

Q3-2017 Physician Services Update



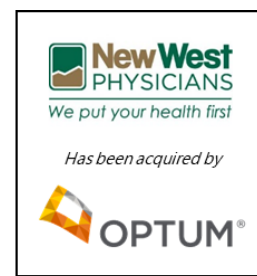
Market Overview

2017 Comp Set	EV/EBITDA	EV/Revenue	Q3 Performance
American Renal Associates (ARA)	6.22x	1.24x	-16.01%
DaVita (DVA)	7.99x	1.30x	-5.27%
Envision (Amsurg)(EVHC)	11.77x	1.91x	-28.24%
Fresenius (FMS)	10.31x	1.88x	3.42%
Mednax (MD)	8.92x	1.68x	26.18%
Radnet (RDNT)	9.66x	1.26x	49.04%
Surgery Partners (SGRY)	9.82x	2.00x	-53.28%

2017 Comp Set	EV/EBITDA	EV/Revenue	Q3 Performance
Average	9.24x	1.61x	-3.45%
Median	9.66x	1.68x	-5.27%

Investment and consolidation activity within physician services remained extremely active throughout the third quarter, as both private equity and strategic capital was deployed across a multitude of subsectors and specialties. Significant fragmentation within certain specialties, coupled with macroeconomic tailwinds has created a significant supply and demand imbalance and an environment ripe for consolidation. Physician shareholders are increasingly realizing the benefits of aligning with a capital partner or larger organization, which include improved back-office infrastructure, management expertise and strengthened payor contract leverage.

Provident Transactions



SELECT TRANSACTIONS:

Month	Acquirer	Target Company	Details
Radiology			
September 2017	MEDNAX	Jefferson Radiology	MEDNAX acquired Hartford, Connecticut-based Jefferson Radiology and Jefferson Imaging Associates. The group consists of over 60 board-certified radiologists who provide services across the Central Connecticut through ten office locations and affiliations with seven regional hospitals. This transaction is MEDNAX's third radiology acquisition of 2017.
September 2017	Radiology Partners	Southwest Diagnostic Imaging	Radiology Partners announced a new partnership with Arizona-based Southwest Diagnostic Imaging (SDI), a group of over 120 radiologists that serve 15 hospitals and 35 outpatient centers throughout the region. This transaction marks Radiology Partners' entrance into Arizona, and brings the organization's total physician count to over 525.
August 2017	MEDNAX	Radiology Associates of South Florida	MEDNAX acquired Miami-based Radiology Associates of South Florida (RASf), the exclusive provider of professional radiology services to the Baptist Health System. RASf is comprised of over 70 physicians, including radiologists and vascular surgeons, and represents MEDNAX's second major on-site radiology acquisition of 2017.
July 2017	Envision Healthcare	Infinity Healthcare	Envision Healthcare announced the expansion of its physician services division through the acquisition of multi-specialty physician group Infinity Healthcare, Inc., which provides emergency medicine, hospitalist medicine, anesthesia and radiology services to patients throughout Wisconsin and Illinois. This transaction adds over 340 physicians.

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Multispecialty and Primary Care			
September 2017	KKR & Co.	Covenant Surgical Partners	KKR & Co. completed the acquisition of Covenant Surgical Partners from a consortium of existing shareholders. Headquartered in Nashville, TN, Covenant Surgical Partners is a leading acquirer and operator of ambulatory surgery centers and physician practices with 37 facilities located across 17 states.
August 2017	MountainView Medical Group	Rio Grande Medical Group	MountainView Medical Group (MVMG) acquired Rio Grande Medical Group (RGMG). RGMG is one of southern New Mexico's largest physician practice groups serving patients in three locations and employing nearly 30 physicians across a multitude of specialties. MVMG now operates 31 locations in New Mexico, providing patients with access to 20 specialties.
August 2017	Ares Management	DuPage Medical Group	Ares Management completed an investment in DuPage Medical Group (DMG) in a deal valued at \$1.45 billion. The investment by Ares will enable continued support for growth initiatives across the entire organization.
July 2017	Optum	New West Physicians*	Optum acquired New West Physicians, a Denver-based primary care practice and national leader in managed care. The transaction adds over 100 clinicians and 17 locations to Optum's growing national footprint.
July 2017	Penn State Health	Physicians' Alliance	Penn State Health announced a strategic partnership with Physician's Alliance (PAL). PAL is the largest independent physician practice group in Lancaster County and employs 120 physicians across 13 practice locations.
July 2017	DaVita Medical Group	Park Avenue Medical Inc. & Winter Park Health Center, Inc.	DaVita Medical Group (DMG) acquired Dr. Rahn Shaw's practices located in Orlando, adding 9 physicians to the DMG umbrella. Under the terms of the acquisition, the practices will be branded as "DaVita Medical Group".
Gastroenterology			
July 2017	Gastro Health	Digestive Health Physicians	Gastro Health acquired Fort Myers-based Digestive Health Physicians. The acquisition represents GH's 25 th location and their first acquisition outside of the South Florida market.
Urology			
September 2017	Chesapeake Urology	Urological Associates, PA	Chesapeake Urology formed a strategic partnership with Urological Associates, PA (UAP). The partnership includes UAP's 14 urologists, five medical offices and the Ambulatory Surgery Center in Rockville, MD.
OB/GYN			
August 2017	Sverica Capital Management	Women's Health USA	Sverica Capital Management completed a majority recapitalization of Women's Health USA (WHU). WHU is a leading national physician practice management organization focused on women's health. The investment marks Sverica's initial investment in to the sector.

*Provident Healthcare Partners represented New West Physicians in their acquisition by Optum