



April 30, 2007

Re: New Employee Stock Purchase Plan (ESPP)

Dear Caremark Employee:

CVS/Caremark is pleased to announce that participation in the Employee Stock Purchase Plan (ESPP) through Mellon Investor Services will soon be made available to all eligible Caremark employees. Similar to the former CareStock Employee Stock Purchase Plan, the ESPP provides employees with the opportunity to purchase CVS/Caremark common stock at a discount of at least 15 percent. Although participation in the ESPP is voluntary, taking advantage of the ESPP discount can help employees build an ownership stake in CVS/Caremark and share in the long-term performance of the Company.

**Who is Eligible**

You are eligible to participate in the ESPP at the beginning of an offering period if:

- You have been continuously employed by CVS/Caremark or any designated subsidiary for at least six months **AND**
- You are actively employed during the two months prior to the beginning of the offering period.

**When Can I Enroll**

There are normally two offering periods each year, the first generally from January 1 to June 30, and a second from July 1 to December 31. Enrollment for the second offering period of the year will be open to eligible employees May 15 to June 14, 2007.

**PIN Letter**

A letter with a Personal Identification Number (PIN) will be mailed from Mellon Investor Services, LLC to all eligible employees' home addresses. It is very important that you maintain your PIN letter as it will be required during the enrollment process.

**ESPP Enrollment Brochure**

An enrollment brochure will also be mailed from Buck Consultants to all eligible employees' home addresses following the PIN letter. The brochure contains more detailed information about the ESPP as well as specific enrollment instructions. It is very important that you maintain the enrollment brochure as it contains the enrollment instructions.

Watch for both the PIN letter from Mellon Investor Services and the enrollment brochure from Buck Consultants in the coming weeks.

Sincerely,  
Caremark Benefits Department