

Q1-2015 Anesthesia Services Update



M&A Overview

Mergers and acquisitions activity was strong in the first quarter, with 9 anesthesia services transactions completed compared to 4 in the previous quarter. While strategic organizations set the pace on consolidation, private equity firms were still heavily involved as sponsor-backed companies such as U.S. Anesthesia Partners (Welsh, Carson, Anderson & Stowe), Pain Doctor (Catterton Partners), and NAPA (Moelis Capital Partners) represented more than half of the reported transactions below.

Month	Acquirer	Target Company	Details
March 2015	MEDNAX	Mosaic Anesthesia & Perioperative Services	Mosaic Anesthesia, a group of 15 anesthesiologists based in NC, has been acquired by MEDNAX. The transaction will provide Mosaic with the support of a national organization for stability and growth within the region.
March 2015	U.S. Anesthesia Partners	Excel Anesthesia	U.S. Anesthesia Partners has expanded its presence within the TX market through an acquisition of Excel Anesthesia, a group of 70 providers in Ft. Worth. The transaction is U.S. Anesthesia Partners third in the first quarter alone.
March 2015	Pain Doctor	Spine & Pain Center of San Antonio	Pain Doctor, an Arizona-based portfolio company of Catterton Partners, acquired Spine & Pain Center of San Antonio. Spine & Pain Center of San Antonio provides pain management services five locations around the San Antonio market and will serve as Pain Doctor's platform in TX. Provident Healthcare Partners served as the exclusive financial advisor to Spine and Pain Center of San Antonio through the transaction process.
February 2015	Alliance Healthcare Services	The Pain Center of Arizona	Alliance Healthcare Services has acquired a 59% stake in The Pain Center of Arizona for \$27 million in cash and \$2.9 million in assumed debt. The Pain Center of Arizona provides interventional pain management services through 12 locations statewide and reported 2014 consolidated revenue of approximately \$30 million. The transaction is Alliance's first acquisition within the space as it looks to build a national IPM platform.
February 2015	U.S. Anesthesia Partners	Greater Colorado Anesthesia	U.S. Anesthesia Partners has acquired Denver-based Greater Colorado Anesthesia. With 122 providers in more than 20 facilities, Greater Colorado Anesthesia will serve as a beachhead for U.S. Anesthesia Partners' operations within CO as it continues its national expansion strategy via acquisitions.
January 2015	MEDNAX	MEMAC Associates	MEDNAX has acquired MEMAC Associates, a group of 28 clinicians based in Warren, MI. The transaction will add contracts at one hospital and four ASCs to MEDNAX's national network and bolster the organization's presence in the Michigan market.
January 2015	U.S. Anesthesia Partners	Anesthesia Consultants of Dallas	U.S. Anesthesia Partners has acquired Anesthesia Consultants of Dallas, a group of 56 providers. With the transaction, Anesthesia Consultants of Dallas will use U.S. Anesthesia Partners' resources and infrastructure to continue growing throughout the Dallas market.
January 2015	North American Partners in Anesthesia	Atlantic Anesthesia	North American Partners in Anesthesia has acquired Atlantic Anesthesia, a provider of anesthesia and pain management services at two facilities in NH, thereby expanding its presence to 5 hospitals in New England.
January 2015	MEDNAX	Metropolitan Anesthesia Alliance	MEDNAX has acquired Memphis-based Metropolitan Anesthesia Alliance, a group of 73 providers serving the Baptist Memorial Health System. The acquisition will significantly bolster MEDNAX's presence in the TN market.