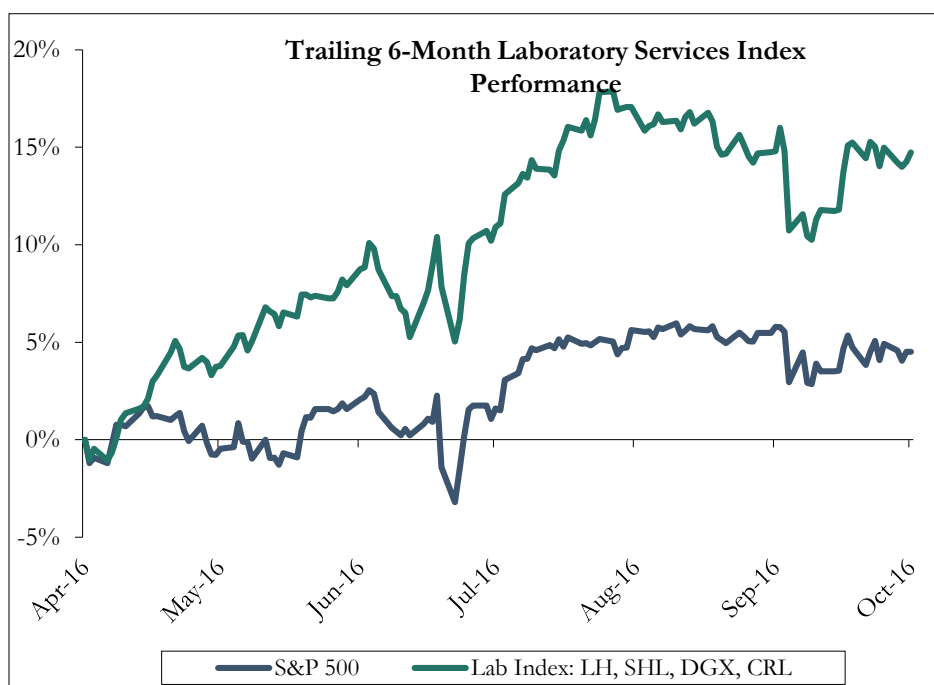


# Q3-2016 Laboratory Services Update



## Market Overview

The laboratory services space continues to experience a long run of successful quarters. As preventative medicine places a greater importance on clinical testing, test volumes have increased across the board. Industry consolidators such as LabCorp and Eurofins continue to rely on transactions to bolster service offerings, as represented by their acquisitions of ClearPath Diagnostics and VRL Labs, respectively. Provident expects to see continued consolidation throughout the rest of 2016 as both financial and strategic investors recognize the growing need for accurate, efficient testing services.



## SELECT TRANSACTIONS:

Date	Acquirer	Target	Description
September 2016	LabCorp	ClearPath Diagnostics	LabCorp, the world's leading healthcare diagnostics company, acquired Syracuse, NY based Clearpath Diagnostics from Shore Capital Partners. Clearpath provides laboratory diagnostic services in the Northeast. The acquisition will help Clearpath expand its presence in the Northeast region and will bolster LabCorp's Obstetric and Gynecologic service offerings. Financial terms of the transaction were not disclosed.
September 2016	Eurofins Scientific	VRL Laboratories	Eurofins Scientific, a global provider of bio-analytical testing, acquired VRL Laboratories. VRL provides pre-transplant eligibility testing for donors of human cells, tissues, and cellular and tissue-based products. The acquisition of VRL will reinforce Eurofin's footprint in specialty clinical testing services. Financial terms of the transaction were not disclosed.
September 2016	Microbiology Research Associates	Accuratus Lab Services	Private equity-backed Microbiology Research Associates, a provider of customized microbiology testing services, has acquired Accuratus Lab Services. Minnesota-based Accuratus provides microbiology, virology, and analytical chemistry GLP testing services. The acquisition will allow both companies to integrate and establish leadership in the microbiological contamination control testing space. Financial terms of the transaction were not disclosed.
August 2016	Pritzker Group Private Capital	PathGroup	Pritzker Group Private Capital announced a majority recapitalization of PathGroup, a provider of anatomic pathology and clinical lab services in the US. The acquisition will allow PathGroup to leverage Pritzker Group Private Capital's resources and understanding of the industry to support the next chapter of company growth. Financial terms of the transaction were not disclosed.
July 2016	Internist Laboratory	West Pacific Medical Laboratory	Internist Laboratory, dba VantagePoint Laboratory, has acquired West Pacific Medical Laboratory. The partnership will help the joint company gain in-network status with most insurance carriers and increase offerings in the cardiovascular and oncology spaces. Financial terms of the transaction were not disclosed.