

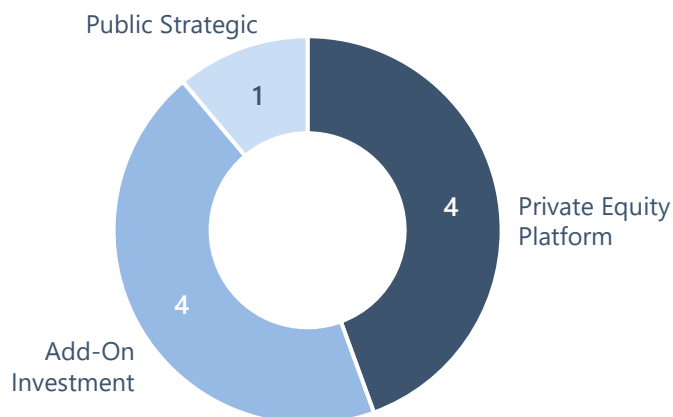
Market Update





















M&A activity in the Payor Services sector is off to a strong start in 2022. A total of nine investments have been made in the first quarter, four of which were made by private equity firms. Provident believes the continued platform creation by financial sponsors is a key indicator the sector will be a prime target for M&A over the next several years.

The target companies span a wide range of both service offerings and end-user profiles, though many of the companies have an overarching theme of value-based care. For example, Vistria Group invested in Professional Health Care Network, a company that coordinates home health care on behalf of health plans to facilitate the transition to value-based care. The national shift to value-based care will be a driving force of payor services investment for the foreseeable future.

Select Transactions:

Transaction Types



Month	Acquirer	Sponsor (if applicable)	Target	Target Business Segment
March	 ARGOSY HEALTHCARE PARTNERS	n/a	 SPECIALTY Care Management	Cost Containment
March	 VISTRIA	n/a	 Professional Health Care Network	Case Management
March	 FRISS	n/a	 POLONIOUS SYSTEMS	IT Services
January	 IMA THE IMA GROUP	 CENTREPARTNERS	Redlink, Inc.	Medical Review
January	 PACIFIC LAKE — PARTNERS —	n/a	 OneShield ENTERPRISE	IT Services
January	 Charles Taylor	 LOVELL MINNICK PARTNERS	 CONTEGO <small>INVESTIGATIVE SERVICES</small>	IT Services
January	 REVELSTOKE CAPITAL PARTNERS	n/a	 HealthAxis	Cost Containment
January	 Nomi Health	 ARBOR ROSE PARK VENTURES	 artemis HEALTH	IT Services
January	 HealthComp	 NMC NEW MOUNTAIN CAPITAL LLC	 Medcom BENEFIT SOLUTIONS	Case Management

Provident Industry Coverage Team

Eric Major
Managing Director

(617) 226-4212

emajor@providenthp.com

Rich Sciretta
Vice President

(617) 226-4215

rsciretta@providenthp.com

Ankit Amin
Senior Analyst

(617) 226-4253

aamin@providenthp.com

Dan O'Brien
Senior Analyst

(617) 226-4292

dobrien@providenthp.com

Henry Nimey
Analyst

(617) 226-4296

hnimey@providenthp.com