

# Q4-2022 Primary Care Update

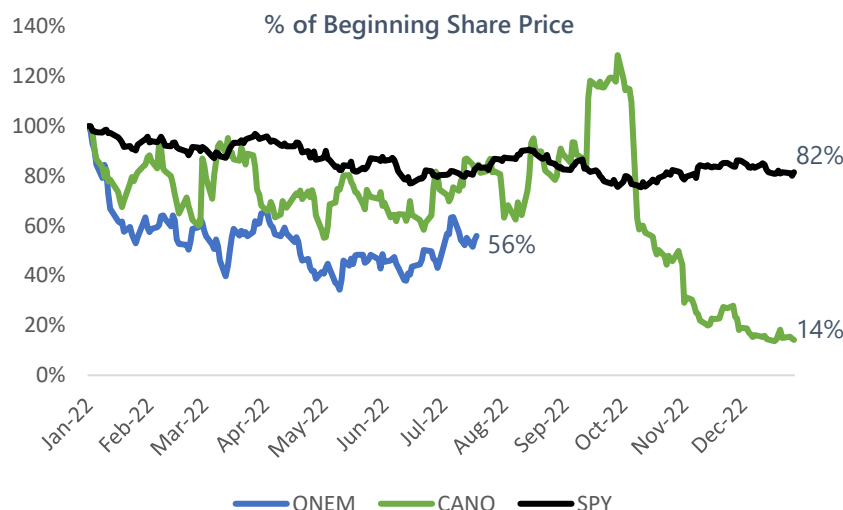
## Market Update

After a hot start to 2022, consolidation activity across primary care experienced a slight slowdown in Q4 as rising interest rates and a challenging macro environment created modest valuation headwinds and operational challenges. These dynamics were evidenced through general downward movement in public company performance and a more conservative growth outlook for 2023.







That said, the primary care market continues to be an area of particular investor interest relative to other verticals within healthcare services as organizations seek to align with provider groups that are well-positioned to thrive in a value-based care environment. High-caliber assets exhibiting these characteristics should continue to attract premium valuations despite prevailing market headwinds.

## Select Transactions:

## Public Market Trends



ONEM reflects data through latest trading day prior to announced Amazon acquisition

Month	Acquirer	Target	Transaction Notes
December	 <b>Lorient Capital</b>	 <b>RISEHEALTH</b>	Rise Health, a Phoenix, AZ-based primary care platform, received a growth equity investment from Lorient Capital to continue the expansion of its tech-enabled platform supporting value-based care clinics.
December	 <b>ASCEND</b>	 <b>MEDICAL SPECIALISTS OF THE PALM BEACHES, INC.</b>	Medical Specialists of the Palm Beaches a primary care-focused, multi-specialty physician group received an equity investment from healthcare-focused private equity firm Ascend Capital Partners.
November	 <b>VillageMD</b>	 <b>Summit Health</b>	VillageMD acquired Summit Health, one of the largest providers of primary care, urgent care, and other specialties in the Northeast in a landmark deal that will create a multi-payor, diversified platform.
October	 <b>apolloed</b>	 <b>Valley Oaks Medical Group</b>	Apollo Medical Holdings expanded its clinical footprint into Nevada and Texas with the acquisition of Valley Oaks Medical Group, a nine-clinic primary care group.

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## Provident In the News:

Dustin Thompson spoke with Health Plan Weekly about trends and recent market activity in the primary care space.

[Humana Will Buy One Primary Care Group – and Could Snap Up Another](#)