

HEALTHCARE SERVICES



Quarterly Update
First Quarter 2023

CONTENTS

Key Highlights	2
Sub-Sector Highlights	3
Physician Services	3
Hospital Providers	4
Senior Living	5
Outpatient Services	6
Behavioral Health	7
Other Sectors	8
Valuation Metrics by Sector	9
SOLIC Representative Transactions	12
Notes	13



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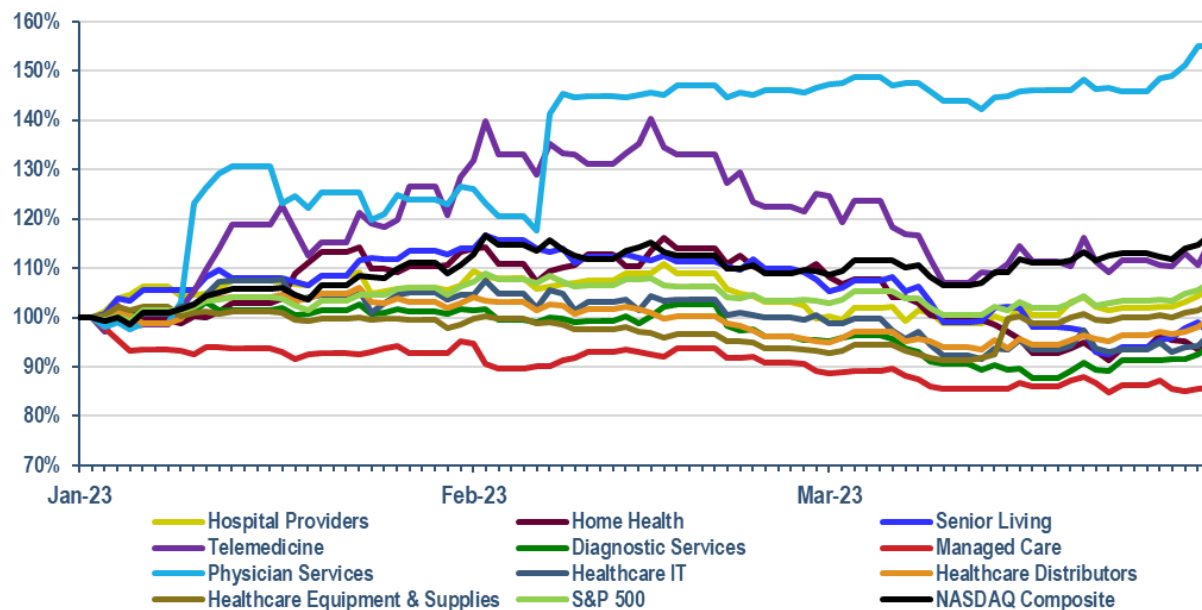
RESTRUCTURING • INVESTMENT BANKING • DISTRESSED ASSET SUPPORT SERVICES

KEY HIGHLIGHTS

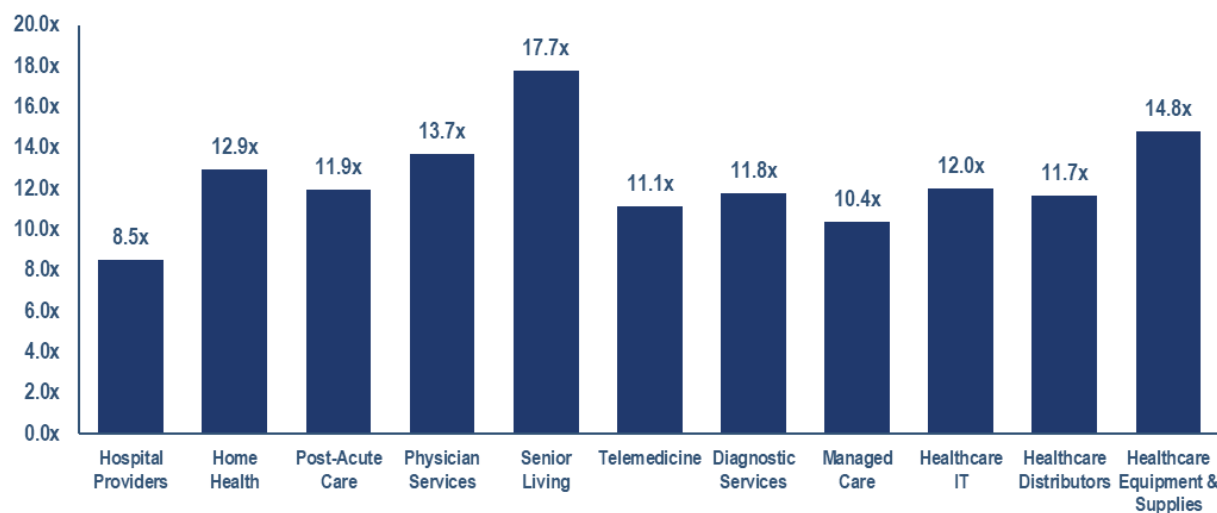
KEY HIGHLIGHTS

- Healthcare M&A transaction volume declined in Q1 2023 with approximately 600 deals, down 6% from Q4 2022 and down 20% from Q1 2022, as growing labor costs, inflation and high-interest rates have stifled deal activity
- M&A transaction dollar volume in Q1 2023 totaled \$73.9 billion, a decline of 6% from Q4 2022 and in line with the same period a year prior
- The largest healthcare services deal of the quarter was CVS' acquisition of Oak Street Health for \$10.6 billion, underscoring CVS' push into the healthcare market
- Q1 2023 M&A activity was led by the physician medical groups sector (PMG) with 135 transactions, a decline of 13% compared with Q4 2022, but in line with the same period a year prior
- The number of hospital M&A transactions in Q1 2023 still lags pre-COVID-19 pandemic levels, but transaction value increased to \$12.4 billion due to several large announced multi-regional system mergers, almost surpassing the recent peak of \$12.7 billion in 2018
- The number of publicly announced senior housing and care acquisitions fell below 100 in Q1 2023, marking the lowest level of deal activity since Q1 2021

Stock Performance by Subsector



EV/LTM EBITDA by Subsector (Q1 2023)



Please see pages 9-11 for public companies included in each sector and additional information in the "Notes" section at the end of this report
Source: Pitchbook

SUB-SECTOR HIGHLIGHTS: *Physician Services*

COMMENTARY

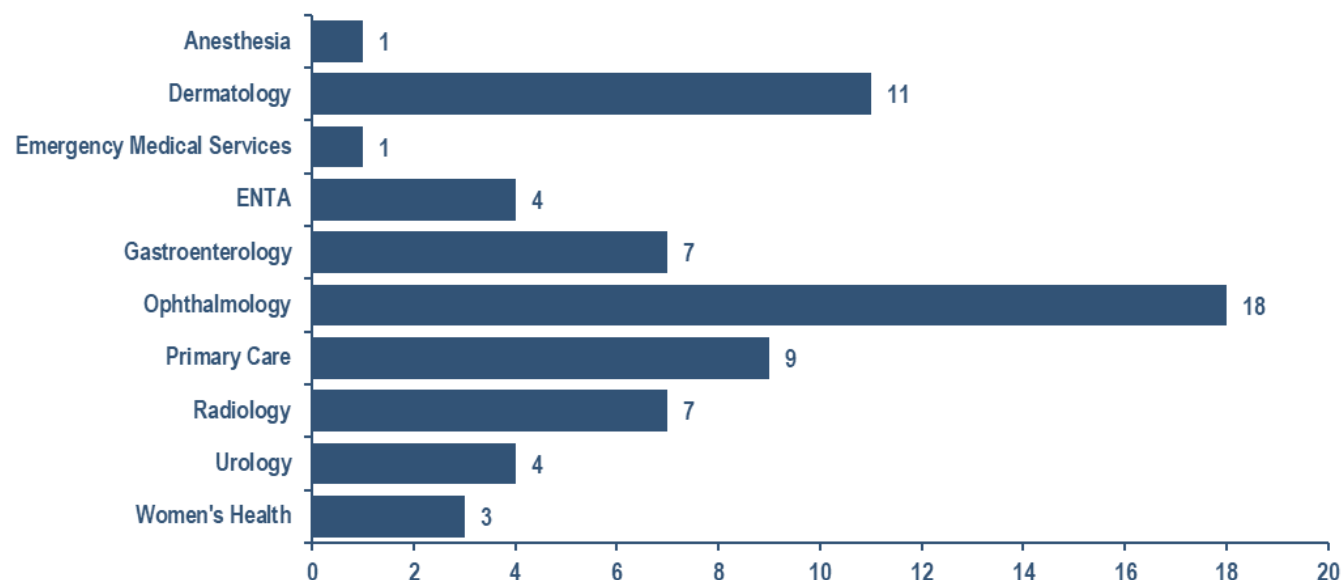
- The PMG sector, which continues to be the most active healthcare sector, saw 135 transactions in Q1 2023 - down 13% from Q4 2022, but only five deals less than the same period a year prior
- Several private equity-backed buyers, such as MB2 Dental Solutions, Ascend Vision Partners and Dental Care Alliance, LLC all announced multiple deals in Q1 2023
- Other buyer types are moving into the market, including large retailers and health systems
 - VillageMD, a subsidiary of Walgreens, announced three transactions
 - Walmart Health added 28 health centers in 2023 on top of the 16 existing centers the organization opened in Florida
 - Dollar General opened 3 pilot clinics in Tennessee
- Notable transactions of Q1 2023 include:
 - Audax Private Equity acquired Mosaic Dental Collective's 49 locations across California and Washington
 - DSO, MB2 (backed by Charlesbank Capital Partners), announced 16 acquisitions since the start of 2023
 - One GI (backed by Webster Equity Partners) partnered with Virginia-based Gastroenterology Associates, PC and its 17 providers
 - Gastro Health (backed by OMERS Private Equity) partnered with Washington-based Gastroenterology Associates and its ten physicians

Notable M&A Transactions

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/30/2023	United Digestive	Kohlberg & Company	Gastroenterology	NA
3/28/2023	Mosaic Dental Collective	Audax Private Equity	Dental	NA
3/14/2023	Cardiovascular Institute of the South	Lee Equity Partners	Cardiology	NA
2/22/2023	One Medical	Amazon (NAS: AMZN)	Primary Care	\$3,637.6
2/10/2023	Caption Health	GE Healthcare (NAS: GEHC)	Radiology	NA
1/30/2023	Allied Physicians Group	Ascend Capital Partners	Primary Care	NA
1/30/2023	Tri-Valley Medical Group	Webster Equity Partners	Primary Care	NA
1/19/2023	Dentive	HGGC	Dental	NA
1/11/2023	Gastroenterology Associates, PC	One GI (Webster Equity Partners)	Gastroenterology	NA
1/10/2023	Integrated Pain Associates	Triton Pacific Capital Partners	Pain Management	NA
1/4/2023	Gastroenterology Associates	Gastro Health (OMERS Private Equity)	Gastroenterology	NA

Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

Deal Count by Specialty (Q1 2023)



Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

SUB-SECTOR HIGHLIGHTS: *Hospital Providers*

COMMENTARY

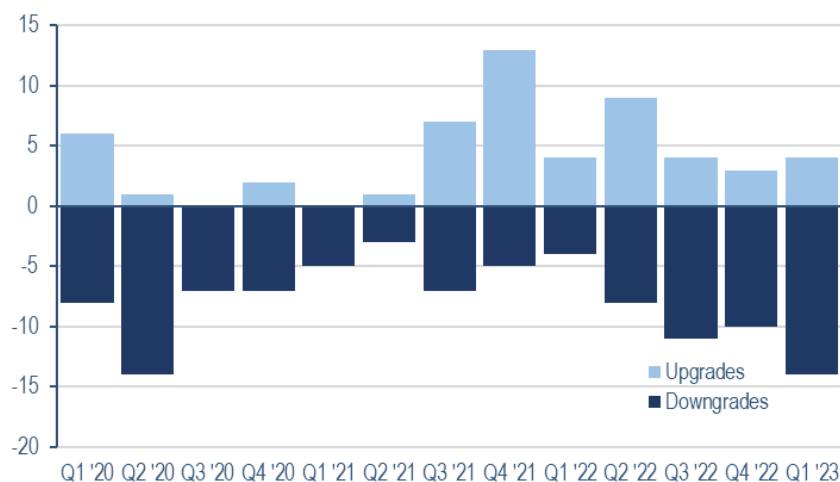
- The number of hospital M&A transactions in Q1 2023 still lags pre-COVID-19 pandemic first quarters, but transaction value increased to \$12.4 billion, almost surpassing the recent peak of \$12.7 billion in 2018. Key transactions included:
 - Presbyterian Health Services and UnityPoint Health signed a definitive agreement to form a new healthcare organization, illustrating a recent trend toward cross-regional partnerships and marking a megamerger for the quarter
 - U-M Health completed its acquisition of Sparrow Health System, forming a \$7 billion organization
 - MercyOne acquired Genesis Health System, creating one of the largest healthcare providers in Iowa
 - Centura/CommonSpirit Health acquired Steward's five Utah hospitals for \$685 million
 - Novant Health acquired Lake Norman Regional Medical Center in Mooresville, NC and Davis Regional Medical Center in Statesville, NC from Community Health Systems (NASD: CYH) for \$320 million

Notable M&A Transactions

Date	Status	Target	Buyer	Industry	Bed Count	Revenue (\$ Millions)	Deal Value (\$ Millions)
3/31/2023	Closed	Sparrow Health System	UM Health System	Health System	845	\$1,504.2	\$800.0
3/27/2023	Announced	Singing River Health System	Franciscan Missionaries of Our Lady Health System	Health System	671	\$480.9	NA
3/2/2023	Closed	Genesis Health System	MercyOne (Trinity Health)	Health System	591	\$514.8	NA
2/28/2023	Announced	Lake Norman Regional Medical Center, Davis Regional Medical Center	Novant Health	Hospital	268	\$190.5	\$320.0
2/28/2023	Closed	Van Wert Health	OhioHealth	Health System	34	\$59.6	NA
2/15/2023	Closed	Five Steward Health hospitals	CommonSpirit Health	Hospital	661	NA	\$685.0
2/9/2023	Announced	RMC Health System	UAB Health System	Health System	463	\$200.9	NA
2/2/2023	Announced	Flagler Health+	UF Health	Health System	335	\$313.9	NA
1/12/2023	Closed	Plateau Medical Center	Vandalia Health System	Hospital	25	\$41.9	\$92.0
1/11/2023	Announced	San Ramon Regional Medical Center [1]	John Muir Health	Hospital	123	\$176.1	\$142.5
1/10/2023	Announced	Habersham Medical Center	Northeast Georgia Health System	Hospital	53	\$52.0	\$15.0
1/3/2023	Closed	Three HCA Healthcare hospitals	LCMC Health	Hospital	521	\$473.6	\$370.0

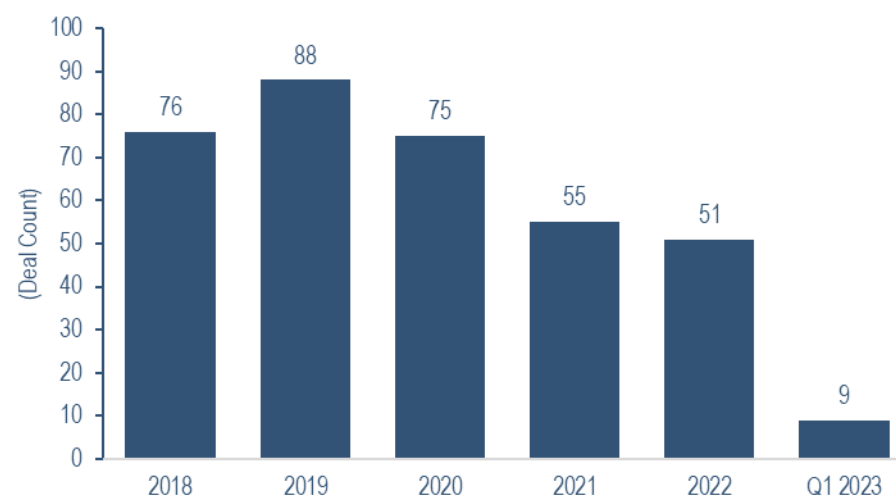
[1] Acquired remaining 51% interest for \$142.5M, implying valuation of \$279.4M and 1.6x EV/Revenue multiple
Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

U.S. Not-For-Profit Health Care Rating Actions



Source: S&P Global Ratings

Closed Hospital Transactions



Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

SUB-SECTOR HIGHLIGHTS: *Senior Living*

COMMENTARY

- The number of publicly announced seniors housing and care acquisitions fell below 100 in Q1 2023, marking the lowest level of deal activity since Q1 2021 as staffing levels and labor costs continue to beleaguer the sector
- Q1 2023 M&A transactions were down 13% from Q4 2022 and 33% from Q1 2022
- The \$1.4 billion in transaction value fell by 31% from the prior quarter and 73% from the same period a year prior
- Most of the transactions in Q1 2023 were turnaround opportunities with heavily discounted prices as average occupancy for assisted living communities sold during the quarter at 78% (excluding vacant communities)
- However, skilled nursing facilities continue to sell at relatively high prices and continue to be coveted by a host of buyers looking for scale - several facilities were valued above \$150,000 per bed, demonstrating the persistent strength of the sector, despite the difficulties in the debt market
- Notable activity during the quarter included:
 - Kandu Capital sold its two skilled nursing facilities and management of a mental health and rehabilitation center for approximately \$71 million or \$225,000/bed
 - Invesque (TSX: IVQ) sold eight skilled nursing facilities for \$125 million as the company moves toward a primarily private-pay, seniors housing portfolio
 - Ventas (NYSE: VTR) is acquiring the collateral that supports its \$486 million mezzanine loan to Santerre Health Investors giving Ventas full ownership of 16 large scale senior housing communities, 48 skilled nursing facilities, and 88 medical office buildings
- Demand for senior living outpaced a continued slowdown in new supply in Q1 2023, driving an occupancy increase for the seventh consecutive quarter, according to new data from NIC MAP Vision from The National Investment Center for Seniors Housing & Care
- Occupancy rate for senior living increased 0.3 percentage points, from 82.9% in Q4 2022 to 83.2% in Q1 2023 - although senior living occupancy continues to rise, it remains 4 percentage points below its pre-pandemic high of 87.2% in Q1 2020

Notable M&A Transactions

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/31/2023	Dogwood Forest	PruittHealth Home Health	Skilled Nursing	NA
3/28/2023	Edgemere	Bay 9 Holdings (Lapis Advisors)	CCRC	\$48.5
3/20/2023	AlerisLife (NAS: ALR)	APB Acquisition	Senior Living	\$43.8
3/20/2023	Robins Landing	Pennant Group (NAS: PNTG)	Assisted Living	NA
3/2/2023	Hampden Hills Post Acute	The Ensign Group (NAS: ENSG)	Skilled Nursing	NA
2/14/2023	Celebration Village	Chicago Pacific Founders	Independent Living	NA
2/9/2023	Wickshire Norman	Ignite Medical Resorts	Assisted Living	NA
2/7/2023	The Inn at Los Patios	12 Oaks Senior Living	Assisted Living	\$21.0
2/2/2023	GreenFields of Geneva	Lifespace Communities	CCRC	NA
1/19/2023	Copper Creek Senior Living	Stellar Senior Living	Independent Living	NA
1/12/2023	10 Good Samaritan properties	Cascadia Healthcare	Skilled Nursing	NA

Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

Senior Living Utilization

	Seniors Housing			Nursing Care
	Overall	Majority IL	Majority AL	Majority NC
Market Fundamentals 1Q23				
Occupancy	83.2%	85.2%	81.2%	81.3%
Annual Rent Growth	5.3%	4.8%	5.9%	4.1%
Annual Absorption	5.3%	4.1%	6.5%	3.8%
Annual Inventory Growth	1.6%	1.7%	1.6%	-0.9%
Construction vs. Inventory	5.1%	4.7%	5.5%	0.2%
Rolling 4-Quarter Starts vs. Inventory	2.0%	1.8%	2.2%	0.0%
Capital Markets 4Q22				
Transaction Volume (millions)	\$963.7			\$961.3
Rolling 4-Quarter Price Per Unit	\$185,441			\$108,515
Rolling 4-Quarter Cap Rate	5.9%			N/A

Source: NIC Map Vision

SUB-SECTOR HIGHLIGHTS: *Outpatient Services*

COMMENTARY

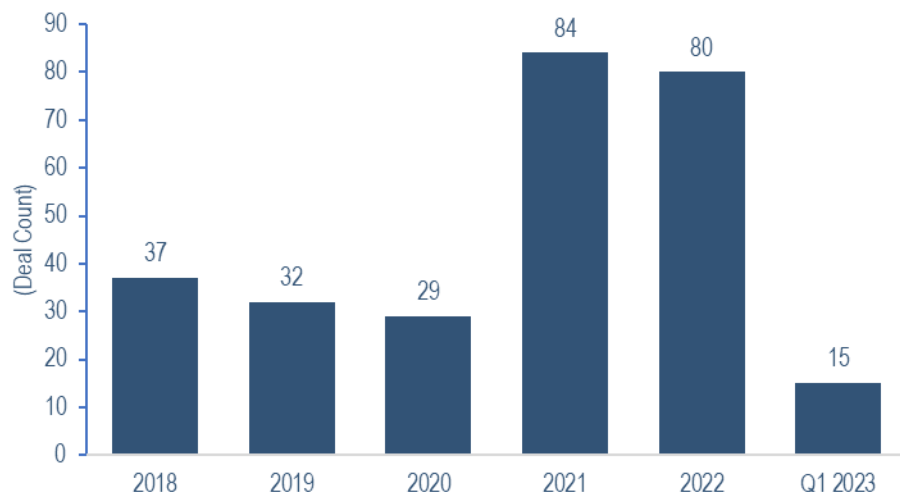
- Despite rising interest rates and labor costs, private equity showed increased demand for Home Health & Hospice and Rehabilitation transactions
 - Gentiva, a home health provider backed by Clayton, Dubilier & Rice, acquired the home health assets of ProMedica, a not-for-profit health system, for \$710 million in one of the largest transactions of the quarter
- CVS Health and UnitedHealth completed their acquisitions of Signify Health and LHC Group, respectively, exemplifying the trend of payors and large-cap healthcare companies acquiring home-based care providers to broaden their range of services into the home, improve patient outcomes, and better manage costs
- In addition to growing interest from payors and large-cap healthcare and tech companies, private equity investors continue to seek acquisition opportunities as evidenced by recent platform investments including InTandem Capital's investment in Houseworks and Firmament's investment in Family Tree Private Care
- Payors offering more attractive Medicare Advantage contracts and structures as evidenced by the recent partnerships between Amedisys / Aetna and CenterWell / Humana and Medicare Advantage partnerships are gaining traction

Notable M&A Transactions

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/29/2023	Signify Health	CVS Health (NYS: CVS)	Home Health	\$7,533.9
3/21/2023	Home Sweet Home In-Home Care	PurposeCare	Home Health	NA
3/14/2023	Safe Harbor Hospice	Legacy Hospice	Hospice	NA
3/7/2023	Prosper Home Care	Help At Home, Inc	Home Health	NA
3/1/2023	Kosciusko Home Care & Hospice	Stillwater Hospice	Hospice	NA
2/27/2023	Heartland Hospice and Home Care (Promedica)	Gentiva (Clayton, Dubilier & Rice)	Home Health/Hospice	\$710.0
2/22/2023	LHC Group	Optum	Home Health	\$5,382.0
2/15/2023	Personal Care division of Amedisys (NAS: AMED)	Houseworks, LLC	Home Health	NA
1/25/2023	Family Tree Private Care	The Firmament Group	Home Health	NA
1/20/2023	Community Home Health & Hospice	Eden Health	Home Health/Hospice	NA
1/13/2023	Mountain Regional Hospice	Rockbridge Area Hospice	Hospice	NA
1/12/2023	Houseworks, LLC	InTandem Capital Partners	Home Health	NA
1/12/2023	Sena Health	Care2U	Home Health	NA
1/3/2023	Open Systems Healthcare	Help At Home, Inc	Home Health	NA

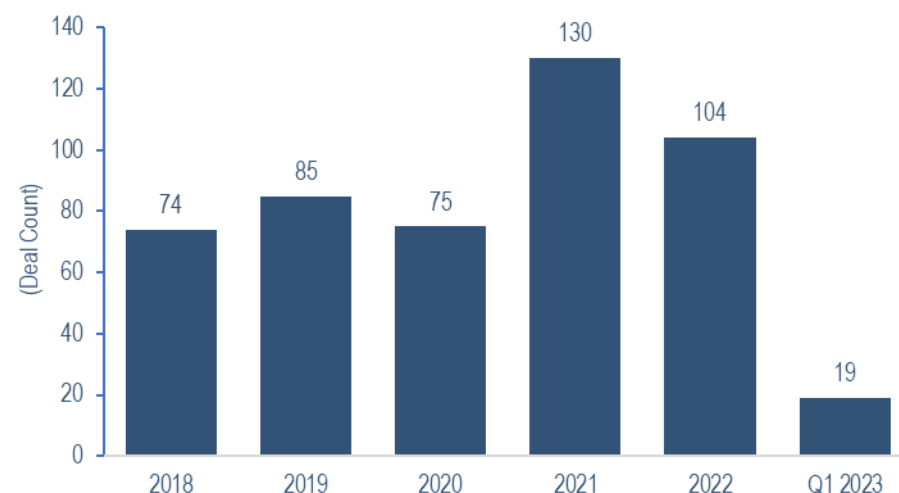
Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

Rehabilitation and Therapy Transactions



Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

Home Health & Hospice Transactions



Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

SUB-SECTOR HIGHLIGHTS: *Behavioral Health*

COMMENTARY

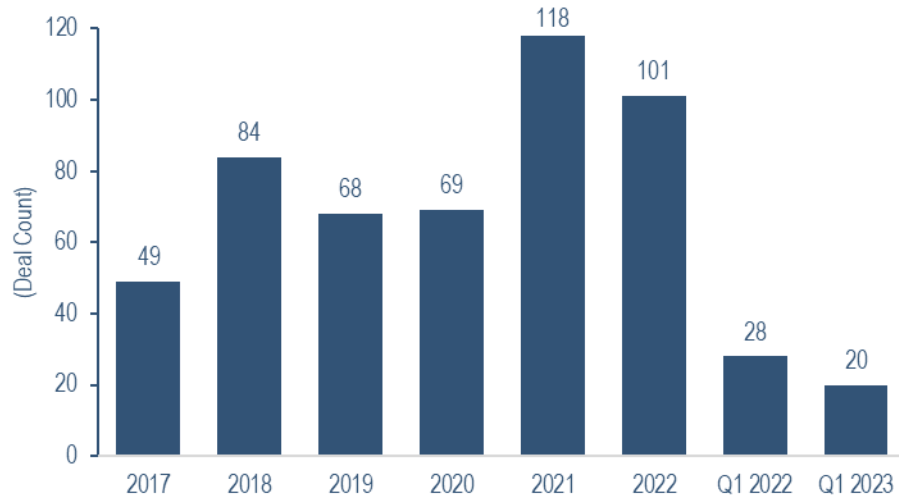
- Transaction activity in Q1 2023 has remained strong in part due to significant tailwinds from continued growing demand for mental health services and more favorable reimbursement from Medicaid and commercial payors
- However, the sector is facing challenges which include labor supply issues that have led to disparities in treatment, cadence, and quality
- Continuing trends from 2022, add-on acquisitions from private equity-backed platforms and the movement towards integrated services continue to be key transaction themes. Notable transactions include:
 - Arc Health acquired two mental healthcare providers and a behavioral health group
 - BayCare Health System acquired Northside Behavioral Health Center
 - Avesi Partners made a platform acquisition in an adolescent-focused behavioral health company, Muir Wood
 - Trumpet Behavioral Health acquired Therapeutic Pathways, expanding Trumpet's ABA services and adding speech-language pathology
 - Stepping Stones Group, a provider of behavioral and educational services, acquired Catalyst Speech, a school-based provider of speech-language pathology

Notable M&A Transactions

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/27/2023	Wellington Counseling Group	ARC Health (Thurston Group)	Psychiatric Care	NA
3/9/2023	Adolescent & Young Adult Advocates	Recovery Centers of America (Deerfield Management)	Substance Use Disorder	NA
3/2/2023	Life & Purpose Behavioral Health	Hopewell Health Centers	Substance Use Disorder	NA
3/1/2023	Turnwell Mental Health Network	Patriot Capital	Psychiatric Care	NA
2/22/2023	North Star Counseling of Central Florida	Health Connect America (Palladium Equity Partners)	Counseling	NA
2/9/2023	Embark Behavioral Health	Consonance Capital Partners	Counseling	NA
2/2/2023	Stokes Counseling Services	Eads Bridge Holdings	Counseling	NA
1/25/2023	Autism Learning Collaborative	Apara Autism Center (Havencrest Capital Management)	Autism	NA
1/19/2023	Pacific Coast Speech Services	Point Quest (Avesi Partners)	Special Education	NA
1/17/2023	Catalyst Speech Language Pathology	The Stepping Stones Group (Five Arrows Capital Partners)	Autism	NA
1/17/2023	Muir Wood	Avesi Partners	Substance Use Disorder	NA
1/16/2023	Therapeutic Pathways	Trumpet Behavioral Health (WindRose Health Investors)	Autism	NA
1/12/2023	Lilac Center	ARC Health (Thurston Group)	Psychiatric Care	NA
1/3/2023	Northside Behavioral Health Center	BayCare Health System	Counseling	NA

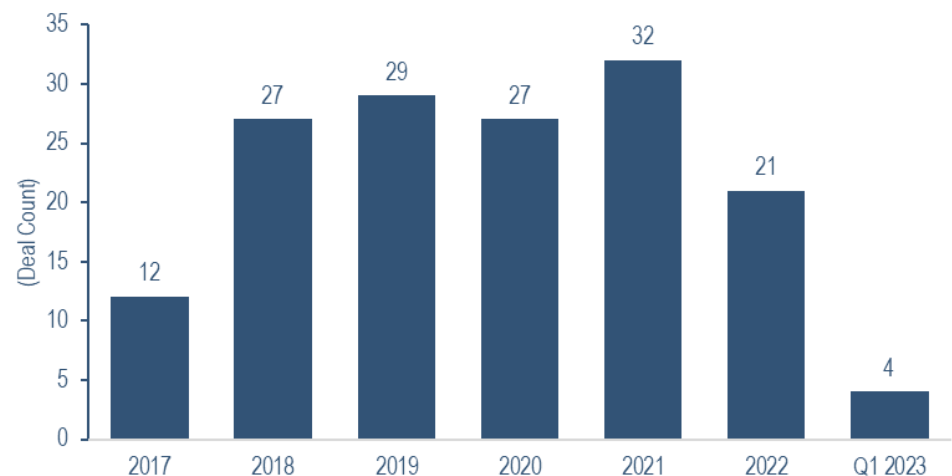
Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

Behavioral Health Transactions



Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

PE Investment in Autism



Source: Pitchbook and SOLIC Research

SUB-SECTOR HIGHLIGHTS: *Other Sectors*

Notable M&A Transactions: *Managed Care*

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
2/9/2023	Matrix Group Benefits	AccuRisk Solutions (HPS Investment Partners)	Managed Care	NA
1/25/2023	Golden Dental Plans	DENCAP Dental Plans, Inc.	Managed Care	NA
1/23/2023	Blue Cross and Blue Shield of Louisiana	Elevance Health (NYS: ELV)	Insurance Provider	NA
1/12/2023	AvMed, Inc.	Sentara Healthcare	Managed Care	NA
1/11/2023	Q Care Plus	Avita Pharmacy (Kinderhook Industries)	Managed Care	NA
1/3/2023	MDAdvantage	MagMutual Insurance Company	Insurance Provider	NA

Notable M&A Transactions: *Diagnostic Services*

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/7/2023	Alimetrix	Spectrum Solutions (DW Healthcare Partners)	Molecular Diagnostics	NA
2/22/2023	Razor Genomics	Dragon Scientific	Molecular Diagnostics	NA
2/16/2023	Interim Diagnostic Imaging	Modular Devices (O2 Investment Partners)	Diagnostic Imaging	NA
1/31/2023	Chembio Diagnostics (NAS: CEMI)	Biosynex SA (EPA: ALBIO)	Disease Diagnostics	\$17.2
1/24/2023	MedQuest Associates, Inc.	TPG (NAS: TPG), Novant Health Enterprises	Diagnostic Imaging	NA
1/4/2023	Matrix Clinical Laboratory	Karrington Clinical Laboratory, LLC	Diagnostic Testing	NA

Notable M&A Transactions: *Telemedicine*

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/28/2023	TreatRx	DoseSpot	EHR Solutions	NA
3/21/2023	Plant Based TeleHealth Inc.	Love.Life	Telemedicine	NA
3/6/2023	98point6	Transcarent	Telemedicine	NA
3/6/2023	Weekend Health, Inc.	WW International (NAS: WW)	Telemedicine	\$106.0
2/16/2023	Pioneer Digital Health, Inc.	Lotus Bio-Technology Development Corp (OTC: LBTD)	Telemedicine	NA
1/31/2023	Burnalong	Tivity Health (NAS: TVTY)	Telemedicine	NA
1/24/2023	SwiftMD	ReviveHealth (Eir Partners)	Telemedicine	NA

Notable M&A Transactions: *Pharmacy / PBM*

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/28/2023	Peak Pharmaceuticals (OTC: PKPH)	Retrieve Medical	Pharmaceuticals	NA
3/23/2023	Hoover Pharmacy	CVS Pharmacy (CVS Health (NYS: CVS))	Pharmaceuticals	NA
1/9/2023	CinCor Pharma	AstraZeneca (NAS: AZN)	Biopharmaceuticals	\$1,300.0
1/9/2023	Albireo (NAS: ALBO)	Ipsen (ENXTPA: IPN)	Pharmaceuticals	\$952.0
1/3/2023	Bristol Myers Squibb (NYSE: BMY)	Lotte Biologics	Biopharmaceuticals	\$70.0
1/3/2023	TherapeuticsMD (NAS: TXMD)	Mayne Pharma (ASX: MYX)	Pharmaceuticals	\$153.0

Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

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	NTM EBITDA	
Hospital Providers									
CYH	Community Health Systems	\$4.90	40.1%	\$670.1	\$13,573.1	1.1x	7.8x	9.0x	14.0x
HCA	HCA Management Services	\$263.68	94.5%	\$73,106.5	\$115,092.5	1.9x	8.7x	9.4x	13.8x
THC	Tenet Healthcare	\$59.42	64.7%	\$6,077.1	\$23,764.1	1.2x	7.7x	7.3x	15.7x
UHS	Universal Health Services	\$127.10	80.3%	\$8,982.3	\$14,200.2	1.1x	9.0x	8.3x	13.9x

Mean	1.3x	8.3x	8.5x	14.3x
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Home Health									
ADUS	Addus HomeCare	\$106.76	92.8%	\$1,721.8	\$1,819.9	1.9x	22.0x	16.1x	37.6x
AMED	Amedisys	\$73.55	41.7%	\$2,394.1	\$2,946.5	1.3x	14.1x	12.6x	20.3x
EHAB	Enhabit Home Health	\$13.91	55.1%	\$690.2	\$1,326.2	1.2x	9.4x	10.1x	11.0x

Mean	1.5x	15.1x	12.9x	23.0x
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Post-Acute Care									
EHC	Encompass Health	\$54.10	83.4%	\$5,395.3	\$8,917.4	2.1x	10.2x	10.1x	21.1x
SEM	Select Medical Holdings	\$25.85	84.0%	\$3,287.5	\$8,574.2	1.4x	13.5x	10.5x	21.0x
ENSG	The Ensign Group	\$95.54	96.0%	\$5,324.6	\$6,568.5	2.2x	18.2x	15.2x	24.2x

Mean	1.9x	14.0x	11.9x	22.1x
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Physician Services									
AMEH	Apollo Medical Holdings	\$36.47	62.9%	\$1,719.1	\$1,670.7	1.5x	15.2x	12.9x	33.8x
CANO	Cano Health	\$0.91	9.3%	\$217.7	\$1,631.7	0.6x	NA	20.4x	NA
MD	Mednax	\$14.91	60.4%	\$1,247.0	\$1,861.0	0.9x	11.9x	7.8x	20.1x
OSH	Oak Street Health	\$38.68	99.7%	\$9,439.0	\$10,345.1	4.8x	NA	NA	NA

Mean	1.9x	13.5x	13.7x	27.0x
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Senior Living									
BKD	Brookdale Senior Living	\$2.95	38.8%	\$552.2	\$4,999.0	1.8x	15.6x	18.4x	NA
ASE: NHC	National Healthcare	\$58.07	77.1%	\$891.7	\$838.3	0.8x	13.3x	NA	40.0x
SNDA	Sonida Senior Living	\$6.79	19.1%	\$47.0	\$744.7	3.1x	NM	NA	NA
VTR	Ventas	\$43.35	68.3%	\$17,339.7	\$30,037.7	NM	18.5x	17.1x	NA

Mean	1.9x	15.8x	17.7x	40.0x
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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	NTM EBITDA	
Telemedicine									
AMWL	Amwell	\$2.36	43.5%	\$655.1	\$151.4	0.5x	NA	NA	NA
BBLN	Babylon Health	\$5.09	5.0%	\$126.5	\$380.6	0.3x	NA	NA	NA
HIMS	Hims & Hers Health	\$9.92	82.4%	\$2,067.9	\$1,893.6	3.6x	NA	NM	NA
LFMD	LifeMD	\$1.70	43.7%	\$54.2	\$58.5	0.5x	NA	5.8x	NA
TDOC	Teladoc Health	\$25.90	33.4%	\$4,211.8	\$4,880.5	2.0x	NA	16.5x	NA

Mean	1.4x	NA	11.1x	NA
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Diagnostic Services									
LH	Laboratory Corporation of America	\$229.42	81.7%	\$20,303.9	\$26,187.7	1.8x	10.9x	10.2x	16.4x
DGX	Quest Diagnostics	\$141.48	89.4%	\$15,750.0	\$20,263.0	2.1x	11.2x	11.2x	17.8x
RDNT	RadNet	\$25.03	97.1%	\$1,447.6	\$2,991.7	2.1x	10.7x	13.9x	NM

Mean	2.0x	11.0x	11.8x	17.1x
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Managed Care									
CNC	Centene	\$63.21	64.2%	\$34,809.8	\$41,927.8	0.3x	10.0x	7.7x	30.5x
CI	Cigna	\$255.53	75.1%	\$75,900.7	\$108,028.7	0.6x	8.6x	10.1x	12.0x
CVS	CVS Health	\$74.31	69.0%	\$95,422.3	\$150,731.3	0.5x	12.4x	7.5x	23.7x
ELV	Elevance Health	\$459.81	83.7%	\$109,097.7	\$125,911.7	0.8x	12.2x	12.0x	18.5x
HUM	Humana	\$485.46	85.0%	\$60,718.7	\$67,140.7	0.7x	13.9x	11.6x	22.0x
UNH	UnitedHealth Group	\$472.59	84.7%	\$440,854.0	\$479,141.0	1.5x	15.1x	13.3x	22.3x

Mean	0.7x	12.0x	10.4x	21.5x
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Healthcare IT									
CPSI	Computer Programs & Systems	\$30.20	85.1%	\$438.8	\$579.1	1.8x	12.1x	9.5x	28.0x
NXGN	NextGen Healthcare	\$17.41	79.2%	\$1,149.4	\$1,183.8	1.9x	16.9x	9.2x	NM
OMCL	Omnicell	\$58.67	44.5%	\$2,639.4	\$2,914.3	2.2x	30.1x	23.1x	NM
MDRX	Veradigm (Healthcare Technology Systems)	\$13.05	56.1%	\$1,425.8	\$1,152.1	1.4x	5.2x	6.1x	14.0x

Mean	1.8x	16.1x	12.0x	21.0x
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VALUATION METRICS BY SECTOR

		Stock Price	% of 52 Week High	Market Cap (\$ mm)	Enterprise Value (\$ mm)	Enterprise Value to:			P/E
Ticker	Company Name					LTM Revenue	LTM EBITDA	NTM EBITDA	
Healthcare Distributors									
ABC	AmerisourceBergen	\$160.11	91.7%	\$32,383.6	\$36,587.3	0.2x	11.8x	9.9x	19.4x
CAH	Cardinal Health	\$75.50	92.6%	\$19,451.7	\$21,060.7	0.1x	NM	7.9x	NA
HSIC	Henry Schein	\$81.54	88.0%	\$10,704.9	\$13,309.9	1.1x	13.9x	11.7x	20.9x
MCK	McKesson	\$356.05	88.6%	\$48,757.2	\$54,524.2	0.2x	10.6x	10.4x	16.3x
OMI	Owens & Minor	\$14.55	32.4%	\$1,108.6	\$3,737.6	0.4x	10.1x	7.5x	NM
SRCL	Stericycle	\$43.61	73.1%	\$4,031.2	\$5,908.9	2.2x	15.3x	13.5x	NM
TMO	Thermo Fisher Scientific	\$576.37	93.2%	\$222,150.3	\$248,284.3	5.5x	21.3x	20.7x	32.7x

Mean	1.4x	13.8x	11.7x	22.3x
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Healthcare Equipment & Supplies									
ABT	Abbott	\$101.26	81.4%	\$175,984.4	\$183,749.4	4.2x	15.4x	18.2x	25.9x
BAX	Baxter International	\$40.56	50.3%	\$20,504.0	\$36,061.0	2.4x	NA	10.4x	NA
BDX	Becton, Dickinson and Company	\$247.54	89.3%	\$70,277.0	\$86,123.0	4.5x	19.7x	16.0x	45.8x
BSX	Boston Scientific	\$50.03	99.7%	\$71,909.5	\$80,263.5	6.3x	29.3x	20.4x	NM
JNJ	Johnson & Johnson	\$155.00	83.0%	\$483,575.6	\$499,715.6	5.3x	17.5x	13.4x	23.0x
MDT	Medtronic	\$80.62	70.5%	\$107,258.8	\$124,426.8	4.0x	14.3x	13.0x	26.5x
SIE	Siemens	\$162.76	99.7%	\$128,994.2	\$166,265.3	2.2x	16.6x	12.1x	35.2x

Mean	4.1x	18.8x	14.8x	31.3x
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OVERALL HEALTHCARE SECTOR					Mean	1.8x	13.7x	12.4x	24.1x
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Source: Pitchbook

SOLIC REPRESENTATIVE TRANSACTIONS



has been acquired by



Sell Side Advisor

\$46,500,000



*A majority interest in
seven ambulatory surgery centers
has been acquired by*



Financial Advisor



has been acquired by



Sell Side Advisor



*has sold
18 Dental Clinics to*



Sell Side Advisor



has sold assets to



Sell Side Advisor



has been acquired by



Sell Side Advisor



*A majority interest
has been acquired by*



Sell Side Advisor

\$87,000,000



has been acquired by



Financial Advisor

NOTES

SOURCES

PitchBook, Bond Buyer, Bloomberg, company 10-K, 10-Q and 8-K SEC filings, annual reports, press releases, and others as indicated. Public companies included in this report 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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