

Home Care, Hospice & DME

Subsector Coverage:

**Durable Medical
Equipment
(DME)**

Home Health

Hospice

Personal Care

Recent Publications & Upcoming Conferences

Publications

[CGMS Spurs 'Broader Push'
from Buyers](#)

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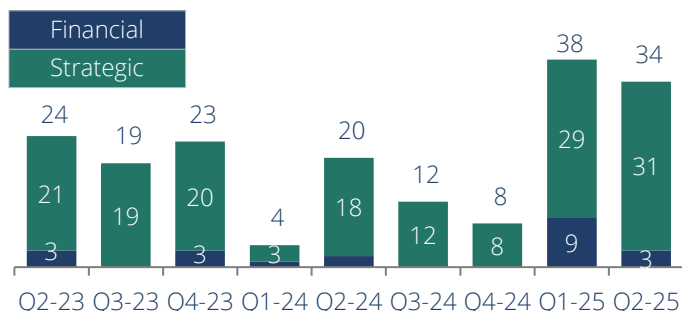
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Homecare, Hospice & DME | M&A Market Update

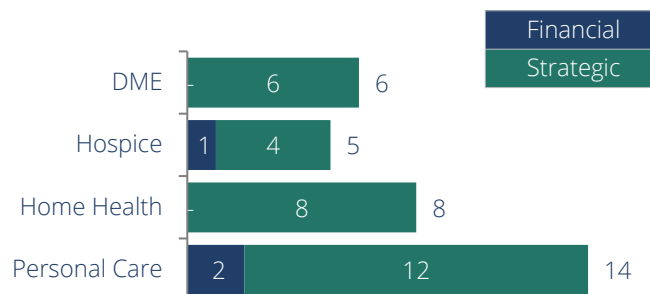
Q2 2025

Q2 2025 Metrics	3 Platform Investments	31 Add-On Acquisitions ¹	1 Secondary Transaction	25 Unique Buyers
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Quarterly Transaction Volume



Q2-25 Transactions by Subsector



Notable Transactions



Paradigm's partnership with Cressey & Co. represents a strong signal for PE exit activity following the initial recapitalization led by Havencrest in 2021. Paradigm provides hospice and palliative care across six branches in Indiana and has grown into a regional leader in the end-of-life care sector.



Thrive Skilled Pediatric Care is one of the largest providers of pediatric home care nationwide with 23 locations across seven states. This marks Aveanna's first meaningful acquisition since 2021 and signals a renewed focus on M&A following its multi-year operational transformation.

Select Transactions

Month	Investor	Target	Subsector
Apr-25			Durable Medical Equipment (DME)
Apr-25	 		Personal Care
Apr-25			Home Health
Apr-25			Personal Care
May-25			Durable Medical Equipment (DME)
May-25			Durable Medical Equipment (DME)
May-25			Hospice
May-25			Durable Medical Equipment (DME)
Jun-25			Hospice
Jun-25			Home Health

(1) Excludes subscale transactions with less than \$5M of revenue.

Sources: SEC Filings, Company Press Releases, PitchBook, Provident research.

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Subsector Spotlight: DME

Q2 2025

Market Update

The DME sector has demonstrated steady M&A activity throughout Q2, highlighted by Sumitomo's acquisition of ActivStyle from AdaptHealth, coupled with its follow-on investment in Quest Health Solutions. Strategic buyers continue to seek high-caliber add-ons that are positioned to diversify product mix towards high-growth categories, while building scale and capturing expense and revenue synergies.

The re-introduction of Medicare's DME competitive bidding program has clouded the near-term outlook for DME M&A. Providers and investors are closely monitoring developments following CMS' proposed rule published in late June to better understand which product categories will fall into this program and the subsequent impact on reimbursement.

Despite this news, Provident anticipates premium assets to continue to attract interest from investors while the industry navigates this latest competitive bidding announcement.

Notable M&A News

Owens & Minor and Rotech Healthcare mutually agreed to terminate their previously announced acquisition, bringing the \$1.36bn deal to a halt.

The transaction faced heightened regulatory scrutiny from the Federal Trade Commission (FTC), who was unable to provide regulatory clearance for the deal despite the potential benefits to patients, payors, and providers.

Despite this setback, Owens & Minor continues to aggressively pursue growth in its patient direct business segment to capture the strong growth tailwinds in that market, creating consistent M&A momentum going forward.



Select Transactions

Month	Investor	Target	Product Category
Apr-25			Sleep Therapy
May-25			CPAP / Breast Pumps
May-25			Incontinence
May-25			Diabetic Supplies
Jun-25			Diversified
Jun-25			Complex Rehab / Mobility

Quarterly Transaction Volume

