

bio scrip®
Infusion Services



option
care®



**A LEADING PROVIDER OF HOME INFUSION
AND ALTERNATE SITE INFUSION THERAPY**

DISCLAIMER

This communication, in addition to historical information, contains “forward-looking statements” (as defined in the Private Securities Litigation Reform Act of 1995) regarding, among other things, future events or the future financial performance of BioScrip and Option Care. All statements other than statements of historical facts are forward-looking statements. In addition, words such as “anticipate,” “believe,” “contemplate,” “continue,” “could,” “estimate,” “expect,” “intend,” “may,” “plan,” “potential,” “predict,” “project,” “seek,” “should,” “target,” “will,” “would,” or the negative of these words, and words and terms of similar substance used in connection with any discussion of future plans, actions or events identify forward-looking statements. Forward-looking statements relating to the proposed transaction include, but are not limited to: statements about the benefits of the proposed transaction between BioScrip and Option Care, including future financial and operating results; expected synergies; BioScrip’s and Option Care’s plans, objectives, expectations and intentions; the expected timing of completion of the proposed transaction; and other statements relating to the acquisition that are not historical facts. Forward-looking statements are based on information currently available to BioScrip and Option Care and involve estimates, expectations and projections. Investors are cautioned that all such forward-looking statements are subject to risks and uncertainties (both known and unknown), and many factors could cause actual events or results to differ materially from those indicated by such forward-looking statements. With respect to the proposed transaction between BioScrip and Option Care, these factors could include, but are not limited to: the risk that BioScrip or Option Care may be unable to obtain governmental and regulatory approvals required for the transaction, or that required governmental and regulatory approvals may delay the transaction or result in the imposition of conditions that could reduce the anticipated benefits from the proposed transaction or cause the parties to abandon the proposed transaction; the risk that a condition to closing of the transaction may not be satisfied; the length of time necessary to consummate the proposed transaction, which may be longer than anticipated for various reasons; the risk that the businesses will not be integrated successfully; the risk that the cost savings, synergies and growth from the proposed transaction may not be fully realized or may take longer to realize than expected; the diversion of management time on transaction-related issues; the effect of future regulatory or legislative actions on the companies or the industries in which they operate; the risk that the credit ratings of the combined company or its subsidiaries may be different from what the companies expect; economic and foreign exchange rate volatility; and the other risks contained in BioScrip’s most recently filed Annual Report on Form 10-K.

Many of these risks, uncertainties and assumptions are beyond BioScrip’s ability to control or predict. Because of these risks, uncertainties and assumptions, you should not place undue reliance on these forward-looking statements. Furthermore, forward-looking statements speak only as of the information currently available to the parties on the date they are made, and neither BioScrip nor Option Care undertakes any obligation to update publicly or revise any forward-looking statements to reflect events or circumstances that may arise after the date of this communication. Nothing in this communication is intended, or is to be construed, as a profit forecast or to be interpreted to mean that earnings per BioScrip share for the current or any future financial years or those of the combined company, will necessarily match or exceed the historical published earnings per BioScrip share, as applicable. Neither BioScrip nor Option Care gives any assurance (1) that either BioScrip or Option Care will achieve its expectations, or (2) concerning any result or the timing thereof, in each case, with respect to any regulatory action, administrative proceedings, government investigations, litigation, warning letters, consent decrees, cost reductions, business strategies, earnings or revenue trends or future financial results. All subsequent written and oral forward-looking statements concerning BioScrip, Option Care, the proposed transaction, the combined company or other matters and attributable to BioScrip or Option Care or any person acting on their behalf are expressly qualified in their entirety by the cautionary statements above.

ADDITIONAL INFORMATION AND WHERE TO FIND IT

BioScrip, Inc. (“BioScrip” or the “Company”) will file with the Securities and Exchange Commission (“SEC”) a proxy statement in connection with the proposed transaction. The proxy statement will contain important information about the proposed transaction and related matters. **INVESTORS AND SECURITY HOLDERS ARE URGED AND ADVISED TO READ THE PROXY STATEMENT WHEN IT BECOMES AVAILABLE BECAUSE IT WILL CONTAIN IMPORTANT INFORMATION.** The proxy statement and other relevant materials (when they become available) and any other documents filed by the Company with the SEC may be obtained free of charge at the SEC’s website, at www.sec.gov. In addition, security holders will be able to obtain free copies of the proxy statement and other relevant materials from the Company by contacting Investor Relations by mail at 1600 Broadway, Suite 700, Denver, CO 80202, Attn: Investor Relations, by telephone at (720) 697-5200, or by going to the Company’s Investor Relations page on its corporate web site at <https://investors.bioscrip.com>.

PARTICIPANTS IN THE SOLICITATION

The Company and its directors and executive officers may be deemed to be participants in the solicitation of proxies from stockholders in connection with the matters discussed above. Information about the Company’s directors and executive officers is set forth in the Proxy Statement on Schedule 14A for the Company’s 2018 annual meeting of stockholders, which was filed with the SEC on April 4, 2018. This document can be obtained free of charge from the sources indicated above. Information regarding the ownership of the Company’s directors and executive officers in the Company’s securities is included in the Company’s SEC filings on Forms 3, 4, and 5, which can be found through the SEC’s website at www.sec.gov. Other information regarding the participants in the proxy solicitation and a description of their direct and indirect interests, by security holdings or otherwise, will be contained in the preliminary proxy statement and the definitive proxy statement and other relevant materials to be filed with the SEC when they become available.

PRESENTERS



Dan Greenleaf
CEO
BioScrip



Steve Deitsch
CFO
BioScrip



John Rademacher
CEO
Option Care



Mike Shapiro
CFO
Option Care

COMBINING TWO LEADERS IN HOME INFUSION



Headquarters: Denver, Colorado



Headquarters: Bannockburn, Illinois

Significant Scale 2018 Metrics

- Revenue: \$709mm
- Adj. EBITDA: \$45mm
- Employees: ~2,100
- Clinicians: ~1,100¹
- 81% commercial payors²
- 2016-2018 Revenue CAGR: 2.7%³

- Revenue: \$1,942mm
- Adj. EBITDA: \$95mm
- Employees: ~4,500
- Clinicians: ~1,800
- 87% commercial payors²
- 2016-2018 Revenue CAGR: 8.6%⁴

Expansive and Complementary Footprints

- 53 full service pharmacies
- 66 ambulatory infusion suites
- Locations in 27 states

- 76 full service pharmacies
- 90 ambulatory infusion suites
- Locations in 42 states

Therapeutic Solutions

- Anti-infectives
- Nutrition support
- Immunoglobulin
- Heart failure
- Autoimmune
- Bleeding disorders

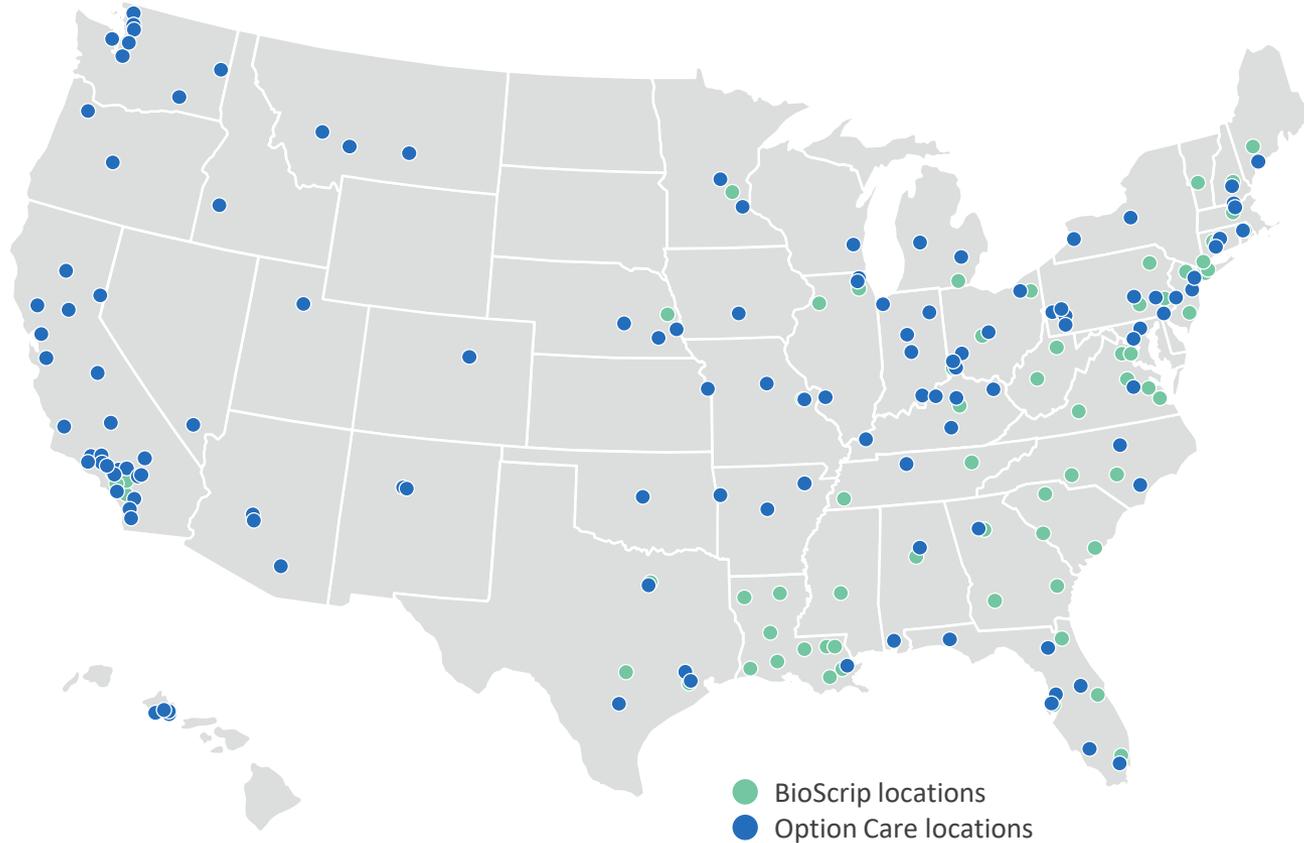
1. Includes pharmacy technicians.

2. Commercial includes Managed Medicaid and Medicare Advantage.

3. Pro forma for the impact of the UnitedHealthcare contract transition, Cures Act, Company's exit from the Hepatitis C market and including a reduction in revenue due to bad debt expense.

4. Adjusted for impact of Cures Act.

COMBINATION CREATES PROVIDER WITH NATIONAL REACH AND COMPREHENSIVE SOLUTIONS



46

states

96%

of U.S. population covered

\$2.6bn+

combined 2018 revenue

2,900+

skilled clinicians¹

Top 10

payors all in network

600+

frontline selling resources

Highly complementary footprint expected to make the combined company a preferred partner to payors

1. Includes pharmacy technicians.

OPTION CARE OVERVIEW

Broad Footprint and Reach

- **76** full service pharmacies
- **50** state dispensing capabilities
- **90** ambulatory infusion suites

Significant Clinical Competencies

- **1,800** multi-disciplinary clinicians
- **1,000** employed IV nurses
- **1,500** subcontracted, credentialed HHA partners
- **>45,000** patient census
- **131,000** unique patients served in 2018

Broad Payor Access

- Contracted with **all 10** of the top 10 national payors
- Contracted as a provider of Medicare and Medicaid in all 50 states
- **>750 payor relationships** and **>1,200** payor contracts

Unique Product Portfolio

- **40+** Limited Distribution Drugs, with many exclusive to Option Care


Gattex[®]
(Teduglutide (rDNA origin)) for Injection


Radicava
(edaravone) IV Infusion
30mg/100ml


RELIZORB[™]
[IMMOBILIZED LIPASE] CARTRIDGE


NUZYRA[™]
(omadacycline)


Trogarzo[™]
(ibalizumab)
Injection


EXONDYS 51[™]
(eteplirsen) Injection

OPTION CARE HISTORICAL PERFORMANCE

Scaling Infrastructure for Growth

- MDP acquired a majority stake in Option Care (formerly Walgreens Infusion Services) in 2015
- Post separation, Option Care aggressively invested in a standalone corporate infrastructure, quality and clinical excellence and industry-leading information technology
- Option Care has a national team of sales account managers and clinical transition specialists
- Option Care established a unique business development function focused on developing relationships with biopharmaceutical and pharmaceutical manufacturers to commercialize new therapies

Free Cash Flow Reinvestment

- In the past **three years**, Option Care **generated ~\$150mm** in operating cash flow
- **~\$90 million** has been **invested** in IT and facilities
- Established a foundation for **enhanced revenue growth and margin expansion**



Strong Historical Performance

- Despite investment in corporate infrastructure, Option Care generated high single digit revenue and low double digit Adj. EBITDA¹ growth per annum
- **In 2018 revenue was up ~9% and Adj. EBITDA¹ was up ~14% vs. 2017**

1. Adj. EBITDA includes adjustments related to stock-based compensation, loss on dispositions, non-cash portion of debt extinguishment, management fees, and restructuring and other charges.

CORE OPTION CARE GROWTH HAS BEEN STRONG

Revenue

8.6%
CAGR

Adjusted EBITDA¹

15.2%
CAGR

Note: Represents performance from 2016-2018 excluding impact of CURES Act.

1. Adj. EBITDA includes adjustments related to stock-based compensation, loss on dispositions, non-cash portion of debt extinguishment, management fees, and restructuring and other charges.

OPTION CARE'S UNIQUE POSITION TO CAPITALIZE ON THERAPY TRENDS

Focus on therapies that require HCP oversight, allowing Option Care to leverage clinical competencies and drive meaningful EBITDA

Acute Therapies (30% of Revenue)

- Key therapies include anti-infectives, total parental nutrition and enteral nutrition
- Shorter duration therapy regimens
- Higher gross margins
- Requires significant sales & marketing and clinical expertise

Chronic Therapies (70% of Revenue)

- Key therapies include IVIG, TNF (ex: Remicade) and Factor products
- Longer duration therapies
- Lower gross margins but significant Adj. EBITDA¹ dollars
- Payor strategies for site of care redirection
- Pharma manufacturer partnerships for limited distribution of innovative therapies; robust large molecule pipeline

Broad Product Portfolio



In Network Payor Base



Unique Referral Management



Strong Drug Pipeline

Drive above-market revenue growth and Adj. EBITDA¹ margin expansion

1. Adj. EBITDA includes adjustments related to stock-based compensation, loss on dispositions, non-cash portion of debt extinguishment, management fees, and restructuring and other charges.

OPTION CARE'S INDUSTRY LEADING QUALITY METRICS AND ACCREDITATIONS

.003%

rate of infusion-related adverse drug reactions¹

99.9%

clinician-reported patient adherence rate⁴

.02

rate of bloodstream infections³

<1%

rate of unplanned hospital readmissions²

Avoiding hospitalization saves about
\$2,000
per day^{5,6}



96% Overall satisfaction among patients receiving infusion therapy⁷



**P
A
B
ACCREDITED**
Compounding Pharmacy
A SERVICE OF ACHC



1. Review of Option Care patient data on file April 2017 – June 2017. Data may include some injectable drugs. 2. Review of Option Care patient data therapy related admission rates April 2017 – June 2017. 3. Review of Option Care nurse managed central lines patient data April 2017 – June 2017; incident rate per 1,000 catheter days. 4. Review of Option Care patient data on file April 2017 – June 2017. 5. Luszcz N, O'Neill M, Siddiqui T. Home nutrition support team interventions demonstrate improved clinical and financial outcomes. Poster presented at: Clinical Nutrition Week 2013; February 9-12, 2013; Phoenix, AZ. 6. PharmaceuticalCommerce.com. Shelley, S. "Home infusion providers struggle with unfriendly reimbursement policies." October 10, 2009. 7. Based on a 7 year average of patient satisfaction data 2010 – 2017 of more than 30,000 patients surveyed.

PARTNERING WITH WORLD-CLASS SHAREHOLDERS AND BOARD MEMBERS

MDP

Over 30 years of experience with completed investments in over 140 companies

- One of the world's leading investment firms with approximately \$23 billion AUM
- One of the leading investors in the healthcare sector
- Strong track record of creating public shareholder value in comparable transactions

sirona

SAGE[®]
PRODUCTS

TEAMHealth.

VWR

Walgreens

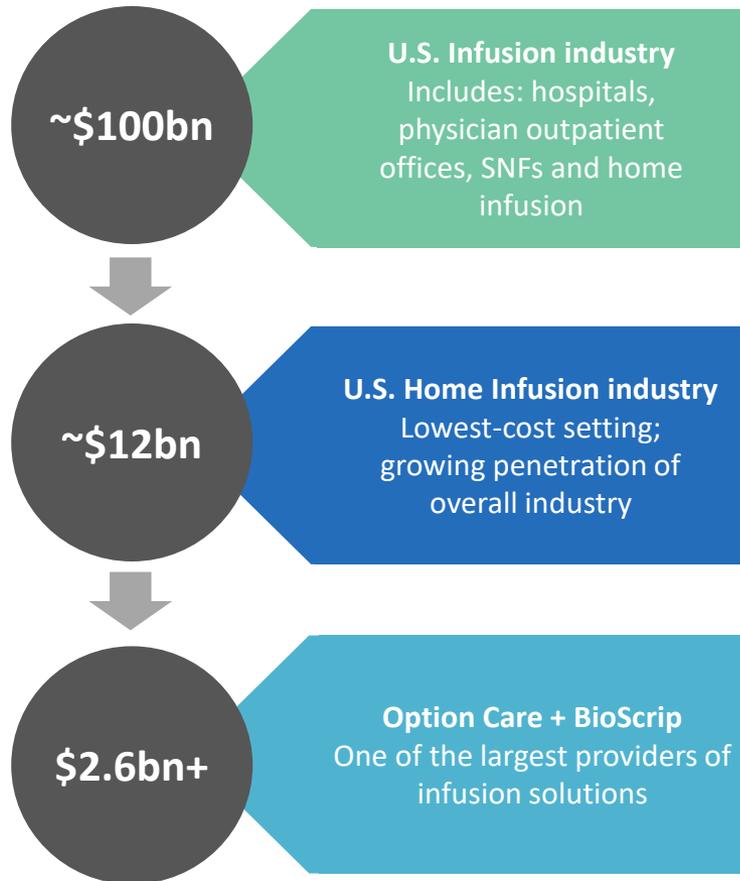
Supportive partnership

- One of the world's largest pharmaceutical retail networks
- Full-scale provider across the continuum of care

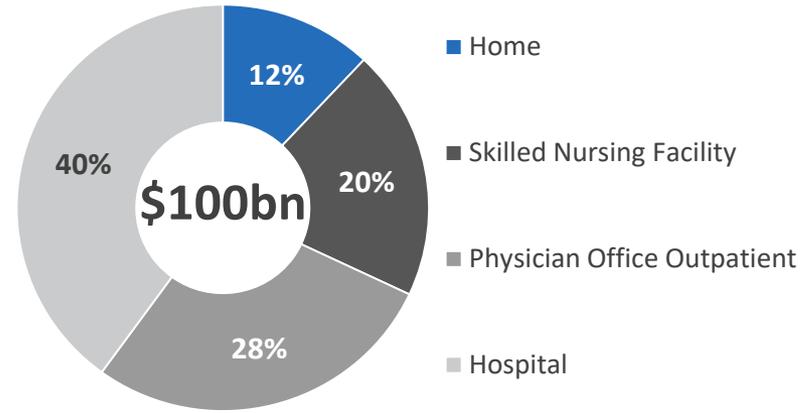
U.S. INFUSION INDUSTRY OVERVIEW

LARGE AND GROWING INDUSTRY OPPORTUNITY

Large and Growing Industry Opportunity



U.S. Infusion Industry



U.S. Competitive Landscape – Home

- Top 6 providers account for <50% of U.S. industry
- The combined company market share is 21%
- **Highly fragmented** industry
- **800+** infusion companies in the U.S.

TRANSFORMATIONAL TRANSACTION CREATING MEANINGFUL SHAREHOLDER VALUE

Transformational Strategic Combination

- ✓ The combination creates a leading independent provider of home infusion
 - ✓ Merger of two best-in-breed platforms in a large and growing industry
 - ✓ Diversified payor mix, in network with top 10 payors
-

Significant Synergy Potential

- ✓ \$60+ million of run-rate cost synergies identified
 - ✓ Expected to be realized on a run-rate basis within 24 months
-

Support by Leading Investors

- ✓ Partnership with two world-class shareholders with a long-standing track record of success
 - ✓ Addition of industry leaders to the Board of Directors including Harry Kraemer, Jr., John Arlotta and Nitin Sahney
-

Financial Flexibility

- ✓ Enhanced and simplified capital structure provides flexibility and access to liquidity
-

KEY TRANSACTION TERMS

Transaction Structure

- BioScrip to issue common stock to Option Care in an all-stock transaction

Synergy Potential

- \$60+ million of run-rate cost synergies identified

Approximate Ownership

- BioScrip shareholders: 20.5%
- Option Care shareholders: 79.5%

Management

- Chief Executive Officer: John Rademacher
- Chief Financial Officer: Mike Shapiro
- Draw on best talent from both organizations

Board of Directors

- 10 member Board to be comprised of 8 directors from Option Care's Board and 2 directors from BioScrip's Board (Carter Pate and David Golding)
- Dan Greenleaf to serve as strategic advisor to the Board of Directors

Financing

- Pro Forma Debt / Combined Credit Adj. EBITDA of $\sim 6x^1$
- Committed financing in place to refinance and optimize capital structure

Timing

- Subject to BioScrip shareholder approval, regulatory approval and customary closing conditions
- Transaction expected to close in second half of 2019

1. Reflects Pro Forma Combined 2018 Credit Adj. EBITDA of \$210mm and \$1,325mm of debt based on committed financing at time of transaction announcement.

SYNERGY POTENTIAL IN ORDER OF MAGNITUDE

SG&A	<ul style="list-style-type: none">● Streamline corporate and administrative functions including labor and non-labor costs
Network Optimization	<ul style="list-style-type: none">● Optimize assets where applicable to best serve the market● Includes associated costs
Procurement	<ul style="list-style-type: none">● Purchasing at the “best of” price where overlap exists● Purchasing done independently of WBA today
Additional Opportunities	<ul style="list-style-type: none">● Opportunities to partner with payors to drive more favorable relationships and support their efforts to manage appropriate site of care redirection through our greater ambulatory infusion suite network

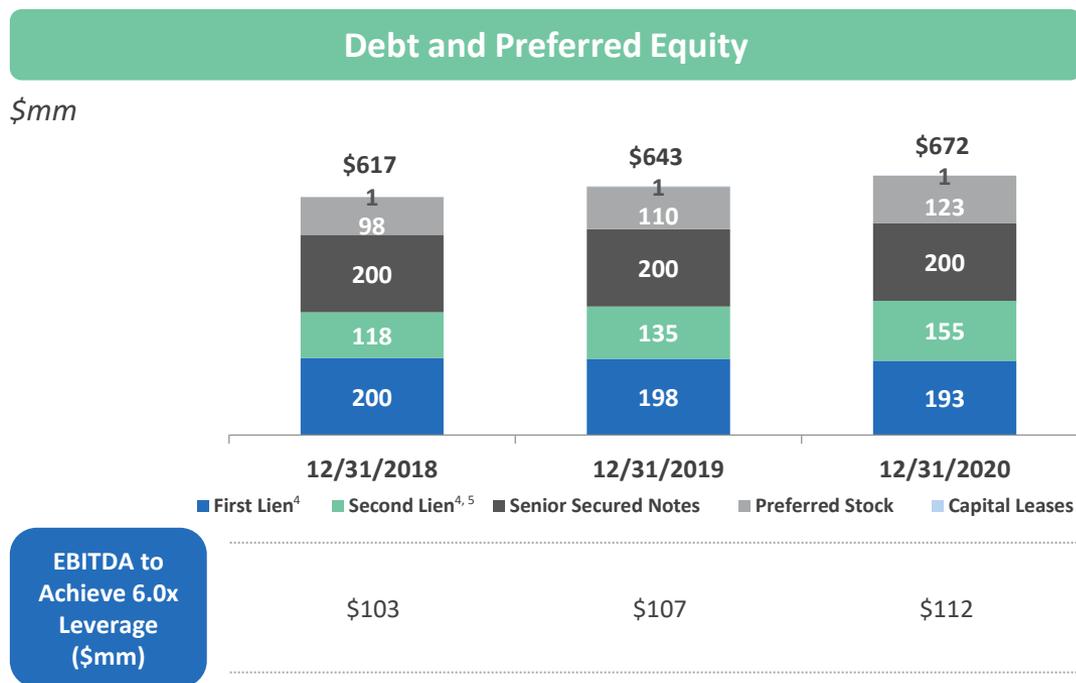
\$60+ million of run-rate cost synergies identified

Synergies expected within 24 months post-closing

CHALLENGING BIOSCRIP CAPITAL STRUCTURE

- Near-term leverage levels are expected to remain high
- Narrow window to address current capital structure
 - 1L and 2L debt becomes current in August 2019; 1L and 2L have a springing maturity in August 2020
 - Senior Secured Notes due in February 2021
- Meaningful EBITDA uplift required to arrive at 6.0x standalone leverage

Historical Cash Flow		
\$mm	2017	2018 ²
Operating Cash Flow ¹	45	21
Cash Interest Expense	(45)	(41) ³
CapEx	(9)	(14)
Operating Cash Flow less Interest less CapEx	(9)	(34)
Cash and Cash Equivalents at 12/31	39	15



Sources: Capital IQ and Company filings as of March 17, 2019.

1. Represents Net Cash Used in Operating Activities excluding cash interest expense.
2. BioScrip drew down its \$10 million Second Lien Delayed Draw Senior Secured Notes in June 2018.
3. Does not include \$7.8 million of paid-in-kind interest capitalized as principal on Second Lien Note Facility.
4. Assumes First Lien and Second Lien remain outstanding at December 31, 2020.
5. Assumes Second Lien capitalizes all interest accrued.

SIGNIFICANTLY IMPROVED PRO FORMA CAPITAL STRUCTURE

Pro Forma Capitalization

Pro Forma Capitalization

Amount

\$150mm ABL Revolver	-
First Lien Term Loan	925
Second Lien	400
Total Debt	\$1,325

Credit Statistics

Total First Lien Debt / PF Adj. EBITDA	~4x ¹
Total Debt / PF Adj. EBITDA	~6x ¹

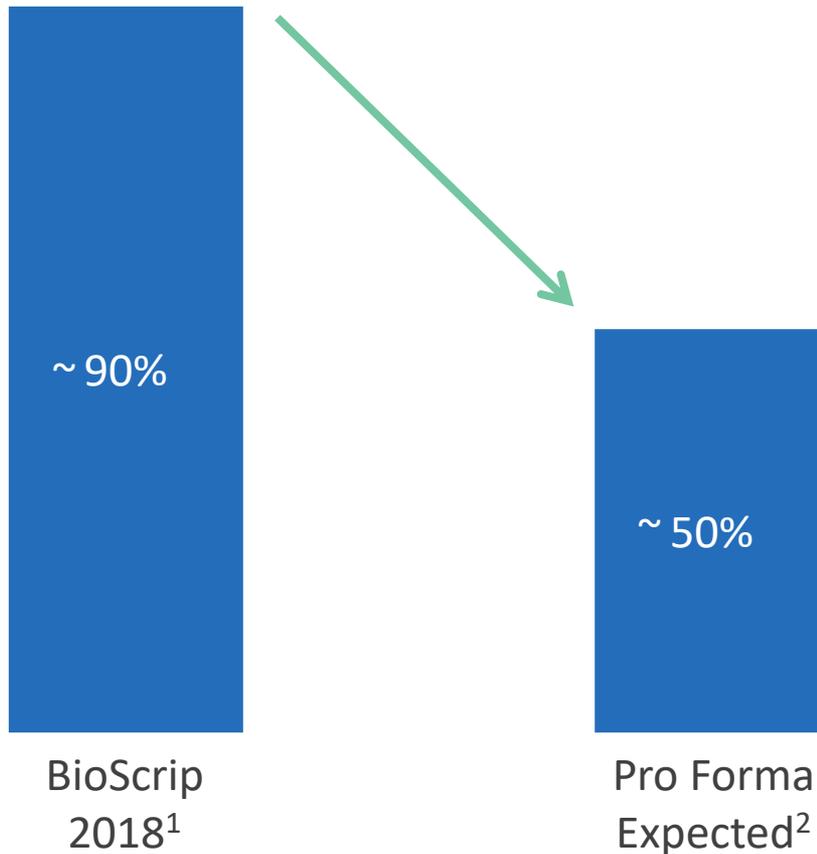
Key Highlights

- Significant deleveraging
- No near-term maturities
- Lower cost of capital
- No preferred equity
- Covenant-lite
- Significant additional liquidity
- ABL revolver for additional capital flexibility

1. Reflects Pro Forma Combined 2018 Credit Adj. EBITDA of \$210mm.

IMPROVED ABILITY TO INVEST AND DELEVER

% of Pro Forma Credit Adj. EBITDA Used for Debt Service



Key Highlights

- Improved capital flexibility
- Increased ability to invest in and enhance patient experience
- Continued investment in quality management system (USP800)
- Fund growth initiatives
- Paydown debt

1. Reflects Adj. EBITDA of \$45mm and actual cash interest costs of \$41mm for 2018.

2. Reflects Pro Forma Combined 2018 Credit Adj. EBITDA of \$210mm and \$1,325mm of debt based on committed financing at time of transaction announcement.

PRO FORMA COMBINED 2018 FINANCIAL SNAPSHOT



Combined with
Run-Rate Cost Synergies

Revenue (\$mm)	\$709	\$1,942	\$2,651
Adj. EBITDA (\$mm)	\$45	\$95	\$200 ¹
Net Debt + Preferred ²	\$602	\$514	

The combined Company will be poised to grow revenue in-line with or faster than market growth, with EBITDA expected to grow faster than revenue

1. Includes identified run-rate cost synergies of ~\$60mm.
2. Balances at December 31, 2018.

THE POWER OF THE COMBINATION

- ✓ Leading home infusion platform with national reach and scale
- ✓ Right side of healthcare – independent, low cost care setting, patient centric
- ✓ Enhanced product and payor diversity
- ✓ Sizable and actionable synergies expected
- ✓ Improved capital structure and liquidity
- ✓ Limited risk of government rate reset, limited exposure to PBM
- ✓ Seasoned management team and Board of Directors