

tract inspection system and the feed back resulting from storage and field use. Improved specifications serve to better apprise sources of supply of what the Government requires, thereby improving the opportunity of industry to compete for Government procurements. Every effort is made to prepare specifications so as to achieve maximum feasible competition between suppliers consistent with obtaining items of the quality required.

EXHIBIT 20

TOTAL DRUG EXPENDITURES AND BREAKDOWN BY MAJOR THERAPEUTIC CATEGORIES

	1968	Percent of total	Percent single source	1969	Percent of total	Percent single source
Total drug expenditures.....	\$106,782,729			\$89,794,313		
Analgesics.....	4,425,729	4.1	99.4	4,778,208	5.3	75
Anorexigenics.....	249,055	.23	100	180,544	.20	94
Antibacterials and anti-infectives.....	1,240,621	1.2	78	1,329,954	1.5	96.8
Antibiotics.....	22,773,859	21.3	76.5	18,443,675	20.5	78.3
Antidiabetics (does not include insulins).....	446,376	.42	100	761,656	.84	100
Antiemetics and antinauseants.....	1,919,839	1.8	100	670,876	.74	100
Antifungals.....	1,248,136	1.2	82.6	2,585,215	2.9	86.3
Antihistamines.....	5,894,393	5.5	96	4,664,177	5.2	99.5
Antihypertensives.....	823,610	.77	99.6	1,197,639	1.3	99.6
Cardiotonics and heart preparations.....	179,511	.17	25.5	163,336	.18	49.5
Coronary vasodilators.....	454,743	.43	97.9	243,476	.27	97.3
Diuretics.....	986,780	.92	85.4	1,428,717	1.6	100
Hormones (includes thyroids and insulins, does not include oral contraceptives).....	5,337,372	5.0	83.6	3,267,300	3.6	64.2
Macrocytic, Primary, pernicious.....	0	0	0	0	0	0
Oral contraceptives.....	2,828,301	2.6	92	1,508,571	1.7	79.4
Psychotherapeutic agents (in- cludes antidepressants and tranquilizers).....	5,298,660	4.9	96.8	4,750,312	5.3	96.1
Sedatives hypnotic.....	86,098	.08	54.9	165,348	.18	60.2
Skeletal muscle relaxants.....	1,473,539	1.4	97	208,821	.23	85.7
Sugars.....	5,491	.005	0	14,792	.016	0
Urinary tract.....	396,616	.37	56	339,242	.37	79
Vasodilators.....	100,486	.09	100	122,458	.14	100
Anticoagulants.....	204,945	.19	99	147,585	.16	73.4

(Upon the direction of the chairman, information pertinent to the hearings follows:)

DEFENSE SUPPLY AGENCY—DISTRIBUTION OF TOTAL PHARMACEUTICAL PURCHASES BY SOURCE OF PROCUREMENT, 1968-69

Source of procurement	Amount purchased	Percentage of total purchases
Combination drugs.....	\$42,054,453	39.6
Single entity drugs.....	39,599,407	37.3
Small business awards.....	13,716,931	12.9
Sole source drugs.....	6,174,067	6.3
Foreign drugs.....	4,109,028	3.9
Total.....	106,193,886	100.0