From the St. Louis Business Journal: http://www.bizjournals.com/stlouis/stories/2007/03/05/daily53.html

## **CVS** sweetens pot for Caremark

## St. Louis Business Journal

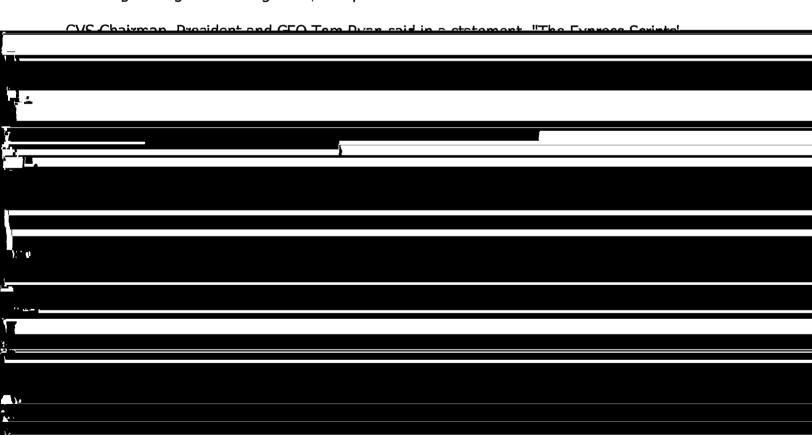
Date: Thursday, March 8, 2007, 2:53pm CST

## Related:

Banking & Financial Services, Health Care

CVS Corp. upped its offer to merge with **Caremark Rx Inc.** by increasing its special cash dividend. CVS' move comes a day after rival suitor **Express Scripts Inc.** boosted its \$26 billion bid for Caremark.

While the original terms of the CVS/Caremark merger agreement remain unchanged, the two firms agreed to increase the special cash dividend payable to Caremark shareholders following closing of the merger to \$7.50 per share.



offer for Caremark remains fraught with risk, challenges and certain loss of shareholder value."

Express Scripts has been pursuing pharmacy benefit manager Caremark <u>since December</u> despite a competing offer from drug chain CVS (NYSE: CVS). Caremark's board rejected