NATIONAL INSTITUTE FOR HEALTH AND CLINICAL EXCELLENCE

Final appraisal determination

Sorafenib for the treatment of advanced hepatocellular carcinoma

This guidance was developed using the single technology appraisal (STA) process.

1 Guidance

- 1.1 Sorafenib is not recommended for the treatment of advanced hepatocellular carcinoma in patients for whom surgical or locoregional therapies have failed or are not suitable.
- People currently receiving sorafenib for the treatment of advanced HCC should have the option to continue treatment until they and their clinician consider it appropriate to stop.

2 The technology

- 2.1 Sorafenib (Nexavar, Bayer HealthCare) is a multikinase inhibitor that inhibits tumour blood vessel development and tumour cell proliferation. It does this by inhibiting the Raf cascade, and vascular endothelial growth factor (VEGF)/platelet-derived growth factor (PDGF) receptors of tumour cells, vascular endothelial cells and pericytes. Sorafenib has a UK marketing authorisation for the treatment of hepatocellular carcinoma.
- 2.2 The summary of product characteristics (SPC) lists the following conditions that may be associated with sorafenib treatment: dermatological toxicities, hypertension, haemorrhage, cardiac ischaemia and/or infarction, gastrointestinal perforation, hepatic impairment and wound healing complications. For full details of side effects and contraindications, see the SPC.

2.3 Sorafenib is administered orally as 200-mg film-coated tablets. The recommended dosage is 400 mg twice daily (a total daily dose of 800 mg). The dosage may be adjusted to two 200-mg tablets once daily if adverse drug reactions are suspected. The SPC recommends that treatment should be continued as long as clinical benefit is observed or until unacceptable toxicity occurs. The price for a pack of 200-mg tablets (112 tablets per pack) is £2980.47 (excluding VAT, 'British national formulary' 58th edition). The manufacturer has agreed a patient access scheme (PAS) with the Department of Health for sorafenib for advanced hepatocellular carcinoma (see 3.14). Costs may vary in different settings because of negotiated procurement discounts.

3 The manufacturer's submission

The Appraisal Committee (appendix A) considered evidence submitted by the manufacturer of sorafenib and a review of this submission by the Evidence Review Group (ERG; appendix B).

- 3.1 The manufacturer's decision problem compared sorafenib with best supportive care (BSC), and defined the population as patients with advanced hepatocellular carcinoma for whom surgical or locoregional therapies have failed or are not suitable. Outcomes were defined as being overall survival, progression-free survival, time to symptomatic progression, tumour response, health-related quality of life and adverse effects of treatment. In the economic evaluation both the incremental cost per quality-adjusted life year (QALY) gained and the incremental cost per life year gained were presented. A lifetime horizon was used, and costs were considered from the NHS perspective.
- 3.2 In the submission, the manufacturer identified three studies providing evidence on the clinical effectiveness of sorafenib for the treatment of hepatocellular carcinoma. The manufacturer's

submission presented clinical-effectiveness data from the Sorafenib Hepatocellular Carcinoma Assessment Randomized Protocol (SHARP) study, which was a registration randomised controlled trial (RCT). The remaining two studies identified (a multicentre RCT and an uncontrolled open-label study) provided supporting data.

3.3 The SHARP study was a multicentre, double-blind, placebocontrolled randomised trial in patients with advanced hepatocellular carcinoma who had not received previous systemic treatment. The study included 602 patients and assessed the effect of sorafenib plus BSC (n = 299) versus placebo plus BSC (n = 303). The study was conducted in patients who were predicted to have a life expectancy of at least 12 weeks and who had the following characteristics: an Eastern Cooperative Oncology Group (ECOG) performance status of 0-2; histologically or cytologically documented hepatocellular carcinoma; and at least one measurable tumour not previously treated with local therapy. The majority of patients had a Child-Pugh liver function status of grade A or B (96.5% and 3.3% respectively). The Child-Pugh score can be used to predict the prognosis and strength of required treatment. The score classifies liver disease into Child-Pugh A, B and C grades; people with Child-Pugh liver function grade A have the best prognosis. The majority of patients had Barcelona Clinic Liver Cancer (BCLC) stage B (intermediate) or C (advanced) disease (17.4 and 82.4% respectively) and one patient had BCLC stage D (end stage) disease (0.2%).

3.4 Randomised patients received 400 mg sorafenib twice daily plus BSC, or matching placebo plus BSC. If there were adverse events related to sorafenib, dosages could be reduced to 400 mg once daily, and then to 400 mg every 2 days. The mean dosage of sorafenib in the SHARP study was 710.5 mg per day. Treatment was continued until there was radiological progression according to response evaluation criteria in solid tumours (RECIST) and

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symptomatic progression; death; adverse events that required study treatment to be stopped; withdrawal from the study; or until another criterion for stopping therapy was met (such as deterioration to an ECOG performance status of 4).

- 3.5 At baseline, characteristics were balanced between the treatment groups. These characteristics included ECOG performance status, tumour burden (defined as the presence of macroscopic vascular invasion and/or extrahepatic spread), Child-Pugh grade of liver function, and liver disease. Patients were stratified before randomisation according to the following factors:
 - tumour burden
 - ECOG performance status of 0 versus 1 versus 2
 - geographical region (North America; South America, including Mexico; and Europe and Australasia).
- 3.6 The manufacturer provided information about the two studies used as supporting evidence. The Asia-Pacific study by Cheng et al. (2008) was a multicentre RCT of sorafenib plus BSC versus placebo plus BSC in 226 patients with advanced hepatocellular carcinoma (and hepatitis B) from China, Korea and Taiwan. An uncontrolled open-label study by Abou-Alfa et al. (2006) was carried out in 137 patients from Europe receiving sorafenib for advanced hepatocellular carcinoma. The manufacturer also highlighted that there were several ongoing studies investigating: sorafenib alone; sorafenib versus placebo, doxorubicin, and sunitinib; and sorafenib plus doxorubicin versus doxorubicin alone.
- 3.7 The primary outcomes in the SHARP study were overall survival and time to symptomatic progression (which was defined as a decrease of four or more points from baseline on the functional assessment of cancer therapy - hepatobiliary [FACT-hep] questionnaire, deterioration in ECOG performance status to 4, or death). There was no statistically significant difference in time to

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symptomatic progression between the sorafenib and placebo groups. The manufacturer suggested that the FACT-hep symptom index 8 (FHSI-8) guestionnaire used to measure this may not have been able to distinguish between the toxicity of sorafenib, symptoms of the underlying liver disease, and the symptoms of advanced hepatocellular carcinoma. The FACT-hep was also used to measure health-related quality of life (HRQoL). Data from the SHARP trial report demonstrated that 11.5% of patients receiving sorafenib and 19.6% of patients receiving placebo had at least an 8-point improvement in score. The blinded phase of the SHARP study was stopped early when the second interim analysis indicated that sorafenib significantly prolonged median overall survival (46.3 weeks, 95% confidence interval [CI] 40.9 to 57.9) compared with placebo (34.4 weeks, 95% CI 29.4 to 39.4). The hazard ratio (HR) for overall survival (sorafenib over placebo) was 0.69 (95% CI 0.55 to 0.87). This represented a 30.7% reduction in hazard (risk of death) over placebo. Following stoppage, all patients in the double-blind phase (as well as those in follow up) were entered into an unblinded extension phase of the study.

3.8 Analyses of the secondary outcome, time to radiological disease progression, were based on both independent and investigator assessment. The independent assessment was the primary analysis. These analyses demonstrated that with independent assessment there were 263 progressions in total (107 in the sorafenib group and 156 in the placebo group) and with investigator assessment there were 403 progressions in total (181 in the sorafenib group and 222 in the placebo group). The analyses indicated that the median time to radiologically determined disease progression (according to RECIST criteria) was extended by 11.7 weeks according to independent assessment, or 5.1 weeks according to investigator assessment, in the sorafenib group compared with the placebo group. Both the investigator and

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independent analyses demonstrated a statistically significant improvement in time to disease progression in the sorafenib group compared with the placebo group. There was a substantial difference in the HR between the investigator analysis (HR 0.69; 95% CI 0.56 to 0.84) and the independent analyses (HR 0.58; 95% CI 0.45 to 0.74). The manufacturer's analyses of tumour response revealed small differences between the sorafenib and placebo groups, with patients having very low levels of complete or partial response in both groups.

3.9 The manufacturer developed a Markov model to assess the cost effectiveness of sorafenib compared with BSC in people with advanced hepatocellular carcinoma. The model had four distinct health states: first-line treatment – non-progressive advanced disease; first-line treatment – progressive disease; BSC – progressive disease; and death. The model had a cycle length of 1 month and a lifetime time horizon. The time horizon was assumed to cover up to an additional 14 years of life for a patient population with an average starting age of 67 years. Time horizons of 2, 5 and 10 years were explored in sensitivity analyses.

3.10 The model used effectiveness data from the SHARP study, extrapolated to a lifetime horizon. Several distributions were tested. Based on the Akaike information criterion for goodness-of-fit to the observed data, a log-normal distribution was chosen for extrapolating overall survival. A log-normal distribution was also chosen for extrapolating time to disease progression and was based on investigator rather than independent assessment. It was assumed that the rate of adverse events was constant over time, and that the disutilities associated with adverse events were additive (that is, they could be estimated by calculating the difference between a health state with an adverse event and the same health state without the adverse event). Only common

adverse events were included in the model. Adverse events occurring in fewer than 10% of patients were excluded.

- 3.11 The utility values used in the model were derived using a mapping approach. Health-related quality of life was measured with the FACT-hep instrument. The manufacturer mapped these responses using an algorithm developed by Dobrez et al. (2007) to obtain health-state utility estimates. This mapping algorithm used the generic portion of the FACT-hep instrument (FACT-G) to map to a set of time trade-off utility values. The algorithm did not include information gained from the 'hep' subset of the FACT-hep questionnaire.
- 3.12 The model included costs for drug treatment for hepatocellular carcinoma (sorafenib), and treatment costs for different health states and adverse events. Resource use and cost parameters in the model were estimated from primary (SHARP trial) and secondary sources. The estimates of resource use and costs of adverse events were based on a survey of UK clinicians. The model also included the costs of sorafenib for the 7.7% of patients who continued treatment with sorafenib after progression for a median of 129 days, as observed in the SHARP study.
- 3.13 Sorafenib compared with BSC produced a base-case incremental cost-effectiveness ratio (ICER) of £64,754 per QALY gained. One-way sensitivity analyses demonstrated that the ICER was most sensitive to estimates of time to progression and overall survival from SHARP, and to utility values. Probabilistic sensitivity analysis provided a similar result to the deterministic base case (£65,244 per QALY gained). The manufacturer carried out subgroup analyses that included age (65 years and older), and measures of performance status (Child-Pugh liver function grade A; tumour node metastasis [TNM] I–III; BCLC stage B; BCLC stage C). This resulted in ICERs that ranged from £32,701 to £76,592 per QALY gained. The manufacturer also examined other disease-specific

subgroups and scenarios, which resulted in ICERs both higher and lower than the base-case ICER; these results are currently commercial in confidence.

3.14 The manufacturer proposed a patient access scheme for NICE to consider, which had been accepted by the Department of Health in England and the Department of Health and Social Services in Wales. The Department of Health considered that this patient access scheme would not be an excessive administrative burden on the NHS. The manufacturer submitted revised costeffectiveness analyses incorporating the patient access scheme, in which the manufacturer rebates the cost of every fourth pack of sorafenib to the NHS, or provides every fourth pack for free. In the revised model, the cost of one cycle of sorafenib was removed every fourth cycle for patients still receiving sorafenib, over the 14year time horizon of the model. In the patient access scheme, all patients stop treatment at the point of progression (determined by investigator assessment), as in the SHARP trial. The manufacturer stated that this was consistent with clinical practice. The revised model therefore assumed that patients would not continue treatment after progression. This differed from the analysis without the patient access scheme, in which 7.7% of patients continued treatment after progression. The benefits in the model were not adjusted. All other assumptions remained the same as in the original model. Taking the patient access scheme into account, the revised base-case ICER for the trial population was £51,899 per QALY gained. The manufacturer carried out subgroup analyses (taking the patient access scheme into account) that included age (65 years and older) and measures of performance status (Child-Pugh liver function grade A; tumour node metastasis [TNM] I-III; BCLC stage B; BCLC stage C), resulting in ICERs that ranged from £28,105 to £60,681 per QALY gained. The manufacturer also examined other disease-specific subgroups and scenarios, which

resulted in ICERs both higher and lower than the base-case ICER (£51,899 per QALY gained); these results are currently commercial in confidence. Further documentation was provided in confidence to the Department of Health.

- 3.15 The ERG stated that the manufacturer's submission was of acceptable overall quality and it generally followed the NICE reference case. The two RCTs used to derive effectiveness data were of sufficient power to demonstrate that sorafenib plus BSC statistically significantly improved overall survival and time to radiological disease progression compared with placebo plus BSC. The ERG stated that the manufacturer provided a reliable, internally valid model that was appropriate for the decision problem and was based primarily on robust clinical data from the SHARP RCT.
- 3.16 The ERG highlighted the following key areas of concern with the manufacturer's submission:
 - using investigator assessment of time to disease progression rather than independent assessment
 - the generalisability of the SHARP population to the overall UK hepatocellular carcinoma population
 - using BSC as the sole comparator
 - the extrapolation of the survival data
 - relying on expert opinion for estimating resource use and costs of adverse events
 - the methods used to determine the health-related quality of life information for sorafenib and BSC and the algorithm used to obtain health-state utility estimates
 - the definition and the modelling of the patient access scheme.
- 3.17 The ERG stated that there were clear discrepancies between the analyses of independent and investigator assessment of time to disease progression. The ERG noted that independent assessment

of time to disease progression was not included in the manufacturer's model and that this was an important omission. Although the investigator analysis indicated less extension in time to disease progression than the independent analysis, it generated a greater proportion of live patients in the progressive state who incurred low costs, which could bias the ICER in favour of sorafenib. The ERG carried out additional sensitivity analyses on the impact of using the independent assessment of time to disease progression rather than the investigator assessment. These analyses produced an ICER of £76,067 per QALY gained (not including the patient access scheme), which was higher than the ICER estimated in the base case using the investigator analysis (£64,754 per QALY gained).

3.18 The ERG noted that the effectiveness evidence from the SHARP study related almost exclusively to patients with relatively good liver function (Child-Pugh grade A). Furthermore, it noted that the manufacturer's submission referenced results from a recent uncontrolled open-label study by Abou-Alfa et al. (2008) that was relevant to the decision problem. The ERG noted that patients with Child-Pugh grade B liver function may gain less survival benefit from sorafenib than patients with Child-Pugh grade A liver function. It noted that if patients with Child-Pugh grade B liver function were included in the analysis this would have reduced the overall effectiveness of sorafenib. Therefore, the average estimates of survival gain for sorafenib for the population defined in the decision problem are likely to be overestimated if based only on the results from the SHARP study (in which patients had predominantly Child-Pugh grade A liver function).

3.19 The ERG noted that although the manufacturer's submission considered that doxorubicin was not a valid comparator, it was considered a viable therapy in a recent study comparing sorafenib plus doxorubicin versus doxorubicin alone. The ERG also noted National Institute for Health and Clinical Excellence Page 10 of 32

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that the European Medicines Agency (EMEA) considered a phase III RCT of nolatrexed versus doxorubicin in advanced hepatocellular carcinoma (n = 445) in the European Public Assessment Report on sorafenib. The EMEA concluded, on the basis of the observed 2.3-month median survival advantage for doxorubicin, that on balance it was likely to be an effective intervention. The ERG highlighted that although doxorubicin is not licensed specifically for advanced hepatocellular carcinoma, it is licensed for the treatment of solid tumours, which could include hepatocellular carcinoma. It was unclear to the ERG what proportion of patients in the UK is treated with doxorubicin and why this therapy was not considered a valid comparator for the economic evaluation.

3.20 The ERG noted the impact of the choice of parametric fit to survival data and that use of the log-normal extrapolation produced an ICER of £51,899 per QALY gained, and use of the Weibull extrapolation produced an ICER substantially higher (commercial in confidence). The ERG noted that both distributions provided plausible fits to the trial data and produced similar Akaike Information Criteria scores for goodness-of-fit. The ERG further stated that bearing in mind the uncertainty surrounding the extrapolation of the survival data, the log-normal extrapolation and the Weibull extrapolation may represent a plausible range of survival for people with advanced hepatocellular carcinoma. Consequently, the corresponding ICERs generated by the two modelling approaches could be considered to be a plausible range within which the estimated cost-effectiveness of sorafenib for the treatment of advanced hepatocellular carcinoma lies.

3.21 The ERG highlighted that the dosage of sorafenib, and therefore the length of time a pack would last, differed between the description in the SPC and the manufacturer's modelled patient access scheme. In the manufacturer's model of the patient access

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scheme, sorafenib use was based on the average dosage in the SHARP study (710.5 mg per day) rather than the recommended SPC dosage (800 mg per day). If used at the SPC recommended dosage, a pack would last 28 days, rather than 31.5 days as was modelled. The ERG calculated that if the patient access scheme was strictly modelled according to the SPC recommended dosage, the manufacturer's base case would increase from £51,899 to £58,147 per QALY gained. The ERG highlighted that the manufacturer's revised analyses did not take into account the administrative costs to the NHS of the patient access scheme. It stated that including any administration costs would increase the manufacturer's cost-effectiveness estimates.

3.22 The ERG also noted that in the revised model incorporating the patient access scheme, based on the SHARP study, a cycle of sorafenib lasted 31.5 days for an average patient, whereas in the model a cycle lasted for 1 month (equivalent to 30.4 days). The ERG stated that the modelling approach used by the manufacturer was equivalent to every fourth month free rather than every fourth treatment cycle free. Modelling every fourth treatment cycle free would increase the ICER minimally. Furthermore, the ERG noted that the cost of sorafenib for the 7.7% of patients continuing treatment after progression (as observed in the SHARP study) was removed from the model, but the benefits in the model were not adjusted. The ERG calculated that if the costs of sorafenib treatment after disease progression were included, then the manufacturer's base case would increase from £51,899 to £54,509 per QALY gained. The ERG also highlighted that there were inconsistencies in the costs associated with the modelled treatment duration. In the revised analyses submitted by the manufacturer, sorafenib costs per model cycle were calculated based on 30 days of treatment (equivalent to £2836 per cycle). The ERG noted that the model cycle length was actually 30.4 days (equivalent to

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sorafenib costs of £2878 per cycle), increasing the manufacturer's base-case ICER from £51,899 to £52,641 per QALY gained.

- 3.23 The ERG highlighted that the economic evaluation relied heavily on expert opinion for estimating resource use for the treatments in the model, and the manufacturer did not comment on or assess the validity of the resulting estimates. The ERG stated that using expert opinion as a primary source for a wide range of resource use estimates significantly increased the uncertainty associated with the overall model results. The ERG noted that the economic evaluation also relied heavily on expert opinion for estimates of the costs of adverse events. It also noted a number of other, more minor, omissions and errors in the manufacturer's approach to including adverse events in the economic model.
- 3.24 The ERG noted that the economic evaluation relied on mapping estimates of health-related quality of life using an algorithm developed by Dobrez et al. (2007) to obtain health-state utility estimates. The ERG stated that although the algorithm developed by Dobrez et al. (2007) was methodologically valid, it may not be the most appropriate approach to estimating utility scores. This is because it is based on preferences of a population with cancer, not preferences of the general population, as specified in the NICE reference case. The ERG also noted that in the manufacturer's submission the mean utility before disease progression was marginally lower (0.69) than the mean utility after disease progression (0.71), which seemed counterintuitive. It commented that this lack of face validity may be because of a potential error in the Dobrez algorithm used to calculate utility values. This could have resulted in higher utility values being assigned to more-severe health states (that is, once disease progression has occurred), and therefore the utility estimates presented in the manufacturer's submission should be treated with caution. Sensitivity analyses were carried out in the manufacturer's submission to explore the

effects of the utilities from the mapping algorithm. The analyses used utility values from NICE technology appraisal guidance 178 'Bevacizumab (first-line), sorafenib (first- and second-line), sunitinib (second-line) and temsirolimus (first-line) for the treatment of advanced and/or metastatic renal cell carcinoma' for sorafenib with BSC before progression (0.76) and after progression (0.68). This produced a similar ICER to the base case, of £63,992 per QALY gained (not including the patient access scheme).

3.25 Full details of all the evidence are in the manufacturer's submission and the ERG report, which are available from www.nice.org.uk/TAxxx [this will be available on publication]

4 Consideration of the evidence

- 4.1 The Appraisal Committee reviewed the data available on the clinical and cost effectiveness of sorafenib for advanced hepatocellular carcinoma having considered evidence on the nature of hepatocellular carcinoma and the value placed on the benefits of sorafenib by people with the condition, those who represent them, and clinical specialists. It also took into account the effective use of NHS resources.
- 4.2 The Committee considered the UK treatment pathway for patients with hepatocellular carcinoma. The clinical specialists described that in UK clinical practice one third of hepatocellular carcinoma patients would be eligible for procedures such as local resection, radiofrequency ablation or chemoembolisation. They noted that these procedures are not considered effective for approximately 50% of patients, who would progress to further locoregional therapy or systemic treatment. The Committee accepted that the scope of this technology appraisal was restricted to these patients. The Committee further reviewed the treatment pathway consistent with the BCLC staging classification and treatment schedule as

presented by Llovet et al. (2008). The clinical specialists agreed that the BCLC staging system is used in UK clinical practice.

4.3 The Committee was aware that the licensed indication for sorafenib was hepatocellular carcinoma without specific restrictions. However, the clinical effectiveness evidence from the SHARP study related to patients with advanced hepatocellular carcinoma for whom surgical or locoregional therapies had failed or were not suitable. This population was consistent with UK clinical practice and clinical guidelines as outlined in the manufacturer's decision problem. The Committee noted that the manufacturer presented evidence from the SHARP study in which patients had predominantly BCLC stage C (that is, advanced stage) disease (82.4%). They also had predominantly good liver function (that is, Child-Pugh grade A liver function; 96.5%), and good ECOG performance status (0–2). The Committee considered how the clinical-effectiveness evidence observed in the SHARP trial related to the total UK population with advanced hepatocellular carcinoma, particularly with regard to patients with Child-Pugh grade B liver function. The Committee heard from the clinical specialists that patients with Child-Pugh grade B liver function would be considered for systemic therapy with sorafenib, although this type of therapy may be less clinically effective than for patients with Child-Pugh grade A liver function. The Committee accepted that patients with advanced hepatocellular carcinoma with either Child-Pugh grade A or B liver function may benefit from systemic therapy, although not necessarily to the same degree. The Committee accepted that the manufacturer's decision problem focused on advanced hepatocellular carcinoma and was in accordance with the scope.

4.4 The Committee then discussed possible comparators used in the UK for advanced hepatocellular carcinoma in clinical practice. It noted the ERG's comments that doxorubicin could be a relevant comparator, although the extent of its use was unclear. The clinical

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specialists stated that, before sorafenib was introduced, patients with advanced hepatocellular carcinoma usually received BSC. Conventional chemotherapy with systemic agents such as doxorubicin was occasionally used. However, the clinical specialists highlighted that there were a number of adverse events associated with doxorubicin therapy (such as hair loss, nausea and vomiting, lower resistance to infection, bruising and bleeding) that limited its use to relatively fit patients. Furthermore, the clinical specialists discussed some studies that had shown doxorubicin not to have apparent benefit based on radiological assessment. The Committee accepted that in UK clinical practice treatment with conventional chemotherapy (such as doxorubicin) would be recommended only for a minority of patients who are able to tolerate it. The Committee noted that usual treatment for patients with intermediate hepatocellular carcinoma (defined as asymptomatic tumours without vascular invasion or hepatic spread) is transarterial chemoembolisation, in line with current clinical guidelines. The Committee were mindful that this subgroup was outside the decision problem as presented by the manufacturer. Therefore BSC was accepted as an appropriate comparator for the majority of patients with advanced hepatocellular carcinoma.

Clinical effectiveness

4.5 The Committee considered the clinical-effectiveness data presented by the manufacturer. It noted that evidence from the clinical studies of sorafenib plus BSC suggested that it increased median survival by more than 2.8 months compared with placebo plus BSC. The Committee also noted that there was a statistically significant difference in median time to radiological disease progression for patients in the sorafenib group compared with the placebo group. The Committee was mindful that there was an extension in time to disease progression of 11.7 weeks according to independent assessment or 5.1 weeks according to investigator

assessment, compared with placebo. The Committee accepted the evidence from the SHARP trial, but was mindful that the study was stopped early, potentially underestimating the survival benefit attributable to sorafenib. The Committee heard from clinical specialists and patient experts that the observed benefits in overall survival and time to radiological disease progression were clinically meaningful. It noted that a statistically significant difference was not observed for time to symptomatic disease progression for sorafenib compared with placebo. However, the Committee accepted the manufacturer's and ERG's view that the questionnaire used to measure time to symptomatic disease progression (FHSI-8) may not have been able to distinguish between the toxicity of sorafenib, symptoms of the underlying liver disease, and the symptoms of advanced hepatocellular carcinoma.

- 4.6 The Committee heard from a patient expert that severe adverse events (such as diarrhoea and hand-foot skin reaction) had been experienced during 15 months of treatment with sorafenib, and occasionally it was necessary to stop treatment temporarily. The clinical specialists confirmed that similar adverse events have been observed in clinical practice, but no patients in their experience had completely stopped treatment with sorafenib for this reason. The patient experts agreed that although the adverse events experienced were unpredictable and affected health-related quality of life, they could be tolerated because of the benefits in terms of extension to life.
- 4.7 Based on the clinical-effectiveness evidence and the testimony from clinical specialists and patient experts, the Committee concluded that sorafenib was a clinically effective treatment for advanced hepatocellular carcinoma in patients for whom surgical or locoregional therapy had failed or was not suitable.

Cost effectiveness

4.8 The Committee discussed the cost effectiveness of sorafenib for treating patients with advanced hepatocellular carcinoma for whom surgical or locoregional therapies had failed or were not suitable. The Committee noted that the base-case ICER presented by the manufacturer was originally £64,800 per QALY gained and when the patient access scheme was included this went down to £51,900 per QALY gained. Both ICERs were substantially higher than those normally considered to be an acceptable use of NHS resources.

4.9The Committee noted that the ICER presented in the manufacturer's base case depended on the extrapolation of overall survival beyond the SHARP study timeframe by fitting a log-normal probability distribution. Several alternative probability distributions were considered and fitted the data well, and the Committee was mindful that although the log-normal curve provided a slightly better fit, particularly for the early trial data, alternatives also fitted the data well. The main differences were in the shape of the curves at the tail of the distribution where, for example, a Weibull curve with a heavier tail was a good fit. The Committee concluded that, although the log-normal curve provided a slightly better fit to the observed data, it could not be accepted as the definitive function to extrapolate beyond the data. The Weibull distribution, which also provided an acceptable fit, should also be considered in any consideration of uncertainty. The base-case log-normal extrapolation produced an ICER for sorafenib of £51,900 per QALY gained, which was at the lowest end of the range. The Weibull extrapolation of survival data produced an ICER that was substantially higher (commercial in confidence) than the log-normal base case.

4.10 The Committee then discussed the ERG's critique of the manufacturer's patient access scheme submission. The Committee

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noted concerns about the discrepancies in the dosage of sorafenib and the length of time a pack would last between the patient access scheme as modelled and as described in the SPC. It agreed that the description in the SPC did not account for dose reductions or stopping treatment temporarily, and that the treatment intensity modelled in manufacturer's submission (based on the SHARP study) was more appropriate. The Committee considered that the cost of post-progression sorafenib treatment was removed from the model but that the benefits were not adjusted. It agreed that, because in clinical practice the benefit from post-progression treatment is likely to be small, retaining the benefits in the model would have a minimal effect on the ICER.

- 4.11 The Committee also noted the inconsistencies in costs associated with treatment duration and agreed that the treatment costs should be based on the actual length of the model cycle. This increased the ICER derived using the log-normal extrapolation from £51,900 to £52,600 per QALY gained. It also increased the corresponding (commercial in confidence) ICER using the Weibull extrapolation of survival data. The Committee also noted that the manufacturer's model did not take into account the administration costs to the NHS of the patient access scheme but concluded that this would only increase the ICERs marginally.
- 4.12 The Committee was mindful of the concerns raised by the ERG about inconsistencies in the utilities used in the manufacturer's model. However, it noted that when alternative utility values from a previous renal cell carcinoma assessment report (used to develop NICE technology appraisal guidance 169 'Sunitinib for the first-line treatment of advanced and/or metastatic renal cell carcinoma' and NICE technology appraisal guidance 178) were used in a sensitivity analysis, the log-normal base-case ICER was not significantly affected.

- 4.13 The Committee considered the additional work by the ERG on the independent and investigator assessments of time to radiological disease progression. It noted that the ICER presented in the manufacturer's base case was dependent on investigator assessment (rather than independent assessment, which was the primary analysis in the SHARP study). The Committee noted that the ERG's analyses demonstrated that the original log-normal base case increased to £76,000 per QALY gained (not including the patient access scheme) when using the independent assessment of time to radiological disease progression, and the corresponding (commercial in confidence) ICER derived using Weibull extrapolation of survival data would also be substantially higher. Therefore, it concluded that sorafenib, as a treatment for advanced hepatocellular carcinoma in patients for whom surgical or locoregional therapies had failed or were not suitable, would not be a cost-effective use of NHS resources.
- 4.14 The Committee then considered supplementary advice from NICE that should be taken into account when appraising treatments that may extend the life of patients with a short life expectancy and that are licensed for indications that affect small numbers of people with incurable illnesses. For this advice to be applied, all the following criteria must be met:
 - The treatment is indicated for patients with a short life expectancy, normally less than 24 months.
 - There is sufficient evidence to indicate that the treatment offers an extension to life, normally of at least an additional 3 months, compared with current NHS treatment.
 - The treatment is licensed or otherwise indicated for small patient populations.

In addition, when taking these criteria into account, the Committee must be persuaded that the estimates of the extension to life are

robust and that the assumptions used in the reference case economic modelling are plausible, objective and robust.

- 4.15 The Committee discussed whether the benefit provided by sorafenib in hepatocellular carcinoma fulfilled the criteria for consideration as a life-extending, end-of-life treatment. It noted from the clinical studies that normal life expectancy without sorafenib was unlikely to be greater than 24 months and was potentially as low as 7.9 months, although the latter was based on the SHARP study, which was stopped early. The Committee considered that evidence from the clinical studies of sorafenib plus BSC suggested that it increased median survival by more than 2.8 months compared with placebo plus BSC, and the manufacturer's economic model predicted a mean gain in overall survival of 6.1 months, although this depended upon the method of extrapolation. Although the Committee noted that sorafenib is licensed for an indication other than hepatocellular carcinoma, the Committee considered sorafenib to fulfil the small population criterion for an end-of life treatment. In summary, the Committee was satisfied sorafenib for advanced hepatocellular carcinoma met the criteria for an appraisal of a life-extending, end-of-life treatment, and that the evidence presented was supported by robust data.
- 4.16 The Committee then discussed the range of cost-effectiveness estimates for sorafenib (with the lowest being the ICER of £52,600 per QALY gained and the highest being substantially greater), in light of the end-of-life considerations. It considered that the magnitude of additional weight that would need to be assigned to the original QALY benefits in this patient group for the cost effectiveness of the drug to fall within the current threshold range would be too great. Therefore the Committee concluded that sorafenib as a treatment for advanced hepatocellular carcinoma in patients for whom surgical or locoregional therapies had failed or

were not suitable would not be a cost-effective use of NHS resources.

4.17 The Committee considered whether there were any subgroups for which sorafenib would be considered a cost-effective use of NHS resources. The Committee noted that the scoping exercise stated that the prevalence of hepatocellular carcinoma is high in people from black and minority ethnic groups who have recently moved to the UK. These groups may have limited access to the NHS and therefore present with a more advanced stage of the disease, such as Child-Pugh grade B and C stages. However, the Committee noted that no specific analysis was presented for this subgroup, and that clinical-effectiveness data for people with Child-Pugh grade B and C liver function were limited. The Committee was mindful that only three subgroups presented by the manufacturer related specifically to advanced disease (BCLC stage C, Child-Pugh grade A, and presence of macroscopic vascular invasion). The Committee noted that the analyses of the three subgroups resulted in ICERs that were all higher than the base-case ICER (including the patient access scheme). It was mindful that the ICERs were substantially higher than those normally considered to be an acceptable use of NHS resources. The Committee also noted that the manufacturer presented subgroup data that did not specifically relate to advanced hepatocellular carcinoma (for example BCLC stage B). The ICERs for these subgroups were both higher and lower than the base-case ICER (including the patient access scheme). The Committee noted that the subgroups presented by the manufacturer were based on a small number of patients, and because the clinical study was not powered to assess differential patient response to treatment, the subgroups were intended to be descriptive only. Furthermore, no adjustments were made for multiple comparisons. The Committee was mindful that there was limited evidence of clinical effectiveness in these

subgroups and that the ICERs would be based on a weak evidence base. Therefore the Committee was not satisfied that the estimates of extension to life were robust or that the resulting subgroup ICERs were plausible. It concluded that it would not be appropriate to recommend sorafenib for specific subgroups of patients with advanced hepatocellular carcinoma.

4.18 The Committee noted that some people may already be receiving sorafenib for the treatment of advanced hepatocellular carcinoma. It recommended that these people should have the option to continue treatment until they and their clinician consider it appropriate to stop.

5 Implementation

- 5.1 The Secretary of State and the Welsh Assembly Minister for Health and Social Services have issued directions to the NHS on implementing NICE technology appraisal guidance. When a NICE technology appraisal recommends use of a drug or treatment, or other technology, the NHS must provide funding and resources for it within 3 months of the guidance being published. If the Department of Health issues a variation to the 3-month funding direction, details will be available on the NICE website. The NHS is not required to fund treatments that are not recommended by NICE.
- 5.2 NICE has developed tools to help organisations implement this guidance (listed below). These are available on our website (www.nice.org.uk/TAXXX). [NICE to amend list as needed at time of publication]
 - Slides highlighting key messages for local discussion.
 - Costing report and costing template to estimate the savings and costs associated with implementation.

- Implementation advice on how to put the guidance into practice and national initiatives which support this locally.
- Audit support for monitoring local practice.

6 Related NICE guidance

- Microwave ablation of hepatocellular carcinoma. NICE interventional procedure guidance 214 (2007). Available from www.nice.org.uk/IPG214
- Radiofrequency-assisted liver resection. NICE interventional procedure guidance 211 (2007). Available from www.nice.org.uk/IPG211
- Laparoscopic liver resection. NICE interventional procedure guidance 135 (2005). Available from www.nice.org.uk/IPG135
- Radiofrequency ablation of hepatocellular carcinoma. NICE interventional procedure guidance 2 (2003). Available from www.nice.org.uk/IPG2

7 Review of guidance

7.1 The guidance on this technology will be considered for review by the Guidance Executive in November 2012. The Guidance Executive will decide whether the technology should be reviewed based on information gathered by NICE, and in consultation with consultees and commentators.

> Andrew Stevens and David Barnett Chairs, Appraisal Committee November 2009

Appendix A: Appraisal Committee members and NICE project team

A Appraisal Committee members

The Appraisal Committee is one of NICE's standing advisory committees. Its members are appointed for a 3-year term. A list of the Committee members who took part in the discussions for this appraisal appears below. The Appraisal Committee meets three times a month except in December, when there are no meetings. There are four Appraisal Committees, each with a chair and vice chair. Each Committee considers its own list of technologies, and ongoing topics are not moved between Committees.

Committee members are asked to declare any interests in the technology to be appraised. If it is considered there is a conflict of interest, the member is excluded from participating further in that appraisal.

The minutes of each Appraisal Committee meeting, which include the names of the members who attended and their declarations of interests, are posted on the NICE website.

Dr Kathryn Abel

Reader and Consultant Psychiatrist, University of Manchester

Professor David Barnett (Chair)

Professor of Clinical Pharmacology, University of Leicester

Dr David W Black

Director of Public Health, Derbyshire County Primary Care Trust

Dr Brian Buckley Lay Member

Mr Mark Campbell

Director of Standards, Bury Primary Care Trust

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Professor Mike Campbell

Professor of Medical Statistics, University of Sheffield

Mr David Chandler Lay Member

Dr Peter Clark Consultant Medical Oncologist, Clatterbridge Centre for Oncology

Mary Cooke

Lecturer School of Nursing, Midwifery & Social Work, University of Manchester

Dr Christine Davey Senior Researcher, North Yorkshire Alliance R&D Unit

Dr Mike Davies Consultant Physician, Royal Infirmary, Manchester

Mr Richard Devereaux-Philips Public Affairs Manager

Professor Rachel Elliot Lord Trent Professor of Medicines and Health, University of Nottingham

Stephen Greep Chief Executive of Hull and East Yorkshire Hospitals NHS Trust

Dr Wasim Hanif Consultant Physician & Honorary Senior Lecturer University Hospitals Birmingham

Dr Alan Haycox Reader in Health Economics, University of Liverpool Management School

Dr Peter Jackson

Clinical Pharmacologist, University of Sheffield

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Professor Peter Jones

Pro Vice Chancellor for Research and Enterprise, Keele University

Catherine Jackson Professor of Primary Care Medicine, University of St Andrews

Dr Henry Marsh Consultant Neurosurgeon, St Georges Hospital, London

Professor Gary McVeigh

Consultant Physician Belfast City Hospital, Cardiovascular Medicine, Queens University Belfast

Professor Jonathan Michaels Professor of Vascular Surgery, University of Sheffield

Dr Eugene Milne Deputy Medical Director, North East Strategic Health Authority

Dr Simon Mitchell Consultant Neonatal Paediatrician, St Mary's Hospital, Manchester

Dr Richard Alexander Nakielny Consultant Radiologist, Royal Hallamshire Hospital, Sheffield

Mrs Ruth Oliver-Williams Head of Nursing, Quality Improvement Lead Surgical Services, Royal Derby Hospital, Derby

Dr Katherine Payne RCUK Senior Research Fellow of Health Economics

Dr Danielle Preedy

Lay Member

Dr Martin Price

Head of Outcomes Research, Janssen Cilag

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Dr Philip Rutledge

Consultant in Medicines Management, NHS Lothian

Mr Miles Scott

Chief Executive, Bradford Teaching Hospitals NHS Foundation Trust

John Stevens

Director, Centre for Bayesian Statistics in Health Economics University of Sheffield

Dr Surinder Sethi

Consultant in Public Health Medicine

Professor Andrew Stevens (Chair)

Chair of Appraisal Committee C, Department of Public Health and Epidemiology, University of Birmingham

Dr Matt Stevenson

Technical Director School or Health and Related Research, University of Sheffield

Dr Cathryn Thomas General Practitioner

Judith Wardle

Lay Member

B NICE project team

Each technology appraisal is assigned to a team consisting of one or more health technology analysts (who act as technical leads for the appraisal), a technical adviser and a project manager.

Fay McCracken Technical Lead Rebecca Trowman Technical Adviser

Laura Malone Project Manager

Appendix B: Sources of evidence considered by the Committee

- A The Evidence Review Group (ERG) report for this appraisal was prepared by West Midlands Health Technology Assessment Collaboration, The University of Birmingham:
 - Connock M, Round J, Bayliss S et al., Sorafenib for advanced hepatocellular carcinoma, March 2009.
- B The following organisations accepted the invitation to participate in this appraisal as consultees and commentators. They were invited to comment on the draft scope, the ERG report and the appraisal consultation document (ACD). Organisations listed in I were also invited to make written submissions. Organisations listed in II and III had the opportunity to give their expert views. Organisations listed in I, II and III also have the opportunity to appeal against the final appraisal determination.
 - I Manufacturer/sponsor:
 - Bayer (sorafenib)
 - II Professional/specialist and patient/carer groups:
 - British Association of the Study of the Liver
 - Cancer Networks Pharmacists Forum
 - Cancer Research UK
 - Royal College of Nursing
 - Royal College of Pathologists
 - Royal College of Physicians, Medical Oncology Joint Special Committee
 - Royal College of Radiologists
 - British Liver Trust
 - Hepatitis B Foundation UK
 - Hepatitis C Trust
 - Rarer Cancers Forum

- III Other consultees:
 - Department of Health
 - Oxfordshire PCT
 - Welsh Assembly Government
- IV Commentator organisations (did not provide written evidence and without the right of appeal):
 - Department of Health, Social Services and Public Safety for Northern Ireland
 - NHS Quality Improvement Scotland
 - Bayer (doxorubicin)
 - Eli Lilly & Co. (gemcitabine)
 - Pfizer (doxorubicin, cisplatin)
 - Foundation for Liver Research
 - Medical Research Council (MRC) Clinical Trials Unit
 - West Midlands Health Technology Assessment Collaboration
 - National Institute for Health Research (NIHR) Health Technology Assessment Programme (HTA Programme)
 - National Collaborating Centre for Cancer
- C The following individuals were selected from clinical specialist and patient advocate nominations from the non-manufacturer/sponsor consultees and commentators. They gave their expert personal view on sorafenib for advanced hepatocellular carcinoma by attending the initial Committee discussion and providing written evidence to the Committee. They were invited to comment on the ACD.
 - Dr John Bridgewater, Senior lecturer in medical oncology UCL Cancer Institute, nominated by NCRI/RCP/RCR/ACP/JCCO – clinical specialist
 - Calum Polwart, Network Pharmacist Cancer Network Pharmacist Forum, nominated by the British Oncology Pharmacy Association – clinical specialist
 - Stella Pendleton, Executive Director of the Rarer Cancers Forum and Hepatitis B Foundation UK, nominated by the Rarer Cancers Forum and Hepatitis B Foundation UK – patient expert
 - Sean O'Brian, Patient, nominated by the Rarer Cancers Foundation – patient expert