Q4-2022 Healthcare IT Update

Market Update

Healthcare IT deal flow in Q4 of 2022 continued at a strong rate consistent with prior years. As this market grows in size and complexity, so does the innovation and excitement that each new company brings to the sector. In Q4, Anumana acquisition of further builds upon the Company's AI-driven integration software and market share. Datavant's purchase of Swellbox, a student-focused health management software based that allows patients to track relevant health information from the time they are a young adult into their mature years, provides meaningful benefits for early disease detection and preventative treatment.

These transactions demonstrate the level of innovation in the HCIT space that has persisted despite current macro headwinds and provides momentum for the M&A market heading into 2023.

HCIT Public Comparable Multiples

Select Public Healthcare IT Trading Multiples					
Company	Share Price	Revenue	EBITDA	EV/ REV	EV/ EBITDA
Allscripts	$17.90	$1.53B	$365.27M	1.90x	5.52x
evolent HEALTH	$28.41	$1.22B	$114.16M	2.45x	26.16x
Teladoc HEALTH	$23.21	$2.32B	$13.92M	1.86x	310.66x

As of 01/10/2023

Select Transactions:

Month	Acquirer	Target	Target: Business Segment	Target: Headquarters
December	DATAVANT	swellbox FOR STUDENTS	Patient Health Systems	Tarrytown, NY
December	REALTIME	Complion	Regulatory Solution Provider	Cleveland, OH
December	CGM CompuGroup Medical	Medicus LABORATORY INFORMATION SYSTEMS	Lab Information Systems	Sunrise, FL
December	nextgen healthca	tsi healthcare	Specialty Care Services	Chapel Hill, NC
December	EVEREST CLINICAL RESEARCH	brightech	Data Management Services	Somerset, NJ
November	AMS management group	ADAPTRACK	Reporting and Analytics	Chicago, IL
November	anumana	NEUTRACE	AI Medical Integration Software	Longwood, FL
November	zelis Pay for care, with care.	payspan	Healthcare Reimbursement Management	Jacksonville, FL
October	custom health	health inmotion NETWORK	Analytics and Business Intelligence	Columbus, OH

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