

HEALTHCARE SERVICES



Quarterly Update
Second Quarter 2024

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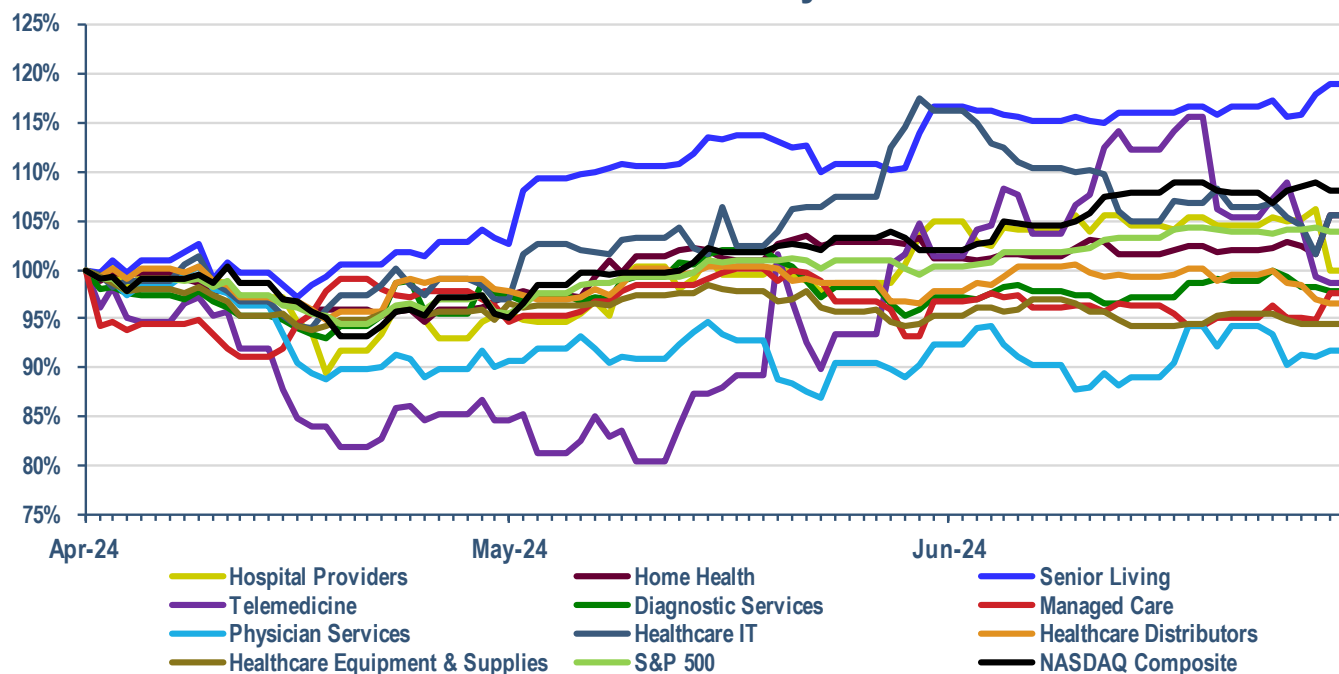
KEY HIGHLIGHTS

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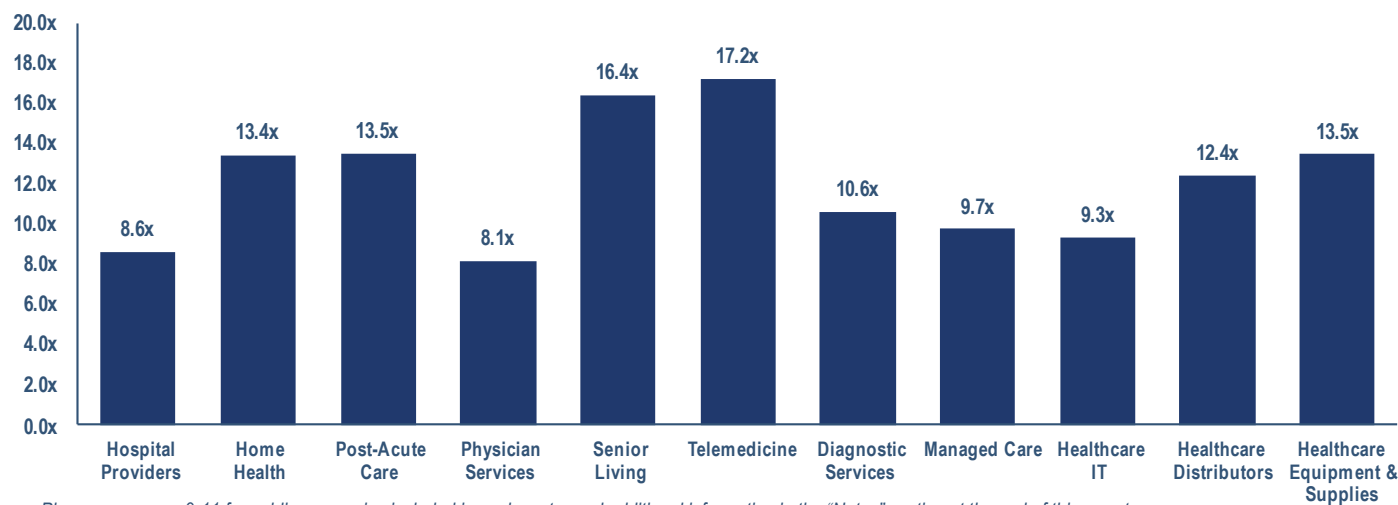
- Healthcare M&A transaction volume declined slightly in Q2 2024 with 496 deals, a 2% drop from the prior quarter and 18% lower than Q2 2023*
- Announced transaction value totaled \$47.3 billion, a 12% decline from the prior quarter and a 20% decline compared with Q2 2023
- Physician Medical Groups (PMG) again drove much of the quarterly volume with approximately 120 transactions announced, in line with the prior quarter, but a year-over-year decline of almost 20%
- M&A in the Health Provider sector remained relatively flat compared to the prior quarter, but included several large, strategic transactions by academic medical centers, cross-market and regional transactions
- Q2 M&A transactions in the Home Health & Hospice sector increased 50% over the previous quarter as more patients seek alternatives to facility-based care, turning toward lower acuity home health services
- Private equity remained an active buyer in the healthcare M&A marketplace, accounting for 38% of all quarterly transactions

*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

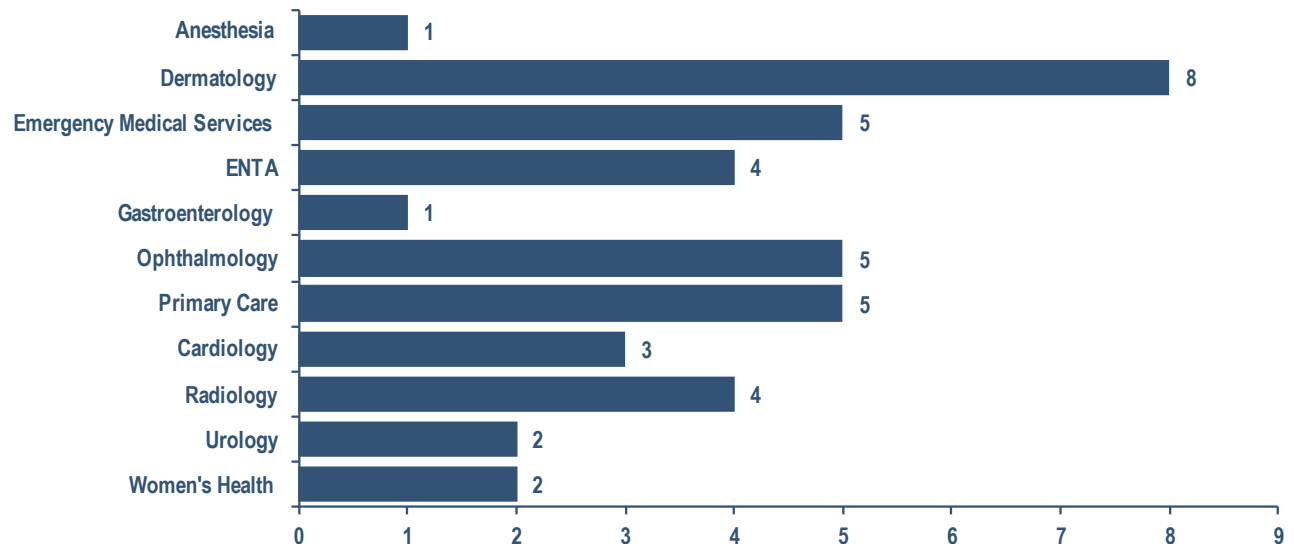
- Q2 M&A in the PMG sector totaled approximately 120 transactions, an increase from the prior quarter, but a year-over-year decline of almost 20%
- Private equity-backed platforms remained the primary buyer in the physician market, with almost 80 deals announced
- Dental care accounted for the most deals in the PMG sector in Q2, representing approximately 60% of M&A transactions
 - Similar to Q1, MB2 Dental Solutions, a portfolio company of Charlesbank Capital Partners, was the most active private equity-backed buyer with over 20 deals in the quarter
- Notable transactions of Q2 include:
 - Silver Oak-backed Integrated Oncology Network’s acquisition of Urology Partners
 - InTandem Capital-backed Ivy Fertility acquisition of Dallas IVF
 - Kohlberg & Company’s Spire Orthopedic Partners’ acquisition of 35-provider Ortho Rhode Island

Notable M&A Transactions

| Date | Target | Buyer | Industry | Deal Value (\$ Millions) |
|-----------|---|---|------------------|--------------------------|
| 6/26/2024 | Ortho Rhode Island | Spire Orthopedic Partners (Kohlberg & Company) | Orthopedic | NA |
| 6/4/2024 | New England Neurological Associates | Tufts Medicine | Orthopedic | NA |
| 5/31/2024 | Three Rivers Family Medicine | Kadlec Regional Medical Center (Providence Saint Joseph Health) | Primary Care | NA |
| 5/15/2024 | Gramercy Park Digestive Disease Center | Surgery Partners (NAS: SGRY) | Gastroenterology | NA |
| 5/7/2024 | Piedmont Family Practice | UVA Health | Primary Care | NA |
| 5/2/2024 | Urology Partners | Integrated Oncology Network (Silver Oak Services Partners) | Urology | NA |
| 5/1/2024 | Atria Heart | Cardiovascular Associates of America (Webster Equity Partners) | Cardiology | NA |
| 5/1/2024 | Urological Services | Solaris Health Holdings (Lee Equity Partners) | Urology | NA |
| 5/1/2024 | CornerStone Ear, Nose & Throat | SENTA Partners (Shore Capital Partners) | ENTA | NA |
| 5/1/2024 | Dallas IVF | Ivy Fertility (InTandem Capital Partners) | Fertility | NA |
| 4/4/2024 | SouthernMED Pediatrics, Sweetgrass Pediatrics | U.S. Pediatric Partners (Webster Equity Partners) | Pediatrics | NA |
| 4/3/2024 | The Woman's Group | Femwell Group Health, Inc. (LightBay Capital) | Women's Health | NA |
| 4/3/2024 | Station Dental | Smile Partners USA (Silver Oak Services Partners) | Dental | NA |

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

Deal Count by Specialty (Q2 2024)



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

SUB-SECTOR HIGHLIGHTS: *Hospital Providers*

COMMENTARY

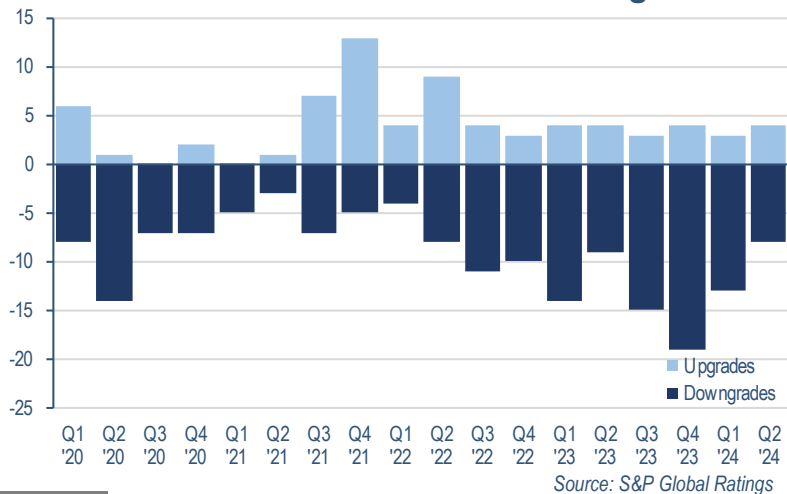
- M&A volume in the Hospital sector remained flat in Q2 with almost 20 deal announcements
- Predominant transaction activity focused on strategic partnership models, enabling hospitals to enhance access to care, launch new services, or strengthen and stabilize systems
- Religious, academic, and not-for-profit entities all made acquisitions in Q2, but for the first time in many years, there were no for-profit health system acquirors during the quarter
- Notable transactions of Q2 include:
 - Kaiser Permanente's Risant Health acquisition of \$2.8 billion Cone Health
 - Common Spirit's acquisition of 5 hospitals and 35 clinics for \$685 million
 - University of Alabama at Birmingham Health System's agreement to acquire Ascension St. Vincent's five hospitals and other healthcare sites in Alabama for \$450 million
 - Catholic Healthcare International's agreement to acquire Trinity Health Livingston
 - Jefferson and Lehigh Valley Health Network's combination to become one of the 15 largest nonprofit hospital systems in the country
 - Hamilton Health Care System's acquisition of one of Community Health System's Tennova Healthcare's hospitals in Tennessee for \$160 million
 - Ardent Health Partners' registration with the SEC for its initial public offering, which was declared effective on July 17, 2024

Notable M&A Transactions

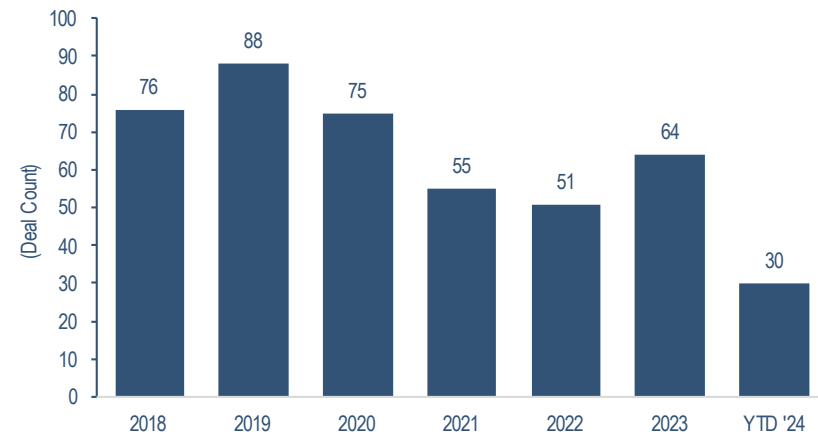
| Date | Status | Target | Buyer | Industry | Bed Count | Revenue (\$ Millions) | Deal Value (\$ Millions) |
|-----------|-----------|---|-------------------------------------|---------------|-----------|-----------------------|--------------------------|
| 6/25/2024 | Announced | Ascension St. Vincent's Health System | UAB Health System | Health System | 776 | \$824.0 | \$450.0 |
| 6/21/2024 | Announced | Cone Health | Risant Health | Health System | 1,151 | \$1,324.0 | NA |
| 6/13/2024 | Announced | EI Centro Regional Medical Center | Imperial Valley Healthcare District | Hospital | 161 | \$146.0 | NA |
| 5/31/2024 | Announced | Trinity Health Livingston | Catholic Healthcare International | Hospital | 66 | \$200.0 | NA |
| 5/15/2024 | Announced | Lehigh Valley Health Network | Jefferson Health System | Health System | 2,062 | \$3,917.0 | NA |
| 5/1/2024 | Closed | 5 Steward Health hospitals ^[1] | CommonSpirit Health | Hospital | 493 | \$638.9 | \$685.0 |
| 5/1/2024 | Closed | Liberty Hospital | University of Kansas Health System | Hospital | 199 | \$303.0 | \$324.0 |
| 4/26/2024 | Closed | St. Claire HealthCare | UK Healthcare | Health System | 130 | \$175.0 | NA |
| 4/18/2024 | Announced | Tennova Healthcare - Cleveland | Hamilton Health Care System | Hospital | 350 | \$167.0 | \$160.0 |

[1] Bed count and revenue figures are approximate
Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

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



Closed Hospital Transactions



SUB-SECTOR HIGHLIGHTS: *Senior Living*

Notable M&A Transactions

COMMENTARY

- Senior Living and Care M&A activity rose to 183 publicly announced transactions in Q2 2024, 21% higher than Q1 and 49% higher than the same period a year prior
- Of the 183 M&A transactions for the quarter, 45% were assisted living followed by skilled nursing at 35%
- Senior living occupancy rates exceeded 85% in Q2 2024, an increase of 50 basis points from Q1 2024 and represents 12 consecutive quarters of occupancy gain for the industry, according to NIC MAP Vision from The National Investment Center for Seniors Housing & Care
- Q2 2024 occupancy rates of 85.9% are approaching peak occupancy levels last seen in 2020 of 87.1%
- Notable transactions of Q2 include:
 - The Ensign Group Inc. (NASDAQ: ENSG) acquired almost 10 facilities in Q2, kickstarting growth in one market, expanding its footprint in five others to strengthen its position in the post-acute segment
 - PACS Group (NYSE: PACS) is acquiring 53 skilled nursing, assisted and independent living facilities located across eight states, including five new markets for the company
 - CareTrust REIT (NYSE: CTRE) acquired almost 20 skilled nursing facilities

| Date | Target | Buyer | Industry | Deal Value (\$ Millions) |
|-----------|--|--|--------------------|--------------------------|
| 6/1/2024 | Stayton At Museum Way | Buckner Westminster Place | Independent Living | \$81.0 |
| 5/31/2024 | White Oak Manor | National Healthcare (ASE: NHC) | Assisted Living | NA |
| 5/22/2024 | Portfolio of 53 skilled nursing facilities | PACS Group (NYS: PACS) | Skilled Nursing | NA |
| 5/13/2024 | United Methodist Homes | Masonicare | Assisted Living | NA |
| 5/1/2024 | Hillside Village | The Ensign Group (NAS: ENSG) | Assisted Living | NA |
| 5/1/2024 | River Park Post Acute and Elmwood Senior Living | The Ensign Group (NAS: ENSG) | Skilled Nursing | NA |
| 5/1/2024 | 12 community portfolio in Wisconsin | Adava Care | Assisted Living | NA |
| 5/1/2024 | Trinity Hills of Knoxville | Bourne Financial Group, SRI Management | Assisted Living | NA |
| 5/1/2024 | Veranda Senior Living | Pennant Group (NAS: PNTG) | Independent Living | NA |
| 4/23/2024 | Prosper at Wickliffe | Phorcys Capital Partners | Memory Care | \$13.0 |
| 4/19/2024 | 15 community portfolio (Retirement Housing Foundation) | Pacifica Companies | Independent Living | \$180.5 |
| 4/1/2024 | Validus Senior Living | Distinctive Living | Independent 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 |
| Market Fundamentals 2Q24 | | | | |
| Occupancy | 85.9% | 87.6% | 84.3% | 84.3% |
| Annual Rent Growth | 4.4% | 3.8% | 5.2% | 4.4% |
| Annual Absorption | 4.4% | 3.9% | 5.0% | 2.2% |
| Annual Inventory Growth | 1.5% | 1.3% | 1.6% | -0.5% |
| Construction vs. Inventory | 3.8% | 3.6% | 3.9% | 0.1% |
| Rolling 4-Quarter Starts vs. Inventory | 1.3% | 1.2% | 1.3% | 0.0% |
| Capital Markets 1Q24 | | | | |
| Transaction Volume (millions) | | \$739.6 | | \$493.3 |
| Rolling 4-Quarter Price Per Unit | | \$108,913 | | \$81,434 |

Source: NIC Map Vision

SUB-SECTOR HIGHLIGHTS: *Outpatient Services*

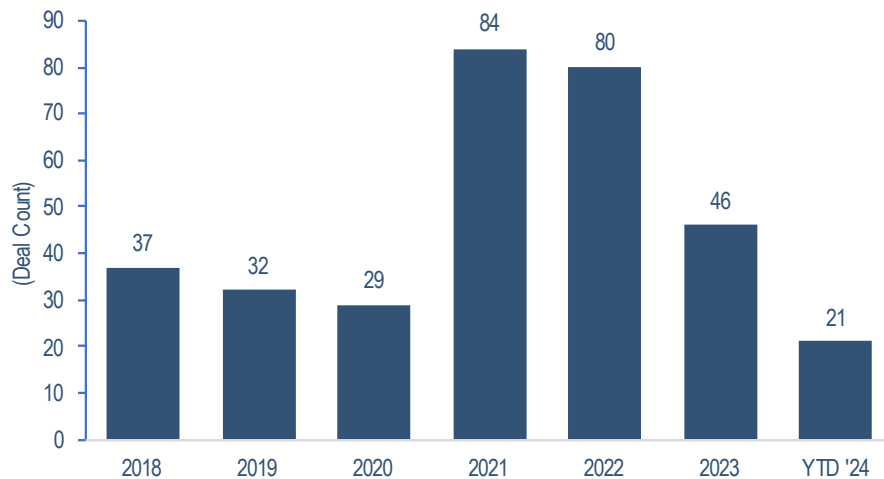
COMMENTARY

- Q2 M&A transactions in the Home Health & Hospice sector increased 50% over the previous quarter
- Once a popular area of investment for PE firms, increased regulatory scrutiny and the recent expansion of the “36-month rule” to hospice transactions have resulted in lower hospice M&A volume
- However, recognizing the need to scale, local community-based hospice providers are increasingly affiliating with each other or pursuing acquisitions
- Notable transactions of Q2 include:
 - An Altaris Capital affiliate announced the acquisition of Sharecare (Nasdaq: SHCR), a digital health company for approximately \$518 million
 - Addus HomeCare acquired Gentiva’s personal care operations for \$350 million
 - BrightSpring Health Services (NASDAQ: BTSG) executed a definitive agreement to acquire Haven Hospice for \$60 million
 - Parkview Health and CommonSpirit Health at Home formed a new joint venture to provide home-based healthcare throughout northeast Indiana
 - HouseWorks, one of the largest non-franchised homecare providers, acquired AccordCare’s personal care division

Notable M&A Transactions

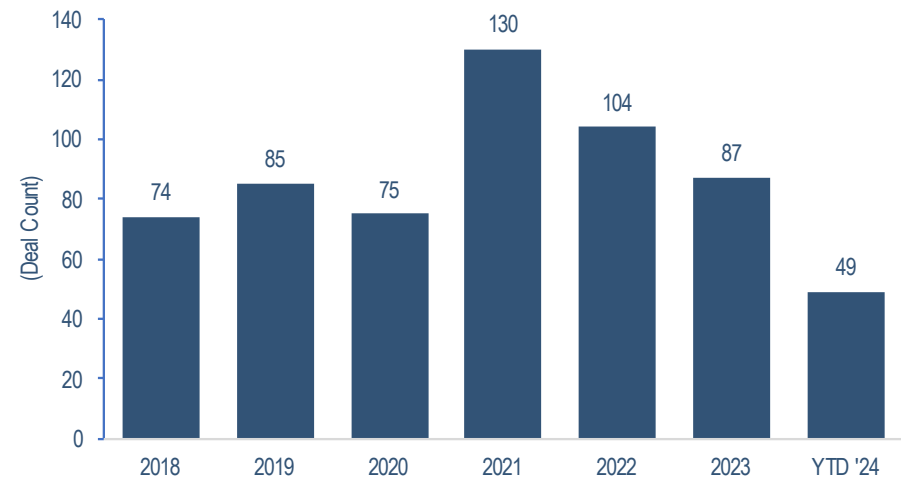
| Date | Target | Buyer | Industry | Deal Value (\$ Millions) |
|------------|--|--|-------------|--------------------------|
| 6/28/2024 | Caregivers Home Health | Elara Caring | Home Health | NA |
| 6/24/2024 | Haven Hospice | Brightspring Health Services (NAS: BTSG) | Hospice | \$60.0 |
| 6/21/2024 | Mid-Delta Hospice | Bristol Hospice (Webster Equity Partners) | Hospice | NA |
| 6/10/2024 | Gentiva's personal care operations | Addus HomeCare (NAS: ADUS) | Home Health | \$350.0 |
| 6/6/2024 | LifeCare Home Health Family | Zenyth Partners | Home Health | NA |
| 5/29/2024 | AccordCare's personal care division in Connecticut | HouseWorks, LLC (InTandem Capital Partners) | Home Health | NA |
| 5/22/2024 | 1 home-based primary care group | Brightspring Health Services (NAS: BTSG) | Home Health | NA |
| 5/16/2024 | Nurses on Wheels | The Pennant Group, Inc. (NAS: PNTG) | Hospice | NA |
| 5/1/2024 | South Davis Home Health and South Davis Hospice | The Pennant Group, Inc. (NAS: PNTG) | Home Health | NA |
| 5/1/2024 | Specialty Service Solutions | Family Resource Home Care (Great Point Partners) | Home Health | NA |
| 4/26/2024 | 1 home care services company in Massachusetts | Nova Leap Health Corp. (OTC: NVLPF) | Home Health | \$0.3 |
| 04/17/2024 | HomeCare Hospice | Legacy Hospice (Prairie Capital) | Hospice | NA |

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

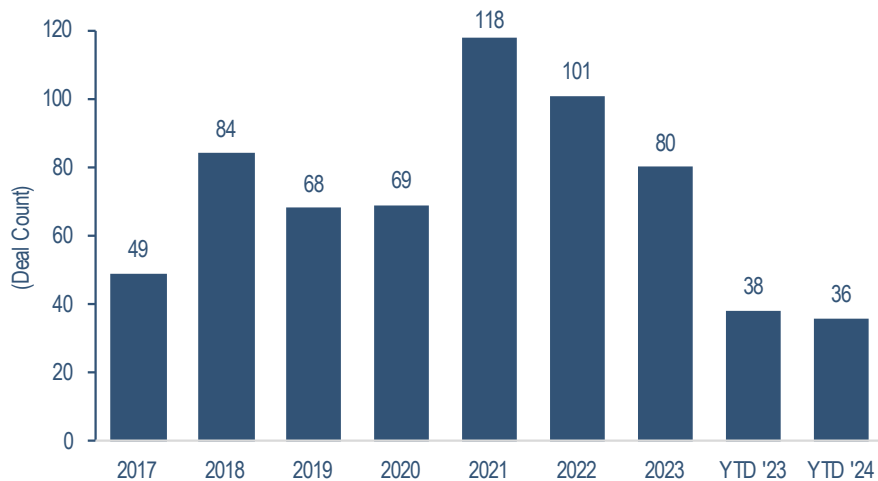
- Behavioral Healthcare M&A activity was relatively flat in Q2 2024, but remains attractive for investors given the high demand and lack of access
- Private equity investors continue to be the primary drivers of deal activity in the sector
- Notable transactions of Q2 include:
 - Tenex Capital acquired Behavioral Innovations from Shore Capital Partners for \$300 million
 - Comvest Partners-backed Your Behavioral Health acquired Insight Treatment Programs
 - Optum-backed Refresh Mental Health acquired CARE Counseling, an outpatient mental health group
 - Acadia Healthcare (Nasdaq: ACHC) acquired three comprehensive treatment centers in North Carolina

Notable M&A Transactions

| Date | Target | Buyer | Industry | Deal Value (\$ Millions) |
|-----------|---|---|--------------------------|--------------------------|
| 6/28/2024 | Developmental Disability Centers of Nebraska | LITALICO Inc. (TYO: 7366) | Developmental Disability | \$50 |
| 5/31/2024 | Behavioral Innovations | Tenex Capital Management | Autism | \$300 |
| 5/23/2024 | Serenity Park Recovery Center | Pathways Recovery Centers | Substance Use Disorder | NA |
| 5/17/2024 | Reset Behavior Health | 1Care Hospice (1Care Health) | Autism | NA |
| 5/13/2024 | Louisville Addiction Center; Lexington Addiction Center | Tulip Hill Recovery | Substance Use Disorder | NA |
| 5/8/2024 | Spectrum Behavioral Therapies, Inc. | Optimal Investment Group | Autism | NA |
| 4/30/2024 | Insight Treatment Programs | Your Behavioral Health (Comvest Partners) | Counseling | NA |
| 4/23/2024 | First Steps Recovery | Avesi Partners | Substance Use Disorder | NA |
| 4/11/2024 | CARE Counseling | Refresh Mental Health (Optum) | Counseling | NA |

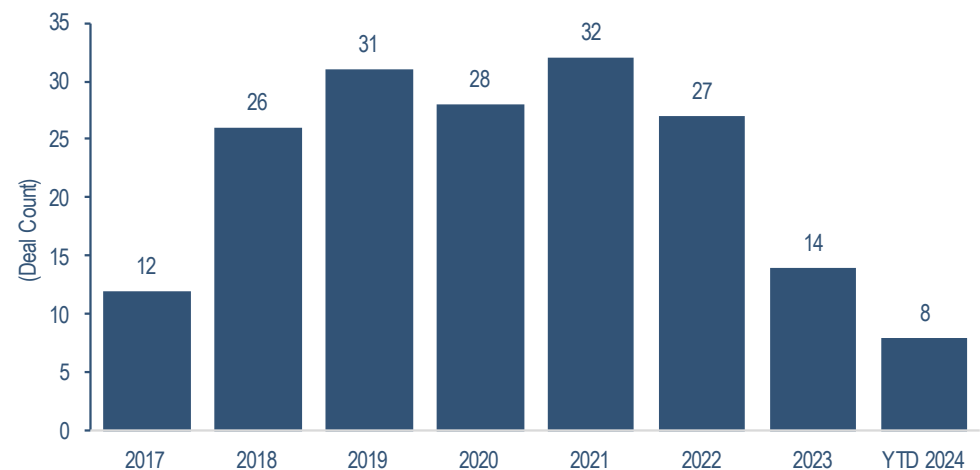
Source: Pitchbook, Irving Levin Healthcare M&A, and SOLIC Research

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 ^[1] |
|-----------|--|--|--------------|---------------------------|
| 6/19/2024 | Physicians Health Plan of Northern Indiana | Priority Health | Managed Care | NA |
| 6/5/2024 | Assured Health Group | Alliant Insurance Services (Stone Point Capital) | Managed Care | NA |
| 5/22/2024 | 1 institutional special needs health plan | Brightspring Health Services (NAS: BTSG) | Managed Care | NA |
| 4/18/2024 | Talerity, LLC | Inszone Insurance Services | Managed Care | NA |

Notable M&A Transactions: *Telemedicine*

| Date | Target | Buyer | Industry | Deal Value ^[1] |
|-----------|-------------------|---|------------|---------------------------|
| 6/28/2024 | MeMD | Fabric (General Catalyst, Thrive Capital) | Telehealth | NA |
| 5/31/2024 | Remission Medical | MedVanta | Telehealth | NA |
| 5/20/2024 | Eden Health, Inc. | Centivo | Telehealth | NA |
| 5/2/2024 | Horizon Virtual | Avel eCare (Aquiline Capital Partners) | Telehealth | NA |
| 5/1/2024 | Major Care | Pacify (Advantia Health) | Telehealth | NA |

Notable M&A Transactions: *Diagnostic Services*

| Date | Target | Buyer | Industry | Deal Value ^[1] |
|-----------|----------------------------------|---|-------------|---------------------------|
| 5/14/2024 | Associate Pathologists of Joliet | Versant Diagnostics (Iron Path Capital) | Diagnostics | NA |
| 5/13/2024 | Grossman Imaging Centers | Radnet, Inc (NAS: RDNT) | Diagnostics | \$10.5 |
| 5/13/2024 | Antelope Valley Imaging | Radnet, Inc (NAS: RDNT) | Diagnostics | \$3.5 |
| 5/1/2024 | PathAI Diagnostics | Quest Diagnostics, Inc (NYS: DGX) | Diagnostics | NA |
| 4/24/2024 | Invitae Corporation | Labcorp (NYS: LH) | Diagnostics | \$239.0 |

Notable M&A Transactions: *Pharmacy / PBM*

| Date | Target | Buyer | Industry | Deal Value ^[1] |
|-----------|--------------------------|--|-----------------|---------------------------|
| 6/26/2024 | Agile Therapeutics | Exeltis USA (Insud Pharma) | Pharmaceuticals | \$45.0 |
| 6/24/2024 | Alimera Sciences | ANI Pharmaceuticals (NAS: ALIM) | Pharmaceuticals | \$381.0 |
| 5/30/2024 | Harvest of Ohio | Trulieve Cannabis Corp (OTC: TCNNF) | Pharmaceuticals | NA |
| 5/15/2024 | Absolute Biotech | Vector Laboratories (Thompson Street Capital Partners) | Pharmaceuticals | NA |
| 4/11/2024 | Arvinas (ARV-766, AR-V7) | Novartis AG (NYS: NVS) | Pharmaceuticals | \$150.0 |

[1] Deal Value is in \$Millions

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 | \$3.36 | 64.6% | \$466.9 | \$13,196.9 | 1.1x | 8.5x | 8.5x | NA |
| HCA | HCA Management Services | \$321.28 | 93.3% | \$84,147.8 | \$127,851.8 | 1.9x | 9.7x | 9.6x | 16.0x |
| THC | Tenet Healthcare | \$133.03 | 93.4% | \$12,994.8 | \$27,610.8 | 1.3x | 4.5x | 7.6x | 5.2x |
| UHS | Universal Health Services | \$184.93 | 95.3% | \$12,377.2 | \$17,626.5 | 1.2x | 9.6x | 8.7x | 15.7x |
| Mean | | | | | | 1.4x | 8.1x | 8.6x | 12.3x |
| Home Health | | | | | | | | | |
| ADUS | Addus HomeCare | \$116.11 | 96.3% | \$2,101.0 | \$2,174.0 | 2.0x | 19.7x | 16.3x | 28.8x |
| AMED | Amedisys | \$91.80 | 94.3% | \$2,999.7 | \$3,427.8 | 1.5x | 29.1x | 13.5x | NA |
| EHAB | Enhabit Home Health | \$8.92 | 61.1% | \$447.4 | \$1,050.1 | 1.0x | NA | 10.4x | NA |
| Mean | | | | | | 1.5x | 24.4x | 13.4x | 28.8x |
| Post-Acute Care | | | | | | | | | |
| EHC | Encompass Health | \$85.79 | 97.6% | \$8,637.8 | \$12,084.3 | 2.4x | 11.4x | 11.5x | 22.5x |
| SEM | Select Medical Holdings | \$35.06 | 98.0% | \$4,558.9 | \$9,830.4 | 1.4x | 11.8x | 11.3x | 16.7x |
| ENSG | The Ensign Group | \$123.69 | 97.0% | \$7,040.8 | \$8,456.1 | 2.2x | 23.0x | 17.8x | 32.6x |
| Mean | | | | | | 2.0x | 15.4x | 13.5x | 23.9x |
| Physician Services | | | | | | | | | |
| ASTH | Astrana Health | \$40.56 | 88.7% | \$1,843.1 | \$1,738.3 | 1.2x | 14.7x | 9.8x | 30.7x |
| MD | Pediatrix Medical Group | \$7.55 | 50.3% | \$635.3 | \$1,298.5 | 0.6x | NM | 6.5x | NA |
| Mean | | | | | | 0.9x | 14.7x | 8.1x | 30.7x |
| Senior Living | | | | | | | | | |
| BKD | Brookdale Senior Living | \$6.83 | 89.6% | \$1,318.3 | \$5,742.5 | 1.9x | 14.5x | 14.7x | NA |
| ASE: NHC | National Healthcare | \$108.40 | 99.0% | \$1,669.3 | \$1,539.3 | 1.3x | 10.8x | NA | 20.6x |
| SNDA | Sonida Senior Living | \$27.50 | 80.3% | \$381.0 | \$984.8 | 3.8x | 17.2x | NA | NA |
| VTR | Ventas | \$51.26 | 100.0% | \$20,748.7 | \$34,214.7 | NM | 17.5x | 18.1x | NA |
| Mean | | | | | | 2.3x | 15.0x | 16.4x | 20.6x |

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 | \$6.50 | 13.1% | \$96.3 | -\$186.8 | NA | NA | NA | NA |
| HIMS | Hims & Hers Health | \$20.19 | 78.4% | \$4,336.5 | \$4,144.8 | 4.3x | NM | 31.6x | NA |
| LFMD | LifeMD | \$6.86 | 53.3% | \$285.1 | \$272.0 | 1.7x | NA | 14.2x | NA |
| TDOC | Teladoc Health | \$9.78 | 32.2% | \$1,658.6 | \$2,150.9 | 0.8x | 18.1x | 5.9x | NA |
| Mean | | | | | | 2.3x | 18.1x | 17.2x | NA |
| Diagnostic Services | | | | | | | | | |
| LH | Laboratory Corporation of America | \$203.51 | 86.9% | \$17,154.6 | \$23,039.0 | 1.9x | 17.0x | 10.4x | NM |
| DGX | Quest Diagnostics | \$136.88 | 94.0% | \$15,201.4 | \$20,193.4 | 2.2x | 11.7x | 10.8x | 18.4x |
| Mean | | | | | | 2.0x | 14.3x | 10.6x | 18.4x |
| Managed Care | | | | | | | | | |
| CNC | Centene | \$66.30 | 81.4% | \$35,381.4 | \$33,820.4 | 0.2x | 6.0x | 7.4x | 13.1x |
| CI | The Cigna Group | \$330.57 | 90.4% | \$93,906.3 | \$124,997.3 | 0.6x | 14.8x | 9.5x | 27.1x |
| CVS | CVS Health | \$59.06 | 70.9% | \$74,142.3 | \$143,027.3 | 0.4x | 8.3x | 8.2x | 10.4x |
| ELV | Elevance Health | \$541.86 | 98.5% | \$125,937.9 | \$146,264.9 | 0.9x | 13.7x | 11.1x | 20.5x |
| HUM | Humana | \$373.65 | 70.4% | \$45,025.1 | \$52,383.1 | 0.5x | 12.3x | 13.1x | 23.0x |
| MOH | Molina Healthcare | \$297.30 | 70.1% | \$17,417.0 | \$10,862.0 | 0.3x | 6.3x | 5.7x | 16.1x |
| UNH | UnitedHealth Group | \$509.26 | 91.8% | \$468,715.3 | \$519,872.3 | 1.4x | 17.9x | 13.1x | 31.1x |
| Mean | | | | | | 0.6x | 11.3x | 9.7x | 20.2x |
| Healthcare IT | | | | | | | | | |
| TBRG | TruBridge | \$10.00 | 37.4% | \$150.1 | \$335.2 | 1.0x | NA | 7.4x | NA |
| OMCL | Omnicell | \$27.07 | 36.1% | \$1,243.1 | \$1,334.3 | 1.2x | 22.0x | 13.1x | NA |
| MDRX | Veradigm (Healthcare Technology Systems) | \$9.50 | 67.4% | \$1,022.6 | \$1,022.6 | NA | NA | 7.4x | NA |
| Mean | | | | | | 1.1x | 22.0x | 9.3x | NA |

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 | | |
| Healthcare Distributors | | | | | | | | | | |
| CAH | Cardinal Health | \$98.32 | 84.7% | \$23,947.5 | \$26,086.5 | 0.1x | 15.4x | 8.7x | NM | |
| COR | Cencora | \$225.30 | 91.3% | \$44,368.0 | \$47,692.5 | 0.2x | 13.1x | 10.9x | 24.6x | |
| HSIC | Henry Schein | \$64.10 | 77.6% | \$8,208.1 | \$12,202.1 | 1.0x | 14.2x | 10.8x | 21.6x | |
| MCK | McKesson | \$584.04 | 95.4% | \$75,756.3 | \$78,935.3 | 0.3x | 17.3x | 13.5x | 26.1x | |
| OMI | Owens & Minor | \$13.50 | 47.6% | \$1,032.7 | \$3,217.9 | 0.3x | 8.2x | 5.7x | NA | |
| SRCL | Stericycle | \$58.13 | 97.8% | \$5,394.5 | \$7,296.7 | 2.8x | 25.1x | 15.3x | NA | |
| TMO | Thermo Fisher Scientific | \$553.00 | 91.6% | \$211,089.1 | \$239,554.1 | NM | 23.2x | 21.9x | 35.5x | |
| Mean | | | | | | 0.8x | 16.6x | 12.4x | 26.9x | |
| Healthcare Equipment & Supplies | | | | | | | | | | |
| ABT | Abbott | \$103.91 | 85.4% | \$180,765.3 | \$188,933.3 | 4.7x | 18.8x | 17.6x | 32.4x | |
| BAX | Baxter International | \$33.45 | 66.6% | \$17,045.5 | \$28,251.5 | 1.9x | 16.8x | 7.7x | NA | |
| BDX | Becton, Dickinson and Company | \$233.71 | 81.3% | \$67,543.7 | \$82,379.7 | 4.2x | 19.1x | 13.5x | NM | |
| BSX | Boston Scientific | \$77.01 | 98.7% | \$113,218.5 | \$122,132.5 | 8.3x | NM | 25.7x | NM | |
| XRAY | Dentsply Sirona | \$24.91 | 59.8% | \$5,172.1 | \$7,091.1 | 1.8x | 22.9x | 9.9x | NA | |
| JNJ | Johnson & Johnson | \$146.16 | 83.1% | \$351,760.2 | \$359,174.2 | 4.0x | 13.1x | 10.7x | 21.8x | |
| MDT | Medtronic | \$78.71 | 86.5% | \$100,927.5 | \$118,152.5 | 3.7x | 14.4x | 12.1x | 28.5x | |
| SIE | Siemens | \$186.02 | 91.3% | \$146,942.2 | \$186,467.7 | 2.2x | 13.7x | 10.9x | 19.0x | |
| TFX | Teleflex | \$210.33 | 80.0% | \$9,907.1 | \$11,532.6 | 3.8x | 18.2x | 12.9x | 33.7x | |
| Mean | | | | | | 3.8x | 17.1x | 13.5x | 27.1x | |
| OVERALL HEALTHCARE SECTOR | | | | | | Mean | 1.7x | 15.3x | 11.9x | 22.5x |

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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