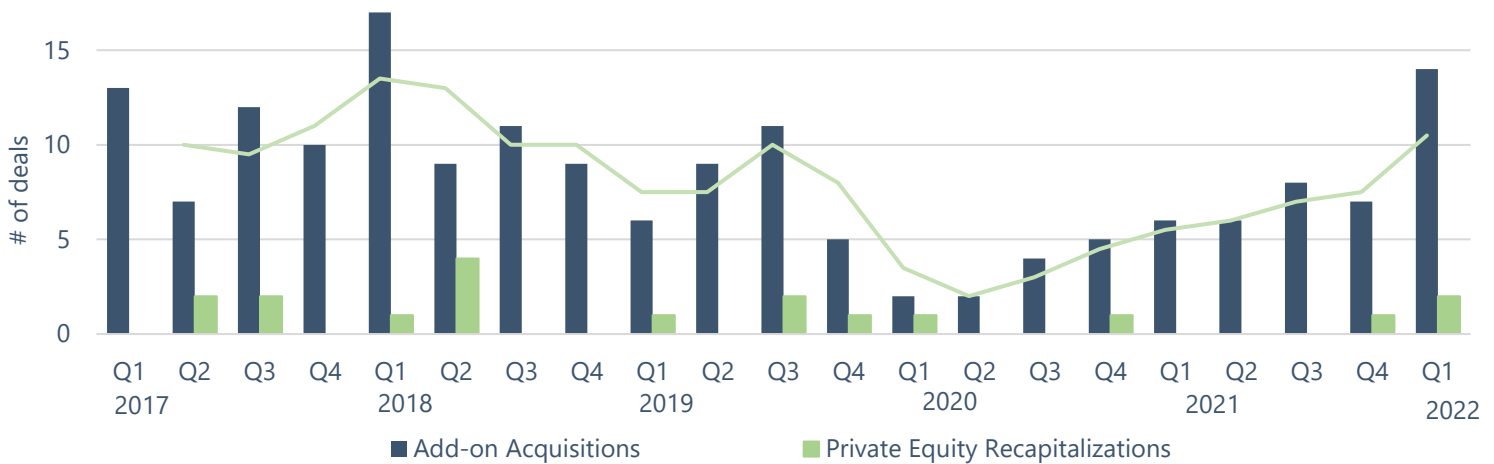


# Q1-2022 Dermatology Update

## Market Update



Dermatology deal activity continues to rebound to pre-pandemic levels as the space benefits from macroeconomic tailwinds driving demand for services. Q1 was especially active from a dealmaking perspective, characterized by a few large, landmark transactions. Forefront Dermatology, one of the largest consolidators in the space, and Epiphany Dermatology, both took on investment from new private equity partners in Q1. For Forefront, Partners Group is their third sponsor since they initially took on investment from Varsity Healthcare Partners in 2014. Anne Arundel Dermatology (now on their second PE partner) also made a splash with the acquisition of Academic Alliance in Dermatology, one of the largest independent practices in the country. Provident expects transaction volume to remain robust, barring any recessionary pressures.

## Select Transactions:

Month	Acquirer	Target	Target – Number of:		
			Locations	Providers	State(s)
March	Schweiger Dermatology	Connecticut Dermatology Group	4	13	CT
February	DermCare	Altman Dermatology, Irradiance Medical Group, and Stone Oak Dermatology and Icreamwala Derm	6	7	CA, FL, TX
February	Leonard Green & Partners	Epiphany Dermatology	70	89	Nationwide
February	Partners Group	Forefront Dermatology	202	N/A	Nationwide
January	Ann Arundel Dermatology	Dermatology Specialists of Augusta and Ball Dermopath	2	8	GA, NC
January	Ann Arundel Dermatology	Atlantic Dermatology	5	15	NC
January	Ann Arundel Dermatology	Academic Alliance in Dermatology	24	45	FL
January	West Dermatology	Laser Skin Care Center	1	5	CA

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## Upcoming Conference

Members of the Provident Healthcare Partners dermatology coverage team attended the AAD conference in Boston in March.