

Healthcare IT

Q3 2023

Market Update

While deal flow in healthcare IT was down 11% from the previous quarter and 21% from the same quarter last year, Q3-23 saw a marked increase in transaction value. At \$7.2B, total capital invested was over 5.5x greater than Q2-23. This considerable uptick can be attributed to three landmark deals – Globus Medical's \$3.1B acquisition of NuVasive, Thoma Bravo's announced \$1.8B take-private acquisition of NextGen Healthcare, and TPG's \$1.4B acquisition of NexTech.

Secular tailwinds, such as an aging U.S. population, healthcare staffing shortages, and supply chain constraints will drive companies to bolster their healthcare IT capabilities to meet and overcome the unique challenges facing the healthcare industry. These tailwinds, combined with lower public valuations and continued investor appetite seen in recent quarters despite turbulent economic conditions, demonstrate the resilience of the sector, a trend Provident expects to continue throughout the remainder of the year.

Provident Transaction

In July 2023, Thoma Bravo announced the closing of a strategic growth investment in Bluesight, with the investment supporting Bluesight's acquisition of Medacis. Provident served as Medacis's exclusive financial advisor throughout this process. Bluesight's acquisition of Medacis combines a pioneer, lead innovator, and market leader in drug diversion analytics with a medication management solutions platform that together will serve 2,000+ hospitals across North America. Bluesight's advanced auditing capabilities and visibility across all hospital care areas complements Medacis's streamlined reporting and visibility tools. Healthcare organizations will have a single source of software solutions that provides insights into medication usage and diversion to allow for the most accurate predictions and, ultimately, improved patient outcomes.

THOMABRAVO
Has made a strategic growth investment in

BLUESIGHT
THE MEDICATION INTELLIGENCE COMPANY
to support the company's acquisition of

Medacis

July 2023

Select Transactions

Month	Acquirer	Target	Deal Description
September	THOMABRAVO	nextgen healthcare	NextGen Healthcare, a leading provider of cloud-based healthcare technology solutions, entered into a definitive agreement to be acquired by Thomas Bravo.
September	TELEVOX	O D E Z	TeleVox acquired the Odeza patient engagement business from Ensemble Health Partners.
August	TPG	Nextech	TPG acquired Nextech, a leading provider of clinical and administrative technology solutions for specialty physician practices, from THL for \$1.4B.
August	orbita	wellbe	Orbita, the leading provider of smart virtual assistants and workflow automation for healthcare, acquired the assets of Wellbe.
August	EXPERITY	ONEPACS	Experity, the national leader in on-demand healthcare solutions, acquired OnePACS, a SaaS platform purpose-built for teleradiology.
August	EXACTCARE®	TabulaRasa HealthCare®	Tabula Rasa HealthCare agreed to be acquired by Nautic Partners and was combined with ExactCare Pharmacy, a portfolio company of Nautic.
July	BLUESIGHT THE MEDICATION INTELLIGENCE COMPANY	Medacis*	Bluesight received a strategic investment from Thoma Bravo to support its acquisition of Medacis, a drug diversion monitoring platform.

*Provident was the lead advisor to Medacis on its sale to Bluesight

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