



Hungary

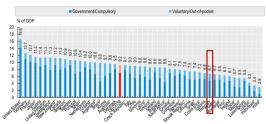
National Institute of Health Insurance Fund Management (NIHIFM)

Fanni Ispán (ispan.f@neak.gov.hu)

Gergely Németh (nemeth.ger@neak.gov.hu)

Pharmaceutical pricing and reimbursement policies

Figure 7.1. Health expenditure as a share of GDP, 2022 (or nearest year)



Note: 1. OECD estimate for 2022. 2. Refers to 2021. 3. Refers to 2020. Source: OECD Health Statistics 2023; WHO Global Health Expenditure Databas

Pricing in the out-patient and in-patient sector

Pricing at ex-factory level

- >External reference pricing: EU 27 + Switzerland + Norway + Iceland

>External reference pricing: EU 27 + Switzerland + Norway + Iceland

Internal reference pricing - therapeutic groups and active substance based groups,
recalculation of reference prices with blind bidding

Maximum amount of reimbursement for each drug in the group is based on the
lowest priced medicine (with a minimum required DOT turnover)

Stepped pricing system for generics:

1st generic drug - 40%,
2nd generic drug - 20%,
3rd generic drug - 10%,
4-bit negeric drus - 5%.

A-6th generic drug - 10%,

4-6th generic drugs - 5%

afterwards at least 1 HUF (0,3 € cent),
for biosimilars:, the cheapest medicine is required to be prescribed for new
patients. Stepped pricing sytem for biosimilars: 1st-30%; 2nd - 10%; 3rd - 10%
afterwards at least 1 HUF (0,003 €)

sst-effectiveness requirement for innovative medicines
(ICER < 2-3 x GDP per capita)

Pricing at wholesale level

- >Strictly regulated regressive margins 8% 6.5% 5% 4.4%, depends on the ex-factory price
- >Statutory pricing according to Decree of the Ministry of Health 5/2007

Pricing at pharmacy level

- > Strictly regulated regressive margins at pharmacy level 27% 23% 20% -18%, depends on the wholesale price > There is no retail margin at hospital level
- >OTC products have free pricing, pricing regulations apply for only reimbursed drugs in the in- and out-patient sectors
- > VAT: 5% for all medicines in the in- and out-patient sectors

Centralised tendering for certain medicines

High-cost oncology and biological drugs (item-based reimbursement)

Separate budget for haemophilia and HCV infection Tenders are valid for 1-3 years

Tender price may differ from list price: pharmaceutical companies may offer confidential discounts or rebates to hospitals or to NIHIFM

- Act XCVIII of 2006 on the Safe and Economic Supply and Distribution
- of Medicines and Therapeutic Medical Devices
 Decree of the Ministry of Health 32/2004 (IV.26.) price setting
- Decree of the Ministry of Health 5/2007 (I.24.) margins - Deree of the Government 452/2017 (XII. 27.) - reimbursement

Reimbursement in the out-patient sector

Positive list

Positive list publicly available for reimbursed drugs

Reimbursement categories

- >Co-payment Patients should pay the difference between the gross retail price and the reimbursement, in case of 100% reimbursed drugs the co-payment is 300 HUF (~1 €)
- >Reimbursement without restrictions in any labelled indication by any physician 0%, 25%, 55% and 80% reimbursement
- > Reimbursement with restrictions restrictions on therapeutic indication, health care provider and medical specialization
- 50%, 70%, 90% and 100% reimbursement
 >Named patient program: nearly 100% reimbursement + various co-payment (~0,75 € 7,5 €)
 - Reimbursement for patients for non-reimbursed therapies or off-label indications
- >Vulnerable groups: special reimbursement scheme for patients with chronic diseases, in bad socioeconomic status or other conditions no co-payment up to maximum amount of potential co-payment (30 €/ month)

- >Internal reference pricing groups (since 2007) with maximum reimbursement within the
- group
 >Managed Entry Agreements

 - ~ unit based pay-back ~ outcome based
- Statutory 20% payback on ex-factory price proportionated to reimbursement rate, temporary 40% for products over the price of 10 000 HF (-26 €)
 Statutory 10% additional payback on sales revenue for drugs being reimbursed for 6 years without competitors

 Reimbursement | Paybursement** | Payb
- >Reimbursement payback for all Wholesale companies: 2.5% payback on the wholesale margin
- >Reimbursement payback for budget overspending: global cap >Sales representative fee ~832 000 HUF/capita/month (~2130 €/capita/month)

Percentage co-payments, fixed co-payment (in the 100% reimbursement category), no co-payment for in-patient medicines

Reimbursement in the in-patient sector

>high-cost oncology and biological drugs (item-based reimbursement) and high-cost therapies for haemophilia and HCV infection

100% reimbursement category for expensive medicines that are used in hospitals. Reimbursements of these drugs are linked to therapeutic indication and paid directly by the NIHIFM.

>There is no co-payment for hospital medicines >The diagnoses-related group (DRG) system covers the costs of hospital care, including pharmaceuticals

Process of decision on reimbursement

