



Q1 2025 UPDATE

Behavioral Health Market Update

QUARTER 1 2025 UPDATE: BEHAVIORAL HEALTHCARE MARKET

Executive Summary

The behavioral healthcare sector demonstrated resilience and strategic evolution in the first quarter of 2025, even as macroeconomic headwinds, policy uncertainty, and operational pressures created a more complex operating environment. While optimism around innovation, demographic demand, and value-based care models remains strong, sector stakeholders must carefully navigate rising costs, regulatory volatility, and funding risks.

Key trends defining the quarter include the acceleration of technology adoption, intensifying M&A activity — particularly in mental health, addiction treatment, and IDD care — and emerging public policy risks, such as potential Medicaid cuts and federal grant reductions, that could reshape provider economics.

Sector Trends and Developments

Integrated Care Expansion - Moving Beyond Silos:

The integration of behavioral and physical health services continued to gain traction in Q1 2025. Certified Community Behavioral Health Clinics (CCBHCs) expanded rapidly, supported by new state-level funding initiatives and CMS pilot programs. These models deliver coordinated care addressing mental health, substance use disorders (SUD), and intellectual and developmental disabilities (IDD), enabling improved outcomes through a whole-person approach.

Large operators increasingly positioned themselves as integrated networks capable of managing comorbidities and complex patient populations. This dynamic is improving payer engagement and creating opportunities for enhanced reimbursement under value-based models.

Digital Health and AI Adoption: Beyond Telehealth:

While telehealth utilization normalized post-pandemic, investment into broader digital infrastructure accelerated. Providers invested heavily in:

- AI-powered diagnostic tools (e.g., Wysa's cognitive-behavioral therapy engine, AI triage tools integrated into EHRs).
- Remote patient monitoring devices for substance use disorder and severe mental illness populations.
- Integrated behavioral health apps combining therapeutic content, symptom tracking, and real-time care team alerts.

Notably, hybrid models combining virtual and in-person care became the dominant operational standard for outpatient behavioral health organizations, particularly in youth services and autism treatment settings.

Transition to Value-Based Care: From Pilot to Mandate:

The sector's shift from fee-for-service (FFS) to value-based reimbursement models picked up pace. In Q1:

- National payers expanded outcome-based contracts with outpatient mental health and SUD providers.
- Capitation models in youth mental health services expanded into new geographies.
- CMS expanded pilots bundling behavioral and physical health reimbursements in Medicaid managed care programs.

Providers capable of demonstrating measurable clinical outcomes, technology-enabled care coordination, and cost savings increasingly secured preferred network status.

Youth Mental Health Spotlight: Growing Crisis, Expanding Opportunity:

Concerns around youth mental health escalated following multiple studies linking excessive social media use with anxiety, depression, and suicidality among adolescents. School-based behavioral health services and pediatric-focused outpatient platforms saw surging demand.

Payers and government agencies responded by:

- Launching funding initiatives targeting school mental health services.
- Expanding covered benefits for autism therapies, including ABA, speech therapy, and occupational therapy.
- Supporting early intervention models leveraging telehealth for underserved rural populations.

Policy and Regulatory Developments:

Regulatory Reforms and Emerging Compliance Challenges

Recent federal initiatives aimed at reducing regulatory friction across healthcare sectors were cautiously welcomed by behavioral health providers. Key reforms included:

- Streamlining telehealth licensure across state lines. ^[1]
- Simplifying Medicaid documentation requirements for behavioral health.
- Expanding eligibility for Certified Community Behavioral Health Clinic (CCBHC) funding. ^[2]

However, these reforms also introduced uncertainty regarding enforcement priorities and long-term sustainability. Providers are advised to invest in upgraded compliance programs and regulatory intelligence capabilities to mitigate exposure.

Tariff Pressures on Equipment Costs

The Trump Administration's imposition of sweeping tariffs on imported medical devices, announced in April 2025, introduced new cost pressures for outpatient operators, autism therapy centers, and inpatient psychiatric facilities relying on foreign-made monitoring and diagnostic equipment. ^[3]

While the immediate impact was muted in Q1 financials, prolonged tariff regimes could:

- Increase in healthcare supply and pharmaceuticals costs by at least 15%. ^[4]
- Compress EBITDA margins for facilities heavily reliant on medical technology.
- Accelerate vertical integration as platforms seek to internalize supply chains.

M&A Activity and Investment Landscape:

Steady Consolidation Across Sub-Sectors

Behavioral health M&A activity remained robust through Q1 2025, despite rising interest rates and tighter credit markets. Strategic acquirers and private equity sponsors focused on platform expansion, service line diversification, and geographic footprint growth.

1. <https://www.healthwalliance.com/blog/cross-state-licensing-in-telehealth-challenges-solutions-and-opportunities>
2. <https://www.medicaid.gov/medicaid/financial-management/certified-community-behavioral-health-clinic-ccbhc-demonstration>
3. <https://www.cnbc.com/2025/04/16/medical-product-manufacturers-are-divided-over-trumps-tariffs.html>
4. <https://www.mcknightseniorliving.com/news/tariffs-expected-to-increase-healthcare-costs-by-15-percent-within-months-survey/>

Key transactions included:

Acquirer/Investor	Target Company	Sector Focus	Strategic Rationale
Oceans Healthcare	Haven Behavioral Healthcare 	Inpatient psychiatric hospitals	Expand inpatient bed capacity in underserved regions
Sevita	BrightSpring's Community Living (IDD Division) 	IDD and HCBS services	Strengthen leadership in IDD services, expand into new geographies
Devereux Advanced Behavioral Health	Strawberry Field 	Autism and IDD services	Broaden service continuum for complex needs populations
NeuroFlow	Quartet Health 	Digital behavioral health integration	Merge care navigation and value-based outcomes tracking
PAX Health	Harris Psychiatric Services 	Outpatient psychiatry	Add-on acquisition to expand outpatient and telepsychiatry footprint
Nautic Partners	Proud Moments ABA 	Autism services (ABA therapy)	Scale outcomes-driven autism platform across multiple states
Roper Technologies	Central Reach 	SaaS software for ABA therapy and autism/IDD care	Acquire a high-growth, mission-critical software platform to expand portfolio

Sevita's acquisition of BrightSpring's IDD platform was particularly significant. The deal positioned Sevita as the leading pure-play IDD provider nationally, expanding its presence in 15 additional states and bringing complementary HCBS capabilities into its portfolio. This reflects growing investor interest in platforms capable of managing value-based contracts for high-acuity IDD populations.

Venture Capital Momentum: Focused but Strong

Venture investment in behavioral health technology remained active but more disciplined compared to prior years. Startups offering validated clinical outcomes, interoperability with existing EHR systems, and direct payer relationships received the majority of funding.

Notable financing included:

	Wysa + April Health merger: Building a hybrid AI-human mental health platform.
	Newleos : \$93.5 million Series A to advance neuropsychiatric therapeutics.
	Frontera Health: \$32 million seed funding to launch AI-enabled autism care hubs.

Publicly Traded Behavioral Healthcare Companies

Selected Publicly Traded Behavioral Healthcare Companies														
Company Name	Ticker Symbol	Stock Price 3/31/2025	% Change Prior Quarter	% Change TTM	Price 52 Week High	Price 52 Week Low	Market Cap	EV	Diluted EPS	Price To Earnings	LTM Revenue	EBITDA	EV to EBITDA	EV to Revenue
Lifestance Health Group Inc	NAS:LFST	6.66	-9.63%	7.94%	8.61	4.64	2,561	2,892	(0.2)	N/A	1,251	39.9	72.5x	2.3x
Acadia Healthcare Company Inc	NAS: ACHC	30.32	-23.53%	-61.73%	82.41	27.61	2,817	4,943	2.8	10.9	3,154	607.8	8.1x	1.6x
Brightspring Health Services Inc	NAS:BTSG	18.09	6.22%	66.42%	24.82	9.98	3,165	6,013	(0.1)	N/A	11,266	398.1	15.1x	0.5x
Talkspace	NAS:TALK	2.56	-17.15%	-28.29%	4.36	1.60	431	313	0.0	256.0	188	(3.6)	N/A	1.7x
Average			-8.98%	4.21%					0.8	10.9			31.9x	1.5x
Source: © PitchBook Data, Inc. 2025														

Source: © PitchBook Data, Inc. 2025

Public Markets and Investor Sentiment

Despite broader economic uncertainty, behavioral health public equities posted generally positive performance in Q1 2025, though underlying risks are rising.

LifeStance Health Group (NASD: LFST)



LifeStance reported Q4 2024 revenue of \$325.5 million (+16% YoY), driven by a 12% expansion in its clinician base. Adjusted EBITDA grew 62% YoY. Leadership transitions, with former CFO Dave Bourdon ascending to CEO, were viewed positively as a signal of operational continuity and cost discipline.

Acadia Healthcare (NASD: ACHC)



Acadia's Q4 revenue rose 4.2% YoY to \$774.2 million. The company added 577 licensed beds in Q4 alone, emphasizing aggressive physical capacity expansion even amid higher construction and staffing costs. Concerns persist around margin pressure from rising labor costs.

BrightSpring Health Services (NASD: BTSG)

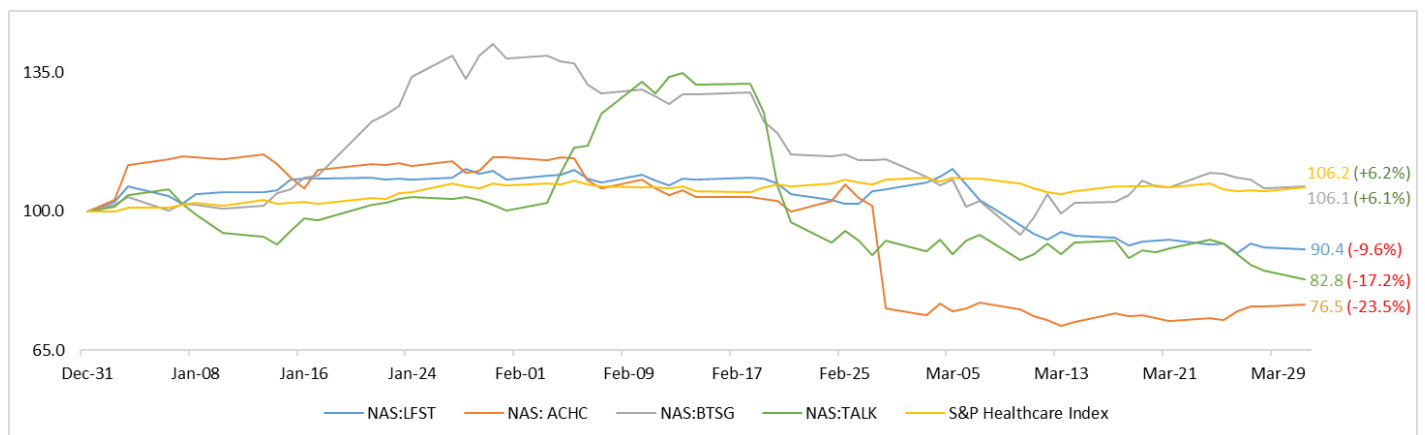


BrightSpring reported stellar Q4 results, with revenue rising 28.6% YoY to \$3.05 billion. However, after Sevita's acquisition of BrightSpring's IDD Community Living division, BrightSpring's revenue mix has tilted more heavily toward pharmacy services and personal care, raising questions about future margin stability.

Talkspace (NASD: TALK)



Talkspace posted modest but positive Q4 results. Total revenue rose 15% YoY, driven by 34% growth in payer revenue. Expansion into the Arizona Medicare market was notable, as seniors represent an increasingly underserved population in behavioral health teletherapy.



Behavioral Companies Stock Performance

Public Policy Risks: Dark Clouds on the Horizon:

Medicaid Cuts and Behavioral Health Vulnerabilities

Perhaps the most significant emerging risk is proposed federal Medicaid reductions. The U.S. House budget framework passed in February 2025 directs \$880 billion in Medicaid cuts over 10 years ^[5]. Behavioral health and IDD providers would be disproportionately affected because:

- Medicaid is the primary payer for community mental health centers, IDD residential programs, and outpatient SUD treatment.
- Home and Community-Based Services (HCBS) programs — critical for IDD and SMI (serious mental illness) populations — would face funding instability.
- Providers already reporting 90% staffing shortages and multi-year waitlists could face existential threats.

Federal Grant Claw backs

Separately, the Trump Administration revoked \$11 billion in previously allocated federal health grants for mental health and addiction services in early April 2025, triggering lawsuits from 23 states. ^[6]

Immediate consequences included:

- Closure of Wisconsin's Uplift Helpline, eliminating critical non-crisis peer support services.
- Increased emergency room utilization and psychiatric hospitalizations.
- Disruption of suicide prevention and community-based crisis stabilization programs.

Tariffs and Supply Chain Risks

Healthcare providers now face rising costs for basic medical supplies and behavioral health technology platforms (telepsychiatry tablets, remote monitoring devices). ^[7]

This will:

- Compress already-thin outpatient operating margins.
- Delay expansion projects dependent on imported materials.
- Force providers to consider domestic sourcing or bulk purchasing, changing traditional procurement models.

Sector Outlook for the Remainder of 2025

While behavioral health fundamentals remain strong — driven by demand growth, technological innovation, and payer focus on value — the sector faces complex and compounding risks:

- Margin Compression: Labor costs + tariffs = tighter EBITDA margins.
- Funding Volatility: Medicaid cuts and grant revocations = revenue uncertainty.
- Policy Risk Premiums: Investors increasingly demand higher returns to compensate for regulatory instability.

Still, for well-capitalized, outcomes-focused platforms, 2025 offers significant opportunity. The strongest performers will be those who:

- Deepen payer relationships through proven clinical outcomes.
- Invest in operational efficiency (including AI-based automation).
- Diversify revenue across multiple funding streams (commercial, Medicaid, self-pay).

Strategic acquisitions — particularly distressed asset purchases — could offer outsized returns for buyers willing to navigate near-term turbulence.

5. <https://www.kff.org/medicaid/issue-brief/putting-880-billion-in-potential-federal-medicaid-cuts-in-context-of-state-budgets-and-coverage/>

6. <https://www.reuters.com/legal/democratic-led-states-sue-us-health-secretary-2025-04-01/>

7. <https://healthcarelifesciences.bakermckenzie.com/2025/03/13/the-impact-of-tariffs-on-the-life-sciences-industry/>

SELECTED PRIVATE EQUITY ADD-ON TRANSACTIONS (PAST 12 MONTHS)

Companies	HQ	Company Website	Private Equity Owner	Summary
Hands of Heartland Add-on: Brighter Day	Bellevue, NE Tulsa, OK	www.handssofheartland.com www.brighterdayinc.com	Evolve Capita	Rehabilitation services for disabled individuals Adult developmental disability care homes
Beacon Specialized Living Services Add-on: Community Concepts Add-on: Total Care Group	Kalamazoo, MI Dumfries, VA Port Washington, WI	www.beaconspecialized.org www.comconinc.net www.tcghomes.net	Vistria Group	Intellectual and developmental disabilities services Residential and day support programs Specialized care center
Fox Rehabilitation Add-on: Ageility	Cherry Hill, NJ Newton, MA	www.foxrehab.org www.ageility.com	Blue Wolf Capital Partners, Constitution Capital Partners, Leavitt Equity Partners	Proactive rehabilitation services Physical, occupational therapy
NeuroFlow Add-on: Owl	Philadelphia, PA Portland, OR	www.neuroflow.com www.owl.health	Concord Health Partners (+ multiple investors)	Mental health programs digital platform Clinical care and efficiency platform
Premier Biotech Add-on: Desert Tox	Minneapolis, MN Scottsdale, AZ	www.premierbiotech.com www.deserttox.com	Align Capital Partners	Drug testing device manufacturer Substance abuse testing lab
Versaterm Add-on: Mindbase (Seattle)	Ottawa, Canada Logan, UT	www.versaterm.com www.getmindbase.com	Banneker Partners	Public safety software developer Mental health and wellness platform
LifePoint Health	Brentwood, TN	www.lifepointhealth.net	Apollo Global Management, ATP Private Equity Partners, Pantheon International	Comprehensive healthcare services expanding in behavioral healthcare with specialized hospitals
Eventus Wholehealth Add-on: Premier Geriatric Solutions	Concord, NC Roanoke, VA	eventuswholehealth.com www.premiergeriatric.com	Balance Point Capital, Enhanced Healthcare Partners, Leavitt Equity Partner	Holistic healthcare services Medical, behavioral health and psychiatric
Pax Health Add-on: Behavioral Medicine Associates Add-on: Reservoir Health	Red Bank, NJ Great Neck, NY Marlton, NJ	www.paxhealth.net www.behavemed.com www.myreservoirhealth.com	Hamilton Lane, HCAP Partners	Independent psychiatric examinations Behavioral health services Independent psychiatric examinations
Hightop Health Add-on: Roots Behavioral Health Add-on: Psych Atlanta	Dallas, TX Austin, TX Marietta, GA	www.hightophealth.com www.rootsbehavioralhealth.com www.psychatlanta.com	JLL Partners, SV Health Investors	Clinician-centric outpatient mental health platform Behavioral healthcare clinic Outpatient psychiatric practice
Beacon Behavioral Hospital Add-on: Tampa Neuropsychiatry Add-on: Arkansas Psychiatric Clinic Add-on: Holiner Psychiatric Group Add-on: Memorial Park Psychiatry Add-on: Precise Clinical Neuroscience Add-on: Right Track Medical Group Add-on: The Grant Group Add-on: Upswing Psychiatry	New Orleans, LA Tampa, FL Little rock, AR Dallas, TX Houston, TX Flowood, MS Oxford, MS Bedford, TX Amarillo, TX	www.beaconbh.com www.tampaneuropsychiatry.com www.apclr.com www.holinergroup.com www.memorialparkpsychiatry.com www.precise-mind.com www.righttrackmedical.com www.grantgroupdfw.com www.upswingpsychiatry.com	Latticework Capital Management, Resolute Capital Partners	Mental health treatment services Neuropsychiatric evaluation and treatment Mental healthcare services Psychiatric services for various age groups Family psychiatry clinic for mental health disorders Psychiatric diagnosis and mental health treatment Outpatient mental healthcare services Mental health clinic offering various services Nasal spray manufacturer for depression and disorder
Pyramid Healthcare (Duncansville) Add-on: Mountaineer Recovery Center	Duncansville, PA Kearneysville, WV	www.pyramid-healthcare.com www.mountaineerrecovery.com	Nautic Partners	Behavioral health and substance abuse treatment Substance use treatment services
Turnwell Mental Health Network Add-on: Better Balance Psychiatry Add-on: MWI Health	Dallas, TX Saint George, UT Sioux Falls, SD	www.turnwellmentalhealth.com www.betterbalancepsychiatry.com www.mwihealth.org	Leon Capital Group, Patriot Capital, Petra Capital Partners	Freestanding outpatient clinics with mental health Psychiatric services Mental health clinic with various services
Your Behavioral Health Add-on: Insight Treatment	Torrance, CA Van Nuys, CA	www.yourbehavioralhealth.com www.insighttreatment.com	Comvest Partners	Behavioral health services Intensive outpatient treatment for mental issues
Abound Health Add-on: Gold Medal Home Health Add-on: Professional Habilitation Services	Charlotte, NC Wayne, NJ Mercer, PA	www.aboundhealth.com www.goldmedalhomehealth.com NA	Aspect Investors, Endurance Search Partners, Housatonic Partners, M2O, Peterson Partners, Relay Investments	Person-centered care services Services for individuals with disabilities Rehabilitative therapy services
ARC Psychiatry Add-on: Mindsoother Add-on: Exult Healthcare Add-on: Advanced Psychiatric Group Add-on: Manhattan Psychology Group Add-on: GROW Counseling Add-on: LynLake Add-on: Dayspring Behavioral Health	Beachwood, OH Livingston, NJ McKinney, TX Orlando, FL New York, NY Atlanta, GA Minneapolis, MN Issaquah, WA	www.arcproviders.com www.mindsoother.com www.exulthealthcare.com www.apghealth.com www.manhattanpsychologygroup.co www.growcounseling.com www.therapy-mn.com www.dayspringbehavioralhealth.com	Five Points Capital, Spark Growth Ventures, Thurston Group (Chicago)	Mental health treatment services Comprehensive behavioral healthcare services Behavioral health and addiction treatment services Mental health services for comprehensive healthcare Psychological, behavioral, and educational services Mental health - individuals, families, & organizations Mental health and wellness services Counseling and assessment services
Jackson House Add-on: Cameron Care	La Mesa, CA Portland, OR	www.jacksonhousecare.com www.cameroncare.com	Zamwell Capital	Centers for mental illness or addictive disorders Residential services for adults with mental illness
Digital Pharmacist Add-on: SafeDose Pharmacy	Austin, TX Indianapolis, IN	www.digitalpharmacist.com www.safedose.com	K1 Investment Management	Digital medication encyclopedia developer Pharmacy services for IDD
Bradford Health Services Add-on: Woodland Recovery Center	Birmingham, AL Southaven, MS	www.bradfordhealth.com www.woodlandrecovery.com	Lee Equity Partners	Alcohol and drug addiction treatment services Addiction treatment and mental health services
New Story Group Add-on: The Learning Spectrum Add-on: Thrive Alliance Group Add-on: Center for Autism & Related Dis.	Baltimore, MD Columbus, OH Parsippany, NJ VA	www.newstory.com www.thelearningspectrum.com www.thrivealliancegroup.com NA	Audax Private Equity	Services for students with behavioral challenges Behavioral and educational services Mental wellness support services Special education schools and ABA centers portfolio
BlueSprig Pediatrics Add-on: Trumpet Behavioral Health	Houston, TX Lakewood, CO	www.bluesprigautism.com www.tbh.com	Kohlberg Kravis Roberts	Applied behavior analysis therapy Behavior health services - autism spectrum disorders
Promises Behavioral Health Add-on: NorthStar Clinical Services	Brentwood, TN Charlotte, NC	www.promises.com www.northstarclinicalservices.com	AHP, Cane Investment Partners	Addiction and mental health treatment centers Treatment center for substance use disorder
FullBloom Add-on: EmpowerU	Philadelphia, PA Excelsior, MN	www.fullbloom.org www.empoweru.education	American Securities	Educational services in academic intervention E-learning platform for mental health
ABA Connect Add-on: Bright Behavior	Austin, TX Colorado Springs, CO	www.abconnect.com www.brightbehaviorinc.com	MBF Healthcare Partners	Applied behavior analysis services Applied behavior analysis services
Transactions by non-providers				
CentralReach Add-on: SILAS	Fort Lauderdale, FL Monmouth Beach, NJ	www.centralreach.com www.silassolutions.com	Arc Capital Development, Insight Partners	Electronic health records and clinical software provide Animation platform for children on autism spectrum
Acentra Health Add-on: Espyr	McLean, VA Marietta, GA	www.acentra.com www.espyr.com	The Carlyle Group	Health information technology enterprise services Counseling and mental health support
Netsmart Technologies Add-on: Netalytics	Overland Park, KS Greer, SC	www.ntst.com www.netalytics.com	Bay Capital Investment Partners, GI Partners, TA Associates Management	Healthcare information technologies Medical records for behavioral healthcare industry

SELECTED TRANSACTIONS

Deal Date	Deal Type	Target	Investor/Acquirer	Target Description	Deal Size MM
Mar 24, 2025	Merger/Acquisition	CentralReach	Roper Technologies	Offers ABA practice software with EHR, billing, and clinical tools to optimize autism care provider operations and outcomes.	\$1,650.00
Mar 18, 2025	Buyout/LBO	Colorado Medication Assisted Recovery	AspenRidge Recovery, backed by Anacapa Partners, Applied Equity Partners, Pacific Lake, WSC & Company, Endurance Search Partners	Provides Colorado addiction treatment including medication-assisted therapy, outpatient programs, and mental health support for recovery.	NA
Mar 10, 2025	Merger/Acquisition	April Health (Clinics/Outpatient Services)	Wysa	Integrates mental health teams into primary care practices to improve outcomes and enable Medicare/commercial billing.	NA
Mar 07, 2025	Merger/Acquisition	Gallagher Paediatric Therapy	Stepping Stones Group	Provides school-based occupational and physical therapy services for children in Southern California	NA
Mar 05, 2025	Merger/Acquisition	Mindwell Solutions Group	Transglobal Assets	Develops AI emotional intelligence tools for population mental health strategies and wellness analytics.	NA
Mar 05, 2025	Merger/Acquisition	Star of Texas Hospice	Uplift Hospice	Delivers compassionate hospice and palliative care across Texas in homes and facilities.	NA
Mar 01, 2025	PE Growth/Expansion	Harmony Cares	Oxeon Partners	Provides in-home medical care for seniors with chronic conditions, including diagnostics and hospice services.	NA
Mar 01, 2025	Merger/Acquisition	ShorePoint Health Port Charlotte & Punta Gorda	AdventHealth	Operates a full-service Florida hospital offering specialized care from cardiology to maternity services.	\$260.00
Feb 27, 2025	Merger/Acquisition	All Counseling	TPN.health	Connects clients with therapists through an online directory filtered by specialty and insurance.	NA
Feb 26, 2025	Buyout/LBO	CharacterStrong	FullBloom, backed by American Securities	Delivers school mental health programs through SEL curricula and educator training for K-12.	NA
Feb 24, 2025	Buyout/LBO	Yale New Haven Health System	American Family Care (via Lorient Capital Management)	Operates five Boston urgent care clinics for minor illnesses and diagnostic services.	NA
Feb 19, 2025	Buyout/LBO	Ima Systems	Cantata Health Solutions	Provides behavioral health EHR software to streamline practice management and patient care.	NA
Feb 18, 2025	Merger/Acquisition	RealizedCare	XRHealth USA	Creates VR-based mental health therapies using gamified experiences for stress relief.	NA
Feb 18, 2025	Merger/Acquisition	Alongside	Autism Spectrum Interventions and Quality Behavior Solutions	Specializes in delivering evidence-based Applied Behavior Analysis therapy across home, school, and center-based settings.	NA
Feb 18, 2025	Merger/Acquisition	Strawberry Fields	Devereux Advanced Behavioral Health	Nonprofit supporting individuals with developmental delays and mental illness through comprehensive human services.	NA

SELECTED TRANSACTIONS CONT.

Deal Date	Deal Type	Target	Investor/Acquirer	Target Description	Deal Size MM
Feb 11, 2025	Merger/Acquisition	Zeera	Hazel Health	Delivers affordable, research-based mental healthcare through digital and in-person therapy.	NA
Feb 10, 2025	Merger/Acquisition	Cascade Lodge (Mental Health Care)	Cascade Programs (subsidiary of Ascent Behavioral Health Services)	Offers residential anxiety treatment for teens with therapy, academics, and social skill development.	NA
Feb 10, 2025	Merger/Acquisition	Houston Healthcare	Emory Healthcare (subsidiary of Emory University Investment Management)	Provides comprehensive hospital services including behavioral health, emergency care, and women's health.	NA
Feb 10, 2025	Buyout/LBO	Proud Moments ABA	Nautic Partners	Delivers autism therapy using behavior-analytic approaches to improve social and cognitive skills.	NA
Feb 06, 2025	Merger/Acquisition	Caraway (Clinics/Outpatient Services)	Summer Health	Digital platform offering mental, reproductive, and physical healthcare tailored for college women.	NA
Feb 06, 2025	Buyout/LBO	GBCC Behavioral Health	Orchard Mental Health Group (via Graham Software Development)	Provides counseling, psychiatric care, and evaluations with culturally competent treatment options.	NA
Feb 06, 2025	Merger/Acquisition	Oasis Behavioral Health Urgent Care	Orchard Mental Health Group	Offers urgent mental health services including therapy and medication management.	NA
Feb 06, 2025	Merger/Acquisition	Priority Home Care (Elder and Disabled Care)	Arcus Health Services	Supports seniors and disabled individuals with personalized in-home and community care.	NA
Feb 05, 2025	Buyout/LBO	Beneficial In-Home Care	Family Resource Home Care (via Great Point Partners)	Assists with daily tasks, medication management, and personal care at home.	NA
Feb 04, 2025	Merger/Acquisition	Well Behavioral Health	Eating Disorder Recovery Specialists, Mental Health Recovery Specialists, Sanctuary Psychology P.C. and Well Williamsburg	Provides outpatient mental health services including therapy and coaching for treatment and recovery support.	NA
Feb 01, 2025	PE Growth/Expansion	Spero Health	KSC Ventures	Integrates physician services and counseling for addiction recovery and healthier living.	NA
Jan 29, 2025	Buyout/LBO	Quartet Health	NeuroFlow (via Concord Health Partners and First Trust Capital Partners)	Connects patients, doctors, and insurers for affordable mental health treatment.	NA
Jan 28, 2025	Merger/Acquisition	ivee (Clinics/Outpatient Services)	Hone Health	Delivers on-demand IV therapy for detox, immunity, and wellness at home.	NA
Jan 27, 2025	Buyout/LBO	Harris Psychiatric Services	Pax Health (via Hamilton Lane and HCAP Partners)	Treats psychiatric conditions caused by brain injuries from accidents.	NA
Jan 23, 2025	Buyout/LBO	Already Autism Health	ACE & Company, Triton Pacific Capital Partners	Provides ABA therapy and evaluations to support children with autism.	NA

SELECTED TRANSACTIONS CONT.

Deal Date	Deal Type	Target	Investor/Acquirer	Target Description	Deal Size MM
Jan 23, 2025	Buyout/LBO	Gateway Recovery Center	Meridian Behavioral Health (via Renovus Capital Partners)	Offers personalized detox programs for substance use recovery.	NA
Jan 21, 2025	PIPE	DarioHealth (NAS: DRIO)	Undisclosed investors	Digital therapeutics platform using data analytics and coaching for chronic conditions and behavioral health management.	\$25.60
Jan 21, 2025	Merger/Acquisition	innovaTel Telepsychiatry	Iris Telehealth (subsidiary of Quartet Health)	Telepsychiatry staffing service providing psychiatric evaluations, therapy, and medication management for mental health organizations.	NA
Jan 20, 2025	Buyout/LBO	BrightSpring Health Services (NAS: BTSG)	Sevita (via Aeterna Capital Partners, Ascension Ventures, Centerbridge Partners, Duchossois Capital Management, Equity Investment Group)	Home-based healthcare platform offering pharmacy solutions and clinical services for complex Medicare/Medicaid patients.	\$835.00
Jan 17, 2025	Buyout/LBO	Devotion Hospice	Choice Health at Home, via Trive Capital and Coltala Holdings	Texas hospice provider delivering end-of-life care including palliative support, nursing, and music therapy.	NA
Jan 15, 2025	PE Growth/Expansion	ApolloMD	Undisclosed investors	Multispecialty physician services for hospitals in emergency medicine, anesthesia, and value-based care solutions.	\$0.20
Jan 14, 2025	Buyout/LBO	Carolinas Center For Advanced Management of Pain	Commonwealth Pain & Spine, via AEA Growth and Leavitt Equity Partners	Greenville-based clinic providing personalized treatment plans for chronic and acute pain conditions.	NA
Jan 13, 2025	Buyout/LBO	Kinship Pointe Northridge	Omega Senior Living, via Arcus Healthcare Partners	Nebraska senior living community offering independent/assisted living with engaging activities and home health services.	NA
Jan 11, 2025	Merger/Acquisition	CharterCARE Health Partners	Centurion Foundation	Rhode Island hospital network operating acute care, cancer centers, and rehabilitation facilities.	NA
Jan 09, 2025	Buyout/LBO	Amwell (Amwell Psychiatric Care (APC) Business)	Avel eCare, via Aquiline Capital Partners	Telemedicine service offering behavioral health, ICU, and specialty clinic virtual care.	NA
Jan 09, 2025	PE Growth/Expansion	Integris Health	India SME Investments, Mukul Agarwal	Oklahoma-based provider of med-tech solutions for patient health records and pain management.	NA
Jan 08, 2025	Buyout/LBO	Best Home Care	HouseWorks, via InTandem Capital Partners and BPEA Private Equity	In-home skilled nursing and personal care services supporting independent living.	NA
Jan 08, 2025	Buyout/LBO	O'Connell Care at Home	HouseWorks, via InTandem Capital Partners and BPEA Private Equity	Comprehensive home care for seniors including dementia support and hospice services.	NA
Jan 07, 2025	Buyout/LBO	Brief Strategic Family Therapy Institute	Empower Community Care, via Haystack Management Company, Northlane Capital Partners, Archipelago Capital Partners	Trains mental health practitioners in evidence-based family therapy program implementation.	NA
Jan 07, 2025	Buyout/LBO	Intermountain Healthcare (Proprietary Behavioral Health)	NeuroFlow, via First Trust Capital Partners	Predictive algorithm model guiding behavioral health treatment decisions and outcome tracking.	NA

SELECTED TRANSACTIONS CONT.

Deal Date	Deal Type	Target	Investor/Acquirer	Target Description	Deal Size MM
Jan 02, 2025	Buyout/LBO	Recovery Dynamics	Optimal Investment Group	Los Angeles facility offering detox, inpatient/outpatient rehab, and personalized recovery programs.	NA
Jan 01, 2025	PE Growth/Expansion	Cadre Hospice	Rubicon Founders	End-of-life services offering pain management, emotional support, and respite care.	NA
Jan 01, 2025	Merger/Acquisition	Carolina Family Practice & Sports Medicine	Novant Health	Full-service primary care for all ages including mental health and sports medicine.	NA

VENTURE AND OTHER INVESTMENTS

Deal Date	Deal Type	Target	Investor/Acquirer	Target Description	Deal Size MM
Mar 24, 2025	Later Stage VC	Tempero Bio	8VC, Aditum Bio, Khosla Ventures, and other undisclosed investors	Develops oral mGluR5 modulators to treat addiction, targeting cocaine and alcohol disorders for better recovery outcomes.	\$70.00
Mar 14, 2025	Later Stage VC	Magnus Medical	Undisclosed investors	Pioneers rapid brain stimulation tech to treat neurological and psychiatric conditions with measurable network changes.	\$40.00
Mar 12, 2025	Later Stage VC	Integrative Life Center	Undisclosed investors	Provides trauma and addiction therapy for mental health, sex addiction, and healthier coping strategies.	\$0.95
Mar 12, 2025	Later Stage VC	Motivity	Five Elms Capital	Develops clinical data systems for behavior analysis with real-time progress tracking and automated scoring.	\$27.00
Mar 12, 2025	Accelerator/Incubator	Behavior	Techstars	Develops AI-powered wearables that detect behavior patterns and deliver real-time interventions for wellness and recovery support.	NA
Mar 12, 2025	Accelerator/Incubator	Opal (Healthcare Technology Systems)	Techstars	Creates clinician-designed AI tools to boost mental health engagement between therapy sessions and improve treatment retention.	\$0.02
Mar 11, 2025	Later Stage VC	Greenspace Health	ABS Capital Partners	Offers measurement-based care technology to improve behavioral health treatment quality and outcomes.	NA
Mar 07, 2025	Later Stage VC	Sonara	Blue Cross Blue Shield of Kansas City, Royal Street Ventures, First Trust Capital Partners, Boomerang Ventures	Telehealth platform for opioid recovery, helping clinics optimize treatment plans and expand patient care access.	\$4.40
Mar 06, 2025	Later Stage VC	Ria Health	Peloton Equity, BPEA Private Equity, SOSV, SV Health Investors, IndieBio	Provides telehealth alcohol addiction treatment through medical care, coaching, and behavior modification programs.	\$12.51
Mar 05, 2025	Accelerator/Incubator	Kaya (Enterprise Systems (Healthcare))	Techstars	Provides workplace mental health groups connecting employees through shared experiences and resilience-building programs.	\$0.02
Mar 04, 2025	Seed Round	AdvocateMH	Morningside Group and other undisclosed investors	Stealth-mode startup building a mental health resource platform to connect patients with tailored care.	\$5.00
Mar 04, 2025	Later Stage VC	Care Solace	Lemnis and other undisclosed investors	SaaS care navigation for schools, streamlining mental health referrals and tracking student treatment progress.	\$20.00
Mar 04, 2025	Angel (individual)	One Small Step (Healthcare Services)	Undisclosed investors	Offers tech-enabled peer support solutions to make behavioral healthcare more accessible and effective.	\$0.30
Mar 01, 2025	Later Stage VC	DynamiCare Health	Halcyon Venture Partners and Hyperplane Venture Capital	Digital addiction therapy app with cash rewards, coaching, and remote drug testing for accountability	NA
Mar 01, 2025	Later Stage VC	Full Circle Health	Oxeon Partners	Delivers inclusive primary and behavioral healthcare for families, supporting equitable community wellness	NA

VENTURE AND OTHER INVESTMENTS – CONT.

Deal Date	Deal Type	Target	Investor/Acquirer	Target Description	Deal Size MM
Mar 01, 2025	Early Stage VC	Neurofinity	Wormhole Capital	Uses brain science and AI for hyper-personalized opioid use disorder (OUD) treatment solutions.	NA
Mar 01, 2025	Early Stage VC	Sentinel	SFC Capital	Workplace trauma prevention platform offering tools to manage mental and physical health impacts.	NA
Feb 26, 2025	Early Stage VC	Camber (Healthcare Technology Systems)	Andreessen Horowitz, Craft Ventures, K. Ventures, ACME Capital, Y Combinator and other investors	Simplifies Medicaid claims processing for behavioral health providers, reducing fraud and delays.	\$30.00
Feb 25, 2025	Accelerator/Incubator	Cognigenics	One Mind	Develops genetic-based cognitive therapies to enhance mental traits and treat anxiety/depression.	NA
Feb 25, 2025	Accelerator/Incubator	Deliberate AI	One Mind	Creates AI-driven diagnostic tools for precise mental health assessment and treatment monitoring.	NA
Feb 25, 2025	Accelerator/Incubator	Fort Health	Vanterra Ventures, Twelve Below, Blue Venture Fund, True Wealth Ventures, Redesign Health	Provides evidence-based pediatric mental healthcare through telehealth assessments and personalized treatment plans for families.	\$5.50
Feb 25, 2025	Accelerator/Incubator	Jimini Health	SCB 10X, South Park Commons, Zetta Venture Partners, LionBird, PsyMed, BoxGroup, Arkitekt Venture	Offers AI-enhanced online therapy with between-session support and licensed professional matching.	\$8.00
Feb 25, 2025	Accelerator/Incubator	LunaJoy	One Mind Accelerator	Delivers virtual mental healthcare tailored for women across all life stages and challenges.	NA
Feb 25, 2025	Accelerator/Incubator	Sanmai Technologies	One Mind Accelerator	Develops non-invasive ultrasound neurotherapy combined with AI for mental health and neurological conditions.	NA
Feb 25, 2025	Accelerator/Incubator	TownHome Health	Undisclosed investors	Provides community-based mental health alternatives to hospitalization through peer counseling and ongoing care.	\$0.55
Feb 24, 2025	Early Stage VC	Sonar (Clinics/Outpatient Services)	Nina Capital, J4.Ventures, GSR Ventures	AI-driven platform detects early mental health risks in youth through digital monitoring.	\$2.40
Feb 24, 2025	Accelerator/Incubator	Ampa (Therapeutic Devices)	One Mind Accelerator	Offers TMS therapy using magnetic fields to treat depression by restoring brain balance.	NA
Feb 24, 2025	Accelerator/Incubator	Humanity Neurotech	One Mind Accelerator	Creates neurotechnology devices to develop safe, effective treatments for brain conditions.	NA
Feb 24, 2025	Accelerator/Incubator	Metabolic Psychiatry Labs	SOSV, IndieBio, Impact Assets	Uses metabolic psychiatry and remote monitoring to treat mental illness at home.	NA
Feb 24, 2025	Accelerator/Incubator	Mindstate Design Labs	One Mind Accelerator	Develops psychedelic-inspired therapeutics for treatment-resistant mental health conditions.	NA

VENTURE AND OTHER INVESTMENTS – CONT.

Deal Date	Deal Type	Target	Investor/Acquirer	Target Description	Deal Size MM
Feb 21, 2025	Early Stage VC	Herself Health	Undisclosed investors	Specialized healthcare clinic for senior women, addressing physical and emotional well-being holistically.	\$0.08
Feb 21, 2025	Seed Round	Somethings	Undisclosed investors	Connects teens with trained peer mentors for stress and anxiety support via digital care.	\$6.18
Feb 21, 2025	Seed Round	Swell (Healthcare Technology Systems)	Defy Partners Management, Keyhorse Capital, Peakstate Ventures, Citation Labs, Fairwater Labs, Bluegrass Angels	AI-powered teletherapy for military and first responders, blending 1:1 sessions with skill-building tools.	\$1.20
Feb 20, 2025	Seed Round	Cerula Care	Esplanade Healthtech Ventures, DigiTx Partners, SpringTime Ventures, Mike Pykosz, Amplify Capital, BrightEdge	Provides virtual behavioral health support for chronic conditions, treating anxiety, depression, and PTSD through coaching and psychiatry.	\$5.49
Feb 20, 2025	Early Stage VC	Motif Neurotech	Texas Medical Center	Develops wireless brain implants to treat severe depression with minimally invasive, personalized neural stimulation therapy.	NA
Feb 19, 2025	Seed Round	You Are Accountable	Undisclosed investors	Offers digital addiction recovery with online coaching, drug monitoring, and remote testing to support sobriety.	\$1.85
Feb 18, 2025	Angel (individual)	New Growth Recovery	Undisclosed investors	Offers addiction treatment programs with counseling for lasting recovery support.	\$0.20
Feb 18, 2025	Equity Crowdfunding	SoundSelf	Sydney Rangel, Robert Arnott, Wouter Slegers, Arnott Family Trust, Robin Arnott	Develops digital tools to support psychedelic-assisted therapy and mental healing.	\$0.13
Feb 14, 2025	Seed Round	Frontera	Lux Capital, Lightspeed Venture Partners, Bison Ventures, Menlo Ventures, Inspired Capital, and other undisclosed investors	Uses AI-powered video analysis to detect and treat behavioral health issues early with personalized care.	\$10.00
Feb 13, 2025	Early Stage VC	Newleos Therapeutics	Goldman Sachs Asset Management, Novo Holdings, Arkin Bio Ventures, DCVC Bio, Longwood Fund	Stealth-mode company developing innovative neuropsychiatric treatments for mental health conditions.	\$93.50
Feb 10, 2025	Later Stage VC	HelloHero	Decathlon Capital Partners	Delivers virtual therapy and special education services for children through licensed teletherapy professionals.	NA
Feb 05, 2025	Later Stage VC	Little Otter	Next Legacy Partners, Gratitude Railroad, Fiore Ventures	Delivers online mental health therapy for families and children through coaching, psychiatry, and digital tools.	\$9.50
Feb 01, 2025	Early Stage VC	Halo Health (Clinics/Outpatient Services)	8VC	Provides same-day mental health services with immediate support and clear treatment plans for urgent needs.	NA
Jan 31, 2025	Later Stage VC	River Health	GreyMatter (US), Health Wildcatters, Collab Capital, Rethink Capital Partners, and other undisclosed investors	Offers 24/7 telehealth for millennials, including urgent care, nutrition, and women's health services.	\$11.43
Jan 30, 2025	Later Stage VC	Wisephone	Undisclosed investors	Creates minimalist phones to reduce screen addiction while keeping essential features and privacy intact.	\$0.05

VENTURE AND OTHER INVESTMENTS – CONT.

Deal Date	Deal Type	Target	Investor/Acquirer	Target Description	Deal Size MM
Jan 29, 2025	Later Stage VC	Bicycle Health	Questa Capital, InterAlpen Partners, and six other Undisclosed Investors	Virtual opioid treatment platform offering medication management, therapy, and peer support for recovery.	\$16.50
Jan 28, 2025	Later Stage VC	Jukebox Health	Undisclosed investors	Helps seniors safely age at home with customized modifications and fall prevention guidance.	\$20.63
Jan 27, 2025	Seed Round	Aligned Marketplace	A* Capital, BoxGroup, Sequoia Capital, EPIC Ventures, Liquid 2 Ventures, Maverick Ventures, SV Angel, and other undisclosed investors	Connects employers with value-based primary care networks for convenient, same-day in-person or virtual visits.	\$10.50
Jan 25, 2025	Early Stage VC	BePresent	Boost Capital Partners	App reduces screen time using gamified challenges and rewards to boost focus and wellness.	NA
Jan 22, 2025	Later Stage VC	Eleos Health	Greenfield Partners, Eight Roads, Centerstone, Alicorn, Iool ventures, and other undisclosed investors	AI analyzes therapy sessions in real time to help clinicians personalize patient care.	\$60.00
Jan 22, 2025	Early Stage VC	Prosper Health	Kindred Ventures and other undisclosed investors	Provides affordable, telehealth-based autism diagnosis and therapy for adults, covered by insurance.	\$16.23
Jan 21, 2025	Later Stage VC	Positive Development	Undisclosed investors	Provides play-based therapy for children with autism, fostering meaningful connections through family-centered care.	\$22.00
Jan 13, 2025	Later Stage VC	AiTA	Undisclosed investors	Develops integrated microsystems technology for diagnosing and treating autoimmune disorders and addiction through precision healthcare solutions.	\$10.00
Jan 13, 2025	Later Stage VC	Valera Health	Gaingels, MedStartr, and other undisclosed investors	Delivers personalized mental healthcare via digital platform combining therapy and medication management for organizations.	\$9.60
Jan 10, 2025	Later Stage VC	Carecar	Kapor Capital, Impact America Fund, Westbound Equity Partners, Service Provider Capital, Kickstart Fund, Third Act Ventures and other investors	Offers non-emergency medical transport and home care services using real-time data to improve patient outcomes.	\$12.90
Jan 10, 2025	Seed Round	Predictably Human	Undisclosed investors	Creates precision drug delivery devices with digital monitoring for personalized addiction treatment and chronic condition management.	\$1.33
Jan 03, 2025	Accelerator/Incubator	Gentle Neuro	Techstars Columbus	DCS depression treatment platform combining brain stimulation with CBT and mindfulness therapies.	NA
Jan 02, 2025	Later Stage VC	Marigold Health	VXI Capital Management and other undisclosed investors	Operates anonymous text-based support groups led by peer coaches for mental health and substance use recovery.	\$5.00
Jan 02, 2025	Angel (individual)	Pandora Bio	Undisclosed investors	AI-powered early detection system for student mental health issues with curated support resources.	\$0.04
Jan 01, 2025	Accelerator/Incubator	Abbehealth	Greater Cedar Rapids Community Foundation (Thrive Cohort)	Specialized residential care for aging adults with mental health and intellectual disability needs.	NA
Jan 01, 2025	Accelerator/Incubator	BellaLift	Otsuka, ONCE Ventures, RYSE Asset Management, Avestria Ventures, Bridge Point Capital	Personalized platform addressing fertility, pregnancy, and holistic women's health management.	NA



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