

October 3, 2015

Dear Manufacturers,

I am writing on behalf of Banner Thunderbird Medical Center (DSH030089) to inform manufacturers that Banner Thunderbird Medical Center recently underwent an audit by the Health Resources and Services Administration (HRSA) of Banner Thunderbird Medical Center's compliance with 340B Drug Pricing Program (340B Program) requirements.

As background, Banner Thunderbird Medical Center qualified for the 340B Program as a Disproportionate Share Hospital in Glendale, Arizona and has participated in the 340B Program since January 1, 2007.

Through the audit process, Banner Thunderbird Medical Center was found to have non-compliance within their 340B Program and responsible for repayment as a result of the following finding(s):

Diversion – 340B drugs dispensed at contract pharmacies for prescriptions written at ineligible sites.

Banner Thunderbird Medical Center has identified all affected manufacturers and has contacted each to notify them of these violations to begin a dialogue on a method for repayment to affected manufacturers. If manufacturers have not received notification from Banner Thunderbird Medical Center and believe repayment may be owed for the violations described in this letter, or if you have any questions or comments regarding the violations described in this letter or require additional information, I can be reached directly at 602-865-5751, or via email at Jeremy.Williams@bannerhealth.com.

Sincerely,

Jeremy Williams

Jeremy Williams, Chief Financial Officer

Banner Thunderbird Medical Center