

Healthcare Sector Update



June 2015

Summary – Healthcare Services

- The S&P Healthcare Services Index has decreased by 2.0% over the last three months, underperforming the S&P 500 (0.1% increase over the last three months).
- Over the past three months:
 - > The best performing sectors were Emergency Services (up 18.8%) and Special Managed Care (up 17.4%)
 - > The worst performing sectors were Diagnostic Imaging (down 23.1%) and Healthcare REITs (down 8.6%)
- The current median LTM revenue and LTM EBITDA multiples for the Healthcare Services industry overall are 1.76x and 13.1x, respectively.
- The sectors with the highest valuation multiples include:
 - > HCIT (3.7x LTM Revenue, 19.5x LTM EBITDA)
 - > Healthcare REITs (12.0x LTM Revenue, 17.4x LTM EBITDA)
 - > Consumer Directed Health and Wellness (3.4x LTM Revenue, 20.8x LTM EBITDA)
 - > Other Services (2.0x LTM Revenue, 27.2x LTM EBITDA)

Summary – Pharmaceutical / Medical Devices / Life Sciences

- The S&P 500 – Pharmaceuticals, Biotechnology & Life Sciences Index has risen 3.2% over the last three months, outperforming the S&P 500 (0.1% increase over the last three months).
- Over the past three months:
 - > The best performing sectors were Life Sciences Consumables (up 8.8%), Large-Cap Pharmaceuticals (up 8.1%) and Ophthalmology Devices (up 7.8%)
 - > The worst performing sectors were Cardiology Devices (down 11.7%) and Diagnostic Imaging Devices (down 4.0%)
- The current median LTM revenue and LTM EBITDA multiples for the Pharmaceutical / Medical Device / Life Science industry overall are 3.4x and 15.9x, respectively.
- The sectors with the highest valuation multiples include:
 - > Biotechnology (7.9x LTM Revenue, 16.9x LTM EBITDA)
 - > Pharmaceuticals (5.8x LTM Revenue, 18.2x LTM EBITDA)
 - > Large-Cap Pharmaceuticals (5.0x LTM Revenue, 17.1x 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	\$61,885	14.3%	32.4%	1.24x	8.5x	22.5x	18.9x	1.9x
Assisted Living	4	8,156	1.8%	1.3%	2.37x	20.6x	NM	NM	NM
Care Management / TPA	7	11,744	1.2%	(24.0%)	1.42x	14.6x	24.1x	21.6x	1.3x
Clinical Laboratories	6	30,217	(4.5%)	15.0%	2.56x	13.2x	21.6x	15.8x	1.6x
Consumer Directed Health & Wellness	9	15,984	10.2%	(12.0%)	3.44x	20.8x	43.1x	27.7x	1.9x
Contract Research Orgs	7	24,159	6.2%	35.0%	2.44x	13.8x	24.9x	22.5x	1.3x
Diagnostic Imaging	3	496	(23.1%)	1.5%	1.76x	6.6x	25.1x	15.6x	1.6x
Dialysis Services	2	43,922	8.1%	23.6%	2.09x	11.4x	33.2x	23.0x	2.1x
Distribution / Supply	7	128,272	1.2%	24.8%	0.34x	13.1x	26.3x	19.8x	2.1x
Emergency Services	2	2,465	18.8%	(12.5%)	3.05x	8.6x	16.3x	14.1x	0.8x
HCIT	16	48,414	(2.0%)	1.7%	3.65x	19.5x	44.4x	30.7x	1.9x
Healthcare REITs	13	86,920	(8.6%)	(2.3%)	12.00x	17.4x	22.4x	24.4x	6.7x
Healthcare Staffing	5	13,535	0.9%	15.2%	1.33x	16.0x	34.1x	25.3x	1.5x
Home Care / Hospice	6	5,270	7.2%	60.7%	0.95x	12.7x	26.1x	22.2x	1.6x
Long Term Care	4	4,072	6.6%	7.7%	0.98x	10.0x	29.2x	18.1x	1.2x
Managed Care – Commercial	7	274,051	14.6%	54.9%	0.81x	10.4x	19.7x	17.7x	1.5x
Managed Care – Government	3	16,379	14.2%	68.8%	0.26x	13.3x	36.0x	27.3x	1.1x
Other Services	4	13,944	(4.1%)	10.8%	2.00x	27.2x	36.6x	30.0x	1.9x
Pharmacy Management	6	87,766	12.5%	29.0%	0.71x	14.4x	35.9x	22.9x	1.4x
Physician Practice Mgmt	2	6,857	(4.4%)	(1.9%)	1.79x	11.4x	21.7x	19.9x	1.4x
Psychiatric Hospitals	3	7,999	8.0%	42.5%	0.47x	8.5x	29.9x	27.6x	1.3x
Specialty Managed Care	2	5,105	17.4%	16.4%	0.33x	5.3x	10.6x	16.5x	2.2x
Surgicenters / Rehabilitation	8	13,167	16.9%	27.2%	2.36x	10.7x	19.6x	20.0x	1.6x
Total / Median (\$MM)	131	\$910,780	6.6%	15.2%	1.76x	13.1x	25.6x	21.9x	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	\$764,814	26.0%	84.0%	7.1%	13.2%	31.4%	125.3%
\$1 billion – \$5 billion	48	123,443	36.6%	13.6%	3.5%	10.4%	22.4%	113.8%
\$250 million – \$1 billion	34	21,092	26.0%	2.3%	4.8%	7.5%	11.9%	121.7%
\$100 million – \$250 million	4	862	3.1%	0.1%	(15.2%)	(18.9%)	(37.1%)	85.2%
< \$100 million	11	569	8.4%	0.1%	(10.5%)	(2.4%)	(6.6%)	11.2%
Total / Median (\$MM)	131	\$910,780	100.0%	100.0%	3.5%	7.5%	11.9%	113.8%

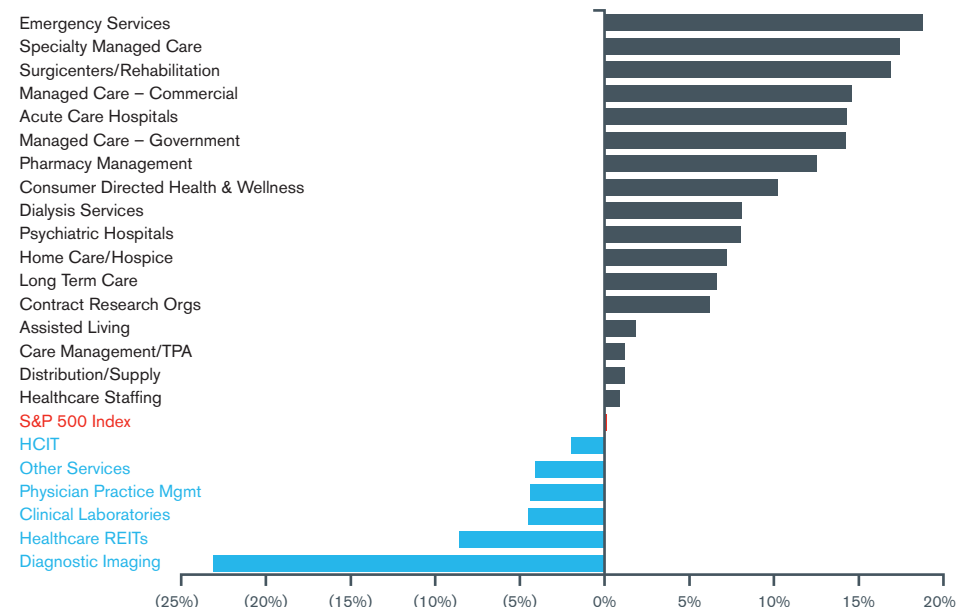
Source: Capital IQ

MARKET INDICES

	Value at 5/31/15	% Change			
		3 mo	YTD	12 mo	36 mo
Dow Jones Industrial Average	\$18,010.7	(0.7%)	1.1%	7.7%	45.3%
S&P 500 Index	2,107.4	0.1%	2.4%	9.6%	60.8%
NASDAQ Composite Index	5,070.0	2.1%	7.1%	19.5%	79.3%
Russell 2000 Index	1,246.5	1.1%	3.5%	9.9%	63.6%
AMEX Sector Index – Healthcare	103.2	(10.2%)	2.8%	0.8%	24.6%
S&P Healthcare Facilities (Sub Ind) Index	441.1	6.6%	4.6%	35.6%	169.2%
S&P Healthcare Providers & Services (Industry) Index	689.2	8.5%	14.1%	42.2%	162.9%
S&P Managed Healthcare (Sub Ind) Index	461.2	11.4%	25.9%	59.0%	186.9%
S&P Healthcare Services	439.6	(2.0%)	7.0%	26.7%	94.5%

Source: Capital IQ

Median % Change — 3 months



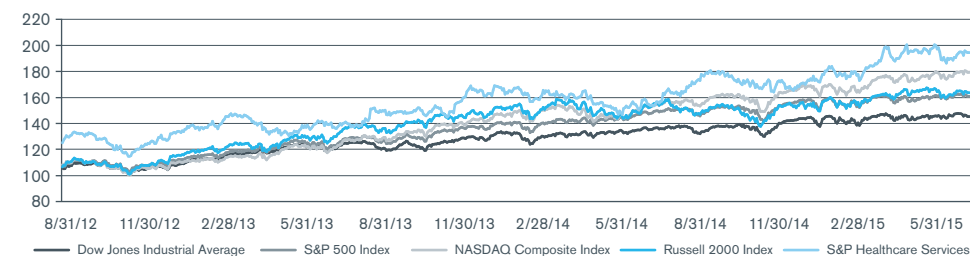
Source: Capital IQ

INTEREST RATES

	Value at 5/31/15	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	0.00%	0.00%	0.00%	0.34%
U.S. Treasury – 5 years	1.47%	1.44%	1.50%	1.51%
U.S. Treasury – 10 years	2.09%	2.05%	2.00%	2.46%
U.S. Treasury – 30 years	2.85%	2.75%	2.60%	2.60%
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)

		Price	% Change		52-Week				LTM		EPS		LTM Multiples		Earnings Ratio		PEG
Company Name	Ticker	5/31/15	3 mo	12 mo	High	Low	Market Cap	Ent Val (TEV)	Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	Ratio 2015E
Acute Care Hospitals																	
Community Health Systems, Inc.	CYH	\$55.31	14.0%	32.4%	\$57.72	\$40.93	\$6,528	\$23,955	\$19,374.0	\$2,896.0	\$1.32	\$4.01	1.24x	8.3x	19.3x	13.8x	0.84x
HCA Holdings, Inc.	HCA	81.83	14.4%	54.4%	83.88	52.37	33,904	64,255	37,762.0	7,692.0	4.16	5.23	1.70x	8.4x	17.2x	15.7x	1.49x
LifePoint Health, Inc.	LPNT	75.29	4.6%	22.9%	78.23	60.04	3,336	5,385	4,739.6	605.7	2.69	3.99	1.14x	8.9x	27.4x	18.9x	2.27x
Tenet Healthcare Corp.	THC	53.19	14.9%	13.2%	63.61	41.47	5,278	17,768	17,117.0	2,094.0	0.34	2.20	1.04x	8.5x	50.0x	24.2x	2.45x
Universal Health Services Inc.	UHS	129.58	14.3%	44.7%	132.03	88.66	12,839	16,256	8,352.4	1,536.8	5.42	6.55	1.95x	10.6x	22.5x	19.8x	1.94x
Median			14.3%	32.4%									1.24x	8.5x	22.5x	18.9x	1.94x
Assisted Living																	
AdCare Health Systems, Inc.	ADK	\$3.87	(14.0%)	(5.8%)	\$5.05	\$3.58	\$77	\$223	\$193.7	\$8.7	(\$0.82)	NM	1.15x	25.8x	NM	NM	NM
Brookdale Senior Living Inc.	BKD	37.69	0.5%	13.3%	39.89	30.12	7,093	13,451	3,753.2	676.3	(1.01)	(1.35)	3.58x	19.9x	NM	NM	NM
Capital Senior Living Corp.	CSU	25.76	3.0%	8.5%	27.75	20.33	760	1,414	388.4	66.6	(0.83)	0.09	3.64x	21.2x	NM	NM	NM
Five Star Quality Care Inc.	FVE	4.63	27.2%	(12.3%)	5.27	3.23	227	266	1,112.5	19.8	(1.65)	0.07	0.24x	13.4x	NM	NM	NM
Median			1.8%	1.3%									2.37x	20.6x	NM	NM	NM
Care Management / TPA																	
Alere Inc.	ALR	\$51.58	13.4%	44.2%	\$51.98	\$33.76	\$4,391	\$7,719	\$2,561.8	\$527.2	(\$2.38)	\$2.46	3.01x	14.6x	NM	21.0x	1.40x
Care.com, Inc.	CRCM	6.16	(22.9%)	(42.6%)	13.97	5.66	197	134	126.6	(29.3)	(2.77)	(0.67)	1.06x	NM	NM	NM	NM
CorVel Corporation	CRVL	35.90	1.3%	(24.0%)	47.66	28.08	732	701	492.6	63.2	1.49	1.62	1.42x	11.1x	24.1x	22.2x	NM
Crawford & Company	CRD.B	7.29	(19.8%)	(25.6%)	11.00	7.12	398	615	1,155.3	85.3	0.55	0.65	0.53x	7.2x	15.1x	11.2x	1.12x
ExamWorks Group, Inc.	EXAM	40.88	1.2%	38.0%	44.33	28.16	1,690	2,098	798.9	111.3	0.25	0.13	2.63x	18.8x	NM	NM	NM
Hooper Holmes Inc.	HH	0.37	(37.3%)	(47.5%)	0.83	0.31	29	27	26.9	(6.4)	(0.08)	NM	1.01x	NM	NM	NM	NM
MAXIMUS, Inc.	MMS	65.37	10.4%	46.3%	69.04	37.94	4,307	4,194	1,804.1	278.0	2.25	2.52	2.32x	15.1x	29.3x	26.0x	1.31x
Median			1.2%	(24.0%)									1.42x	14.6x	24.1x	21.6x	1.31x

Source: Capital IQ as of May 31, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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	\$33.22	(4.9%)	24.1%	\$36.75	\$26.10	\$923	\$956	\$859.8	\$115.5	\$1.81	\$2.09	1.11x	8.3x	18.4x	15.9x	0.92x
Invitae Corporation	NVTA	12.45	(33.4%)	NM	22.35	10.50	396	215	2.7	(54.1)	(56.14)	(2.96)	79.20x	NM	NM	NM	NM
Laboratory Corp. of America Holdings	LH	117.95	(4.1%)	15.0%	131.19	95.61	11,842	18,358	6,353.2	1,269.6	5.91	7.72	2.89x	14.5x	26.1x	15.3x	1.41x
Psychemedics Corp.	PMD	14.37	(12.4%)	(5.6%)	17.83	12.42	77	80	28.9	4.9	0.60	NM	2.78x	16.4x	28.3x	NM	NM
Quest Diagnostics Inc.	DGX	75.23	7.3%	25.6%	89.00	56.27	10,806	14,596	7,528.0	1,462.0	3.78	4.76	1.94x	10.0x	21.6x	15.8x	1.71x
Sonic Healthcare Limited	SHL	15.36	1.1%	(6.8%)	16.42	12.62	6,173	7,699	3,297.2	584.6	0.77	0.82	2.34x	13.2x	21.3x	18.7x	2.32x
Median			(4.5%)	15.0%									2.56x	13.2x	21.6x	15.8x	1.56x
Contract Research Orgs																	
Albany Molecular Research Inc.	AMRI	\$20.15	24.2%	27.6%	\$23.95	\$13.73	\$667	\$840	\$299.1	\$34.9	(\$0.10)	\$0.84	2.81x	24.1x	NM	24.0x	3.00x
Charles River Laboratories International, Inc.	CRL	72.34	(5.6%)	35.0%	84.69	52.02	3,426	4,079	1,318.7	289.5	2.70	3.59	3.09x	14.1x	26.9x	20.1x	2.06x
ICON Public Limited Company	ICLR	64.87	(6.0%)	53.5%	72.40	41.53	3,930	3,758	1,541.9	289.7	2.73	3.67	2.44x	13.0x	21.2x	17.7x	0.97x
INC Research Holdings, Inc.	INCR	34.59	15.6%	NM	38.76	19.61	1,944	2,207	836.5	168.3	(0.51)	1.53	2.64x	13.1x	NM	22.6x	1.24x
PAREXEL International Corporation	PRXL	66.47	3.1%	31.8%	71.42	49.87	3,667	3,754	2,003.6	298.0	2.66	2.93	1.87x	12.6x	24.3x	22.7x	1.32x
PRA Health Sciences, Inc.	PRAH	33.46	6.2%	NM	33.96	18.47	2,002	2,899	1,287.2	171.1	(0.83)	1.69	2.25x	16.9x	NM	19.8x	1.08x
Quintiles Transnational Holdings Inc.	Q	69.71	7.3%	36.7%	70.79	50.55	8,522	10,049	4,190.5	727.8	2.72	3.10	2.40x	13.8x	25.6x	22.5x	1.80x
Median			6.2%	35.0%									2.44x	13.8x	24.9x	22.5x	1.32x
Diagnostic Imaging																	
Alliance Healthcare Services, Inc.	AIQ	\$18.39	(23.1%)	(38.5%)	\$31.01	\$18.31	\$195	\$777	\$440.5	\$117.9	\$0.98	NM	1.76x	6.6x	19.2x	NM	NM
American Shared Hospital Services	AMS	2.45	2.1%	1.5%	3.20	1.98	13	44	15.5	8.3	(0.19)	NM	2.82x	5.3x	NM	NM	NM
RadNet, Inc.	RDNT	6.51	(25.7%)	2.4%	10.35	4.71	288	890	730.0	103.4	0.03	0.42	1.22x	8.6x	31.1x	15.6x	1.56x
Median			(23.1%)	1.5%									1.76x	6.6x	25.1x	15.6x	1.56x
Dialysis Services																	
DaVita HealthCare Partners Inc.	DVA	\$83.78	12.3%	18.7%	\$85.17	\$69.83	\$18,008	\$26,120	\$13,026.5	\$2,405.1	\$3.33	\$3.77	2.01x	10.9x	42.4x	22.2x	2.03x
Fresenius Medical Care AG & Co. KGAA	FME	85.28	3.9%	28.5%	90.28	51.35	25,915	35,976	16,574.0	3,002.9	3.45	3.58	2.17x	12.0x	24.1x	23.8x	2.14x
Median			8.1%	23.6%									2.09x	11.4x	33.2x	23.0x	2.08x

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			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Distribution / Supply																	
Aceto Corp.	ACET	\$23.57	10.1%	35.2%	\$24.30	\$16.52	\$686	\$758	\$539.9	\$57.7	\$0.77	\$1.18	1.40x	13.1x	26.8x	20.0x	NM
AmerisourceBergen Corporation	ABC	112.56	9.5%	53.8%	120.68	71.00	24,728	26,398	128,194.7	1,501.4	0.15	5.09	0.21x	17.6x	NM	22.1x	1.54x
Cardinal Health, Inc.	CAH	88.17	0.2%	24.8%	91.91	67.27	29,170	29,990	97,877.0	2,544.0	3.24	4.61	0.31x	11.8x	25.8x	19.1x	1.91x
Henry Schein, Inc.	HSIC	141.67	1.2%	18.4%	143.89	109.34	11,846	13,194	10,404.9	879.4	5.44	5.91	1.27x	15.0x	25.8x	24.0x	2.19x
McKesson Corporation	MCK	237.23	3.7%	25.1%	243.61	178.28	54,932	60,905	179,045.0	4,096.0	7.31	12.24	0.34x	14.9x	31.5x	19.4x	1.23x
Owens & Minor Inc.	OMI	33.32	(6.6%)	(3.9%)	36.35	31.55	2,103	2,518	9,575.0	246.1	1.06	1.92	0.26x	10.2x	35.1x	17.3x	2.44x
Patterson Companies, Inc.	PDCO	47.84	(4.5%)	22.2%	51.49	38.04	4,808	5,132	4,375.0	424.8	2.14	2.42	1.17x	12.1x	21.4x	19.8x	2.23x
Median			1.2%	24.8%									0.34x	13.1x	26.3x	19.8x	2.05x
Emergency Services																	
Adeptus Health Inc.	ADPT	\$70.05	57.9%	NM	\$71.58	\$23.35	\$810	\$979	\$253.4	\$17.4	(\$0.34)	\$0.84	3.86x	NM	NM	NM	NM
Air Methods Corp.	AIRM	42.16	(20.4%)	(12.5%)	60.74	40.31	1,655	2,280	1,022.0	264.5	2.56	2.99	2.23x	8.6x	16.3x	14.1x	0.84x
Median			18.8%	(12.5%)									3.05x	8.6x	16.3x	14.1x	0.84x
HCIT																	
Allscripts Healthcare Solutions, Inc.	MDRX	\$14.07	17.2%	(4.5%)	\$17.17	\$11.00	\$2,545	\$3,029	\$1,372.1	\$63.6	(\$0.37)	\$0.44	2.21x	47.6x	NM	32.3x	1.66x
athenahealth, Inc.	ATHN	116.60	(8.2%)	(8.1%)	153.25	107.88	4,495	4,700	796.0	62.2	(0.08)	1.18	5.91x	75.6x	NM	98.5x	4.25x
Cerner Corporation	CERN	67.29	(6.6%)	24.5%	75.72	50.30	23,153	23,095	3,526.6	1,002.3	1.50	2.11	6.55x	23.0x	45.5x	32.0x	1.78x
Computer Programs & Systems Inc.	CPSI	52.33	(0.5%)	(17.7%)	67.42	47.40	592	551	198.9	49.1	2.94	2.65	2.77x	11.2x	19.1x	19.8x	1.76x
Healthstream Inc.	HSTM	28.37	9.6%	10.3%	32.17	21.66	884	848	179.5	31.0	0.37	0.31	4.72x	27.3x	NM	93.0x	5.64x
HMS Holdings Corp.	HMSY	17.04	(2.9%)	(9.4%)	23.69	15.07	1,509	1,573	448.8	88.3	0.16	0.58	3.50x	17.8x	NM	29.5x	1.36x
Inovalon Holdings, Inc.	INOV	26.58	(14.4%)	NM	33.75	22.06	3,925	3,427	370.5	131.7	0.49	0.55	9.25x	26.0x	NM	47.9x	2.13x
MedAssets, Inc.	MDAS	20.87	8.6%	(10.9%)	25.57	17.00	1,260	2,117	734.9	214.1	(0.34)	1.20	2.88x	9.9x	NM	17.5x	1.61x
Medical Transcription Billing, Corp.	MTBC	2.03	(23.1%)	NM	5.00	1.66	22	25	21.9	(2.6)	(0.64)	(0.25)	1.14x	NM	NM	NM	NM
Medidata Solutions, Inc.	MDSO	58.01	20.6%	50.0%	58.97	37.01	3,202	3,148	350.9	39.5	0.11	0.89	8.97x	79.7x	NM	65.3x	2.87x
Merge Healthcare Incorporated	MRGE	4.56	14.0%	106.3%	6.20	2.04	441	696	215.8	36.2	(0.00)	0.22	3.23x	19.2x	44.4x	20.4x	1.32x
National Research Corp.	NRCLB	32.10	(2.0%)	(22.8%)	43.00	30.20	405	376	99.1	29.7	0.74	2.52	3.79x	12.7x	48.8x	12.7x	1.06x
Premier, Inc.	PINC	38.32	4.5%	29.3%	39.81	27.95	1,443	1,115	975.9	320.6	17.95	1.50	1.14x	3.5x	NM	25.6x	2.32x
Press Ganey Holdings, Inc	PGND	27.36	NM	NM	28.40	0.00	1,429	1,833	291.1	93.9	0.36	NM	6.30x	19.5x	NM	NM	NM
Quality Systems Inc.	QSII	15.84	(8.9%)	1.7%	18.75	13.01	955	825	490.2	50.9	0.36	0.70	1.68x	16.2x	35.2x	22.8x	2.07x
The Advisory Board Company	ABCO	50.77	(6.2%)	4.9%	56.49	37.47	2,154	2,648	581.6	49.9	(0.07)	1.36	4.55x	53.1x	NM	37.4x	2.31x
Median			(2.0%)	1.7%									3.65x	19.5x	44.4x	30.7x	1.93x

Source: Capital IQ as of May 31, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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	\$35.88	10.2%	(3.1%)	\$49.34	\$19.58	\$1,026	\$964	\$149.4	(\$51.9)	(\$2.51)	(\$2.13)	6.45x	NM	NM	NM	NM
Castlight Health, Inc.	CSLT	8.73	19.8%	(42.5%)	17.90	6.52	819	633	53.2	(80.1)	(1.16)	(0.68)	11.90x	NM	NM	NM	NM
Connecture, Inc.	CNXR	12.67	46.6%	NM	14.39	8.04	275	307	89.2	1.3	(10.27)	(0.10)	3.44x	NM	NM	NM	NM
Everyday Health, Inc.	EVDY	12.40	(13.3%)	(30.3%)	19.89	10.41	393	457	188.0	16.4	0.17	0.84	2.43x	27.9x	NM	14.8x	0.51x
HealthEquity, Inc.	HQY	26.51	30.8%	NM	27.89	16.11	1,480	1,369	87.9	22.8	0.21	0.27	15.59x	60.2x	NM	97.9x	3.00x
Healthways Inc.	HWAY	15.16	(32.3%)	(12.0%)	23.30	13.99	541	802	755.3	48.9	(0.16)	0.39	1.06x	16.4x	NM	38.5x	1.57x
IMS Health Holdings, Inc.	IMS	29.76	13.1%	22.9%	29.84	23.02	9,742	13,065	2,628.0	627.0	(0.59)	1.46	4.97x	20.8x	NM	20.4x	1.89x
Streamline Health Solutions, Inc.	STRM	2.24	(45.4%)	(56.0%)	5.77	2.00	42	53	27.6	(9.0)	(0.71)	(0.38)	1.93x	NM	NM	NM	NM
WebMD Health Corp.	WBMD	45.90	4.2%	7.2%	53.30	34.48	1,667	1,884	590.0	120.2	0.97	1.66	3.19x	15.7x	43.1x	27.7x	2.31x
Median			10.2%	(12.0%)									3.44x	20.8x	43.1x	27.7x	1.89x
Healthcare REITs																	
Aviv REIT, Inc.	AVIV	\$36.75	2.1%	32.4%	\$40.33	\$23.83	\$1,782	\$3,104	\$182.4	\$150.4	\$0.77	NM	17.01x	20.6x	47.6x	NM	NM
CareTrust REIT, Inc.	CTRE	13.04	2.6%	(37.9%)	22.35	11.12	412	756	63.0	44.9	(0.36)	0.26	12.00x	16.8x	NM	50.2x	NM
HCP, Inc.	HCP	38.72	(8.6%)	(7.3%)	49.61	38.53	17,876	27,996	2,347.1	1,798.9	1.94	1.59	11.93x	15.6x	42.3x	24.4x	7.15x
Health Care REIT, Inc.	HCN	70.26	(8.9%)	11.1%	84.88	61.42	24,635	36,909	3,389.8	1,716.0	1.43	1.89	10.89x	21.5x	38.7x	37.1x	6.69x
Healthcare Realty Trust Incorporated	HR	23.82	(16.5%)	(4.5%)	31.20	23.41	2,391	3,826	376.5	223.3	0.35	0.29	10.16x	17.1x	NM	82.1x	20.53x
LTC Properties Inc.	LTC	42.09	(5.7%)	5.9%	48.85	36.75	1,496	1,845	120.5	108.0	1.99	1.99	15.32x	17.1x	21.1x	21.2x	3.72x
National Health Investors Inc.	NHI	66.14	(7.1%)	5.5%	76.98	56.53	2,485	3,398	189.7	179.0	3.04	3.34	17.92x	19.0x	21.2x	19.8x	3.23x
Newcastle Investment Corp.	NCT	5.13	6.0%	(82.3%)	30.84	4.00	341	–	380.5	NA	1.00	0.60	–	NA	7.8x	8.6x	NM
Omega Healthcare Investors Inc.	OHI	36.03	(10.1%)	(2.3%)	45.46	33.69	6,584	8,511	517.2	480.3	1.74	1.48	16.46x	17.7x	22.4x	24.4x	5.08x
Sabra Health Care REIT, Inc.	SBRA	26.50	(18.9%)	(9.5%)	34.44	24.01	1,570	2,611	198.2	170.7	0.78	1.23	13.17x	15.3x	21.9x	21.5x	3.83x
Senior Housing Properties Trust	SNH	20.01	(10.5%)	(16.6%)	24.60	19.48	4,703	7,344	882.0	498.3	0.81	0.79	8.33x	14.7x	25.7x	25.2x	7.33x
Universal Health Realty Income Trust	UHT	47.90	(5.8%)	10.6%	57.55	41.15	637	867	64.1	43.5	3.99	NM	13.52x	19.9x	12.1x	NM	NM
Ventas, Inc.	VTR	66.52	(10.7%)	(0.4%)	81.93	60.63	22,010	33,824	3,213.2	1,762.2	1.59	1.77	10.53x	19.2x	42.7x	37.5x	8.96x
Median			(8.6%)	(2.3%)									12.00x	17.4x	22.4x	24.4x	6.69x

Source: Capital IQ as of May 31, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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	\$26.59	17.9%	137.4%	\$27.34	\$10.95	\$1,265	\$1,491	\$1,122.7	\$95.6	\$0.69	\$1.05	1.33x	15.6x	34.1x	25.4x	1.82x
Cross Country Healthcare, Inc.	CCRN	10.62	(18.1%)	84.1%	13.51	5.60	342	410	685.7	21.0	(1.02)	0.30	0.60x	19.5x	NM	35.9x	3.59x
Envision Healthcare Holdings, Inc.	EVHC	36.95	0.9%	7.2%	40.27	30.48	6,859	9,059	4,627.9	567.6	0.66	1.46	1.96x	16.0x	NM	25.3x	1.36x
IPC Healthcare, Inc.	IPCM	49.37	14.2%	13.1%	53.46	36.12	858	923	702.0	71.6	2.21	2.20	1.32x	12.9x	24.8x	22.5x	1.50x
Team Health Holdings, Inc.	TMH	58.48	(1.3%)	15.2%	63.89	48.41	4,212	5,017	3,018.5	308.5	1.35	2.68	1.66x	16.3x	41.8x	21.8x	1.40x
Median			0.9%	15.2%									1.33x	16.0x	34.1x	25.3x	1.50x
Home Care / Hospice																	
Addus HomeCare Corporation	ADUS	\$28.01	27.9%	23.1%	\$29.05	\$17.02	\$308	\$304	\$323.2	\$23.4	\$1.08	\$1.25	0.94x	13.0x	26.5x	22.4x	1.49x
Almost Family Inc.	AFAM	38.40	7.8%	87.0%	49.71	19.74	365	418	503.9	32.6	1.47	2.03	0.83x	12.8x	21.5x	18.9x	1.72x
Amedisys Inc.	AMED	31.02	2.8%	113.2%	31.98	13.25	1,044	1,140	1,193.0	88.6	0.40	1.23	0.96x	12.9x	NM	25.2x	2.80x
Chemed Corp.	CHE	124.19	6.6%	41.0%	124.71	87.26	2,121	2,254	1,474.6	201.1	5.57	6.62	1.53x	11.2x	21.2x	18.7x	1.87x
LHC Group, Inc.	LHCG	36.76	8.8%	80.5%	37.52	19.69	661	719	745.4	65.9	1.26	1.67	0.96x	10.9x	26.1x	22.0x	1.47x
Providence Service Corp.	PRSC	48.06	4.5%	19.6%	55.99	34.03	771	1,182	1,697.6	94.5	1.35	2.03	0.70x	12.5x	39.4x	23.7x	1.48x
Median			7.2%	60.7%									0.95x	12.65x	26.07x	22.20x	1.60x
Long Term Care																	
Diversicare Healthcare Services Inc.	DVCR	\$13.78	29.0%	110.1%	\$17.15	\$6.29	\$86	\$139	\$361.6	\$21.3	\$0.20	NM	0.38x	6.5x	49.3x	NM	NM
Kindred Healthcare Inc.	KND	22.91	8.0%	(7.7%)	26.81	16.94	1,912	5,178	5,431.0	375.3	(0.24)	1.33	0.95x	13.8x	NM	17.2x	1.12x
National Healthcare Corp.	NHC	62.92	(0.1%)	16.5%	66.00	52.91	894	898	883.6	106.3	3.14	NM	1.02x	8.4x	20.1x	NM	NM
The Ensign Group, Inc.	ENSG	46.37	5.2%	(1.1%)	48.00	26.02	1,180	1,115	1,094.3	96.2	1.56	2.43	1.02x	11.6x	29.2x	19.1x	1.27x
Median			6.6%	7.7%									0.98x	10.0x	29.2x	18.1x	1.20x
Managed Care – Commercial																	
Aetna Inc.	AET	\$117.97	18.5%	52.1%	\$120.15	\$71.81	\$41,195	\$48,353	\$59,102.5	\$4,949.7	\$5.68	\$7.38	0.82x	9.8x	19.5x	16.0x	1.50x
Anthem, Inc.	ANTM	167.85	14.6%	54.9%	170.98	104.79	44,402	60,868	75,066.2	6,016.9	8.96	10.00	0.81x	10.1x	17.4x	16.8x	1.47x
Cigna Corp.	CI	140.83	15.8%	56.9%	145.33	85.75	36,245	39,785	35,885.0	3,886.0	7.83	8.51	1.11x	10.2x	17.7x	16.6x	1.37x
Health Net, Inc.	HNT	62.24	8.5%	55.7%	63.20	39.35	4,801	4,377	14,859.5	349.3	1.80	3.33	0.29x	12.5x	34.2x	18.7x	1.08x
Humana Inc.	HUM	214.65	30.6%	72.5%	219.79	115.51	32,150	34,316	50,621.0	2,696.0	7.36	8.72	0.68x	12.7x	27.5x	24.6x	1.70x
UnitedHealth Group Incorporated	UNH	120.21	5.8%	51.0%	123.76	77.53	114,428	125,605	134,522.0	11,934.0	5.70	6.27	0.93x	10.5x	19.8x	19.2x	1.66x
Universal American Corp	UAM	10.26	10.8%	30.5%	11.09	7.63	828	836	1,975.0	(0.3)	(0.35)	0.19	0.42x	NM	NM	NM	NM
Median			14.6%	54.9%									0.81x	10.4x	19.7x	17.7x	1.48x

Source: Capital IQ as of May 31, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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	\$75.34	22.6%	102.2%	\$75.50	\$35.49	\$8,959	\$8,576	\$17,102.0	\$645.0	\$2.23	\$2.68	0.50x	13.3x	30.7x	28.1x	1.79x
Molina Healthcare, Inc.	MOH	72.74	14.2%	68.8%	73.98	39.23	3,647	2,689	10,430.4	330.8	1.30	2.67	0.26x	8.1x	41.4x	27.3x	0.88x
WellCare Health Plans, Inc.	WCG	85.67	(5.7%)	10.6%	95.09	55.43	3,773	3,500	13,444.1	264.1	1.44	3.38	0.26x	13.3x	NM	25.3x	1.08x
Median			14.2%	68.8%									0.26x	13.3x	36.0x	27.3x	1.08x
Other Services																	
Healthcare Services Group Inc.	HCSG	\$30.21	(10.0%)	1.5%	\$34.75	\$25.51	\$2,160	\$2,089	\$1,336.3	\$76.7	\$0.31	\$0.99	1.56x	27.2x	NM	30.5x	1.91x
PDI, Inc.	PDII	1.28	(28.5%)	(71.5%)	4.94	1.00	21	31	126.4	(10.9)	(0.63)	(1.35)	0.24x	NM	NM	NM	NM
Sharps Compliance Corp.	SMED	5.63	2.6%	43.3%	7.03	3.88	87	70	29.0	1.2	0.08	0.05	2.43x	58.8x	NM	NM	NM
Stericycle, Inc.	SRCL	137.30	1.7%	20.0%	142.69	113.73	11,677	13,233	2,649.0	729.6	3.79	4.65	5.00x	18.1x	36.6x	29.5x	1.94x
Median			(4.1%)	10.8%									2.00x	27.2x	36.6x	30.0x	1.92x
Pharmacy Management																	
BioScrip, Inc.	BIOS	\$3.55	(41.9%)	(54.8%)	\$8.75	\$3.41	\$244	\$693	\$1,006.4	(\$44.6)	(\$2.09)	(\$0.22)	0.69x	NM	NM	NM	NM
Catamaran Corporation	CCT	59.56	19.4%	35.4%	60.97	35.33	12,389	12,955	22,646.7	897.9	1.53	2.60	0.57x	14.4x	35.9x	22.9x	1.00x
Express Scripts Holding Company	ESRX	87.14	2.8%	21.9%	91.21	65.08	63,550	75,003	102,101.7	6,732.6	2.64	5.44	0.73x	11.1x	30.8x	16.0x	1.32x
Omnicare Inc.	OCR	95.29	24.2%	49.9%	96.54	59.85	9,232	11,019	6,506.4	752.1	1.74	4.15	1.69x	14.7x	NM	23.0x	NM
Omnicell, Inc.	OMCL	36.98	5.5%	39.4%	37.46	25.95	1,340	1,201	455.4	68.1	0.83	1.36	2.64x	17.6x	44.6x	27.3x	1.54x
PharMerica Corporation	PMC	33.26	33.0%	22.5%	33.90	19.42	1,011	1,312	1,953.9	131.1	0.22	1.63	0.67x	10.0x	NM	20.5x	1.64x
Median			12.5%	29.0%									0.71x	14.4x	35.9x	22.9x	1.43x
Physician Practice Mgmt																	
Birner Dental Management Services Inc.	BDMS	\$12.74	(8.3%)	(27.4%)	\$17.99	\$12.05	\$24	\$33	\$64.9	\$3.6	(\$0.50)	NM	0.52x	9.4x	NM	NM	NM
MEDNAX, Inc.	MD	71.18	(0.4%)	23.5%	74.57	49.82	6,833	7,674	2,512.0	573.0	3.18	3.58	3.06x	13.4x	21.7x	19.9x	1.36x
Median			(4.4%)	(1.9%)									1.79x	11.4x	21.7x	19.9x	1.36x

Source: Capital IQ as of May 31, 2015; For definitions, see page 10

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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	\$38.86	8.0%	NM	\$39.98	\$17.91	\$849	\$863	\$135.1	\$20.4	\$0.41	\$0.63	NM	NM	NM	NM	NM
Acadia Healthcare Company, Inc.	ACHC	74.14	17.3%	73.9%	75.46	41.63	5,309	7,325	1,169.0	242.7	1.50	2.14	NM	NM	NM	34.6x	1.49x
Magellan Health, Inc.	MGLN	67.63	5.6%	11.1%	71.83	52.37	1,841	1,773	3,774.6	207.9	2.90	3.29	0.47x	8.5x	29.9x	20.5x	1.03x
Median			8.0%	42.5%									0.47x	8.5x	29.9x	27.6x	1.26x
Specialty Managed Care																	
Assurant Inc.	AIZ	\$65.85	7.5%	(2.9%)	\$69.94	\$59.73	\$4,472	\$4,672	\$10,531.9	\$781.2	\$6.44	\$4.05	0.44x	6.0x	12.4x	16.3x	2.28x
Triple-S Management Corporation	GTS	24.00	27.3%	35.7%	25.49	17.02	632	520	2,317.0	112.6	2.41	1.44	0.22x	4.6x	8.8x	16.7x	2.13x
Median			17.4%	16.4%									0.33x	5.3x	10.6x	16.5x	2.20x
Surgicenters / Rehabilitation																	
AmSurg Corp.	AMSG	\$67.34	12.0%	48.7%	\$69.85	\$44.33	\$3,260	\$6,188	\$1,932.8	\$527.8	\$1.27	\$3.36	3.20x	11.7x	NM	20.0x	1.24x
Civitas Solutions, Inc.	CIVI	22.18	16.8%	NM	22.24	11.88	820	1,473	1,315.3	138.6	(0.71)	0.70	1.12x	10.6x	NM	31.8x	NM
Hanger, Inc.	HGR	22.99	(11.2%)	(24.3%)	32.88	18.25	791	1,326	1,060.7	156.2	1.61	1.87	1.25x	8.5x	13.9x	12.3x	1.00x
HEALTHSOUTH Corp.	HLS	43.16	(0.7%)	22.9%	47.96	34.64	3,949	6,339	2,519.6	600.4	2.24	2.27	2.52x	10.6x	19.6x	19.0x	2.14x
The Joint Corp.	JYNT	9.59	20.3%	NM	11.00	6.00	92	75	8.1	(3.1)	(0.56)	(0.91)	9.30x	NM	NM	NM	NM
Select Medical Holdings Corporation	SEM	16.35	20.6%	7.9%	16.85	11.46	2,143	3,790	3,051.5	354.8	0.91	0.91	1.24x	10.7x	17.4x	18.0x	1.44x
Surgical Care Affiliates, Inc.	SCAI	37.99	17.0%	31.5%	40.10	26.55	1,494	2,544	890.8	230.2	1.03	1.80	2.86x	11.1x	45.6x	21.1x	2.11x
US Physical Therapy Inc.	USPH	49.86	17.6%	48.7%	52.03	31.51	618	680	308.4	52.8	1.62	1.86	2.21x	12.9x	31.0x	26.8x	1.67x
Median			16.9%	27.2%									2.36x	10.7x	19.6x	20.0x	1.56x

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 May 31, 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	\$660,349	(1.0%)	20.9%	7.93x	16.9x	28.7x	23.6x	1.4x
Cardiology Devices	19	178,119	(11.7%)	12.0%	3.91x	14.8x	24.5x	27.1x	2.1x
Conglomerates	5	461,492	(2.4%)	(1.3%)	3.32x	10.9x	25.8x	19.0x	2.1x
Dental Devices	8	22,074	4.9%	21.9%	3.08x	18.5x	28.2x	26.1x	1.9x
Diagnostic Imaging Devices	4	11,245	(4.0%)	19.0%	1.39x	12.4x	27.8x	21.3x	2.0x
Diversified Medical Devices	22	100,337	0.9%	19.1%	3.57x	16.1x	31.3x	26.0x	2.0x
Infection Prevention Devices	2	5,924	3.1%	29.4%	3.14x	16.6x	37.2x	27.4x	1.8x
Lab Equipment	2	9,124	(2.6%)	17.5%	2.13x	11.8x	19.5x	25.3x	1.9x
Lab Instrumentation & Devices	4	14,601	7.6%	33.4%	2.26x	15.7x	43.4x	24.3x	2.2x
Large-Cap Pharmaceuticals	6	764,536	8.1%	26.2%	5.04x	17.1x	43.1x	19.5x	2.4x
Life Science Conglomerates	3	87,265	5.4%	17.3%	3.88x	19.6x	35.9x	20.4x	1.9x
Life Science Consumables	6	14,444	8.8%	19.6%	2.69x	13.7x	27.1x	28.7x	2.0x
Mobility Devices	4	3,816	2.3%	29.9%	1.59x	18.5x	18.3x	18.3x	1.6x
Neural Implant Devices	2	3,876	2.7%	27.4%	4.06x	14.2x	40.8x	22.6x	1.6x
Ophthalmology Devices	6	9,935	7.8%	30.7%	1.48x	16.1x	19.0x	21.4x	1.1x
Orthopedics Devices	5	59,955	1.5%	9.3%	3.65x	12.2x	42.2x	18.4x	2.0x
Pharmaceuticals	44	107,354	(1.4%)	40.4%	5.84x	18.2x	34.1x	23.9x	1.5x
Surgical Devices	6	20,294	0.0%	6.8%	4.81x	13.7x	38.6x	29.7x	2.0x
Total / Median (\$MM)	224	\$2,534,741	1.9%	20.2%	3.44x	15.9x	30.0x	23.7x	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	47	\$2,382,667	21.0%	94.0%	2.7%	10.8%	29.3%	134.3%
\$1 billion – \$5 billion	53	114,741	23.7%	4.5%	10.5%	22.3%	38.4%	212.6%
\$250 million – \$1 billion	60	29,942	26.8%	1.2%	5.0%	18.9%	23.5%	113.4%
\$100 million – \$250 million	35	5,611	15.6%	0.2%	(4.5%)	0.6%	21.5%	36.0%
< \$100 million	29	1,780	12.9%	0.1%	(11.3%)	5.1%	(10.2%)	119.7%
Total / Median (\$MM)	224	\$2,534,741	100.0%	100.0%	2.7%	10.8%	23.5%	119.7%

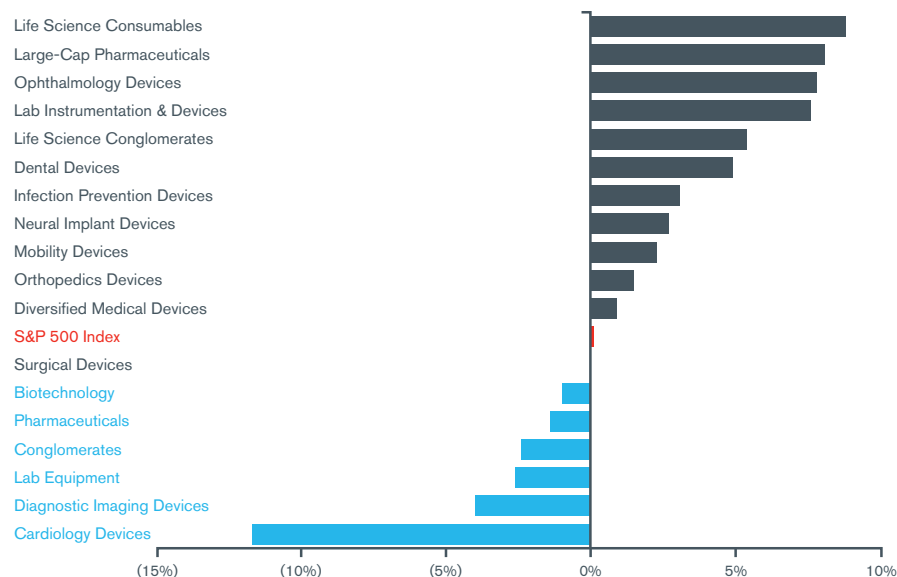
Source: Capital IQ

INTEREST RATES

	Value at 5/31/15	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	0.00%	0.00%	0.00%	0.34%
U.S. Treasury – 5 years	1.47%	1.44%	1.50%	1.51%
U.S. Treasury – 10 years	2.09%	2.05%	2.00%	2.46%
U.S. Treasury – 30 years	2.85%	2.75%	2.60%	2.60%
U.S. Prime Rate	3.25%	3.25%	3.25%	3.25%

Source: Capital IQ

Median % Change — 3 months



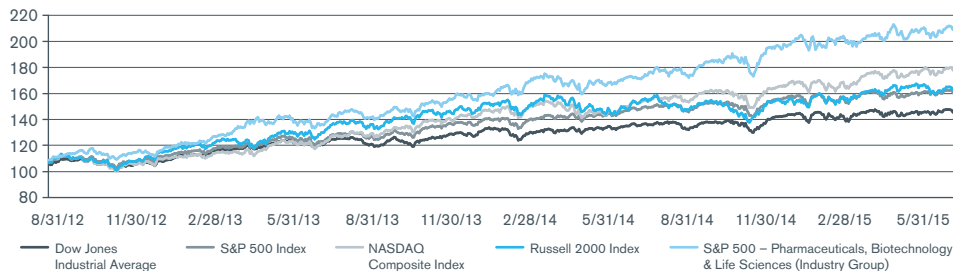
Source: Capital IQ

MARKET INDICES

	Value at 5/31/15	% Change			
		3 mo	YTD	12 mo	36 mo
Dow Jones Industrial Average	\$18,010.7	(0.7%)	1.1%	7.7%	45.3%
S&P 500 Index	2,107.4	0.1%	2.4%	9.6%	60.8%
NASDAQ Composite Index	5,070.0	2.1%	7.1%	19.5%	79.3%
Russell 2000 Index	1,246.5	1.1%	3.5%	9.9%	63.6%
S&P Life Science Tools & Services (Industry) Index	314.1	1.6%	5.9%	11.8%	101.7%
S&P 500 Pharmaceuticals (Industry) Index	627.1	4.1%	7.5%	17.9%	85.3%
Dow Jones U.S. Pharmaceuticals & Biotechnology Index	748.3	3.7%	9.6%	25.8%	116.1%
S&P 500 Biotechnology (Industry) Index	4,040.7	1.7%	8.7%	36.7%	210.1%
Dow Jones U.S. Medical Equipment Index	974.4	0.4%	5.4%	21.1%	92.1%
S&P 500 – Pharmaceuticals, Biotechnology & Life Sciences (Industry Group)	823.1	3.2%	7.8%	22.7%	110.8%

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 5/31/15	% 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	\$33.73	(17.0%)	13.6%	\$48.50	\$23.61	\$1,107	\$1,006	\$15.7	(\$52.2)	(\$1.63)	(\$1.38)	NM	NM	NM	NM	NM
Acorda Therapeutics, Inc.	ACOR	30.48	(9.9%)	(7.3%)	45.45	28.26	1,304	1,296	420.8	61.9	0.42	0.60	3.08x	20.9x	92.0x	50.6x	1.37x
Adamas Pharmaceuticals, Inc.	ADMS	17.99	4.1%	0.8%	21.00	13.60	321	206	55.9	12.2	0.53	(2.99)	3.69x	16.9x	NM	NM	NM
Aduro BioTech, Inc.	ADRO	33.78	NM	NM	49.25	24.68	2,102	2,135	22.9	(20.0)	(0.70)	0.22	NM	NM	NM	NM	NM
Affimed N.V.	ADMS	10.43	69.0%	NM	11.77	3.55	302	267	6.2	(3.3)	(0.02)	(0.59)	NM	NM	14.1x	NM	NM
Akebia Therapeutics, Inc.	AKBA	7.86	(15.1%)	(67.7%)	31.00	7.27	227	126	–	(38.7)	(8.04)	(1.62)	NA	NM	NM	NM	NM
Alexion Pharmaceuticals, Inc.	ALXN	163.84	(9.2%)	(1.5%)	203.30	150.06	32,705	30,940	2,267.5	866.9	3.26	5.30	13.65x	35.7x	56.1x	30.9x	1.47x
Alkermes plc	ALKS	61.10	(13.0%)	33.4%	75.17	38.49	9,081	8,690	649.8	(0.5)	(0.21)	(0.42)	13.37x	NM	NM	NM	NM
Amarin Corporation plc	AMRN	2.31	53.0%	63.8%	3.33	0.78	409	501	59.2	(96.6)	(0.36)	(0.48)	8.48x	NM	NM	NM	NM
Amgen Inc.	AMGN	156.26	(0.9%)	34.7%	173.60	114.93	118,808	122,031	20,575.0	9,613.0	6.70	9.57	5.93x	12.7x	21.1x	16.3x	1.66x
Ascendis Pharma A/S	ASND	16.65	(6.1%)	NM	21.97	14.75	397	232	13.0	(20.0)	(9.04)	(1.51)	17.89x	NM	NM	NM	NM
Atara Biotherapeutics, Inc.	ATRA	42.36	116.6%	NM	64.35	10.10	1,032	865	–	(30.4)	(5.62)	(1.88)	NA	NM	NM	NM	NM
Athersys, Inc.	ATHX	1.31	(49.4%)	(26.4%)	3.43	0.90	109	73	1.6	(28.2)	(0.31)	(0.35)	NM	NM	NM	NM	NM
aTyr Pharma Inc.	LIFE	22.89	NM	NM	27.82	0.00	516	606	–	(22.7)	(29.69)	NM	NA	NM	NM	NM	NM
Avalanche Biotechnologies, Inc.	AAVL	37.28	3.0%	NM	62.48	22.00	952	662	0.7	(32.1)	(2.46)	(1.70)	NM	NM	NM	NM	NM
Bellicum Pharmaceuticals, Inc.	BLCM	24.74	6.5%	NM	33.63	18.20	653	469	1.3	(19.5)	(34.04)	(1.15)	NM	NM	NM	NM	NM
Bio Blast Pharma Ltd.	ORPN	5.75	(15.2%)	NM	10.00	4.50	82	53	–	(9.8)	(0.57)	(1.27)	NA	NM	NM	NM	NM
Biogen Inc.	BIIB	396.99	(3.1%)	24.3%	480.18	290.85	93,384	91,819	10,125.5	5,020.9	12.37	16.85	9.07x	18.3x	28.7x	23.6x	1.47x
BioSpecifics Technologies Corp.	BSTC	47.64	22.3%	76.6%	48.65	25.00	321	297	16.9	9.7	0.66	NM	17.57x	30.7x	54.7x	NM	NM
Calithera Biosciences, Inc.	CALA	10.47	(31.2%)	NM	33.48	6.51	188	99	–	(25.0)	(4.67)	(2.18)	NA	NM	NM	NM	NM
Cara Therapeutics Inc.	CARA	9.52	(7.1%)	(30.9%)	17.77	7.53	217	170	3.5	(18.6)	(0.85)	(1.09)	NM	NM	NM	NM	NM
Celgene Corporation	CELG	114.44	(5.8%)	49.6%	129.06	76.03	90,767	90,272	8,021.2	3,575.7	2.39	4.71	11.25x	25.2x	39.1x	24.3x	0.98x
Cepheid	CPHD	55.17	(2.9%)	22.5%	62.00	36.94	3,960	3,930	495.9	25.1	(0.72)	0.26	7.93x	NM	NM	NM	NM
Coherus Biosciences, Inc.	CHRS	24.57	(22.2%)	NM	33.30	12.27	930	814	33.3	(86.7)	(10.64)	(3.12)	24.44x	NM	NM	NM	NM
ContraFect Corporation	CFRX	4.84	11.8%	NM	6.24	2.50	98	75	–	(16.2)	(3.86)	(0.92)	NA	NM	NM	NM	NM
Curis, Inc.	CRIS	3.37	9.4%	89.3%	3.50	1.09	433	360	10.2	(17.6)	(0.22)	(0.46)	NM	NM	NM	NM	NM
Dicerna Pharmaceuticals, Inc.	DRNA	16.54	(32.3%)	2.4%	27.33	8.00	340	253	–	(50.4)	(3.00)	(2.73)	NA	NM	NM	NM	NM
Dyadic International, Inc.	DYAI	1.00	4.7%	(27.0%)	1.87	0.80	31	37	13.6	(3.3)	(0.18)	NM	2.70x	NM	NM	NM	NM
Emergent BioSolutions, Inc.	EBS	31.86	6.3%	46.9%	31.98	19.31	1,225	1,259	459.9	96.2	0.80	1.26	2.74x	13.1x	41.5x	25.3x	1.10x
Exelixis, Inc.	EXEL	3.15	7.5%	(4.8%)	4.55	1.26	617	879	29.6	(172.9)	(1.38)	(0.81)	29.69x	NM	NM	NM	NM
FibroGen, Inc.	FGEN	18.21	(42.8%)	NM	40.59	17.04	1,079	1,068	136.0	(75.7)	(3.17)	(1.44)	7.85x	NM	NM	NM	NM
Forward Pharma A/S	FWP	33.84	45.4%	NM	35.64	17.50	1,574	1,492	–	(23.8)	(1.79)	(1.04)	NA	NM	NM	NM	NM
Genomic Health Inc.	GHDX	27.09	(10.9%)	4.2%	37.75	25.06	874	746	276.9	(18.8)	(0.78)	(0.72)	2.69x	NM	NM	NM	NM

Source: Capital IQ as of May 31, 2015; For definitions, see page 19

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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	\$112.27	8.4%	38.2%	\$116.83	\$78.50	\$164,993	\$166,470	\$27,485.0	\$19,043.0	\$7.35	\$10.84	6.06x	8.7x	12.8x	10.4x	0.53x
GlycoMimetics, Inc.	GLYC	7.97	(4.2%)	11.3%	10.10	6.02	151	105	15.0	(13.0)	(0.60)	(0.64)	6.98x	NM	NM	NM	NM
Histogenics Corporation	HSGX	8.35	(21.7%)	NM	12.97	7.04	110	59	–	(34.4)	(6.85)	(1.86)	NA	NM	NM	NM	NM
Immunomedics Inc.	IMMU	3.86	(5.4%)	15.9%	5.48	3.08	361	350	4.4	(46.4)	(0.51)	(0.55)	NM	NM	NM	NM	NM
Immune Design Corp.	IMDZ	21.83	(1.0%)	NM	40.13	11.51	436	376	8.3	(33.5)	(4.56)	(2.20)	NM	NM	NM	NM	NM
INSYS Therapeutics, Inc.	INSY	29.80	(0.8%)	130.7%	33.94	11.26	2,128	2,027	251.3	74.1	1.04	1.88	8.07x	27.3x	28.7x	15.9x	0.53x
Juno Therapeutics Inc.	JUNO	52.64	12.2%	NM	66.00	34.71	4,786	4,400	–	(280.7)	(36.82)	(1.52)	NA	NM	NM	NM	NM
Ligand Pharmaceuticals Incorporated	LGND	88.11	60.0%	32.1%	90.48	41.99	1,733	1,751	63.2	21.6	0.56	0.85	27.72x	NM	NM	NM	NM
Loxo Oncology, Inc.	LOXO	12.34	(3.9%)	NM	16.45	9.90	206	108	–	–	(3.06)	(1.68)	NA	NA	NM	NM	NM
MacroCure Ltd.	MCUR	11.50	20.4%	NM	14.30	6.82	192	150	–	(23.8)	(2.15)	(1.38)	NA	NM	NM	NM	NM
Momenta Pharmaceuticals Inc.	MNTA	19.85	45.4%	60.2%	20.75	9.38	1,261	1,062	50.0	(84.9)	(1.91)	(0.45)	21.24x	NM	NM	NM	NM
Myriad Genetics Inc.	MYGN	33.95	(0.4%)	2.4%	40.50	31.56	2,358	2,223	722.0	196.1	1.45	1.69	3.08x	11.3x	27.1x	20.1x	1.27x
Neothetics, Inc.	NEOT	6.00	(10.6%)	NM	14.10	5.92	82	21	–	(13.7)	(5.36)	(4.00)	NA	NM	NM	NM	NM
Neurocrine Biosciences Inc.	NBIX	43.86	12.3%	215.8%	45.36	12.17	3,746	3,376	19.8	(53.1)	(0.81)	(0.93)	NM	NM	NM	NM	NM
Nexvet Biopharma Public Limited Company	NVET	4.55	(54.6%)	NM	11.00	4.49	52	(3.8)	0.0	(15.2)	(8.79)	(1.43)	NM	0.3x	NM	NM	NM
Ocular Therapeutix, Inc.	OCUL	24.17	(32.4%)	NM	44.19	11.90	518	466	1.2	(26.8)	(2.69)	(1.65)	NM	NM	NM	NM	NM
Osiris Therapeutics, Inc.	OSIR	18.60	7.7%	20.9%	19.75	11.87	640	594	70.8	5.2	(0.01)	0.41	8.39x	NM	NM	45.9x	NM
Otonomy, Inc.	OTIC	24.52	(33.9%)	NM	41.99	15.19	592	368	–	(41.0)	(5.46)	(2.93)	NA	NM	NM	NM	NM
Paratek Pharmaceuticals, Inc.	PRTK	29.80	2.0%	NM	39.80	16.00	523	431	4.3	(16.1)	(7.82)	(3.13)	NM	NM	NM	NM	NM
PDL BioPharma, Inc.	PDLI	6.68	(4.3%)	(28.7%)	10.26	6.38	1,096	1,209	499.2	454.6	1.86	2.11	2.42x	2.7x	3.5x	3.2x	NM
Pfenex Inc.	PFNX	18.98	29.1%	NM	19.95	5.28	439	351	10.1	(13.2)	(1.04)	(1.60)	NM	NM	NM	NM	NM
ProMetic Life Sciences Inc.	PLI	1.91	(2.8%)	83.7%	2.30	0.80	1,105	1,133	15.1	(30.2)	0.01	(0.06)	NM	NM	NM	NM	NM
ProQR Therapeutics N.V.	PRQR	18.24	(3.1%)	NM	27.60	11.00	426	307	0.7	(22.7)	(1.32)	(1.19)	NM	NM	NM	NM	NM
Proteon Therapeutics Inc	PRTG	16.90	56.3%	NM	17.90	8.57	278	198	2.9	(10.2)	(3.16)	(1.24)	NM	NM	NM	NM	NM
Regeneron Pharmaceuticals, Inc.	REGN	512.56	23.9%	67.0%	519.46	269.50	52,936	52,666	3,063.4	987.6	3.07	11.12	17.19x	NM	NM	46.1x	2.09x
Roka Bioscience, Inc.	ROKA	2.67	(36.0%)	NM	13.00	2.64	48	14	5.7	(27.5)	(2.93)	(2.01)	2.35x	NM	NM	NM	NM
Sage Therapeutics, Inc.	SAGE	74.87	72.3%	NM	75.24	24.25	2,124	2,011	–	(44.9)	(1.67)	(2.84)	NA	NM	NM	NM	NM
Spark Therapeutics, Inc.	ONCE	73.64	27.9%	NM	79.50	40.16	1,807	1,573	2.9	–	(4.64)	(1.36)	NM	NA	NM	NM	NM
Spectrum Pharmaceuticals, Inc.	SPPI	6.27	0.6%	(19.5%)	9.27	5.45	420	391	185.3	(14.8)	(0.71)	(1.14)	2.11x	NM	NM	NM	NM
T2 Biosystems, Inc.	TTOO	16.79	1.3%	NM	24.50	13.40	340	296	0.3	(33.1)	(4.15)	(2.25)	NM	NM	NM	NM	NM
Targacept, Inc.	TRGT	2.75	4.6%	(26.7%)	4.68	2.15	93	(11.6)	0.2	(22.7)	(0.97)	NM	NM	0.5x	NM	NM	NM

Source: Capital IQ as of May 31, 2015; For definitions, see page 19

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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	\$16.90	(6.4%)	(41.0%)	\$31.80	\$10.58	\$1,975	\$2,456	\$16.1	(\$18.2)	(\$0.66)	(\$0.16)	NM	NM	NM	NM	NM
Tokai Pharmaceuticals, Inc.	TKAI	11.37	(24.9%)	NM	30.00	9.67	255	161	–	(31.8)	(3.60)	(1.81)	NA	NM	NM	NM	NM
TRACON Pharmaceuticals, Inc.	TCON	11.36	(15.4%)	NM	21.00	9.02	137	80	4.4	(8.5)	(4.40)	(2.22)	18.29x	NM	NM	NM	NM
Ultrasgenyx Pharmaceutical Inc.	RARE	87.00	60.3%	131.6%	89.69	32.36	3,124	2,781	–	(67.2)	(2.25)	(2.62)	NA	NM	NM	NM	NM
United Therapeutics Corporation	UTHR	183.72	18.5%	91.9%	190.29	84.63	8,492	7,950	1,326.6	340.8	6.28	8.26	5.99x	23.3x	51.1x	22.2x	2.10x
Vanda Pharmaceuticals, Inc.	VNDA	10.09	(6.2%)	(1.9%)	16.50	8.34	422	287	63.2	(34.3)	0.55	(1.21)	4.55x	NM	10.7x	NM	NM
Vascular Biogenics Ltd.	VBLT	8.05	99.3%	NM	17.02	3.09	160	126	–	(14.6)	(3.09)	(0.80)	NA	NM	NM	NM	NM
Versartis, Inc.	VSAR	15.54	(21.6%)	(48.0%)	36.86	14.13	455	225	–	(60.7)	(4.39)	(3.37)	NA	NM	NM	NM	NM
Vertex Pharmaceuticals Incorporated	VRTX	128.29	7.4%	77.5%	137.50	63.68	31,271	30,945	600.5	(544.3)	(3.14)	(1.17)	NM	NM	NM	NM	NM
Vital Therapies, Inc.	VTL	21.70	(2.0%)	80.8%	35.20	11.97	521	433	–	(52.2)	(3.54)	(2.55)	NA	NM	NM	NM	NM
XBiotech, Inc.	XBIT	19.12	NM	NM	32.50	17.06	535	483	–	(24.8)	(0.90)	NM	NA	NM	NM	NM	NM
Zafgen, Inc.	ZFGN	32.56	(15.8%)	NM	55.36	16.01	876	649	–	(44.2)	(3.00)	(2.96)	NA	NM	NM	NM	NM
Median			(1.0%)	20.9%									7.93x	16.92x	28.68x	23.56x	1.37x
Cardiology Devices																	
ABIOMED, Inc.	ABMD	\$59.72	(1.8%)	161.9%	\$76.90	\$21.84	\$2,378	\$2,246	\$230.3	\$33.0	\$0.44	\$0.63	9.75x	NM	22.5x	95.2x	4.94x
AngioDynamics Inc.	ANGO	16.05	(13.7%)	12.0%	19.80	13.13	576	704	356.2	53.3	0.14	0.59	1.98x	13.2x	NM	27.1x	1.81x
Bellerophon Therapeutics LLC	BLPH	9.28	(22.7%)	NM	12.92	8.01	120	57	0.0	(57.8)	(7.56)	(4.55)	NA	NM	NM	NM	NM
Boston Scientific Corporation	BSX	18.27	8.1%	42.4%	18.62	11.10	24,494	28,520	7,302.0	1,719.0	(0.09)	0.90	3.91x	16.6x	NM	20.3x	2.02x
Cardiovascular Systems Inc.	CSII	27.98	(25.8%)	(0.2%)	41.28	23.15	887	794	172.7	(31.8)	(1.07)	(1.10)	4.60x	NM	NM	NM	NM
CareDx, Inc	CDNA	4.82	(21.1%)	NM	10.89	4.60	57	34	28.6	(0.8)	0.10	(0.78)	1.18x	NM	NM	NM	NM
Edwards Lifesciences Corp.	EW	130.72	(1.7%)	61.0%	150.41	78.12	14,060	13,292	2,390.8	635.1	7.48	4.28	5.56x	20.9x	16.3x	30.6x	2.06x
Greatbatch, Inc.	GB	51.98	(2.2%)	11.3%	58.18	42.23	1,326	1,447	674.8	123.3	2.14	2.63	2.14x	11.7x	27.8x	19.8x	1.80x
Heartware International Inc.	HTWR	73.77	(13.4%)	(18.2%)	95.59	69.05	1,273	1,217	282.0	(1.4)	(1.14)	(1.95)	4.32x	NM	NM	NM	NM
LeMaitre Vascular, Inc.	LMAT	10.14	33.1%	34.7%	11.00	6.48	178	161	72.6	12.7	0.23	0.29	2.22x	12.7x	32.4x	35.5x	2.53x
Lombard Medical, Inc.	EVAR	4.99	(11.7%)	(35.9%)	7.97	3.55	81	38	14.6	(36.1)	(2.39)	(2.28)	2.62x	NM	NM	NM	NM
Medtronic plc	MDT	76.32	(1.6%)	25.1%	79.50	58.32	108,761	106,500	20,261.0	6,501.0	3.11	4.37	5.26x	16.4x	24.5x	17.4x	2.18x
Neovasc Inc.	NVC	6.74	(31.2%)	4.6%	10.20	4.00	449	368	11.8	(19.6)	(0.31)	(0.29)	NM	NM	NM	NM	NM
REVA Medical, Inc.	RVA	0.39	(5.8%)	154.1%	0.44	0.08	131	159	0.0	(18.3)	(0.15)	(0.08)	NA	NM	NM	NM	NM
St. Jude Medical Inc.	STJ	73.75	10.6%	13.6%	75.73	54.80	20,659	23,476	5,604.0	1,770.0	3.46	3.95	4.19x	13.3x	21.0x	18.7x	1.71x
Stereotaxis Inc.	STXS	1.76	(25.7%)	(50.8%)	3.77	1.32	37	51	36.2	(3.9)	(0.26)	NM	1.40x	NM	NM	NM	NM
Sunshine Heart Inc.	SSH	4.37	(24.0%)	(19.1%)	6.90	3.49	80	49	0.3	(26.1)	(1.51)	(1.58)	NM	NM	NM	NM	NM
Thoratec Corp.	THOR	45.39	11.5%	37.0%	45.98	22.50	2,460	2,220	473.2	77.4	0.89	1.25	4.69x	28.7x	59.1x	36.2x	4.11x
TriVascular Technologies, Inc.	TRIV	5.45	(46.9%)	(65.9%)	17.99	5.29	111	101	32.8	(50.4)	(3.95)	(2.91)	3.07x	NM	NM	NM	NM
Median			(11.7%)	12.0%									3.91x	14.8x	24.5x	27.1x	2.06x

Source: Capital IQ as of May 31, 2015; For definitions, see page 19

Healthcare Sector Update

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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	\$159.08	(5.7%)	11.6%	\$170.50	\$130.60	\$100,911	\$104,728	\$31,568.0	\$8,546.0	\$7.49	\$7.94	3.32x	12.3x	21.1x	20.0x	2.08x
Agilent Technologies Inc.	A	41.19	(2.4%)	(27.7%)	59.58	37.68	13,832	13,294	6,974.0	1,221.0	1.43	1.75	1.91x	10.9x	26.2x	23.5x	1.92x
Becton, Dickinson and Company	BDX	140.51	(4.2%)	19.4%	149.98	112.15	29,421	41,291	8,448.0	2,170.0	5.82	7.49	4.89x	19.0x	25.8x	18.8x	1.70x
Johnson & Johnson	JNJ	100.14	(2.3%)	(1.3%)	109.49	95.10	277,693	265,357	73,590.0	24,614.0	5.70	6.15	3.61x	10.8x	17.9x	16.3x	3.01x
Kimberly-Clark Corporation	KMB	108.86	(0.7%)	(3.1%)	119.01	103.50	39,636	47,071	19,528.0	4,413.0	3.91	5.73	2.41x	10.7x	27.8x	19.0x	3.08x
Median			(2.4%)	(1.3%)									3.32x	10.9x	25.8x	19.0x	2.08x
Dental Devices																	
COLTENE Holding AG	CLTN	\$84.30	20.0%	32.5%	\$89.54	\$52.98	\$356	\$358	\$163.5	\$27.7	\$3.73	\$4.11	2.19x	13.0x	21.5x	20.5x	1.71x
DENTSPLY International Inc.	XRAY	52.04	(1.8%)	10.0%	56.25	43.83	7,275	8,504	2,848.8	578.8	2.24	2.56	2.99x	14.7x	23.7x	20.3x	2.08x
Nobel Biocare Holding AG	NOBN	17.96	0.2%	20.3%	19.55	13.78	2,200	2,077	714.6	125.5	0.52	0.57	2.91x	16.5x	32.4x	31.5x	1.88x
Orthofix International N.V.	OFIX	32.77	1.0%	3.4%	38.94	26.96	615	585	392.0	31.6	(0.20)	0.32	1.49x	18.5x	NM	NM	NM
Osstem Implant Co., Ltd.	A048260	49.19	18.1%	90.2%	52.07	21.81	703	700	220.5	31.0	1.01	1.50	3.17x	22.6x	49.1x	32.7x	NM
Sirona Dental Systems Inc.	SIRO	98.72	8.7%	31.2%	99.97	74.38	5,484	5,165	1,140.0	267.2	3.16	4.10	4.53x	19.3x	31.4x	24.1x	1.86x
Straumann Holding AG	STMN	264.28	(4.1%)	18.8%	296.18	203.46	4,139	3,861	715.0	172.6	10.10	9.39	5.40x	22.4x	24.9x	28.1x	2.68x
Tornier N.V.	TRNX	26.58	8.8%	23.6%	28.53	19.28	1,302	1,361	344.0	24.8	(0.60)	(0.43)	3.96x	NM	NM	NM	NM
Median			4.9%	21.9%									3.08x	18.5x	28.2x	26.1x	1.88x
Orthopedics Devices																	
Exactech Inc.	EXAC	\$21.38	(8.4%)	(8.2%)	\$26.52	\$19.87	\$299	\$310	\$246.5	\$44.4	\$1.18	\$1.20	1.26x	7.0x	18.3x	17.8x	1.53x
NuVasive, Inc.	NUVA	50.55	10.5%	51.6%	51.25	32.04	2,444	2,528	777.3	137.1	(0.36)	1.12	3.25x	18.4x	73.7x	45.0x	6.21x
Stryker Corporation	SYK	96.13	1.5%	13.8%	98.24	77.87	36,376	35,580	9,749.0	2,602.0	1.34	5.03	3.65x	13.7x	55.2x	19.1x	2.27x
Wright Medical Group Inc.	WMGI	27.40	11.2%	(9.9%)	32.65	23.56	1,394	1,478	301.4	(47.2)	(4.83)	(1.72)	4.90x	NM	NM	NM	NM
Zimmer Holdings, Inc.	ZMH	114.09	(5.2%)	9.3%	121.84	94.73	19,441	19,222	4,646.2	1,801.1	4.19	6.59	4.14x	10.7x	29.1x	17.3x	1.77x
Median			1.5%	9.3%									3.65x	12.2x	42.2x	18.4x	2.02x
Diagnostic Imaging Devices																	
Analogic Corporation	ALOG	\$84.61	(2.4%)	23.8%	\$92.31	\$63.28	\$1,050	\$934	\$527.8	\$64.3	\$2.56	\$4.10	1.77x	14.5x	33.0x	20.7x	1.53x
Digirad Corporation	DRAD	4.03	(5.6%)	14.2%	5.48	3.11	78	57	56.5	5.4	0.13	NM	1.00x	10.6x	22.5x	NM	NM
Fonar Corp.	FONR	10.85	(18.7%)	(16.2%)	14.44	9.32	67	83	81.6	15.6	1.70	NM	1.01x	5.3x	6.2x	NM	NM
Hologic Inc.	HOLX	35.77	10.5%	46.4%	35.93	22.70	10,050	13,319	2,579.7	932.2	0.18	1.63	5.16x	14.3x	87.9x	22.0x	2.48x
Median			(4.0%)	19.0%									1.39x	12.4x	27.8x	21.3x	2.00x

Source: Capital IQ as of May 31, 2015; For definitions, see page 19

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(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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	\$51.56	7.6%	29.9%	\$55.29	\$38.85	\$2,921	\$3,385	\$1,817.2	\$272.1	\$1.03	\$2.62	1.86x	12.4x	33.7x	19.7x	1.56x
Invacare Corporation	IVC	21.73	14.5%	31.7%	21.98	11.65	703	706	1,254.7	1.5	(2.15)	(0.42)	0.56x	NM	NM	NM	NM
Prism Medical Ltd.	PM	8.07	(3.1%)	14.9%	9.51	5.84	40	49	37.2	2.0	2.55	0.48	1.31x	24.5x	3.0x	16.8x	NM
ReWalk Robotics Ltd.	RWLK	12.60	(26.6%)	NM	43.71	10.35	151	114	4.1	(21.8)	(6.34)	(1.64)	27.52x	NM	NM	NM	NM
Median			2.3%	29.9%									1.59x	18.5x	18.3x	18.3x	1.56x
Infection Prevention Devices																	
Cantel Medical Corp.	CMN	\$46.56	2.6%	34.0%	\$49.66	\$33.36	\$1,933	\$2,005	\$519.6	\$99.4	\$1.04	\$1.36	3.86x	20.2x	44.8x	34.2x	1.90x
Steris Corp.	STE	66.83	3.6%	24.9%	71.39	49.78	3,991	4,449	1,842.3	343.3	2.21	3.25	2.41x	13.0x	29.7x	20.6x	1.76x
Median			3.1%	29.4%									3.14x	16.6x	37.2x	27.4x	1.83x
Neural Implant Devices																	
Cyberonics Inc.	CYBX	\$64.01	(6.6%)	5.3%	\$76.48	\$48.19	\$1,664	\$1,521	\$291.6	\$104.6	\$2.45	\$2.61	5.22x	14.5x	26.1x	24.5x	1.27x
Integra LifeSciences Holdings Corporation	IART	67.17	11.9%	49.4%	69.03	44.11	2,212	2,750	946.9	199.4	1.03	3.24	2.90x	13.8x	55.6x	20.8x	1.96x
Median			2.7%	27.4%									4.06x	14.2x	40.8x	22.6x	1.62x
Ophthalmology Devices																	
IRIDEX Corporation	IRIX	\$8.38	(21.3%)	(4.1%)	\$11.28	\$6.41	\$84	\$71	\$43.0	\$2.8	\$0.97	NM	1.65x	25.2x	8.8x	NM	NM
Lumenis Ltd.	LMNS	12.17	4.8%	37.5%	12.45	8.19	438	384	292.4	29.4	0.36	0.63	1.31x	13.1x	25.3x	19.4x	0.69x
Opt Sciences Corporation	OPST	20.50	16.3%	23.9%	20.50	15.71	16	4	7.5	1.7	1.62	NM	0.55x	2.4x	12.6x	NM	NM
Presbia PLC	LENS	8.22	17.8%	NM	9.30	0.00	110	74	0.2	(15.5)	(1.71)	(1.18)	NM	NM	NM	NM	NM
Second Sight Medical Products, Inc.	EYES	14.40	(10.9%)	NM	24.02	8.05	510	480	4.4	(21.4)	(1.41)	NM	NM	NM	NM	NM	NM
The Cooper Companies Inc.	COO	181.77	10.9%	40.9%	190.00	127.62	8,777	10,173	1,780.3	529.3	5.29	7.78	5.71x	19.2x	34.4x	23.4x	1.52x
Median			7.8%	30.7%									1.48x	16.1x	19.0x	21.4x	1.11x
Surgical Devices																	
Alphatec Holdings, Inc.	ATEC	\$1.35	(6.9%)	(10.0%)	\$1.92	\$1.23	\$135	\$226	\$206.5	\$25.8	(\$0.16)	(\$0.06)	1.10x	8.8x	NM	NM	NM
Avinger, Inc.	AVGR	11.68	2.5%	NM	14.42	9.35	143	103	11.2	(26.7)	(132.63)	(3.78)	9.22x	NM	NM	NM	NM
Bovie Medical Corporation	BVX	2.89	(14.5%)	(37.4%)	5.00	2.20	69	57	27.3	(7.3)	(1.03)	(0.34)	2.07x	NM	17.4x	NM	NM
CONMED Corporation	CNMD	55.54	8.3%	23.7%	56.33	35.85	1,533	1,725	730.5	126.0	1.16	1.85	2.36x	13.7x	51.4x	30.0x	1.87x
Entellus Medical, Inc.	ENTL	23.35	7.4%	NM	28.81	19.00	437	379	52.1	(5.8)	(4.62)	(0.99)	7.26x	NM	NM	NM	NM
Intuitive Surgical, Inc.	ISRG	487.75	(2.5%)	31.9%	559.04	366.19	17,977	16,615	2,183.4	718.4	11.11	16.59	7.61x	23.1x	38.6x	29.4x	2.16x
Median			0.0%	6.8%									4.81x	13.7x	38.6x	29.69x	2.02x

Source: Capital IQ as of May 31, 2015; For definitions, see page 19

Healthcare Sector Update

(\$ in millions, except per share amounts)

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			3 mo	12 mo	High	Low			Rev	EBITDA	2014	2015E	Rev	EBITDA	LTM	2015E	
Diversified Medical Devices																	
Abaxis, Inc.	ABAX	\$53.11	(12.8%)	28.5%	\$66.89	\$40.96	\$1,197	\$1,064	\$202.6	\$41.8	\$0.87	\$1.09	5.25x	25.5x	58.4x	48.9x	2.67x
AtriCure, Inc.	ATRC	22.94	29.8%	38.9%	23.03	13.19	651	595	111.9	(16.2)	(0.61)	(0.81)	5.32x	NM	NM	NM	NM
Baxter International Inc.	BAX	66.61	(3.7%)	(10.5%)	77.31	65.95	36,205	43,766	16,587.0	4,173.0	3.56	3.95	2.64x	10.5x	19.6x	16.8x	1.98x
Capnia, Inc.	CAPN	4.35	(31.0%)	NM	9.90	1.02	33	23	0.0	(6.9)	(10.42)	(0.76)	NM	NM	NM	NM	NM
CR Bard Inc.	BCR	170.32	0.7%	15.2%	180.94	135.80	12,646	13,277	3,344.0	1,005.8	3.76	8.02	3.97x	13.2x	46.2x	21.2x	1.97x
CryoLife Inc.	CRY	10.71	2.2%	21.3%	12.29	8.40	303	271	142.7	11.7	0.25	(0.00)	1.90x	23.1x	52.3x	NM	NM
Hospira Inc.	HSP	88.42	1.0%	79.8%	88.57	46.56	15,277	16,387	4,587.8	805.6	1.95	3.25	3.57x	20.3x	44.7x	27.2x	2.13x
HTG Molecular Diagnostics, Inc.	HTGM	14.35	NM	NM	14.89	12.77	107	170	3.5	(13.6)	(175.03)	NM	NM	NM	NM	NM	NM
IDEXX Laboratories, Inc.	IDXX	135.60	(13.5%)	5.5%	168.51	113.49	6,346	7,074	1,508.1	324.7	3.58	4.17	4.69x	21.8x	37.0x	32.5x	2.27x
InfuSystem Holdings, Inc.	INFU	3.17	20.1%	13.2%	4.50	2.43	71	101	61.1	16.5	0.15	NM	1.66x	6.2x	31.5x	NM	NM
Masimo Corporation	MASI	35.10	19.1%	42.5%	36.24	19.30	1,834	1,825	594.6	111.7	1.30	1.35	3.07x	16.3x	27.3x	26.0x	1.57x
Medovex Corp.	MDVX	3.70	(17.8%)	NM	5.80	3.11	40	35	0.0	(3.8)	(0.37)	NM	NA	NM	NM	NM	NM
Misonix, Inc.	MSON	10.90	(12.3%)	76.9%	14.90	5.92	84	75	21.0	(0.3)	0.36	NM	3.57x	NM	30.9x	NM	NM
Natus Medical Inc.	BABY	39.06	9.1%	58.5%	42.96	23.40	1,263	1,196	359.6	66.1	1.00	1.49	3.33x	18.1x	37.2x	26.2x	1.41x
Nevro Corp.	NVRO	50.83	21.5%	NM	58.87	24.35	1,266	1,126	35.6	(33.3)	(6.94)	(3.09)	NM	NM	NM	NM	NM
OpGen, Inc.	OPGN	3.99	NM	NM	5.44	3.12	43	50	4.1	(5.0)	(1.20)	NM	12.07x	NM	NM	NM	NM
PhotoMedex, Inc.	PHMD	1.71	(5.0%)	(86.4%)	13.00	1.01	38	72	141.6	(15.8)	(3.26)	(1.48)	0.51x	NM	NM	NM	NM
ResMed Inc.	RMD	58.82	(8.6%)	17.5%	75.33	45.58	8,289	7,883	1,641.1	489.6	2.46	2.56	4.80x	16.1x	23.8x	23.0x	1.80x
Sientra, Inc.	SIEN	22.53	22.6%	NM	22.73	12.53	336	268	46.9	(6.6)	(2.28)	(1.19)	5.71x	NM	NM	NM	NM
SurModics, Inc.	SRDX	24.68	2.6%	15.3%	27.36	18.00	321	272	58.6	22.5	0.89	0.84	4.64x	12.1x	26.3x	29.5x	1.97x
Teleflex Incorporated	TFX	128.74	5.8%	20.7%	130.25	101.95	5,346	6,142	1,817.7	417.6	4.10	6.24	3.38x	14.7x	31.0x	20.6x	1.86x
Varian Medical Systems, Inc.	VAR	86.60	(6.9%)	5.0%	96.67	76.73	8,642	8,227	3,057.1	655.9	3.84	4.40	2.69x	12.5x	21.6x	19.7x	2.12x
Median			0.9%	19.1%									3.57x	16.1x	31.3x	26.0x	1.97x
Life Science Conglomerates																	
Illumina Inc.	ILMN	\$206.08	5.4%	30.2%	\$213.33	\$145.12	\$29,696	\$29,631	\$1,979.1	\$686.0	\$2.37	\$3.43	14.97x	43.2x	71.2x	60.1x	2.86x
PerkinElmer Inc.	PKI	52.73	12.2%	17.3%	53.67	38.96	5,969	6,816	2,233.5	347.8	1.42	2.59	3.05x	19.6x	35.9x	20.4x	1.91x
Thermo Fisher Scientific, Inc.	TMO	129.63	(0.3%)	10.9%	139.03	107.33	51,600	65,597	16,904.9	4,040.4	4.71	7.33	3.88x	16.2x	30.1x	17.7x	1.52x
Median			5.4%	17.3%									3.88x	19.6x	35.9x	20.4x	1.91x
Lab Instrumentation & Devices																	
Bruker Corporation	BRKR	\$19.84	4.3%	(5.3%)	\$24.93	\$17.26	\$3,343	\$3,211	\$1,738.7	\$221.9	\$0.33	\$0.75	1.85x	14.5x	62.0x	26.3x	1.96x
Great Basin Scientific, Inc.	GBSN	3.33	18.9%	NM	9.08	1.48	21	5	1.7	(12.3)	(17.32)	NM	2.67x	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	\$5.60	2.6%	35.9%	\$6.84	\$3.68	\$187	\$201	\$108.5	\$8.3	\$0.07	\$0.23	1.85x	24.2x	NM	24.3x	NM
Waters Corporation	WAT	133.62	11.0%	33.4%	135.90	93.56	11,049	10,426	2,019.2	665.7	5.07	5.77	5.16x	15.7x	24.7x	23.2x	2.43x
Median			7.6%	33.4%									2.26x	15.7x	43.4x	24.3x	2.20x
Lab Equipment																	
Kewaunee Scientific Corp.	KEQU	\$16.65	(8.5%)	2.5%	\$19.00	\$15.30	\$44	\$46	\$115.6	\$8.3	\$1.47	NM	0.39x	5.5x	11.3x	NM	NM
Mettler-Toledo International Inc.	MTD	324.68	3.3%	32.5%	338.49	228.30	9,081	9,529	2,471.1	523.9	11.44	12.86	3.86x	18.2x	27.7x	25.3x	1.92x
Median			(2.6%)	17.5%									2.13x	11.8x	19.5x	25.3x	1.92x
Life Science Consumables																	
Affymetrix Inc.	AFFX	\$11.73	0.3%	42.0%	\$13.11	\$7.00	\$907	\$930	\$354.8	\$42.4	(\$0.05)	\$0.34	2.62x	21.9x	79.4x	34.3x	2.37x
Bio-Rad Laboratories, Inc.	BIO	144.37	13.5%	19.6%	147.62	102.71	4,217	3,942	2,138.5	314.4	3.05	3.45	1.84x	12.5x	42.1x	41.8x	4.18x
Cambrex Corporation.	CBM	40.02	16.8%	86.2%	44.22	15.76	1,253	1,245	385.8	92.0	1.84	1.71	3.23x	13.5x	19.5x	23.4x	1.38x
Luminex Corporation	LMNX	16.77	6.5%	(1.3%)	21.69	15.05	723	628	228.2	45.4	0.93	0.59	2.75x	13.8x	17.3x	28.5x	0.95x
Bio-Techne Corp.	TECH	101.25	3.8%	15.3%	103.56	85.96	3,762	3,757	426.6	190.6	3.12	3.52	8.81x	19.7x	34.7x	28.8x	2.30x
VWR Corporation	VWR	27.27	11.1%	NM	28.83	20.60	3,582	5,547	4,348.3	452.6	2.49	1.47	1.28x	12.3x	11.9x	18.5x	1.71x
Median			8.8%	19.6%									2.69x	13.7x	27.1x	28.7x	2.00x
Large-Cap Pharmaceuticals																	
AbbVie Inc.	ABBV	\$66.59	10.1%	22.6%	\$70.76	\$51.37	\$105,943	\$113,351	\$20,437.0	\$7,163.0	\$1.10	\$4.26	5.55x	15.8x	59.5x	15.6x	1.24x
Bristol-Myers Squibb Company	BMJ	64.60	6.0%	29.9%	69.86	46.30	107,687	107,715	16,109.0	4,313.0	1.20	1.75	6.69x	25.0x	47.8x	36.8x	2.37x
Eli Lilly and Company	LLY	78.90	12.4%	31.8%	79.55	58.50	83,683	87,789	19,577.2	4,802.9	2.23	3.15	4.48x	18.3x	38.5x	25.1x	2.68x
Merck & Co. Inc.	MRK	60.89	4.0%	5.2%	63.62	52.49	172,028	186,827	41,398.0	14,675.0	4.07	3.44	4.51x	12.7x	15.8x	17.7x	2.42x
Pfizer Inc.	PFE	34.75	1.3%	17.3%	35.53	27.51	213,979	222,578	49,116.0	20,277.0	1.41	2.06	4.53x	11.0x	24.1x	16.9x	4.30x
Valeant Pharmaceuticals International, Inc.	VRX	237.14	20.5%	80.9%	246.47	92.80	81,216	105,783	8,562.2	4,094.3	2.67	11.17	12.35x	25.8x	79.9x	21.2x	0.94x
Median			8.1%	26.2%									5.04x	17.1x	43.1x	19.5x	2.39x
Pharmaceuticals																	
Adaptimmune Therapeutics plc	ADAP	\$15.43	NM	NM	\$17.69	\$14.00	\$1,266	\$1,139	\$4.4	(\$15.3)	(\$1.67)	NM	NM	NM	NM	NM	NM
Akorn, Inc.	AKRX	45.90	(14.7%)	64.1%	57.10	27.09	5,252	6,299	593.1	208.3	0.34	1.95	10.62x	30.2x	NM	23.5x	1.13x
Amphastar Pharmaceuticals, Inc.	AMPH	15.34	9.6%	NM	16.28	8.32	686	666	221.5	(8.7)	(0.26)	(0.27)	3.01x	NM	NM	NM	NM
Aratana Therapeutics, Inc.	PETX	13.57	(29.5%)	(3.5%)	20.63	9.20	474	401	0.7	(41.3)	(1.30)	(1.53)	NM	NM	NM	NM	NM
Auris Medical Holding AG	EARS	4.50	(18.2%)	NM	7.58	3.30	154	103	0.0	(24.1)	(0.66)	(1.01)	NA	NM	NM	NM	NM
BioDelivery Sciences International, Inc.	BDSI	8.52	(43.2%)	(11.0%)	18.48	7.28	446	393	31.3	(46.1)	(1.12)	(0.20)	12.56x	NM	NM	NM	NM
BioSynt Inc.	RX	6.00	(31.1%)	(4.9%)	10.26	5.23	83	78	10.3	3.9	0.19	0.22	7.54x	20.1x	30.0x	26.8x	NM
Blueprint Medicines Corporation	BPMC	28.69	NM	NM	32.81	18.00	697	774	0.0	(39.1)	(32.42)	(1.83)	NA	NM	NM	NM	NM
Carbylan Therapeutics, Inc.	CBYL	7.49	NM	NM	8.77	4.68	196	243	0.0	(14.6)	(1.46)	(1.16)	NM	NM	NM	NM	NM
Catalent, Inc.	CTLT	31.96	14.3%	NM	32.11	19.34	3,972	5,742	1,840.3	433.5	0.64	1.72	3.12x	13.2x	40.8x	18.6x	2.05x

Source: Capital IQ as of May 31, 2015; For definitions, see page 19

(\$ in millions, except per share amounts)

Company Name	Ticker	Price 5/31/15	% 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.)																	
Cidara Therapeutics, Inc.	CDTX	\$15.69	NM	NM	\$17.21	\$13.34	\$212	\$228	\$0.0	\$0.0	(\$3.88)	(\$4.44)	NA	NA	NM	NM	NM
Cipher Pharmaceuticals Inc.	CPH	9.83	(13.9%)	35.1%	15.62	6.14	255	217	26.5	16.8	0.68	0.29	8.18x	12.9x	16.2x	33.5x	NM
Collegium Pharmaceutical, Inc.	COLL	17.00	NM	NM	17.98	0.00	351	363	0.0	(17.5)	(2.84)	NM	NA	NM	NM	NM	NM
CoLucid Pharmaceuticals, Inc	CLCD	8.68	NM	NM	9.00	7.56	131	182	0.0	(2.3)	(0.31)	NM	NA	NM	NM	NM	NM
Cumberland Pharmaceuticals, Inc.	CPIX	6.76	10.3%	48.6%	7.09	4.36	114	61	37.5	4.9	0.14	NM	1.62x	12.4x	54.7x	NM	NM
Dermira, Inc.	DERM	15.00	(10.3%)	NM	22.94	12.68	370	250	7.3	(37.4)	(4.96)	(3.26)	NM	NM	NM	NM	NM
DURECT Corporation	DRRX	2.60	147.6%	89.8%	2.72	0.68	311	302	17.9	(21.2)	(0.20)	(0.24)	16.87x	NM	NM	NM	NM
Endo International plc	ENDP	83.76	(2.1%)	18.7%	96.58	57.14	14,972	20,141	3,120.5	742.8	(4.95)	4.54	6.45x	27.1x	NM	18.4x	1.57x
Flex Pharma, Inc.	FLKS	17.85	2.7%	NM	24.82	12.55	320	210	0.0	0.0	(5.48)	(1.70)	NA	NA	NM	NM	NM
Foamix Pharmaceuticals Ltd.	FOMX	12.49	39.4%	NM	14.00	4.75	376	335	4.5	(5.1)	(0.79)	(0.75)	NM	NM	NM	NM	NM
Heska Corporation	HSKA	31.70	47.4%	193.2%	32.98	10.38	206	218	91.9	8.0	0.41	0.48	2.38x	27.2x	68.5x	66.0x	2.68x
Impax Laboratories Inc.	IPXL	47.01	16.7%	69.3%	52.10	22.12	3,380	3,634	620.4	123.5	0.81	1.44	5.86x	29.4x	74.0x	32.6x	1.33x
Inotek Pharmaceuticals Corporation	ITEK	5.85	(2.8%)	NM	6.20	4.68	96	51	0.0	0.0	(13.52)	(1.67)	NA	NA	NM	NM	NM
Jaguar Animal Health, Inc.	JAGX	6.73	NM	NM	7.06	6.50	55	53	0.0	0.0	(2.02)	NM	NA	NA	NM	NM	NM
KemPharm, Inc.	KMPH	12.32	NM	NM	12.85	10.90	175	226	0.0	(17.9)	(3.13)	(2.07)	NA	NM	NM	NM	NM
Kite Pharma, Inc.	KITE	55.15	(15.7%)	NM	89.21	21.00	2,375	1,946	2.9	(48.5)	(1.91)	(0.91)	NM	NM	NM	NM	NM
Lannett Company, Inc.	LCI	55.63	(10.8%)	33.1%	72.44	33.51	2,016	1,792	388.2	221.0	3.42	3.67	4.62x	8.1x	14.8x	15.2x	0.87x
Marinus Pharmaceuticals, Inc.	MRNS	8.11	(29.2%)	NM	16.60	5.49	115	77	0.0	(16.2)	(2.17)	(2.00)	NA	NM	NM	NM	NM
MediWound Ltd.	MDWD	5.86	(24.0%)	(50.7%)	12.75	4.60	125	65	0.3	(20.3)	(0.95)	(1.12)	NM	NM	NM	NM	NM
Merus Labs International Inc.	MSL	2.33	14.7%	53.2%	2.63	1.03	236	286	28.8	17.6	(0.09)	0.10	9.92x	16.2x	NM	24.3x	NM
Mylan N.V.	MYL	72.63	26.7%	45.7%	76.69	44.80	35,591	43,920	7,875.7	2,118.8	2.34	4.12	5.58x	20.7x	34.1x	17.6x	1.41x
NeuroDerm Ltd.	NDRM	13.64	(1.4%)	NM	19.07	5.67	232	193	0.0	(13.2)	(12.97)	(1.28)	NA	NM	NM	NM	NM
Radius Health, Inc.	RDUS	48.22	13.1%	NM	51.22	7.46	1,827	1,617	0.0	(63.8)	(4.04)	(2.16)	NA	NM	NM	NM	NM
Revance Therapeutics, Inc.	RVNC	25.60	59.5%	(18.7%)	34.20	14.02	613	460	0.3	(53.6)	(3.24)	(3.37)	NM	NM	NM	NM	NM
SciClone Pharmaceuticals, Inc.	SCLN	9.26	20.1%	84.1%	9.87	4.68	459	363	141.8	31.7	0.48	0.43	2.56x	11.5x	16.2x	21.5x	NM
SteadyMed Ltd.	STDY	8.42	NM	NM	11.14	0.00	114	66	0.0	(18.2)	(2.82)	(2.43)	NA	NM	NM	NM	NM
The Medicines Company	MDCO	28.36	(1.4%)	1.6%	32.44	19.92	1,878	1,833	673.7	(36.4)	(0.50)	0.19	2.72x	NM	NM	NM	NM
Tobira Therapeutics, Inc.	TBRA	13.14	NM	NM	16.60	10.70	229	332	0.0	(25.2)	(85.41)	(1.68)	NA	NM	NM	NM	NM
Viking Therapeutics, Inc.	VKTX	8.23	NM	NM	10.23	8.03	79	80	0.0	0.0	(5.08)	NM	NA	NA	NM	NM	NM
Vitae Pharmaceuticals, Inc.	VTAE	12.26	5.5%	NM	23.35	5.41	268	196	7.6	(23.2)	(3.61)	(1.77)	25.67x	NM	NM	NM	NM
Xenon Pharmaceuticals Inc.	XENE	13.80	(28.6%)	NM	23.50	9.21	196	121	27.4	9.6	3.28	(1.08)	4.42x	12.6x	11.3x	NM	NM
Zoetis Inc.	ZTS	49.77	8.0%	62.1%	49.96	30.65	24,883	27,996	4,790.0	1,348.0	1.16	1.65	5.84x	20.8x	42.2x	30.1x	2.45x
Zosano Pharma Corporation	ZSAN	8.70	(16.2%)	NM	12.40	8.00	104	63	1.5	(11.3)	(2.78)	(1.90)	NM	NM	NM	NM	NM
ZS Pharma, Inc.	ZSPH	58.50	18.3%	NM	62.52	25.51	1,462	1,213	0.0	(71.4)	(5.47)	(3.78)	NA	NM	NM	NM	NM
Median			(1.4%)	40.4%									5.84x	18.2x	34.1x	23.9x	1.49x

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 May 31, 2015

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