supplementary analyses explored the cost-effectiveness of personalized treatment using *BRCA* prevalence rates of 6.2 percent (4) and 14.0 percent (22). Using the lower prevalence rate resulted in an ICER of AU\$ 155,211/QALY, while the higher rate led to an ICER of AU\$ 138,207/QALY. Uptake of germline testing in prostate cancer is usually high (90–95 percent) (49;50) and was therefore not considered in our base case analysis. However, if we were to the use the lower statistic among the two studies (49;50) (i.e., assume a 10 percent decline in *BRCA* testing), the resulting ICER of AU\$ 144,990/QALY, was a marginal increase from our base case findings (ICER: AU\$ 143,613/QALY).

We also examined the effects of applying additional discounts on olaparib pricing. As illustrated in Figure S5 in the Supplementary Material and Table 1, a 30 percent discount on olaparib cost was required to achieve an ICER below 100,000 (AU\$ 93,646/QALY).

#### Discussion

The economics of codependent technologies such as genetic testing to identify patients that respond effectively to personalized medication is an emerging field of research (54;55). In the current study, we examined the cost-effectiveness of germline *BRCA* test guided treatment with the PARP inhibitor olaparib in mCRPC patients compared to the standard care alternative without germline testing. Our results suggest that olaparib therapy could be beneficial with an increase of 0.06 QALYs over the comparator but was not costeffective (ICER: AU\$ 143,613/QALY; WTP: AU\$ 100,000/QALY), unless the price of the drug was further discounted by 30 percent (i.e., from AU\$ 6,631/month to \$ 4,642/month).

Our findings are plausible and could be explained by several factors. To begin, our modeling approach is coincidentally similar to the NICE guidance for olaparib for previously treated *BRCA* mutation-positive hormone relapsed metastatic prostate cancer (56). In our analysis, the price of olaparib (34) was 87.5–91.8 percent higher than the current standard of care options (i.e., the

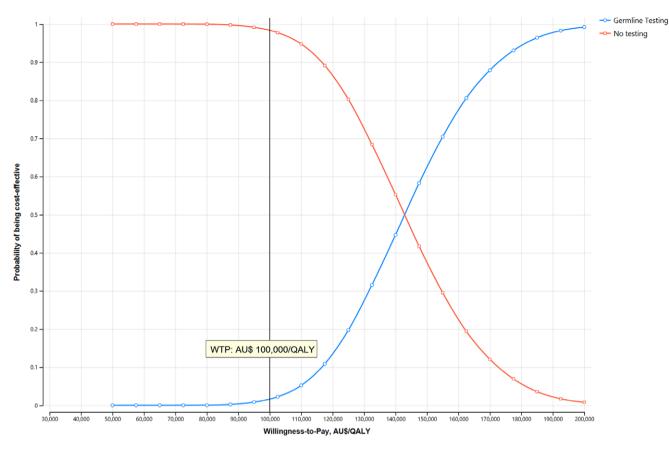


Figure 2. Cost-effectiveness acceptability curves for BRCA testing-guided therapy versus standard care in the base case model.

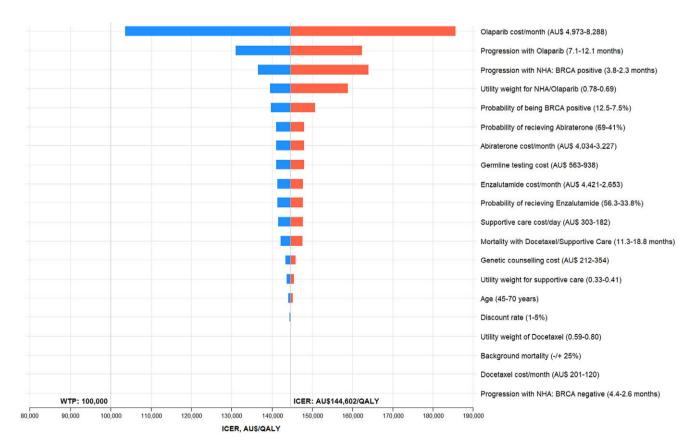


Figure 3. Tornado diagram of one-way sensitivity analyses of olaparib versus standard care in the base case analysis.

two NHAs, enzalutamide (33) or abiraterone (30) and as indicated by our one-way sensitivity analyses, was associated with the highest variance in ICERs. Additionally, men treated with olaparib demonstrated higher PFS compared to NHA in the standard care pathway and in essence were on the more expensive treatment for a longer duration (9). Although it was assumed that they accrued health benefits as they remained at this stage of treatment, the balance between increased cost of treatment and its health benefits (QALYs), was not sufficient to tip the scale below the WTP threshold. The prevalence of tested pathogenic variants could have also influenced the results (13). The study by Su et al. (13) demonstrated that olaparib was cost-saving when administered to men with any one of fifteen pathogenic variants (100 percent of their cohort) but had high ICERs when evaluated in a smaller subset of people positive to three of the fifteen variants (65 percent of their cohort). In summary, cost of olaparib treatment, PFS with olaparib, the health utility of remaining in this stage of treatment and the probability of being variant positive were some of the major factors influencing the cost-effectiveness of olaparib treatment.

There are several differences both in the methodology and magnitude of results from our analyses and the earlier studies (12-14). First, all three previous studies relied heavily on data from the PROfound trial (9), where PFS with olaparib was compared against NHA in men who were variant positive. The co-dependence of olaparib therapy on the results of germline testing was not assessed, that is, the decision tree did not include men who were variant negative or those that received standard care without genetic testing. In contrast, we employed a more appropriate design and considered the cost-effectiveness of treatment pathways based on germline testing compared to a no testing approach. The importance of inclusion of price of genetic testing in appraising cost-effectiveness was emphasized by NICE in its evaluation report of olaparib (NICE TA 887) (56) Section 3.21, "The costs of testing BRCA mutations should be included in the cost-effectiveness estimates." In Australia, testing to inform the eligibility for olaparib treatment is currently subsidized by the MBS, yet prices continue to remain substantial at AU\$ 1,000. Second, there were also differences in the number of variants assessed during testing in our approach and the previous studies. While they (12-14) assessed three or fifteen pathogenic variants, we limited our analyses to germline testing of BRCA1/2, the pathogenic variants listed for subsidized treatment with olaparib in Australia (34). Not all pathogenetic variants associated with prostate cancer have the same mutagenic potential, that is, penetrance and a previous expert panel consensus recommendation has advocated for priority testing of BRCA2/1 and DNA mismatch repair (MMR) genes over other variants (57). The PARP inhibitors such as olaparib are also more efficacious in treating patients with homologous double-stranded DNA-repair (58), the primary impairment mechanism of cancers associated with BRCA mutations (59), further justifying our strategy for BRCA1/2 testing. Third, cross-resistance is known phenomenon between taxanes, NHAs, and PARP inhibitors (60;61), and the sequence of treatment among these classes of drugs could have important implications on their effectiveness (60;61). The lines of treatment in the economic modeling of previous studies was unclear (12;13). We adopt a more practice-based line of treatment (18;62) likely to minimize the effect of cross-resistance (63) (standard care: NHA > NHA > taxane > supportive care; BRCA positive: NHA > PARP > taxane > supportive care) and therefore provide an appropriate and replicable treatment scenario (25). Finally, we also explored thresholds at which further subsidization in olaparib pricing would sway results toward cost-effectiveness.

Our findings are not without limitations. Although we have strived to perform the analysis from an Australian health payer perspective, information for some of the parameters in the model was derived from studies based in the U.S. Second, we assumed that all patients were docetaxel naïve at the start of treatment (62). However, the inputs for PFS with olaparib or NHA in potential BRCA positive patients without testing were derived from the PROfound trial (9), where 65 percent of the patients received previous taxane therapy. Third, the comparator for PARP therapy in our analysis was repeat treatment with another NHA. Recent guidance suggests that this offers little benefit and patients with disease progression should ideally be treated with a taxane (docetaxel or cabazitaxel) or receive basic supportive care (56). Fourth, we would like to acknowledge that the health state utilities were captured from multiple studies across different settings and as such may not be completely appropriate for the intended cohort of mCRPC patients. Finally, we acknowledge that olaparib could have received additional subsidies through commercial arrangements. However, due to the unavailability of this special pricing the current evaluation was based on the market price of olaparib. The differences in our assumptions and those from our resource data do lend some uncertainty to our results. Yet we have strived to utilize the most pertinent available information and attribute discrepancies in assumptions among resource data and our test case to the paucity of statistics within the literature.

The PARP inhibitors have significant survival benefits (9;64) and are approved (23;65) groundbreaking treatments for prostate cancer. Yet, there is a lack of clarity about the ideal target population for their use in the prostate cancer disease spectrum (58). The variability in effectiveness based on pathogenic variants (57), modeling differences (partitioned versus state transition models) (15) and the failure to account for the codependent nature of PARP inhibitor therapy based on the results of genetic testing may explain the inconsistencies in findings from previous economic studies (12-14). In the current evaluation, we have assessed the cost-effectiveness of germline testing and olaparib as codependent technologies. Our findings suggest that from an Australian health system perspective, second line treatment with olaparib in mCRPC may be potentially cost-effective if the current market price of the drug is reduced by 30 percent.

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**Data availability statement.** Data sharing is not applicable to this article as no datasets were generated during the current study.

**Author contribution.** S.T. was involved in the conceptual design, performed the statistical analyses, and prepared the first draft of the manuscript. P.A.S. and H.T. contributed to the conceptual design of the study, provided valuable feedback for the statistical analyses and revisions to the manuscript. All the authors read and agreed to the final version of the article.

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#### Key points.

- Poly-adenosine diphosphate ribose polymerase (PARP) inhibitors, such as olaparib target repair pathways in cancer cells and are breakthrough therapies in the management of metastatic castration resistant prostate cancer (mCRPC). The costeffectiveness of olaparib, however, is not clear.
- Economic evaluations of olaparib have overlooked the need for genetic testing to appropriately target treatment. This paper is the first evaluation of codependent technologies (germline testing and olaparib therapy) in mCRPC from Australia.
- Our evaluation suggests that germline *BRCA* testing-guided treatment with olaparib in mCRPC may be cost-effective after applying a 30 percent reduction to the existing market price of the drug.

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