

# HEALTHCARE SERVICES



Quarterly Update  
First Quarter 2024

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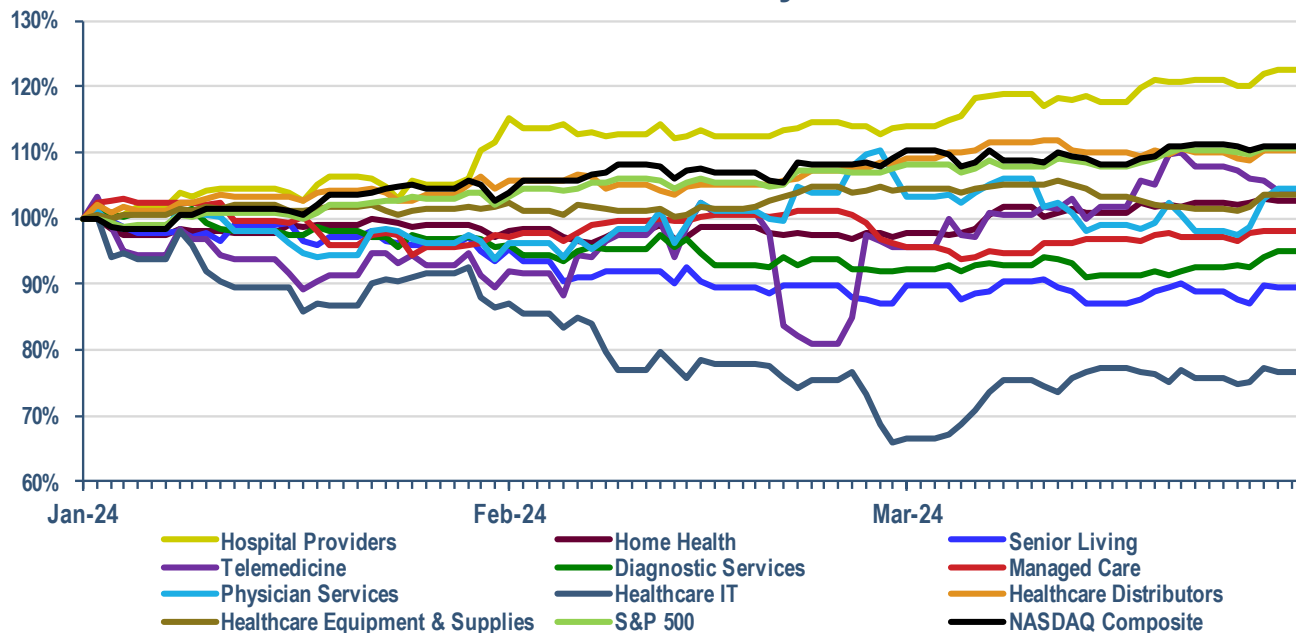
# KEY HIGHLIGHTS

## KEY HIGHLIGHTS

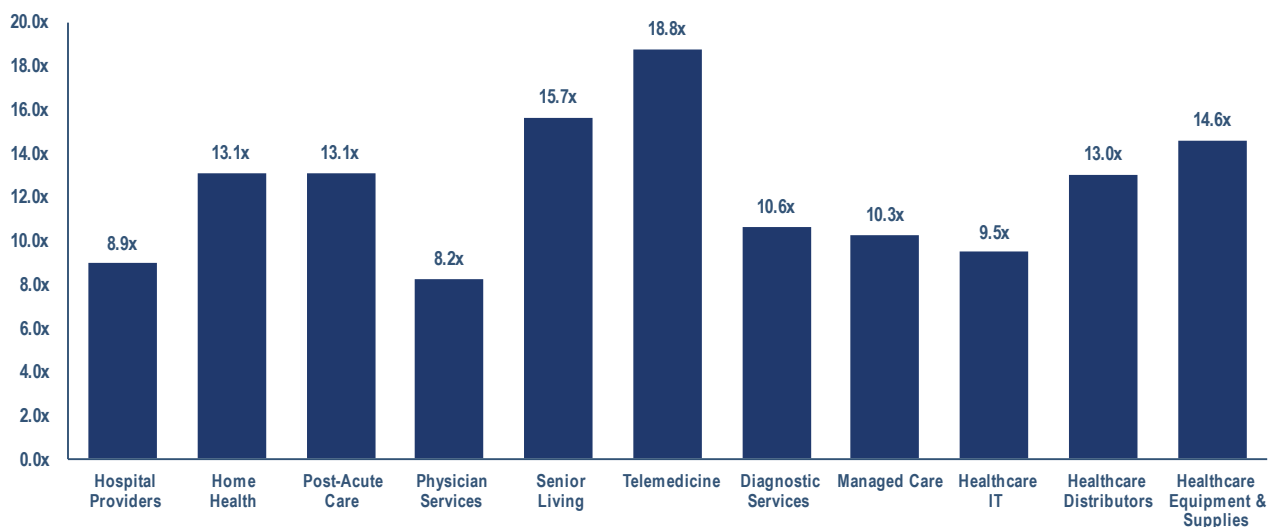
- Healthcare M&A transaction volume declined slightly in Q1 2024 with 495 deals, a 2% drop from the prior quarter and 1% lower than Q1 2023\*
- Announced total transaction value reached \$53.1 billion in Q1 2024, a steep decline of 33% compared with the prior quarter and 26% compared with Q1 2023
- Private equity remained an active buyer in the healthcare M&A marketplace, accounting for 37% of all transactions in Q1 2024
- Physician Medical Groups (PMG) were the most active in Q1 2024 with 132 transactions announced, an increase from the prior quarter, but a year-over-year decline of 8%
- M&A in the Health System sector surged in Q1 2024 with approximately 20 transactions, the highest level since 2020
- Q1 2024 was marked by thirteen \$1 billion-plus transactions, including KKR's acquisition of a stake in Cotiviti, Cigna's sale of its Medicare business to Health Care Services Corporation, the parent of five Blue Cross and Blue Shield health insurance plans, for \$3.7 billion
- Home Health & Hospice sector M&A activity was down approximately 30% compared to the prior quarter and 5% compared to the same period last year as it faces reimbursement headwinds and staffing shortages
- Despite continued growth in demand, M&A volume in Behavioral Health declined approximately 20% in Q1 2024 as compared to the prior quarter and the prior year, as investors continued to evaluate the effectiveness of varying delivery models

\*Excludes technology transactions

## Stock Performance by Subsector



## EV/LTM EBITDA by Subsector (Q1 2024)



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

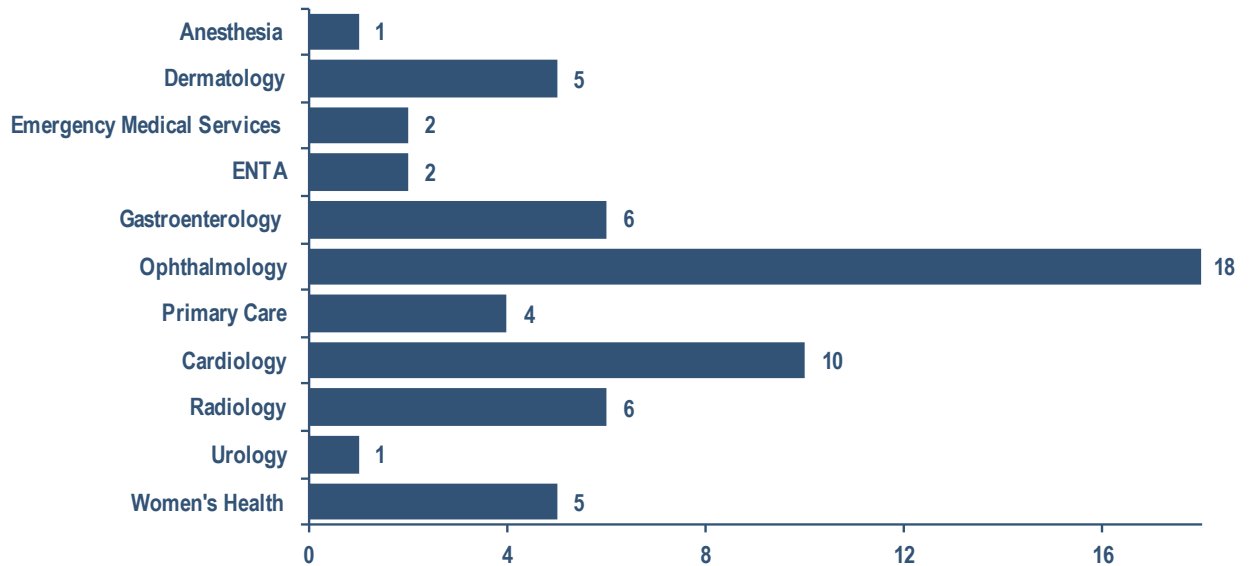
- The PMG sector was the most active in Q1 2024 with 132 transactions announced, an increase from the prior quarter, but a year-over-year decline of 8%
- Private equity-backed platforms remained the primary buyer in the physician market, with almost 70 deals announced
- Dental care accounted for the most deals in the PMG sector in Q1, representing approximately 50% of M&A transactions in the sector
- The most active private equity-backed buyer in the quarter was MB2 Dental Solutions, a portfolio company of Charlesbank Capital Partners, with 20 deals in Q1 2024
- Notable transactions of Q1 include
  - National Cancer Care Alliance's announced merger with 300-provider Quality Cancer Care Alliance
  - Arches Medical Partners acquired 11 internal medicine practices from VillageMD

### Notable M&A Transactions

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/20/2024	11 primary care practices (VillageMD)	Arches Medical Partners	Primary Care	NA
3/4/2024	CardioOne	WindRose Health Investors	Cardiology	NA
2/22/2024	8 ophthalmology practices	ReFocus Eye Health (Zenyth Partners)	Ophthalmology	NA
2/6/2024	The Orthopedic Partners	Orthopedic Care Partners (Varsity Healthcare Partners)	Orthopedic	NA
2/5/2024	St. Louis Heart & Vascular	Heart & Vascular Partners (Assured Healthcare Partners)	Cardiology	NA
2/1/2024	Loan Peak Dental Group	BlackRock (NYS: BLK), Memorial Hermann Health System	Dental	NA
1/23/2024	Compass Surgical Partners	TPG (NAS: TPG)	ASC	NA
1/22/2024	Florida Eye Specialists and Cataract Institute	Sight360 (SBJ Capital)	Ophthalmology	NA
1/19/2024	Archway Dental Partners	Martis Capital	Dental	NA
1/18/2024	Cullman Primary Care	Complete Health (Pharos Capital Group)	Primary Care	NA
1/12/2024	Clearview Cancer Institute	OneOncology (General Atlantic)	Oncology	NA

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

### Deal Count by Specialty (Q1 2024)



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

# SUB-SECTOR HIGHLIGHTS: *Hospital Providers*

## COMMENTARY

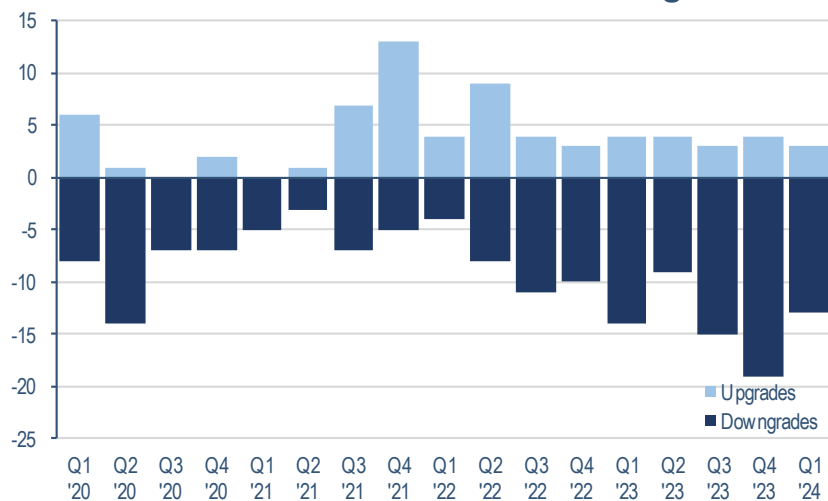
- M&A in the Hospital sector surged in Q1 2024 with almost 20 transactions, the most significant Q1 since 2020
- Most of the M&A activity focused on expanding outpatient care, investing in medical office buildings, home health agencies and diagnostic clinics
- The quarter also included a number of for-profit conversions to not-for-profit and divestitures by national systems to regional health systems
- Notable transactions of Q1 include
  - Northwell Health and Nuvance Health announced their planned mega-merger which would include 28 hospitals and 1,000+ sites of care and a combined revenue of over \$18 billion
  - BJC Health System of St. Louis and Saint Luke's Health System of Kansas City closed their \$10 billion nonprofit health system merger
  - Tenet Healthcare Corp. sold six hospitals in Q1 2024 - four to the University of California, Irvine and two to Adventist Health – in a transaction valued at over \$975 million
  - Venture capital firm, General Catalyst's portfolio company, Health Assurance Transformation Corporation or HATCo, executed a letter of intent to acquire Akron, Ohio-based Summa Health
  - MyMichigan Health announced a definitive agreement to acquire Ascension Michigan's locations in Saginaw, Tawas, and Standish

## Notable M&A Transactions

Date	Status	Target	Buyer	Industry	Bed Count	Revenue (\$ Millions)	Deal Value (\$ Millions)
3/26/2024	Announced	3 Michigan hospitals (Ascension)	MyMichigan Health	Hospital	369	\$340.0	NA
3/1/2024	Closed	St. Luke's (Minnesota)	Aspirus Health	Hospital	285	\$560.0	\$300.0
2/28/2024	Announced	Nuvance Health	Northwell Health	Health System	1,591	\$2,463.0	NA
2/26/2024	Announced	Evangelical Community Hospital	WellSpan Health	Hospital	131	\$223.6	NA
2/12/2024	Closed	Helena Regional Medical Center	Progressive Health Systems	Hospital	127	\$12.8	\$2.5
2/5/2024	Announced	Saint Francis Memorial Hospital, St. Mary's Medical Center	UCSF Health	Hospital	730	\$381.6	\$100.0
2/1/2024	Closed	4 California hospitals (Tenet Healthcare)	UCI Health	Hospital	858	\$904.5	\$975.0
1/24/2024	Announced	Franciscan Beacon Hospital	Franciscan Health	Hospital	8	\$7.7	NA
1/16/2024	Closed	Milford Regional Medical Center	Umass Memorial Health	Hospital	148	\$254.6	\$368.7

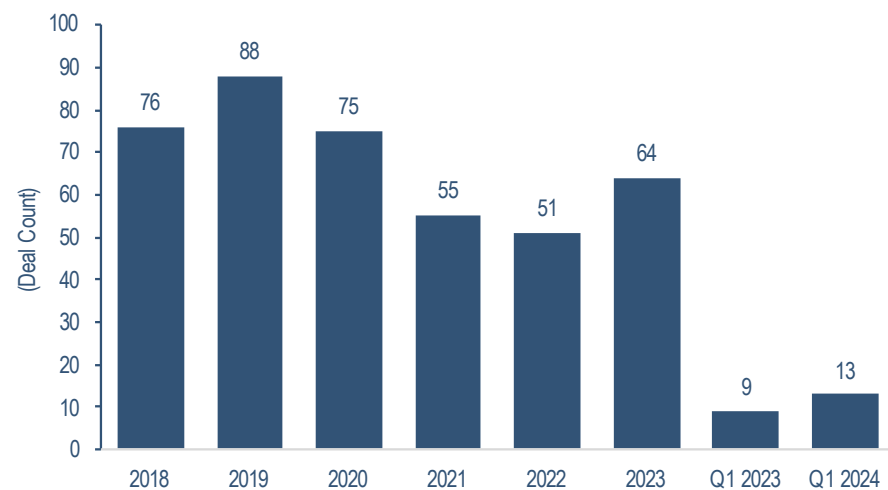
Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

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



Source: S&P Global Ratings

## Hospital M&A Transactions



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

## SUB-SECTOR HIGHLIGHTS: *Senior Living*

### COMMENTARY

- Senior Housing and Care M&A activity rose to 144 publicly announced transactions in Q1 2024, flat compared to the prior quarter, but up 32% from Q1 2023
- M&A transactions represented \$3.5 billion of spending in Q1 2024 compared to \$4.0 billion in the prior quarter and \$1.4 billion in Q1 2023, an impressive 150% year-over-year increase
- Of the 144 M&A transactions for the quarter, 43% were assisted living followed by skilled nursing at 39%
- Senior living occupancy rates exceeded 85% in Q1 2024, a 7.8 percentage point increase from a pandemic low of 77.8% in Q2 2021, marking 11 consecutive quarters of occupancy gains, driven by increasing demand, according to NIC MAP Vision from The National Investment Center for Seniors Housing & Care (NIC)
- Q1 2024 occupancy rates of 85.6% are within one and a half percentage points of the Q1 2020 pre-pandemic occupancy rate of 87.1%
- Notable transactions of Q1 include
  - Two large not-for-profits announced that they were combining to create the 12th largest not-for-profit senior living organization in the country - Lutheran Senior Services signed an agreement to bring Diakon Senior Living operations and four CCRCs under its umbrella
  - Welltower (NYSE: WELL) announced its planned acquisition of 25 purpose-built active adult communities with nearly 3,000 units from Affinity Living Communities for \$969 million
  - One of the fastest growing SNF Operators, PACS Group, filed for an IPO with the SEC in Q1 2024 at \$21.00/share for total gross proceeds of approximately \$450 million

### Notable M&A Transactions

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/8/2024	Stayton At Museum Way	Buckner Westminster Place	Independent Living	NA
3/1/2024	Capitol Hill Senior Living	Pennant Group (NAS: PNTG)	Memory Care	NA
3/1/2024	Southgate Senior Living	Pennant Group (NAS: PNTG)	Assisted Living	NA
2/29/2024	Arbor Terrace Peachtree City	GEM Realty Capital	Independent Living	NA
2/27/2024	Ally Senior Living	ONELIFE Senior Living	Assisted Living	NA
2/13/2024	25 community portfolio (Affinity Living)	Welltower (NYS: WELL)	Independent Living	\$969.0
2/1/2024	Champlin Shores	United Properties	Independent Living	NA
2/1/2024	The Addison of Pleasant Prairie	Primrose Retirement Communities	Independent Living	NA
1/3/2024	Rivercrest Senior Living	Patoka Capital	Assisted Living	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
<b>Market Fundamentals 1Q24</b>				
Occupancy	85.6%	87.1%	84.0%	83.9%
Annual Rent Growth	4.4%	3.8%	5.2%	4.0%
Annual Absorption	4.4%	3.6%	5.3%	2.5%
Annual Inventory Growth	1.3%	1.2%	1.4%	-0.6%
Construction vs. Inventory	4.2%	4.0%	4.4%	0.1%
Rolling 4-Quarter Starts vs. Inventory	1.4%	1.5%	1.3%	0.0%
<b>Capital Markets 4Q23</b>				
Transaction Volume (millions)		\$1,259.0		\$855.6
Rolling 4-Quarter Price Per Unit		\$112,814		\$90,204
Rolling 4-Quarter Cap Rate		N/A		N/A

Source: NIC Map Vision



# SUB-SECTOR HIGHLIGHTS: *Outpatient Services*

## COMMENTARY

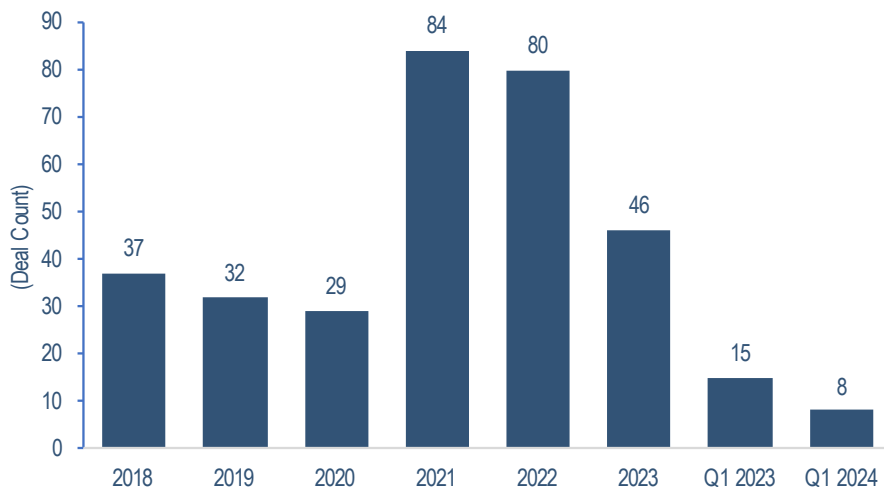
- M&A activity in the Home Health & Hospice sector declined by approximately 30% compared to the prior quarter due to a number of headwinds including low wages, rising cost of delivering care, and staffing challenges
- However, non-skilled home care has been driving M&A activity as a result of robust unmet demand, increased government Medicaid spending, and the growing use of technology to optimize care delivery
- Notable transactions of Q1 include:
  - Vitas Healthcare Corporation acquired Covenant Care's hospice assets for \$85 million
  - Waud Capital Partners acquired home care franchise, Senior Helpers, one of the largest homecare service providers
  - Lorient Capital-backed PurposeCare, announced three Midwestern home-based care agencies acquisitions - A/Abiding Care-Elder Bridge, Michiana Home Care and Queen City Skilled Care
  - Nautic Partners acquired Angels of Care from Varsity Healthcare Partners
- In Q1 2024, the Oregon Health Authority commenced its review of UnitedHealth Group's proposed \$3.7 billion acquisition of the home health and hospice caregiver, Amedisys, in a transaction that was announced last June

## Notable M&A Transactions

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/21/2024	Senior Helpers	Waud Capital Partners	Home Health	NA
3/13/2024	Covenant Care's hospice assets	Vitas Healthcare Corporation (Chemed (NYS: CHE))	Hospice	\$85.0
2/29/2024	High Plains Senior Care	Frontpoint Health	Hospice	NA
2/27/2024	Regency Home Care	Feature Healthcare	Home Health	NA
2/13/2024	Angels of Care	Nautic Partners	Home Health & Hospice	NA
2/1/2024	Visiting Nurse Association of Greater St. Louis	SSM Health	Hospice	NA
1/23/2024	Superior Hospice and Superior Home Health	Legacy Care Partners Inc.	Home Health & Hospice	NA
1/16/2024	3 midwest home health agencies	PurposeCare (Lorient Capital)	Home Health	NA
1/11/2024	Physiocare Home Health and Hospice	Fortis Home Health & Hospice (Grant Avenue Capital)	Home Health	NA
1/8/2024	Compassion Hospice	New Day Healthcare	Hospice	NA

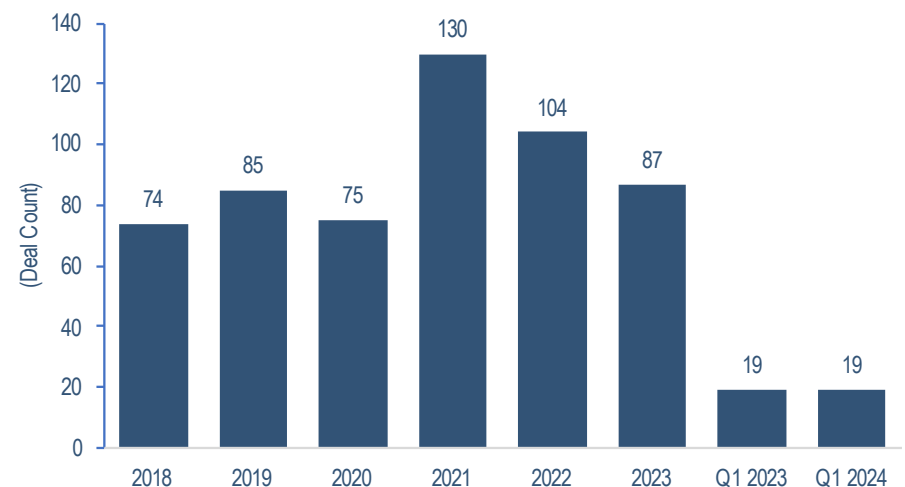
Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

## 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

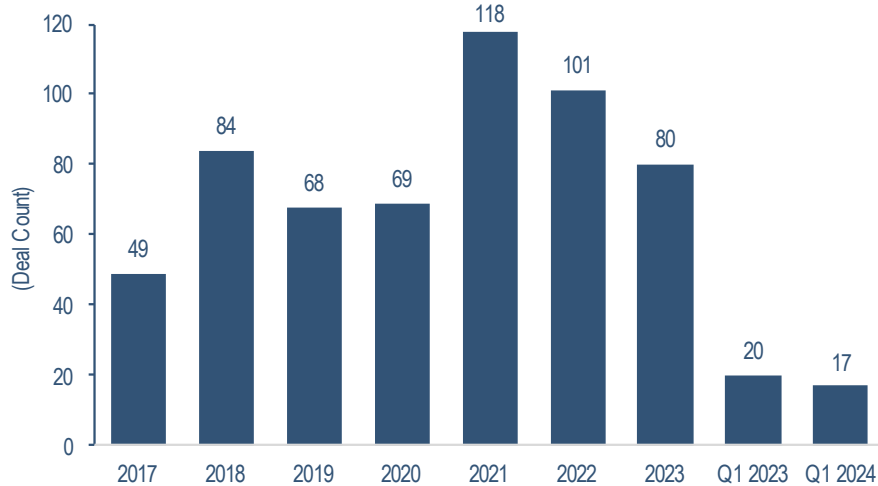
- M&A remained relatively quiet in Q1 2024 within the behavioral healthcare sector with almost 20 transactions, the fewest since Q2 2020 and the onset of the COVID-19 pandemic
- Q1 M&A transaction volume was primarily driven by private equity add-ons as their remains substantial investor interest driven by a growing demand for high-quality, evidence-based care and opportunities for consolidation amidst fragmented markets
- Behavioral health platforms are moving deeper into a more proactive model to reach patients earlier and provide more customized care
- Notable transactions of Q1 include:
  - Private equity firm HCAP Partners launched a new platform company named PAX Health and acquired Behavioral Medicine Associates, Workers Compensation Psychological Network, and Reservoir Health to create one of the largest behavioral health businesses in the Northeast
  - Hightop Health, a new outpatient mental health platform backed by JLL Partners and SV Health Investors, acquired Roots Behavioral Health
  - Latticework Capital-backed Beacon Behavioral Partners acquired nine new partner clinics
  - Renovus Capital Partners acquired Behavioral Framework, a provider of ABA therapy for children diagnosed with autism spectrum disorder
  - Madison River Capital acquired Senior Care Therapy, a provider of patient-centered mental health services to the geriatric population

## Notable M&A Transactions

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/29/2024	Project Recovery	QuickMD	Addiction Treatment	NA
3/18/2024	Autism Spectrum Interventions	Fletch Equity	Autism/ABA Therapy	NA
3/12/2024	Pax Health	HCAP Partners	Counseling	NA
3/12/2024	Child's Play Plus	The Children's Autism Center	Autism/ABA Therapy	NA
3/5/2024	Sobriety Centers of New Hampshire	Summit BHC (Patient Square Capital)	Addiction Treatment	NA
2/22/2024	Roots Behavioral Health	Hightop Health (JLL Partners, SV Health Investors)	Counseling	NA
2/15/2024	9 southeastern psychiatry clinics	Beacon Behavioral Partners (Latticework Capital Management)	Psychiatry	NA
2/7/2024	Integrated Addiction Care Associates, Vertava Health	Connections Wellness Group	Addiction Treatment	NA
1/12/2024	The LCADA Way	The Nord Center	Addiction Treatment	NA
1/10/2024	Senior Care Therapy	Madison River Capital	Counseling	NA
1/5/2024	Mindsoother Therapy Center	ARC Health (Thurston Group)	Counseling	NA
1/3/2024	Behavioral Framework	Renovus Capital Partners	Autism/ABA Therapy	NA

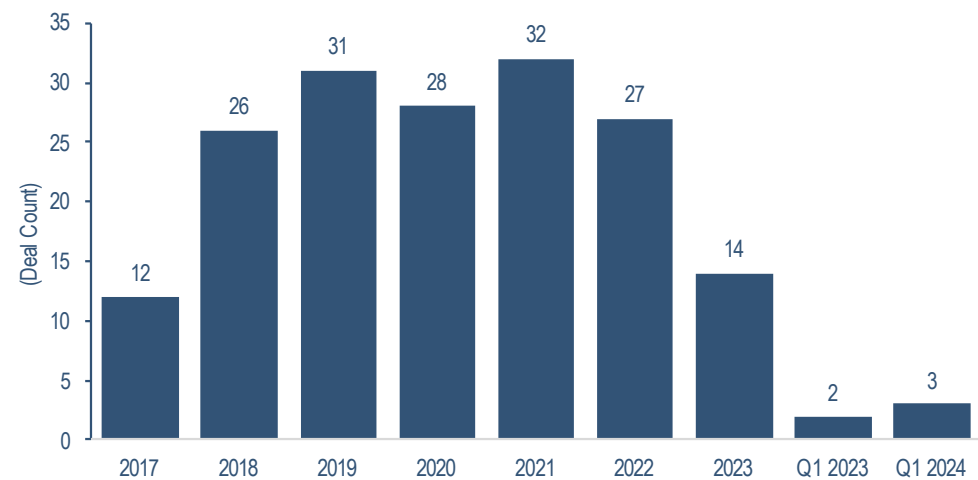
Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

## 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)
2/21/2024	Centers Plan for Healthy Living	Elevance Health (NYS: ELV)	Managed Care	NA
2/15/2024	Health New England	Point32Health	Managed Care	NA
1/31/2024	Cigna's Medicare business	Health Care Service Corporation	Managed Care	\$3,700.0
1/29/2024	Paramount Health	Medical Mutual	Managed Care	NA
1/10/2024	United Medco	Medline Industries, Inc.	Managed Care	NA
1/10/2024	Sedera	Crown Administrators	Managed Care	NA
1/8/2024	ClearPoint Health	Stone Point Capital LLC	Managed Care	NA

### Notable M&A Transactions: *Telemedicine*

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/11/2024	TeleMed2U	Kayne Anderson Capital Advisors	Telemedicine	NA
1/30/2024	OnPoint Healthcare Partners	Peloton Equity, LLC	Telemedicine	NA
1/29/2024	eMed	Science 37 Holdings, Inc.	Telemedicine	\$38
1/18/2024	EyecareLive	Visibly	Telemedicine	NA
1/16/2024	Bright.md	98point6 (Transarent)	Telemedicine	NA
1/3/2024	MoonlightOrtho	HOPCo (Audax Group)	Telemedicine	NA

### Notable M&A Transactions: *Diagnostic Services*

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/26/2024	Poly Scientific R&D	StatLab Medical Products (Audax Private Equity, Linden Capital Partners)	Diagnostics	NA
2/8/2024	NationalRad	Premier Radiology Services (Grovecourt Capital Partners)	Diagnostics	NA
1/24/2024	7 outpatient imaging centers in Phoenix, Arizona	Arizona Diagnostic Radiology Group (RadNet NAS: RDNT)	Diagnostics	NA
1/10/2024	MDNA Life Sciences	Aditxt (NAS: ADTX)	Diagnostics	\$25.0
1/8/2024	C2i Genomics	Veracyte (NAS: VCYT)	Diagnostics	\$75.0

### Notable M&A Transactions: *Pharmacy / PBM*

Date	Target	Buyer	Industry	Deal Value (\$ Millions)
3/18/2024	New Vision Pharmaceuticals	DifGen Pharmaceuticals LLC	Pharmaceuticals	NA
3/12/2024	Alcresta Therapeutics	Linden Capital Partners	Pharmaceuticals	NA
1/17/2024	Upsher-Smith Laboratories, LLC	Bora Pharmaceuticals (TAI: 6472)	Pharmaceuticals	\$210.0
1/2/2024	Voyager Therapeutics assets (NAS: VYGR)	Novartis AG (SWX: NOVN)	Pharmaceuticals	\$100.0

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	
<b>Hospital Providers</b>									
CYH	Community Health Systems	\$3.50	53.6%	\$486.4	\$13,190.4	1.1x	8.6x	8.6x	NA
HCA	HCA Management Services	\$333.53	99.7%	\$88,213.8	\$131,971.8	2.0x	10.4x	10.0x	17.6x
THC	Tenet Healthcare	\$105.11	97.5%	\$10,510.5	\$28,184.5	1.4x	8.3x	8.3x	18.4x
UHS	Universal Health Services	\$182.46	99.4%	\$12,262.9	\$17,563.0	1.2x	10.3x	8.9x	17.8x
<b>Mean</b>						<b>1.4x</b>	<b>9.4x</b>	<b>8.9x</b>	<b>17.9x</b>
<b>Home Health</b>									
ADUS	Addus HomeCare	\$103.34	89.9%	\$1,676.9	\$1,787.3	1.7x	17.0x	13.7x	27.0x
AMED	Amedisys	\$92.16	95.6%	\$3,010.6	\$3,424.7	1.5x	NM	13.6x	NA
EHAB	Enhabit Home Health	\$11.65	79.8%	\$584.3	\$1,199.0	1.1x	NA	11.9x	NA
<b>Mean</b>						<b>1.5x</b>	<b>17.0x</b>	<b>13.1x</b>	<b>27.0x</b>
<b>Post-Acute Care</b>									
EHC	Encompass Health	\$82.58	98.6%	\$8,269.6	\$11,783.0	2.5x	11.5x	11.3x	23.0x
SEM	Select Medical Holdings	\$30.15	90.0%	\$3,870.0	\$8,972.3	1.3x	11.4x	10.5x	15.8x
ENSG	The Ensign Group	\$124.42	97.5%	\$7,050.4	\$8,400.2	2.3x	23.8x	17.5x	34.1x
<b>Mean</b>						<b>2.0x</b>	<b>15.5x</b>	<b>13.1x</b>	<b>24.3x</b>
<b>Physician Services</b>									
ASTH	Astrana Health	\$41.99	91.9%	\$1,882.8	\$1,704.1	1.2x	15.6x	9.7x	32.6x
MD	Pediatrix Medical Group	\$10.03	66.0%	\$842.8	\$1,366.7	0.7x	NM	6.8x	NA
<b>Mean</b>						<b>1.0x</b>	<b>15.6x</b>	<b>8.2x</b>	<b>32.6x</b>
<b>Senior Living</b>									
BKD	Brookdale Senior Living	\$6.61	98.5%	\$1,251.5	\$5,671.0	1.9x	15.0x	14.9x	NA
ASE: NHC	National Healthcare	\$94.51	92.8%	\$1,450.7	\$1,322.2	1.2x	10.8x	NA	21.8x
SNDA	Sonida Senior Living	\$28.57	83.4%	\$377.2	\$1,051.1	4.1x	19.3x	NA	NA
VTR	Ventas	\$43.54	85.4%	\$17,523.2	\$31,059.0	NM	15.9x	16.4x	NA
<b>Mean</b>						<b>2.4x</b>	<b>15.2x</b>	<b>15.7x</b>	<b>21.8x</b>

# 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	
<b>Telemedicine</b>									
AMWL	Amwell	\$0.81	29.6%	\$234.5	-\$109.8	NA	NA	NA	NA
HIMS	Hims & Hers Health	\$15.47	90.2%	\$3,314.5	\$3,103.4	3.6x	NA	28.0x	NA
LFMD	LifeMD	\$10.28	85.6%	\$401.8	\$389.7	2.6x	NA	20.1x	NA
TDOC	Teladoc Health	\$15.10	49.7%	\$2,522.3	\$2,990.9	1.1x	27.9x	8.2x	NA

<b>Mean</b>	<b>2.4x</b>	<b>27.9x</b>	<b>18.8x</b>	<b>NA</b>
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<b>Diagnostic Services</b>									
LH	Laboratory Corporation of America	\$218.46	93.3%	\$18,372.5	\$23,805.4	2.0x	17.6x	10.7x	NM
DGX	Quest Diagnostics	\$133.11	89.6%	\$14,736.2	\$19,659.2	2.1x	11.4x	10.5x	17.8x

<b>Mean</b>	<b>2.0x</b>	<b>14.5x</b>	<b>10.6x</b>	<b>17.8x</b>
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<b>Managed Care</b>									
CNC	Centene	\$78.48	96.4%	\$41,979.4	\$41,320.4	0.3x	7.4x	8.8x	15.9x
CI	The Cigna Group	\$363.19	99.3%	\$103,017.9	\$132,938.9	0.7x	13.3x	10.1x	20.9x
CVS	CVS Health	\$79.76	95.8%	\$100,373.9	\$168,478.9	0.5x	9.3x	8.6x	12.3x
ELV	Elevance Health	\$518.54	99.5%	\$120,619.6	\$139,312.6	0.8x	13.3x	11.2x	20.6x
HUM	Humana	\$346.72	64.1%	\$41,796.7	\$48,814.7	0.5x	10.2x	12.4x	17.3x
MOH	Molina Healthcare	\$410.83	96.9%	\$24,068.0	\$17,346.0	0.5x	9.9x	8.4x	21.9x
UNH	UnitedHealth Group	\$494.70	89.2%	\$456,080.8	\$499,152.8	1.3x	13.7x	12.4x	20.7x

<b>Mean</b>	<b>0.6x</b>	<b>11.0x</b>	<b>10.3x</b>	<b>18.5x</b>
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<b>Healthcare IT</b>									
TBRG	TruBridge	\$9.22	29.8%	\$135.1	\$334.5	1.0x	NA	7.2x	NA
OMCL	Omnicell	\$29.23	37.9%	\$1,342.1	\$1,476.4	1.3x	24.3x	15.1x	NA
MDRX	Veradigm ( Healthcare Technology Systems)	\$7.70	54.6%	\$841.3	\$841.3	NA	NA	6.1x	NA

<b>Mean</b>	<b>1.1x</b>	<b>24.3x</b>	<b>9.5x</b>	<b>NA</b>
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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	
<b>Healthcare Distributors</b>									
CAH	Cardinal Health	\$111.90	96.4%	\$27,217.8	\$27,351.8	0.1x	14.5x	8.7x	NM
COR	Cencora	\$242.99	99.3%	\$48,420.5	\$50,476.4	0.2x	13.8x	12.4x	26.4x
HSIC	Henry Schein	\$75.52	88.1%	\$9,704.8	\$13,772.8	1.1x	16.0x	12.2x	23.9x
MCK	McKesson	\$536.85	99.4%	\$70,546.5	\$76,543.5	0.3x	17.7x	13.5x	24.3x
OMI	Owens & Minor	\$27.71	98.6%	\$2,122.5	\$4,199.4	0.4x	10.8x	7.4x	NA
SRCL	Stericycle	\$52.75	92.4%	\$4,882.9	\$6,630.7	2.5x	22.6x	13.9x	NA
TMO	Thermo Fisher Scientific	\$581.21	96.3%	\$221,622.5	\$248,569.5	NM	24.4x	23.1x	37.6x
<b>Mean</b>						<b>0.8x</b>	<b>17.1x</b>	<b>13.0x</b>	<b>28.1x</b>
<b>Healthcare Equipment &amp; Supplies</b>									
ABT	Abbott	\$113.66	93.4%	\$197,221.0	\$205,794.0	5.1x	20.3x	19.0x	34.9x
BAX	Baxter International	\$42.74	85.1%	\$21,769.5	\$33,005.5	2.2x	20.6x	10.5x	NA
BDX	Becton, Dickinson and Company	\$247.45	86.1%	\$71,488.9	\$86,416.9	4.4x	20.5x	15.2x	NM
BSX	Boston Scientific	\$68.49	99.4%	\$100,673.1	\$109,548.1	7.7x	NM	24.2x	NM
XRAY	Dentsply Sirona	\$33.19	76.8%	\$6,882.4	\$8,848.4	2.2x	NM	12.1x	NA
JNJ	Johnson & Johnson	\$158.19	89.9%	\$381,203.6	\$387,608.6	4.6x	17.6x	10.6x	30.4x
MDT	Medtronic	\$87.15	94.7%	\$115,719.7	\$132,784.7	4.1x	14.9x	13.6x	27.7x
SIE	Siemens	\$191.33	94.0%	\$150,842.5	\$187,472.2	2.2x	11.8x	12.3x	16.1x
TFX	Teleflex	\$226.17	81.8%	\$10,642.8	\$12,346.3	4.2x	16.5x	13.8x	29.9x
<b>Mean</b>						<b>4.1x</b>	<b>17.5x</b>	<b>14.6x</b>	<b>27.8x</b>
<b>OVERALL HEALTHCARE SECTOR</b>					<b>Mean</b>	<b>1.8x</b>	<b>16.8x</b>	<b>12.3x</b>	<b>23.6x</b>

Source: Pitchbook

# 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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