

# Q4 2015 Healthcare Services Market Snapshot

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## Q4 2015 Healthcare Services M&A Overview

	Q4 Data	% Change from Q3 2015	
<i>Number of Deals</i>	<b>115</b>	<b>-14.2%</b>	<ul style="list-style-type: none"> <li>The number of Healthcare Services deals decreased slightly from Q3 2015, when it hit a last twelve months (LTM) high of 134 deals</li> <li>Q3 2015 was an outlier in many respects due to significant M&amp;A action, and Q4 returned to results more in line with prior LTM performance</li> </ul>
<i>Total Enterprise Value (\$M)</i>	<b>\$8,311.0</b>	<b>-82.0%</b>	<ul style="list-style-type: none"> <li>Total enterprise value (EV) fell significantly from Q3, when it reached a high of \$46,236.5M, due to a relative lack of blockbuster deals like the Aetna-Humana merger announced in Q3 for \$33,862.0M</li> </ul>
<i>Median Announced Deal Size (\$M)</i>	<b>\$27.7</b>	<b>-2.7%</b>	<ul style="list-style-type: none"> <li>Median announced deal size experienced a slight drop from Q3 but remained above \$25M</li> </ul>
<i>Median EV/LTM EBITDA Multiple</i>	<b>11.3x</b>	<b>-25.4%</b>	<ul style="list-style-type: none"> <li>The announced multiple also decreased from Q3 but remained high at 11.3x</li> </ul>

Source: Signal Hill

	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 2015	Q4 2015
Number of Deals	104	111	100	126	103	113	134	115
<i>% change from prior quarter</i>	18.2%	6.7%	(9.9)%	26.0%	(18.3)%	9.7%	18.6%	(14.2)%
Total Enterprise Value (\$M)	\$15,277.5	\$9,139.5	\$15,229.5	\$18,125.4	\$24,820.6	\$71,475.9	\$46,236.5	\$8,311.0
<i>% change from prior quarter</i>	165.4%	(40.2)%	66.6%	19.0%	36.9%	188.0%	(35.3)%	(82.0)%
Median Announced Deal Size (\$M)	\$24.7	\$20.4	\$33.9	\$34.2	\$22.0	\$35.0	\$28.5	\$27.7
<i>% change from prior quarter</i>	(7.2)%	(17.5)%	66.2%	0.9%	(35.8)%	59.3%	(18.6)%	(2.7)%
Median EV/TTM EBITDA Multiple	24.0x	12.2x	13.2x	11.7x	11.2x	10.4x	15.1x	11.3x
<i>% change from prior quarter</i>	50.0%	(49.2)%	8.8%	(12.0)%	(3.6)%	(7.9)%	46.2%	(25.4)%

## Notable Q4 2015 Healthcare Services M&A Transactions



**AmerisourceBergen Drug  
Acquired PharMEDium  
Healthcare Holdings**

Enterprise Value: \$3,060.79M  
*Oct. 6, 2015*

- AmerisourceBergen Drug Corporation completed the acquisition of PharMEDium healthcare holdings, the leading national provider of outsourced compounded sterile preparations (CSPs) to acute care hospitals in the United States
- The acquisition strengthens Amerisource's core business and expands its service offerings for health systems



**Pamplona Capital Management  
Acquired MedAssets**

Enterprise Value: \$2,775.22M  
*Nov. 2, 2015*

- Pamplona Capital Management acquired MedAssets in a deal that closed in Q1 2016. The transaction was one of the largest healthcare services mergers announced in Q4
- Pamplona plans to split MedAssets in two, absorbing its revenue-cycle management business and selling its group purchasing and consulting business to the VHA-UHC Alliance, already one of the biggest GPO players in healthcare



**WellStar Health System to  
Acquire Certain Tenet  
Healthcare Hospitals**

Enterprise Value: \$661.0M  
*Dec. 1, 2015*

- WellStar Health System will acquire five Tenet Healthcare Corp. hospitals in a deal expected to close in March 2016
- The deal expands WellStar's geographic reach into Atlanta, GA and adds trauma centers and physician clinics to the system's operations

# Notable Q4 2015 Healthcare Services M&A Transactions



**InnovAge Acquired by Welsh,  
Carson, Anderson & Stowe**  
Enterprise Value: \$186.0M  
*Nov. 17, 2015*

- Denver-based InnovAge, a provider of services for the frail, elderly and disabled, accepted an acquisition bid from Welsh, Carson, Anderson & Stowe (WCAS) in order to convert from a nonprofit to a for-profit entity
- The first of its kind move will allow InnovAge to expand its operations in Colorado, California, and New Mexico



**Envision Healthcare Holdings  
Enters Agreement to Acquire  
Questcare Medical Services**  
Enterprise Value: \$135.0M  
*Nov. 3, 2015*

- Envision Healthcare Holdings will acquire Dallas-based Questcare Medical Services. Questcare clinicians manage patient care across multiple hospital-based clinical specialties including emergency department, hospitalist, critical care unit and pediatric and obstetric hospitalist care services. In addition, Questcare provides post-acute facility-based care as well as primary care, urgent care and telemedicine services
- The acquisition allows Envision to grow its clinical services offering by advancing its care coordination strategies and expanding its geographic presence

## Q4 2015 Healthcare Services M&A Transactions

Date Announced	Target	Acquirer	Enterprise Value	Enterprise Value	
				Revenue	EBITDA
29-Dec-15	80% in Indiana University Health La Porte Hospital Inc and Indiana University Health Starke Hospital	Community Health Systems, Inc.	NA	NA	NA
23-Dec-15	Community Portable X-Ray, Inc. and MetroStat Clinical Laboratory, Inc.	Schryver Medical Sales And Marketing, Inc.	NA	NA	NA
22-Dec-15	Adult Day Center	NewCourtland Elder Services	NA	NA	NA
19-Dec-15	Newtown Physical Therapy, Inc.	ATI Holdings	NA	NA	NA
19-Dec-15	Performance Rehabilitation of Western New England	Athletic & Therapeutic Institute of Naperville	NA	NA	NA
18-Dec-15	Immediate Medical Care Inc.	U.S. Healthworks, Inc.	NA	NA	NA
18-Dec-15	Texan Urgent Care PLLC	FastMed Urgent Care	NA	NA	NA
18-Dec-15	Managed Healthcare Solutions, Inc.	Arthur J Gallagher & Co.	NA	NA	NA
18-Dec-15	Equian	New Mountain Capital	\$225.00	NA	NA
18-Dec-15	HCR ManorCare, Arden Courts and Heartland of Louisville	Providence Group, Inc.	NA	NA	NA
17-Dec-15	Everest Inpatient Physicians and Geriatric Essentials	Team Health Holdings, Inc.	NA	NA	NA
17-Dec-15	Central Maryland Rehabilitation Services, Inc.	Pivot Physical Therapy	NA	NA	NA
16-Dec-15	Northside Anesthesiology Consultants,	Sheridan Healthcare, Inc.	NA	NA	NA
16-Dec-15	Arizona Center In Phoenix, Arizona	Angelo, Gordon & Co.; Parallel Capital Partners, Inc.	\$126.01	NA	NA
15-Dec-15	Alternacare Infusion Pharmacy and The Apothecary Shoppe Pharmacies	Amerita, Inc.; PharMerica Corporatio	NA	NA	NA
14-Dec-15	Verity Health System	BlueMountain Capital Management	NA	NA	NA
11-Dec-15	Solutions Recovery, Inc.	American Addiction Centers, Inc.	\$13.00	NA	NA
9-Dec-15	Senior Care Centers of America, Inc.	Audax Group, Inc.	NA	NA	NA
9-Dec-15	Alliance Home Health Inc.	Sutter Care at Home	NA	NA	NA
9-Dec-15	Spring Creek Rehabilitation and Healthcare Center	TL Management	NA	NA	NA
9-Dec-15	100-Unit Assisted Living and Alzheimer's Care Facility in Virginia Beach, Virginia	Greystone & Co. Inc.	\$27.45	NA	NA
7-Dec-15	Upstream Rehabilitation Inc.	Revelstoke Capital Partners	NA	NA	NA
7-Dec-15	Chandler Emergency Medical Group PLC	Sheridan Healthcare, Inc.	NA	NA	NA

## Q4 2015 Healthcare Services M&A Transactions

Date Announced	Target	Acquirer	Enterprise Value	Enterprise Value	
				Revenue	EBITDA
7-Dec-15	National Mentor Healthcare / Assets	Pinnacle Family Services	NA	NA	NA
7-Dec-15	Meridian Behavioral Health	Audax Group, Inc.	NA	NA	NA
7-Dec-15	American HomePatient, Inc.	Lincare Holdings Inc.	NA	NA	NA
4-Dec-15	Rittenhouse Senior Living of Hoover	Kayne Anderson Capital Advisors, L.P.	\$7.00	NA	NA
3-Dec-15	The Visiting Nurse Association of Greater Cincinnati and Northern Kentucky	LHC Group, Inc.	NA	NA	NA
3-Dec-15	Windsor Estates of St. Charles	Innovation Management Associates, Inc.	\$17.00	NA	NA
2-Dec-15	West Palm Hospital	JFK Medical Center Limited Partnership	NA	NA	NA
2-Dec-15	Medical Management Options, Inc.	Acadia Healthcare Company, Inc.	NA	NA	NA
2-Dec-15	Elmcraft Assisted Living, Skilled-Nursing Division	Signature HealthCARE	NA	NA	NA
1-Dec-15	Tenet Healthcare Corp. / Assets	Wellstar Health System, Inc.	\$661.00	NA	NA
1-Dec-15	Salem Hospital Corporation	Prime Healthcare Services, Inc.	NA	NA	NA
1-Dec-15	Family Hospice	New Century Hospice, Inc.	NA	NA	NA
1-Dec-15	Allied Healthcare International Inc.	Aurelius SE & Co. KGaA	\$28.63	0.1x	NA
1-Dec-15	Sparrow Health System, Inc. / Assets	Blue Cross Complete of Michigan	NA	NA	NA
1-Dec-15	Two Skilled Nursing Centers In Texas	LTC Properties Inc.	\$23.00	NA	NA
30-Nov-15	Better Health Network / Assets	Molina Healthcare of Illinois, Inc.	NA	NA	NA
30-Nov-15	Symbria, Inc.	Symbria, Inc., Employee Stock Ownership Plan	NA	NA	NA
25-Nov-15	Real Estate of New England Rehabilitation Hospital, Inc. And Braintree Rehabilitation Hospital	Alaska Permanent Fund	\$114.44	NA	NA
24-Nov-15	Hap Midwest Health Plan Inc / Assets	Molina Healthcare of Michigan, Inc.	NA	NA	NA
24-Nov-15	Superior Vision Services, Inc.	Centerbridge Partners, L.P.	NA	NA	NA
23-Nov-15	AdvoServ, Inc.	Wellspring Capital Management	NA	NA	NA
19-Nov-15	South Dakota State Medical Holding Company, Inc.	Avera Health	NA	NA	NA
19-Nov-15	ikaSystems Corporation	Blue Cross Blue Shield of Michigan, Inc.	NA	NA	NA
19-Nov-15	Oxton Place of Montgomery	Oxton Senior Living	NA	NA	NA
18-Nov-15	50-Unit/59-Bed Assisted Living Facility in Littleton, New Hampshire	Summit Healthcare REIT, Inc.	\$13.20	NA	NA
17-Nov-15	Corry Memorial Hospital	LECOM Health	NA	NA	NA
17-Nov-15	AxelaCare Health Solutions	OptumRx, Inc.	NA	NA	NA

## Q4 2015 Healthcare Services M&A Transactions

Date Announced	Target	Acquirer	Enterprise Value	Enterprise Value	
				Revenue	EBITDA
17-Nov-15	InnovAge Home Care	Welsh, Carson, Anderson & Stowe	\$186.00	NA	NA
13-Nov-15	Muhlenberg Community Hospital, Inc.	Owensboro Health Muhlenberg Community Hospital	NA	NA	NA
12-Nov-15	RegionalCare Hospital Partners, Inc.	Apollo Global Management, LLC	NA	NA	NA
12-Nov-15	BestCare Home Care	Addus HomeCare Corporation	NA	NA	NA
12-Nov-15	Columbia United Providers, Inc. / Assets	Molina Healthcare of Washington, Inc.	NA	NA	NA
10-Nov-15	Clinical Laboratory Partners / Assets	Quest Diagnostics Inc.	NA	NA	NA
9-Nov-15	University General Hospital, LP	Foundation Healthcare, Inc.	\$33.00	0.5x	NA
5-Nov-15	iVantage Health Analytics, Inc.	The Chartis Group, LLC	NA	NA	NA
5-Nov-15	Lake Huron Medical Center and St. Clare's Health System	Medical Properties Trust Inc.	\$130.00	NA	NA
5-Nov-15	St. Joseph Cancer Centers	SJ Medical Center, LLC	NA	NA	NA
5-Nov-15	Luker Pharmacy Management, Inc.	PharMerica Corporation	NA	NA	NA
4-Nov-15	Specialty Hospital of Washington LLC	BridgePoint Healthcare LLC	NA	NA	NA
4-Nov-15	Black Stone Of Cincinnati, LLC	National Health Industries, Inc.	\$41.00	0.9x	NA
4-Nov-15	The Aston Gardens at Parkland Commons Senior Living Facility	5999 N. University Drive, LLC	\$78.62	NA	NA
4-Nov-15	Eagle Medical Transports, LLC	LifeCare Medical Transports, Inc.	NA	NA	NA
3-Nov-15	Tenet Healthcare Corp., North Carolina Hospitals And Related Operations	DLP Healthcare, LLC	NA	NA	NA
3-Nov-15	Valley Anesthesiology Consultants, Ltd.	Sheridan Healthcare, Inc.	NA	NA	NA
3-Nov-15	Infinity HomeCare, L.L.C.	Amedisys Inc.	\$63.00	1.3x	9.8x
3-Nov-15	Questcare Medical Services, P.A. and QRx Medical Management, LLC	Envision Healthcare Holdings, Inc.	\$135.00	0.8x	NA
3-Nov-15	A Senior Living Community in Virginia	Capital Senior Living Corp.	\$38.00	NA	NA
3-Nov-15	Senior Living Communities in Columbiana, Ohio.	Capital Senior Living Corp.	\$13.30	NA	NA
3-Nov-15	Senior Living Community in Mahomet, Illinois	Capital Senior Living Corp.	\$15.50	NA	NA
3-Nov-15	Senior Living Community in Indianapolis, Indiana	Capital Senior Living Corp.	\$21.00	NA	NA
2-Nov-15	MedAssets, Inc.	Pamplona Capital Management LLP, Private Equity	\$2,775.22	3.6x	12.7x
2-Nov-15	Urgent Care Extra LLC, Nevada Operations	HCA Holdings, Inc.	NA	NA	NA
2-Nov-15	Heritage Home Healthcare Services, Inc.	Good Samaritan Society HCBS-Heritage, LLC	NA	NA	NA



## Q4 2015 Healthcare Services M&A Transactions

Date Announced	Target	Acquirer	Enterprise Value	Enterprise Value	
				Revenue	EBITDA
2-Nov-15	3 Skilled Nursing Facilities	The Ensign Group, Inc.	\$8.30	NA	NA
2-Nov-15	Haws Fulton Investors / Assets	Diversicare Healthcare Services Inc.	\$3.90	NA	NA
2-Nov-15	60-Unit Memory Care Property in Jacksonville	LTC Properties Inc.	\$14.25	NA	NA
2-Nov-15	Behavioral Health Care Hospital In Nevada	LTC Properties Inc.	\$9.25	NA	NA
2-Nov-15	AutumnBridge Hospice	New Century Hospice, Inc.	NA	NA	NA
31-Oct-15	Novadent Inc.	Sentage Corporation	NA	NA	NA
29-Oct-15	Marianjoy Rehabilitation Center	Northwestern Memorial Healthcare Corporation	\$28.00	0.3x	NA
29-Oct-15	Consultants in Laboratory Medicine of Greater Toledo, Inc.	Aurora Diagnostics Holdings	\$9.30	NA	NA
29-Oct-15	Viera Manor Assisted Living Facility	Oxford Capital Group	NA	NA	NA
29-Oct-15	Wheaton Franciscan Services, Inc. / Assets	Ascension Health Alliance, Missouri	NA	NA	NA
28-Oct-15	Peace Inc.	Grace Harbor Group	NA	NA	NA
28-Oct-15	Nurses' Registry and Home Health Corporation	LHC Group, Inc.	\$5.70	NA	NA
27-Oct-15	RediLearning	Relias Learning	NA	NA	NA
26-Oct-15	PacificSource Health Plans, Inc.	Legacy Health	\$200.00	NA	NA
20-Oct-15	River Valley Health Partners	Prime Healthcare Services, Inc.	NA	NA	NA
20-Oct-15	McGuire Group Pharmacy, Inc.	PharMerica Corporation	NA	NA	NA
16-Oct-15	Bartow HMA	BayCare Health System, Inc.	NA	NA	NA
16-Oct-15	Reconceived	Vivere Health	NA	NA	NA
16-Oct-15	Dirigo Pines Retirement Community	CPF Senior Living Acquisitions	NA	NA	NA
16-Oct-15	Savannah Senior Lifestyle Living Resorts	Gold Mining USA, Inc.	NA	NA	NA
15-Oct-15	MedMark Services, Inc.	Addiction Research and Treatment, Inc.	NA	NA	NA
14-Oct-15	Project Rendezvous Holding Corporation	Digirad Corporation	\$36.00	0.3x	2.1x
13-Oct-15	DNA Diagnostics Center, Inc.	GHO Capital Partners	\$118.35	NA	NA
12-Oct-15	Crozer-Keystone Health System Inc.	Prospect Medical Holdings, Inc.	NA	NA	NA
9-Oct-15	Lancaster Regional Hospital	Global Medical REIT, Inc.	\$20.50	NA	NA
9-Oct-15	Loyola Physician Partners / Assets	Molina Healthcare of Illinois, Inc.	NA	NA	NA
8-Oct-15	Start Fresh Private Management, Inc.	MyLife Recovery Centers, Inc.	NA	NA	NA

## Q4 2015 Healthcare Services M&A Transactions

Date Announced	Target	Acquirer	Enterprise Value	Enterprise Value	
				Revenue	EBITDA
7-Oct-15	Hospice Advantage, Inc.	Hospice Compassus, Inc.	NA	NA	NA
7-Oct-15	Bradley & Monson Physical Therapy	MOTION PT Holdings, Inc.	NA	NA	NA
6-Oct-15	PharMEDium Healthcare Holdings, Inc.	AmerisourceBergen Drug Corporation	\$3,060.79	7.5x	31.9x
6-Oct-15	Aria Health System	Jefferson Health System, Inc.	NA	NA	NA
6-Oct-15	Benchmark Systems, Inc.	Antworks	\$5.00	NA	NA
5-Oct-15	Texas AirLife, Inc.	Air Methods Corp.	NA	NA	NA
2-Oct-15	Dayton Home	Medical Service Company	NA	NA	NA
1-Oct-15	Cura Hospitality, Inc.	TrustHouse Services Group, Inc.	NA	NA	NA
1-Oct-15	Senior Care of Overbrook Park	Senior Care Centers of America, Inc.	NA	NA	NA

## Q4 2015 Healthcare Services Private Placements

Date Announced	Target	Investors	Industry	Amount Raised (\$M)
29-Dec-15	Midwest Physician Administrative Services	Summit Partners	Medicaid Managed Care Providers & Services	\$250.0
16-Dec-15	Recovery Centers of America Holdings	Deerfield Management Company, L.P.	Behavioral	\$231.5
11-Dec-15	AltheaDx, Inc.	WuXi AppTec Co., Ltd.; Ally Bridge Group; Wuxi Healthcare Ventures; ALMA Life Sciences	Labs	\$30.0
9-Dec-15	Adva-Net	Council Capital	Acute Care	NA
2-Dec-15	Little Hills Healthcare	Siguler Guff & Company, LP; Health Enterprise Partners; NaviMed Capital Advisor	Acute Care	NA
1-Dec-15	Emergency Physician Partners	Claritas Capital	Medicaid Managed Care Providers & Services	\$25.0
24-Nov-15	Contessa Health, Inc.	Sandbox Industries Inc.; Blue Cross and Blue Shield Association, Endowment Arm; Martin Ventures	Home Health	\$3.5
19-Nov-15	PresenceLearning, Inc.	Birchmere Ventures; Catalyst Investors; Catamount Ventures Management; New Markets Venture Partners; Blue Heron Capital	SNF / Rehab / Long Term Care	\$25.0
4-Nov-15	National Health Investors Inc. (NYSE: NHI)	Senior Notes	SNF / Rehab / Long Term Care	\$100.0
14-Oct-15	Apollo Medical Holdings, Inc.	Network Medical Management, Inc.	Medicaid Managed Care Providers & Services	\$10.0
12-Oct-15	DrFirst.com, Inc.	Goldman Sachs Private Capital Investing	Acute Care	\$25.0
9-Oct-15	Edumedics	OCA Venture Partners; Kentucky Science and Technology Corporation; Commonwealth Seed Capital; Lunsford Capital; University of Louisville Foundation, Inc., Endowment Arm; Enterprise Angels Fund	Labs	\$4.2
7-Oct-15	Merrill Gardens	-	SNF / Rehab / Long Term Care	\$100.0
2-Oct-15	AAC Holdings, Inc (NYSE: AAC)	Deerfield Management Company, L.P.	Behavioral	\$50.0

## Q4 2015 Healthcare Services Public Company Valuation Metrics

<b>Source: Signal Hill</b>				<b>Enterprise Value as a Multiple of:</b>							
<i>Pricing Date: 12/31/2015</i>	<b>% Of 52</b>	<b>Equity Value</b>	<b>Enterprise Value</b>	<b>Revenue</b>			<b>EBITDA</b>			<b>EBITDA Margin</b>	
<b>Median Metrics</b>	<b>Wk High</b>	<b>(\$ in mm)</b>	<b>(\$ in mm)</b>	<b>LTM</b>	<b>2015E</b>	<b>2016E</b>	<b>LTM</b>	<b>2015E</b>	<b>2016E</b>	<b>LTM</b>	<b>2015E</b>
Acute Care	70.8%	3,194.8	19,222.0	1.1x	1.0x	1.0x	8.1x	7.5x	7.2x	13.2%	13.9%
Alternate Site	81.8%	1,575.8	2,687.1	1.7x	2.2x	1.9x	9.3x	11.5x	10.4x	18.3%	18.7%
Behavioral	81.4%	2,997.7	4,080.2	1.1x	1.1x	1.0x	9.5x	9.6x	8.5x	12.0%	11.1%
Home Health	78.5%	594.7	662.3	1.0x	1.0x	0.9x	11.2x	11.4x	9.7x	9.0%	8.5%
Laboratories	93.8%	3,011.4	2,856.0	2.4x	2.2x	2.0x	10.6x	10.7x	9.8x	22.5%	20.4%
Managed Care	80.4%	26,459.5	29,558.5	0.6x	0.5x	0.5x	10.5x	10.1x	7.3x	5.3%	5.4%
Senior Care / Rehab	75.2%	998.0	1,333.2	1.0x	1.3x	1.2x	11.3x	10.1x	9.1x	8.4%	12.9%
<b>All Select Healthcare Services</b>	<b>80.4%</b>	<b>2,997.7</b>	<b>2,856.0</b>	<b>1.1x</b>	<b>1.1x</b>	<b>1.0x</b>	<b>10.5x</b>	<b>10.1x</b>	<b>9.1x</b>	<b>12.0%</b>	<b>12.9%</b>

# Q4 2015 Healthcare Services Public Company Valuation Metrics

## Select U.S. and International Public Companies

(\$ in millions, except per share data)																					
Company Name	Price 12/31/15	% of 52 Week High	Equity Value	Enterprise Value	'13-'15E Rev Growth	'15E EBITDA Margin	TEV / Revenue			TEV / EBITDA			Price / Earnings			P/E / LTG Rate			LTG Rate		
							LTM	2015E	2016E	LTM	2015E	2016E	LTM	2015E	2016E	LTM	2015E	2016E	LTM	2015E	2016E
<b>Acute Care</b>																					
HCA Holdings, Inc.	\$67.63	71%	\$27,571	\$58,319	8%	20%	1.5x	1.5x	1.4x	7.6x	7.5x	7.2x	14.1x	13.0x	11.8x	1.3x	1.2x	1.1x	11%		
							\$39,065	\$39,560	\$41,524	\$7,691	\$7,761	\$8,134	\$4.78	\$5.22	\$5.75						
Community Health Systems, Inc.	\$26.53	41%	\$3,136	\$20,543	24%	15%	1.1x	1.0x	1.0x	7.3x	7.0x	6.8x	7.7x	7.5x	6.9x	0.7x	0.7x	0.6x	11%		
							\$19,557	\$19,631	\$20,317	\$2,806	\$2,923	\$3,032	\$3.44	\$3.53	\$3.83						
Tenet Healthcare Corp.	\$30.30	50%	\$3,020	\$19,222	34%	11%	1.1x	1.0x	0.9x	8.5x	8.5x	7.7x	NM	14.8x	13.9x	NM	1.1x	1.0x	14%		
							\$18,085	\$19,894	\$20,517	\$2,270	\$2,268	\$2,497	\$0.19	\$2.05	\$2.18						
Universal Health Services Inc.	\$119.49	80%	\$11,766	\$15,136	15%	17%	1.7x	1.6x	1.5x	9.2x	9.2x	8.5x	17.8x	17.4x	16.1x	1.7x	1.7x	1.6x	10%		
							\$8,765	\$9,686	\$10,276	\$1,654	\$1,647	\$1,772	\$6.73	\$6.88	\$7.44						
LifePoint Health, Inc.	\$73.40	83%	\$3,195	\$5,232	20%	13%	1.0x	1.0x	0.9x	8.1x	7.4x	6.9x	22.4x	18.3x	17.0x	2.6x	2.1x	2.0x	9%		
							\$5,107	\$5,262	\$5,914	\$650	\$707	\$763	\$3.28	\$4.02	\$4.32						
			<b>Min</b>	<b>\$3,020</b>	<b>\$5,232</b>	<b>8%</b>	<b>11%</b>	<b>1.0x</b>	<b>1.0x</b>	<b>0.9x</b>	<b>7.3x</b>	<b>7.0x</b>	<b>6.8x</b>	<b>7.7x</b>	<b>7.5x</b>	<b>6.9x</b>	<b>0.7x</b>	<b>0.7x</b>	<b>0.6x</b>	<b>0.1x</b>	
			<b>Mean</b>	<b>\$9,737</b>	<b>\$23,690</b>	<b>20%</b>	<b>15%</b>	<b>1.3x</b>	<b>1.2x</b>	<b>1.1x</b>	<b>8.1x</b>	<b>7.9x</b>	<b>7.4x</b>	<b>15.5x</b>	<b>14.2x</b>	<b>13.1x</b>	<b>1.6x</b>	<b>1.4x</b>	<b>1.3x</b>	<b>0.1x</b>	
			<b>Median</b>	<b>\$3,195</b>	<b>\$19,222</b>	<b>20%</b>	<b>15%</b>	<b>1.1x</b>	<b>1.0x</b>	<b>1.0x</b>	<b>8.1x</b>	<b>7.5x</b>	<b>7.2x</b>	<b>15.9x</b>	<b>14.8x</b>	<b>13.9x</b>	<b>1.5x</b>	<b>1.2x</b>	<b>1.1x</b>	<b>0.1x</b>	
			<b>Max</b>	<b>\$27,571</b>	<b>\$58,319</b>	<b>34%</b>	<b>20%</b>	<b>1.7x</b>	<b>1.6x</b>	<b>1.5x</b>	<b>9.2x</b>	<b>9.2x</b>	<b>8.5x</b>	<b>22.4x</b>	<b>18.3x</b>	<b>17.0x</b>	<b>2.6x</b>	<b>2.1x</b>	<b>2.0x</b>	<b>0.1x</b>	
<b>Alternate Site</b>																					
DaVita HealthCare Partners Inc.	\$69.71	82%	\$14,709	\$23,036	8%	18%	1.7x	1.7x	1.6x	9.3x	9.1x	8.7x	31.4x	18.5x	17.1x	2.8x	1.7x	1.5x	11%		
							\$13,565	\$13,756	\$14,601	\$2,486	\$2,537	\$2,647	\$2.22	\$3.77	\$4.08						
AmSurg Corp.	\$76.00	87%	\$4,126	\$6,842	55%	19%	2.8x	2.7x	2.3x	10.5x	14.0x	12.0x	31.4x	21.2x	18.4x	2.3x	1.5x	1.3x	14%		
							\$2,444	\$2,540	\$2,968	\$649	\$490	\$568	\$2.42	\$3.59	\$4.14						
Surgical Care Affiliates, Inc.	\$39.81	97%	\$1,576	\$2,687	15%	17%	2.8x	2.6x	2.4x	10.6x	15.5x	12.6x	12.0x	19.9x	19.4x	1.3x	2.1x	2.1x	9%		
							\$976	\$1,023	\$1,116	\$252	\$173	\$213	\$3.31	\$2.00	\$2.06						
RadNet, Inc.	\$6.18	66%	\$285	\$899	7%	16%	1.2x	1.1x	1.1x	8.8x	7.1x	6.4x	26.3x	16.7x	13.6x	2.6x	1.7x	1.4x	10%		
							\$779	\$800	\$838	\$102	\$126	\$140	\$0.24	\$0.37	\$0.46						
Alliance Healthcare Services, Inc.	\$9.18	36%	\$97	\$695	NA	NA	1.5x	NA	NA	6.0x	NA	NA	11.1x	NA	NA	NA	NA	NA	NA		
							\$458	NA	NA	\$116	NA	NA	\$0.83	NA	NA						
			<b>Min</b>	<b>\$97</b>	<b>\$695</b>	<b>7%</b>	<b>16%</b>	<b>1.2x</b>	<b>1.1x</b>	<b>1.1x</b>	<b>6.0x</b>	<b>7.1x</b>	<b>6.4x</b>	<b>11.1x</b>	<b>16.7x</b>	<b>13.6x</b>	<b>1.3x</b>	<b>1.5x</b>	<b>1.3x</b>	<b>9%</b>	
			<b>Mean</b>	<b>\$4,159</b>	<b>\$6,832</b>	<b>21%</b>	<b>18%</b>	<b>2.0x</b>	<b>2.0x</b>	<b>1.8x</b>	<b>9.1x</b>	<b>11.4x</b>	<b>9.9x</b>	<b>22.4x</b>	<b>19.1x</b>	<b>17.1x</b>	<b>2.3x</b>	<b>1.7x</b>	<b>1.6x</b>	<b>11%</b>	
			<b>Median</b>	<b>\$1,576</b>	<b>\$2,687</b>	<b>12%</b>	<b>18%</b>	<b>1.7x</b>	<b>2.2x</b>	<b>1.9x</b>	<b>9.3x</b>	<b>11.5x</b>	<b>10.4x</b>	<b>26.3x</b>	<b>19.2x</b>	<b>17.7x</b>	<b>2.4x</b>	<b>1.7x</b>	<b>1.4x</b>	<b>11%</b>	
			<b>Max</b>	<b>\$14,709</b>	<b>\$23,036</b>	<b>55%</b>	<b>19%</b>	<b>2.8x</b>	<b>2.7x</b>	<b>2.4x</b>	<b>10.6x</b>	<b>15.5x</b>	<b>12.6x</b>	<b>31.4x</b>	<b>21.2x</b>	<b>19.4x</b>	<b>2.8x</b>	<b>2.1x</b>	<b>2.1x</b>	<b>14%</b>	
<b>Behavioral</b>																					
Universal Health Services Inc.	\$119.49	80%	\$11,766	\$15,136	15%	17%	1.7x	1.6x	1.5x	9.2x	9.2x	8.5x	17.8x	17.4x	16.1x	1.7x	1.7x	1.6x	10%		
							\$8,765	\$9,686	\$10,276	\$1,654	\$1,647	\$1,772	\$6.73	\$6.88	\$7.44						
Acadia Healthcare Company, Inc.	\$62.46	73%	\$4,478	\$6,570	58%	22%	4.1x	3.7x	3.1x	19.2x	16.4x	13.6x	41.0x	28.2x	22.7x	1.7x	1.2x	1.0x	24%		
							\$1,594	\$1,788	\$2,121	\$342	\$401	\$483	\$1.52	\$2.22	\$2.75						
Civitas Solutions, Inc.	\$28.79	95%	\$1,068	\$1,683	8%	11%	1.2x	1.2x	1.2x	12.9x	11.1x	10.3x	NM	45.7x	33.0x	NM	4.6x	3.3x	10%		
							\$1,378	\$1,384	\$1,442	\$131	\$152	\$164	\$0.05	\$0.63	\$0.87						
Magellan Health, Inc.	\$61.66	84%	\$1,518	\$1,590	13%	5%	0.4x	0.3x	0.4x	7.6x	6.5x	5.9x	63.3x	19.1x	18.4x	3.2x	1.0x	0.9x	20%		
							\$4,311	\$4,553	\$4,448	\$208	\$246	\$271	\$0.97	\$3.23	\$3.36						
AAC Holdings, Inc.	\$19.06	41%	\$427	\$534	42%	21%	3.0x	2.5x	2.0x	16.5x	12.3x	8.9x	31.5x	21.0x	16.8x	1.6x	1.1x	0.8x	20%		
							\$175	\$211	\$270	\$32	\$43	\$60	\$0.61	\$0.91	\$1.13						
			<b>Min</b>	<b>\$1,068</b>	<b>\$1,590</b>	<b>8%</b>	<b>5%</b>	<b>0.4x</b>	<b>0.3x</b>	<b>0.4x</b>	<b>7.6x</b>	<b>6.5x</b>	<b>5.9x</b>	<b>17.8x</b>	<b>17.4x</b>	<b>16.1x</b>	<b>1.7x</b>	<b>1.0x</b>	<b>0.9x</b>	<b>10%</b>	
			<b>Mean</b>	<b>\$4,707</b>	<b>\$6,245</b>	<b>24%</b>	<b>14%</b>	<b>1.9x</b>	<b>1.7x</b>	<b>1.5x</b>	<b>12.2x</b>	<b>10.8x</b>	<b>9.6x</b>	<b>40.7x</b>	<b>27.6x</b>	<b>22.5x</b>	<b>2.2x</b>	<b>2.1x</b>	<b>1.7x</b>	<b>16%</b>	
			<b>Median</b>	<b>\$2,998</b>	<b>\$4,126</b>	<b>14%</b>	<b>14%</b>	<b>1.5x</b>	<b>1.4x</b>	<b>1.3x</b>	<b>11.0x</b>	<b>10.1x</b>	<b>9.4x</b>	<b>41.0x</b>	<b>23.6x</b>	<b>20.5x</b>	<b>1.7x</b>	<b>1.4x</b>	<b>1.3x</b>	<b>15%</b>	
			<b>Max</b>	<b>\$11,766</b>	<b>\$15,136</b>	<b>58%</b>	<b>22%</b>	<b>4.1x</b>	<b>3.7x</b>	<b>3.1x</b>	<b>19.2x</b>	<b>16.4x</b>	<b>13.6x</b>	<b>63.3x</b>	<b>45.7x</b>	<b>33.0x</b>	<b>3.2x</b>	<b>4.6x</b>	<b>3.3x</b>	<b>24%</b>	

# Q4 2015 Healthcare Services Public Company Valuation Metrics

## Select U.S. and International Public Companies

(\$ in millions, except per share data) Company Name	Price 12/31/15	% of 52 Week High	Equity Value	Enterprise Value	'13-'15E Rev Growth	'15E EBITDA Margin	TEV / Revenue			TEV / EBITDA			Price / Earnings			P/E / LTG Rate			LTG Rate	
							LTM	2015E	2016E	LTM	2015E	2016E	LTM	2015E	2016E	LTM	2015E	2016E		
<b>Home Health</b>																				
Amedisys Inc.	\$39.32	81%	\$1,325	\$1,369	1%	9%	1.1x	1.1x	1.0x	15.4x	12.4x	10.7x	NM	27.5x	22.6x	NM	1.8x	1.5x	15%	
							\$1,230	\$1,263	\$1,344	\$89	\$111	\$128	(\$0.21)	\$1.43	\$1.74					
LHC Group, Inc.	\$45.29	87%	\$814	\$860	12%	9%	1.1x	1.1x	1.0x	11.1x	11.5x	9.9x	26.3x	24.4x	21.4x	1.8x	1.6x	1.4x	15%	
							\$772	\$811	\$889	\$78	\$75	\$87	\$1.72	\$1.85	\$2.12					
Almost Family Inc.	\$38.23	76%	\$376	\$464	23%	8%	0.9x	0.9x	0.8x	11.3x	11.4x	9.4x	16.8x	18.2x	15.9x	NA	NA	NA	NA	
							\$512	\$536	\$617	\$41	\$41	\$49	\$2.28	\$2.10	\$2.40					
Addus HomeCare Corporation	\$23.28	61%	\$257	\$245	13%	7%	0.7x	0.7x	0.6x	10.2x	9.8x	8.1x	21.8x	21.4x	17.2x	1.5x	1.4x	1.1x	15%	
							\$335	\$337	\$380	\$24	\$25	\$30	\$1.07	\$1.09	\$1.36					
			<b>Min</b>	<b>\$257</b>	<b>\$245</b>	<b>1%</b>	<b>7%</b>	<b>0.7x</b>	<b>0.7x</b>	<b>0.6x</b>	<b>10.2x</b>	<b>9.8x</b>	<b>8.1x</b>	<b>16.8x</b>	<b>18.2x</b>	<b>15.9x</b>	<b>1.5x</b>	<b>1.4x</b>	<b>1.1x</b>	<b>15%</b>
			<b>Mean</b>	<b>\$693</b>	<b>\$735</b>	<b>12%</b>	<b>8%</b>	<b>1.0x</b>	<b>0.9x</b>	<b>0.8x</b>	<b>12.0x</b>	<b>11.3x</b>	<b>9.5x</b>	<b>21.6x</b>	<b>22.9x</b>	<b>19.3x</b>	<b>1.6x</b>	<b>1.6x</b>	<b>1.4x</b>	<b>15%</b>
			<b>Median</b>	<b>\$595</b>	<b>\$662</b>	<b>12%</b>	<b>8%</b>	<b>1.0x</b>	<b>1.0x</b>	<b>0.9x</b>	<b>11.2x</b>	<b>11.4x</b>	<b>9.7x</b>	<b>21.8x</b>	<b>22.9x</b>	<b>19.3x</b>	<b>1.6x</b>	<b>1.6x</b>	<b>1.4x</b>	<b>15%</b>
			<b>Max</b>	<b>\$1,325</b>	<b>\$1,369</b>	<b>23%</b>	<b>9%</b>	<b>1.1x</b>	<b>1.1x</b>	<b>1.0x</b>	<b>15.4x</b>	<b>12.4x</b>	<b>10.7x</b>	<b>26.3x</b>	<b>27.5x</b>	<b>22.6x</b>	<b>1.8x</b>	<b>1.8x</b>	<b>1.5x</b>	<b>15%</b>
<b>Laboratories</b>																				
Laboratory Corp. of America Holdings	\$123.64	94%	\$12,512	\$18,496	21%	20%	2.4x	2.2x	2.0x	11.8x	10.7x	9.8x	26.9x	15.7x	14.1x	2.3x	1.4x	1.2x	12%	
							\$7,774	\$8,488	\$9,135	\$1,567	\$1,734	\$1,885	\$4.59	\$7.88	\$8.74					
Quest Diagnostics Inc.	\$71.14	80%	\$10,198	\$13,907	2%	20%	1.8x	1.9x	1.8x	9.3x	9.2x	8.9x	14.7x	15.0x	14.0x	1.5x	1.6x	1.5x	10%	
							\$7,527	\$7,496	\$7,581	\$1,489	\$1,512	\$1,568	\$4.85	\$4.76	\$5.08					
Myriad Genetics, Inc.	\$43.16	93%	\$3,011	\$2,856	0%	28%	3.9x	3.8x	3.7x	14.8x	13.8x	13.0x	34.8x	26.5x	25.2x	2.5x	1.9x	1.8x	14%	
							\$738	\$743	\$778	\$193	\$207	\$220	\$1.24	\$1.63	\$1.71					
Genomic Health Inc.	\$35.20	99%	\$1,145	\$1,047	6%	(8%)	3.7x	3.6x	3.1x	NM	NM	NM	NM	NM	NM	NM	NM	NM	43%	
							\$281	\$292	\$333	(\$25)	(\$23)	\$7	(\$1.15)	(\$0.95)	(\$0.03)					
			<b>Min</b>	<b>\$1,145</b>	<b>\$1,047</b>	<b>0%</b>	<b>(8%)</b>	<b>1.8x</b>	<b>1.9x</b>	<b>1.8x</b>	<b>9.3x</b>	<b>9.2x</b>	<b>8.9x</b>	<b>14.7x</b>	<b>15.0x</b>	<b>14.0x</b>	<b>1.5x</b>	<b>1.4x</b>	<b>1.2x</b>	<b>10%</b>
			<b>Mean</b>	<b>\$6,717</b>	<b>\$9,077</b>	<b>7%</b>	<b>15%</b>	<b>3.0x</b>	<b>2.9x</b>	<b>2.7x</b>	<b>12.0x</b>	<b>11.2x</b>	<b>10.6x</b>	<b>25.5x</b>	<b>19.0x</b>	<b>17.8x</b>	<b>2.1x</b>	<b>1.6x</b>	<b>1.5x</b>	<b>20%</b>
			<b>Median</b>	<b>\$6,605</b>	<b>\$8,381</b>	<b>4%</b>	<b>20%</b>	<b>3.1x</b>	<b>2.9x</b>	<b>2.6x</b>	<b>11.8x</b>	<b>10.7x</b>	<b>9.8x</b>	<b>26.9x</b>	<b>15.7x</b>	<b>14.1x</b>	<b>2.3x</b>	<b>1.6x</b>	<b>1.5x</b>	<b>13%</b>
			<b>Max</b>	<b>\$12,512</b>	<b>\$18,496</b>	<b>21%</b>	<b>28%</b>	<b>3.9x</b>	<b>3.8x</b>	<b>3.7x</b>	<b>14.8x</b>	<b>13.8x</b>	<b>13.0x</b>	<b>34.8x</b>	<b>26.5x</b>	<b>25.2x</b>	<b>2.5x</b>	<b>1.9x</b>	<b>1.8x</b>	<b>43%</b>

# Q4 2015 Healthcare Services Public Company Valuation Metrics

## Select U.S. and International Public Companies

(\$ in millions, except per share data) Company Name	Price 12/31/15	% of 52 Week High	Equity Value	Enterprise Value	'13-'15E Rev Growth	'15E EBITDA Margin	TEV / Revenue			TEV / EBITDA			Price / Earnings			P/E / LTG Rate			LTG Rate	
							LTM	2015E	2016E	LTM	2015E	2016E	LTM	2015E	2016E	LTM	2015E	2016E		
<b>Senior Care / Rehab</b>																				
Brookdale Senior Living Inc.	\$18.46	46%	\$3,411	\$9,826	40%	16%	2.3x	2.0x	1.9x	12.1x	12.2x	10.8x	NM	NM	NM	NM	NM	NM	14%	
							\$4,240	\$4,975	\$5,131	\$809	\$807	\$909	(\$2.12)	(\$1.06)	(\$0.46)					
Genesis Healthcare, Inc.	\$3.47	37%	\$533	\$5,438	10%	5%	1.0x	1.0x	0.9x	11.6x	18.0x	17.8x	NM	9.6x	8.1x	NM	1.0x	0.8x	10%	
							\$5,278	\$5,635	\$5,915	\$470	\$303	\$306	(\$3.73)	\$0.36	\$0.43					
Kindred Healthcare Inc.	\$11.91	48%	\$998	\$4,132	22%	8%	0.6x	0.6x	0.6x	8.2x	6.9x	6.6x	NM	9.8x	10.2x	NM	0.8x	0.8x	13%	
							\$6,539	\$7,090	\$7,429	\$504	\$597	\$625	(\$1.88)	\$1.22	\$1.16					
Chemed Corp.	\$149.80	94%	\$2,528	\$2,628	4%	15%	1.7x	1.7x	1.6x	12.1x	11.4x	11.0x	23.7x	21.9x	20.4x	2.4x	2.2x	2.0x	10%	
							\$1,524	\$1,537	\$1,598	\$218	\$230	\$240	\$6.32	\$6.84	\$7.33					
Capital Senior Living Corp.	\$20.86	75%	\$616	\$1,333	9%	20%	3.3x	3.2x	3.0x	18.7x	16.1x	14.4x	NM	NM	NM	NM	NM	NM	17%	
							\$404	\$411	\$447	\$71	\$83	\$93	(\$0.42)	\$0.05	(\$0.01)					
The Ensign Group, Inc.	\$22.63	84%	\$1,161	\$1,185	21%	10%	1.0x	0.9x	0.8x	11.3x	8.8x	7.3x	21.4x	17.8x	15.3x	1.4x	1.2x	1.0x	15%	
							\$1,246	\$1,327	\$1,555	\$105	\$135	\$162	\$1.06	\$1.27	\$1.47					
National HealthCare Corporation	\$61.70	89%	\$920	\$783	NA	NA	0.9x	NA	NA	7.4x	NA	NA	19.9x	NA	NA	NA	NA	NA	NA	
							\$899	NA	NA	\$106	NA	NA	\$3.10	NA	NA					
Five Star Quality Care Inc.	\$3.18	63%	\$156	\$201	12%	3%	0.2x	0.1x	0.1x	10.3x	5.7x	5.3x	NM	NM	NM	NM	NM	NM	NA	
							\$1,118	\$1,365	\$1,387	\$20	\$35	\$38	(\$2.16)	(\$0.11)	(\$0.02)					

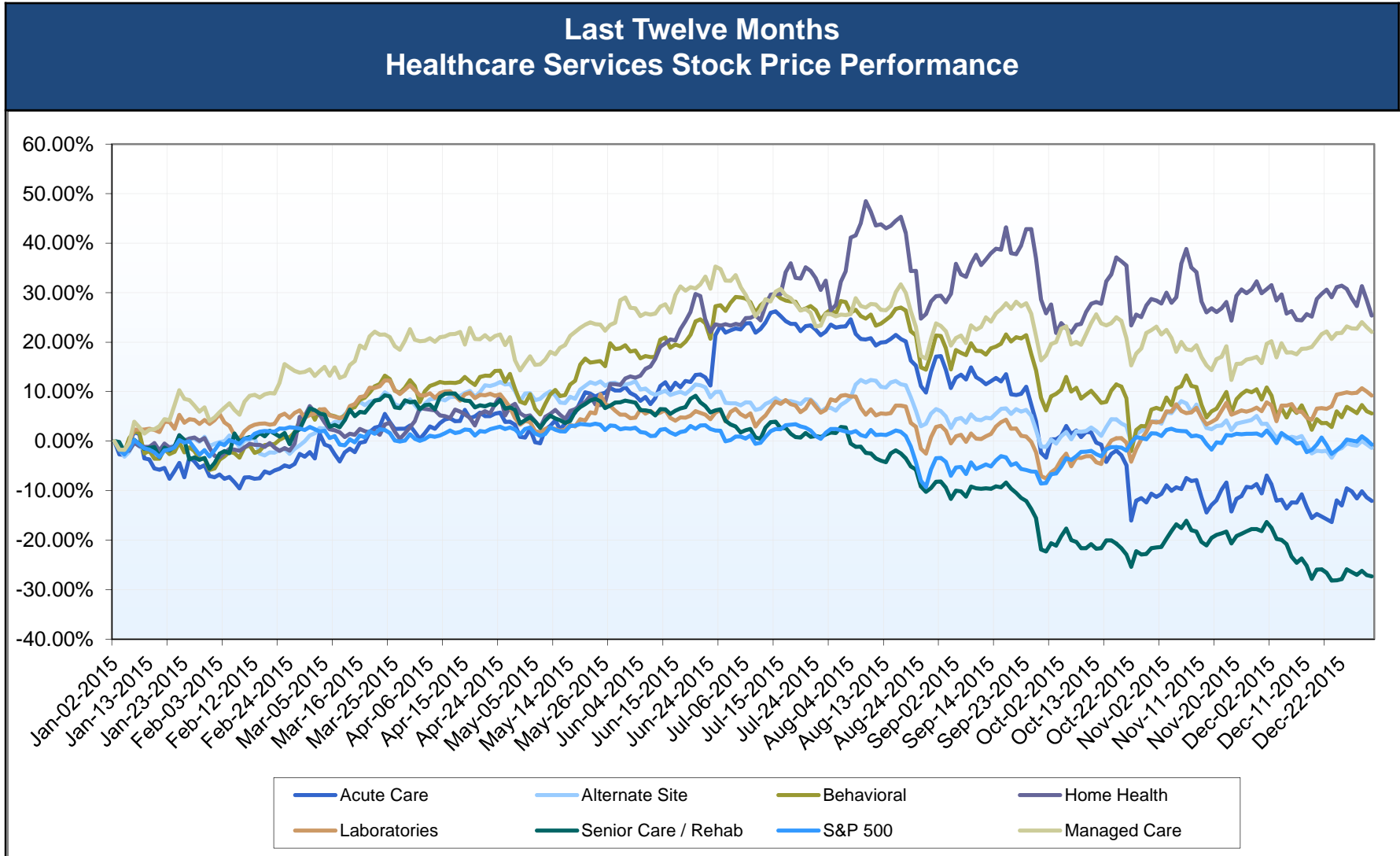
<b>Min</b>	<b>\$156</b>	<b>\$201</b>	<b>4%</b>	<b>3%</b>	<b>0.2x</b>	<b>0.1x</b>	<b>0.1x</b>	<b>7.4x</b>	<b>5.7x</b>	<b>5.3x</b>	<b>19.9x</b>	<b>9.6x</b>	<b>8.1x</b>	<b>1.4x</b>	<b>0.8x</b>	<b>0.8x</b>	<b>10%</b>
<b>Mean</b>	<b>\$1,290</b>	<b>\$3,191</b>	<b>17%</b>	<b>11%</b>	<b>1.4x</b>	<b>1.4x</b>	<b>1.3x</b>	<b>11.5x</b>	<b>11.3x</b>	<b>10.5x</b>	<b>21.7x</b>	<b>14.8x</b>	<b>13.5x</b>	<b>1.9x</b>	<b>1.3x</b>	<b>1.2x</b>	<b>13%</b>
<b>Median</b>	<b>\$959</b>	<b>\$1,981</b>	<b>12%</b>	<b>10%</b>	<b>1.0x</b>	<b>1.0x</b>	<b>0.9x</b>	<b>11.4x</b>	<b>11.4x</b>	<b>10.8x</b>	<b>21.4x</b>	<b>13.8x</b>	<b>12.8x</b>	<b>1.9x</b>	<b>1.1x</b>	<b>0.9x</b>	<b>14%</b>
<b>Max</b>	<b>\$3,411</b>	<b>\$9,826</b>	<b>40%</b>	<b>20%</b>	<b>3.3x</b>	<b>3.2x</b>	<b>3.0x</b>	<b>18.7x</b>	<b>18.0x</b>	<b>17.8x</b>	<b>23.7x</b>	<b>21.9x</b>	<b>20.4x</b>	<b>2.4x</b>	<b>2.2x</b>	<b>2.0x</b>	<b>17%</b>

### Managed Care

UnitedHealth Group Incorporated	\$117.64	93%	\$112,124	\$135,561	13%	8%	0.9x	0.9x	0.7x	10.9x	10.8x	9.0x	18.7x	18.3x	15.2x	1.5x	1.5x	1.2x	12%
							\$146,941	\$156,506	\$181,302	\$12,486	\$12,575	\$15,074	\$6.30	\$6.43	\$7.72				
Cigna Corp.	\$146.33	86%	\$37,695	\$42,000	8%	11%	1.1x	1.1x	1.0x	10.5x	10.2x	9.4x	17.9x	17.1x	15.7x	1.5x	1.4x	1.3x	12%
							\$37,276	\$37,828	\$40,401	\$3,991	\$4,126	\$4,449	\$8.17	\$8.57	\$9.34				
Aetna Inc.	\$108.12	80%	\$37,701	\$41,097	13%	9%	0.7x	0.7x	0.6x	7.9x	7.3x	7.0x	16.6x	14.3x	13.3x	1.5x	1.3x	1.2x	11%
							\$59,950	\$60,279	\$63,234	\$5,222	\$5,630	\$5,911	\$6.62	\$7.55	\$8.10				
Humana Inc.	\$178.51	81%	\$26,459	\$29,558	15%	5%	0.6x	0.5x	0.5x	11.0x	10.1x	9.3x	20.5x	23.0x	20.1x	1.6x	1.8x	1.5x	13%
							\$53,256	\$54,396	\$58,021	\$2,697	\$2,923	\$3,184	\$8.70	\$7.75	\$8.86				
Centene Corp.	\$65.81	79%	\$7,845	\$9,193	46%	4%	0.5x	0.4x	0.3x	10.8x	11.1x	7.3x	23.0x	22.7x	18.1x	1.1x	1.1x	0.9x	20%
							\$19,854	\$22,600	\$35,799	\$853	\$825	\$1,267	\$2.86	\$2.90	\$3.64				
WellCare Health Plans, Inc.	\$78.21	79%	\$3,449	\$4,277	21%	4%	0.3x	0.3x	0.3x	9.6x	8.1x	6.6x	30.6x	22.8x	17.2x	1.0x	0.7x	0.6x	31%
							\$13,808	\$13,875	\$15,438	\$448	\$526	\$647	\$2.55	\$3.43	\$4.54				
Molina Healthcare, Inc.	\$60.13	73%	\$3,372	\$3,828	49%	4%	0.3x	0.3x	0.2x	7.8x	7.5x	5.6x	21.8x	22.4x	16.5x	0.6x	0.6x	0.4x	37%
							\$12,728	\$14,211	\$16,844	\$490	\$511	\$686	\$2.76	\$2.69	\$3.64				





























<b>Min</b>	<b>\$3,372</b>	<b>\$3,828</b>	<b>8%</b>	<b>4%</b>	<b>0.3x</b>	<b>0.3x</b>	<b>0.2x</b>	<b>7.8x</b>	<b>7.3x</b>	<b>5.6x</b>	<b>16.6x</b>	<b>14.3x</b>	<b>13.3x</b>	<b>0.6x</b>	<b>0.6x</b>	<b>0.4x</b>	<b>11%</b>
<b>Mean</b>	<b>\$32,664</b>	<b>\$37,931</b>	<b>24%</b>	<b>6%</b>	<b>0.6x</b>	<b>0.6x</b>	<b>0.5x</b>	<b>9.8x</b>	<b>9.3x</b>	<b>7.7x</b>	<b>21.3x</b>	<b>20.1x</b>	<b>16.6x</b>	<b>1.3x</b>	<b>1.2x</b>	<b>1.0x</b>	<b>19%</b>
<b>Median</b>	<b>\$26,459</b>	<b>\$29,558</b>	<b>15%</b>	<b>5%</b>	<b>0.6x</b>	<b>0.5x</b>	<b>0.5x</b>	<b>10.5x</b>	<b>10.1x</b>	<b>7.3x</b>	<b>20.5x</b>	<b>22.4x</b>	<b>16.5x</b>	<b>1.5x</b>	<b>1.3x</b>	<b>1.2x</b>	<b>13%</b>
<b>Max</b>	<b>\$112,124</b>	<b>\$135,561</b>	<b>49%</b>	<b>11%</b>	<b>1.1x</b>	<b>1.1x</b>	<b>1.0x</b>	<b>11.0x</b>	<b>11.1x</b>	<b>9.4x</b>	<b>30.6x</b>	<b>23.0x</b>	<b>20.1x</b>	<b>1.6x</b>	<b>1.8x</b>	<b>1.5x</b>	<b>37%</b>

# LTM Relative Healthcare Services Stock Price Performance





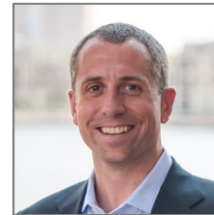
# Signal Hill's Healthcare Services Practice at a Glance

Signal Hill's Recent Healthcare Services Transactions							
 <p>HAS ACQUIRED FOUR SKILLED-NURSING FACILITIES FROM</p>  <p>DECEMBER 2015</p>	 <p>HAS RECEIVED GROWTH EQUITY INVESTMENT FROM</p>  <p>APRIL 2015</p>	 <p>HAS SOLD GANNETT HEALTHCARE GROUP TO</p>  <p>DECEMBER 2014</p>	 <p>SALE AND RESTRUCTURING</p> <p>Knowles Assisted Living &amp; Bordeaux Long Term Care</p> <p>2014 &amp; 2015</p>	 <p>HAS RECEIVED AN INVESTMENT FROM</p>  <p>FEBRUARY 2014</p>	 <p>HAS BEEN ACQUIRED BY</p>  <p>NOVEMBER 2013</p>	 <p>HAS BEEN ACQUIRED BY</p>  <p>SEPTEMBER 2013</p>	 <p>HAS BEEN ACQUIRED BY</p>  <p>AUGUST 2013</p>
 <p>HAS BEEN ACQUIRED BY</p>  <p>AUGUST 2013</p>	 <p>HAS BEEN ACQUIRED BY</p>  <p>NOVEMBER 2011</p>	 <p>HAS BEEN ACQUIRED BY</p>  <p>AUGUST 2011</p>	<p>Mid-Atlantic Skilled Nursing Group ("Sellers")</p> <p>HAS BEEN ACQUIRED IN A SALE-LEASEBACK TRANSACTION</p>  <p>AUGUST 2011</p>	 <p>HAS BEEN ACQUIRED BY</p>  <p>JUNE 2011</p>	 <p>HAS BEEN ACQUIRED BY</p>  <p>JULY 2010</p>	 <p>HAS BEEN ACQUIRED BY</p>  <p>DECEMBER 2009</p>	

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