

Healthcare Sector Update



July 2015

Summary – Healthcare Services

- The S&P Healthcare Services Index has increased by 6.1% over the last three months, outperforming the S&P 500 (1.1% decrease over the last three months).
- Over the past three months:
 - > The best performing sectors were Emergency Services (up 39.6%) and Acute Care Hospitals (up 18.4%)
 - > The worst performing sectors were Healthcare REITs (down 16.5%) and Diagnostic Imaging (down 15.6%)
- The current median LTM revenue and LTM EBITDA multiples for the Healthcare Services industry overall are 1.8x and 13.1x, respectively.
- The sectors with the highest valuation multiples include:
 - > HCIT (3.7x LTM Revenue, 20.3x LTM EBITDA)
 - > Emergency Services (3.6x LTM Revenue, 8.5x LTM EBITDA)

Summary – Pharmaceutical / Medical Devices / Life Sciences

- The S&P 500 – Pharmaceuticals, Biotechnology & Life Sciences Index has risen 0.6% over the last three months, outperforming the S&P 500 (1.1% decrease over the last three months).
- Over the past three months:
 - > The best performing sectors were Surgical Devices (up 12.1%), Mobility Devices (up 5.9%) and Lab Instrumentation & Devices (up 5.8%)
 - > The worst performing sectors were Diagnostic Imaging Devices (down 8.0%) and Cardiology Devices (down 7.6%)
- The current median LTM revenue and LTM EBITDA multiples for the Pharmaceutical / Medical Device / Life Science industry overall are 3.6x and 15.6x, respectively.
- The sectors with the highest valuation multiples include:
 - > Biotechnology (8.8x LTM Revenue, 20.3x LTM EBITDA)
 - > Pharmaceuticals (5.5x LTM Revenue, 18.0x LTM EBITDA)
 - > Surgical Devices (7.6x LTM Revenue, 14.3x LTM EBITDA)

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Source: Fairness opinion rankings calculated by number of deals from Thomson Financial Securities full years 2010 through 2014. M&A rankings calculated by number of deals from Thomson Financial Securities full years 2012 through 2014. Middle-market M&A deals < \$200 million. Bankruptcy case ranking provided by The Deal Q4 2014 league table.

MARKET SECTOR	No. of Cos.	Ag. Eqty Mkt. Value	Median % Change		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	Rev	EBITDA	LTM	2015E	
Acute Care Hospitals	5	\$68,695	18.4%	40.0%	1.28x	8.8x	23.3x	21.7x	2.3x
Assisted Living	4	7,566	(5.5%)	(0.7%)	2.27x	19.9x	NM	NM	NM
Care Management / TPA	7	11,740	(6.0%)	(16.4%)	1.25x	14.9x	23.4x	21.6x	1.3x
Clinical Laboratories	6	30,898	(5.7%)	18.4%	2.67x	13.9x	22.7x	17.5x	1.4x
Consumer Directed Health & Wellness	9	16,616	0.3%	(30.8%)	3.14x	21.3x	41.6x	21.0x	2.0x
Contract Research Orgs	7	25,134	6.8%	31.4%	2.53x	14.3x	24.8x	22.3x	1.4x
Diagnostic Imaging	3	508	(15.6%)	(2.8%)	1.77x	6.6x	25.7x	16.0x	1.6x
Dialysis Services	2	42,136	(2.4%)	16.4%	2.03x	11.1x	31.6x	22.0x	1.9x
Distribution / Supply	7	122,900	(1.2%)	22.0%	0.33x	13.7x	26.9x	19.3x	2.0x
Emergency Services	2	2,721	39.6%	127.2%	3.60x	8.5x	16.0x	13.9x	0.8x
HCIT	17	50,595	2.2%	3.2%	3.70x	20.3x	41.7x	31.5x	2.2x
Healthcare REITs	13	81,784	(16.5%)	(6.9%)	11.81x	17.0x	21.3x	21.7x	5.4x
Healthcare Staffing	5	14,907	11.1%	30.8%	1.54x	17.9x	40.5x	27.1x	1.7x
Home Care / Hospice	6	5,661	13.3%	59.4%	0.97x	12.4x	26.4x	22.5x	1.6x
Long Term Care	4	3,997	(2.7%)	39.9%	0.98x	10.8x	32.1x	18.2x	1.3x
Managed Care – Commercial	7	280,169	5.3%	52.5%	0.80x	11.0x	20.7x	19.1x	1.6x
Managed Care – Government	3	17,173	6.0%	57.5%	0.28x	13.1x	36.4x	28.4x	1.1x
Other Services	4	13,881	2.2%	12.7%	2.42x	29.9x	35.7x	31.1x	2.0x
Pharmacy Management	6	89,293	8.4%	29.8%	0.72x	14.4x	41.1x	22.7x	1.5x
Physician Practice Mgmt	2	6,956	(2.2%)	0.1%	1.81x	11.5x	22.6x	20.6x	1.4x
Psychiatric Hospitals	3	8,468	8.6%	42.4%	0.49x	8.8x	31.0x	28.9x	1.3x
Specialty Managed Care	2	5,231	18.3%	22.7%	0.35x	5.6x	11.0x	16.4x	2.2x
Surgicenters / Rehabilitation	8	13,604	11.4%	30.2%	2.51x	11.0x	20.9x	20.8x	1.6x
Total / Median (\$MM)	132	\$920,621	2.2%	22.7%	1.77x	13.1x	26.0x	21.7x	1.6x

Source: Capital IQ

CAPITALIZATION PROFILE

	No. of Cos.	Ag. Eqty Mkt. Value	% Total No. of Cos.	% Ag. Eqty Mkt. Value	Average Stock Performance			
					3 mo	YTD	12 mo	36 mo
> \$5 billion	34	\$769,112	25.8%	83.5%	2.7%	14.7%	31.2%	120.0%
\$1 billion – \$5 billion	51	130,428	38.6%	14.2%	6.6%	17.3%	28.9%	103.5%
\$250 million – \$1 billion	31	19,399	23.5%	2.1%	2.3%	5.4%	11.4%	108.4%
\$100 million – \$250 million	6	1,208	4.5%	0.1%	(5.8%)	1.4%	(17.3%)	96.3%
< \$100 million	10	475	7.6%	0.1%	(10.9%)	(8.1%)	(19.7%)	(9.8%)
Total / Median (\$MM)	132	\$920,621	100.0%	100.0%	2.3%	5.4%	11.4%	103.5%

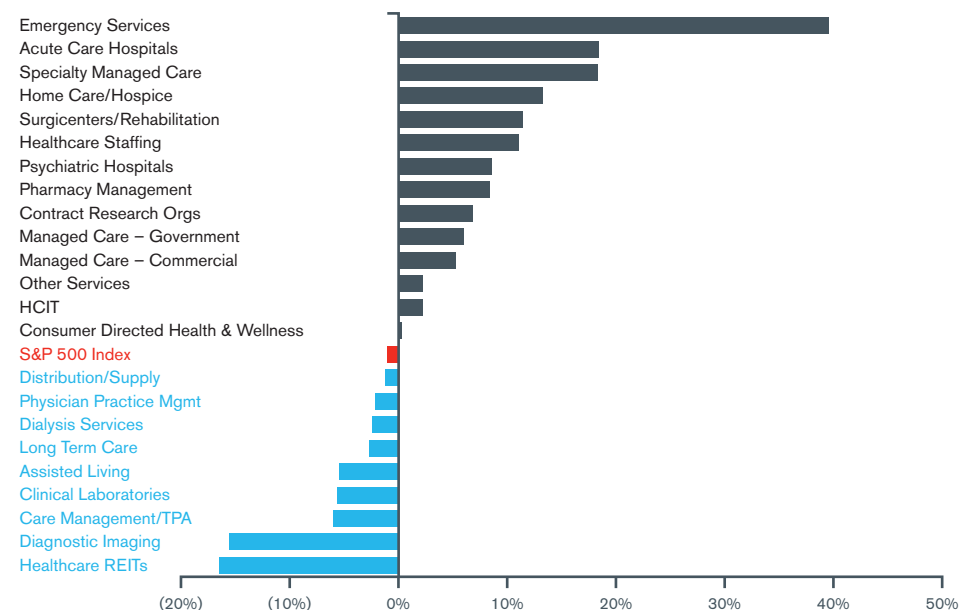
Source: Capital IQ

MARKET INDICES

	Value at 6/30/15	% Change			
		3 mo	YTD	12 mo	36 mo
Dow Jones Industrial Average	\$17,619.5	(2.0%)	(1.1%)	4.7%	36.8%
S&P 500 Index	2,063.1	(1.1%)	0.2%	5.2%	51.5%
NASDAQ Composite Index	4,986.9	0.8%	5.3%	13.1%	69.9%
Russell 2000 Index	1,253.9	(0.3%)	4.1%	5.1%	57.0%
AMEX Sector Index – Healthcare	102.2	(6.4%)	1.8%	(6.9%)	17.5%
S&P Healthcare Facilities (Sub Ind) Index	490.3	13.6%	16.3%	42.0%	161.9%
S&P Healthcare Providers & Services (Industry) Index	724.0	9.7%	19.8%	45.4%	151.3%
S&P Managed Healthcare (Sub Ind) Index	479.9	5.9%	31.0%	65.4%	202.2%
S&P Healthcare Services	468.3	6.1%	14.0%	27.8%	82.4%

Source: Capital IQ

Median % Change – 3 months



Source: Capital IQ

INTEREST RATES

	Value at 6/30/15	1 mo ago	3 mo ago	12 mo ago
LIBOR – USD – 5 month	0.00%	0.00%	0.00%	0.00%
U.S. Treasury – 2 years	0.64%	0.00%	0.57%	0.45%
U.S. Treasury – 5 years	1.63%	1.47%	1.42%	1.63%
U.S. Treasury – 10 years	2.33%	2.09%	1.96%	2.51%
U.S. Treasury – 30 years	3.10%	2.85%	2.56%	2.56%
U.S. Prime Rate	3.25%	3.25%	3.25%	3.25%

Source: Capital IQ

Performance of Market Indices for Latest 36 months



Source: Capital IQ

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Acute Care Hospitals																	
Community Health Systems, Inc.	CYH	\$62.97	20.4%	38.8%	\$65.00	\$42.05	\$7,433	\$24,860	\$19,374.0	\$2,896.0	\$1.32	\$4.00	1.28x	8.6x	21.9x	15.7x	1.07x
HCA Holdings, Inc.	HCA	90.72	19.1%	60.9%	93.09	53.61	37,587	67,938	37,762.0	7,692.0	4.16	5.25	1.80x	8.8x	19.1x	17.3x	1.40x
LifePoint Health, Inc.	LPNT	86.95	17.0%	40.0%	86.99	60.04	3,853	5,902	4,739.6	605.7	2.69	4.00	1.25x	9.7x	31.7x	21.7x	2.61x
Tenet Healthcare Corp.	THC	57.88	14.9%	23.3%	63.61	41.47	5,743	18,233	17,117.0	2,094.0	0.34	2.21	1.07x	8.7x	NM	26.2x	2.38x
Universal Health Services Inc.	UHS	142.10	18.4%	48.4%	144.00	91.26	14,079	17,497	8,352.4	1,536.8	5.42	6.56	2.09x	11.4x	24.6x	21.7x	2.31x
Median			18.4%	40.0%									1.28x	8.8x	23.3x	21.7x	2.31x
Assisted Living																	
AdCare Health Systems, Inc.	ADK	\$3.46	(18.6%)	(19.2%)	\$5.05	\$3.32	\$69	\$215	\$193.7	\$8.7	(\$0.82)	NM	1.11x	24.9x	NM	NM	NM
Brookdale Senior Living Inc.	BKD	34.70	(7.7%)	4.1%	39.89	30.12	6,530	12,889	3,753.2	676.3	(1.01)	(1.35)	3.43x	19.1x	NM	NM	NM
Capital Senior Living Corp.	CSU	24.50	(3.4%)	2.8%	27.75	20.33	722	1,377	388.4	66.6	(0.83)	0.07	3.55x	20.7x	NM	NM	NM
Five Star Quality Care Inc.	FVE	4.80	9.8%	(4.2%)	5.21	3.23	235	274	1,112.5	19.8	(1.65)	(0.11)	0.25x	13.8x	NM	NM	NM
Median			(5.5%)	(0.7%)									2.27x	19.9x	NM	NM	NM
Care Management / TPA																	
Alere Inc.	ALR	\$52.75	8.3%	41.0%	\$53.09	\$33.76	\$4,504	\$7,832	\$2,561.8	\$527.2	(\$2.38)	\$2.44	3.06x	14.9x	NM	21.6x	1.18x
Care.com, Inc.	CRCM	5.92	(23.9%)	(53.2%)	13.12	5.61	189	126	126.6	(29.3)	(2.77)	(0.67)	1.00x	NM	NM	NM	NM
CorVel Corporation	CRVL	32.02	(7.0%)	(29.1%)	47.21	28.08	643	617	492.6	63.6	1.49	NM	1.25x	9.7x	23.4x	NM	NM
Crawford & Company	CRD.B	8.43	(3.0%)	(16.4%)	11.00	7.07	441	658	1,155.3	85.3	0.55	0.65	0.57x	7.7x	17.4x	12.9x	1.29x
ExamWorks Group, Inc.	EXAM	39.10	(6.0%)	23.2%	44.33	30.07	1,616	2,025	798.9	111.3	0.25	0.13	2.53x	18.2x	NM	NM	NM
Hooper Holmes Inc.	HH	0.19	(66.6%)	(74.5%)	0.83	0.19	15	13	26.9	(6.4)	(0.08)	NM	0.50x	NM	NM	NM	NM
MAXIMUS, Inc.	MMS	65.73	(1.0%)	52.8%	69.04	37.94	4,331	4,217	1,804.1	278.0	2.25	2.52	2.34x	15.2x	29.5x	26.1x	1.32x
Median			(6.0%)	(16.4%)									1.25x	14.9x	23.4x	21.6x	1.29x

Source: Capital IQ as of June 30, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Clinical Laboratories																	
Bio-Reference Laboratories Inc.	BRLI	\$41.25	17.5%	36.5%	\$46.74	\$26.32	\$1,147	\$1,192	\$882.5	\$116.0	\$1.81	\$2.01	1.35x	10.3x	22.7x	20.5x	1.21x
Invitae Corporation	NVTA	14.88	(13.0%)	NM	22.35	10.50	473	292	2.7	(54.1)	(56.14)	(2.96)	107.68x	NM	NM	NM	NM
Laboratory Corp. of America Holdings	LH	121.22	(4.8%)	18.4%	131.19	95.61	12,170	18,687	6,353.2	1,269.6	5.91	7.72	2.94x	14.7x	26.9x	15.7x	1.36x
Psychemedics Corp.	PMD	14.83	(9.5%)	4.7%	17.83	12.42	80	83	28.9	4.9	0.60	NM	2.87x	16.9x	29.2x	NM	NM
Quest Diagnostics Inc.	DGX	72.52	(6.7%)	23.6%	89.00	56.27	10,416	14,206	7,528.0	1,462.0	3.78	4.76	1.89x	9.7x	20.8x	15.2x	1.50x
Sonic Healthcare Limited	SHL	16.45	6.2%	0.6%	16.96	12.70	6,611	8,147	3,297.2	584.6	0.77	0.85	2.47x	13.9x	22.6x	19.4x	2.15x
Median			(5.7%)	18.4%									2.67x	13.9x	22.7x	17.5x	1.43x
Contract Research Orgs																	
Albany Molecular Research Inc.	AMRI	\$20.22	15.2%	0.5%	\$23.95	\$13.73	\$670	\$842	\$299.1	\$34.9	(\$0.10)	\$0.84	2.82x	24.2x	NM	24.1x	3.01x
Charles River Laboratories International, Inc.	CRL	70.34	(11.9%)	31.4%	84.69	52.02	3,331	3,984	1,318.7	289.5	2.70	3.59	3.02x	13.8x	26.1x	19.6x	2.01x
ICON Public Limited Company	ICLR	67.30	(5.1%)	42.9%	72.40	45.50	4,077	3,905	1,541.9	289.7	2.73	3.65	2.53x	13.5x	22.0x	18.4x	1.02x
INC Research Holdings, Inc.	INCR	40.12	23.2%	NM	42.45	19.61	2,457	2,720	836.5	168.3	(0.51)	1.53	3.25x	16.2x	NM	26.2x	1.43x
PAREXEL International Corporation	PRXL	64.31	(7.2%)	21.7%	72.69	52.08	3,548	3,635	2,003.6	298.0	2.66	2.88	1.81x	12.2x	23.5x	22.3x	1.31x
PRA Health Sciences, Inc.	PRAH	36.33	25.1%	NM	37.41	18.47	2,174	3,070	1,287.2	171.1	(0.83)	1.69	2.39x	17.9x	NM	21.5x	1.17x
Quintiles Transnational Holdings Inc.	Q	72.61	6.8%	36.3%	73.82	51.09	8,877	10,404	4,190.5	727.8	2.72	3.10	2.48x	14.3x	26.7x	23.4x	1.98x
Median			6.8%	31.4%									2.53x	14.3x	24.8x	22.3x	1.43x
Diagnostic Imaging																	
Alliance Healthcare Services, Inc.	AIQ	\$18.69	(15.6%)	(30.8%)	\$31.01	\$17.83	\$198	\$780	\$440.5	\$117.9	\$0.98	NM	1.77x	6.6x	19.5x	NM	NM
American Shared Hospital Services	AMS	2.53	(0.8%)	(2.8%)	3.20	1.98	14	44	15.5	8.3	(0.19)	NM	2.85x	5.3x	NM	NM	NM
RadNet, Inc.	RDNT	6.69	(21.1%)	0.9%	10.35	4.71	296	898	730.0	103.4	0.03	0.42	1.23x	8.7x	32.0x	16.0x	1.60x
Median			(15.6%)	(2.8%)									1.77x	6.6x	25.7x	16.0x	1.60x
Dialysis Services																	
DaVita HealthCare Partners Inc.	DVA	\$79.47	(3.3%)	9.9%	\$85.17	\$70.41	\$17,081	\$25,194	\$13,026.5	\$2,405.1	\$3.33	\$3.78	1.93x	10.5x	40.2x	21.0x	1.69x
Fresenius Medical Care AG & Co. KGAA	FME	82.45	(1.6%)	22.8%	91.63	53.96	25,054	35,266	16,574.0	3,002.9	3.45	3.57	2.13x	11.7x	23.0x	23.1x	2.02x
Median			(2.4%)	16.4%									2.03x	11.1x	31.6x	22.0x	1.86x

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			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Distribution / Supply																	
Aceto Corp.	ACET	\$24.63	10.0%	35.8%	\$25.97	\$16.52	\$717	\$789	\$539.9	\$57.7	\$0.77	NM	1.46x	13.7x	28.0x	NM	NM
AmerisourceBergen Corporation	ABC	106.34	(6.3%)	46.4%	120.68	72.01	23,361	25,031	128,194.7	1,501.4	0.15	5.09	0.20x	16.7x	NM	20.9x	1.46x
Cardinal Health, Inc.	CAH	83.65	(7.9%)	22.0%	91.91	68.54	27,674	28,494	97,877.0	2,544.0	3.24	4.62	0.29x	11.2x	24.5x	18.1x	1.81x
Henry Schein, Inc.	HSIC	142.12	0.9%	19.8%	146.45	109.34	11,884	13,232	10,404.9	879.4	5.44	5.92	1.27x	15.0x	25.9x	24.0x	2.20x
McKesson Corporation	MCK	224.81	(1.9%)	20.7%	243.61	178.28	52,229	58,202	179,045.0	4,096.0	7.31	12.24	0.33x	14.2x	29.8x	18.4x	1.25x
Owens & Minor Inc.	OMI	34.00	(1.2%)	0.1%	36.35	31.55	2,145	2,561	9,575.0	246.1	1.06	1.92	0.27x	10.4x	35.8x	17.7x	2.49x
Patterson Companies, Inc.	PDCO	48.65	(0.9%)	23.1%	51.49	38.04	4,889	5,215	4,375.0	429.4	2.14	2.42	1.19x	12.1x	21.7x	20.1x	2.28x
Median			(1.2%)	22.0%									0.33x	13.7x	26.9x	19.3x	2.00x
Emergency Services																	
Adeptus Health Inc.	ADPT	\$94.99	90.7%	274.4%	\$95.93	\$23.35	\$1,098	\$1,267	\$253.4	\$17.4	(\$0.34)	\$0.84	5.00x	NM	NM	NM	NM
Air Methods Corp.	AIRM	41.34	(11.6%)	(20.0%)	60.74	39.86	1,623	2,248	1,022.0	264.5	2.56	2.98	2.20x	8.5x	16.0x	13.9x	0.83x
Median			39.6%	127.2%									3.60x	8.5x	16.0x	13.9x	0.83x
HCIT																	
Allscripts Healthcare Solutions, Inc.	MDRX	\$13.68	15.2%	(14.8%)	\$17.17	\$11.00	\$2,576	\$3,060	\$1,372.1	\$63.6	(\$0.37)	\$0.43	2.23x	48.1x	NM	31.5x	1.61x
athenahealth, Inc.	ATHN	114.58	(4.2%)	(8.4%)	153.25	107.88	4,417	4,623	796.0	62.2	(0.08)	1.18	5.81x	74.4x	NM	96.7x	3.77x
Cerner Corporation	CERN	69.06	(6.8%)	33.9%	75.72	50.30	23,762	23,704	3,526.6	1,002.3	1.50	2.12	6.72x	23.7x	46.7x	32.6x	1.92x
Computer Programs & Systems Inc.	CPSI	53.42	(1.7%)	(16.0%)	66.71	47.40	605	564	198.9	49.1	2.94	2.62	2.83x	11.5x	19.5x	20.4x	1.81x
Evolent Health, Inc.	EVH	19.50	NM	NM	19.85	0.00	1,150	1,222	117.9	(57.7)	(51.65)	(1.09)	NM	NM	NM	NM	NM
Healthstream Inc.	HSTM	30.42	20.6%	25.2%	32.41	21.66	948	911	179.5	31.0	0.37	0.31	5.08x	29.4x	NM	99.7x	6.23x
HMS Holdings Corp.	HMSY	17.17	10.3%	(15.9%)	23.69	15.07	1,520	1,584	448.8	88.3	0.16	0.58	3.53x	18.0x	NM	29.8x	1.31x
Inovalon Holdings, Inc.	INOV	27.90	(6.0%)	NM	33.75	22.06	4,120	3,622	370.5	131.7	0.49	0.55	9.78x	27.5x	NM	50.3x	2.24x
MedAssets, Inc.	MDAS	22.06	17.0%	(3.4%)	25.57	17.00	1,332	2,189	734.9	214.1	(0.34)	1.19	2.98x	10.2x	NM	18.5x	1.64x
Medical Transcription Billing, Corp.	MTBC	1.88	(14.2%)	NM	5.00	1.66	21	23	21.9	(2.6)	(0.64)	(0.25)	1.07x	NM	NM	NM	NM
Medidata Solutions, Inc.	MDSO	54.32	9.5%	26.9%	58.97	37.01	3,003	2,949	350.9	39.5	0.11	0.89	8.40x	74.7x	NM	61.1x	2.69x
Merge Healthcare Incorporated	MRGE	4.80	5.7%	111.5%	6.20	2.04	464	719	215.8	36.2	(0.00)	0.22	3.33x	19.9x	46.7x	21.5x	1.39x
National Research Corp.	NRCIB	33.00	1.5%	(15.6%)	41.95	30.20	413	384	99.1	29.7	0.74	2.52	3.87x	12.9x	NM	13.1x	1.09x
Premier, Inc.	PINC	38.46	0.4%	32.6%	39.81	27.95	1,449	1,121	975.9	320.6	17.95	1.49	1.15x	3.5x	NM	25.7x	2.28x
Press Ganey Holdings, Inc	PGND	28.67	NM	NM	29.62	0.00	1,497	1,901	291.1	93.9	0.36	0.87	6.53x	20.3x	NM	33.1x	2.25x
Quality Systems Inc.	QSII	16.57	3.6%	3.2%	18.75	13.01	999	869	490.2	50.9	0.36	0.69	1.77x	17.1x	36.8x	23.9x	2.17x
The Advisory Board Company	ABCO	54.67	2.2%	5.4%	56.49	37.47	2,320	2,813	581.6	49.9	(0.07)	1.36	4.84x	56.4x	NM	40.3x	2.52x
Median			2.2%	3.2%									3.70x	20.3x	41.7x	31.5x	2.17x

Source: Capital IQ as of June 30, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Consumer Directed Health & Wellness																	
Benefitfocus, Inc.	BNFT	\$43.85	16.5%	(5.1%)	\$47.75	\$19.58	\$1,254	\$1,191	\$149.4	(\$51.9)	(\$2.51)	(\$2.12)	7.98x	NM	NM	NM	NM
Castlight Health, Inc.	CSLT	8.14	4.2%	(46.4%)	16.50	6.52	763	578	53.2	(80.1)	(1.16)	(0.68)	10.86x	NM	NM	NM	NM
Connecture, Inc.	CNXR	10.56	(1.1%)	NM	14.39	8.04	229	261	89.2	1.3	(10.27)	(0.13)	2.93x	NM	NM	NM	NM
Everyday Health, Inc.	EVDY	12.78	0.1%	(30.8%)	19.24	10.41	405	469	188.0	16.4	0.17	0.84	2.49x	28.6x	NM	15.3x	0.53x
HealthEquity, Inc.	HQY	32.05	28.4%	NM	34.06	16.11	1,818	1,703	97.5	25.8	0.21	0.29	17.47x	66.1x	NM	NM	NM
Healthways Inc.	HWAY	11.98	(38.4%)	(31.7%)	23.30	11.86	428	689	755.3	48.9	(0.16)	0.04	0.91x	14.1x	NM	NM	NM
IMS Health Holdings, Inc.	IMS	30.65	14.2%	19.4%	32.18	23.58	10,034	13,357	2,628.0	627.0	(0.59)	1.46	5.08x	21.3x	NM	21.0x	1.97x
Streamline Health Solutions, Inc.	STRM	2.80	(22.7%)	(41.7%)	5.77	2.00	52	65	26.8	(9.3)	(0.71)	(0.53)	2.42x	NM	NM	NM	NM
WebMD Health Corp.	WBMD	44.28	0.3%	(8.3%)	53.30	34.48	1,633	1,850	590.0	120.2	0.97	1.66	3.14x	15.4x	41.6x	26.7x	2.23x
Median			0.3%	(30.8%)									3.14x	21.3x	41.6x	21.0x	1.97x
Healthcare REITs																	
Aviv REIT, Inc.	AVIV	\$36.75	(0.6%)	30.5%	\$40.33	\$23.83	\$1,782	\$3,104	\$198.0	\$156.4	\$0.77	NM	15.67x	19.8x	NM	NM	NM
CareTrust REIT, Inc.	CTRE	12.67	(8.2%)	(36.0%)	20.20	11.12	400	744	63.0	44.9	(0.36)	0.26	11.81x	16.6x	NM	48.7x	NM
HCP, Inc.	HCP	36.47	(16.8%)	(11.9%)	49.61	36.20	16,866	26,986	2,347.1	1,798.9	1.94	1.84	11.50x	15.0x	39.8x	19.8x	5.80x
Health Care REIT, Inc.	HCN	65.63	(16.6%)	4.7%	84.88	61.42	23,012	35,285	3,389.8	1,716.0	1.43	1.79	10.41x	20.6x	36.2x	36.6x	7.04x
Healthcare Realty Trust Incorporated	HR	23.26	(16.7%)	(8.5%)	31.20	23.10	2,335	3,770	376.5	223.3	0.35	0.13	10.01x	16.9x	NM	NM	NM
LTC Properties Inc.	LTC	41.60	(9.7%)	6.6%	48.85	36.75	1,479	1,828	120.5	108.0	1.99	1.99	15.17x	16.9x	20.8x	21.0x	3.68x
National Health Investors Inc.	NHI	62.30	(12.1%)	(0.4%)	76.98	56.53	2,340	3,254	189.7	179.0	3.04	3.34	17.16x	18.2x	20.0x	18.6x	3.04x
Newcastle Investment Corp.	NCT	4.42	(8.3%)	(84.6%)	29.28	4.00	294	–	380.5	NA	1.00	0.65	–	NA	6.7x	6.8x	NM
Omega Healthcare Investors Inc.	OHI	34.33	(16.5%)	(6.9%)	45.46	33.69	6,273	8,200	517.2	480.3	1.74	1.45	15.85x	17.1x	21.4x	23.8x	4.95x
Sabra Health Care REIT, Inc.	SBRA	25.74	(21.9%)	(10.3%)	34.44	24.01	1,677	2,718	198.2	170.7	0.78	1.26	13.71x	15.9x	21.3x	20.4x	4.19x
Senior Housing Properties Trust	SNH	17.55	(21.8%)	(27.7%)	24.50	17.52	4,166	6,807	882.0	498.3	0.81	0.78	7.72x	13.7x	22.5x	22.4x	6.50x
Universal Health Realty Income Trust	UHT	46.46	(17.6%)	6.9%	57.55	41.15	618	848	64.1	43.5	3.99	NM	13.22x	19.5x	11.8x	NM	NM
Ventas, Inc.	VTR	62.09	(15.7%)	(3.1%)	81.93	60.63	20,544	32,358	3,213.2	1,762.2	1.59	1.79	10.07x	18.4x	39.9x	34.7x	8.30x
Median			(16.5%)	(6.9%)									11.81x	17.0x	21.3x	21.7x	5.37x

Source: Capital IQ as of June 30, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Healthcare Staffing																	
AMN Healthcare Services Inc.	AHS	\$31.59	34.5%	156.8%	\$31.95	\$11.96	\$1,502	\$1,729	\$1,122.7	\$95.6	\$0.69	\$1.03	1.54x	18.1x	40.5x	30.8x	2.20x
Cross Country Healthcare, Inc.	CCRN	12.68	4.2%	94.5%	13.51	6.22	408	476	685.7	21.0	(1.02)	0.30	0.69x	22.7x	NM	42.9x	4.29x
Envision Healthcare Holdings, Inc.	EVHC	39.48	2.3%	9.9%	40.66	30.48	7,329	9,529	4,627.9	567.6	0.66	1.46	2.06x	16.8x	NM	27.1x	1.59x
IPC Healthcare, Inc.	IPCM	55.39	17.8%	25.3%	58.73	36.12	963	1,028	702.0	71.6	2.21	2.19	1.46x	14.4x	27.8x	25.3x	1.72x
Team Health Holdings, Inc.	TMH	65.33	11.1%	30.8%	67.79	48.80	4,705	5,511	3,018.5	308.5	1.35	2.69	1.83x	17.9x	46.7x	24.3x	1.59x
Median			11.1%	30.8%									1.54x	17.9x	40.5x	27.1x	1.72x
Home Care / Hospice																	
Addus HomeCare Corporation	ADUS	\$27.86	21.4%	23.9%	\$29.19	\$17.02	\$307	\$303	\$323.2	\$23.4	\$1.08	\$1.25	0.94x	12.9x	26.4x	22.2x	1.48x
Almost Family Inc.	AFAM	39.91	(5.3%)	80.8%	49.71	21.92	380	432	503.9	32.6	1.47	2.05	0.86x	13.3x	22.3x	19.5x	1.77x
Amedisys Inc.	AMED	39.73	48.3%	137.3%	43.61	15.31	1,338	1,434	1,193.0	88.6	0.40	1.26	1.20x	16.2x	NM	31.6x	2.34x
Chemed Corp.	CHE	131.10	8.7%	39.9%	134.15	92.83	2,239	2,372	1,474.6	201.1	5.57	6.63	1.61x	11.8x	22.4x	19.8x	1.98x
LHC Group, Inc.	LHCG	38.25	17.8%	79.0%	41.29	21.14	687	746	745.4	65.9	1.26	1.68	1.00x	11.3x	27.1x	22.8x	1.52x
Providence Service Corp.	PRSC	44.28	(13.8%)	21.0%	55.99	34.03	710	1,121	1,697.6	94.5	1.35	1.88	0.66x	11.9x	36.3x	23.6x	1.48x
Median			13.3%	59.4%									0.97x	12.39x	26.37x	22.51x	1.64x
Long Term Care																	
Diversicare Healthcare Services Inc.	DVCR	\$12.90	(6.3%)	70.2%	\$17.15	\$6.41	\$80	\$133	\$361.6	\$21.3	\$0.20	NM	0.37x	6.3x	46.1x	NM	NM
Kindred Healthcare Inc.	KND	20.29	(15.3%)	(12.2%)	24.94	16.94	1,693	4,959	5,431.0	375.3	(0.24)	1.31	0.91x	13.2x	NM	15.4x	1.10x
National Healthcare Corp.	NHC	64.99	0.9%	15.5%	66.42	54.33	924	927	883.6	106.3	3.14	NM	1.05x	8.7x	20.8x	NM	NM
The Ensign Group, Inc.	ENSG	51.06	8.4%	64.3%	53.88	28.00	1,300	1,234	1,094.3	96.2	1.56	2.44	1.13x	12.8x	32.1x	21.0x	1.40x
Median			(2.7%)	39.9%									0.98x	10.8x	32.1x	18.2x	1.25x
Managed Care – Commercial																	
Aetna Inc.	AET	\$127.46	17.4%	57.2%	\$134.40	\$71.81	\$44,509	\$51,667	\$59,102.5	\$4,949.7	\$5.68	\$7.39	0.87x	10.4x	21.1x	17.3x	1.64x
Anthem, Inc.	ANTM	164.14	4.6%	52.5%	173.59	106.52	43,421	59,887	75,066.2	6,016.9	8.96	10.03	0.80x	10.0x	17.0x	16.4x	1.44x
Cigna Corp.	CI	162.00	24.7%	76.1%	170.68	85.75	41,693	45,233	35,885.0	3,886.0	7.83	8.50	1.26x	11.6x	20.4x	19.1x	1.58x
Health Net, Inc.	HNT	64.12	5.3%	54.4%	65.33	40.84	4,946	4,522	14,859.5	349.3	1.80	3.34	0.30x	12.9x	35.2x	19.2x	1.12x
Humana Inc.	HUM	191.28	5.6%	49.8%	219.79	115.51	28,650	30,816	50,621.0	2,696.0	7.36	8.65	0.61x	11.4x	24.5x	22.1x	1.52x
UnitedHealth Group Incorporated	UNH	122.00	0.8%	49.2%	124.11	78.74	116,132	127,309	134,522.0	11,934.0	5.70	6.26	0.95x	10.7x	20.1x	19.5x	1.68x
Universal American Corp	UAM	10.12	(5.1%)	21.5%	11.16	7.63	817	824	1,975.0	(0.3)	(0.35)	0.19	0.42x	NM	NM	NM	NM
Median			5.3%	52.5%									0.80x	11.0x	20.7x	19.1x	1.55x

Source: Capital IQ as of June 30, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E	
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E		
Managed Care – Government																		
Centene Corp.	CNC	\$80.40	12.9%	112.7%	\$82.18	\$35.49	\$9,561	\$9,178	\$17,102.0	\$645.0	\$2.23	\$2.77	0.54x	14.2x	32.8x	29.1x	1.95x	
Molina Healthcare, Inc.	MOH	70.30	6.0%	57.5%	73.98	39.23	3,876	2,918	10,430.4	330.8	1.30	2.47	0.28x	8.8x	40.0x	28.4x	0.90x	
WellCare Health Plans, Inc.	WCG	84.83	(8.1%)	13.6%	95.09	55.43	3,736	3,463	13,444.1	264.1	1.44	3.34	0.26x	13.1x	NM	25.4x	1.08x	
Median			6.0%	57.5%									0.28x	13.1x	36.4x	28.4x	1.08x	
Other Services																		
Healthcare Services Group Inc.	HCSG	\$33.05	2.3%	12.3%	\$34.75	\$25.51	\$2,363	\$2,292	\$1,336.3	\$76.7	\$0.31	\$0.99	1.72x	29.9x	NM	33.3x	2.08x	
PDI, Inc.	PDII	1.43	2.1%	(67.4%)	4.50	1.00	23	33	126.4	(10.9)	(0.63)	(1.35)	0.26x	NM	NM	NM	NM	
Sharps Compliance Corp.	SMED	6.95	11.2%	58.0%	7.03	4.00	107	91	29.0	1.2	0.08	0.07	3.13x	75.8x	NM	NM	NM	
Stericycle, Inc.	SRCL	133.91	(4.9%)	13.1%	142.69	114.26	11,389	12,945	2,649.0	729.6	3.79	4.64	4.89x	17.7x	35.7x	28.8x	1.94x	
Median			2.2%	12.7%									2.42x	29.9x	35.7x	31.1x	2.01x	
Pharmacy Management																		
BioScrip, Inc.	BIOS	\$3.63	(15.4%)	(56.5%)	\$8.75	\$3.36	\$249	\$699	\$1,006.4	(\$44.6)	(\$2.09)	(\$0.22)	0.69x	NM	NM	NM	NM	
Catamaran Corporation	CCT	61.18	2.4%	38.5%	61.21	35.40	12,726	13,293	22,646.7	897.9	1.53	2.60	0.59x	14.8x	36.8x	23.5x	1.02x	
Express Scripts Holding Company	ESRX	88.94	4.1%	28.3%	92.46	65.08	64,863	76,316	102,101.7	6,732.6	2.64	5.44	0.75x	11.3x	31.4x	16.4x	1.35x	
Omnicare Inc.	OCR	94.25	21.1%	41.6%	96.54	59.85	9,075	10,862	6,506.4	752.1	1.74	4.15	1.67x	14.4x	50.0x	22.7x	NM	
Omniceil, Inc.	OMCL	37.71	12.7%	31.3%	39.10	26.00	1,367	1,227	455.4	68.1	0.83	1.36	2.70x	18.0x	45.5x	27.8x	1.57x	
PharMerica Corporation	PMC	33.30	17.3%	16.5%	33.90	19.42	1,012	1,313	1,953.9	131.1	0.22	1.63	0.67x	10.0x	NM	20.5x	1.64x	
Median			8.4%	29.8%									0.72x	14.4x	41.1x	22.7x	1.46x	
Physician Practice Mgmt																		
Birner Dental Management Services Inc.	BDMS	\$13.00	(6.5%)	(27.3%)	\$17.92	\$12.05	\$24	\$34	\$64.9	\$3.6	(\$0.50)	NM	0.52x	9.5x	NM	NM	NM	
MEDNAX, Inc.	MD	74.11	2.1%	27.4%	75.63	49.82	6,931	7,772	2,512.0	573.0	3.18	3.59	3.09x	13.6x	22.6x	20.6x	1.41x	
Median			(2.2%)	0.1%									1.81x	11.5x	22.6x	20.6x	1.41x	

Source: Capital IQ as of June 30, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Psychiatric Hospitals																	
AAC Holdings, Inc.	AAC	\$43.56	45.9%	NM	\$45.48	\$17.91	\$951	\$966	\$135.1	\$20.4	\$0.41	\$0.63	NM	NM	NM	NM	NM
Acadia Healthcare Company, Inc.	ACHC	78.33	8.6%	72.2%	78.51	43.45	5,609	7,625	1,169.0	242.7	1.50	2.15	NM	NM	NM	36.5x	1.59x
Magellan Health, Inc.	MGLN	70.07	(0.8%)	12.6%	73.00	52.37	1,908	1,840	3,774.6	207.9	2.90	3.29	0.49x	8.8x	31.0x	21.3x	1.06x
Median			8.6%	42.4%									0.49x	8.8x	31.0x	28.9x	1.33x
Specialty Managed Care																	
Assurant Inc.	AIZ	\$67.00	8.7%	2.2%	\$69.94	\$59.73	\$4,550	\$4,750	\$10,531.9	\$781.2	\$6.44	\$4.63	0.45x	6.1x	12.6x	14.5x	2.03x
Triple-S Management Corporation	GTS	25.66	27.9%	43.1%	26.92	17.02	681	568	2,317.0	112.6	2.41	1.40	0.25x	5.0x	9.4x	18.3x	2.33x
Median			18.3%	22.7%									0.35x	5.6x	11.0x	16.4x	2.18x
Surgicenters / Rehabilitation																	
AmSurg Corp.	AMSG	\$69.95	12.0%	53.5%	\$72.85	\$45.19	\$3,387	\$6,314	\$1,932.8	\$527.8	\$1.27	\$3.36	3.27x	12.0x	NM	20.8x	1.29x
Civitas Solutions, Inc.	CIVI	21.33	2.1%	NM	22.52	11.88	788	1,441	1,315.3	138.6	(0.71)	0.70	1.10x	10.4x	NM	30.5x	NM
Hanger, Inc.	HGR	23.44	3.8%	(25.5%)	32.71	18.25	805	1,340	1,060.7	156.2	1.61	1.89	1.26x	8.6x	14.2x	12.4x	0.86x
HEALTHSOUTH Corp.	HLS	46.06	2.8%	28.4%	48.13	35.29	4,214	6,604	2,519.6	600.4	2.24	2.29	2.62x	11.0x	20.9x	20.1x	1.75x
The Joint Corp.	JYNT	10.18	33.8%	NM	12.99	6.00	98	81	8.1	(3.1)	(0.56)	(0.92)	10.00x	NM	NM	NM	NM
Select Medical Holdings Corporation	SEM	16.20	10.7%	3.8%	17.20	11.46	2,124	3,770	3,051.5	354.8	0.91	0.91	1.24x	10.6x	17.3x	17.8x	1.42x
Surgical Care Affiliates, Inc.	SCAI	38.38	12.8%	32.0%	40.99	26.55	1,510	2,559	890.8	230.2	1.03	1.81	2.87x	11.1x	46.1x	21.2x	2.12x
US Physical Therapy Inc.	USPH	54.76	15.2%	60.2%	55.22	33.21	679	741	308.4	52.8	1.62	1.86	2.40x	14.0x	34.1x	29.4x	1.84x
Median			11.4%	30.2%									2.51x	11.0x	20.9x	20.8x	1.59x

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

Source: Capital IQ as of June 30, 2015

MARKET SECTOR	No. of Cos.	Ag. Eqty Mkt. Value	Median % Change		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	Rev	EBITDA	LTM	2015E	
Biotechnology	76	\$678,363	1.1%	26.1%	8.79x	20.3x	29.2x	25.4x	1.5x
Cardiology Devices	19	174,929	(7.6%)	9.9%	3.80x	15.7x	28.8x	24.1x	2.0x
Conglomerates	5	449,237	(4.0%)	(4.7%)	3.22x	10.5x	24.6x	18.8x	1.9x
Dental Devices	7	20,103	0.5%	14.1%	3.73x	19.2x	25.6x	26.5x	2.1x
Diagnostic Imaging Devices	4	11,828	(8.0%)	11.4%	1.37x	12.6x	26.9x	21.0x	1.9x
Diversified Medical Devices	23	102,467	1.0%	19.9%	3.65x	15.4x	32.2x	28.2x	1.9x
Infection Prevention Devices	2	6,078	1.4%	33.5%	3.29x	17.3x	39.2x	27.5x	1.8x
Lab Equipment	2	9,594	0.0%	15.4%	2.22x	12.6x	20.9x	26.6x	2.0x
Lab Instrumentation & Devices	4	14,265	5.8%	22.9%	1.89x	15.0x	43.8x	24.8x	2.2x
Large-Cap Pharmaceuticals	6	749,869	5.5%	26.7%	5.17x	17.6x	45.0x	18.2x	2.0x
Life Science Conglomerates	3	89,076	2.3%	12.4%	3.88x	19.6x	35.8x	20.4x	1.9x
Life Science Consumables	7	14,683	5.3%	22.6%	2.65x	14.6x	27.6x	28.7x	1.9x
Mobility Devices	4	3,952	5.9%	17.7%	1.63x	18.7x	19.2x	18.8x	1.8x
Neural Implant Devices	2	3,765	(0.1%)	19.2%	3.85x	13.6x	41.6x	22.0x	1.6x
Ophthalmology Devices	7	10,711	2.5%	19.4%	1.62x	16.9x	19.7x	22.4x	1.3x
Orthopedics Devices	5	62,269	1.7%	5.2%	3.63x	12.9x	41.4x	18.2x	2.0x
Pharmaceuticals	49	110,512	1.3%	31.3%	5.48x	18.0x	31.8x	23.5x	1.4x
Surgical Devices	7	20,492	12.1%	1.2%	7.55x	14.3x	38.4x	30.3x	2.0x
Total / Median (\$MM)	232	\$2,532,194	1.3%	18.5%	3.64x	15.6x	30.5x	23.8x	1.9x

Source: Capital IQ

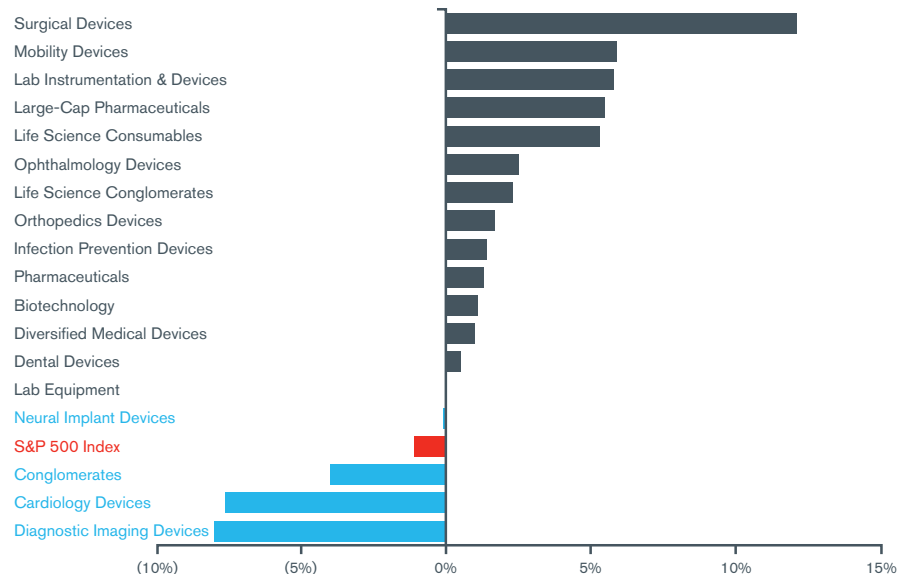
CAPITALIZATION PROFILE	No. of Cos.	Ag. Eqty Mkt. Value	% Total No. of Cos.	% Ag. Eqty Mkt. Value	Average Stock Performance			
					3 mo	YTD	12 mo	36 mo
> \$5 billion	46	\$2,366,316	19.8%	93.4%	0.6%	9.9%	24.8%	127.2%
\$1 billion – \$5 billion	55	125,747	23.7%	5.0%	6.5%	30.9%	50.8%	204.2%
\$250 million – \$1 billion	67	33,167	28.9%	1.3%	5.9%	22.2%	14.7%	83.6%
\$100 million – \$250 million	32	5,068	13.8%	0.2%	(3.4%)	6.6%	27.8%	82.5%
< \$100 million	32	1,896	13.8%	0.1%	(11.4%)	(4.8%)	(16.3%)	106.6%
Total / Median (\$MM)	232	\$2,532,194	100.0%	100.0%	0.6%	9.9%	24.8%	106.6%

Source: Capital IQ

INTEREST RATES	Value at 6/30/15	1 mo ago	3 mo ago	12 mo ago
LIBOR – USD – 5 months	0.00%	0.00%	0.00%	0.00%
U.S. Treasury – 2 years	0.64%	0.00%	0.57%	0.45%
U.S. Treasury – 5 years	1.63%	1.47%	1.42%	1.63%
U.S. Treasury – 10 years	2.33%	2.09%	1.96%	2.51%
U.S. Treasury – 30 years	3.10%	2.85%	2.56%	2.56%
U.S. Prime Rate	3.25%	3.25%	3.25%	3.25%

Source: Capital IQ

Median % Change – 3 months



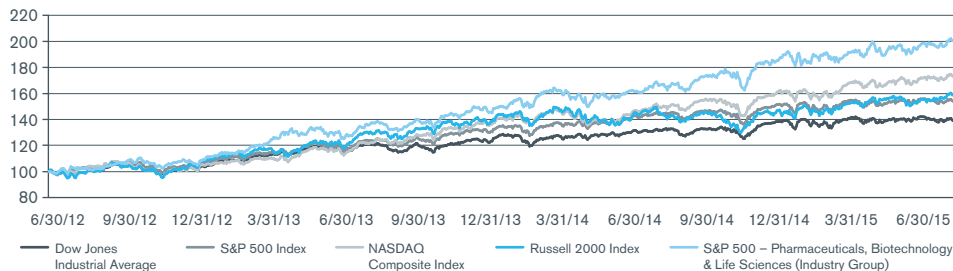
Source: Capital IQ

MARKET INDICES

MARKET INDICES	Value at 6/30/15	% Change			
		3 mo	YTD	12 mo	36 mo
Dow Jones Industrial Average	\$17,619.5	(2.0%)	(1.1%)	4.7%	36.8%
S&P 500 Index	2,063.1	(1.1%)	0.2%	5.2%	51.5%
NASDAQ Composite Index	4,986.9	0.8%	5.3%	13.1%	69.9%
Russell 2000 Index	1,253.9	(0.3%)	4.1%	5.1%	57.0%
S&P Life Science Tools & Services (Industry) Index	309.3	(3.5%)	4.2%	8.5%	96.1%
S&P 500 Pharmaceuticals (Industry) Index	614.5	0.3%	5.4%	13.4%	70.0%
Dow Jones U.S. Pharmaceuticals & Biotechnology Index	741.9	0.9%	8.6%	21.6%	102.1%
S&P 500 Biotechnology (Industry) Index	4,110.1	1.9%	10.6%	35.1%	203.2%
Dow Jones U.S. Medical Equipment Index	972.9	(1.2%)	5.2%	16.8%	83.4%
S&P 500 – Pharmaceuticals, Biotechnology & Life Sciences (Industry Group)	816.1	0.6%	6.9%	19.1%	97.2%

Source: Capital IQ

Performance of Market Indices for Latest 36 months



Source: Capital IQ

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Biotechnology																	
Acceleron Pharma, Inc.	XLRN	\$31.64	(17.0%)	(6.9%)	\$48.50	\$23.61	\$1,038	\$937	\$15.7	(\$52.2)	(\$1.63)	(\$1.35)	NM	NM	NM	NM	NM
Acorda Therapeutics, Inc.	ACOR	33.33	(1.7%)	(1.1%)	45.45	28.26	1,426	1,418	420.8	61.9	0.42	0.60	3.37x	22.9x	NM	55.7x	1.51x
Adamas Pharmaceuticals, Inc.	ADMS	26.22	50.1%	43.4%	27.60	13.60	497	382	55.9	12.2	0.53	(2.99)	6.84x	31.4x	NM	NM	NM
Aduro BioTech, Inc.	ADRO	30.33	NM	NM	49.25	24.68	1,888	1,921	22.9	(20.0)	(0.70)	0.22	NM	NM	NM	NM	NM
Affimed N.V.	ADMS	13.47	119.4%	NM	13.75	3.55	390	355	6.2	(3.3)	(0.02)	(0.63)	NM	NM	18.2x	NM	NM
Akebia Therapeutics, Inc.	AKBA	10.29	(5.8%)	(63.0%)	28.33	7.27	297	196	-	(38.7)	(8.04)	(1.73)	NA	NM	NM	NM	NM
Alexion Pharmaceuticals, Inc.	ALXN	180.77	0.3%	15.7%	203.30	150.06	40,515	38,750	2,267.5	866.9	3.26	5.03	17.09x	44.7x	61.9x	35.9x	1.62x
Alkermes plc	ALKS	64.34	2.9%	27.8%	75.17	38.49	9,563	9,172	649.8	(0.5)	(0.21)	(0.44)	14.12x	NM	NM	NM	NM
Amarin Corporation plc	AMRN	2.46	2.9%	39.8%	3.33	0.78	436	528	59.2	(96.6)	(0.36)	(0.46)	8.92x	NM	NM	NM	NM
Amgen Inc.	AMGN	153.52	(6.6%)	29.7%	173.60	114.93	116,725	119,948	20,575.0	9,613.0	6.70	9.56	5.83x	12.5x	20.7x	16.1x	1.68x
Ascendis Pharma A/S	ASND	17.68	1.1%	NM	21.97	14.75	421	257	13.0	(20.0)	(9.04)	(1.53)	19.79x	NM	NM	NM	NM
Atara Biotherapeutics, Inc.	ATRA	52.76	23.0%	NM	64.35	10.10	1,285	1,119	-	(30.4)	(5.62)	(2.00)	NA	NM	NM	NM	NM
Athersys, Inc.	ATHX	1.21	(57.7%)	(32.4%)	3.43	0.90	100	65	1.6	(28.2)	(0.31)	(0.35)	NM	NM	NM	NM	NM
aTyr Pharma Inc.	LIFE	18.52	NM	NM	28.29	0.00	438	534	-	(25.7)	(29.69)	(2.37)	NA	NM	NM	NM	NM
Avalanche Biotechnologies, Inc.	AAVL	16.24	(58.8%)	NM	62.48	15.03	415	124	0.7	(32.1)	(2.46)	(1.53)	NM	NM	NM	NM	NM
Bellicum Pharmaceuticals, Inc.	BLCM	21.27	(6.1%)	NM	33.63	18.20	561	377	1.3	(19.5)	(34.04)	(1.15)	NM	NM	NM	NM	NM
Bio Blast Pharma Ltd.	ORPN	6.89	15.2%	NM	10.00	4.50	98	69	-	(9.8)	(0.57)	(1.35)	NA	NM	NM	NM	NM
Biogen Inc.	BIIB	403.94	(6.4%)	28.1%	480.18	290.85	95,019	93,453	10,125.5	5,020.9	12.37	16.71	9.23x	18.6x	29.2x	24.2x	1.58x
BioSpecifics Technologies Corp.	BSTC	51.60	33.1%	91.4%	56.04	25.00	348	324	16.9	9.7	0.66	NM	19.14x	33.4x	59.2x	NM	NM
Calithera Biosciences, Inc.	CALA	7.14	(56.5%)	NM	33.48	6.51	128	40	-	(25.0)	(4.67)	(1.93)	NA	NM	NM	NM	NM
Cara Therapeutics Inc.	CARA	12.15	18.5%	(28.6%)	17.77	7.53	277	230	3.5	(18.6)	(0.85)	(1.08)	NM	NM	NM	NM	NM
Celgene Corporation	CELG	115.74	(3.6%)	34.8%	129.06	82.90	91,795	91,300	8,021.2	3,575.7	2.39	4.70	11.38x	25.5x	39.6x	24.6x	1.00x
Cepheid	CPHD	61.15	10.5%	27.6%	62.05	36.94	4,390	4,360	495.9	25.1	(0.72)	0.26	8.79x	NM	NM	NM	NM
Coherus Biosciences, Inc.	CHRS	28.90	(3.7%)	NM	33.30	12.27	1,094	978	33.3	(86.7)	(10.64)	(3.12)	29.36x	NM	NM	NM	NM
ContraFect Corporation	CFRX	5.25	8.5%	NM	6.24	2.50	107	84	-	(16.2)	(3.86)	(0.92)	NA	NM	NM	NM	NM
Curis, Inc.	CRIS	3.31	32.4%	78.0%	3.65	1.09	425	352	10.2	(17.6)	(0.22)	(0.45)	NM	NM	NM	NM	NM
Dicerna Pharmaceuticals, Inc.	DRNA	13.95	(39.8%)	(38.2%)	27.33	8.00	287	199	-	(50.4)	(3.00)	(2.73)	NA	NM	NM	NM	NM
Dyadic International, Inc.	DYAI	1.07	(10.8%)	(40.2%)	1.87	0.80	33	40	13.6	(3.3)	(0.18)	NM	2.92x	NM	NM	NM	NM
Emergent BioSolutions, Inc.	EBS	32.95	12.9%	46.7%	33.84	19.31	1,264	1,298	459.9	96.2	0.80	1.26	2.82x	13.5x	42.9x	26.1x	NM
Exelixis, Inc.	EXEL	3.76	39.3%	10.9%	4.55	1.26	737	998	29.6	(172.9)	(1.38)	(0.81)	NM	NM	NM	NM	NM
FibroGen, Inc.	FGEN	23.50	(25.6%)	NM	40.59	16.95	1,393	1,381	136.0	(75.7)	(3.17)	(1.37)	10.15x	NM	NM	NM	NM
Forward Pharma A/S	FWP	38.05	33.9%	NM	43.34	17.50	1,770	1,688	-	(23.8)	(1.79)	(1.02)	NA	NM	NM	NM	NM
Genomic Health Inc.	GHDX	27.79	(10.0%)	1.4%	37.75	25.06	897	769	276.9	(18.8)	(0.78)	(0.72)	2.78x	NM	NM	NM	NM

Source: Capital IQ as of June 30, 2015; For definitions, see page 20

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Biotechnology (cont.)																	
Gilead Sciences Inc.	GILD	\$117.08	16.3%	41.2%	\$123.37	\$83.32	\$172,061	\$170,318	\$27,485.0	\$19,041.0	\$7.35	\$10.77	6.20x	8.9x	13.3x	10.9x	0.52x
GlycoMimetics, Inc.	GLYC	7.95	(4.9%)	(5.7%)	10.10	6.18	151	105	15.0	(13.0)	(0.60)	(0.64)	6.96x	NM	NM	NM	NM
Histogenics Corporation	HSGX	6.46	(29.4%)	NM	12.97	6.01	85	34	-	(34.4)	(6.85)	(1.86)	NA	NM	NM	NM	NM
Immunomedics Inc.	IMMU	4.06	4.4%	11.2%	5.48	3.08	379	369	4.4	(46.4)	(0.51)	(0.55)	NM	NM	NM	NM	NM
Immune Design Corp.	IMDZ	20.65	(9.3%)	NM	40.13	11.51	413	353	8.3	(33.5)	(4.56)	(2.20)	NM	NM	NM	NM	NM
INSYS Therapeutics, Inc.	INSY	35.92	25.9%	130.0%	42.69	11.26	2,566	2,464	251.3	74.1	0.52	0.92	9.81x	33.2x	69.1x	39.1x	1.29x
Juno Therapeutics Inc.	JUNO	53.33	(12.2%)	NM	69.28	34.71	4,873	4,487	-	(280.7)	(36.82)	(1.52)	NA	NM	NM	NM	NM
Ligand Pharmaceuticals Incorporated	LGND	100.90	32.4%	62.0%	102.24	41.99	1,984	2,003	63.2	21.6	0.56	1.90	NM	NM	NM	53.2x	1.47x
Loxo Oncology, Inc.	LOXO	18.03	43.7%	NM	21.48	9.90	301	203	-	-	(3.06)	(1.68)	NA	NA	NM	NM	NM
MacroCure Ltd.	MCUR	13.85	46.1%	NM	16.10	6.82	231	190	-	(23.8)	(2.15)	(1.38)	NA	NM	NM	NM	NM
Momenta Pharmaceuticals Inc.	MNTA	22.81	50.3%	88.8%	25.56	9.38	1,525	1,326	50.0	(84.9)	(1.91)	(0.37)	26.50x	NM	NM	NM	NM
Myriad Genetics Inc.	MYGN	33.99	(3.9%)	(12.7%)	40.50	31.34	2,361	2,226	722.0	196.1	1.45	1.69	3.08x	11.4x	27.1x	20.1x	1.27x
Neothetics, Inc.	NEOT	9.00	10.3%	NM	14.10	5.92	123	62	-	(13.7)	(5.36)	(4.00)	NA	NM	NM	NM	NM
Neurocrine Biosciences Inc.	NBIX	47.76	15.0%	221.9%	49.49	12.63	4,080	3,710	19.8	(53.1)	(0.81)	(0.83)	NM	NM	NM	NM	NM
Nexvet Biopharma Public Limited Company	NVET	4.97	(33.0%)	NM	11.00	4.40	56	1	0.0	(15.2)	(8.79)	(1.48)	NM	NM	NM	NM	NM
Ocular Therapeutix, Inc.	OCUL	21.03	(50.7%)	NM	44.19	11.90	519	467	1.2	(26.8)	(2.69)	(1.50)	NM	NM	NM	NM	NM
Osiris Therapeutics, Inc.	OSIR	19.46	10.3%	24.6%	20.70	11.87	669	623	70.8	5.2	(0.01)	0.41	8.80x	NM	NM	48.0x	NM
Otonomy, Inc.	OTIC	22.99	(35.5%)	NM	41.99	15.19	555	331	-	(41.0)	(5.46)	(2.93)	NA	NM	NM	NM	NM
Paratek Pharmaceuticals, Inc.	PRTK	25.77	(15.0%)	NM	39.80	16.00	453	360	4.3	(16.1)	(7.82)	(3.13)	NM	NM	NM	NM	NM
PDL BioPharma, Inc.	PDLI	6.43	(9.9%)	(33.6%)	10.26	6.18	1,055	1,168	499.2	454.6	1.86	2.11	2.34x	2.6x	3.4x	3.1x	NM
Pfenex Inc.	PFNX	19.40	16.7%	NM	21.01	5.28	449	361	10.1	(13.2)	(1.04)	(1.60)	NM	NM	NM	NM	NM
ProMetic Life Sciences Inc.	PLI	1.88	(3.9%)	86.0%	2.30	0.80	1,089	1,117	15.1	(30.2)	0.01	(0.07)	NM	NM	NM	NM	NM
ProQR Therapeutics N.V.	PRQR	16.67	(31.5%)	NM	27.60	11.00	389	270	0.7	(22.7)	(1.32)	(2.26)	NM	NM	NM	NM	NM
Proteon Therapeutics Inc	PRTO	17.86	55.8%	NM	18.45	8.57	294	214	2.9	(10.2)	(3.16)	(1.23)	NM	NM	NM	NM	NM
Regeneron Pharmaceuticals, Inc.	REGN	510.13	11.0%	80.6%	544.00	285.06	53,691	53,421	3,063.4	987.6	3.07	11.18	17.44x	NM	NM	45.6x	1.77x
Roka Bioscience, Inc.	ROKA	2.60	(16.9%)	NM	13.00	2.38	47	12	5.7	(27.5)	(2.93)	(2.01)	2.13x	NM	NM	NM	NM
Sage Therapeutics, Inc.	SAGE	73.00	43.0%	NM	89.04	24.25	2,071	1,958	-	(44.9)	(1.67)	(2.84)	NA	NM	NM	NM	NM
Spark Therapeutics, Inc.	ONCE	60.27	(18.7%)	NM	79.50	40.16	1,479	1,245	2.9	-	(4.64)	(1.31)	NM	NA	NM	NM	NM
Spectrum Pharmaceuticals, Inc.	SPPI	6.84	11.9%	(15.9%)	9.27	5.45	458	429	185.3	(14.8)	(0.71)	(1.09)	2.32x	NM	NM	NM	NM
T2 Biosystems, Inc.	TTOO	16.23	2.8%	NM	24.50	13.40	329	284	0.3	(33.1)	(4.15)	(2.25)	NM	NM	NM	NM	NM
Targacept, Inc.	TRGT	2.79	(7.0%)	(38.1%)	4.68	2.15	95	(10.3)	0.2	(22.7)	(0.97)	NM	NM	0.5x	NM	NM	NM

Source: Capital IQ as of June 30, 2015; For definitions, see page 20

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Biotechnology (cont.)																	
Theravance Inc.	THRX	\$18.07	8.9%	(39.3%)	\$31.80	\$10.58	\$2,112	\$2,593	\$16.1	(\$18.2)	(\$0.66)	(\$0.16)	NM	NM	NM	NM	NM
Tokai Pharmaceuticals, Inc.	TKAI	13.30	14.8%	NM	30.00	9.67	298	204	–	(31.8)	(3.60)	(2.01)	NA	NM	NM	NM	NM
TRACON Pharmaceuticals, Inc.	TCON	11.33	(20.8%)	NM	21.00	9.02	137	80	4.4	(8.5)	(4.40)	(2.22)	18.20x	NM	NM	NM	NM
Ultrasgenyx Pharmaceutical Inc.	RARE	102.39	68.0%	128.1%	105.97	37.77	3,676	3,334	–	(67.2)	(2.25)	(2.54)	NA	NM	NM	NM	NM
United Therapeutics Corporation	UTHR	173.95	(1.6%)	96.6%	190.29	86.04	8,040	7,498	1,326.6	340.8	6.28	8.20	5.65x	22.0x	48.4x	21.2x	3.14x
Vanda Pharmaceuticals, Inc.	VNDA	12.69	35.9%	(21.6%)	16.48	8.34	530	396	63.2	(34.3)	0.55	(1.21)	6.27x	NM	13.5x	NM	NM
Vascular Biogenics Ltd.	VBLT	6.17	16.6%	NM	17.02	3.09	123	88	–	(14.6)	(3.09)	(0.80)	NA	NM	NM	NM	NM
Versartis, Inc.	VSAR	15.22	(19.6%)	(45.7%)	29.93	14.13	445	215	–	(60.7)	(4.39)	(3.37)	NA	NM	NM	NM	NM
Vertex Pharmaceuticals Incorporated	VRTX	123.48	1.8%	30.4%	137.50	84.41	30,098	29,772	600.5	(544.3)	(3.14)	(1.12)	NM	NM	NM	NM	NM
Vital Therapies, Inc.	VTL	21.10	(17.1%)	(22.5%)	29.67	13.40	507	418	–	(52.2)	(3.54)	(2.55)	NA	NM	NM	NM	NM
XBiotech, Inc.	XBIT	18.08	NM	NM	32.50	17.06	578	526	–	(24.8)	(0.90)	NM	NA	NM	NM	NM	NM
Zafgen, Inc.	ZFGN	34.63	(13.7%)	75.1%	55.36	16.01	931	705	–	(44.2)	(3.00)	(2.98)	NA	NM	NM	NM	NM
Median			1.1%	26.1%									8.79x	20.31x	29.18x	25.39x	1.51x
Cardiology Devices																	
ABIOMED, Inc.	ABMD	\$65.73	(10.5%)	161.5%	\$76.90	\$21.84	\$2,743	\$2,611	\$230.3	\$33.0	\$0.44	\$0.63	11.34x	NM	24.8x	NM	NM
AngioDynamics Inc.	ANGO	16.40	(7.6%)	0.4%	19.80	13.13	589	717	356.2	53.3	0.14	0.59	2.01x	13.4x	NM	27.7x	1.85x
Bellerophon Therapeutics LLC	BLPH	7.93	(15.2%)	NM	12.92	7.32	102	39	0.0	(57.8)	(7.56)	(4.55)	NA	NM	NM	NM	NM
Boston Scientific Corporation	BSX	17.70	(2.0%)	38.6%	18.62	11.10	23,730	27,756	7,302.0	1,719.0	(0.09)	0.90	3.80x	16.1x	NM	19.7x	1.96x
Cardiovascular Systems Inc.	CSII	26.45	(31.9%)	(15.1%)	41.28	23.15	839	745	172.7	(31.8)	(1.07)	(1.10)	4.32x	NM	NM	NM	NM
CareDx, Inc	CDNA	6.50	17.4%	NM	10.89	4.60	77	54	28.6	(0.8)	0.10	(0.78)	1.88x	NM	NM	NM	NM
Edwards Lifesciences Corp.	EW	142.43	(1.2%)	65.9%	150.41	84.05	15,319	14,551	2,390.8	635.1	7.48	4.28	6.09x	22.9x	17.7x	33.3x	2.12x
Greatbatch, Inc.	GB	53.92	(5.6%)	9.9%	58.18	42.23	1,376	1,496	674.8	123.3	2.14	2.63	2.22x	12.1x	28.8x	20.5x	1.87x
Heartware International Inc.	HTWR	72.69	(18.1%)	(17.9%)	95.59	69.05	1,254	1,198	282.0	(1.4)	(1.14)	(1.95)	4.25x	NM	NM	NM	NM
LeMaitre Vascular, Inc.	LMAT	12.06	46.4%	45.8%	12.09	6.48	212	195	72.6	12.7	0.23	0.28	2.68x	15.3x	38.6x	42.8x	3.06x
Lombard Medical, Inc.	EVAR	4.40	8.4%	(38.9%)	7.78	3.55	71	29	14.6	(36.1)	(2.39)	(2.28)	1.97x	NM	NM	NM	NM
Medtronic plc	MDT	74.10	(5.5%)	16.2%	79.50	59.83	104,952	121,719	20,126.0	6,264.0	3.11	4.27	6.05x	19.4x	30.7x	17.3x	2.17x
Neovasc Inc.	NVC	6.85	(23.5%)	9.9%	10.22	4.01	456	375	11.8	(19.6)	(0.31)	(0.29)	NM	NM	NM	NM	NM
REVA Medical, Inc.	RVA	0.36	(12.3%)	174.0%	0.45	0.08	121	150	0.0	(18.3)	(0.15)	(0.08)	NA	NM	NM	NM	NM
St. Jude Medical Inc.	STJ	73.07	9.6%	5.5%	76.33	54.80	20,469	23,286	5,604.0	1,770.0	3.46	3.95	4.16x	13.2x	20.8x	18.5x	1.71x
Stereotaxis Inc.	STXS	1.44	(29.4%)	(59.4%)	3.61	1.32	30	44	36.2	(3.9)	(0.26)	NM	1.22x	NM	NM	NM	NM
Sunshine Heart Inc.	SSH	3.45	(17.1%)	(38.4%)	6.90	3.22	63	32	0.3	(26.1)	(1.51)	(1.58)	NM	NM	NM	NM	NM
Thoratec Corp.	THOR	44.57	5.8%	27.9%	46.50	22.50	2,416	2,175	473.2	77.4	0.89	1.25	4.60x	28.1x	58.1x	35.6x	4.01x
TriVascular Technologies, Inc.	TRIV	5.35	(50.5%)	(65.6%)	17.25	5.08	109	98	32.8	(50.4)	(3.95)	(2.91)	3.00x	NM	NM	NM	NM
Median			(7.6%)	9.9%									3.80x	15.7x	28.8x	24.1x	2.04x

Source: Capital IQ as of June 30, 2015; For definitions, see page 20

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(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Conglomerates																	
3M Company	MMM	\$154.30	(7.1%)	7.7%	\$170.50	\$130.60	\$97,879	\$101,696	\$31,568.0	\$8,546.0	\$7.49	\$7.92	3.22x	11.9x	20.4x	19.5x	1.85x
Agilent Technologies Inc.	A	38.58	(7.5%)	(32.8%)	59.40	37.68	12,855	12,317	6,974.0	1,221.0	1.43	1.75	1.77x	10.1x	24.6x	22.0x	1.80x
Becton, Dickinson and Company	BDX	141.65	(2.7%)	19.7%	149.98	112.15	29,660	41,530	8,448.0	2,170.0	5.82	7.52	4.92x	19.1x	26.0x	18.8x	1.70x
Johnson & Johnson	JNJ	97.46	(4.0%)	(6.8%)	109.49	95.10	270,261	257,925	73,590.0	24,614.0	5.70	6.15	3.50x	10.5x	17.4x	15.9x	2.83x
Kimberly-Clark Corporation	KMB	105.97	(1.6%)	(4.7%)	119.01	103.50	38,584	46,019	19,528.0	4,413.0	3.91	5.73	2.36x	10.4x	27.1x	18.5x	2.93x
Median			(4.0%)	(4.7%)									3.22x	10.5x	24.6x	18.8x	1.85x
Dental Devices																	
COLTENE Holding AG	CLTN	\$73.96	(7.5%)	14.1%	\$90.24	\$53.40	\$312	\$315	\$163.5	\$27.7	\$3.73	\$4.14	1.92x	11.4x	18.7x	17.9x	1.49x
DENTSPLY International Inc.	XRAY	51.55	0.5%	8.9%	56.25	43.83	7,207	8,437	2,848.8	578.8	2.24	2.56	2.96x	14.6x	23.5x	20.2x	2.06x
Orthofix International N.V.	OFIX	33.12	5.8%	(8.6%)	38.94	26.96	622	592	392.0	31.6	(0.20)	0.60	1.51x	18.7x	NM	55.2x	2.79x
Osstem Implant Co., Ltd.	A048260	60.81	45.9%	118.9%	63.58	24.64	869	866	220.5	31.0	1.01	1.48	3.93x	27.9x	61.0x	41.0x	NM
Sirona Dental Systems Inc.	SIRO	100.42	11.3%	21.8%	102.89	74.38	5,579	5,259	1,140.0	267.2	3.16	4.10	4.61x	19.7x	32.0x	24.5x	1.80x
Straumann Holding AG	STMN	273.93	(0.9%)	18.3%	298.49	205.05	4,290	4,010	715.0	172.6	10.10	9.64	5.61x	23.2x	25.6x	28.4x	2.55x
Tornier N.V.	TRNX	24.99	(5.1%)	6.9%	28.53	19.28	1,224	1,283	344.0	24.8	(0.60)	(0.43)	3.73x	NM	NM	NM	NM
Median			0.5%	14.1%									3.73x	19.2x	25.6x	26.5x	2.06x
Orthopedics Devices																	
Exactech Inc.	EXAC	\$20.83	(18.1%)	(17.4%)	\$26.30	\$19.87	\$291	\$302	\$246.5	\$44.4	\$1.18	\$1.20	1.22x	6.8x	17.8x	17.3x	1.49x
NuVasive, Inc.	NUVA	47.38	2.1%	33.2%	51.25	32.39	2,291	2,375	777.3	137.1	(0.36)	1.12	3.05x	17.3x	69.1x	42.2x	5.82x
Stryker Corporation	SYK	95.57	2.2%	13.3%	98.24	77.87	36,165	35,369	9,749.0	2,602.0	1.34	5.03	3.63x	13.6x	54.9x	19.0x	2.28x
Wright Medical Group Inc.	WMGI	26.26	1.7%	(16.4%)	32.65	23.56	1,337	1,421	301.4	(47.2)	(4.83)	(1.72)	4.71x	NM	NM	NM	NM
Zimmer Biomet Holdings, Inc.	ZMH	109.23	(7.9%)	5.2%	121.84	94.73	22,185	21,967	4,646.2	1,801.1	4.19	6.71	4.73x	12.2x	27.9x	16.3x	1.65x
Median			1.7%	5.2%									3.63x	12.9x	41.4x	18.2x	1.97x
Diagnostic Imaging Devices																	
Analogic Corporation	ALOG	\$78.90	(13.9%)	0.8%	\$92.31	\$63.28	\$982	\$862	\$527.8	\$64.0	\$2.56	\$4.24	1.63x	13.5x	29.5x	18.6x	1.38x
Digirad Corporation	DRAD	4.34	(2.0%)	21.9%	5.48	3.11	84	63	56.5	5.4	0.13	NM	1.11x	11.7x	24.3x	NM	NM
Fonar Corp.	DRAD	10.58	(20.1%)	(13.3%)	14.44	9.32	69	85	81.6	15.6	1.70	NM	1.04x	5.5x	6.1x	NM	NM
Hologic Inc.	HOLX	38.06	14.8%	50.1%	38.55	22.70	10,694	13,963	2,579.7	932.2	0.18	1.63	5.41x	15.0x	93.5x	23.4x	2.48x
Median			(8.0%)	11.4%									1.37x	12.6x	26.9x	21.0x	1.93x

Source: Capital IQ as of June 30, 2015; For definitions, see page 20

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(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Mobility Devices																	
Hill-Rom Holdings, Inc.	HRC	\$54.33	11.1%	30.9%	\$57.95	\$38.85	\$3,078	\$3,542	\$1,817.2	\$272.1	\$1.03	\$2.60	1.95x	13.0x	35.5x	20.9x	1.81x
Invacare Corporation	IVC	21.63	14.2%	17.7%	23.59	11.65	700	702	1,254.7	1.5	(2.15)	(0.42)	0.56x	NM	NM	NM	NM
Prism Medical Ltd.	PM	8.04	0.7%	11.3%	9.53	5.85	40	49	37.2	2.0	2.55	0.48	1.31x	24.5x	3.0x	16.7x	NM
ReWalk Robotics Ltd.	RWLK	11.15	(17.9%)	NM	43.71	10.35	134	97	4.1	(21.8)	(6.34)	(1.64)	23.33x	NM	NM	NM	NM
Median			5.9%	17.7%									1.63x	18.7x	19.2x	18.8x	1.81x
Infection Prevention Devices																	
Canter Medical Corp.	CMN	\$53.67	11.3%	46.6%	\$54.85	\$33.36	\$2,230	\$2,297	\$540.9	\$104.2	\$1.03	\$1.54	4.25x	22.0x	49.7x	35.0x	1.94x
Steris Corp.	STE	64.44	(8.4%)	20.5%	71.39	49.78	3,849	4,306	1,842.3	343.3	2.21	3.22	2.34x	12.5x	28.6x	20.0x	1.71x
Median			1.4%	33.5%									3.29x	17.3x	39.2x	27.5x	1.83x
Neural Implant Devices																	
Cyberonics Inc.	CYBX	\$59.46	(8.5%)	(4.8%)	\$76.48	\$48.19	\$1,547	\$1,395	\$291.6	\$104.6	\$2.45	\$2.57	4.79x	13.3x	27.4x	23.1x	1.28x
Integra LifeSciences Holdings Corporation	IART	67.37	8.4%	43.2%	70.32	45.07	2,219	2,756	946.9	199.4	1.03	3.24	2.91x	13.8x	55.8x	20.8x	1.97x
Median			(0.1%)	19.2%									3.85x	13.6x	41.6x	22.0x	1.63x
Ophthalmology Devices																	
Glaukos Corporation	GKOS	\$28.98	NM	NM	\$30.39	\$27.39	\$880	\$888	\$52.0	(\$6.1)	(\$0.51)	NM	17.08x	NM	NM	NM	NM
IRIDEX Corporation	IRIX	8.25	(22.5%)	(0.7%)	11.28	6.41	83	70	43.0	2.8	0.97	NM	1.62x	24.6x	8.7x	NM	NM
Lumenis Ltd.	LMNS	13.72	16.8%	40.9%	13.83	8.19	494	440	292.4	29.4	0.36	0.63	1.51x	15.0x	28.5x	21.8x	1.02x
Opt Sciences Corporation	OPST	19.04	1.0%	7.5%	20.50	15.71	15	3	7.6	1.9	1.62	NM	0.35x	1.4x	10.9x	NM	NM
Presbia PLC	LENS	8.22	7.6%	NM	9.38	0.00	110	74	0.2	(15.5)	(1.71)	(1.18)	NM	NM	NM	NM	NM
Second Sight Medical Products, Inc.	EYES	13.61	4.1%	NM	24.02	8.05	482	452	4.4	(21.4)	(1.41)	NM	NM	NM	NM	NM	NM
The Cooper Companies Inc.	COO	177.97	(5.9%)	31.3%	190.00	140.43	8,648	9,983	1,780.3	529.3	5.29	7.78	5.61x	18.9x	36.3x	22.9x	1.49x
Median			2.5%	19.4%									1.62x	16.9x	19.7x	22.4x	1.25x
Surgical Devices																	
Alphatec Holdings, Inc.	ATEC	\$1.38	(2.1%)	(15.3%)	\$1.92	\$1.23	\$138	\$229	\$206.5	\$25.8	(\$0.16)	(\$0.06)	1.11x	8.9x	NM	NM	NM
Avinger, Inc.	AVGR	12.91	13.3%	NM	14.42	9.35	158	118	11.2	(26.7)	(132.63)	(3.84)	10.57x	NM	NM	NM	NM
Bovie Medical Corporation	BVX	2.79	11.6%	(23.1%)	4.57	2.20	67	55	27.3	(7.3)	(1.03)	(0.34)	2.00x	NM	16.8x	NM	NM
CONMED Corporation	CNMD	58.27	14.3%	32.0%	59.33	35.85	1,608	1,801	730.5	126.0	1.16	1.85	2.47x	14.3x	54.0x	31.5x	1.97x
Entellus Medical, Inc.	ENTL	25.87	12.7%	NM	28.81	19.00	484	426	52.1	(5.8)	(4.62)	(0.99)	8.16x	NM	NM	NM	NM
Intuitive Surgical, Inc.	ISRG	484.50	(4.3%)	17.7%	559.04	376.00	17,858	16,496	2,183.4	718.4	11.11	16.62	7.55x	23.0x	38.4x	29.1x	2.03x
Invuity, Inc.	IVTY	14.12	NM	NM	15.59	12.54	179	168	15.4	(22.8)	(31.63)	NM	10.95x	NM	NM	NM	NM
Median			12.1%	1.2%									7.55x	14.3x	38.4x	30.30x	2.00x

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			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Diversified Medical Devices																	
Abaxis, Inc.	ABAX	\$51.48	(22.6%)	16.2%	\$66.89	\$41.57	\$1,167	\$1,035	\$202.6	\$41.8	\$0.87	\$1.09	5.11x	24.8x	56.6x	47.4x	2.59x
AtriCure, Inc.	ATRC	24.64	17.3%	34.1%	25.36	13.19	699	643	111.9	(16.2)	(0.61)	(0.81)	5.75x	NM	NM	NM	NM
Baxter International Inc.	BAX	69.93	1.7%	(3.3%)	77.31	64.01	38,009	45,570	16,587.0	4,173.0	3.56	3.77	2.75x	10.9x	20.6x	18.5x	2.30x
Capnia, Inc.	CAPN	2.81	(53.6%)	NM	9.90	1.02	21	12	0.0	(6.9)	(10.42)	(0.76)	NM	NM	NM	NM	NM
CR Bard Inc.	BCR	170.70	0.8%	19.4%	180.94	141.49	12,674	13,306	3,344.0	1,005.8	3.76	8.02	3.98x	13.2x	46.3x	21.3x	2.17x
CryoLife Inc.	CRY	11.28	9.6%	26.0%	12.29	8.55	320	287	142.7	11.7	0.25	(0.00)	2.01x	24.5x	55.1x	NM	NM
EndoChoice Holdings, Inc.	GI	16.35	NM	NM	19.69	0.00	412	419	64.3	(39.7)	(4.30)	(2.77)	6.51x	NM	NM	NM	NM
Hospira Inc.	HSP	88.71	1.1%	72.7%	88.87	46.56	15,327	16,437	4,587.8	805.6	1.95	2.93	3.58x	20.4x	44.9x	30.3x	NM
HTG Molecular Diagnostics, Inc.	HTGM	11.15	NM	NM	19.75	10.22	76	145	3.5	(13.6)	(175.03)	(2.99)	NM	NM	NM	NM	NM
IDEXX Laboratories, Inc.	IDXX	64.14	(17.8%)	(4.0%)	84.26	56.75	6,003	6,731	1,508.1	324.7	1.79	2.09	4.46x	20.7x	35.0x	30.7x	2.14x
InfuSystem Holdings, Inc.	INFU	3.19	14.7%	20.4%	4.50	2.43	71	102	61.1	16.5	0.15	NM	1.66x	6.2x	31.7x	NM	NM
Masimo Corporation	MASI	38.74	18.3%	64.2%	39.91	19.30	2,024	2,015	594.6	111.7	1.30	1.35	3.39x	18.0x	30.1x	28.7x	1.61x
Medovex Corp.	MDVX	3.97	(6.6%)	NM	5.80	3.11	43	38	0.0	(3.8)	(0.37)	NM	NA	NM	NM	NM	NM
Misonix, Inc.	MSON	9.50	(25.0%)	40.5%	14.90	6.01	73	64	21.0	(0.2)	0.36	NM	3.06x	NM	26.9x	NM	NM
Natus Medical Inc.	BABY	42.56	7.3%	69.3%	44.37	24.03	1,378	1,311	359.6	66.1	1.00	1.49	3.65x	19.8x	40.6x	28.5x	1.54x
Nevro Corp.	NVRO	53.75	10.2%	NM	58.87	24.35	1,433	1,293	35.6	(33.3)	(6.94)	(3.08)	NM	NM	NM	NM	NM
OpGen, Inc.	OPGN	3.72	NM	NM	5.44	3.12	40	48	3.5	(6.4)	(1.20)	NM	13.64x	NM	NM	NM	NM
PhotoMedex, Inc.	PHMD	1.36	(28.8%)	(88.9%)	12.75	1.01	30	65	141.6	(15.8)	(3.26)	(1.48)	0.46x	NM	NM	NM	NM
ResMed Inc.	RMD	56.37	(21.3%)	11.3%	75.33	45.58	7,944	7,538	1,641.1	489.6	2.46	2.55	4.59x	15.4x	22.8x	22.1x	1.73x
Sientra, Inc.	SIEN	25.23	30.3%	NM	26.67	12.53	377	309	46.9	(6.6)	(2.28)	(1.22)	6.57x	NM	NM	NM	NM
SurModics, Inc.	SRDX	23.42	(9.9%)	9.3%	27.36	18.00	305	256	58.6	22.5	0.89	0.83	4.36x	11.4x	24.9x	28.2x	1.88x
Teleflex Incorporated	TFX	135.45	11.9%	28.3%	137.30	101.95	5,625	6,421	1,817.7	417.6	4.10	6.24	3.53x	15.4x	32.6x	21.7x	1.86x
Varian Medical Systems, Inc.	VAR	84.33	(11.0%)	1.4%	96.67	76.73	8,416	8,000	3,057.1	655.9	3.84	4.45	2.62x	12.2x	21.0x	18.9x	1.63x
Median			1.0%	19.9%									3.65x	15.4x	32.2x	28.2x	1.87x
Life Science Conglomerates																	
Illumina Inc.	ILMN	\$218.36	16.4%	22.3%	\$223.08	\$145.12	\$31,466	\$31,400	\$1,979.1	\$686.0	\$2.37	\$3.43	15.87x	45.8x	75.5x	63.7x	2.94x
PerkinElmer Inc.	PKI	52.64	2.3%	12.4%	54.45	38.96	5,959	6,805	2,233.5	347.8	1.42	2.59	3.05x	19.6x	35.8x	20.4x	1.90x
Thermo Fisher Scientific, Inc.	TMO	129.76	(4.3%)	10.0%	139.03	107.33	51,652	65,649	16,904.9	4,040.4	4.71	7.33	3.88x	16.2x	30.1x	17.7x	1.45x
Median			2.3%	12.4%									3.88x	19.6x	35.8x	20.4x	1.90x
Lab Instrumentation & Devices																	
Bruker Corporation	BRKR	\$20.41	8.9%	(15.9%)	\$24.90	\$17.26	\$3,439	\$3,307	\$1,738.7	\$221.9	\$0.33	\$0.76	1.90x	14.9x	63.8x	27.0x	2.00x
Great Basin Scientific, Inc.	GBSN	2.96	21.3%	NM	9.08	1.48	19	2	1.7	(12.3)	(17.32)	(15.69)	1.28x	NM	NM	NM	NM

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			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Lab Instrumentation & Devices (cont.)																	
Harvard Bioscience Inc.	HBIO	\$5.70	2.7%	25.3%	\$6.84	\$4.07	\$191	\$205	\$108.5	\$8.3	\$0.07	\$0.23	1.89x	24.6x	NM	24.8x	NM
Waters Corporation	WAT	128.38	2.8%	22.9%	137.39	93.56	10,616	9,992	2,019.2	665.7	5.07	5.77	4.95x	15.0x	23.7x	22.3x	2.34x
Median			5.8%	22.9%									1.89x	15.0x	43.8x	24.8x	2.17x
Lab Equipment																	
Kewaunee Scientific Corp.	KEQU	\$16.90	(5.1%)	(4.0%)	\$19.00	\$15.30	\$44	\$47	\$118.8	\$7.8	\$1.47	NM	0.40x	6.1x	12.7x	NM	NM
Mettler-Toledo International Inc.	MTD	341.46	5.1%	34.9%	346.67	228.30	9,550	9,998	2,471.1	523.9	11.44	12.86	4.05x	19.1x	29.1x	26.6x	2.02x
Median			0.0%	15.4%									2.22x	12.6x	20.9x	26.6x	2.02x
Life Science Consumables																	
Affymetrix Inc.	AFFX	\$10.92	(15.1%)	22.6%	\$13.11	\$7.00	\$844	\$867	\$354.8	\$42.4	(\$0.05)	\$0.34	2.44x	20.5x	73.9x	31.9x	2.20x
Bio-Rad Laboratories, Inc.	BIO	150.61	11.5%	25.8%	151.97	102.71	4,367	4,092	2,138.5	314.4	3.05	3.45	1.91x	13.0x	43.9x	43.7x	4.37x
Cambrex Corporation.	CBM	43.94	23.5%	112.3%	46.55	15.76	1,376	1,368	385.8	92.0	1.84	1.73	3.55x	14.9x	21.4x	25.4x	1.50x
Lantheus Holdings, Inc.	LNTH	6.19	NM	NM	6.77	6.02	182	0	0.0	0.0	NM	NM	NA	NA	NM	NM	NM
Luminex Corporation	LMNX	17.26	7.6%	0.6%	21.69	15.05	745	650	228.2	45.4	0.93	0.59	2.85x	14.3x	17.8x	29.4x	1.40x
Bio-Techne Corp.	TECH	98.47	(2.2%)	6.4%	103.56	86.01	3,658	3,654	426.6	190.6	3.12	3.52	8.56x	19.2x	33.7x	28.0x	2.24x
VWR Corporation	VWR	26.73	2.9%	NM	28.83	20.60	3,511	5,476	4,348.3	452.6	2.49	1.47	1.26x	12.1x	11.6x	18.2x	1.55x
Median			5.3%	22.6%									2.65x	14.6x	27.6x	28.7x	1.88x
Large-Cap Pharmaceuticals																	
AbbVie Inc.	ABBV	\$67.19	15.4%	19.0%	\$70.76	\$51.37	\$107,039	\$114,447	\$20,437.0	\$7,163.0	\$1.10	\$4.26	5.60x	16.0x	60.0x	15.8x	1.12x
Bristol-Myers Squibb Company	BMJ	66.54	1.2%	37.2%	69.86	47.34	110,921	110,949	16,109.0	4,313.0	1.20	1.76	6.89x	25.7x	49.2x	37.9x	2.29x
Eli Lilly and Company	LLY	83.49	13.0%	34.3%	87.24	60.14	88,552	92,657	19,577.2	4,802.9	2.23	3.15	4.73x	19.3x	40.7x	26.5x	1.93x
Merck & Co. Inc.	MRK	56.93	(2.4%)	(1.6%)	63.62	52.49	160,840	175,639	41,398.0	14,675.0	4.07	3.44	4.24x	12.0x	14.8x	16.6x	2.16x
Pfizer Inc.	PFE	33.53	(4.2%)	13.0%	35.53	27.51	206,467	215,066	49,116.0	20,277.0	1.41	2.05	4.38x	10.6x	23.2x	16.3x	2.99x
Valeant Pharmaceuticals International, Inc.	VRX	222.06	9.9%	75.5%	246.93	92.98	76,051	100,665	8,562.2	4,094.3	2.67	11.17	11.76x	24.6x	74.6x	19.9x	0.99x
Median			5.5%	26.7%									5.17x	17.6x	45.0x	18.2x	2.05x
Pharmaceuticals																	
Adaptimmune Therapeutics plc	ADAP	\$18.33	NM	NM	\$21.57	\$13.75	\$1,504	\$1,377	\$4.4	(\$15.3)	(\$1.67)	(\$0.38)	NM	NM	NM	NM	NM
Akorn, Inc.	AKRX	43.66	(9.2%)	31.3%	57.10	31.34	4,996	6,043	593.1	208.3	0.34	1.95	10.19x	29.0x	NM	22.4x	1.11x
Amphastar Pharmaceuticals, Inc.	AMPH	17.58	17.5%	75.6%	18.25	8.32	786	766	221.5	(8.7)	(0.26)	(0.38)	3.46x	NM	NM	NM	NM
Aratana Therapeutics, Inc.	PETX	15.12	(8.5%)	(3.1%)	20.63	9.20	528	455	0.7	(41.3)	(1.30)	(1.54)	NM	NM	NM	NM	NM
Auris Medical Holding AG	EARS	4.86	(9.2%)	NM	7.58	3.30	167	116	0.0	(24.1)	(0.66)	(1.04)	NA	NM	NM	NM	NM
Axovant Sciences Ltd.	AXON	20.38	NM	NM	28.00	18.18	1,956	0	0.0	0.0	NM	NM	NA	NA	NM	NM	NM
BioDelivery Sciences International, Inc.	BDSI	7.96	(24.3%)	(34.1%)	18.48	7.17	417	364	31.3	(46.1)	(1.12)	(0.20)	11.62x	NM	NM	NM	NM
BioSynt Inc.	RX	5.89	(23.0%)	(16.7%)	10.27	5.24	82	77	10.3	3.9	0.19	0.22	7.43x	19.8x	29.4x	26.3x	NM
Blueprint Medicines Corporation	BPNC	26.49	NM	NM	37.17	18.00	718	792	0.7	(43.4)	(3.07)	(1.94)	NM	NM	NM	NM	NM

Source: Capital IQ as of June 30, 2015; For definitions, see page 20

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Pharmaceuticals (cont.)																	
Carbylan Therapeutics, Inc.	CBYL	\$7.15	NM	NM	\$9.22	\$4.68	\$187	\$234	\$0.0	(\$14.6)	(\$1.46)	(\$1.16)	NM	NM	NM	NM	NM
Catabasis Pharmaceuticals, Inc.	CATB	12.21	NM	NM	14.00	11.51	178	163	0.0	(23.3)	(51.56)	NM	NA	NM	NM	NM	NM
Catalent, Inc.	CTLT	29.33	(5.9%)	NM	32.11	19.34	3,645	5,416	1,840.3	433.5	0.64	1.70	2.94x	12.5x	37.4x	17.2x	1.90x
Cidara Therapeutics, Inc.	CDTX	14.02	NM	NM	17.21	13.34	189	206	0.0	0.0	(3.88)	(4.44)	NA	NA	NM	NM	NM
Cipher Pharmaceuticals Inc.	CPH	8.55	(9.1%)	3.5%	15.64	6.87	221	184	26.5	16.8	0.68	0.30	6.93x	11.0x	14.1x	28.5x	NM
Collegium Pharmaceutical, Inc.	COLL	17.84	NM	NM	20.62	0.00	369	451	0.0	(17.4)	(2.84)	(1.51)	NA	NM	NM	NM	NM
CoLucid Pharmaceuticals, Inc.	CLCD	8.90	NM	NM	9.46	7.56	135	192	0.0	(4.6)	(0.31)	(1.13)	NA	NM	NM	NM	NM
Cumberland Pharmaceuticals, Inc.	CPIX	7.15	3.3%	58.9%	7.78	4.42	120	67	37.5	4.9	0.14	NM	1.80x	13.7x	57.8x	NM	NM
Dermira, Inc.	DERM	17.55	14.6%	NM	22.94	12.68	433	312	7.3	(37.4)	(4.96)	(3.26)	NM	NM	NM	NM	NM
DURECT Corporation	DRRX	2.39	19.5%	31.3%	3.42	0.68	286	277	17.9	(21.2)	(0.20)	(0.24)	15.47x	NM	NM	NM	NM
Endo International plc	ENDP	79.65	(13.0%)	13.8%	96.58	57.14	16,296	21,465	3,120.5	742.8	(4.95)	4.54	6.88x	28.9x	NM	17.6x	1.40x
Flex Pharma, Inc.	FLKS	17.20	(9.5%)	NM	24.82	12.55	308	198	0.0	0.0	(5.48)	(1.70)	NA	NA	NM	NM	NM
Foamix Pharmaceuticals Ltd.	FOMX	10.25	10.2%	NM	14.00	4.75	308	268	4.5	(5.1)	(0.79)	(0.75)	NM	NM	NM	NM	NM
Heska Corporation	HSKA	29.69	14.5%	176.2%	32.98	10.60	193	205	91.9	8.0	0.41	0.48	2.23x	25.6x	64.2x	61.9x	2.51x
Impax Laboratories Inc.	IPXL	45.92	(2.1%)	53.1%	52.10	22.12	3,293	3,547	620.4	123.5	0.81	1.40	5.72x	28.7x	72.3x	32.8x	1.34x
Inotek Pharmaceuticals Corporation	ITEK	4.90	(5.6%)	NM	6.20	4.68	80	36	0.0	0.0	(13.52)	(1.67)	NA	NA	NM	NM	NM
Jaguar Animal Health, Inc.	JAGX	4.82	NM	NM	7.06	4.56	39	48	0.1	0.0	(2.02)	NM	NM	NA	NM	NM	NM
KemPharm, Inc.	KMPH	18.37	NM	NM	20.08	10.90	261	312	0.0	(17.9)	(3.13)	(2.08)	NA	NM	NM	NM	NM
Kite Pharma, Inc.	KITE	60.97	1.7%	110.8%	89.21	21.00	2,625	2,197	2.9	(48.5)	(1.91)	(1.01)	NM	NM	NM	NM	NM
Lannett Company, Inc.	LCI	59.44	(12.4%)	19.8%	72.44	33.51	2,154	1,930	388.2	221.0	3.42	3.68	4.97x	8.7x	15.8x	16.1x	0.92x
Marinus Pharmaceuticals, Inc.	MRNS	11.60	21.7%	NM	16.60	5.49	165	127	0.0	(16.2)	(2.17)	(2.00)	NA	NM	NM	NM	NM
MediWound Ltd.	MDWD	7.07	(0.4%)	(37.9%)	11.75	4.60	152	93	0.3	(20.3)	(0.95)	(1.12)	NM	NM	NM	NM	NM
Merus Labs International Inc.	MSL	2.36	12.9%	6.9%	2.81	1.03	239	289	28.8	17.6	(0.09)	0.10	10.02x	16.4x	NM	23.5x	NM
Mylan N.V.	MYL	67.86	13.1%	31.6%	76.69	44.80	33,254	41,582	7,875.7	2,118.8	2.34	4.12	5.28x	19.6x	31.8x	16.5x	1.31x
NeuroDerm Ltd.	NDRM	15.35	13.9%	NM	19.07	5.67	261	222	0.0	(13.2)	(12.97)	(1.28)	NA	NM	NM	NM	NM
Nivalis Therapeutics, Inc.	NVLS	15.15	NM	NM	15.30	0.00	222	241	0.0	(14.3)	(20.27)	NM	NA	NM	NM	NM	NM
Radius Health, Inc.	RDUS	67.70	55.5%	420.8%	69.16	8.08	2,565	2,355	0.0	(63.8)	(4.04)	(2.11)	NA	NM	NM	NM	NM
Revanche Therapeutics, Inc.	RVNC	31.98	62.8%	(5.9%)	35.72	14.02	766	613	0.3	(53.6)	(3.24)	(3.37)	NM	NM	NM	NM	NM
Ritter Pharmaceuticals, Inc.	RTTR	4.45	NM	NM	5.50	3.80	35	49	0.0	(3.4)	(6.79)	NM	NA	NM	NM	NM	NM
Seres Therapeutics, Inc.	MCRB	41.50	NM	NM	51.40	28.11	1,570	1,468	0.0	(21.3)	(2.67)	NM	NA	NM	NM	NM	NM
SciClone Pharmaceuticals, Inc.	SCLN	9.82	9.7%	86.7%	9.87	4.68	487	391	141.8	31.7	0.48	0.59	2.76x	12.3x	17.2x	16.6x	NM
SteadyMed Ltd.	STDY	5.32	(38.6%)	NM	11.14	4.63	72	24	0.0	(18.2)	(2.82)	(2.32)	NA	NM	NM	NM	NM
The Medicines Company	MDCO	28.61	0.9%	(1.5%)	33.64	19.92	1,895	1,850	673.7	(36.4)	(0.50)	0.33	2.75x	NM	NM	86.7x	3.47x
Tobira Therapeutics, Inc.	TBRA	17.25	NM	NM	24.31	10.70	301	408	0.0	(25.2)	(85.41)	(1.68)	NA	NM	NM	NM	NM

Source: Capital IQ as of June 30, 2015; For definitions, see page 20

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 6/30/15	% Change		52-Week		Market Cap	Ent Val (TEV)	LTM		EPS		LTM Multiples		Earnings Ratio		PEG Ratio 2015E
			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Pharmaceuticals (cont.)																	
Viking Therapeutics, Inc.	VKTX	\$7.14	NM	NM	\$10.23	\$6.69	\$70	\$71	\$0.0	\$0.0	(\$5.08)	(\$0.64)	NA	NA	NM	NM	NM
Vitae Pharmaceuticals, Inc.	VTAE	14.40	27.3%	NM	23.35	5.41	314	243	7.6	(23.2)	(3.61)	(1.66)	NM	NM	NM	NM	NM
Xenon Pharmaceuticals Inc.	XENE	11.53	(32.7%)	NM	23.50	9.21	164	89	27.4	9.6	3.28	(1.08)	3.24x	9.2x	9.4x	NM	NM
Zoetis Inc.	ZTS	48.22	2.8%	49.4%	55.38	31.67	24,108	27,221	4,790.0	1,348.0	1.16	1.65	5.68x	20.2x	40.9x	29.2x	2.23x
Zosano Pharma Corporation	ZSAN	7.25	(23.9%)	NM	12.40	7.01	87	45	1.5	(11.3)	(2.78)	(2.13)	NM	NM	NM	NM	NM
ZS Pharma, Inc.	ZSPH	52.39	23.2%	82.2%	62.52	25.51	1,309	1,060	0.0	(71.4)	(5.47)	(3.78)	NA	NM	NM	NM	NM
Median			1.3%	31.3%									5.48x	18.0x	31.8x	23.5x	1.40x

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

Source: Capital IQ as of June 30, 2015

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