

Specialty

Orthopedics

Focus

Q2 2021 Acquisition Activity and Outlook

Orthopedic Platforms Continue to Form - Positioning for Market Share and Private Equity Recapitalization

The second quarter of 2021 delivered three reported orthopedic practice acquisitions, including the formation of Ortho Alliance New Jersey which included seven orthopedic practices in New Jersey joining to form the largest orthopedic group in the state. Ortho Alliance NJ is comprised of the following practices: Brielle Orthopedics, Orthopedic Institute of Central Jersey, Princeton Orthopedic Associates, Ridgewood Orthopedic Group, Shore Orthopedic University Associates, Union County Orthopedic Group, and University Orthopedic Associates.

While the summer months of Q3 often experience a seasonal decrease in M&A activity, we expect an uptick in orthopedic practice closings in the final three months of the year. With a potential capital gains increase on the horizon, both buyers and sellers will work hard to close deals in 2021.

Eric J. Yetter

Managing Director and
Healthcare Team Leader

(615) 477-4741

eric.yetter@focusbankers.com

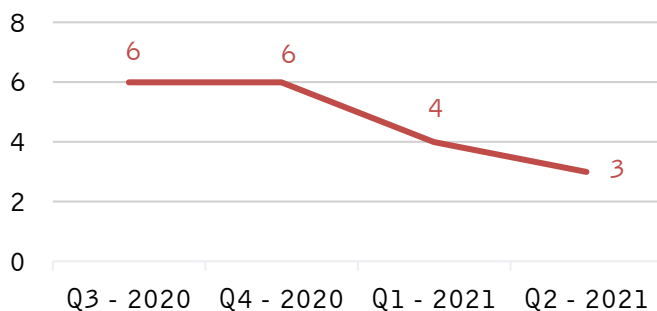
J. Andrew Snyder

Managing Director

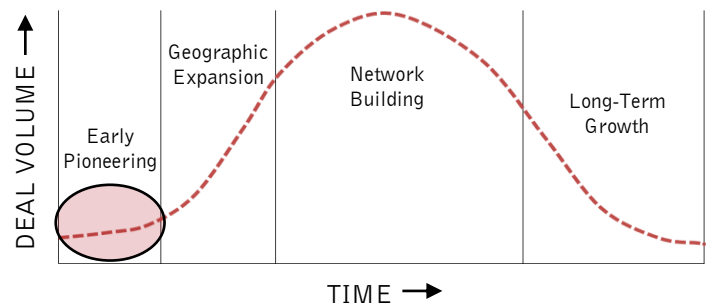
(615) 319-3233

andy.snyder@focusbankers.com

12-Month Quarterly Acquisition Trend



PE Consolidation Lifecycle Positioning



Notable Deals in the Q2 2021

Buyer	Practice	State	MDs	Date
Ortho Alliance NJ	Seven Independent Practices (Platform Formation)	NJ	100+	4/7/21
Morris Hospital & Healthcare Centers	Rezin Orthopedics & Sports Medicine	IL	5	6/1/21
Orthopedic Care Partners	Motion Orthopedics	MO	10	5/24/21

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