



Healthcare Services

Quarterly Update
Fourth Quarter 2019



RESTRUCTURING • INVESTMENT BANKING • DISTRESSED ASSET SUPPORT SERVICES

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Q4 2019 Highlights

January, 2020

Overall Healthcare Services M&A activity remained strong in 2019, with non-asset based services continuing to attract broad investor attention. According to preliminary figures from Irving Levin Associates Inc., 1,774 deals were announced in 2019, the second-highest on record with aggregate value of \$401.7 billion beating the previous record in 2018 by 21%. Healthcare M&A remained robust across a number of sectors including acute care, post-acute care, physician practice management, behavioral health, managed care, and healthcare IT.

In the post-acute care sector, hospice M&A transaction volume increased in 2019 relative to home health largely as a result of uncertainty over the Patient-Driven Groupings Model (“PDGM”), the most significant reimbursement overhaul in two decades, and the announcement that beginning in 2021, Medicare Advantage would be expanded to “carve-in” hospice benefits for those Medicare Advantage organizations participating in the Medicare Advantage Value-Based Insurance Design (“VBID”) model. PDGM, which went into effect January 1, 2020, contributed to a slowing effect on home health transaction activity in 2019 as stakeholders anticipate a 6.42% Medicare base rate reduction for home health and lost revenues of up to \$1 billion for providers in the sector for 2020 alone. However, the slowdown in home health M&A activity diverted more investment toward hospice. CMS is updating the payment rates for hospice by 2.6% for fiscal year 2020, which is estimated to add up to \$520 million in hospice-related reimbursement payments compared to 2019. Coupled with a continually aging population, M&A in the hospice sector is poised for strength in 2020.

Although activity in the home health market may have temporarily slowed, transaction volume will likely increase during 2020 with propagation of PDGM. Many smaller providers are expected to close or sell, rather than struggle to comply with the new payment model. If that happens, valuations are likely to dip and even more private equity buyers may enter the still-fragmented market. Industry inefficiencies, political uncertainty, and an overall demand for cost reduction, as well as the ongoing shift toward value-based payment models will continue to spur strategic and private equity support for healthcare M&A into 2020.

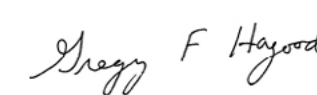
There were 78 hospital deals completed in 2019, an increase from the 62 hospital transactions in 2018, but down from a high of 101 in 2015. While 2019 experienced more hospital M&A transactions than 2018, acquisition targets, on average, were smaller. Dignity and Catholic Healthcare Partners completed their mega-merger while divestitures by for-profit operators comprised a large portion of hospital transactions for the year. Regional non-profit health systems are increasingly seeking alternative affiliation arrangements instead of outright acquisitions of facilities.

With healthcare a key topic in the 2020 election and various alternative healthcare delivery alternatives gaining traction, we anticipate 2020 to be a very active year for both healthy and distressed healthcare M&A.

We welcome your comments and hope you find our SOLICONNECT report informative.



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 *Representative Transactions*



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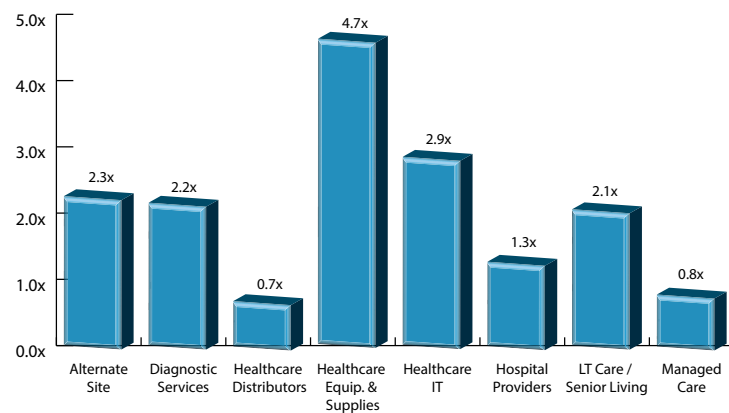
HEALTH SYSTEM MERGERS	<p>\$1,400,000,000</p> <p>MISSION HEALTH has been acquired by HCA Financial Advisor / Chief Wind-Down Officer</p>	<p>Allegiance HEALTH has affiliated with Henry Ford HEALTH SYSTEM Financial Advisor to Allegiance Health</p>	<p>ROCKFORD HEALTH SYSTEM has merged with MERCY HEALTH SYSTEM Financial Advisor to Rockford Health System</p>
PHYSICIAN SERVICES	<p>\$110,000,000</p> <p>MESA Medical Group has been acquired by TEAMHealth Team Health Holdings (NYSE:TMH) Sell Side Advisor</p>	<p>LOCUM CONNECTIONS By Physicians. For Physicians. has been acquired by AEQUOR HEALTHCARE SERVICES Sell Side Advisor</p>	<p>\$24,000,000</p> <p>ACG The Atlanta Cardiology Group, PC has been acquired by PIEDMONT HOSPITAL Sell Side Advisor</p>
AMBULATORY CARE	<p>SSM WISCONSIN Upland Hills Health Three dialysis centers have been acquired by FRESENIUS MEDICAL CARE Sell Side Advisor</p>	<p>United Surgical Partners INTERNATIONAL has acquired an interest in SIOWLAND SURGERY CENTER Financial Advisor to Physician Members of Siowland Surgery Center</p>	<p>\$395,000,000</p> <p>Tender Loving Care TLC Health Care Services, Inc. has been acquired by Amedisys Sell Side Advisor</p>
COMMUNITY HOSPITALS	<p>\$456,700,000</p> <p>Memorial University Medical Center has been acquired by HCA Restructuring Advisor / Chief Wind-Down Officer</p>	<p>\$75,000,000</p> <p>Community Memorial Healthcenter has affiliated with VCU Medical Center Virginia Commonwealth University Health System Financial Advisor to Community Memorial Healthcenter</p>	<p>COSHOCTON HOSPITAL has been acquired by Prime Healthcare Sell Side Advisor</p>
POST ACUTE CARE	<p>\$52,800,000</p> <p>GreenFields has emerged from bankruptcy as a reorganized corporation via a Joint Plan of Reorganization co-sponsored by Friendship Senior Options Restructuring Advisor</p>	<p>\$74,000,000 Capital and Operational Restructuring</p> <p>GLENMOOR Life Care St. Johns, Inc. Restructuring Advisor</p>	<p>POSTLE GROUP has sold senior living facilities to Epoch Senior Living Sell Side Advisor</p>

Representative experience includes transactions led by SOLIC professionals at predecessor firms

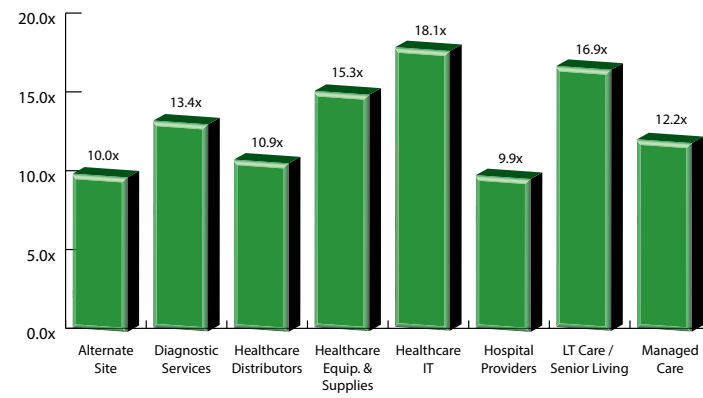
Market Overview



Enterprise Value To Revenue

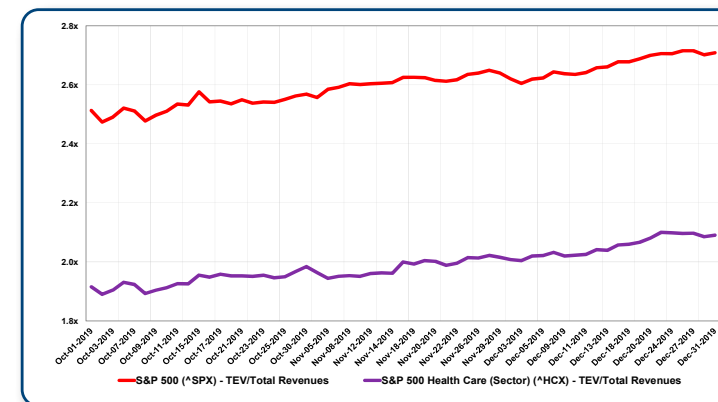


Enterprise Value To EBITDA

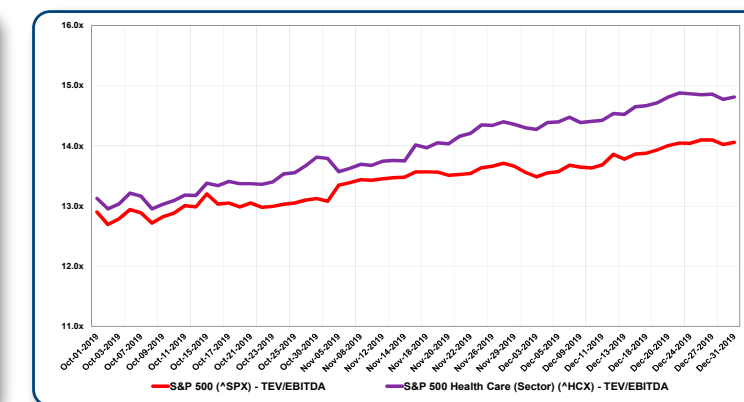


Revenue and EBITDA multiples for the S&P 500 increased by approximately 8% in Q4 2019, while the healthcare sector saw gains of 9% in revenue multiples and 13% in EBITDA multiples primarily due to strong earnings and overall market performance.

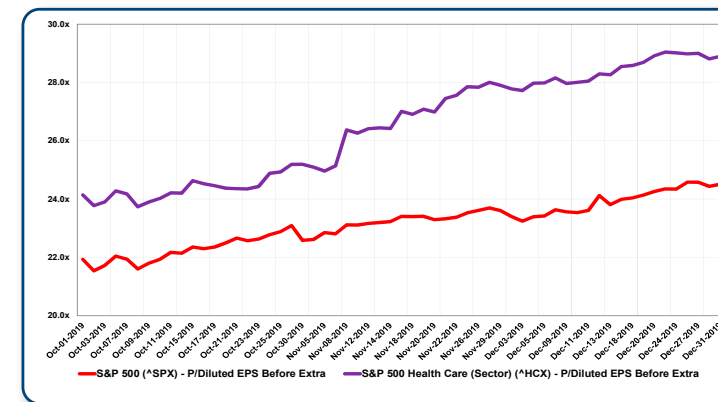
S&P Healthcare Index vs. the S&P 500 Total Enterprise Value / Revenue



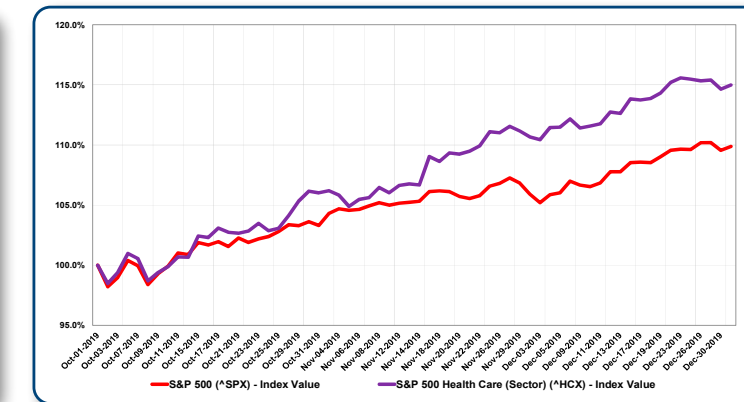
S&P Healthcare Index vs. the S&P 500 Total Enterprise Value / EBITDA



S&P Healthcare Index vs. the S&P 500 Price / Diluted EPS

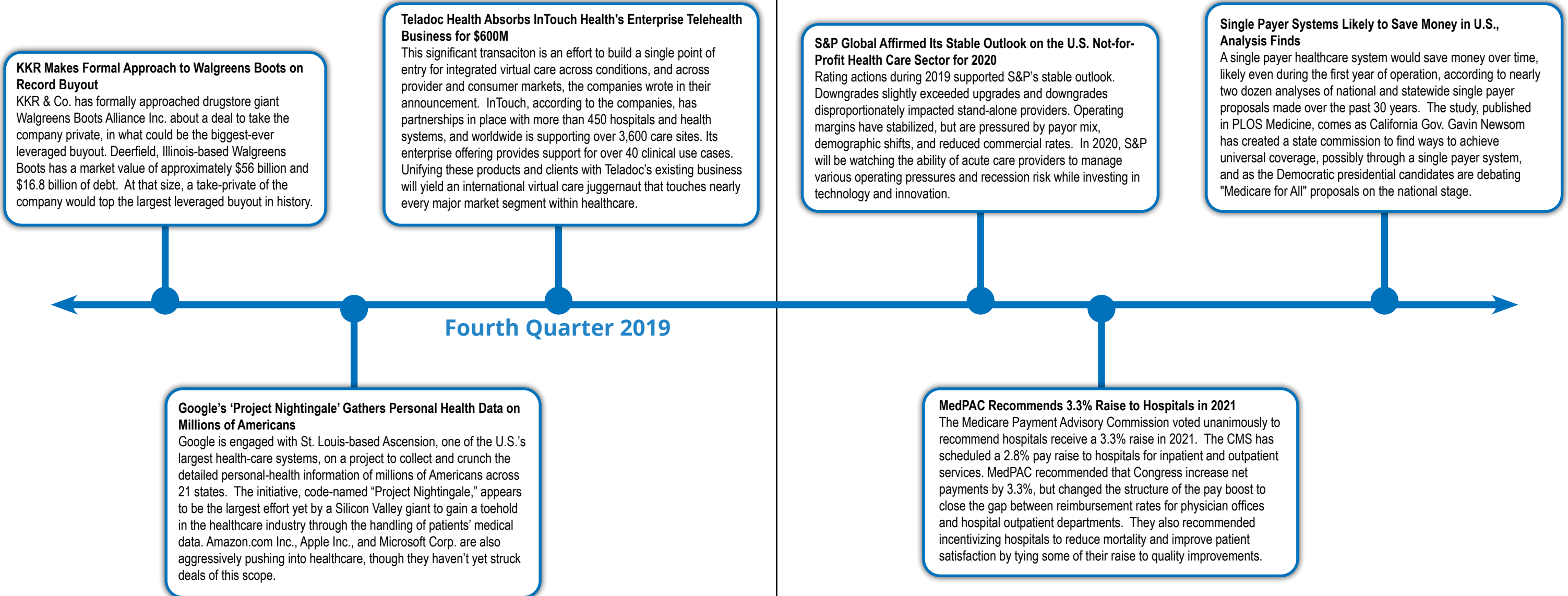


S&P Healthcare Index vs. the S&P 500 Relative Performance (%)





Notable Industry Developments



Selected M&A Transactions

Date	Target	Buyer	Enterprise Value (\$ mm)	Enterprise Value / Revenue	Enterprise Value / EBITDA
Alternate Site					
12/16/19	EyeCare Partners	Partners Group	\$2,200.0	n/a	n/a
Description:	Partners Group has acquired EyeCare Partners, a provider of comprehensive medical eye care services in 450 locations across 13 states. EyeCare Partners was founded in 2015 and is based in St. Louis, MO.				
12/12/19	21st Century Oncology, Inc.	Genesis Care Pty Ltd	\$1,050.0	n/a	n/a
Description:	Genesis Care Pty Ltd has acquired 21st Century Oncology, Inc., an operator of 181 radiation treatment centers. 21st Century Oncology, Inc. was founded in 1997 and is based in Fort Myers, FL.				
12/06/19	Centria Healthcare	Thomas H. Lee Partners	\$415.0	n/a	n/a
Description:	Thomas H. Lee Partners has acquired Centria Healthcare, a provider of applied behavior analysis (ABA) therapy services to children diagnosed with autism. Centria Healthcare was founded in 2009 and is based in Noi, MI.				
11/13/19	Fairbanks	Community Health Network	n/a	n/a	n/a
Description:	Community Health Network has acquired Fairbanks, an alcohol and drug addiction treatment and recovery facility. Fairbanks was founded in 1945 and is based in Indianapolis, IN.				
11/11/19	Welltower Inc. (NYSE:WELL) - 35 medical office buildings	Invesco Ltd.	\$850.0	n/a	n/a
Description:	Invesco Ltd. has acquired 35 medical office buildings previously wholly owned by Welltower, Inc. (NYSE:WELL). The 35 medical office buildings span 2.6 million sq.ft. and are located in various parts of the U.S.				
11/05/19	Soliant Health, Inc.	Olympus Partners	\$612.0	1.8x	n/a
Description:	Olympus Partners has acquired Soliant Health, Inc., a provider of healthcare staffing solutions. Soliant Health, Inc. was founded in 1991 and is based in Atlanta, GA.				



Date	Target	Buyer	Enterprise Value (\$ mm)	Enterprise Value / Revenue	Enterprise Value / EBITDA
10/01/19	11-clinic physical therapy practice	U.S. Physical Therapy, Inc. (NYSE:USPH)	\$18.4	2.8x	n/a
Description:	U.S. Physical Therapy, Inc. (NYSE:USPH) has acquired an 11-clinic physical therapy practice. The location of the 11-clinic physical therapy practice is undisclosed.				

Diagnostic Services

12/04/19	Tampa Bay Mobile Mammography	AdventHealth	n/a	n/a	n/a
Description:	AdventHealth has acquired Tampa Bay Mobile Mammography, a provider of mobile mammography services in schools, government agencies, corporations, and health care clinics. Tampa Bay Mobile Mammography was founded in 2011 and is based in New Port Richey, FL.				
11/06/19	Diversigen	OraSure Technologies, Inc. (NASDAQ:OSUR)	\$12.0	n/a	n/a
Description:	OraSure Technologies, Inc. (NASDAQ:OSUR) has acquired Diversigen, a provider of sequencing, analysis, and consulting solutions for microbiome study of living organisms and environments. Diversigen was founded in 2005 and is based in Houston, TX.				
10/02/19	Progenics Pharmaceuticals, Inc.	Lantheus Holdings, Inc.	\$511.8	22.2x	n/a
Description:	Lantheus Holdings, Inc. has acquired Progenics Pharmaceuticals, Inc., a provider of pharmaceutical products and other technologies to target, diagnose, and treat cancer. Progenics Pharmaceuticals, Inc. was founded in 1986 and is based in New York, NY.				

Date	Target	Buyer	Enterprise Value (\$ mm)	Enterprise Value / Revenue	Enterprise Value / EBITDA
Healthcare Distributors					
12/16/19	HemaCare Corporation	Charles River Laboratories (NYSE:CRL)	\$380.0	n/a	n/a
Description:	Charles River Laboratories (NYSE:CRL) has acquired HemaCare Corporation, a provider of blood cells and tissues for biomedical research, and supporting cell therapy clinical trials and commercialization. HemaCare Corporation was founded in 1978 and is based in Northridge, CA.				
12/16/19	Enclara Healthcare	Humana Inc. (NYSE:HUM)	\$700.0	n/a	n/a
Description:	Humana Inc. (NYSE:HUM) has acquired Enclara Healthcare, a provider of hospice pharmacy services serving 450 hospice providers and 97,000 hospice patients daily. Enclara Healthcare was founded in 2006 and is based in West Deptford, NJ.				
12/10/19	AvKARE Inc.	Amneal Pharmaceuticals, Inc. (NYSE:AMRX)	\$340.0	n/a	n/a
Description:	Amneal Pharmaceuticals, Inc. (NYSE:AMRX) has acquired AvKARE Inc., a distributor of pharmaceutical products. AvKARE Inc. was founded in 2007 and is based in Pulaski, TN.				
12/09/19	Diplomat Pharmacy, Inc. (NYSE:DPLO)	OptumRx, Inc.	\$905.7	n/a	16.5x
Description:	OptumRx, Inc. has acquired Diplomat Pharmacy, Inc. (NYSE:DPLO), an independent specialty pharmacy and pharmacy benefit manager. Diplomat Pharmacy, Inc. (NYSE:DPLO) was founded in 1975 and is based in Flint, MI.				
12/04/19	Long's Drugs, Inc.	PharMedQuest Pharmacy	\$390.0	n/a	n/a
Description:	PharMedQuest Pharmacy has acquired Long's Drugs, Inc., a provider of comprehensive pharmacy services and distributor of specialty pharmaceuticals. Long's Drugs, Inc. was founded in 1951 and is based in Columbia, SC.				
11/26/19	Hollywood Medical Supply	The PromptCare Companies, Inc.	n/a	n/a	n/a
Description:	The PromptCare Companies, Inc. has acquired Hollywood Medical Supply, a distributor of home medical equipment. Hollywood Medical Supply was founded in 1965 and is based in Hollywood, FL.				

Date	Target	Buyer	Enterprise Value (\$ mm)	Enterprise Value / Revenue	Enterprise Value / EBITDA
Healthcare Equipment & Supplies					
12/18/19	IntraFuse, LLC	Conventus Orthopaedics, Inc.	n/a	n/a	n/a
Description:	Conventus Orthopaedics, Inc. has acquired IntraFuse, LLC, a provider of implants for surgical procedures. IntraFuse, LLC was founded in 2014 and is based in the Logan, UT.				
12/12/19	3M's drug delivery business	Altaris Capital Partners, LLC	\$650.0	1.7x	n/a
Description:	Altaris Capital Partners, LLC has acquired 3M's drug delivery business, a producer of pharmaceutical products using unique inhalation, transdermal, microneedle, and conventional drug delivery technologies. 3M was founded in 1902 and is based in St. Paul, MN.				
11/04/19	Pursuit Vascular, Inc.	ICU Medical, Inc. (NASDAQ:ICUI)	\$75.0	n/a	n/a
Description:	ICU Medical, Inc. (NASDAQ:ICUI) has acquired Pursuit Vascular, Inc., a medical device company focused on innovative catheter disinfecting products and technologies to reduce bloodstream infections. Pursuit Vascular, Inc. was founded in 2008 and is based in Maple Grove, MN.				
10/21/19	Danaher Corporation - certain businesses	Sartorius AG	\$750.0	5.4x	n/a
Description:	Sartorius AG has acquired certain businesses of Danaher Corporation, including biomolecular characterization, chromatography hardware and resins, and microcarriers and particle validation standards businesses. Danaher Corporation was founded in 1969 and is based in Washington, DC.				
10/04/19	National Seating & Mobility, Inc.	Cinven Partners	\$865.4	n/a	n/a
Description:	Cinven Partners has acquired National Seating & Mobility, Inc., a provider of custom mobility, rehabilitation, and adaptive seating solutions to clients, therapists and physicians. National Seating & Mobility, Inc. was founded in 1992 and is based in Franklin, TN.				

Date	Target	Buyer	Enterprise Value (\$ mm)	Enterprise Value / Revenue	Enterprise Value / EBITDA
Healthcare IT					
12/12/19	SnapMD, Inc.	VirTrial, LLC	n/a	n/a	n/a
Description:	VirTrial, LLC has acquired SnapMD, Inc., a provider of telemedicine tools and services. SnapMD, Inc. was founded in 2013 and is based in Glendale, CA.				
12/12/19	InSight Telepsychiatry, LLC	Regroup Telehealth Inc.	n/a	n/a	n/a
Description:	Regroup Telehealth Inc. has acquired InSight Telepsychiatry, LLC, a provider of telepsychiatry services. InSight Telepsychiatry, LLC was founded in 1999 and is based in Marlton, NJ.				
11/11/19	Clear Genetics	Invitae Corporation (NYSE:NVTA)	\$50.0	n/a	n/a
Description:	Invitae Corporation (NYSE:NVTA) has acquired Clear Genetics, a web-based provider of genetic counselling services for women, healthcare providers and health systems. Clear Genetics was founded in 2016 and is based in San Francisco, CA.				
11/04/19	Medfusion, Inc.	NextGen Healthcare, Inc. (NASDAQ:NXGN)	\$43.0	n/a	n/a
Description:	NextGen Healthcare, Inc. (NASDAQ:NXGN) has acquired Medfusion, Inc., a manager of a patient experience platform with capabilities for patient intake, patient scheduling and patient payment. Medfusion, Inc. was founded in 1996 and is based in Cary, NC.				
10/29/19	Medpricer	Premier, Inc.(NASDAQ:PINC)	\$35.0	n/a	n/a
Description:	Premier, Inc.(NASDAQ:PINC) has acquired Medpricer, a developer of purchased services cost management solution for the healthcare industry. Medpricer was founded in 2004 and is based in Guilford, CT.				
10/10/19	MedData, Inc. (NYSE:MD)	Frazier Healthcare Partners	\$300.0	n/a	n/a
Description:	Frazier Healthcare Partners has acquired MedData, Inc. (NYSE:MD), a provider of revenue cycle management and patient financial lifecycle services. MedData, Inc. (NYSE:MD) was founded in 1989 and is based in Brecksville, OH.				

Date	Target	Buyer	Enterprise Value (\$ mm)	Enterprise Value / Revenue	Enterprise Value / EBITDA
Hospital Providers					
12/13/19	Tenet Healthcare Corporation (NYSE:THC) - 2 Memphis-area hospitals	Methodist Le Bonheur	\$350.0	n/a	n/a
Description:	Methodist Le Bonheur has acquired two Memphis-area hospitals from Tenet Healthcare Corporation (NYSE:THC) including Saint Francis Hospital-Memphis (353-bed) and Saint Francis Hospital-Bartlett (156-bed).				
12/09/19	Central Florida Health	University of Florida Healthcare	n/a	n/a	n/a
Description:	University of Florida Healthcare has acquired Central Florida Health, a two hospital system totaling 660 beds. Central Florida Health was founded in 2007 and is based in Leesburg, FL.				
12/04/19	Sonoma Specialty Hospital	American Advance Management	\$2.0	n/a	n/a
Description:	American Advance Management has acquired Sonoma Specialty Hospital, a 37-bed not-for-profit hospital. Sonoma Specialty Hospital was founded in 1992 and is based in Sebastopol, CA.				
11/06/19	Russell Medical	UAB Health System	n/a	n/a	n/a
Description:	UAB Health System has acquired Russell Medical, an 81-bed acute care hospital. Russell Medical was founded in 1923 and is based in Alexander City, AL.				
11/05/19	LifePoint Health, Inc. - 10 hospitals	Medical Properties Trust, Inc. (NYSE:MPW)	\$700.0	n/a	n/a
Description:	Medical Properties Trust, Inc. (NYSE:MPW) has acquired the real estate assets of 10 acute care hospitals in six U.S. states from LifePoint Health, Inc. LifePoint Health was founded in 1997 and is based in Brentwood, TN.				

Long-Term Care / Senior Living

12/24/19	Overture Plano	Senior Housing Properties Trust (NASDAQ:SNH)	\$50.3	n/a	n/a
Description:	Senior Housing Properties Trust (NASDAQ:SNH) has acquired Overture Plano, a 169-unit active adult community. Overture Plano was founded in 2016 and is based in Plano, TX.				

Date	Target	Buyer	Enterprise Value (\$ mm)	Enterprise Value / Revenue	Enterprise Value / EBITDA
12/23/19	Abbington Senior Living Portfolio	East Coast-based REIT	\$49.0	n/a	n/a
Description:	An East Coast-based REIT has acquired the Abbington Senior Living Portfolio, a portfolio comprised of 174 AL and 55 memory care units. The Abbington Senior Living Portfolio was founded in 2015 and is based in Salt Lake City, UT.				
12/04/19	4 senior living communities	Bridge Investment Group	\$148.0	n/a	n/a
Description:	Bridge Investment Group has acquired 4 senior living communities operated by Blake Senior Living. The 4 senior living communities are located in Mississippi and South Carolina.				
11/30/19	2 senior living communities	Georgia-based owner/operator	\$30.0	n/a	n/a
Description:	A Georgia-based owner/operator has acquired 2 senior living communities comprised of 156 IL, 140 AL and 32 memory care units. The 2 senior living communities were founded in the 1990s and are located in eastern metro Atlanta.				
11/25/19	Asana Hospice	Amedisys, Inc. (NASDAQ:AMED)	\$64.5	n/a	n/a
Description:	Amedisys, Inc. (NASDAQ:AMED) has acquired Asana Hospice, a provider of hospice care services to over 540 patients daily across eight locations. Asana Hospice was founded in 1990 and is based in Fort Worth, TX.				
11/21/19	Tessera of Westchase	Publicly traded REIT	\$28.8	n/a	n/a
Description:	A publicly traded REIT has acquired Tessera of Westchase, 102-unit assisted living and memory care community. Tessera of Westchase was founded in 2019 and is based in Tampa, FL.				
11/07/19	6 skilled nursing facilities	Undisclosed	\$37.0	n/a	n/a
Description:	An undisclosed buyer has acquired 6 skilled nursing facilities operated by Matron Integrated Health. The 6 skilled nursing facilities are located in various parts of Michigan.				
11/01/19	New Senior Investment Group Inc. (NYSE:SNR) - 28 assisted living communities	ReNew REIT	\$385.0	n/a	n/a
Description:	ReNew REIT has acquired 28 assisted living communities from New Senior Investment Group (NYSE:SNR). The 28 properties are located across 14 states with 2,840 total units.				
10/15/19	Hospice Compassus, Inc.	TowerBrook Capital Partners L.P. & Ascension Health, Inc.	\$1,000.0	n/a	n/a
Description:	TowerBrook Capital Partners L.P. & Ascension Health, Inc. has acquired Hospice Compassus, Inc., a provider of post-acute care hospice and palliative care services to terminally ill patients. Hospice Compassus, Inc. was founded in 1979 and is based in Brentwood, TN.				

Date	Target	Buyer	Enterprise Value (\$ mm)	Enterprise Value / Revenue	Enterprise Value / EBITDA
10/30/19	Monarch Village	Welltower, Inc. (NYSE:WELL)	\$35.0	n/a	n/a
Description:	Welltower, Inc. (NYSE:WELL) has acquired Monarch Village, a senior living community with 207 IL and AL units. Monarch Village was founded in 2008 and is based in Daly City, CA.				
10/28/19	6 senior living communities	Welltower, Inc. (NYSE:WELL)	\$297.0	n/a	n/a
Description:	Welltower, Inc. (NYSE:WELL) has acquired 6 senior living communities located in various parts of California.				
10/02/19	2 senior care facilities	CareTrust REIT, Inc. (NASDAQ:CTRE)	\$22.8	n/a	n/a
Description:	CareTrust REIT, Inc. (NASDAQ:CTRE) has acquired 2 senior care facilities and a 70-bed SNF in Modesto, CA and a 99-bed skilled nursing and 72-unit assisted living campus in Sacramento, CA.				
10/01/19	HealthPeak Properties (NYSE:PEAK) - 18 senior living communities	Brookdale Senior Living, Inc. (NYSE:BKD)	\$405.0	n/a	n/a
Description:	Brookdale Senior Living, Inc. (NYSE:BKD) has acquired 18 triple-net leased senior living communities from HealthPeak Properties (NYSE:PEAK).				
10/01/19	Brookdale Senior Living, Inc. (NYSE:BKD) - 13 CCRCs	HealthPeak Properties (NYSE:PEAK)	\$1,060.8	n/a	n/a
Description:	HealthPeak Properties (NYSE:PEAK) has acquired a portfolio of 13 CCRCs from Brookdale Senior Living, Inc. (NYSE:BKD). The portfolio represents 6,383 units and 570 total acres located across the U.S.				

Managed Care

12/20/19	2 Medicaid health plans	CareFirst BlueCross BlueShield	n/a	n/a	n/a
Description:	CareFirst BlueCross BlueShield has acquired 2 Medicaid health plans: University of Maryland Health Partners and Trusted Health Plan. Health Partners serves 47,000 Medicaid enrollees in Baltimore and 20 counties in Maryland, while Trusted Health was founded in 2013 and currently serves more than 34,000 enrollees in Washington, D.C.				

Date	Target	Buyer	Enterprise Value (\$ mm)	Enterprise Value / Revenue	Enterprise Value / EBITDA
12/02/19	IlliniCare Health Plan, Inc.	CVS Health Corporation (NYSE:CVS)	n/a	n/a	n/a
Description:	CVS Health Corporation (NYSE:CVS) has acquired IlliniCare Health Plan, Inc., Centene's (NYSE:CNC) Medicaid and Medicare Advantage lines of business in Illinois. IlliniCare Health Plan, Inc. was founded in 1984 and is based in Westmont, IL.				
11/21/19	Accent	HMS Holdings Corp. (NASDAQ:HMSY)	\$155.0	3.1x	n/a
Description:	HMS Holdings Corp. (NASDAQ:HMSY) has acquired Accent, a payment accuracy and cost containment business for large commercial health plans and self-insured employer groups. Accent was founded in 2014 and is based in Omaha, NE.				
11/07/19	Steward Health Choice Arizona	Blue Cross Blue Shield of Arizona	n/a	n/a	n/a
Description:	Blue Cross Blue Shield of Arizona has acquired Steward Health Choice Arizona, a provider of managed care programs including commercial, employer based, and large government-sponsored programs in Arizona. Steward Health Choice Arizona was founded in 1999 and is based in Phoenix, AZ.				
10/16/19	YourCare Health Plan - certain assets	Molina Healthcare, Inc. (NYSE:MOH)	\$40.0	n/a	n/a
Description:	Molina Healthcare, Inc. (NYSE:MOH) has acquired certain assets of YourCare Health Plan, a not-for-profit subsidiary of Monroe Plan for Medical Care which includes 46,000 Medicaid members in seven counties in western New York and the Finger Lakes regions. YourCare Health Plan was founded in 1995 and is based in Pittsford, NY.				

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Valuation Metrics by Sector



Ticker	Company Name	Stock Price	% of 52 Week High	Market Cap (\$mm)	Enterprise Value (\$mm)	Enterprise Value to:		P/E
						LTM Revenue	LTM EBITDA	
Alternate Site ^[1]								
AMED	Amedisys, Inc.	\$167.13	99.5%	\$5,390.8	\$5,695.0	3.0x	29.4x	43.4x
DVA	DaVita Inc.	74.08	98.4%	9,490.5	20,818.8	1.8x	9.1x	19.4x
DB:FME	Fresenius Medical Care AG & Co. KGaA	65.28	76.1%	22,066.7	37,788.8	2.0x	10.9x	NM
Mean						2.3x	10.0x	19.4x
Diagnostic Services								
LH	Laboratory Corporation of America Holdings	\$168.35	94.3%	\$16,346.8	23,443.2	2.1x	12.3x	22.2x
DGX	Quest Diagnostics Incorporated	106.35	97.6%	14,325.0	18,576.0	2.4x	11.7x	20.5x
RDNT	RadNet, Inc.	20.33	99.6%	1,022.0	2,255.5	2.0x	16.1x	30.1x
Mean						2.2x	13.4x	24.3x

[1] AMED has been excluded from mean EBITDA & PE multiple calculation.

Ticker	Company Name	Stock Price	% of 52 Week High	Market Cap (\$mm)	Enterprise Value (\$mm)	Enterprise Value to:		P/E
						LTM Revenue	LTM EBITDA	
Healthcare Distributors ^[2]								
ABC	AmerisourceBergen Corporation	\$83.64	88.3%	\$17,223.3	\$18,456.8	0.1x	7.8x	20.7x
CAH	Cardinal Health, Inc.	50.77	89.3%	14,849.6	22,046.6	0.1x	7.7x	NM
HSIC	Henry Schein, Inc.	66.44	81.3%	9,749.4	11,926.4	0.9x	10.0x	16.8x
MCK	McKesson Corporation	137.17	88.6%	24,716.4	35,289.4	0.2x	14.7x	NM
OMI	Owens & Minor, Inc.	5.05	59.9%	317.4	2,089.1	0.2x	11.5x	NM
SRCL	Stericycle, Inc.	64.22	96.4%	5,852.2	8,967.1	2.7x	13.4x	NM
TMO	Thermo Fisher Scientific Inc.	325.04	98.5%	130,338.2	146,836.2	5.8x	22.7x	36.6x
Mean						0.7x	10.9x	18.8x

Ticker	Company Name	Stock Price	% of 52 Week High	Market Cap (\$mm)	Enterprise Value (\$mm)	Enterprise Value to:		P/E
						LTM Revenue	LTM EBITDA	
Healthcare Equipment & Supplies ^[3]								
ABT	Abbott Laboratories	\$86.80	97.3%	\$153,502.0	\$169,370.0	5.4x	21.9x	47.2x
BAX	Baxter International Inc.	83.43	92.8%	42,595.7	45,480.7	4.1x	17.2x	27.8x
BDX	Becton, Dickinson and Company	270.52	98.2%	73,314.1	92,140.1	5.3x	17.8x	68.7x
BEAT	BioTelemetry, Inc.	46.40	57.3%	1,577.2	1,732.5	4.2x	15.7x	43.4x
BSX	Boston Scientific Corporation	44.99	96.5%	62,708.1	73,631.1	7.1x	26.8x	58.4x
JNJ	Johnson & Johnson	145.30	98.3%	382,411.1	397,563.1	4.9x	14.1x	27.7x
MDT	Medtronic plc	112.93	97.4%	151,368.8	167,742.8	5.4x	17.7x	32.1x
SIE	Siemens Aktiengesellschaft	116.54	97.2%	94,587.5	119,502.5	1.4x	11.8x	18.4x
Mean						4.7x	15.3x	26.5x

[2] TMO has been excluded from all mean multiple calculations.

[3] ABT & BSX have been excluded from mean EBITDA multiple calculation, and ABT, BDX, BEAT & BSX have been excluded from mean PE multiple calculation.

Ticker	Company Name	Stock Price	% of 52 Week High	Market Cap (\$mm)	Enterprise Value (\$mm)	Enterprise Value to:		P/E
						LTM Revenue	LTM EBITDA	
Healthcare IT ^[4]								
MDRX	Allscripts Healthcare Solutions, Inc.	\$9.84	79.4%	\$1,597.7	\$2,506.6	1.4x	19.3x	NM
CERN	Cerner Corporation	73.11	95.6%	22,963.7	23,502.8	4.2x	21.2x	NM
CPSI	Computer Programs and Systems, Inc.	26.47	77.9%	366.1	491.1	1.8x	14.0x	22.4x
HMSY	HMS Holdings Corp.	29.14	71.6%	2,567.2	2,550.5	4.1x	17.7x	25.4x
NXGN	NextGen Healthcare, Inc.	15.86	75.1%	1,037.8	1,046.4	2.0x	26.6x	64.1x
OMCL	Omniceil, Inc.	81.83	88.4%	3,431.8	3,434.7	4.0x	29.6x	64.2x
Mean						2.9x	18.1x	23.9x
Hospital Providers								
CYH	Community Health Systems, Inc.	\$2.81	52.5%	\$320.0	\$14,985.0	1.1x	11.0x	NM
HCA	HCA Healthcare, Inc.	147.55	98.3%	50,045.8	87,548.8	1.7x	9.1x	14.8x
QHC	Quorum Health Corporation	0.95	25.3%	31.1	1,282.8	0.7x	12.6x	NM
THC	Tenet Healthcare Corporation	37.82	96.1%	3,929.3	21,957.3	1.2x	7.3x	NM
UHS	Universal Health Services, Inc.	142.65	90.4%	12,493.1	16,790.7	1.5x	9.5x	17.7x
Mean						1.3x	9.9x	16.2x

[4] NXGN & OMCL have been excluded from mean EBITDA and PE multiple calculations.

Ticker	Company Name	Stock Price	% of 52 Week High	Market Cap (\$mm)	Enterprise Value (\$mm)	Enterprise Value to:		P/E
						LTM Revenue	LTM EBITDA	
Long-Term Care / Senior Living ^[5]								
ADUS	Addus HomeCare Corporation	\$96.30	100.0%	\$1,484.2	\$1,323.3	2.2x	31.4x	14.7x
BKD	Brookdale Senior Living Inc.	7.14	81.1%	1,325.1	6,978.0	2.1x	17.2x	19.4x
CSU	Capital Senior Living Corporation	3.10	37.6%	94.0	1,322.7	2.9x	27.7x	19.4x
EHC	Encompass Health Corporation	69.30	95.0%	6,833.0	10,676.6	2.4x	11.7x	21.7x
ENSG	The Ensign Group, Inc.	44.51	70.7%	2,374.8	3,644.1	1.6x	16.7x	22.7x
GEN	Genesis Healthcare, Inc.	1.59	88.8%	172.5	4,241.7	0.9x	17.8x	NM
LHCG	LHC Group, Inc.	137.11	99.6%	4,320.5	4,731.1	2.3x	22.0x	45.2x
Mean						2.1x	16.9x	19.6x
Managed Care								
ANTM	Anthem, Inc.	\$305.31	96.0%	\$77,415.5	\$94,560.5	0.9x	14.0x	18.6x
CNC	Centene Corporation	63.04	91.0%	26,085.7	27,824.7	0.4x	8.7x	19.5x
CI	Cigna Corporation	202.97	97.9%	75,794.1	110,664.1	0.9x	10.5x	16.7x
CVS	CVS Health Corporation	73.70	95.7%	95,881.0	178,351.0	0.7x	11.3x	20.8x
HUM	Humana Inc.	367.77	98.6%	48,702.3	49,956.3	0.8x	13.7x	19.6x
UNH	UnitedHealth Group Incorporated	293.85	98.0%	278,397.9	315,679.9	1.3x	14.9x	21.4x
Mean						0.8x	12.2x	19.4x
OVERALL HEALTHCARE SECTOR					Mean	2.1x	13.3x	21.0x

[5] LHCG has been excluded from mean PE multiple calculation.



NOTES

Notes

- Sources: Capital IQ, Bond Buyer, Bloomberg, company 10-K, 10-Q and 8-K SEC filings, annual reports, press releases, and others as indicated.
- Any public companies chosen for the “SCA Healthcare Services Universe” are companies commonly used for industry information to show performance within a sector. They do not include all public companies that could be categorized within the sector and were not created as benchmarks; they do not imply benchmarking and do not constitute recommendations for a particular security and/or sector. The charts and graphs used in this report have been compiled by SOLIC Capital Advisors solely for purposes of illustration.

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