

Health Care Service Sector Update

December 2012

Summary

- The S&P Health Care Services Index has declined 3.8% over the last three months, underperforming the S&P 500.
- Over the last three months:
 - > The best performing sectors were Contract Research Organizations (up 19.5%) and Acute Care Hospitals (up 11.1%).
 - > The worst performing sectors were Diagnostic Imaging (down 11.8%) and Emergency Services (down 10.7%).
- The current median LTM revenue and LTM EBITDA multiples for the Health Care Services industry overall are 1.2x and 8.3x, respectively.
- The sectors with the highest valuation multiples include:
 - > Specialty HCIT (2.2x LTM Revenue, 16.6x LTM EBITDA)
 - > Assisted Living (1.8x LTM Revenue, 13.1x LTM EBITDA)

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M&A Activity - Health Care Services

M&A Overview

The last twelve months (“LTM”) M&A volume in the Health Care Services sector has shown a monthly decline since February 2012. The deal volume has declined by 29.1% Y-o-Y to 387 deals. Over the last three months, deal volume has declined by 27.5% Y-o-Y to 87 deals for the three months ended November 2012.

Exhibit 1: Transaction Activity

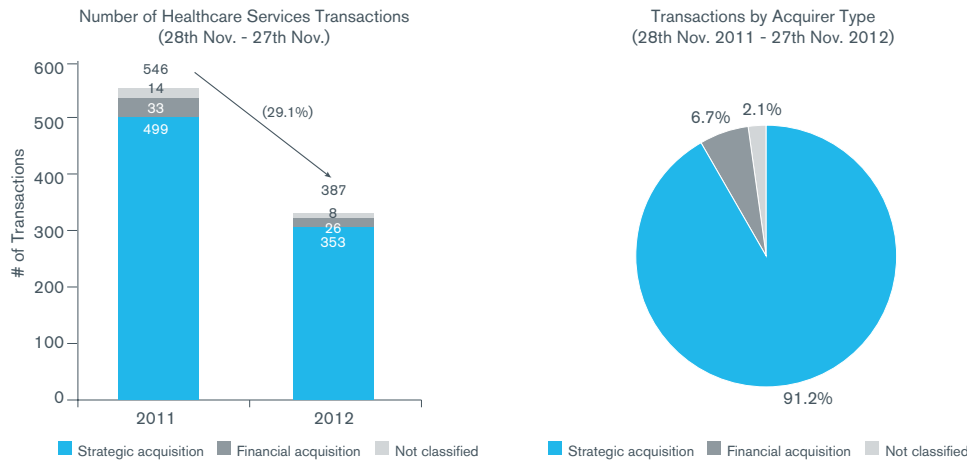
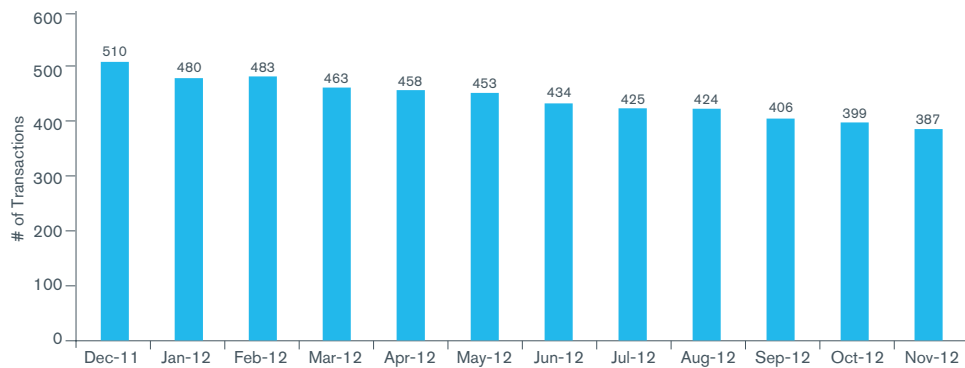


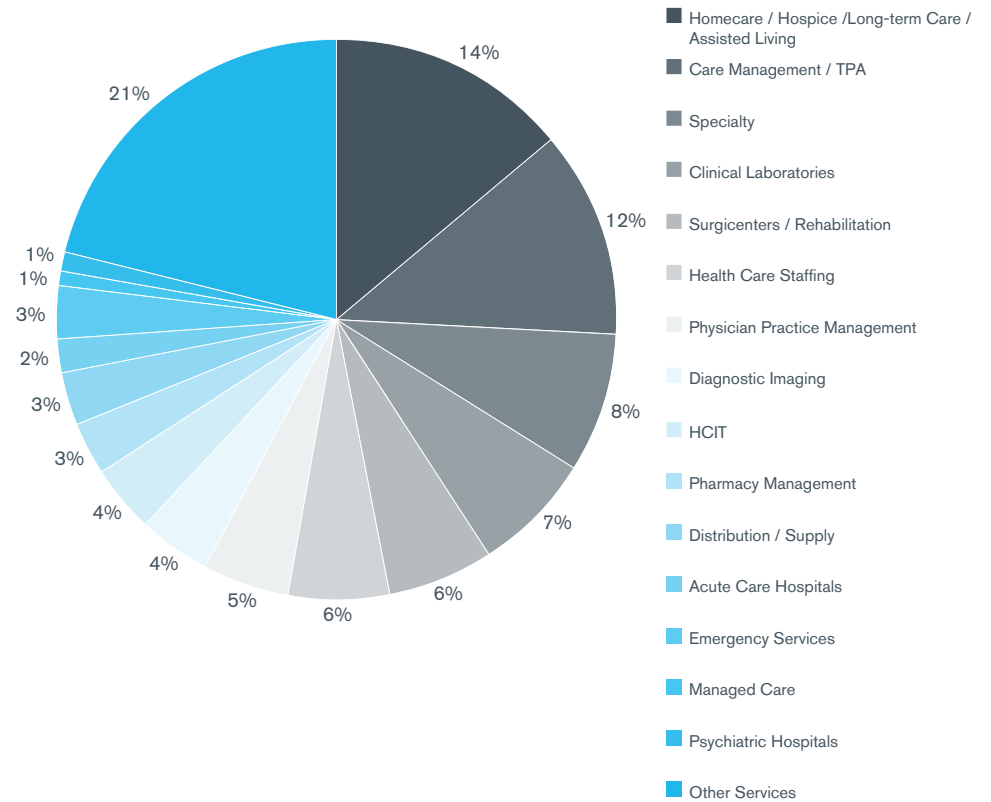
Exhibit 2: Rolling LTM – Transaction Volume



M&A Activity by Health Care Services Sector

Acquisitions were announced across a wide range of subsectors, including Homecare / Hospice / Long-term Care / Assisted Living, Care Management / TPA, Specialty, and Clinical Laboratories, collectively representing 41% of activity by number of deals.

Exhibit 3: M&A Activity by Health Care Industry Sector



Source: Capital IQ; Note: As of November 24, 2012. Other Services include health care facilities, diversified health care service centers, asset related transactions and business

Notable Transactions in the Last Three Months

SPSmedical Supply Corp.

On November 2, SPSmedical Supply Corp. was acquired by Cantel Medical Corp (NYSE: CMN) through its subsidiary Crosstex International, Inc. for approximately \$36 million in cash, representing a 2.1x and 8.4x revenue and EBITDA multiple, respectively. SPSmedical is the leading manufacturer and provider of biological and chemical indicators for sterility assurance monitoring services in the acute-care, alternate-care and dental markets. SPSmedical approximately generated LTM revenue and adjusted EBITDA of \$18 million and \$4 million, respectively.

Nurse On Call, Inc.

On November 1, Emeritus Corporation (NYSE:ESC) announced it had acquired a 91% stake of Nurse On Call, Inc. for approximately \$102.5 million in cash. The remaining equity will be retained by the senior management of NOC's. Nurse On Call is the largest Medicare-licensed home health care provider in Florida and one of the largest providers in the United States, generating annually approximately \$140 million in revenues and \$17 million in EBITDA.

Spectrum Surgical Instruments Corp. / Total Repair Express, LLC

On October 16, Steris Corporation (NYSE: STE) acquired Spectrum Surgical Instruments Corp. from Richard Schultz and his wife for \$76 million. In a related transaction, Spectrum subsequently became the subsidiary acquisition vehicle in connection Steris' \$35 million acquisition of Total Repair Express, LLC. Spectrum Surgical Instruments Corp. provides surgical instrument care products, medical cleaning brushes, and surgical instrument accessories for hospitals, surgery centers, and veterinary centers in the U.S. Total Repair Express provides surgical instrument repair services and instrument care products. Steris financed the two transactions through an existing credit facility. Both companies will be integrated into Steris Corp.'s Specialty Services division, which provides chamber cleanings, space decontamination solutions, and instruments repair services. The strategic acquisitions were intended to help Steris enter into the surgical instrument repair and care business and strengthen its presence in hospital sterile processing and surgical departments.

Mediware Information Systems, Inc.

On September 11, Mediware Information Systems was acquired by Thoma Bravo for approximately \$190 million, representing approximately 2.4x and 11.4x revenue and EBITDA multiple, respectively. Thoma Bravo acquired all outstanding shares of Mediware for \$22 per share. Mediware designs, develops, markets, licenses, implements, and supports clinical and performance management information software systems used by hospitals, long-term and alternative care facilities, behavioral health facilities, and blood and blood plasma centers.

M&A Transaction List - Last Three Months

Date	Target Name	Acquirer Name	Target Subsector
11/19/2012	Amazing Charts, Inc.	Pri-Med USA	HCIT
11/16/2012	GLT Medical Services, Ltd.	IPC The Hospitalist Company, Inc.	Health Care Staffing
11/14/2012	Medical Practice Solutions, Inc.	Aardvarks Answering Service, Inc.	Care Management / TPA
11/14/2012	Christiana Medical Group, P.A.	IPC The Hospitalist Company, Inc.	Health Care Staffing
11/12/2012	Xtreme Care Ambulance, Inc.	Xtreme Healthcare Corporation	Emergency Services
11/09/2012	Discovery Health Record Solutions, LLC	HealthPort Incorporated	Care Management / TPA
11/07/2012	Hospital Medical Associates of Monmouth County	IPC The Hospitalist Company, Inc.	Physician Practice Management
11/06/2012	Harbor Health Systems, LLC	One Call Medical, Inc. (nka:One Call Care Management, Inc.)	HCIT
11/06/2012	Cancer Center at Fairfax	Virginia Cancer Specialists, P.C.	Specialty
11/06/2012	Two Clinics located in Florida Keys	Advanced Dermatology & Cosmetic Surgery Inc.	Specialty
11/05/2012	Pediatric Hospitalist Group	MEDNAX, Inc.	Health Care Staffing
11/02/2012	SPSmedical Supply Corp.	Crosstex International, Inc.	Clinical Laboratories
11/02/2012	South Texas Cost Containment, Inc.	DISA Global Solutions, Inc.	Emergency Services
11/01/2012	Alabama Emergency Room Administrative Services PC, Certain Assets	Team Health Holdings, Inc.	Emergency Services
11/01/2012	MSC Group, Inc., S3 Strategic Surgical Solutions	Medical Implant Solutions, LLC	Other Services
11/01/2012	Priority Care Inc.	U.S. Healthworks, Inc.	Surgicenters / Rehabilitation
11/01/2012	HHA Services, Inc.	ABM Industries Incorporated	Other Services
11/01/2012	South Hills Cardiology Associates	St. Clair Health Corporation	Physician Practice Management
11/01/2012	Great Lakes Home Healthcare Services	MedCare Equipment Company, LLC	Home Care/ Hospice/ Long-term Care/ Assisted Living
11/01/2012	Nurse On Call, Inc.	Emeritus Corp.	Home Care/ Hospice/ Long-term Care/ Assisted Living
10/31/2012	Livingsenior, LLC	First Impression Interactive, LLC	Home Care/ Hospice/ Long-term Care/ Assisted Living
10/31/2012	Interim HealthCare Inc.	The Halifax Group	Home Care/ Hospice/ Long-term Care/ Assisted Living
10/26/2012	Health in Harmony, Inc.	Tungsten 74 LLC	Other Services
10/25/2012	Rim of the World Home Health Inc.	Visiting Nurse Association and Hospice of Southern California	Home Care/ Hospice/ Long-term Care/ Assisted Living
10/18/2012	Midwest Sleep Specialists, LLC	SomniTech, Inc.	Specialty

Date	Target Name	Acquirer Name	Target Subsector
10/18/2012	Valley Hospital Doctors, PLLC	IPC The Hospitalist Company, Inc.	Health Care Staffing
10/18/2012	Citrano Medical Laboratories, Inc.	CD Diagnostics, Inc.	Clinical Laboratories
10/17/2012	Inflexion, Inc., MyStudentBody	Hazelden Foundation	HCIT
10/16/2012	Total Repair Express, LLC	Steris Corp.	Other services
10/16/2012	MedBE, Inc.	MediGain, Inc.	Care Management / TPA
10/16/2012	Premier Medical Corporation	Specialized Medical Services, Inc.	Distribution / Supply
10/15/2012	Medrec, Inc.	Accountable Healthcare Holdings Corp.	Health Care Staffing
10/15/2012	Jamestown Medical Imaging	Jamestown Radiologists PC	Diagnostic Imaging
10/12/2012	Nautilus Health Care Group, LLC	Healogics, Inc.	Health Care Staffing
10/11/2012	Griffin Holdings and IT Solutions, Inc.	Golden Age Resources, Inc.	HCIT
10/09/2012	Newsome Physical Therapy and Premier Physical Therapy and WorkSport Rehabilitation Services	Accelerated Rehabilitation Centers, Ltd.	Surgicenters / Rehabilitation
10/08/2012	Accu-Med Services, LLC	Wescom Solutions, Inc.	HCIT
10/08/2012	Center For Dermatology & Skin Surgery, Inc.	Advanced Dermatology & Cosmetic Surgery Inc.	Surgicenters / Rehabilitation
10/05/2012	Northwestern Management Services LLC	Linden LLC	Surgicenters / Rehabilitation
10/04/2012	Chameleon Communications International Ltd.	Healthcare Consultancy Group	Other services
10/04/2012	Health Data Essentials, Inc.	Peak Health Solutions, Inc.	HCIT
10/04/2012	ProMedical, Inc.	CBIZ, Inc.	Care Management / TPA
10/04/2012	Foothills Sports Medicine and Rehabilitation Tucson, Inc.	Foothills Sports Medicine & Rehabilitation Centers	Surgicenters / Rehabilitation
10/02/2012	Foundations Recovery Network, LLC	-	Surgicenters / Rehabilitation
10/02/2012	AccuRead Endoscopy	StatLink Systems, LLC	Diagnostic Imaging
10/02/2012	Innovative Renal Care, Inc.	CORVA Clinics, LLC	Specialty
10/02/2012	Radius Health Care, Inc., Four Healthcare Centers	Athena Health Care Systems LLC	Home Care / Hospice / Long Term Care
10/01/2012	Excelsior Solutions, LLC	Lockton Dunning Benefits	Pharmacy Management
10/01/2012	Elder Medical Services, P.C.	IPC The Hospitalist Company, Inc.	Home Care / Hospice / Long Term Care
10/01/2012	Allied Surgical Group, PA (nka:Allied Surgical at Summit Medical)	Summit Medical Group, P.A.	Physician Practice Management

Source: Capital IQ; Note: Other Services include health care facilities, diversified health care service centers, asset related transactions and business consultants

M&A Transaction List - Last Three Months

Date	Target Name	Acquirer Name	Target Subsector
09/30/2012	One Outpatient Dialysis Center	American Renal Associates Holdings, Inc.	Specialty
09/30/2012	Sreya, LLC	Etelcare Home Services Unlimited, Inc.	Home Care/ Hospice/ Long-term Care/ Assisted Living
09/30/2012	Willow Street Medical Laboratory LLC	Ampersand Capital Partners	Clinical Laboratories
09/30/2012	Healinc Telecom, LLC, Telecom Video Relay Services (VRS) Business	Purple Communications, Inc.	Other services
09/28/2012	Radius Health Care, Inc., Two Healthcare Centers	Athena Health Care Systems LLC	Home Care / Hospice / Long Term Care
09/28/2012	Stellacure GmbH	Medicon Hamburg GmbH	Other Services
09/21/2012	Best Practice Disease Management Inc. (nka:Ingenios Health Co.)	LLM Capital Partners, LLC; Hickory Ridge Capital LLC	Care Management / TPA
09/21/2012	Future Medical, Inc.	Specialized Medical Services, Inc.	Distribution / Supply
09/21/2012	Southeastern Plastic Surgery, P.C.	Piedmont Plastic Surgery & Dermatology, P.A.	Specialty
09/19/2012	EmCert Incorporated	Medic-CE.com, LLC	Health Care Staffing
09/19/2012	Our Lady Of Lourdes Medical Center, Inc., Three Kidney Dialysis Centers	DaVita Inc. (nka:DaVita HealthCare Partners Inc.)	Specialty
09/18/2012	DigiPath Solutions, LLC	AccelPath, Inc.	Care Management / TPA
09/18/2012	Infectious Disease Associates of Western Pennsylvania, Inc.	University of Pittsburgh Medical Center	Physician Practice Management
09/17/2012	Pediatric Cardiology of Austin	Pediatrix Medical Group, Inc.(Florida)	Other Services
09/14/2012	Amcare Labs Malaysia Sdn Bhd	Topmax Office Solutions Sdn Bhd.	Clinical Laboratories
09/14/2012	Dopkins & Company, LLP, Medical Billing Practice	Professional Business Systems, Inc.	Care Management / TPA
09/13/2012	SleepHealth, LLC	Vystar Corporation	Managed Care
09/13/2012	Cornerstone Pharmacy, LLC	Remedi SeniorCare	Pharmacy Management
09/12/2012	Hudson Global Group LLC	Draftfcb, Inc.	Care Management / TPA
09/12/2012	Pathway Medical Staffing, LLC	Medical Staffing Network Healthcare, LLC	Health Care Staffing
09/10/2012	North Georgia Foot & Ankle Institute	Village Podiatry Centers, LLC	Acute Care
09/10/2012	International Medical News Group	Quadrant HealthCom Inc. (nka:Frontline Medical Communications)	Other Services
09/07/2012	ABQ Health Partners LLC	HealthCare Partners, LLC	Physician Practice Management
09/07/2012	Comprehensive Physical Therapy & Bandera Fitness	Momentum Physical Therapy & Sports Rehab, PLLC	Surgicenters / Rehabilitation

Date	Target Name	Acquirer Name	Target Subsector
09/05/2012	Patheon Inc., Global Secondary Clinical Packaging And Clinical Distribution Services Business	Bellwyck Packaging, Inc.	Distribution / Supply
09/05/2012	ScripNet, Inc.	Healthcare Solutions, Inc.	Pharmacy Management
09/03/2012	Select OBGYN	St. Elizabeth Physicians	Specialty
09/01/2012	Primary Health Care, PLLC	Methodist Healthcare, Inc.	Long Term Care / Assisted Living
09/01/2012	Family Home Care Corporation, Home Health and Hospice Business	Gentiva Health Services Inc.	Home Care / Hospice

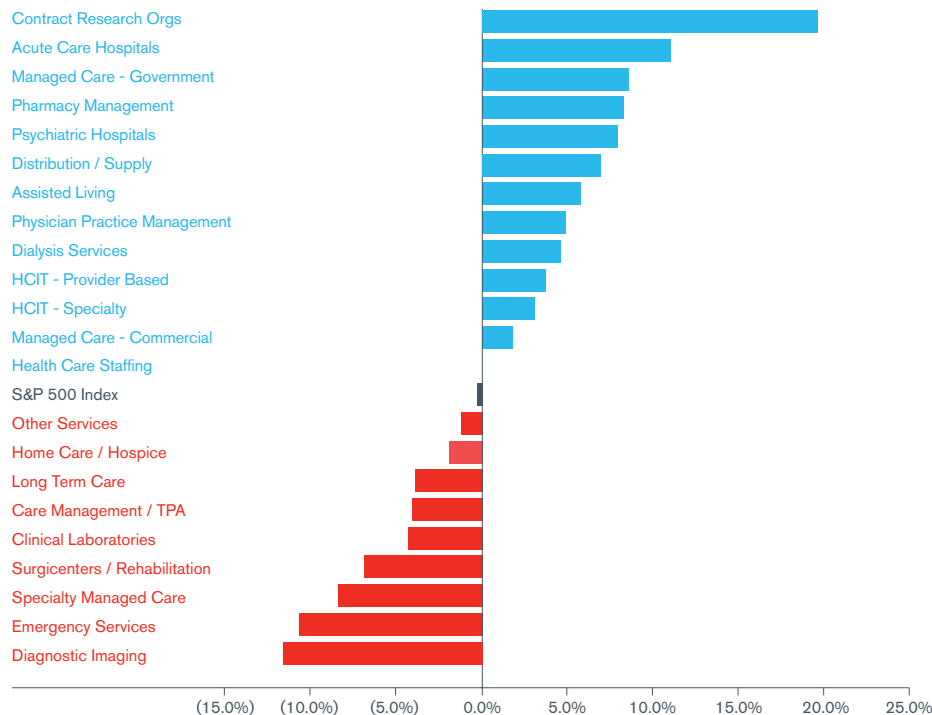
Source: Capital IQ; Note: Other Services include health care facilities, diversified health care service centers, asset related transactions and business consultants

MARKET SECTOR	No. of Co's	Ag. Eqty Mkt. Value	Median % Change		LTM Multiples		Earnings Ratio		PEG Ratio 2012
			3 mo	12 mo	Rev	EBITDA	LTM	2012	
			Acute Care Hospitals	9	\$28,771	11.1%	18.1%	0.86x	
Assisted Living	8	6,023	5.7%	73.4%	1.76x	13.1x	10.7x	24.7x	1.6x
Care Management / TPA	7	5,127	(4.1%)	0.2%	1.12x	8.7x	20.7x	13.4x	1.1x
Clinical Laboratories	6	23,805	(4.3%)	14.0%	1.92x	8.0x	15.0x	12.8x	1.0x
Contract Research Orgs	5	8,728	19.5%	64.3%	1.40x	10.1x	34.3x	18.5x	1.3x
Diagnostic Imaging	3	166	(11.8%)	7.1%	1.39x	5.2x	26.2x	5.7x	NM
Dialysis Services	2	32,074	4.5%	28.4%	2.21x	10.7x	18.3x	16.1x	1.4x
Distribution / Supply	8	60,585	6.9%	21.1%	0.43x	8.0x	15.8x	13.5x	1.3x
Emergency Services	2	1,421	(10.7%)	29.5%	1.69x	7.1x	16.7x	13.4x	1.0x
HCIT - Provider Based	11	24,405	3.7%	19.3%	3.03x	11.9x	30.6x	23.4x	1.3x
HCIT - Specialty	9	5,777	3.2%	19.8%	2.21x	16.6x	38.8x	35.2x	1.5x
Health Care Staffing	5	4,119	0.0%	50.7%	1.19x	12.3x	25.8x	17.4x	1.0x
Home Care / Hospice	6	2,495	(1.9%)	39.1%	0.48x	5.7x	11.5x	11.7x	1.0x
Long-term Care	5	2,021	(3.9%)	17.2%	0.34x	6.4x	12.9x	9.9x	0.8x
Managed Care - Commercial	8	120,694	1.8%	1.5%	0.46x	5.9x	9.8x	9.0x	0.9x
Managed Care - Government	5	10,856	8.5%	40.7%	0.23x	10.6x	22.7x	15.4x	1.3x
Other Services	4	9,614	(1.4%)	10.4%	1.26x	19.4x	34.2x	27.0x	1.6x
Pharmacy Management	5	57,630	8.3%	22.9%	0.74x	9.8x	22.1x	12.4x	0.9x
Physician Practice Mgmt	2	3,769	4.9%	11.3%	1.35x	8.7x	19.9x	14.4x	1.1x
Psychiatric Hospitals	3	2,488	7.9%	13.6%	0.30x	6.1x	15.1x	12.0x	0.9x
Specialty Managed Care	2	3,189	(8.3%)	(4.0%)	0.35x	4.9x	6.8x	7.2x	0.6x
Surgicenters / Rehabilitation	6	5,661	(6.9%)	38.3%	1.35x	7.3x	13.9x	12.3x	1.0x
Total / Median (\$MM)	121	419,422	2.5%	19.6%	1.22x	8.3x	17.5x	13.4x	1.0x

CAPITALIZATION PROFILE	No. of Co's	Ag. Eqty Mkt. Value	% Total No. of Co's	% Ag. Eqty Mkt. Value	Median Stock Performance			
					3 mo	YTD	12 mo	36 mo
					> \$5 billion	20	\$313,854	16.5%
\$1 billion - \$5 billion	38	82,201	31.4%	19.6%	7.1%	18.6%	28.5%	(1.0%)
\$250 million - \$1 billion	38	20,902	31.4%	5.0%	3.6%	25.9%	45.5%	(5.5%)
\$100 million - \$250 million	9	1,663	7.4%	0.4%	6.4%	24.1%	52.2%	(0.9%)
< \$100 million	16	802	13.2%	0.2%	(8.0%)	12.3%	16.8%	(12.1%)
Total / Median (\$MM)	121	\$419,422	100.0%	100.0%	2.5%	18.6%	19.6%	(2.6%)

MARKET INDICES	Value at 10/24/2012	% Change			
		3 mo	YTD	12 mo	36 mo
Dow Jones Industrial Average	\$13,009.7	(1.1%)	6.5%	15.8%	24.3%
S&P 500 Index	1,409.2	(0.1%)	12.1%	21.6%	26.9%
NASDAQ Composite Index	2,966.9	(3.4%)	13.9%	21.5%	36.3%
Russell 2000 Index	807.2	(0.2%)	8.9%	21.2%	36.3%
AMEX Sector Index - Health Care	80.0	(8.8%)	1.1%	8.5%	(13.1%)
S&P Health Care Facilities (Sub Ind) Index	187.1	8.7%	17.4%	21.1%	17.1%
S&P Health Care Providers & Services (Industry) Index	300.7	3.2%	18.5%	27.4%	41.3%
S&P Managed Health Care (Sub Ind) Index	182.8	(0.5%)	12.7%	22.0%	56.1%
S&P Health Care Services	270.9	(3.81%)	22.0%	40.1%	31.6%

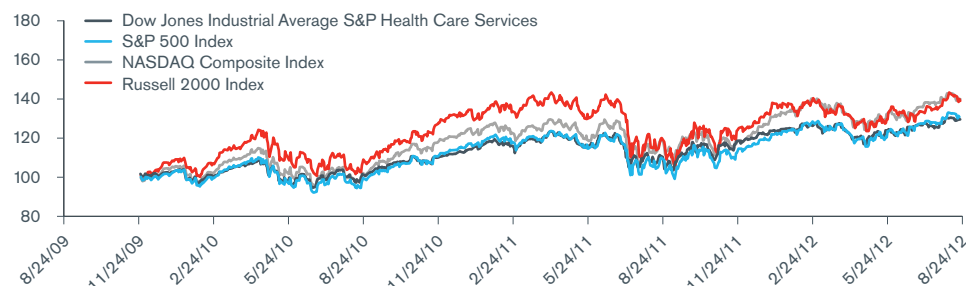
Median % Change — 3 months



INTEREST RATES

	Value at 11/24/12	1 mo ago	3 mo ago	12 mo ago
LIBOR - USD - 5 Month	0.45%	0.46%	0.62%	0.65%
U.S. Treasury - 2 year	0.28%	0.28%	0.27%	0.27%
U.S. Treasury - 5 years	0.69%	0.75%	0.71%	0.86%
U.S. Treasury - 10 years	1.69%	1.78%	1.68%	1.88%
U.S. Treasury - 30 years	2.83%	2.93%	2.79%	2.79%
U.S. Prime Rate	3.25%	3.25%	3.25%	3.25%

Performance of Market Indices for Latest 36 months



Source: Capital IQ as of November 24, 2012; For definitions, see page 13

Health Care Services Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 11/24/12	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2012E
			3 mo	12 mo	High	Low			Rev	EBITDA	2012E	2013E	Rev	EBITDA	2012E	2013E	
Acute Care Hospitals																	
Chindex International Inc.	CHDX	\$10.10	(5.4%)	21.8%	\$11.26	\$7.39	\$166	\$162	\$140.9	\$15.1	NM	NM	1.15x	10.7x	NM	NM	NM
Community Health Systems, Inc.	CYH	30.01	14.1%	72.0%	32.70	15.97	2,683	12,653	14,669.1	1,899.2	3.57	3.87	0.86x	6.7x	10.9x	7.7x	0.58x
HCA Holdings, Inc.	HCA	31.46	11.9%	33.4%	34.32	19.86	13,889	42,051	35,674.0	6,545.0	3.66	3.61	1.18x	6.4x	4.4x	8.7x	0.81x
Health Management Associates Inc.	HMA	8.23	17.2%	8.0%	8.69	4.81	2,110	5,628	6,621.0	941.6	0.82	0.90	0.85x	6.0x	13.1x	9.1x	0.72x
Lifepoint Hospitals Inc.	LPNT	36.62	(9.1%)	1.2%	43.87	34.32	1,807	3,426	3,879.5	536.7	3.03	3.33	0.88x	6.4x	11.1x	11.0x	1.19x
SunLink Health Systems Inc.	SSY	0.95	(20.8%)	(44.1%)	1.99	0.76	9	31	146.3	11.2	NM	NM	0.21x	2.8x	11.6x	NM	NM
Tenet Healthcare Corp.	THC	28.29	36.8%	71.7%	28.35	16.20	3,012	7,786	9,939.0	1,182.0	1.98	2.85	0.78x	6.6x	31.2x	9.9x	0.83x
Universal Health Services Inc.	UHS	43.98	11.1%	18.1%	46.93	35.71	4,275	8,028	7,665.6	1,209.5	4.10	4.57	1.05x	6.6x	10.5x	9.6x	0.80x
Vanguard Health Systems Inc.	VHS	10.59	8.7%	3.4%	12.79	6.92	819	3,256	6,566.2	555.3	0.99	0.85	0.50x	5.9x	8.5x	12.5x	0.96x
Median			11.1%	18.1%									0.86x	6.4x	11.0x	9.6x	0.81x
Assisted Living																	
AdCare Health Systems Inc.	ADK	\$4.24	(5.2%)	14.8%	\$5.50	\$3.00	\$62	\$230	\$212.4	\$18.3	\$0.07	\$0.40	1.08x	12.6x	NM	10.6x	NM
Assisted Living Concepts Inc.	ALC	8.33	4.8%	(31.5%)	20.33	6.93	193	369	230.3	53.4	0.38	0.26	1.60x	6.9x	NM	32.7x	2.49x
Brookdale Senior Living Inc.	BKD	24.75	14.0%	80.4%	25.41	14.10	3,034	5,569	2,419.5	376.0	(0.40)	0.02	2.30x	14.8x	NM	NM	NM
Capital Senior Living Corp.	CSU	17.02	37.5%	168.0%	17.26	6.30	466	751	293.6	47.3	0.31	0.38	2.56x	15.9x	NM	45.0x	2.71x
Emeritus Corp.	ESC	21.34	3.1%	52.4%	24.72	14.24	963	3,073	1,300.1	226.9	(1.53)	(0.70)	2.36x	13.5x	NM	NM	NM
Five Star Quality Care Inc.	FVE	4.95	6.7%	128.1%	5.98	2.20	237	277	1,294.0	44.8	0.20	0.30	0.21x	6.2x	3.6x	16.7x	(3.31x)
Skilled Healthcare Group, Inc.	SKH	6.49	19.3%	66.4%	8.41	3.86	250	700	868.8	102.8	0.75	0.82	0.81x	6.8x	10.7x	7.9x	0.72x
Sunrise Senior Living Inc.	SRZ	14.35	0.3%	233.7%	14.53	4.34	817	1,256	652.4	60.2	0.46	0.34	1.92x	20.9x	24.2x	42.2x	NM
Median			5.7%	73.4%									1.76x	13.07x	10.68x	24.69x	1.61x
Care Management / TPA																	
Alere Inc.	ALR	\$18.17	(4.1%)	(18.0%)	\$27.22	\$17.13	\$1,469	\$5,375	\$2,714.2	\$607.4	\$2.27	\$2.51	1.98x	8.8x	NM	7.2x	0.69x
CorVel Corporation	CRVL	43.30	(2.5%)	(2.7%)	54.23	39.46	485	465	415.9	54.7	NM	NM	1.12x	8.5x	20.7x	NM	NM
Crawford & Company	CRDB	5.94	40.8%	0.2%	6.49	3.25	283	448	1,129.4	107.1	0.80	0.82	0.40x	4.2x	8.7x	7.2x	0.58x
ExamWorks Group, Inc.	EXAM	12.55	(5.4%)	95.5%	15.15	6.40	430	806	496.9	63.2	(0.57)	(0.32)	1.62x	12.8x	NM	NM	NM
Healthways Inc.	HWAY	9.75	(6.3%)	63.6%	11.96	5.59	331	626	682.0	93.9	0.28	0.38	0.92x	6.7x	NM	25.5x	1.86x
Hooper Holmes Inc.	HH	0.38	(41.7%)	(40.8%)	0.80	0.33	27	18	148.7	(5.0)	(0.14)	(0.05)	0.12x	NM	NM	NM	NM
MAXIMUS, Inc.	MMS	61.67	14.2%	61.8%	61.89	38.54	2,102	1,915	1,050.1	152.1	2.41	3.14	1.82x	12.6x	28.1x	19.6x	1.57x
Median			(4.1%)	0.2%									1.12x	8.68x	20.71x	13.43x	1.13x

Source: Capital IQ as of November 24, 2012; For definitions, see page 13

Health Care Services Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 11/24/12	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2012E	
			3 mo	12 mo	High	Low			Rev	EBITDA	2012E	2013E	Rev	EBITDA	2012E	2013E		
Clinical Laboratories																		
Bio-Reference Laboratories Inc.	BRLI	\$25.37	(4.5%)	108.8%	\$32.86	\$12.02	\$703	\$707	\$636.9	\$88.3	\$1.53	\$1.85	1.11x	8.0x	17.8x	13.7x	0.74x	
CML Healthcare	TSX:CLC	6.56	(27.3%)	(32.1%)	11.09	5.46	590	868	383.1	119.2	0.69	0.67	2.27x	7.3x	9.0x	9.8x	NM	
Laboratory Corp. of America Holdings	LH	83.75	(5.7%)	4.0%	95.30	80.52	7,923	10,138	5,632.2	1,275.0	6.90	7.29	1.80x	8.0x	13.7x	11.5x	1.00x	
Psychemedics Corp.	PMD	11.65	0.3%	31.9%	12.49	8.50	61	58	25.1	5.7	0.70	0.78	2.30x	10.1x	19.3x	14.9x	NM	
Quest Diagnostics Inc.	DGX	57.98	(4.2%)	5.0%	64.87	53.25	9,217	12,583	7,574.0	1,648.9	4.50	4.86	1.66x	7.6x	13.3x	11.9x	1.10x	
Sonic Healthcare Ltd.	ASX:SHL	13.43	(0.9%)	23.1%	14.61	11.41	5,312	6,984	3,423.7	644.5	0.87	0.95	2.04x	10.8x	16.3x	14.2x	1.70x	
Median			(4.3%)	14.0%									1.92x	7.98x	14.97x	12.83x	1.05x	
Contract Research Orgs																		
Albany Molecular Research Inc.	AMRI	\$4.45	36.9%	109.9%	\$4.53	\$2.08	\$138	\$130	\$206.1	\$18.1	\$0.17	\$0.24	0.63x	7.2x	NM	18.5x	NM	
Charles River Laboratories International, Inc.	CRL	39.93	10.9%	44.0%	41.64	25.52	1,939	2,520	1,140.4	274.2	2.73	3.01	2.21x	9.2x	18.1x	13.3x	1.31x	
Covance Inc.	CVD	57.06	20.8%	28.6%	57.13	42.02	3,123	3,021	2,150.9	297.9	2.67	2.95	1.40x	10.1x	40.7x	19.3x	1.55x	
ICON Public Limited Company	ICLR	27.58	19.5%	64.3%	28.06	15.57	1,651	1,483	1,057.5	94.3	0.98	1.50	1.40x	15.7x	44.2x	18.4x	0.98x	
PAREXEL International Corporation	PRXL	31.93	18.3%	71.9%	32.47	18.74	1,878	1,903	1,476.5	175.0	1.22	1.63	1.29x	10.9x	27.9x	19.6x	1.21x	
Median			19.5%	64.3%									1.40x	10.14x	34.31x	18.54x	1.26x	
Diagnostic Imaging																		
Alliance Healthcare Services, Inc.	AIQ	\$1.20	(11.8%)	7.1%	\$2.19	\$0.72	\$62	\$662	\$478.1	\$152.7	NM	NM	1.39x	4.3x	NM	NM	NM	
American Shared Hospital Services	AMS	2.64	(9.9%)	5.6%	3.55	2.45	12	50	17.4	9.6	NM	NM	2.86x	5.2x	45.1x	NM	NM	
RadNet, Inc.	RDNT	2.41	(12.0%)	19.3%	3.64	1.87	92	645	681.0	112.5	0.26	0.42	0.95x	5.7x	7.3x	5.7x	NM	
Median			(11.8%)	7.1%									1.39x	5.19x	26.18x	5.70x	NM	
Dialysis Services																		
DaVita HealthCare Partners, Inc.	DVA	\$111.43	14.8%	54.0%	\$116.50	\$72.46	\$11,676	\$17,731	\$7,788.9	\$1,636.1	\$5.80	\$7.10	2.28x	10.8x	19.8x	15.7x	1.21x	
Fresenius Medical Care AG & Co. KGAA	DB:FME	66.75	(5.9%)	2.9%	78.09	63.13	20,398	29,110	13,623.9	2,778.8	3.72	4.07	2.14x	10.5x	16.8x	16.4x	1.68x	
Median			4.5%	28.4%									2.21x	10.66x	18.29x	16.05x	1.45x	

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Health Care Services Sector Update

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			3 mo	12 mo	High	Low			Rev	EBITDA	2012E	2013E	Rev	EBITDA	2012E	2013E	
Distribution / Supply																	
Aceto Corp.	ACET	\$9.87	15.2%	71.4%	\$10.20	\$5.99	\$268	\$292	\$454.8	\$35.7	\$0.68	\$0.92	0.64x	8.2x	14.2x	10.8x	NM
AmerisourceBergen Corporation	ABC	41.38	8.6%	13.8%	41.49	35.48	10,413	10,793	79,489.6	1,424.8	2.89	3.17	0.14x	7.6x	14.9x	13.0x	0.06x
Cardinal Health, Inc.	CAH	39.99	0.7%	(2.1%)	44.49	36.91	13,588	13,979	106,649.0	2,230.0	3.33	3.60	0.13x	6.3x	12.5x	11.1x	1.13x
Henry Schein, Inc.	HSIC	80.75	5.9%	33.6%	80.80	61.05	7,106	8,003	8,871.7	738.0	4.37	4.84	0.90x	10.8x	19.0x	16.7x	1.33x
McKesson Corporation	MCK	94.11	7.9%	21.8%	97.23	74.89	22,214	22,964	123,186.0	2,960.0	6.96	7.79	0.19x	7.8x	14.2x	12.1x	0.97x
Owens & Minor Inc.	OMI	28.90	2.8%	2.1%	31.49	27.37	1,832	1,968	8,779.1	251.4	1.93	2.08	0.22x	7.8x	16.7x	13.9x	1.69x
Patterson Companies Inc.	PDCO	33.83	(0.7%)	20.5%	36.42	28.16	3,733	4,008	3,587.8	397.8	2.01	2.20	1.12x	10.1x	17.1x	15.4x	1.52x
PSS World Medical Inc.	PSSI	28.46	29.8%	27.1%	28.90	18.64	1,432	1,773	2,160.0	169.4	1.11	1.32	0.82x	10.5x	21.0x	21.6x	1.54x
Median			6.9%	21.1%									0.43x	8.00x	15.80x	13.45x	1.33x
Emergency Services																	
Air Methods Corp.	AIRM	\$107.35	(8.0%)	47.4%	\$124.19	\$71.36	\$1,386	\$1,912	\$827.9	\$250.7	\$6.84	\$7.05	2.31x	7.6x	16.7x	15.2x	0.91x
InfuSystem Holdings, Inc.	INFU	1.62	(13.4%)	11.7%	2.51	1.45	36	60	56.6	9.3	(0.02)	0.14	1.06x	6.5x	NM	11.6x	1.16x
Median			(10.7%)	29.5%									1.69x	7.06x	16.65x	13.40x	1.03x
HCIT - Provider Based																	
Accretive Health, Inc.	AH	\$11.94	13.2%	(44.8%)	\$28.46	\$7.75	\$1,161	\$965	\$973.6	\$28.7	\$0.25	\$0.48	0.99x	NM	NM	24.9x	0.93x
The Advisory Board Company	ABCO	43.59	1.0%	28.7%	51.93	34.03	1,518	1,423	413.8	66.4	1.06	1.43	3.44x	21.4x	NM	30.5x	1.61x
Allscripts Healthcare Solutions, Inc.	MDRX	12.51	19.1%	(33.3%)	21.66	8.84	2,145	2,513	1,483.6	227.2	0.86	0.85	1.69x	11.1x	46.1x	14.8x	0.94x
athenahealth, Inc.	ATHN	64.79	(26.3%)	21.4%	97.37	40.79	2,350	2,170	398.5	50.0	1.00	1.30	NM	NM	NM	49.9x	1.67x
Cerner Corporation	CERN	78.06	9.5%	35.7%	88.32	55.69	13,392	12,550	2,517.7	687.4	2.36	2.78	4.98x	18.3x	35.7x	28.1x	1.46x
Computer Programs & Systems Inc.	CPSI	51.37	1.5%	17.3%	64.00	41.80	569	546	177.6	42.5	2.76	3.12	3.07x	12.8x	20.6x	16.5x	1.13x
Greenway Medical Technologies, Inc.	GWAY	18.59	22.3%	NM	19.22	12.20	550	515	131.1	7.7	0.26	0.37	3.93x	NM	44.2x	50.0x	1.82x
MedAssets, Inc.	MDAS	16.65	(2.1%)	80.0%	18.68	9.04	983	1,891	633.1	193.5	1.12	1.26	2.99x	9.8x	NM	13.2x	0.97x
Merge Healthcare Incorporated	MRGE	3.09	(5.8%)	(29.8%)	6.90	2.20	288	494	248.3	45.7	(0.16)	(0.01)	1.99x	10.8x	NM	NM	NM
National Research Corp.	NRCI	53.38	7.9%	75.5%	58.23	30.20	366	364	83.5	27.1	2.17	2.44	4.36x	13.4x	25.5x	21.9x	1.83x
Quality Systems Inc.	QSII	18.24	3.7%	(47.0%)	45.00	15.04	1,083	961	456.2	116.0	1.22	1.25	2.11x	8.3x	15.9x	14.6x	1.05x
Median			3.7%	19.3%									3.03x	11.95x	30.60x	23.40x	1.29x

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Health Care Services Sector Update

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			3 mo	12 mo	High	Low			Rev	EBITDA	2012E	2013E	Rev	EBITDA	2012E	2013E	
HCIT - Specialty																	
Accelrys Inc.	ACCL	\$8.81	14.3%	37.4%	\$9.59	\$6.36	\$490	\$349	\$158.1	\$14.9	\$0.33	\$0.40	2.21x	23.5x	42.1x	22.3x	0.94x
CardioNet, Inc.	BEAT	2.09	(0.9%)	(5.0%)	3.44	1.84	53	35	108.3	0.1	(0.33)	(0.18)	0.32x	NM	NM	NM	NM
Epocrates, Inc.	EPOC	9.99	19.5%	19.8%	11.97	6.90	248	169	110.1	(2.5)	0.19	0.23	1.54x	NM	NM	43.8x	1.46x
Healthstream Inc.	HSTM	23.66	(17.8%)	41.1%	30.76	15.91	620	525	97.8	19.6	0.30	0.39	5.36x	NM	NM	NM	NM
HMS Holdings Corp.	HMSY	23.22	(31.5%)	(17.8%)	37.19	18.50	2,018	2,227	440.3	133.9	0.54	0.65	5.06x	16.6x	47.2x	35.6x	1.58x
Medidata Solutions, Inc.	MDSO	41.82	16.9%	120.3%	43.79	18.14	1,084	960	206.9	34.9	0.96	1.17	4.64x	NM	34.5x	35.7x	2.16x
Omnicell Inc.	OMCL	15.43	9.4%	8.7%	17.94	12.33	512	457	286.8	39.2	0.47	0.71	1.59x	11.7x	35.4x	21.7x	1.21x
Streamline Health Solutions, Inc.	STRM	5.04	3.2%	238.3%	6.60	1.35	63	63	19.3	2.6	0.06	0.15	3.28x	24.3x	NM	34.8x	2.32x
WebMD Health Corp.	WBMD	14.04	(6.7%)	(55.0%)	40.24	13.13	688	519	487.8	39.6	(0.36)	(0.61)	1.06x	13.1x	NM	NM	NM
Median			3.2%	19.8%									2.21x	16.63x	38.77x	35.19x	1.52x
Health Care Staffing																	
AMN Healthcare Services Inc.	AHS	\$10.78	39.6%	160.4%	\$11.07	\$3.72	\$478	\$671	\$928.2	\$63.8	\$0.41	\$0.53	0.72x	10.5x	45.2x	20.2x	0.42x
Cross Country Healthcare, Inc.	CCRN	4.05	0.0%	(15.1%)	6.73	3.80	125	152	506.8	10.3	(0.09)	0.15	0.30x	14.8x	NM	27.4x	2.28x
IPC The Hospitalist Company, Inc.	IPCM	37.75	(13.4%)	(9.8%)	48.42	29.70	630	605	503.8	54.7	1.90	2.17	1.20x	11.0x	19.7x	17.4x	1.03x
On Assignment Inc.	ASGN	19.47	19.5%	95.9%	20.93	9.56	1,023	1,448	999.8	102.7	1.10	1.22	1.45x	14.1x	21.9x	15.9x	0.84x
Team Health Holdings, Inc.	TMH	27.65	(0.2%)	50.7%	30.00	19.05	1,863	2,366	1,986.2	192.2	1.56	1.78	1.19x	12.3x	29.6x	15.5x	1.05x
Median			0.0%	50.7%									1.19x	12.31x	25.77x	17.37x	1.03x
Home Care / Hospice																	
Addus HomeCare Corporation	ADUS	\$6.10	29.0%	52.9%	\$6.39	\$3.00	\$66	\$87	\$277.8	\$12.9	\$0.58	\$0.69	0.31x	6.7x	11.0x	8.9x	0.59x
Almost Family	AFAM	19.19	(12.5%)	42.0%	26.87	13.05	179	137	351.3	33.5	1.89	1.68	0.39x	4.1x	9.5x	11.5x	1.01x
Amedisys Inc.	AMED	10.31	(26.8%)	1.5%	15.95	9.35	319	419	1,497.3	104.7	1.03	0.75	0.28x	4.0x	9.8x	13.7x	1.03x
Chemed Corp.	CHE	68.01	2.8%	36.0%	72.10	47.66	1,312	1,415	1,411.7	181.9	5.32	5.64	1.00x	7.8x	14.9x	12.1x	0.80x
Gentiva Health Services Inc.	GTIV	9.96	(6.5%)	87.2%	12.85	5.13	305	1,089	1,737.0	183.4	1.29	1.26	0.63x	5.9x	14.2x	7.9x	1.12x
LHC Group, Inc.	LHCG	17.86	2.6%	36.2%	20.26	12.40	314	354	633.4	64.1	1.48	1.50	0.56x	5.5x	12.1x	11.9x	1.21x
Median			(1.9%)	39.1%									0.48x	5.73x	11.52x	11.69x	1.02x

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Health Care Services Sector Update

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			3 mo	12 mo	High	Low			Rev	EBITDA	2012E	2013E	Rev	EBITDA	2012E	2013E	
Long Term Care																	
Advocat Inc.	AVCA	\$5.08	(20.1%)	(13.5%)	\$7.54	\$4.01	\$30	\$60	\$310.6	\$8.6	(\$0.46)	\$0.20	0.19x	7.0x	NM	25.4x	NM
Kindred Healthcare Inc.	KND	10.75	(3.9%)	(0.2%)	13.62	7.60	573	2,115	6,164.3	394.7	1.47	1.30	0.34x	5.4x	NM	8.2x	0.82x
National Healthcare Corp.	NHC	45.00	1.2%	21.3%	49.68	36.71	629	628	741.1	94.6	NM	NM	0.85x	6.6x	12.9x	NM	NM
Sun Healthcare Group, Inc.	SUNH	8.44	(0.6%)	181.3%	8.50	2.90	216	243	1,900.9	60.6	NM	NM	0.13x	4.0x	40.3x	NM	NM
The Ensign Group, Inc.	ENSG	26.60	(8.9%)	17.2%	31.25	21.66	574	751	806.3	116.8	2.53	2.69	0.93x	6.4x	11.4x	9.9x	0.74x
Median			(3.9%)	17.2%									0.34x	6.43x	12.92x	9.90x	0.78x
Managed Care - Commercial																	
Aetna Inc.	AET	\$42.99	11.0%	12.7%	\$51.14	\$34.58	\$14,384	\$18,431	\$35,239.7	\$3,607.2	\$5.14	\$5.52	0.52x	5.1x	8.2x	7.8x	0.76x
Cigna Corp.	CI	52.76	18.6%	29.4%	53.75	39.01	15,084	18,072	27,073.0	3,009.0	5.85	6.32	0.67x	6.0x	9.7x	8.4x	0.83x
Coventry Health Care Inc.	CVH	43.40	4.0%	48.6%	44.26	27.72	5,837	6,160	13,829.8	892.6	2.78	3.33	0.45x	6.9x	13.3x	13.0x	2.06x
Health Net, Inc.	HNT	24.87	10.1%	(9.8%)	41.22	16.65	2,021	2,208	11,644.9	175.9	1.04	2.07	0.19x	12.6x	27.4x	12.0x	2.25x
Humana Inc.	HUM	66.69	(4.7%)	(18.7%)	96.46	59.92	10,552	11,082	38,625.0	2,363.0	7.48	7.91	0.29x	4.7x	8.6x	8.4x	0.98x
UnitedHealth Group, Inc.	UNH	53.92	(0.4%)	23.8%	60.75	44.39	55,079	59,161	107,765.0	10,079.0	5.25	5.58	0.55x	5.9x	10.0x	9.7x	0.87x
Universal American Corp	UAM	8.40	(9.6%)	(32.0%)	13.62	7.68	714	703	2,151.5	109.9	0.64	0.69	0.33x	6.4x	34.9x	12.2x	0.72x
WellPoint Inc.	WLP	56.06	(2.8%)	(12.7%)	74.73	52.52	17,023	28,870	61,493.3	5,110.1	7.44	7.87	0.47x	5.6x	7.3x	7.1x	0.64x
Median			1.8%	1.5%									0.46x	5.94x	9.84x	9.05x	0.85x
Managed Care - Government																	
AMERIGROUP Corporation	AGP	\$91.59	0.8%	74.6%	\$91.75	\$52.79	\$4,690	\$4,382	\$8,095.4	\$276.3	\$3.52	\$4.82	0.54x	15.9x	36.0x	19.0x	1.26x
Centene Corp.	CNC	43.43	8.5%	20.5%	50.98	24.26	2,242	1,834	7,814.8	126.6	1.50	2.81	0.23x	14.5x	NM	15.4x	1.02x
Metropolitan Health Networks Inc.	MDF	11.20	41.2%	62.8%	11.23	6.67	496	739	754.9	96.1	0.58	0.78	0.98x	7.7x	22.7x	14.3x	1.13x
Molina Healthcare, Inc.	MOH	27.80	17.0%	40.7%	36.83	17.63	1,295	841	5,756.6	79.0	(0.13)	1.45	0.15x	10.6x	NM	19.2x	1.40x
WellCare Health Plans, Inc.	WCG	49.37	(11.0%)	(7.5%)	74.41	45.29	2,133	1,209	7,021.0	362.0	4.96	5.00	0.17x	3.3x	9.5x	9.9x	1.92x
Median			8.5%	40.7%									0.23x	10.64x	22.66x	15.44x	1.26x

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			3 mo	12 mo	High	Low			Rev	EBITDA	2012E	2013E	Rev	EBITDA	2012E	2013E	
Other Services																	
Healthcare Services Group Inc.	HCSG	\$23.09	7.7%	39.3%	\$24.49	\$16.55	\$1,564	\$1,489	\$1,050.6	\$67.5	\$0.65	\$0.80	1.42x	22.1x	37.5x	28.9x	1.60x
PDI, Inc.	PDII	6.33	(3.8%)	0.3%	8.88	5.27	95	31	129.6	0.9	(0.18)	0.04	0.24x	NM	NM	NM	NM
Sharps Compliance Corp.	SMED	2.63	(7.4%)	(36.8%)	4.48	2.27	40	23	21.2	(1.5)	(0.09)	(0.03)	1.09x	NM	NM	NM	NM
Stericycle, Inc.	SRCL	92.16	1.0%	20.5%	96.00	75.75	7,916	9,211	1,856.1	552.6	3.28	3.66	4.96x	16.7x	30.9x	25.2x	1.64x
Median			(1.4%)	10.4%									1.26x	19.36x	34.22x	27.01x	1.62x
Pharmacy Management																	
BioScrip Inc.	BIOS	\$10.01	25.3%	84.0%	\$10.33	\$5.17	\$570	\$729	\$1,903.7	\$59.5	(\$0.09)	\$0.30	0.38x	12.2x	NM	33.7x	1.35x
Catamaran Corporation	TSX:CCT	49.75	8.3%	88.3%	53.73	27.95	10,205	11,075	7,989.1	306.5	1.09	1.88	1.39x	NM	NM	26.4x	0.87x
Express Scripts Holding Company	ESRX	52.24	(15.4%)	22.9%	66.06	42.67	42,649	58,525	78,925.9	4,450.3	3.72	4.21	0.74x	13.2x	31.2x	12.4x	0.70x
Omnicare Inc.	OCR	34.48	9.5%	15.7%	36.81	29.24	3,811	5,195	6,187.5	700.4	3.34	3.51	0.84x	7.4x	22.1x	9.8x	0.88x
PharMerica Corporation	PMC	13.43	7.2%	(12.0%)	15.80	9.03	396	590	1,895.0	104.3	1.23	1.33	0.31x	5.7x	15.2x	10.1x	0.91x
Median			8.3%	22.9%									0.74x	9.83x	22.11x	12.41x	0.88x
Physician Practice Management																	
Birner Dental Management Services Inc.	BDMS	\$16.96	(2.6%)	2.8%	\$19.49	\$14.75	\$31	\$36	\$61.8	\$4.3	NM	NM	0.58x	8.3x	23.2x	NM	NM
MEDNAX, Inc.	MD	77.95	12.4%	19.9%	78.01	59.24	3,738	3,715	1,750.2	408.0	4.80	5.43	2.12x	9.1x	16.5x	14.4x	1.07x
Median			4.9%	11.3%									1.35x	8.71x	19.87x	14.36x	1.07x
Psychiatric Hospitals																	
Acadia Healthcare Company, Inc.	ACHC	\$22.31	17.6%	142.8%	\$24.83	\$5.43	\$933	\$1,218	\$380.4	\$68.9	\$0.66	\$0.93	NM	17.7x	NM	24.0x	0.89x
Magellan Health Services Inc.	MGLN	50.44	4.0%	4.5%	56.58	40.24	1,394	1,117	3,098.6	206.8	3.93	4.21	0.36x	5.4x	9.8x	12.0x	2.30x
Providence Service Corp.	PRSC	12.59	7.9%	13.6%	15.94	9.56	161	245	1,063.7	40.4	0.72	1.21	0.23x	6.1x	20.5x	10.4x	0.78x
Median			7.9%	13.6%									0.30x	6.05x	15.13x	11.98x	0.89x

Source: Capital IQ as of November 24, 2012; For definitions, see page 13

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 11/24/12	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2012E
			3 mo	12 mo	High	Low			Rev	EBITDA	2012E	2013E	Rev	EBITDA	2012E	2013E	
Specialty Managed Care																	
Assurant Inc.	AIZ	\$34.35	0.5%	(4.6%)	\$44.54	\$32.41	\$2,704	\$3,468	\$8,454.8	\$1,168.2	\$6.10	\$5.66	0.41x	3.0x	4.8x	6.1x	0.55x
Triple-S Management Corporation	GTS	17.16	(17.1%)	(3.4%)	29.90	16.05	486	705	2,384.9	103.2	1.82	2.05	0.30x	6.8x	8.8x	8.4x	0.60x
Median			(8.3%)	(4.0%)									0.35x	4.90x	6.78x	7.21x	0.57x
Surgicenters / Rehabilitation																	
AmSurg Corp.	AMSG	\$27.40	(7.1%)	13.6%	\$32.17	\$23.83	\$868	\$1,541	\$915.0	\$306.6	\$2.00	\$2.23	1.68x	5.0x	13.9x	12.3x	1.01x
Hanger, Inc.	HGR	24.28	(10.1%)	61.2%	29.60	15.00	825	1,278	961.4	172.4	1.78	1.99	1.33x	7.4x	14.4x	12.2x	0.81x
HEALTHSOUTH Corp.	HLS	21.39	(6.7%)	32.0%	24.99	15.19	2,046	3,579	2,127.1	497.9	1.55	1.62	1.68x	7.2x	12.3x	13.2x	0.95x
LCA-Vision Inc.	LCAV	3.32	(10.3%)	23.9%	9.24	2.35	63	29	105.8	(0.1)	(0.38)	(0.27)	0.28x	NM	NM	NM	NM
Select Medical Holdings Corporation	SEM	10.95	9.6%	44.6%	14.89	6.94	1,539	2,877	2,926.3	395.8	1.05	1.03	0.98x	7.3x	10.8x	10.6x	0.96x
US Physical Therapy Inc.	USPH	26.98	2.0%	47.8%	28.40	17.75	320	343	250.1	43.0	1.50	1.71	1.37x	8.0x	14.1x	15.8x	1.15x
Median			(6.9%)	38.3%									1.35x	7.27x	13.93x	12.28x	0.96x

Definitions**PEG Ratio:** Price earnings to growth**EBITDA:** Earnings Before Interest, Taxes, Depreciation, and Amortization**EPS:** Earnings Per Share**Enterprise Value:** Market Capitalization + Total Debt + Preferred Equity + Minority Interest – Cash and Short Term Investments**LTM:** Last Twelve Months

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