

Q3-2020 Pharmaceutical Services Update

Market Update

Merger and acquisition activity in the outsourced pharmaceutical services landscape has returned to pre-COVID levels, particularly in the development and manufacturing space. While clinical trials have ceased in the U.S. and abroad, demand for later stage development and manufacturing has increased substantially, particularly for pre-clinical development. Provident expects clinical trial activity to rebound in the coming quarters, as sponsors and outsourced service partners adjust to managing clinical trials in a higher risk environment.

Select Transactions:

Month	Acquirer	Target	Target Focus	Deal Description
September	Frazier Healthcare Partners & Thomas H. Lee Partners	Adare Pharma Solutions	CDMO	Thomas H. Lee Partners, L.P. ("THL") and Frazier Healthcare Partners ("Frazier") have acquired Adare Pharma Solutions, a leading specialty contract development and manufacturing organization (CDMO) and global provider of advanced pharmaceutical technologies, from TPG Capital.
September	Catalent	AB Biotechnologies (Facility Acquisition)	CDMO	Catalent has acquired a manufacturing facility from AB Biotechnologies for \$14 million. The facility adds clinical and small-scale commercial manufacturing for injectable drugs to Catalent's growing fill and finish network.
September	Viva Biotech	SYNthesis med chem	CDMO	Viva Biotech has agreed to acquire SYNthesis med chem Limited, for approximately \$80 million. SYNthesis is a preclinical small molecule drug discovery service contract organization which mainly provides pharmaceutical chemistry and synthetic chemistry services.
September	Sygnature Discovery	XenoGesis	CRO	Sygnature Discovery, a world-leading integrated discovery and pre-clinical solutions provider, has significantly expanded its DMPK capabilities and expertise with the acquisition of XenoGesis, the UK's largest independent laboratory-based CRO specialising in pre-clinical DMPK.

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