## 🕻 AMGROS

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## Information on the establishment of a buffer stock of pharmaceuticals to the Danish hospitals

As previously informed, the Danish Medicines Agency et al. have asked Amgros to establish a buffer stock of pharmaceutical for the Danish hospitals in connection with Covid-19. This activity continues as long as it is deemed appropriate for Covid-19 readiness.

The size of the stock varies, but at least corresponds to the usual consumption for 3 months. A number of pharmaceuticals, which are considered to be particularly critical for the treatment of patients, have an increased stock compared to the 3 months. Decisions on increased stock in relation to the 3 months are made in collaboration with the hospitals, the Danish Medicines Agency, the hospital pharmacies, and Amgros and may vary over time.

In connection with Covid-19, Amgros has just been assigned the task of establishing an emergency stock of some pharmaceuticals for a number of diseases, where the treatment is carried out in hospitals, but where the pharmaceuticals are delivered to the patients at the primary pharmacies. The aim of this stock is that these pharmaceuticals can be "returned" to the primary sector if there is a shortage in the primary sector.

The number of pharmaceuticals we need to purchase in this context is approx. 400 item numbers. The number is expected to increase in the coming time. In case we sell this stock, we will purchase new pharmaceuticals in order to maintain inventory levels as long as it is desired that we maintain buffer stock in connection with Covid-19. Orders for the purchase of these pharmaceuticals will be marked with "Primary pharmacy" under the buyer on the order. It is our goal that this stock is used before it expires. The pharmaceuticals are purchased without a return policy but must have a shelf life that corresponds to the usual minimum shelf life requirements in Amgros' agreements, which are usually 12 months.

For all our purchases, it is important that this does not give rise to immediate back orders, either at the hospital pharmacies or in the primary sector. We will therefore ask you to prioritize deliveries to the hospital pharmacies prior to our orders and only confirm immediate delivery of the quantities not to be used to supply the pharmacies in the near future. If you cannot deliver the full quantity immediately, we would like to know when you can deliver the remaining



quantity. For good measure, we expect your deliveries to meet the residual shelf-life requirements that apply in our agreements. If this is not possible for you, please contact kundeservice@amgros.dk before delivery.

When establishing the Amgros' own stock at Nomeco, deliveries to Amgros have been requested to follow Nomeco's "Conditions for deliveries", which are attached for your information. If there are questions about "Conditions for deliveries" they can be addressed to Jakob Skov (email: jasko@nomeco.dk) or Jesper Lotz (email: jelot@nomeco.dk) at Nomeco.

To get a smooth and prioritized physical delivery of pharmaceuticals to Amgros' warehouse at Nomeco, please have your carrier book a slot time at Nomeco via TransWide. If the carrier is not already set up in TransWide at Nomeco, please email mebli@nomeco.dk with the heading "Oprettelse af adgang til TransWide" ("Creating TransWide Access"). Questions for TransWide can also be answered by mebli@nomeco.dk. See also the Quick Guide attached.

If time is not booked in Transwide, access to unloading will take place when Nomeco is available.

Sales of pharmaceuticals from the warehouse are expected to start once we have established the necessary IT integrations with Nomeco. We expect this to be established in the second half of April 2020. At that time, we will redirect orders from the hospital pharmacies to Amgros' warehouse at Nomeco, which will deliver the pharmaceuticals to the hospital pharmacies. At the same time, Amgros will continuously purchase pharmaceuticals from the supplier in order to maintain the decided inventory level for each pharmaceutical. It is expected that Amgros will order the individual pharmaceuticals at intervals of at least 2-4 weeks to avoid small orders for you. We expect to send these orders to you in the same way the hospital pharmacies do today. In connection with the start of sales to the hospital pharmacies, Amgros will allow the suppliers to view the following information per item:

- Stock at Amgros' warehouse at Nomeco
- Sales for at desired period
- "Open" orders to the hospital pharmacies.

The facility will be established on Amgros' Supplier Portal, and it will only be possible for the supplier to view own products.

Until our IT integration with Nomeco is established, we will only sell from the warehouse if this prevents a back order for the hospital pharmacies.

Amgros would like to take this opportunity to thank all suppliers for the cooperation and positive approach that you have shown in the contact and cooperation in the recent period. It helps us to solve this task in a good way!

Questions for the above information can be addressed by email to Covid-19@amgros.dk