

1 A Rapidly Changing Marketplace

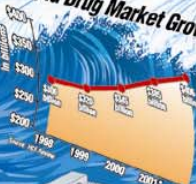
TOMORROW

YESTERDAY

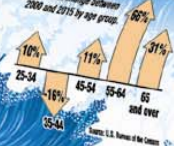
Cardinal Health
Rapid Revenue Growth
Operating Revenue Growth from 1991-2001



World Drug Market Growth



Aging of America



Waves of Change

The Internet Revolution
The time it took each technology to reach 50 million users.

Telephone	38 years
Fax machine	22 years
Mobile phone	6 years
Internet	6 months

Regulatory Power

- Regulatory agencies have the authority to:
 - institute new regulations to ensure patient rights are met
 - conduct inspections to ensure patient safety
 - license a facility or product
 - approve a product for marketing
 - institute regulatory actions and sanctions

Shareholders



PHARMACEUTICAL COMPANIES

BIO-TECHNOLOGY COMPANIES

SURGERY CENTER

Integrated Delivery Networks

Group Purchasing Organization

HOSPITAL

PHYSICIAN OFFICES

SURGERY CENTER

Healthcare Providers

TODAY

PHYSICIAN OFFICES

HOSPITAL

HOSPITAL

Integrated Delivery Networks

NURSING HOME

AMBULATORY SURGERY CENTER

PHARMACY

HOSPITAL

RETAIL PHARMACY

MAIL ORDER