

Q1-2018 Private Equity Industry Update



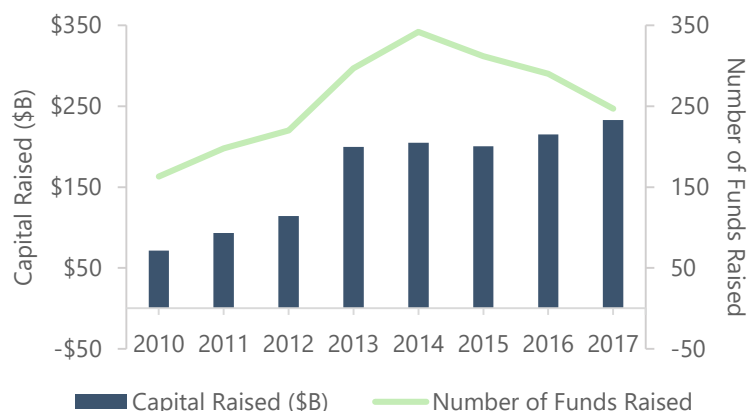
Market Update

Global private equity markets are off to a quick start in 2018, having deployed the most capital of any first quarter on record (\$116B). The same cannot be said for the private equity-backed exit market, where the first three months of 2018 was the third consecutive quarter to see a declining deal count. It should not come as a surprise that private equity investments are out-pacing exit transactions given the record levels of dry powder waiting to be deployed and consistently strong rates of fundraising. The inverse relationship between capital invested and deals exited can likely be explained by consistently high valuations paid at initial investment and longer hold periods to achieve desired returns. This could become the new norm given that 2017 saw the highest levels of fundraising in the post-recession era and is projected to carry into 2018, led in large part by the emergence of mega-funds and middle market investors increasing their fund size.

Select Transactions:

Month	Acquirer	Target	Healthcare Vertical	Notable Attributes
March	A&M Capital Partners	Paramedics Plus	Ground Ambulance Services	Provident Healthcare Partners served as exclusive financial advisor to Paramedics Plus.
March	Pharos Capital Group	Horizon Oncology	Oncology Services	Pharos simultaneously launched Verdi Oncology, a practice management organization.
March	Gen Cap America	CoreMedical Group	Healthcare Staffing	CoreMedical focuses on travel and permanent placement of allied health professionals.
February	Gauge Capital	Comprehensive EyeCare	Eyecare Services	Comprised of three eyecare practices which closed simultaneously.
January	Renovus Capital Partners	Practicing Clinicians Exchange	Medical Education Services	Rapidly expanding industry due to the national shortage of qualified nurse practitioners and physician assistants.
January	WestView Capital Partners	Jopari Solutions	Healthcare IT	Jopari focuses on electronic claims management within the workers' comp and auto industry.

Private Equity Fundraising



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Physician Practice Management Symposium



Provident Healthcare Partners will be a presenting sponsor for the 2018 Physician Practice Management & ASC Symposium, hosted by law firm McDermott Will & Emery. Steven Aguiar will join a panel to discuss valuation of ASCs in today's marketplace.