Aim: To determine Cost Effective Analysis while comparing any two treatment pathways.

Given the number of cycles, total states, number of patients, transition probability matrices of transition states, total cost of each states, and QALMs for them, we can compare average costs required and QALMs for NAT and SF.

1. Define Cost of each states and QALM:

1	payoff		
state	Cost	QALM	
LWSPC	5000	2.0	
UC	15000	2.5	
ECC	15000	2.0	
RFPC	5000	4.0	
ESC	20000	5.0	
LWUDAPQ	5000	6.0	
Dead	0	0.0	

->>For SF way

->> For NAT way

2. Define Transition probability matrices of transition states for each pathway:

A) For SF

	to						
from	LWSPC	UC	ECC	RFPC	ESC	LWUDAPQ	Dead
LWSPC	0.2	0.10	0.20	0.22	0.10	0.10	0.08
UC	0.0	0.22	0.12	0.15	0.23	0.16	0.12
ECC	0.0	0.00	0.23	0.15	0.26	0.13	0.23
RFPC	0.0	0.00	0.00	0.25	0.14	0.23	0.38
ESC	0.0	0.00	0.00	0.00	0.19	0.36	0.45
LWUDAPO	0.0	0.00	0.00	0.00	0.00	0.45	0.55
Dead	0.0	0.00	0.00	0.00	0.00	0.00	1.00

B) For NAT

	to						
from	LWSPC	UC	ECC	RFPC	ESC	LWUDAPQ	Dead
LWSPC	0.1	0.15	0.18	0.16	0.18	0.20	0.03
UC	0.0	0.18	0.16	0.15	0.18	0.15	0.18
ECC	0.0	0.00	0.20	0.21	0.12	0.20	0.27
RFPC	0.0	0.00	0.00	0.23	0.15	0.23	0.39
ESC	0.0	0.00	0.00	0.00	0.29	0.25	0.46
LWUDAPQ	0.0	0.00	0.00	0.00	0.00	0.35	0.65
Dead	0.0	0.00	0.00	0.00	0.00	0.00	1.00

For SF treatment:

3. To find members in each state in each iteration

Operation: membership_in_state_sf[i,] <- membership_in_state_sf[i - 1,] %*% tr_pr_m_sf

```
cycle
             LWSPC
                                        FCC
                                                    REPC
                                                                             LWUDAPO
                                                                                         Dead
  1 2.000000e+03 0.000000e+00 0.000000e+00 0.000000e+00 0.000000e+00
                                                                        0.000000e+00
                                                                                        0.000
     4.000000e+02 2.000000e+02 4.000000e+02 4.400000e+02 2.000000e+02
                                                                        2.000000e+02 160.000
     8.000000e+01 8.400000e+01 1.960000e+02 2.880000e+02 2.896000e+02
                                                                        3.872000e+02 675.200
    1.600000e+01 2.648000e+01 7.116000e+01 1.316000e+02 1.736240e+02
                                                                        3.916560e+02 1189.480
     3.200000e+00 7.425600e+00 2.274440e+01 5.106600e+01 7.760456e+01 2.841054e+02 1553.854
   6 6.400000e-01 1.953632e+00 6.762284e+00 1.799600e+01 2.983554e+01 1.719951e+02 1770.817
     1.280000e-01 4.937990e-01 1.917761e+00 5.947187e+00 1.045972e+01
                                                                       9.353336e+01 1887.520
     2.560000e-02 1.214358e-01 5.259410e-01 1.876691e+00 3.444945e+00
                                                                        4.756448e+01 1946.441
     5.120000e-03 2.927587e-02 1.406587e-01 5.719112e-01 1.084511e+00
                                                                        2.316620e+01 1975.002
   10 1.024000e-03 6.952692e-03 3.688861e-02 1.695944e-01 3.299414e-01
                                                                       1.097023e+01 1988.485
   11 2.048000e-04 1.631992e-03 9.523503e-03 4.920007e-02 9.772464e-02
                                                                        5.100402e+00 1994.741
   12 4.096000e-05 3.795183e-04 2.427205e-03 1.401840e-02 2.832764e-02
                                                                        2.343197e+00 1997.612
   13 8.192000e-06 8.759003e-05 6.119913e-04 3.934619e-03 8.067286e-03
                                                                        1.068241e+00 1998.919
   14 1.638400e-06 2.008901e-05 1.529072e-04 1.090394e-03 2.263714e-03
                                                                        4.846122e-01 1999.512
   15 3.276800e-07 4.583421e-06 3.790702e-05 2.989084e-04 6.273010e-04
                                                                        2.191645e-01 1999.780
   16 6.553600e-08 1.041121e-06 9.334160e-06 8.117277e-05 1.719772e-04
                                                                        9.892428e-02 1999.901
   17 1.310720e-08 2.356001e-07 2.284899e-06 2.186390e-05 4.671274e-05
                                                                        4.459789e-02 1999.955
   18 2.621440e-09 5.314275e-08 5.564201e-07 5.846934e-06 1.258594e-05
                                                                        2.009123e-02 1999.980
   19 5.242880e-10 1.195355e-08 1.348780e-07 1.553745e-06 3.367053e-06
                                                                        9.047012e-03 1999.991
   20 1.048576e-10 2.682210e-09 3.256123e-08 4.105762e-07 8.951344e-07
                                                                        4.072744e-03 1999.996
```

4. Total cost and total QALM in particular iterations:

Operation: payoff_trace_sf <- membership_in_state_sf %*% m_payoffs_sf

```
payoff
cycle
             Cost
   1
     1.000000e+07 4.000000e+03
     1.820000e+07 6.060000e+03
     1.376800e+07 5.685200e+03
     7.633360e+06 3.984976e+03
     3.696498e+06 2.367372e+03
     1.680605e+06 1.272821e+03
     7.434106e+05 6.426136e+02
     3.259434e+05 3.115251e+02
     1.429554e+05 1.470721e+02
  10 6.296071e+04 6.824270e+01
  11 2.787086e+04 3.131137e+01
  12 1.239494e+04 1.426278e+01
  13 5.532760e+03 6.466982e+00
  14 2.476390e+03 2.923712e+00
  15 1.110502e+03 1.319407e+00
  16 4.986228e+02 5.947516e-01
  17 2.240709e+02 2.679136e-01
  18 1.007463e+02 1.206350e-01
   19 4.531237e+01 5.430542e-02
   20 2.038421e+01 2.444266e-02
```

For NAT pathway

3. To find members in each state in each iteration

Operation:membership_in_state_nat [i,] <- membership_in_state_nat [i - 1,] %*% m_P_nat

```
state
cycle LWSPC
                                  ECC
                                                                                   Dead
     2e+03 0.000000e+00 0.000000e+00 0.000000e+00 0.000000e+00 0.000000e+00
                                                                                  9 999
     2e+02 3.000000e+02 3.600000e+02 3.200000e+02 3.600000e+02 4.000000e+02
                                                                                 60.000
     2e+01 8.400000e+01 1.560000e+02 2.262000e+02 2.856000e+02 4.606000e+02
                                                                                767.600
     2e+00 1.812000e+01 4.824000e+01 1.005860e+02 1.541940e+02 3.324360e+02
                                                                               1344.424
     2e-01 3.561600e+00 1.290720e+01 3.630318e+01 6.921456e+01 1.908019e+02
                                                                               1687.012
     2e-02 6.710880e-01 3.187296e+00 1.162648e+01 2.774365e+01 9.558971e+01
                                                                               1861.162
      2e-03 1.237958e-01 7.484333e-01 3.447287e+00 1.029650e+01 4.380852e+01
                                                                               1941.573
     2e-04 2.258325e-02 1.698540e-01 9.689363e-01 3.615534e+00 1.886864e+01
                                                                               1976.354
     2e-05 4.094985e-03 3.762012e-02 2.619442e-01 1.218329e+00 7.768162e+00
                                                                               1990.710
  10 2e-06 7.400973e-04 8.182821e-03 6.876483e-02 3.978621e-01 3.091828e+00
                                                                               1996.433
  11 2e-07 1.335175e-04 1.755340e-03 1.764564e-02 1.268102e-01 1.199169e+00
                                                                               1998.654
  12 2e-08 2.406315e-05 3.724668e-04 4.447178e-03 3.965653e-02 4.558414e-01
                                                                               1999.500
  13 2e-09 4.334368e-06 7.834706e-05 1.104682e-03 1.221650e-02 1.705596e-01
                                                                               1999.816
  14 2e-10 7.804862e-07 1.636327e-05 2.711801e-04 3.718670e-03 6.302038e-02
                                                                               1999.933
  15 2e-11 1.405175e-07 3.397568e-06 6.592482e-05 1.121195e-03 2.305256e-02
                                                                               1999.976
  16 2e-12 2.529615e-08 7.020000e-07 1.589728e-05 3.354684e-04 8.364559e-03
  17 2e-13 4.553607e-09 1.444477e-07 3.807589e-06 9.975921e-05 3.015263e-03
                                                                               1999.997
  18 2e-14 8.196793e-10 2.961816e-08 9.067625e-07 2.951946e-05 1.081187e-03
                                                                               1999.999
  19 2e-15 1.475453e-10 6.054785e-09 2.148982e-07 8.700360e-06 3.860100e-04
                                                                               2000.000
   20 2e-16 2.655845e-11 1.234565e-09 5.072021e-08 2.556092e-06 1.373292e-04
                                                                               2000.000
```

4. Total cost and total QALM in particular iterations:

Operation: payoff_trace_nat <- membership_in_state_nat %*% m_payoffs_nat

```
payoff
cycle
              Cost
     1.000000e+07 4.000000e+03
   1
     2.170000e+07 9.260000e+03
     1.284600e+07 6.809800e+03
     6.254390e+06 3.828224e+03
     2.767848e+06 1.873543e+03
     1.148930e+06 8.406787e+02
     4.553025e+05 3.555322e+02
     1.743861e+05 1.441128e+02
   8
     6.514293e+04 5.660980e+01
   10 2.389406e+04 2.171478e+01
   11 8.648613e+03 8.178338e+00
   12 3.100522e+03 3.036442e+00
   13 1.103892e+03 1.114723e+00
   14 3.910883e+02 4.055767e-01
   15 1.380694e+02 1.465074e-01
   16 4.862256e+01 5.261800e-02
   17 1.709277e+01 1.880952e-02
   18 6.001316e+00 6.698414e-03
   19 2.105225e+00 2.378062e-03
   20 7.380406e-01 8.421268e-04
```

• Result:

Average cost and QALM for both pathways......which is totally depended on transition probabilities, cost and QALM (which we entered approximate)

For SF	
Cost	QALM
28152.00415	12.29858
For NAT	
Cost	QALM
27724.67533	13.60159