

Orthopedics

Q1 2024

Market Update

There has been a noticeable uptick in M&A activity in the orthopedic sector driven by health systems seeking to broaden service offerings and retain patients within their respective care networks. These health systems are strategically acquiring orthopedic practices and facilities to create comprehensive care continuums and introduce added efficiency to the patient experience.

As several of the larger private equity-backed platforms approach or even surpass a five-year holding period, Provident expects there to be several large-scale secondary recapitalizations in the market, further shaping the landscape of the orthopedic sector and driving another wave of add-on acquisition volume. Additionally, multiple scaled and independent operators across the country are expected to begin marketing processes in the first half of 2024 and Provident anticipates multiple landmark acquisitions to be announced by the end of the year.

Notable Transaction

Orthopedic Care Partners announced its acquisition of The Orthopedic Partners, a Utah-based provider of orthopedic services led by a team of 12 physicians. The Practice operates out of three clinics and one ASC strategically located throughout the greater Park City metro area. The Orthopedic Partners also serves as an official medical provider to the US Ski & Snowboard teams.

The acquisition marks Orthopedic Care Partners' entrance into the state of Utah, expanding the Company's footprint to a total of five states.



Select Transactions

Month	Investor	Target	Deal Description
March			Congress Orthopaedic Associates and Risser Orthopaedic Group have joined the Cedars-Sinai network. Congress and Risser will introduce 29 physicians to the Los Angeles-based health system. Congress' and Risser's market reputations date back to the 1960s and 1930s, respectively, and will continue to grow under one collaborative system serving the Southern California region.
March			Holy Name Medical Center has partnered with six specialist orthopedic providers from North Jersey Orthopaedic Specialists based in Teaneck, Englewood, and Closter, New Jersey. The partnership will expand Holy Name's orthopedic offerings while increasing patient accessibility in the region.
March			Louisiana-based orthopedic practices Baton Rouge Orthopaedic Clinic and Louisiana Orthopaedic Specialists have announced a merger to form Gulf South Orthopedic Partners. Each group will maintain operations in their respective regional markets but will combine resources and expertise under a unified brand. The combined entity will consist of 54 board-certified physicians with 48 being fellowship trained surgeons.

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Upcoming Conferences

AAOE Annual Conference 2024

PHP is attending AAOE 2024 in Chicago, IL from April 26–29. Please contact Scott Davis or Jake Vesely if you will be in attendance.

