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CAPITAL

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Industry Observations – June 30, 2020

Healthcare Industry

Select Healthcare Public Company Industry Data As of June 30, 2020

(USD in millions, except per share data)

		Market Data					LTM Operating Data			Forward Estimates	
		Price at 06/30/20	% of 52 Week High	Equity Value	Enterprise Value	Debt / Total Capital	Total Assets	LTM Revenue	LTM EBITDA	CY 2020 Revenue Estimate	CY 2020 EBITDA Estimate
Company Name	Ticker										
Healthcare Equipment and Supplies											
Align Technology, Inc.	ALGN	\$274.44	91.0%	\$21,615.71	\$24,690.52	2.5%	\$3,964.84	\$2,408.79	\$554.23	\$2,085.33	\$377.11
Boston Scientific Corporation	BSX	\$35.11	75.3%	\$50,028.24	\$64,935.92	43.4%	\$30,113.00	\$10,785.00	\$2,673.00	\$9,687.61	\$2,347.94
Haemonetics Corporation	HAE	\$89.56	63.8%	\$4,512.63	\$4,957.15	43.8%	\$1,267.11	\$988.48	\$266.02	\$931.15	\$277.39
ICU Medical, Inc.	ICUI	\$184.31	71.0%	\$3,839.62	\$3,804.00	12.9%	\$1,816.98	\$1,263.88	\$229.89	\$1,200.70	\$249.93
Integra LifeSciences Holdings Corporation	IART	\$46.99	72.2%	\$3,986.77	\$5,570.91	57.1%	\$3,447.57	\$1,512.19	\$358.57	\$1,334.41	\$276.84
Medtronic plc	MDT	\$91.70	75.1%	\$122,997.11	\$145,689.23	33.6%	\$90,689.00	\$28,913.00	\$7,806.00	\$25,858.27	\$5,263.38
NuVasive, Inc.	NUVA	\$55.66	68.0%	\$2,852.49	\$3,574.00	55.8%	\$2,220.52	\$1,153.18	\$250.04	\$1,025.75	\$188.52
ResMed Inc.	RMD	\$192.00	99.4%	\$27,776.34	\$30,858.79	40.0%	\$4,510.54	\$2,891.63	\$916.42	\$3,007.73	\$930.89
Stryker Corporation	SYK	\$180.19	79.6%	\$67,639.45	\$80,004.00	45.4%	\$29,440.00	\$14,956.00	\$4,159.00	\$13,712.13	\$3,345.91
Teleflex Incorporated	TFX	\$363.98	91.3%	\$16,897.92	\$20,136.13	44.8%	\$6,701.56	\$2,612.42	\$724.40	\$2,537.73	\$686.63
The Cooper Companies, Inc.	COO	\$283.64	77.6%	\$13,936.11	\$16,338.50	37.6%	\$6,510.00	\$2,542.10	\$718.40	\$2,394.48	\$728.40
Healthcare Providers and Services											
Centene Corporation	CNC	\$63.55	85.1%	\$36,803.67	\$47,803.43	43.5%	\$66,431.00	\$78,100.00	\$3,168.00	\$110,779.73	\$5,242.78
Cigna Corporation	CI	\$187.65	83.5%	\$69,239.28	\$97,970.81	45.1%	\$154,711.00	\$154,168.00	\$11,366.00	\$154,515.95	\$11,245.42
Community Health Systems, Inc.	CYH	\$3.01	40.3%	\$345.93	\$14,984.26	113.0%	\$15,445.00	\$12,859.00	\$1,306.00	\$11,374.36	\$1,400.98
DaVita Inc.	DVA	\$79.14	87.8%	\$9,639.71	\$22,312.97	77.7%	\$17,596.30	\$11,486.60	\$2,445.53	\$11,697.21	\$2,265.96
HCA Healthcare, Inc.	HCA	\$97.06	63.9%	\$32,769.29	\$71,520.31	102.0%	\$45,421.00	\$51,680.00	\$9,477.00	\$50,280.62	\$9,741.87
Humana Inc.	HUM	\$387.75	94.0%	\$51,262.90	\$55,265.76	39.7%	\$34,633.00	\$67,716.00	\$3,707.00	\$74,543.45	\$4,198.82
Select Medical Holdings Corporation	SEM	\$14.73	51.5%	\$1,973.48	\$7,452.69	74.4%	\$7,115.57	\$5,543.92	\$701.03	\$5,324.79	\$628.44
Tenet Healthcare Corporation	THC	\$18.11	46.0%	\$1,896.39	\$19,613.75	88.3%	\$23,823.00	\$18,454.00	\$2,812.00	\$17,612.35	\$2,252.77

Notes: LTM (latest twelve months); Enterprise Value (market capitalization less total cash and short-term investments plus short-term borrowings and total long-term debt);

EBITDA (earnings before interest, taxes, depreciation and amortization)

Source: Capital IQ

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Select Healthcare Public Company Industry Data

As of June 30, 2020

(USD in millions, except per share data)

Company Name	Ticker	Market Data					LTM Operating Data			Forward Estimates	
		Price at 06/30/20	% of 52 Week High	Equity Value	Enterprise Value	Debt / Total Capital	Total Assets	LTM Revenue	LTM EBITDA	CY 2020 Revenue Estimate	CY 2020 EBITDA Estimate
Pharmaceuticals											
AbbVie Inc.	ABBV	\$98.18	98.8%	\$173,026.76	\$198,128.83	112.4%	\$91,199.00	\$34,057.00	\$16,038.00	\$45,252.54	\$23,630.52
Bristol-Myers Squibb Company	BMJ	\$58.80	86.0%	\$133,046.16	\$164,695.98	48.7%	\$129,285.00	\$31,006.00	\$11,580.00	\$41,962.50	\$18,654.69
Eli Lilly and Company	LJY	\$164.18	98.1%	\$148,821.03	\$165,375.49	84.7%	\$41,102.80	\$23,087.10	\$7,634.90	\$23,939.19	\$8,680.03
Amneal Pharmaceuticals, Inc.	AMRX	\$4.76	65.4%	\$701.22	\$3,671.79	88.9%	\$4,390.80	\$1,678.79	\$311.14	\$1,912.56	\$445.23
Merck & Co., Inc.	MRK	\$77.33	83.5%	\$195,188.75	\$219,498.69	51.6%	\$84,913.00	\$48,081.00	\$19,058.00	\$47,331.49	\$18,933.01
Mylan, Inc.	MYL	\$16.08	69.6%	\$8,312.51	\$20,790.22	53.3%	\$30,145.90	\$11,624.20	\$3,440.20	\$11,635.38	\$3,523.32
Perrigo Company plc	PRGO	\$55.27	86.5%	\$7,534.04	\$10,789.23	38.3%	\$11,400.70	\$5,003.90	\$867.20	\$5,178.23	\$923.43
Pfizer Inc.	PFE	\$32.70	73.4%	\$181,643.06	\$256,446.39	44.5%	\$166,336.00	\$50,660.00	\$20,530.00	\$48,702.44	\$21,825.42

Notes: LTM (latest twelve months); Enterprise Value (market capitalization less total cash and short-term investments plus short-term borrowings and total long-term debt);

EBITDA (earnings before interest, taxes, depreciation and amortization)

Source: Capital IQ

Select Healthcare Public Company Valuation Metrics As of June 30, 2020

(USD in millions, except per share data)

		LTM Operating Statistics						Trading Multiples			
		Return On Assets	Return On Equity	Return On Capital	Revenue Growth	EBITDA Growth	EBITDA Margin	TEV/ LTM Revenue	TEV/ CY 2020 Revenue	TEV/ LTM EBITDA	TEV/ CY 2020 EBITDA
Company Name	Ticker										
Healthcare Equipment and Supplies											
Align Technology, Inc.	ALGN	9.4%	92.0%	13.5%	15.9%	0.1%	23.0%	10.3x	11.8x	44.5x	65.5x
Boston Scientific Corporation	BSX	3.7%	37.2%	4.7%	8.5%	0.9%	24.8%	6.0x	6.7x	24.3x	27.7x
Haemonetics Corporation	HAE	8.5%	12.2%	10.5%	2.2%	26.8%	26.9%	5.0x	5.3x	18.6x	17.9x
ICU Medical, Inc.	ICUI	5.5%	6.5%	6.5%	-7.0%	-15.2%	18.2%	3.0x	3.2x	16.5x	15.2x
Integra LifeSciences Holdings Corporation	IART	4.6%	1.9%	5.2%	2.5%	2.6%	23.7%	3.7x	4.2x	15.5x	20.1x
Medtronic plc	MDT	3.6%	9.5%	4.2%	-5.4%	-17.2%	27.0%	5.0x	5.6x	18.7x	27.7x
NuVasive, Inc.	NUVA	3.9%	7.1%	4.4%	3.3%	6.6%	21.7%	3.1x	3.5x	14.3x	19.0x
ResMed Inc.	RMD	11.0%	24.0%	13.3%	14.5%	20.8%	31.7%	10.7x	10.3x	33.7x	33.1x
Stryker Corporation	SYK	7.6%	17.4%	9.5%	7.8%	12.2%	27.8%	5.3x	5.8x	19.2x	23.9x
Teleflex Incorporated	TFX	4.9%	19.5%	6.1%	5.6%	8.7%	27.7%	7.7x	7.9x	27.8x	29.3x
The Cooper Companies, Inc.	COO	4.3%	9.6%	4.9%	-2.0%	-12.7%	28.3%	6.4x	6.8x	22.7x	22.4x
	Mean	6.1%	21.5%	7.5%	4.2%	3.1%	25.5%	6.0x	6.5x	23.3x	27.4x
	Median	4.9%	12.2%	6.1%	3.3%	2.6%	26.9%	5.3x	5.8x	19.2x	23.9x
Healthcare Providers and Services											
Centene Corporation	CNC	3.0%	4.7%	4.9%	28.0%	10.1%	4.1%	0.6x	0.4x	15.1x	9.1x
Cigna Corporation	CI	3.6%	11.3%	6.6%	105.2%	62.4%	7.4%	0.6x	0.6x	8.6x	8.7x
Community Health Systems, Inc.	CYH	3.3%	N/A	4.0%	-7.1%	-7.9%	10.2%	1.2x	1.3x	11.5x	10.7x
DaVita Inc.	DVA	5.7%	24.1%	6.8%	1.7%	19.0%	21.3%	1.9x	1.9x	9.1x	9.8x
HCA Healthcare, Inc.	HCA	9.6%	N/A	12.2%	8.2%	1.5%	18.3%	1.4x	1.4x	7.5x	7.3x
Humana Inc.	HUM	6.9%	22.5%	11.4%	15.3%	8.4%	5.5%	0.8x	0.7x	14.9x	13.2x
Select Medical Holdings Corporation	SEM	4.3%	13.0%	4.9%	7.6%	11.7%	12.6%	1.3x	1.4x	10.6x	11.9x
Tenet Healthcare Corporation	THC	5.2%	11.5%	7.0%	1.6%	-1.4%	15.2%	1.1x	1.1x	7.0x	8.7x
	Mean	5.2%	14.5%	7.2%	20.0%	13.0%	11.8%	1.1x	1.1x	10.5x	9.9x
	Median	4.8%	12.3%	6.7%	7.9%	9.3%	11.4%	1.1x	1.2x	9.9x	9.5x

Notes: LTM (latest twelve months); NTM (next twelve months); EBITDA (earnings before interest, taxes, depreciation and amortization); TEV (total enterprise value)

Source: Capital IQ

Select Healthcare Public Company Valuation Metrics

As of June 30, 2020

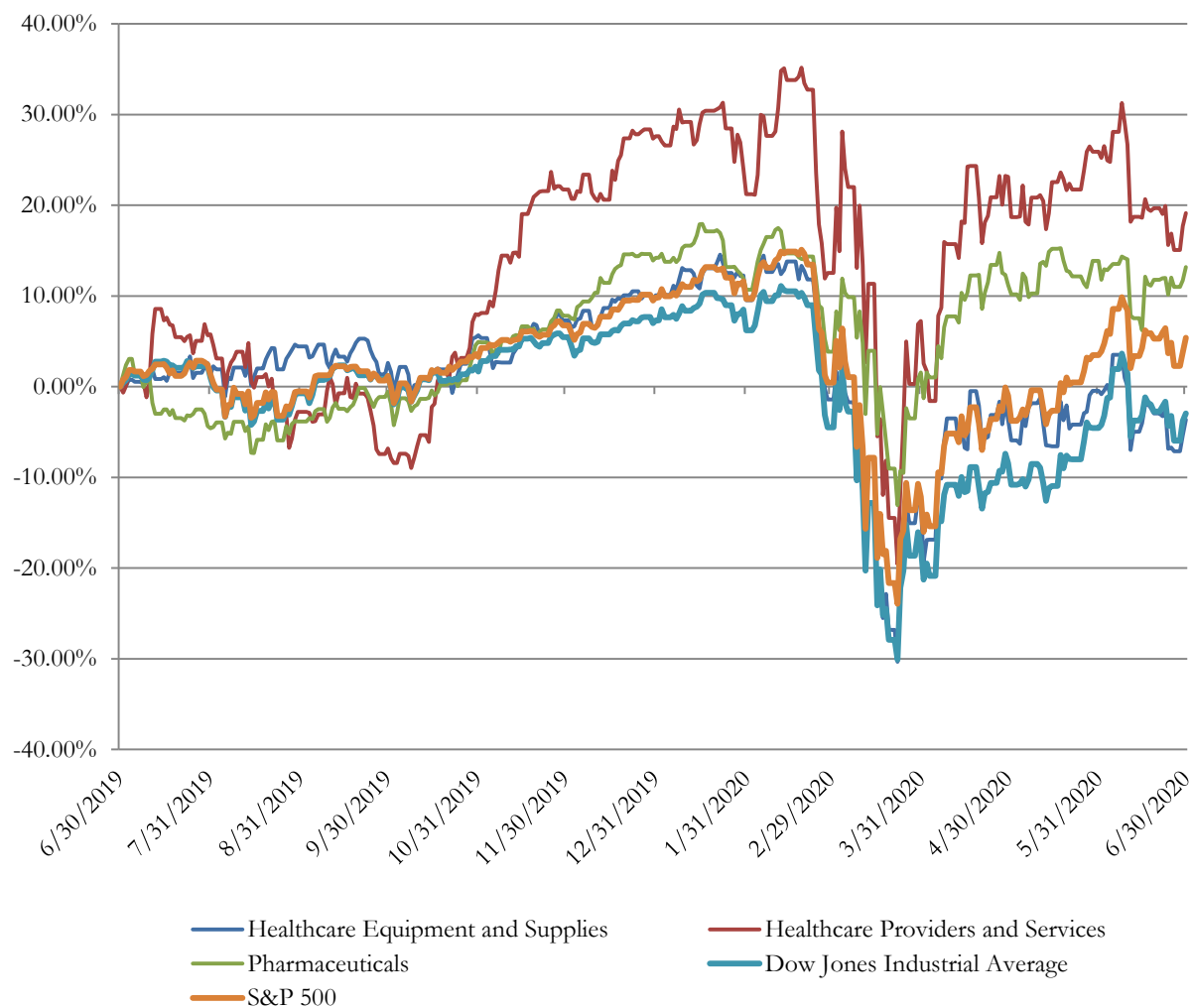
(USD in millions, except per share data)

Company Name	Ticker	LTM Operating Statistics						Trading Multiples			
		Return On Assets	Return On Equity	Return On Capital	Revenue Growth	EBITDA Growth	EBITDA Margin	TEV/ LTM Revenue	TEV/ CY 2020 Revenue	TEV/ LTM EBITDA	TEV/ CY 2020 EBITDA
Pharmaceuticals											
AbbVie Inc.	ABBV	11.8%	N/A	19.4%	4.3%	10.8%	47.1%	5.8x	4.4x	12.4x	8.4x
Bristol-Myers Squibb Company	BMJ	5.8%	3.0%	8.0%	33.1%	58.8%	37.3%	5.3x	3.9x	14.2x	8.8x
Eli Lilly and Company	LLY	10.2%	192.1%	20.3%	6.8%	2.9%	33.1%	7.2x	6.9x	21.7x	19.1x
Amneal Pharmaceuticals, Inc.	AMRX	1.3%	-58.8%	1.6%	-8.5%	-27.2%	18.5%	2.2x	1.9x	11.8x	8.2x
Merck & Co., Inc.	MRK	11.8%	37.6%	18.1%	11.6%	15.9%	39.6%	4.6x	4.6x	11.5x	11.6x
Mylan, Inc.	MYL	3.3%	0.5%	4.1%	3.4%	-0.3%	29.6%	1.8x	1.8x	6.0x	5.9x
Perrigo Company plc	PRGO	2.6%	3.3%	3.2%	6.7%	1.7%	17.3%	2.2x	2.1x	12.4x	11.7x
Pfizer Inc.	PFE	5.8%	25.4%	8.3%	-5.9%	-8.2%	40.5%	5.1x	5.3x	12.5x	11.7x
	Mean	6.6%	29.0%	10.4%	6.4%	6.8%	32.9%	4.3x	3.9x	12.8x	10.7x
	Median	5.8%	3.3%	8.2%	5.5%	2.3%	35.2%	4.8x	4.2x	12.4x	10.2x

Notes: LTM (latest twelve months); NTM (next twelve months); EBITDA (earnings before interest, taxes, depreciation and amortization); TEV (total enterprise value)

Source: Capital IQ

Healthcare Public Company LTM Equity Performance As of June 30, 2020



Note: The indices are derived from the equity performance of the previously listed companies. Source: Capital IQ

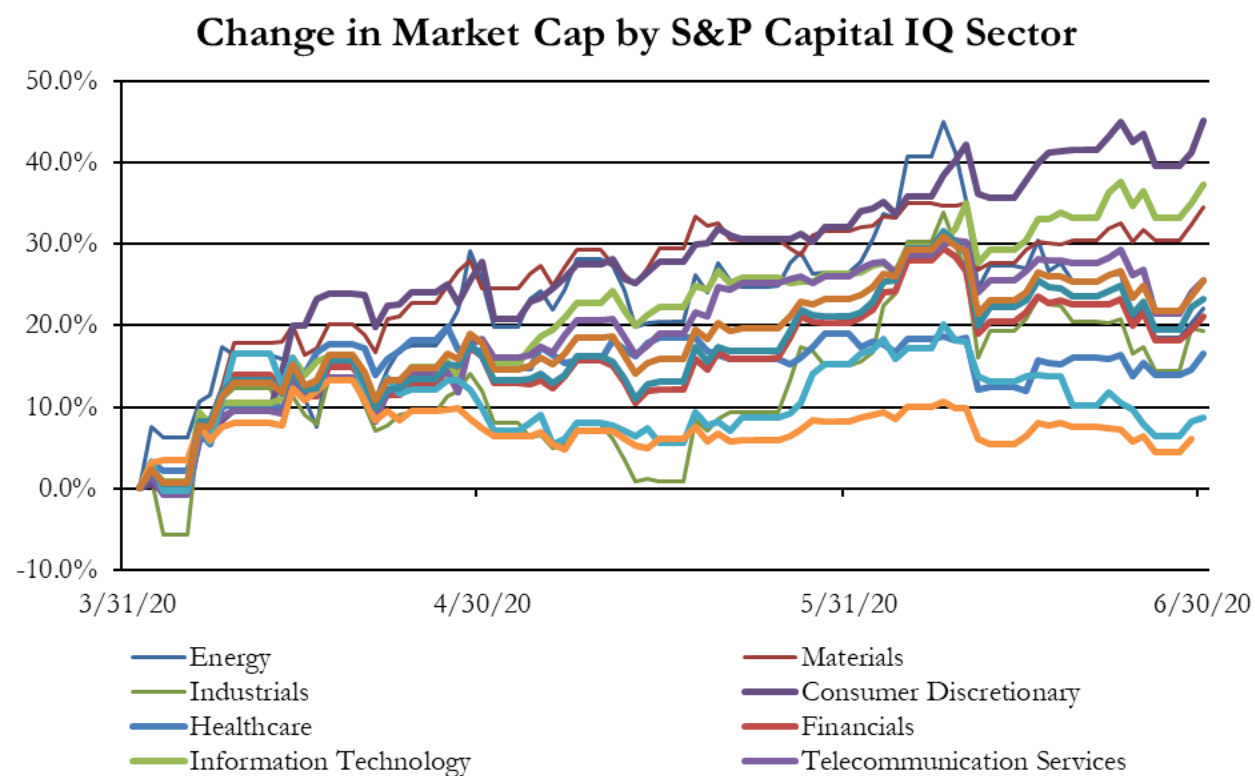
Recent M&A Activity in Healthcare Industry YTD as of June 30, 2020

(USD in millions)

Close Date	Target	Acquirer	Target Company Primary Industry	Implied Enterprise Value
5/27/2020	Ra Pharmaceuticals, Inc.	UCB SA	Biotechnology	\$2,170.44
6/11/2020	Septrafilm Adhesion Barrier Unit of Sanofi	Baxter International Inc.	Health Care Equipment	\$350.00
3/8/2020	PVP Biologics, Inc.	Takeda Pharmaceutical Company Limited	Pharmaceuticals	\$330.00
3/10/2020	Universal Care, Inc.	Bright Health Company of California, Inc.	Managed Health Care	\$280.00
3/12/2020	PDX, Inc./National Health Information Network, Inc./Freedom Data	Change Healthcare Inc.	Health Care Technology	\$208.00
5/28/2020	National MedTrans Network Inc.	LogistiCare Solutions, LLC	Health Care Services	\$80.00
3/26/2020	Substantially all the assets of GenCanna Global USA, Inc.	NA	Pharmaceuticals	\$77.00
3/15/2020	Connected Analytics Business of Change Healthcare, Inc.	Kaufman, Hall & Associates, Inc.	Health Care Technology	\$55.00
2/26/2020	Paradigm Diagnostics, Inc.	Exact Sciences Corporation	Health Care Services	\$40.43
3/20/2020	Meridian Billing Management Co. and Origin Holdings Inc.	MTBC, Inc.	Health Care Services	\$16.35
4/13/2020	Assets of Fayette Regional Health System	Reid Health Outpatient Care Center	Health Care Facilities	\$12.75
4/28/2020	Genelex Corporation	Invitae Corporation	Health Care Services	\$11.96
6/24/2020	Sapphire Biotech, Inc.	AXIM Biotechnologies, Inc.	Biotechnology	\$8.22
6/15/2020	Noachis Terra Inc.	Oragenics, Inc.	Biotechnology	\$6.55
2/24/2020	Ultimate Brain Nutrients, LLC	Grey Cloak Tech Inc.	Pharmaceuticals	\$3.60
2/28/2020	New Leaf USA, Inc.	New Leaf Ventures Inc	Pharmaceuticals	\$3.09
4/3/2020	Texas Physicians Specialized Medicine PLLC	Kremenchugskaya 3	Health Care Services	\$1.55
4/9/2020	CURA Health Management	HLYK Florida, LLC	Managed Health Care	\$0.64
4/1/2020	Healthy Partners, Inc.	Cano Health, LLC	Health Care Services	N/A
5/29/2020	Viomics Inc.	Exact Sciences Corporation	Biotechnology	N/A
2/28/2020	Transparent Health Consulting	RLDatix Ltd.	Health Care Services	N/A
4/10/2020	ArmaGen, Inc.	JCR Pharmaceuticals Co., Ltd.	Biotechnology	N/A
2/24/2020	Nuclear Imaging Services, LLC	TTG Imaging Solutions, LLC	Health Care Distributors	N/A
4/29/2020	Lenox Hill TMS Psychiatric Associates, PLLC	Bay Psychiatric Associates - A Medical Corporation	Health Care Facilities	N/A
6/2/2020	Level Ex, Inc.	Brainlab AG	Health Care Technology	N/A
4/2/2020	Shands Starke Regional Medical Center/ Shands Live Oak Regional	Bay Hospital Inc.	Health Care Facilities	N/A
2/25/2020	Modeling and Simulation Technology Assets of In Silico Biosciences,	Simcyp Ltd.	Health Care Technology	N/A
6/22/2020	Digestive Care	Gastro Health, LLC	Health Care Services	N/A
3/13/2020	A Portfolio of 10 Fully Leased Medical Office Buildings in Dallas-	Ridgeline Capital Partners	Health Care Facilities	N/A
3/4/2020	Medication Assisted Recovery Centers	AppleGate Recovery LLC	Health Care Facilities	N/A
6/2/2020	POWERWAND of Access Scientific, LLC	Smiths Medical International Ltd	Health Care Equipment	N/A
2/26/2020	Prime Hospice/Harmony Hospice	The Pennant Group, Inc.	Health Care Facilities	N/A
3/31/2020	Sojourn Hospice & Palliative Care, L.L.C.	Bristol Hospice, LLC	Health Care Facilities	N/A
3/13/2020	College Park Industries, Inc.	Össur hf.	Health Care Equipment	N/A
5/1/2020	Turn-Key Health LLC	CareCentrix, Inc.	Health Care Services	N/A
2/27/2020	Certain Assets of McYou Health Inc.	Wellable, Inc.	Health Care Technology	N/A
6/5/2020	Charlotte Surgery Center, LLC	Flagship Healthcare Trust, Inc.	Health Care Facilities	N/A
6/5/2020	Global Emergency Response, Inc.	Central Research, Inc.	Health Care Technology	N/A
5/27/2020	Wellpepper, Inc.	NA	Health Care Technology	N/A
6/8/2020	Metis Laboratories Inc.	L2P Research, LLC	Life Sciences Tools and Services	N/A
4/30/2020	Sparsha Pharma USA, Inc.	Nissha Co., Ltd.	Health Care Supplies	N/A
3/2/2020	Chronic Care Management Services Division of Oculus Health	WellBox Inc.	Health Care Services	N/A
6/22/2020	S K Management, Inc.	Partners Community Management Inc.	Health Care Facilities	N/A
4/30/2020	AlertMD LLC	EverCommerce	Health Care Technology	N/A
3/4/2020	Rent A Daughter LLC	38 Digital Market	Health Care Services	N/A
4/9/2020	Mirador Global LP	Coeus Consulting Group	Health Care Services	N/A
2/19/2020	Nextgen Hospice Care LLC	Choice Homecare of Texas, LLC	Health Care Facilities	N/A
3/5/2020	Foothill Community Health Center (nka:Bay Area Community Health)	Tri-City Health Center, Inc.	Health Care Facilities	N/A
6/12/2020	NormaTec Industries, LP	Hyperice Inc.	Health Care Equipment	N/A
6/2/2020	Pathway Vet Alliance LLC	TSG Consumer Partners LLC; Morgan Stanley Private	Health Care Facilities	N/A
6/30/2020	Assets of Theralight, Inc.	TheraLight, LLC	Health Care Equipment	N/A
6/1/2020	Pediatric Specialty Care, Inc.	Veronis Suhler Stevenson; Monroe Capital LLC;	Health Care Facilities	N/A
6/30/2020	BaseHealth, Inc.	Genalyte, Inc.	Health Care Technology	N/A
3/24/2020	CAREVOICE INC	HTD Health	Health Care Technology	N/A
4/24/2020	Paragon Private Health, LLC	Signature MD, Inc.	Health Care Services	N/A
4/8/2020	Broward Guardian, LLC	NA	Health Care Services	N/A
2/18/2020	Brooklyn Dermatology	Bobby Buka M.D. Professional Corporation	Health Care Services	N/A
4/15/2020	KorvaLabs, Inc.	Curative Inc.	Health Care Services	N/A
6/18/2020	Pennyroyal Regional Mental Health-Mental Retardation Board, Inc.	LifeSkills, Inc.	Health Care Facilities	N/A
4/16/2020	SwervePay Health	Ontario Systems, LLC	Health Care Technology	N/A
3/30/2020	Washington Regional Medical Center	Affinity Health Partners	Health Care Facilities	N/A
3/22/2020	Portfolio of Three Skilled Nursing Properties in Maryland	N/A	Health Care Facilities	N/A
4/20/2020	The Assets of Backpack Health, LLC	Konica Minolta Precision Medicine, Inc.	Health Care Technology	N/A
6/30/2020	Ritter Pharmaceuticals, Inc.	Qualigen, Inc. (nka:Qualigen Therapeutics, Inc.)	Pharmaceuticals	N/A
4/16/2020	Redwood Town Court	MBK Senior Living Ltd.	Health Care Facilities	N/A

Source: Capital IQ

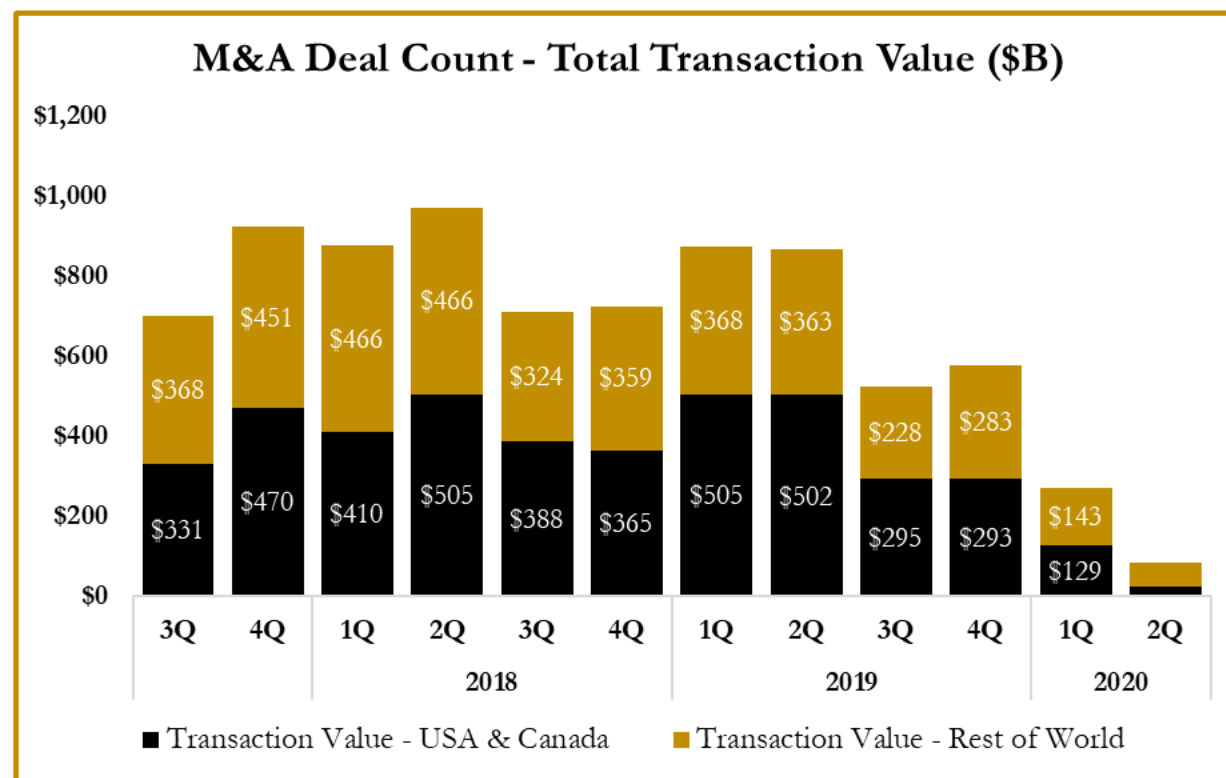
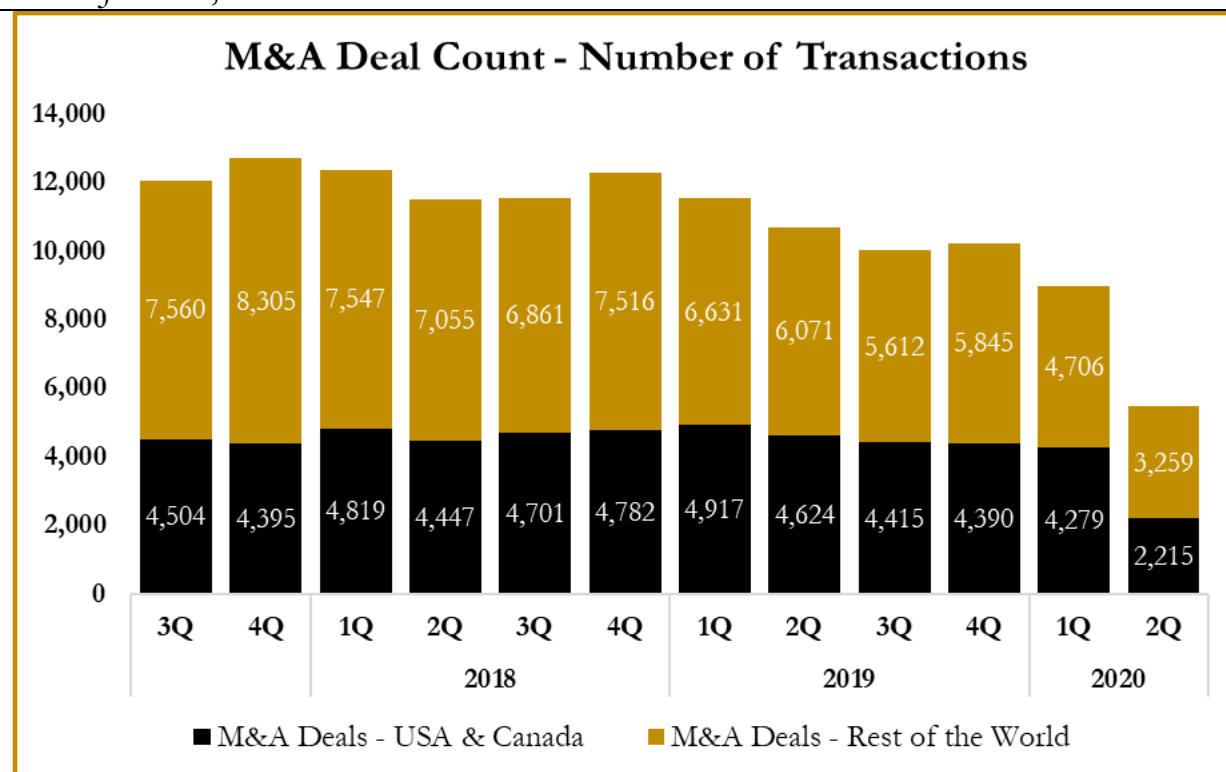
S&P Capital IQ - Sector Last 3 Month Equity Performance As of June 30, 2020



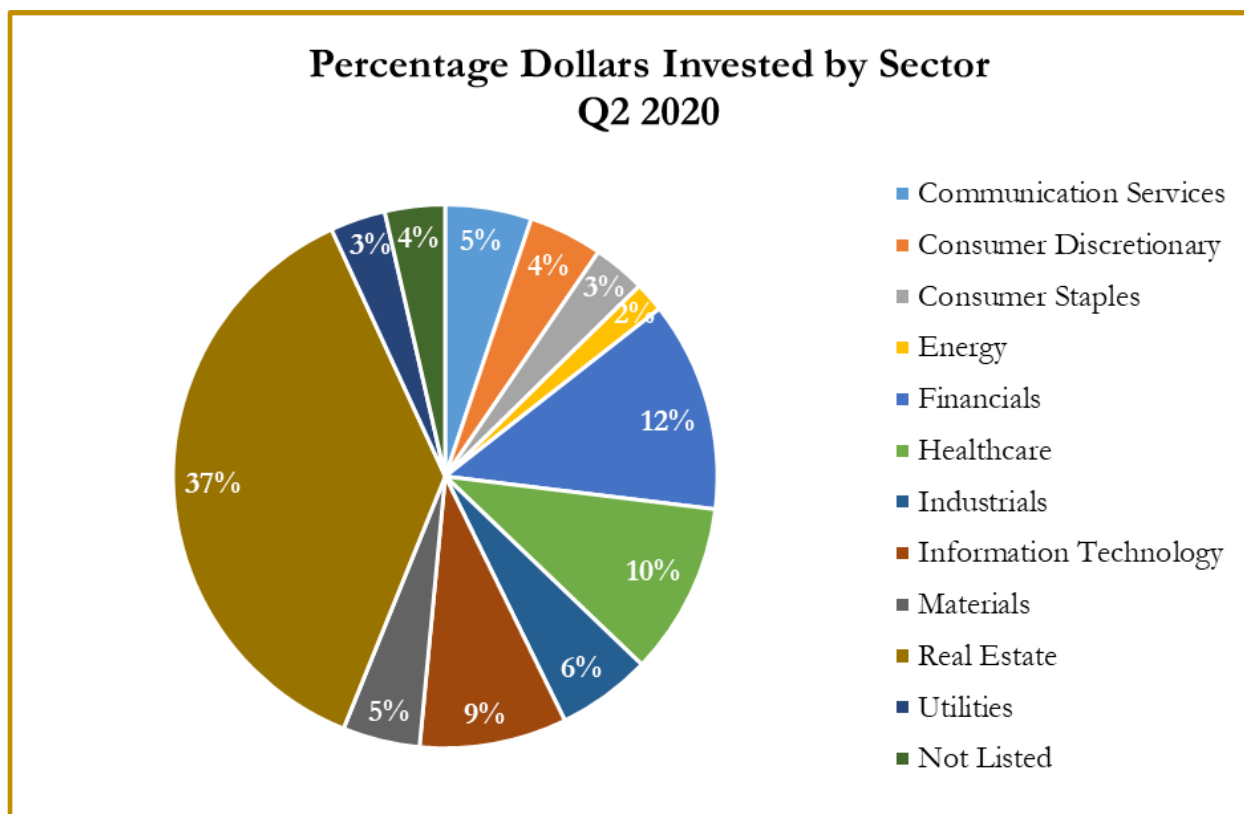
Note: The indices are derived from the equity performance of the S&P Capital IQ Sectors. Source: Capital IQ

M&A Deal Flow Statistics by S&P Capital IQ Sector

As of June 30, 2020



M&A Deal Flow Statistics by S&P Capital IQ Sector
As of June 30, 2020





About Us

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We provide an array of services that include enterprise valuations, portfolio valuation, valuation of carried interest, transaction opinions, tax and financial reporting compliance, purchase price allocations, and a wide variety of consulting services through our Financial Advisory Group.

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