

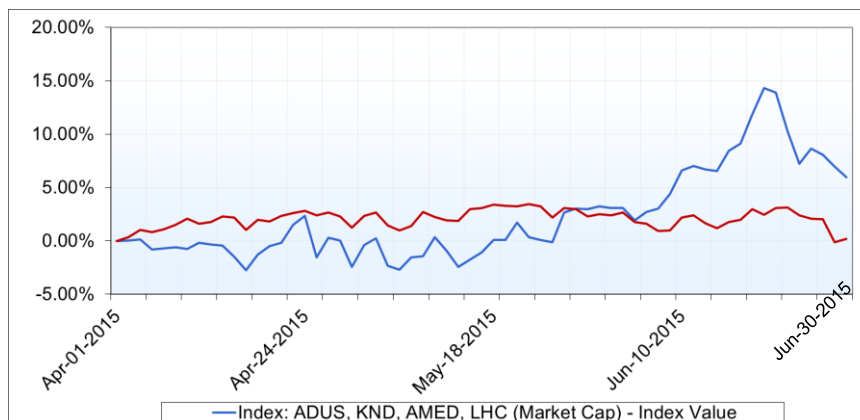
# Q2-2015 Home Health & Hospice Industry Update



## Market Update

Throughout the second quarter of 2015, the home health and hospice industry remained attractive to strategic acquirers due to rising costs for small-to-mid sized home health and hospice providers. This is evidenced by additional strategic partnerships formed by Cornerstone Healthcare and Managed Care at Home, among others and the consolidation trends within this industry are expected to continue as size and scale become more necessary to remain competitive.

## Comparative Performance Analysis



## Select Transactions

Month	Acquirer	Target Company	Details
June 2015	Cornerstone Healthcare, Inc	Managed Care At Home	Cornerstone Healthcare, Inc., the home health and hospice portfolio subsidiary of the Ensign Group, Inc., has acquired Managed Care at Home. Managed Care at Home is a Medicare and Medi-Cal certified home health agency serving the San Jose area. Cornerstone now owns ten home health and hospice operations, two distinct hospice operations and three private duty operations spread across 9 states. Specific financial terms of the deal were not disclosed.
June 2015	Silverado Senior Living	Assisted Living and Memory Care	Silverado Senior Living announced the acquisition of an assisted living and memory care community in Southlake, Texas. The Company will assume management of the 56-bed community under the name, Silverado Southlake. Specific financial terms of the deal were not disclosed.
May 2015	St. Croix Hospice	Saint Jude Healthcare, LLC	Clearview Capital Fund III, LP announced that its portfolio company, St. Croix Hospice, has acquired certain assets of Saint Jude Healthcare, LLC, and its subsidiaries. The financial terms of the deal were not disclosed.
May 2015	IPC Healthcare	Accountability Healthcare	IPC Healthcare (Nasdaq:IPCM), a leading national acute hospitalist and post-acute provider organization, has announced that it has acquired Accountability Healthcare, a post-acute care practice group headquartered in Birmingham, Alabama. Deal terms were not disclosed.
May 2015	LivHOME, Inc	Advanced Care Management	LivHOME, Inc., the country's premier "at-home services for seniors" company, has acquired the assets of Advanced Care Management, providers of private care management in the Washington, DC Metropolitan area. Specific financial terms of the deal were not disclosed.