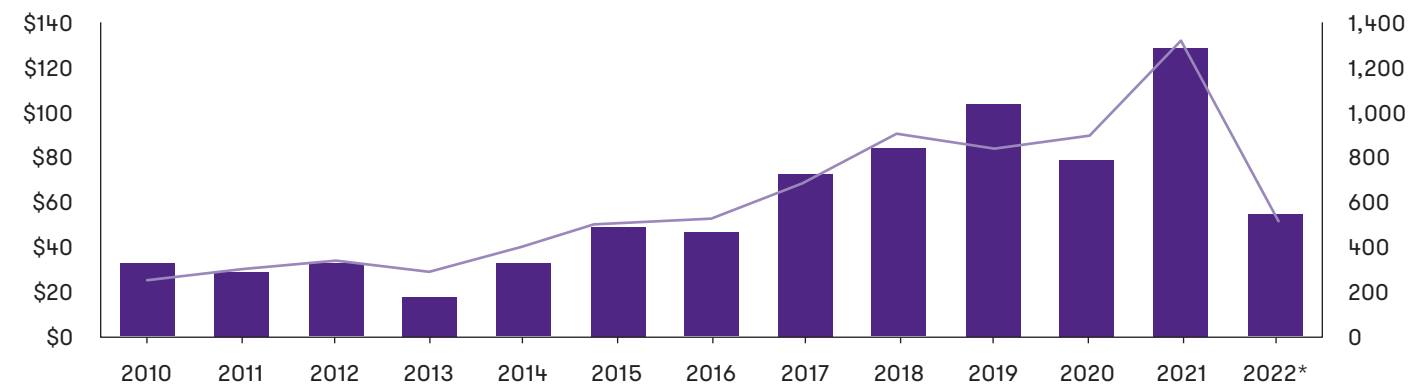


Even amid turmoil, healthcare deal-making stays resilient

Healthcare PE deal activity

PE firms still show an appetite for healthcare companies

● Deal value (\$B) ● Deal count



Source: PitchBook | Geography: US
*As of June 30, 2022



\$57 billion

After a record-breaking year, PE deal-making in healthcare is still robust at \$57 billion.



457

Completed transactions by the end of June suggests that the robust deal-making of the past several years will continue.



+60.6%

Q1 2022 saw a 60.6% increase in deal value over Q1 2021.



15 public offerings

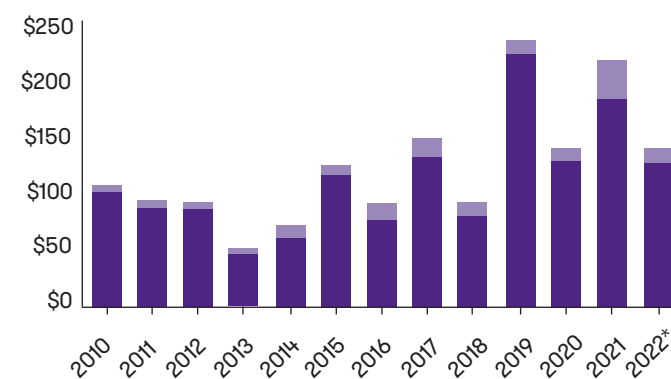
PE firms expediently seized on equities' surge last year by taking 15 healthcare companies public, for a massive haul of \$32.9 billion.

Despite some challenges, PE firms remain committed to the healthcare market. Although interest rate increases and volatility in market valuations can complicate some aspects of dealmaking, the healthcare sector enjoys factors that can prove resilient to short-term concerns, which strengthens longer-term outlooks for target healthcare companies. As a result, median buyout sizes remain elevated, thanks in part to record levels of dry powder within the PE realm.

Median healthcare PE deal value (\$M) by type

The median buyout size has soared to a new record, indicating strong demand

● Buyout/LBO ● PE growth/expansion



Source: PitchBook | Geography: US
*As of June 30, 2022

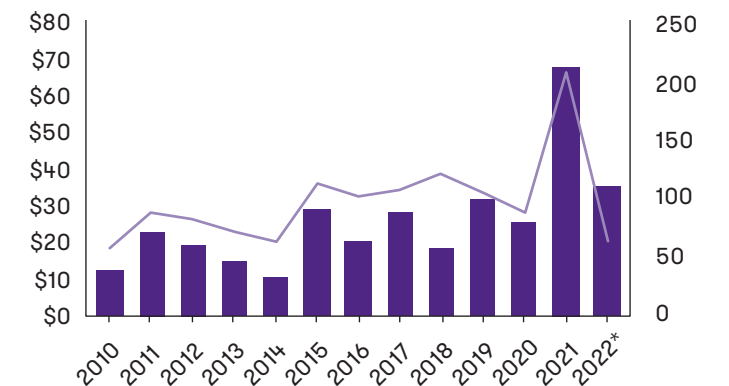
“The longer-term drivers shaping the healthcare sector, such as aging demographics, favorable public policies and healthtech advances, continue to compel a robust deal-making environment, even amid the significant turmoil in financial markets and the economy that has characterized 2022 thus far.”

Lance Beder, Partner, Strategy & Transactions, Healthcare Transactions Leader, Grant Thornton

Healthcare PE exit activity

In a timely move, PE firms exited at a record clip last year

● Exit value (\$B) ● Exit count

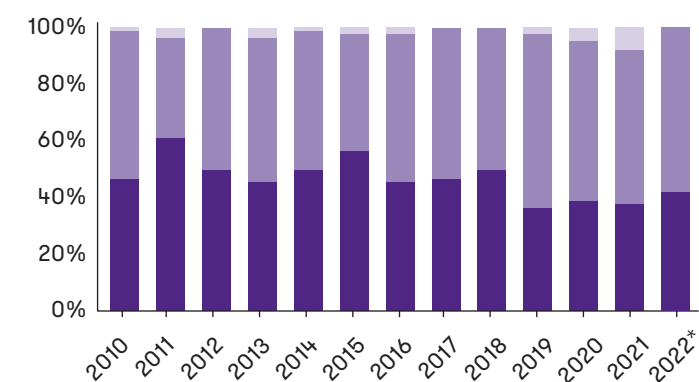


Source: PitchBook | Geography: US
*As of June 30, 2022

Share of healthcare PE exit count by type

After market turmoil, PE firms press pause on public listings

● Acquisition ● Buyout ● Public listing

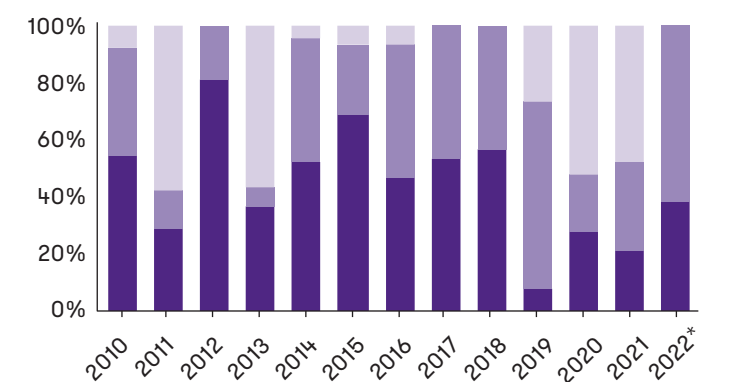


Source: PitchBook | Geography: US
*As of June 30, 2022

Share of healthcare PE exit value by type

M&A remains the primary channel for liquidity, especially in 2022, to date

● Acquisition ● Buyout ● Public listing



Source: PitchBook | Geography: US
*As of June 30, 2022

Methodology: The healthcare sector is defined in this publication as PitchBook’s healthcare industry code excluding companies tagged as pharmaceuticals & biotechnology, healthcare devices and supplies, and nonprofit.

Contacts

Lance Beder
Partner, Strategy & Transactions,
Healthcare Transactions Leader
E Lance.Beder@us.gt.com

Glenn Barebaum
Partner, Strategy & Transactions
E Glenn.Barenbaum@us.gt.com

Stephen Thome
Principal, Strategy & Transactions
E Stephen.Thome@us.gt.com