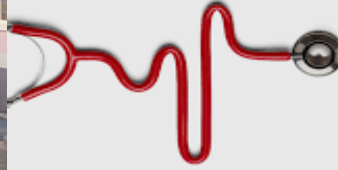


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Market Overview

Indices Performance (% change)

	<u>February 2024</u>	<u>LTM</u>		<u>February 2024</u>	<u>LTM</u>
S&P 500	5.2%	29.0%	DJIA	2.2%	19.4%
Nasdaq	6.1%	41.4%	Russell 2000	5.5%	8.2%

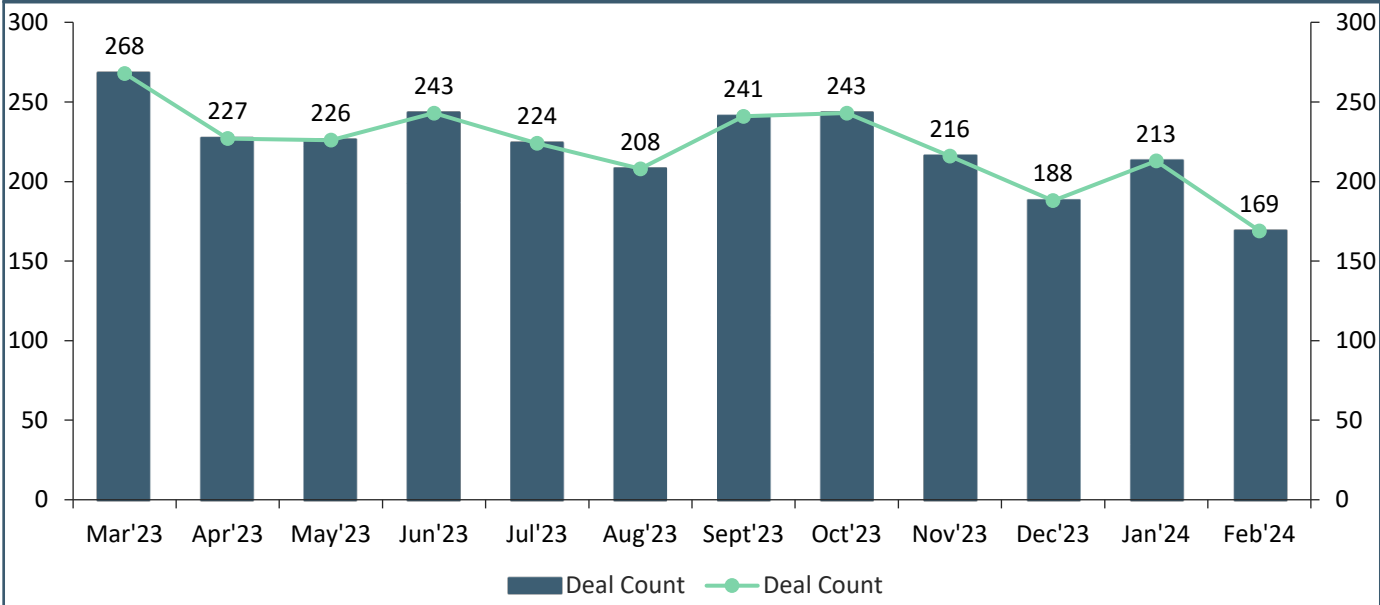
Source: Federal Reserve; Bank of St. Louis

Healthcare Provider Market Overview

Largest Healthcare Services Providers Movers and Losers (largest % change)

	<u>February 2024</u>	<u>LTM</u>		<u>February 2024</u>	<u>LTM</u>
DaVita	17.4%	54.2%	Envista Holdings	(12.1%)	(46.5%)
U.S. Physical Therapy	15.2%	4.3%	Dentsply Sirona	(6.0%)	(12.5%)
The Ensign Group	10.3%	38.1%			
National Healthcare	6.0%	78.2%			
Select Medical Holdings	4.8%	0.7%			

Healthcare Services Deal Count (LTM)



Healthcare Industry Contacts

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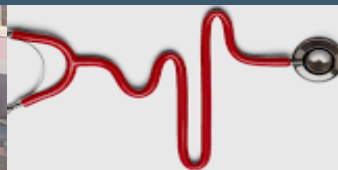
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Publicly Traded Company Performance: Healthcare Services

(\$ in millions, except per share data)

Company	Ticker	Share Price 02/29/2024	% of 52 Wk High	Market Capitalization	Enterprise Value	Valuation Multiples			PE Multiples		LTM Operating Margins			Net Debt/EBITDA
						TEV/Total Revenue	TEV/EBITDA	TEV/EBIT	LTM P/E	CY23 P/E	Gross	EBIT	EBITDA	
DaVita	DVA	\$126.97	98.6%	\$11,087	\$23,499	1.9x	10.0x	14.9x	17.1x	16.4x	31.5%	13.0%	19.3%	4.6x
Henry Schein	HSIC	\$76.47	89.2%	\$9,827	\$13,895	1.1x	16.2x	22.7x	24.2x	22.4x	31.3%	5.0%	7.0%	3.0x
Acadia Healthcare	ACHC	\$83.45	95.1%	\$7,702	\$9,207	3.1x	48.7x	162.2x	NA	NA	96.4%	1.9%	6.5%	7.4x
Dentsply Sirona	XRAY	\$32.68	75.6%	\$6,777	\$8,743	2.2x	35.1x	NA	NA	NA	52.6%	(2.4%)	6.3%	7.9x
The Ensign Group	ENSG	\$124.92	99.4%	\$7,079	\$8,429	2.3x	23.9x	30.0x	34.2x	25.9x	15.8%	7.5%	9.5%	3.8x
Surgery Partners (Brentwood)	SGRY	\$31.03	67.8%	\$3,929	\$8,169	3.0x	18.3x	24.9x	NA	NA	23.6%	12.0%	16.3%	6.4x
Envista Holdings	NVST	\$20.65	50.5%	\$3,543	\$4,256	1.7x	24.9x	500.7x	NA	22.3x	56.1%	0.3%	6.7%	4.2x
Select Medical Holdings	SEM	\$27.23	81.3%	\$3,495	\$8,598	1.3x	10.9x	14.8x	14.3x	13.3x	14.0%	8.7%	11.9%	6.1x
U.S. Physical Therapy	USPH	\$106.27	85.6%	\$1,601	\$1,883	3.1x	26.7x	34.3x	83.0x	54.8x	20.1%	9.1%	11.7%	1.5x
National Healthcare	ASE:NHC	\$98.66	96.9%	\$1,514	\$1,386	1.2x	11.3x	17.2x	22.7x	31.8x	37.6%	7.1%	10.7%	(1.1x)
Brookdale Senior Living	BKD	\$5.72	90.6%	\$1,083	\$5,502	1.8x	14.5x	194.5x	NA	NA	24.5%	0.9%	12.6%	11.7x
Mean				\$3,178	\$5,460	2.0x	18.6x	116.6x	38.6x	29.6x	27.4%	6.5%	11.3%	4.7x
Median				\$3,495	\$5,502	1.8x	18.3x	30.0x	28.5x	25.9x	23.6%	7.5%	11.7%	4.2x
High				\$7,079	\$8,598	3.1x	26.7x	500.7x	83.0x	54.8x	56.1%	12.0%	16.3%	11.7x
Low				\$1,083	\$1,386	1.2x	10.9x	14.8x	14.3x	13.3x	14.0%	0.3%	6.7%	(1.1x)

Source: PitchBook

Total Enterprise Value (TEV) = Market Capitalization + Preferred Equity + Debt + Minority Interest - Cash

LTM = Last Twelve Months

M&A, Capital Raising, and Industry News: Behavioral Health

❖ Beacon Behavioral Partners Adds 9 New Clinics

February 16, 2024 – Beacon Behavioral Partners announced it will expand further into the Southeastern U.S. by acquiring nine new partner clinics. Latticework Capital-backed Beacon Behavioral Partners is a network of psychiatric practices. It has locations in Louisiana, Arkansas, Mississippi and Texas. Beacon’s partnership model offers physicians equity ownership in the company and clinical autonomy. The network offers to handle all the back-end administrative operations for practices.

M&A, Capital Raising, and Industry News: Senior Living

❖ American Healthcare REIT IPO Yields \$672M

February 7, 2024 – American Healthcare REIT raised \$672 million in its initial public offering, representing the lower end of its initial target. The Irvine, California-based real estate investment trust was aiming to raise up to \$840 million. Shares were sold at the bottom of a marketed range, adding to a run of modest performances as more companies moved ahead with new listings, according to a Bloomberg article on American Healthcare shares’ public offering.

❖ Welltower to Buy Affinity Living Active Adult Portfolio for \$969M

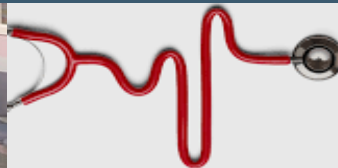
February 13, 2024 – Welltower Inc. (NYSE: WELL) is acquiring a 25-community active adult portfolio with larger plans to create a programmatic development agreement with Affinity Living Communities. The portfolio consists of 3,900 units, mostly concentrated in the Pacific Northwest, according to a press release on the transaction. Affinity will continue to manage the portfolio when it changes hands. The transaction will expand Welltower’s “wellness housing portfolio,” which includes about 25,000 units overall, according to the Toledo, Ohio-based real estate investment trust (REIT).

❖ Healthpeak Properties, Inc., Physicians Realty Trust Approved to Merge

February 21, 2024 – Healthpeak Properties, Inc. and Physicians Realty Trust announced on Feb. 21 that stockholders and shareholders for the respective companies have voted to approve a merger. According to a press release, the transaction is expected to close on March 1. The company will operate under the Healthpeak Properties, Inc. name.



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M&A, Capital Raising, and Industry News: Dental

❖ Southern Orthodontic Partners Makes First Chicago-area Expansion

February 2, 2024 – Nashville, TN-based Southern Orthodontic Partners added its first practice in the Chicago area. The specialty DSO partnered with Petty & Bielik Orthodontics in Oak Lawn, IL, led by William Petty, DDS, and Kathryn Bielik, DDS, according to a Feb. 1 news release from the Company. Southern Orthodontic Partners will look to continue expansion in and around Chicago with additional partnerships in 2024.

❖ Imagen Dental Partners adds Florida Practice

February 9, 2024 – Scottsdale, AZ-based Imagen Dental Partners added a Florida practice to expand its network. The DSO partnered with Stickney Dental in Ocala, FL, led by Peter Stickney, DMD, and Robin Stickney, DMD, according to a Jan. 18 news release from Imagen Dental Partners. The practice offers dental services including dental implants, veneers, crowns and bridges, Invisalign treatment, root canal therapy, and dental emergencies, according to its website. Imagen Dental Partners supports practices across 15 states.

❖ Five Point Dental Specialists gets Investments from Tecum Capital, Hilltop Opportunity Partners

February 13, 2024 – Fort Worth, Texas-based Five Point Dental Specialists recently received investments from Tecum Capital and Hilltop Opportunity Partners. Both investment firms focus on lower middle market businesses. Their investments will support Five Point Dental Specialists' growth, according to a Feb. 12 news release. Five Point Dental Specialists supports practices specializing in orthodontics, oral surgery, pediatric dentistry and endodontics.

❖ Main Street Capital Invests \$12.8M into Midwestern DSO

February 20, 2024 – Houston-based Main Street Capital Corporation completed a portfolio investment in a DSO based in the Midwestern U.S. Main Street Capital partnered with the DSO's founder and a private investment group to complete the \$12.8 million investment, according to a Feb. 20 news release from Main Street. The \$12.8 million will facilitate the recapitalization of the DSO and is a combination of first lien, senior secured debt and a direct equity investment.

M&A, Capital Raising, and Industry News: Veterinary

❖ Merck Animal Health to Acquire Elanco's Aqua Business

February 5, 2024 – Merck Animal Health, known as MSD Animal Health outside of the United States and Canada, a division of Merck & Co., Inc., announced it has signed a definitive agreement to acquire the aqua business of Elanco Animal Health Incorporated for \$1.3 billion in cash, consisting of a portfolio of medicines and vaccines, nutritionals and supplements for aquatic species; two related aqua manufacturing facilities in Canada and Vietnam; as well as a research facility in Chile. The acquisition is expected to be completed by mid-year 2024, subject to approvals from regulatory authorities and other customary closing conditions.

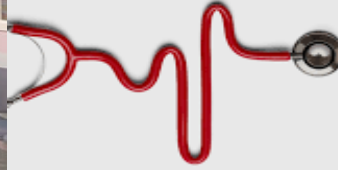
❖ CityVet Lands a Spot on Inc. Magazine's List of the Southwest Region's Fastest-Growing Private Companies

February 27, 2024 – On Tuesday, February 27, 2024, Inc. magazine revealed that CityVet is No. 123 on its fourth annual Inc. 5000 Regionals: Southwest list, the most prestigious ranking of the fastest-growing Southwest private companies, based in Arizona, New Mexico, Oklahoma, and Texas. Born of the annual Inc. 5000 franchise, this regional list represents a unique look at the most successful companies within the Southwest economy's most dynamic segment—its independent small businesses.

❖ AI-Powered, Plant-Based Dog Food Brand PawCo Raises \$2M to Scale Its Operations

February 29, 2024 – PawCo Foods, a plant-based pet nutrition brand dedicated to providing high-quality, sustainable, and scientifically-formulated food for dogs, today announced a \$2 million seed funding round led by Elevate Ventures, as well as other angel investors such as Arash Ferdowsi, co-founder of Dropbox.

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The Chicago Corporation Overview

- Highly regarded investment bank with a long, distinguished history.
- Focused on middle market private companies owned by families and entrepreneurs with revenue up to \$250 million.
- Over 35 experienced professionals with broad industry experience.
- Providing traditional investment banking services as well as broader financial advisory services to assist clients facing issues of growth, capital structure, ownership transition, shareholder value and liquidity.
- All we do is advise clients on corporate finance matters. We don't trade or underwrite securities, provide wealth management services, or engage in principal investing.

Why the Chicago Corporation?

Extensive Healthcare
Services Deal Experience

Trusted Advisors to Business
Owners

Two Managing Directors on
Every Engagement

Seasoned Bankers with
200+ Years of Combined
Experience

Best-in-Class Unbiased
Advice

Exceptional Transaction
Execution



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