# **Good**<sub>R</sub>

## Building the Leading Digital Platform for Consumer Healthcare

October 2020

#### Disclaimer

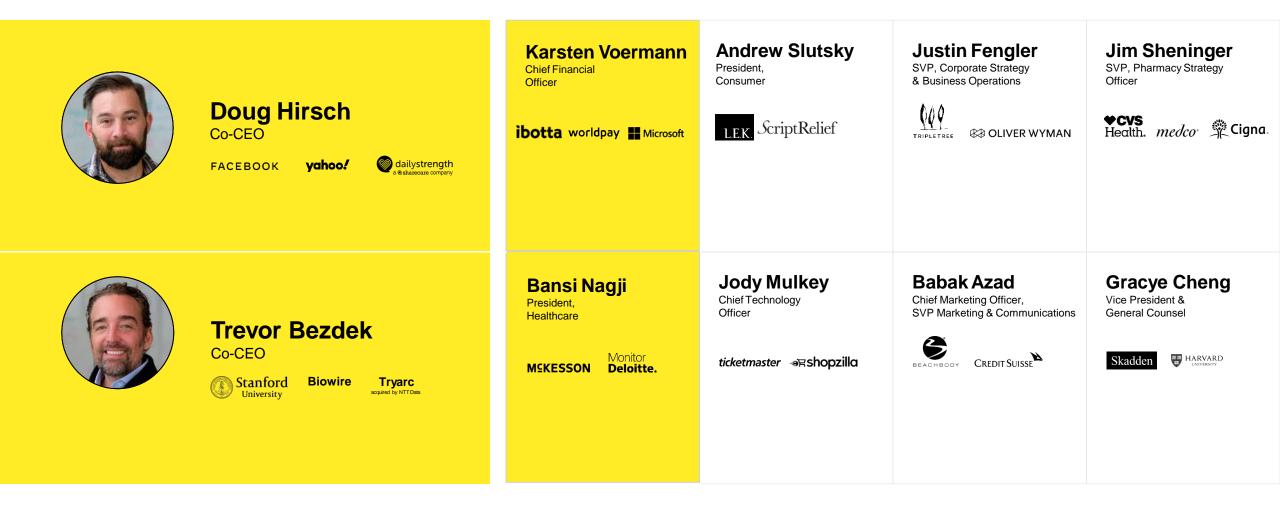
Certain statements in this presentation and the accompanying oral commentary are forward-looking statements within the meaning of federal securities laws. These statements relate to future events or the future performance of GoodRx Holdings, Inc. (the "Company"), as well as its business strategy and plans and objectives for future operations, and are subject to a number of known and unknown risks, uncertainties and other factors that may cause the actual results, levels of activity, performance or achievements of the Company or its industry to be materially different from those expressed or implied by any forward-looking statements. In some cases, forward-looking statements are presented or implied by any forward-looking including any expectations regarding the Company's commercial and/or strategic initiatives; any projections of market opportunities; any statements about historical results that may suggest trends for the Company's business; any statements of the plans, strategies, and objectives of management for future operations; any statements of expectation or belief regarding future events, potential markets or market size growth, or technology developments; and statements of assumptions estimates and projections are reasonable, such forward-looking statements are only predictions and involve known and unknown risk and uncertainties, many of which are beyond the Company's control. These and other important factors may cause actual results, performance or achievements to differ materially from those expressed or implied by these forward-looking statements, as well as its is using statements, as well as its statements, as well as risks related to future operations. The forward-looking statements are only predictions are made only as of the date hereof. For a further description of the risks and uncertainties that could cause actual results to differ from those expressed in these forward-looking statements, as well as risks related to the statements or the caption "Risk Factors" and elsewhere in such filling

This presentation also contains estimates and other statistical data made by independent parties and by the Company relating to market size and growth and other data about the Company's industry. This data involves a number of assumptions and limitations, and you are cautioned not to give undue weight to such estimates. Neither the Company nor any other person makes any representation as to the accuracy or completeness of such data or undertakes any obligation to update such data after the date of this presentation. In addition, projections, assumptions and estimates of our future performance and the future performance of the markets in which the Company operates are necessarily subject to a high degree of uncertainty and risk.

In light of the foregoing, you are urged not to rely on any forward-looking statement or third-party data in reaching any conclusion or making any investment decision about any securities of the Company.

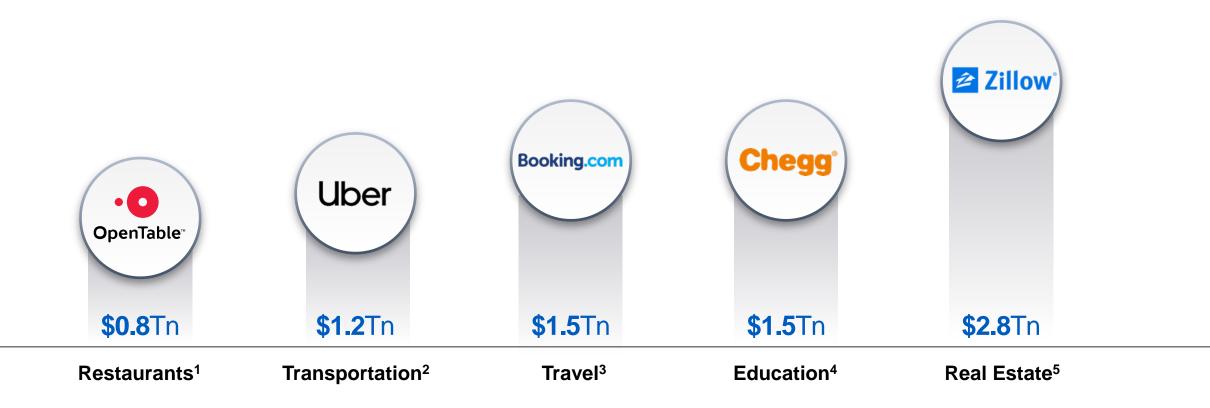
This presentation includes certain financial measures that are not presented in accordance with generally accepted accounting principles in the United States, ("GAAP"), such as Adjusted EBITDA and Adjusted EBITDA Margin, to supplement financial information presented in accordance with GAAP. There are limitations to the use of non-GAAP financial measures and such non-GAAP financial measures should not be construed as alternatives to financial measures determined in accordance with GAAP. The non-GAAP measures as defined by the Company may not be comparable to similar non-GAAP measures presented by other companies. The Company's presentation of such measures, which may include adjustments to exclude unusual or non-recurring items, should not be construed as an inference that the Company's future results will be unaffected by other unusual or non-recurring items. A reconciliation is provided elsewhere in this presentation for each non-GAAP financial measure to the most directly comparable financial measure stated in accordance with GAAP.

## Our management team is mission-driven and committed to improving healthcare in America





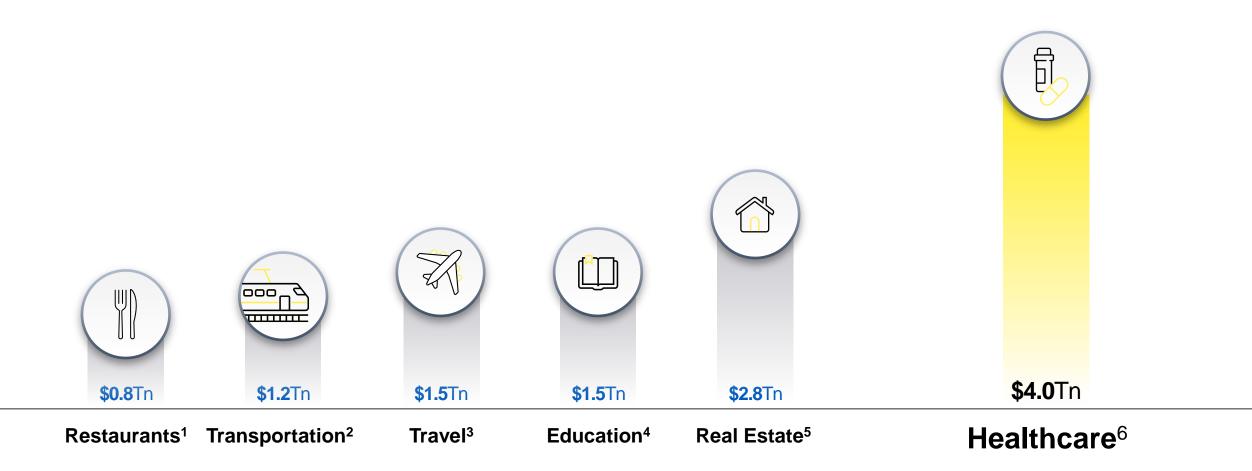
## Today's large consumer spending markets are served by successful consumer-focused, tech-enabled solutions



- 2. Bureau of Transportation Statistics: 2016 expenditures on transportation
- 3. Statista: 2017 contribution of travel and tourism to GDP in the United States
- 4. Zion Market Research: 2020 projection
- 5. Euromonitor Report: 2019 annual spending on Real Estate in the United States

Note: spend figures indicate total spend in these markets - not spend for the specific platforms shown or spend through online platforms at all

#### Healthcare spending is significantly higher than in other consumer markets



- 1. Statista: 2017 total US restaurants food and drink sales
- 2. Bureau of Transportation Statistics: 2016 expenditures on transportation
- 3. Statista: 2017 contribution of travel and tourism to GDP in the United States
- 4. Zion Market Research: 2020 projection
- 5. Euromonitor Report: 2019 annual spending on Real Estate in the United States

6. Centers for Medicare & Medicaid Services (CMS): 2020 projection

Healthcare in America versus other developed nations

lowest healthcare quality<sup>1</sup>...

#### ...with some of the highest costs<sup>2</sup>

2x

66%

Health C	Care System Performance Ranki	ngs	
		OVERALL RANKING	
$\mathbf{O}$	Switzerland	7	
	Germany	8	
*	Canada	9	
	France	10	Ľ
	United States	11	

per capita spend on healthcare by Americans compared to citizens of other OECD countries<sup>3</sup>

of all personal bankruptcies are linked to medical costs<sup>4</sup>

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Source: Lancet 2018 Human Capital Study; American Public Health Association 2019 Study; OECD Data

1. Commonwealth Fund: 2017 study (as compared to Australia, Canada, France, Germany, the Netherlands, New Zealand, Norway, Sweden, Switzerland, and the United Kingdom)

2. Peterson-KFF Health System Tracker; CMS; Commonwealth Fund: 2017 study (as compared to Australia, Canada, France, Germany, the Netherlands, New Zealand, Norway, Sweden, Switzerland, and the United Kingdom)

3. Commonwealth Fund: 2017 study (as compared to Australia, Canada, France, Germany, the Netherlands, New Zealand, Norway, Sweden, Switzerland, and the United Kingdom)

4. Study published in American Journal of Public Health; 2013-2016

We started with prescriptions Now we have expanded our platform

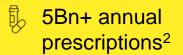
## US healthcare market **\$4.0 Trillion**<sup>1</sup>

TAM of our current offerings **\$800 Billion**<sup>4</sup>

Telehealth<sup>4</sup> \$250Bn

Prescription Drugs<sup>4</sup> **\$524Bn** 

Manufacturer Solutions<sup>4</sup> **\$30Bn** 



- 800MM+ annual physician visits<sup>3</sup>
- We estimate that most healthcare interactions with consumers occur at the pharmacy
- Fragmented marketplace

Limited technology innovation in the last 20 years

- . CMS: 2020 projection
- 2. Drug Channel Institute; measured in 30-day equivalent prescriptions: 2018 data
- KFF.org and CDC: 2018 data

Prescription drugs market size based on 2016 medical marketing spend published in Journal of the American Medical Association in 2019; Telehealth market size based on 2020 projection by McKinsey & Company



### GoodRx improves Americans' health and makes healthcare more affordable



**20-30%** of prescriptions in the U.S. not filled<sup>1</sup>

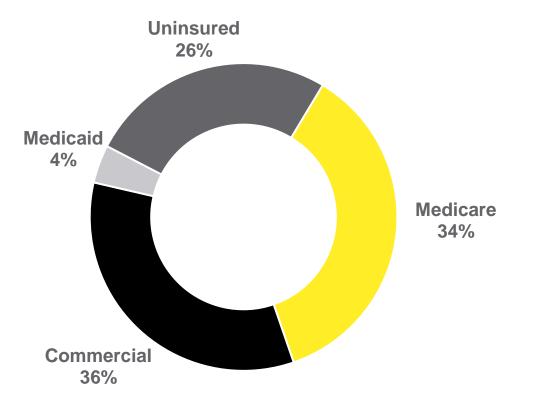


Nearly \$300Bn in cost from non-adherence<sup>2</sup>



Someone dies every 4 minutes in the U.S. from not taking prescribed medicine as directed or at all<sup>3</sup>

We estimate that we have helped approximately 18M of our consumers afford to fill a prescription that would otherwise have gone unfilled<sup>5</sup> GoodRx helps insured & uninsured consumers<sup>4</sup>



- 2. New England Journal of Medicine: Taking Our Medicine Improving Adherence in the Accountability Era; 2018
- 3. American Journal of Health System Pharmacy: Meta-analysis of trials of interventions to improve medication adherence.
- 4. GoodRx survey, July 2020

5. GoodRx internal research; all-time number

Help Americans get the healthcare they need at a price they can afford

# Our Mission

Stop paying too much for your

prescriptions

## Build the leading digital platform for consumer healthcare

Lowest combined price for 3 drugs within 6 miles of Santa Monica, CA

\$200.39

\$234.90

\$268.77

\$275.19

\$275.19

Costco

13463 Washington Blvd

NEXT BEST PHARMACIES

4 stores within 6 miles Walgreens

4 stores within 6 miles

8 stores within 6 miles Target (CVS)

11800 Santa Monica Blvd

(1) What is My Best Pharmacy?

# Our Vision

#### GoodRx at a glance

Most downloaded medical app in the last three years<sup>1</sup>

#∙

Estimated cumulative consumer savings<sup>2</sup>

<sup>\$472M</sup>

\$20Bn+

LTM Revenue

53% YoY LTM Revenue Growth

**15M** 

Monthly Visitors<sup>3</sup>

96% LTM Gross Margin

70,000+

Pharmacies with

up-to-date prices

**2M**<sup>+</sup>

Prescribers have a patient who has used GoodRx

39%

LTM Adjusted EBITDA

Margin<sup>5</sup>

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80%<sup>+</sup> Repeat Activity<sup>4</sup>

1. Based on days with most downloads on Apple App Store and Google Play App Store 2017-June 30, 2020

As of June 30, 2020. Savings are measured as the difference between the pharmacy list price and the price the consumer pays using GoodRx. Because consumers of our website and mobile application may switch pharmacies if they find a better discount, our consumer savings
calculation includes an estimate of savings achieved based on switching pharmacies.

3. Monthly Visitors is the number of individuals who visited our apps and websites in a given calendar month. Visitors to our apps and websites are counted independently. As a result, a consumer that visits or engages with our platform through both apps and websites will be counted multiple times in calculating Monthly Visitors. When presented for a period longer than a calendar month, Monthly Visitors is averaged over each calendar month in such period.; Q2'20

Repeat activity refers to the second and later use of our discounted prices by a single GoodRx consumer; 2016-June 30, 2020

5. Adjusted EBITDA Margin is a non-GAAP financial measure. We calculate Adjusted EBITDA, for a particular period, as net income before interest, taxes, depreciation and amortization, and as further adjusted for acquisition related expenses, stock-based compensation expense, loss on extinguishment of debt, financing related expenses, cash bonuses to vested option holders and other expense (income), net. Adjusted EBITDA Margin is calculated as Adjusted EBITDA as a percentage of revenue. For a reconciliation of net income, the most directly comparable GAAP financial measure, to adjusted EBITDA, see reconciliation slide in the appendix

### Our platform delivers value to multiple constituents, starting with consumers



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1. As of June 30, 2020. Savings are measured as the difference between the pharmacy list price and the price the consumer pays using GoodRx. Because consumers of our website and mobile application may switch pharmacies if they find a better discount, our consumer savings calculation includes an estimate of savings achieved based on switching pharmacies.

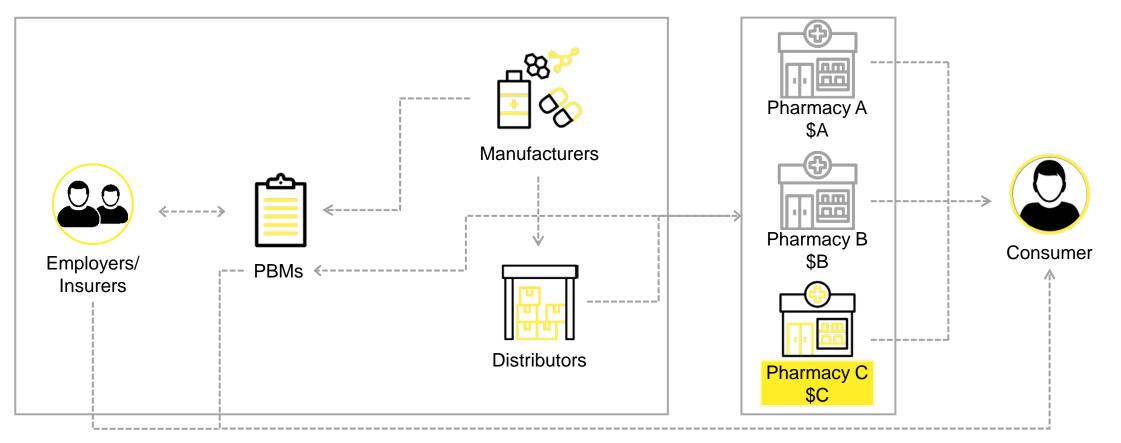
2. GoodRx survey, February 2020

3. New England Journal of Medicine: Taking Our Medicine — Improving Adherence in the Accountability Era; 2018

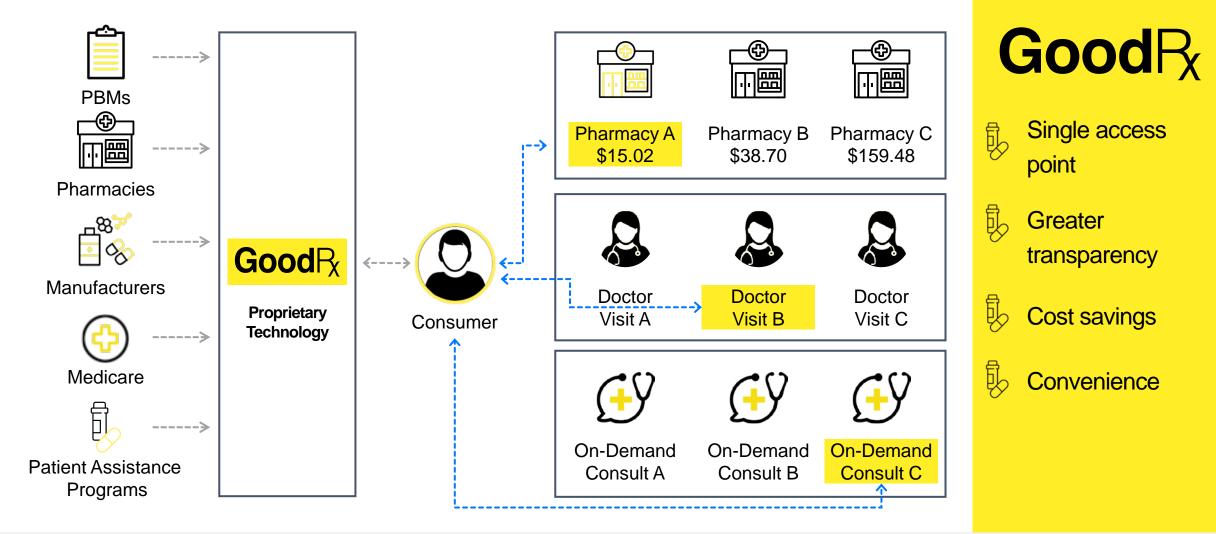
#### Complexity creates inefficiency at the consumers' expense

Highly complex healthcare ecosystem results in lack of consistency in consumer price

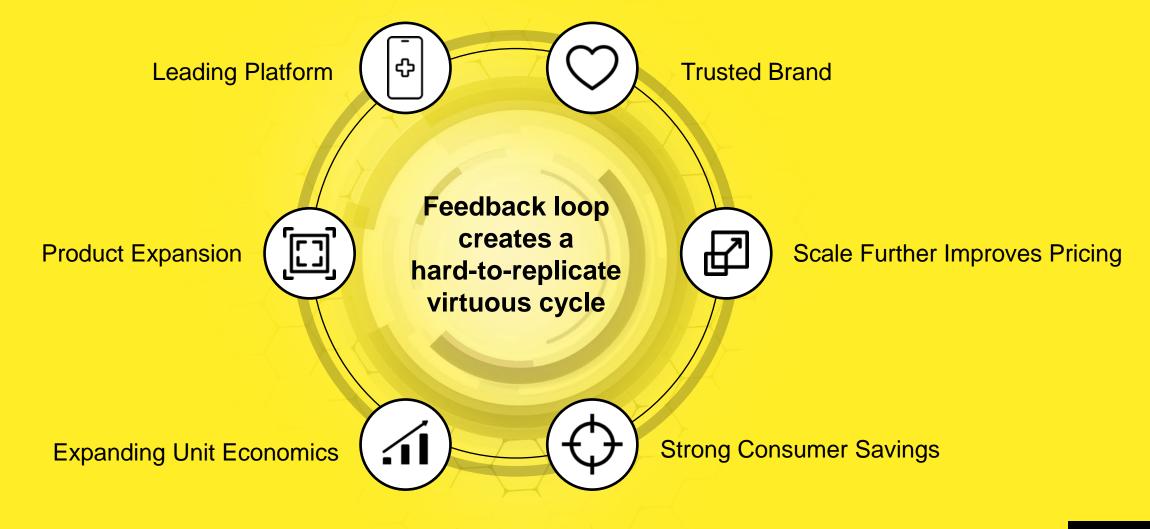
Consumer faced with wide variance in price and lack of transparency into available alternatives



#### GoodRx empowers the consumer



Our network strengthens with every transaction



#### Data simplifications unlock huge consumer value

Google Largest search engine<sup>1</sup>

G 130 Trillion indexed websites

**G** 2 Trillion searches per year

**G** 21 Petabytes of Google Maps data

#### **Zillow**°

Leading US homes database<sup>1</sup>

#### 110M+ US homes

**32M+** Property records

Property and listing facts, purchase and sale data

#### Ancestry Largest DNA database<sup>1</sup>

24Bn+ Digitized records

100M+ Family trees created

16M+ Samples in DNA database

1. Google - SearchEngineLand.com, Mashable.com, Broadband.com; Zillow - Public Filings; Ancestry.com - Company Website

GMV represents gross merchandise value, which is the aggregate price paid by consumers who used a discount available through our platform for their prescriptions during a
particular period. GMV excludes any prices paid by users linked to our subscription programs, GoodRx Gold and Kroger Rx Savings Club. Data as of June 10, 2020

3. Monthly Visitors is the number of individuals who visited our apps and websites in a given calendar month. Visitors to our apps and websites are counted independently. As a result, a consumer that visits or engages with our platform through both apps and websites will be counted multiple times in calculating Monthly Visitors. When presented for a period longer than a calendar month, Monthly Visitors is averaged over each calendar month in such period.; Q2'20

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Digital healthcare platform

**\$8Bn+** all-time GMV<sup>2</sup>

**70K+** pharmacies

**150Bn** daily pricing data points

**15M** monthly visitors<sup>3</sup>

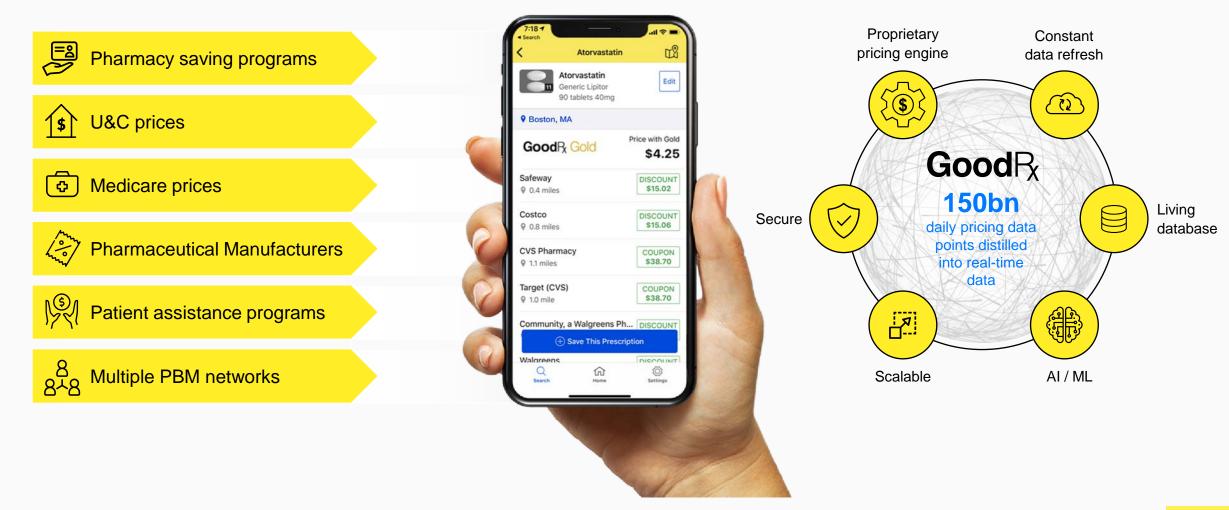
2M+ Prescribers have a patient that used GoodRx

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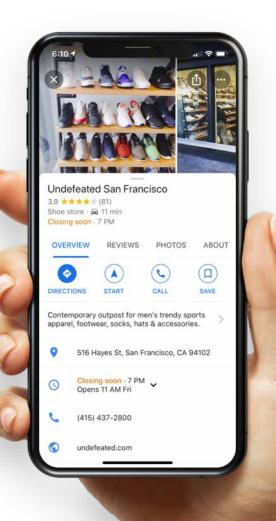
#### GoodRx combines complex backend with simple, elegant consumer app

#### Data sources

#### Engine



## Simple and powerful

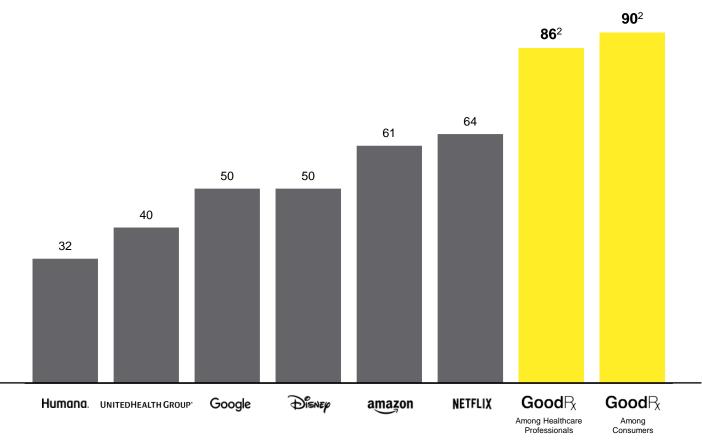




7:17 <b>1</b> Search	GoodB <sub>k</sub>	<b>- ≎ II.</b> [1]
Atorvastatin (ge		
90 tablets, 40mg 		with coupon
MEMBER ID GROUP	AP952112 R4560	\$15.27
BIN PCN	018951 GBX	
		GoodR
້ Sa	ve To My Coupor	าร
Text Coupon	Email	l Coupon
	Price	with Gold
Good <sub>R</sub> Go	hd	\$4.25
	to 90% on your pre	escriptions
Save up		

#### Consumers and healthcare providers love us

NPS Scores<sup>1</sup>



"My patients with chronic care conditions pay LESS for their meds by paying cash through GoodRx than by going through insurance." Marguerite Duane, MD

"Without GoodRx's low prices I'd never be able to afford my medications...they basically help to save my life month after month."

KT, Patient<sup>3</sup>



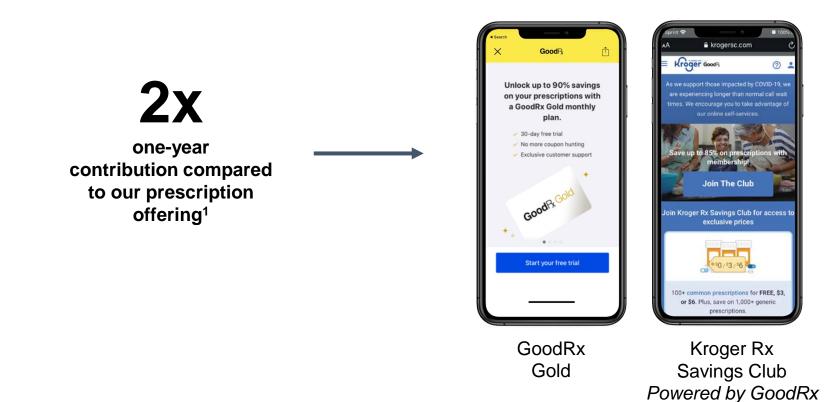
1. Non-GoodRx NPS sourced from Consumer Gauge. Netflix, 2018; Amazon, 2017; Disney, 2013; Google, 2017; UnitedHealth Group, 2018; Humana, 2014

2. GoodRx NPS based on a survey of consumers on the GoodRx website in February, 2020.

3. Consumer Reviews from Better Business Bureau website

4. As of June 30, 2020

Subscription products deliver more value to consumers and drive higher lifetime value



**Gold** Monthly Plan

1,000+ prescriptions under \$10 at up to 90% savings off list prices



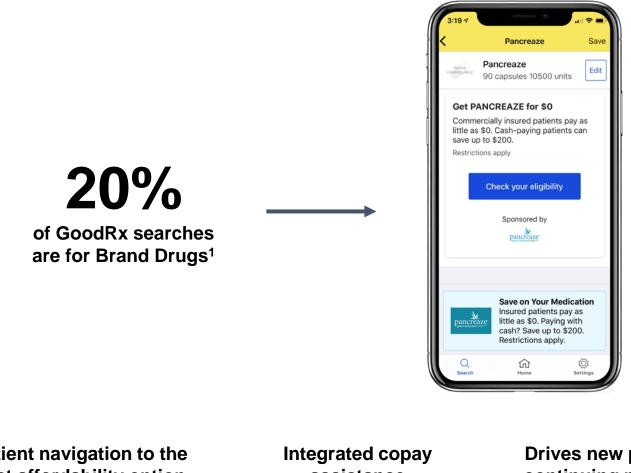
100+ medications for free, \$3, or \$6 and additional discounts on 1,000+ other prescriptions

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1. Based on cohort of consumers that started using subscriptions between July 2018-June 2019. First year contribution represents the cumulative revenue generated by consumers in the first year after they became consumers of our subscription offerings, less our estimated cost of revenue attributable to such revenue

Delivering value to pharmaceutical manufacturers by engaging our existing high-intent users



\$30**B Medical marketing and** advertising spend by pharmaceutical manufacturers<sup>2</sup>

Incremental margins capitalizing on

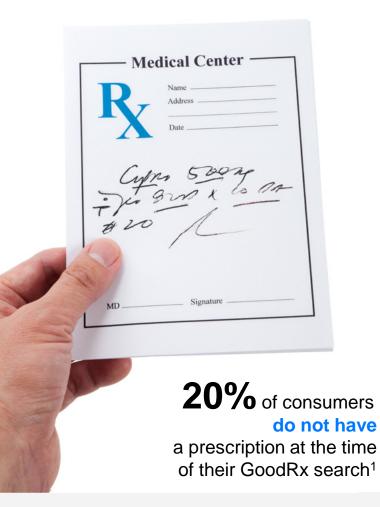
existing traffic

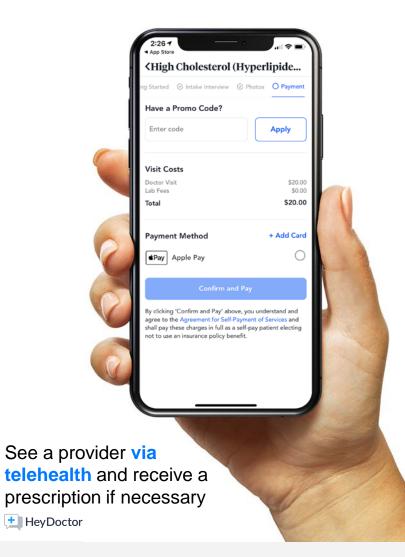
Patient navigation to the best affordability option

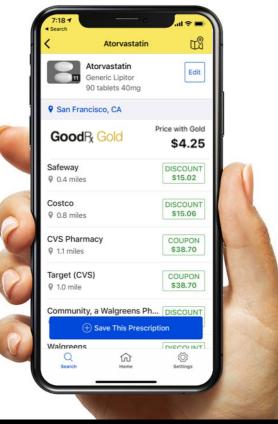
assistance

Drives new patient starts and continuing patient adherence

#### Telehealth expands our offerings

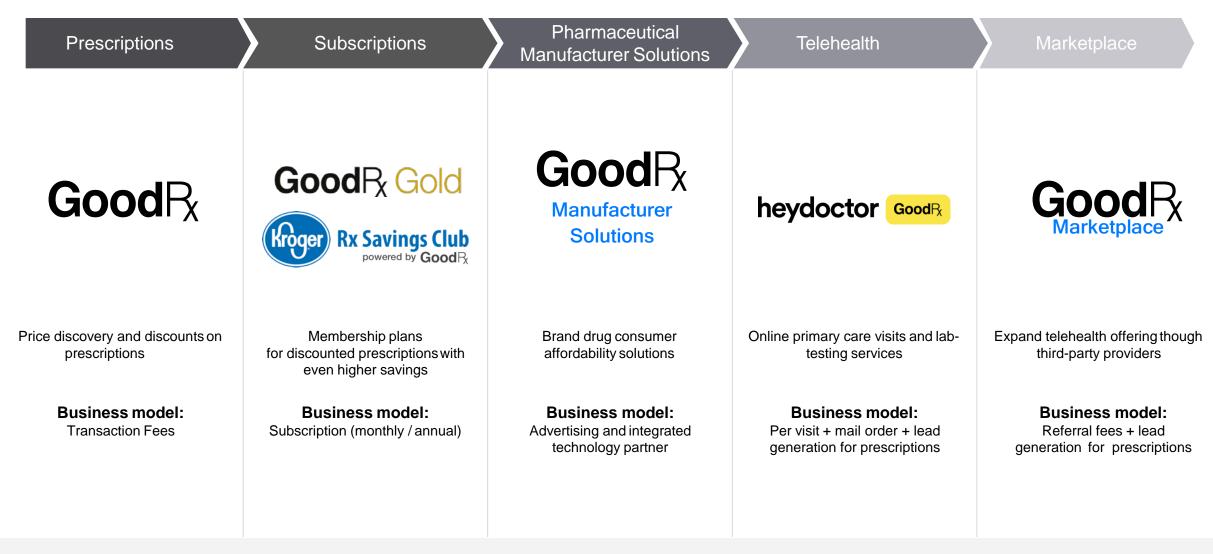




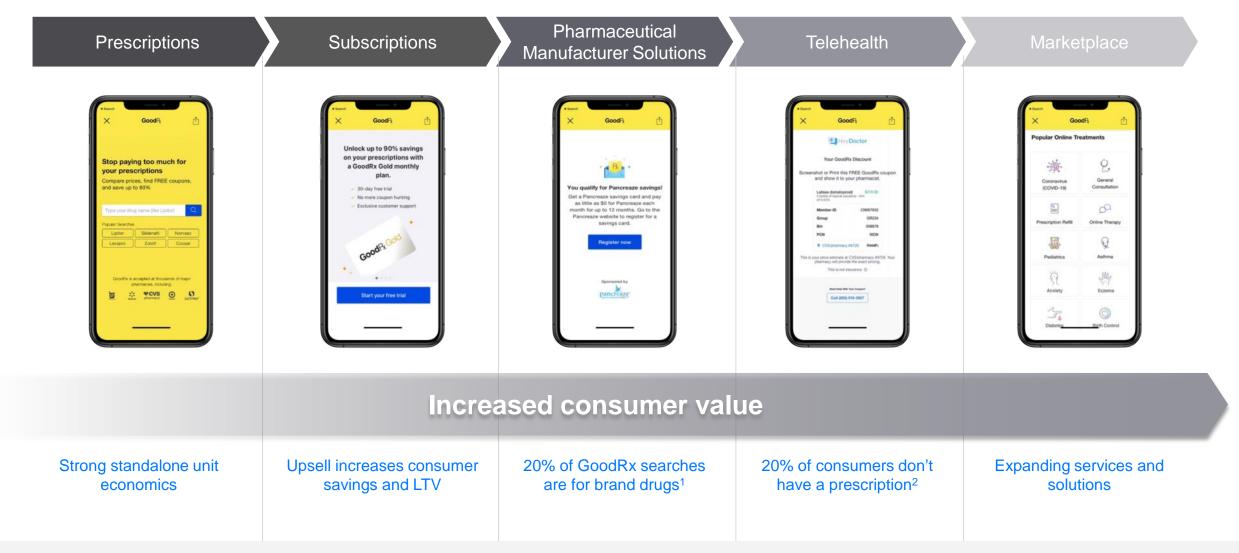


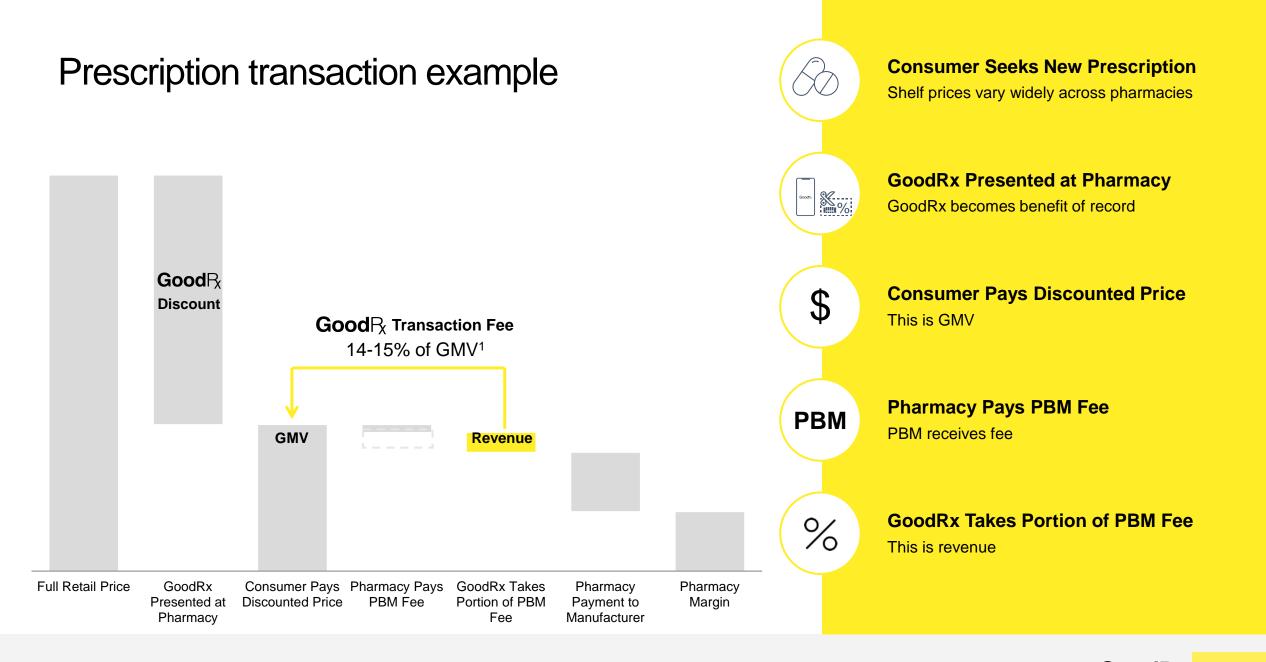
## Drives traffic to prescriptions platform

## Prescriptions provide platform to expand flywheel of adjacent services



### Growing consumer value over time

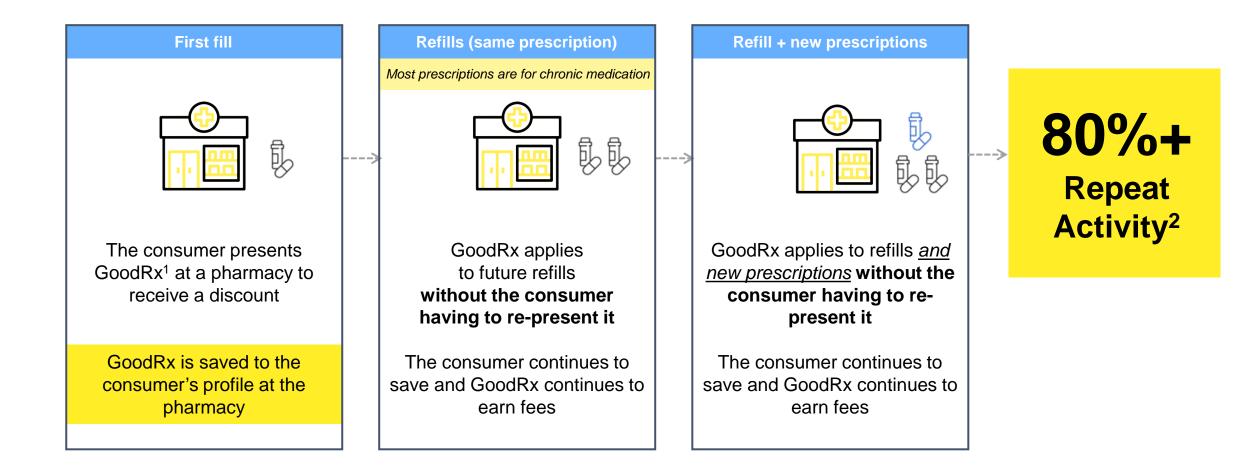




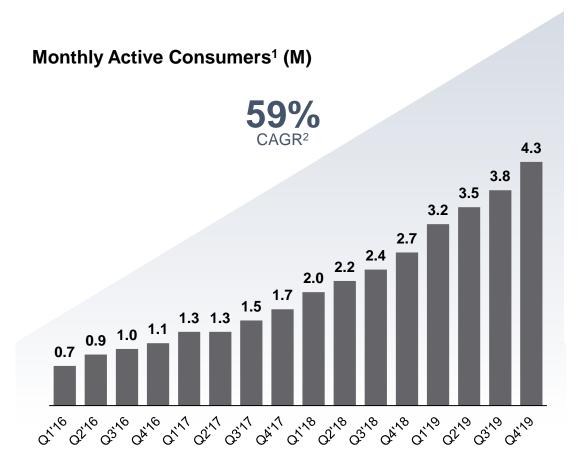
Good

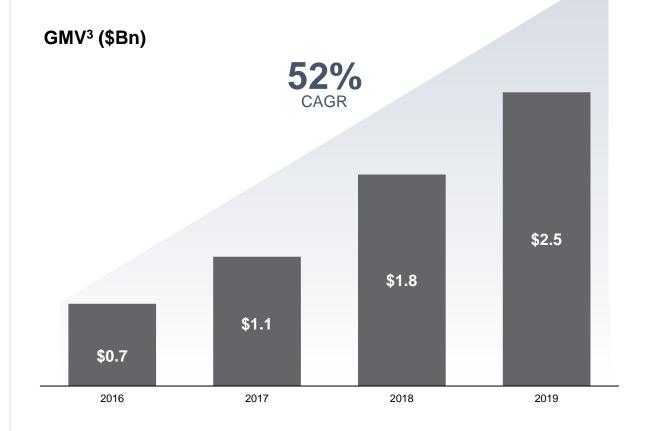
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## Multi-fill recurring usage drives repeat activity



#### Strong consumer and GMV growth at scale





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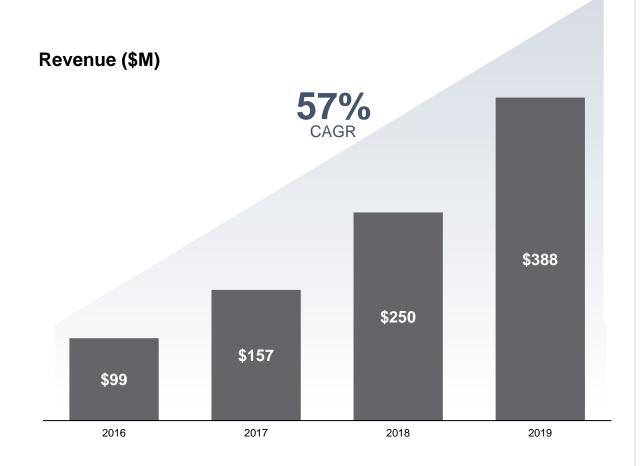
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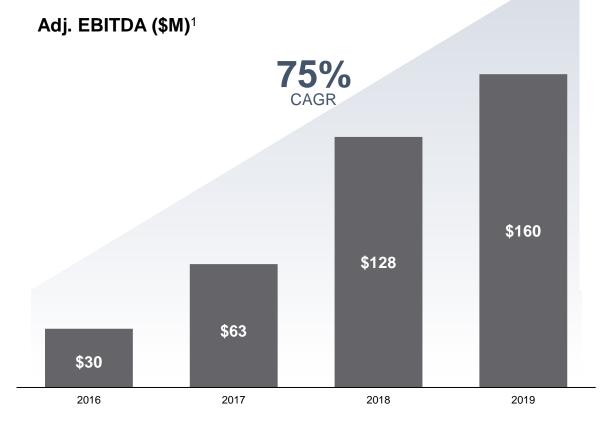
1. Refers to the number of unique consumers who have used a GoodRx code to purchase a prescription medication in a given calendar month and have saved money compared to the list price of the medication. A unique consumer who uses a GoodRx code more than once in a calendar month to purchase prescription medications is only counted as one Monthly Active Consumer in that month. A unique consumer who uses a GoodRx code in two or three calendar months within a quarter will be counted as a Monthly Active Consumer in each such month. Monthly Active Consumers do not include subscribers to our subscription offerings, consumers of our pharmaceutical manufacturers solutions offering, or consumers who used our telehealth offerings. When presented for a period longer than a month, Monthly Active Consumers is averaged over the number of calendar months in such period.

2. CAGR represents 2016 - 2019 Monthly Active Consumer metrics

GMV represents gross merchandise value, which is the aggregate price paid by our consumers who used a GoodRx code available through our platform for their prescriptions during such period. GMV excludes any prices paid by consumers linked to our other offerings, including our subscription offerings.

#### Strong revenue growth uniquely coupled with high profitability





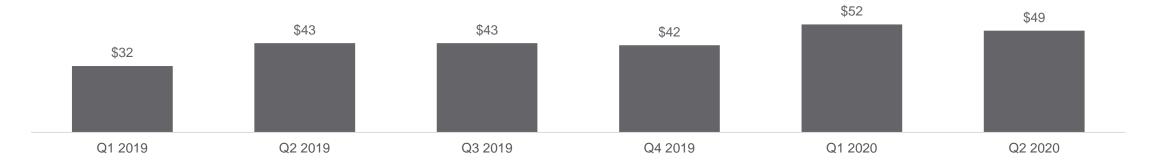
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1. Adjusted EBITDA is a non-GAAP financial measure. We calculate Adjusted EBITDA, for a particular period, as net income before interest, taxes, depreciation and amortization, and as further adjusted for acquisition related expenses, stock-based compensation expense, loss on extinguishment of debt, financing related expenses, cash bonuses to vested option holders and other expense (income), net. For a reconciliation of net income, the most directly comparable GAAP financial measure, to adjusted EBITDA, see reconciliation slide in the appendix.

### Consistent and strong performance

#### Adj. EBITDA (\$M)<sup>1</sup>, Q1'19 – Q2'20



#### Revenue (\$M) and Gross Margin, Q1'19 – Q2'20:



1. Adjusted EBITDA is a non-GAAP financial measure. We calculate Adjusted EBITDA, for a particular period, as net income before interest, taxes, depreciation and amortization, and as further adjusted for acquisition related expenses, stock-based compensation expense, loss on extinguishment of debt, financing related expenses, cash bonuses to vested option holders and other expense (income), net. For a reconciliation of net income, the most directly comparable GAAP financial measure, to adjusted EBITDA, see reconciliation slide in the appendix.

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#### Building the leading digital platform for consumer healthcare

Transparency and trust is core to our platform

Consumer first approach is always top of mind

Macro trends drive the need for our solutions and technology

First mover advantage and partnership strategy create deep competitive moat

Every transaction reinforces value proposition to the ecosystem

Unique combination of scale, high-growth and profitability

Opportunity to become **the** leading digital healthcare platform in the United States









### Adjusted EBITDA Reconciliation

(dollars in thousands)	2016	2017	2018	2019
Net Income	\$8,913 <sup>1</sup>	\$28,772 <sup>1</sup>	\$43,793	\$66,048
Interest income	(21)	(24)	(154)	(715)
Interest expense	3,541	6,970	22,193	49,569
Income tax expense	6,188	10,931	8,555	16,930
Depreciation and amortization <sup>1</sup>	9,089	9,099	9,806	13,573
Other expense (income), net	154	(5)	7	2,967
Loss on extinguishment of debt <sup>2</sup>	-	3,661	2,857	4,877
Cash bonuses to vested option holders <sup>3</sup>	-	1,400	38,800	-
Financing related expenses <sup>4</sup>	-	-	-	463
Acquisition related expenses	142	2	15	2,170
Stock-based compensation	2,002	2,150	1,762	3,747
Adjusted EBITDA <sup>5, 6</sup>	\$30,008	\$62,956	\$127,634	\$159,629
Adjusted EBITDA Margin	30.2%	40.0%	51.2%	41.1%

1. 2016 and 2017 were audited using private company standards. Net Income and Depreciation and Amortization presented reflect the elimination of goodwill amortization due to shift away from private company GAAP and to make them comparable to 2018 and 2019 audited

2. Related to early repayment of debt

3. \$38.8m in in 2018 reflect bonuses paid to vested option holders in connection with special dividend payments made to stockholders

4. Financing related expenses include third party fees for actual or planned acquisitions including related legal, consulting, and other expenditures, and retention bonuses to employees related to acquisitions

5. Adjusted EBITDA is a non-GAAP financial metric

6. Totals may not sum due to rounding

### Adjusted EBITDA Reconciliation

(dollars in thousands)	Q1'19	Q2'19	Q3'19	Q4'19	Q1'20	Q2'20
Net Income	\$11,552	\$19,650	\$19,619	\$15,227	\$27,346	\$27,337
Interest income	(129)	(180)	(271)	(135)	(75)	(41)
Interest expense	13,399	13,280	12,773	10,117	8,638	6,795
Income tax expense	3,175	5,317	5,727	2,711	7,766	7,661
Depreciation and amortization	2,622	3,124	3,609	4,218	4,345	4,521
Other expense (income), net	(2)	3	(4)	2,970	(5)	(16)
Loss on extinguishment of debt	-	-	-	4,877	-	-
Financing related expenses <sup>1</sup>	-	-	85	378	1,118	188
Acquisition related expenses <sup>2</sup>	561	413	685	511	463	780
Stock-based compensation <sup>3</sup>	832	904	956	1,055	2,210	2,121
Adjusted EBITDA <sup>4, 5</sup>	\$32,010	\$42,511	\$43,179	\$41,929	\$51,806	\$49,346
Adjusted EBITDA Margin	39.2%	46.4%	42.4%	37.0%	38.8%	40.0%

1. Financing related expenses include third party fees related to proposed financings

2. Acquisition related expenses include third party fees for actual or planned acquisitions, including related legal, consulting and other expenditures, and retention bonuses to employees related to acquisitions

3. Non-cash expenses related to equity-based compensation programs, which vary from period to period depending on various factors including the timing, number, and the valuation of awards

Adjusted EBITDA is a non-GAAP financial metric
 Totals may not sum due to rounding

### Adjusted Operating Expenses Reconciliation

(dollars in thousands)	2018	2019	H12020A
Product Development and Technology	43.9	29.3	22.3
Cash Bonuses to Vested Options Holders <sup>1</sup>	(29.2)		
Acquisition and Financing Costs <sup>2,3</sup>		(0.6)	(0.8)
Stock Based Compensation	(1.0)	(1.8)	(1.8)
Adjusted Product Development and Technology <sup>4,5</sup>	13.7	26.9	19.7
Sales and Marketing	104.2	177.0	115.1
Cash Bonuses to Vested Options Holders <sup>1</sup>	(6.9)		
Stock Based Compensation	(0.5)	(1.3)	(1.5)
Adjusted Sales and Marketing <sup>4,5</sup>	96.8	175.7	113.6
General and Administrative	8.4	14.7	12.2
Cash Bonuses to Vested Options Holders <sup>1</sup>	(2.7)		
Acquisition and Financing Costs <sup>2,3</sup>		(2.0)	(1.8)
Stock Based Compensation	(0.2)	(0.7)	(1.0)
Adjusted General and Administrative <sup>4,5</sup>	5.4	12.0	9.4

1. \$38.8m in in 2018 reflect bonuses paid to vested option holders in connection with special dividend payments made to stockholders

2. Acquisition related expenses include third party fees for actual or planned acquisitions, including related legal, consulting and other expenditures, and retention bonuses to employees related to acquisitions

3. Financing related expenses include third party fees related to proposed financings

4. Non-GAAP Financial Metric

5. Totals may not sum due to rounding