



HEALTH CARE Q&A
APRIL 29th AT 12:30PM ET

HEALTH CARE POSITION MONITOR

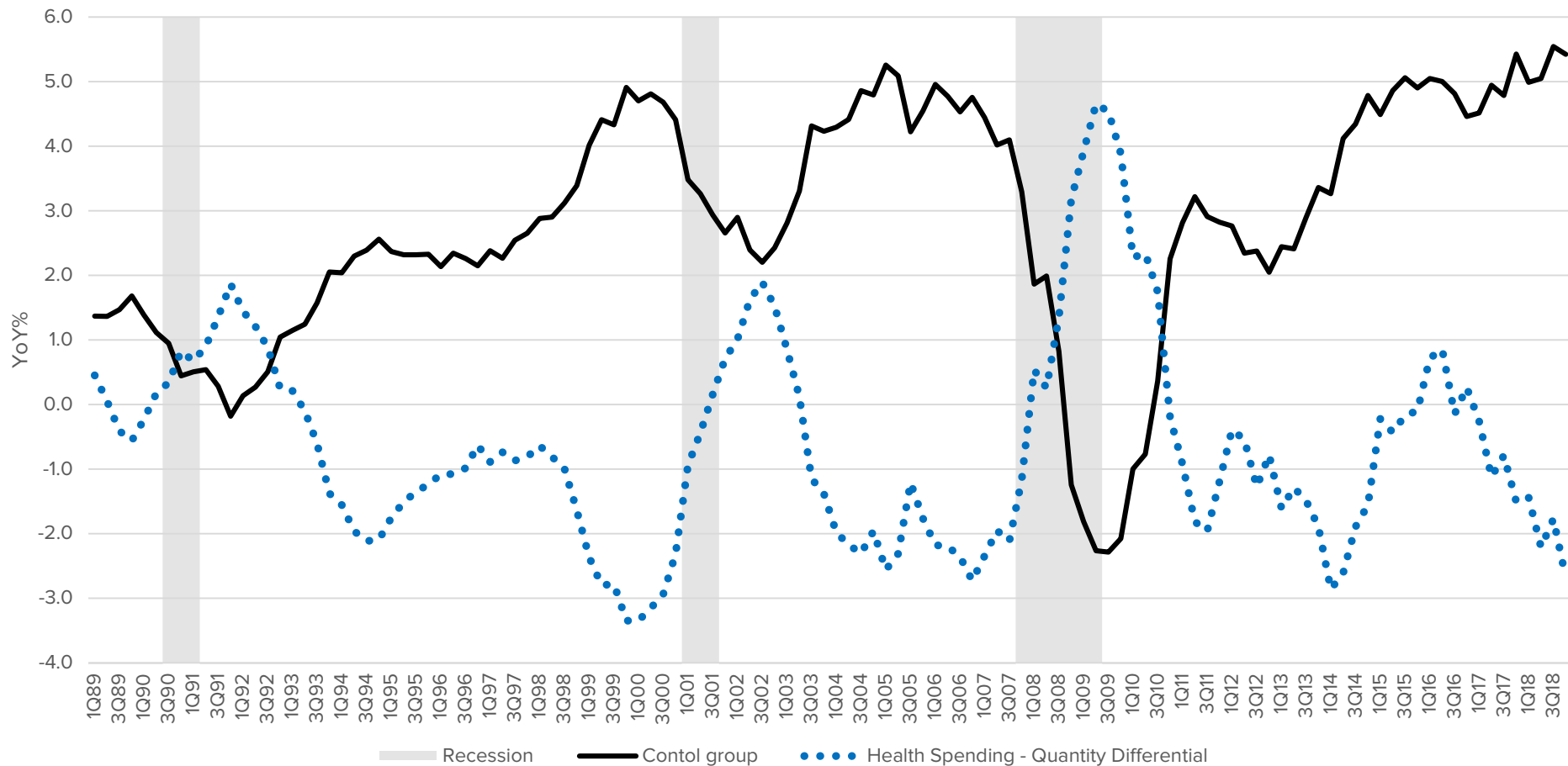
Best Ideas - Longs						Best Ideas - Shorts							
LONG						SHORT							
		Sentiment Score*	Price	Mkt Cap (\$B)	Trend	Tail			Sentiment Score*	Price	Mkt Cap (\$B)	Trend	Tail
Active Longs						Active Shorts							
THC	Tenet Healthcare Corporation	11	\$ 28.84	\$3.0B	✓	---	UNH	UnitedHealth Group Incorporated	100	\$ 247.26	\$237.3B	×	×
AMN	AMN Healthcare Services, Inc.	25	\$ 47.09	\$2.2B	✓	---	DVA	DaVita Inc.	75	\$ 54.29	\$9.0B	×	×
ZBH	Zimmer Biomet Holdings, Inc.	86	\$ 127.70	\$26.1B	✓	✓	HQY	HealthEquity Inc	56	\$ 73.98	\$4.6B	×	×
TDOC	Teladoc Health, Inc.	13	\$ 55.60	\$3.9B	✓	✓	SGRY	Surgery Partners, Inc.	67	\$ 11.28	\$0.6B	×	×
							SYK	Stryker Corporation	76	\$ 197.52	\$73.7B	×	×
							MDRX	Allscripts Healthcare Solutions, Inc.	44	\$ 9.54	\$1.6B	×	×
							DXCM	DexCom, Inc.		\$ 119.10	\$10.7B	×	×
Long Bias						Short Bias							
HCA	HCA Healthcare Inc	97	\$ 130.38	\$44.8B	---	✓	ABBV	AbbVie, Inc.	24	\$ 80.59	\$119.1B	---	---
UHS	Universal Health Services, Inc. Class B	72	\$ 133.77	\$11.2B	---	✓	CERN	Cerner Corporation	63	\$ 57.21	\$18.6B	---	---
MD	MEDNAX, Inc.	47	\$ 27.17	\$2.4B	---	✓	MYGN	Myriad Genetics, Inc.	1	\$ 33.20	\$2.4B	---	---
DGX	Quest Diagnostics Incorporated	92	\$ 89.92	\$12.1B	---	✓							
LH	Laboratory Corporation of America Hold	75	\$ 152.98	\$15.1B	---	✓							
ILMN	Illumina, Inc.	88	\$ 310.69	\$45.6B	---	✓							

*Hedgeye Health Care's Sentiment Score is a stock's relative percentile rank within its own sub-sector, calculated by factoring the stocks short interest, sell-side ranking, and standard deviation of relative performance over the past 12 mo. against the other stocks within its own sub-sector, expressed in a percentile number. A Sentiment Score of 1 represents high short interest, negative sell side rating and relative underperformance. A Sentiment Score of 100 represents low short interest, positive sell side rating and relative outperformance.

"Trend" is a duration of 3 months or more

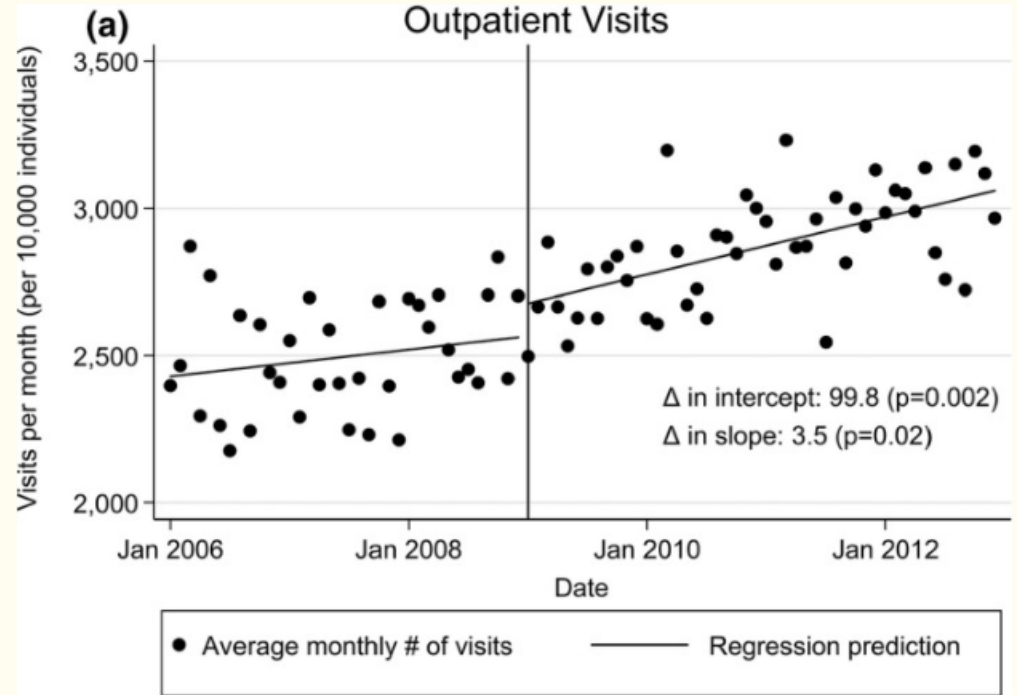
"Tail" is a duration of 3 years or less

MEDICAL SPENDING VOLUME DIFFERENTIAL



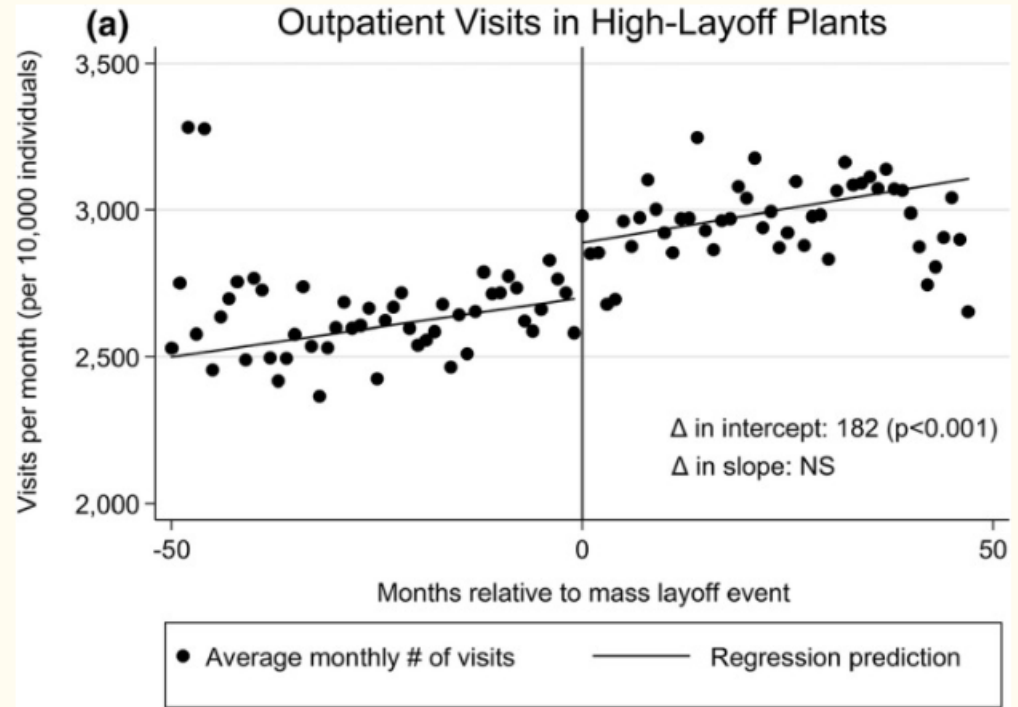
THE EFFECTS OF JOB INSECURITY ON HEALTH CARE

“The increased intercept for outpatient visits among employees may represent an abrupt increase in utilization—or “hoarding”—due to fears of loss of insurance”

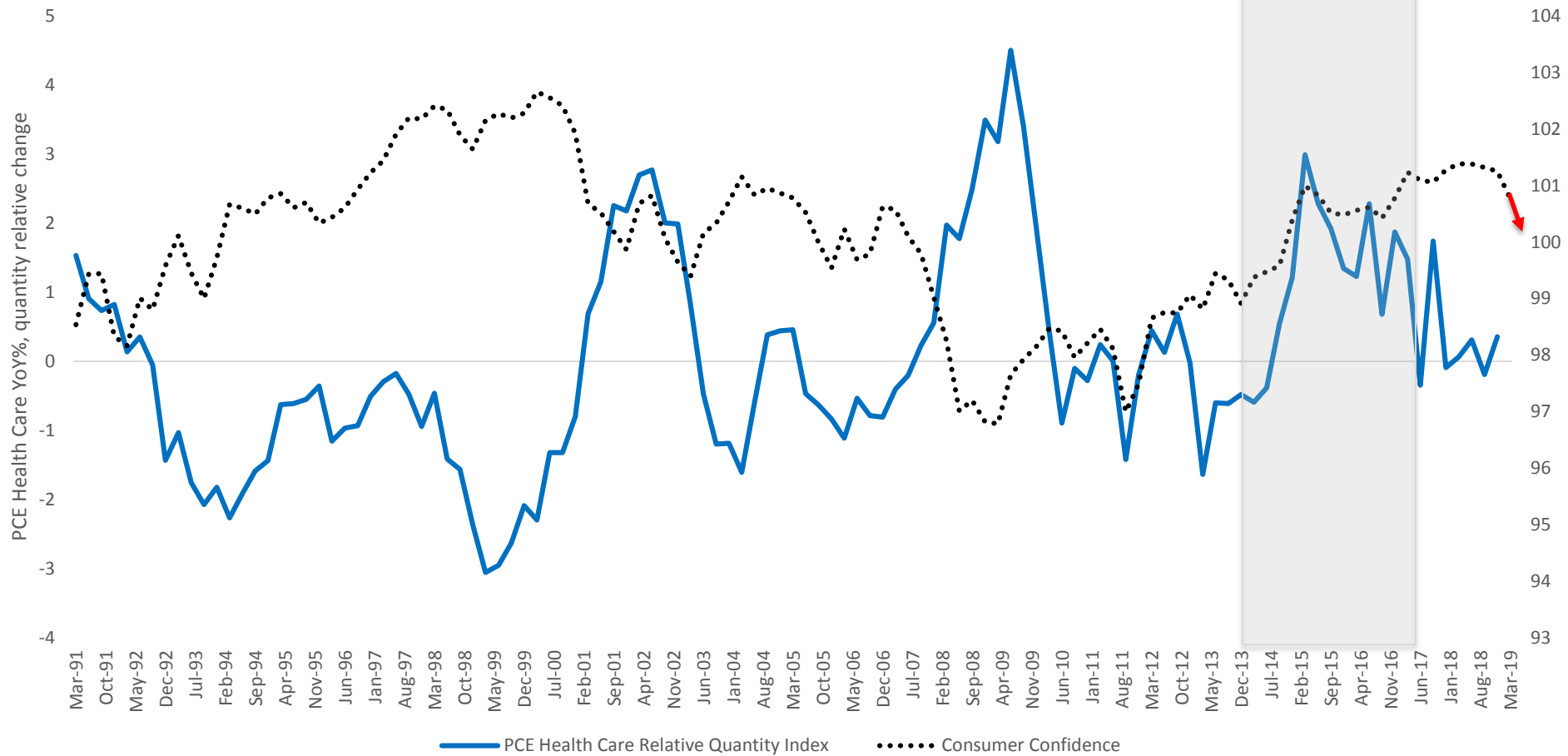


CONSUMER CONFIDENCE IMPACTS MEDICAL SPENDING

“The results are also suggestive of the toll that job insecurity takes on employee physical and mental health”



CONFIDENCE VS HEALTH CARE VOLUME



HEALTH CARE LABOR TREND

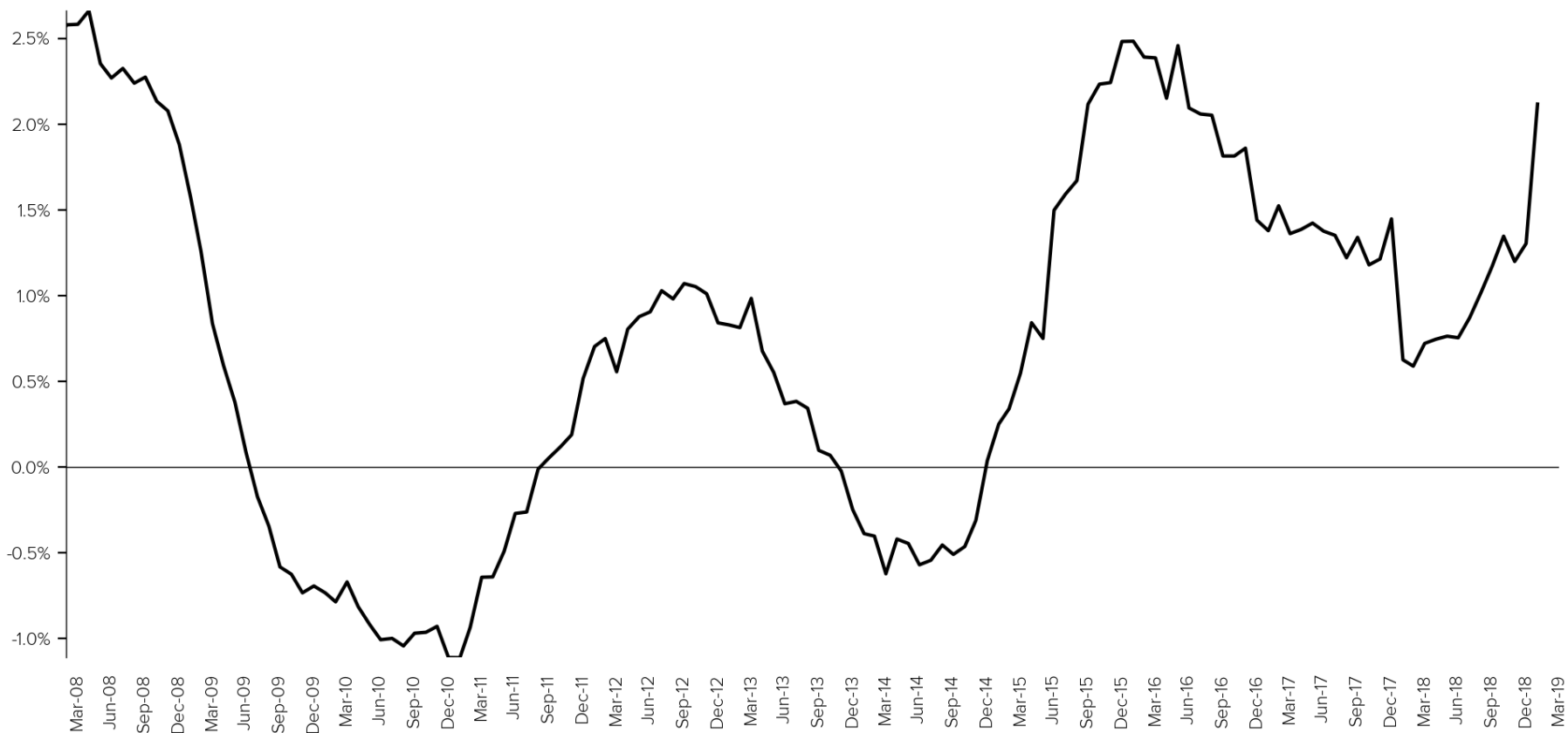
STRONGLY SUGGESTING DEMAND IS ACCELERATING

— All Employees, Thousands, Health Care, Seasonally Adjusted y/y growth %



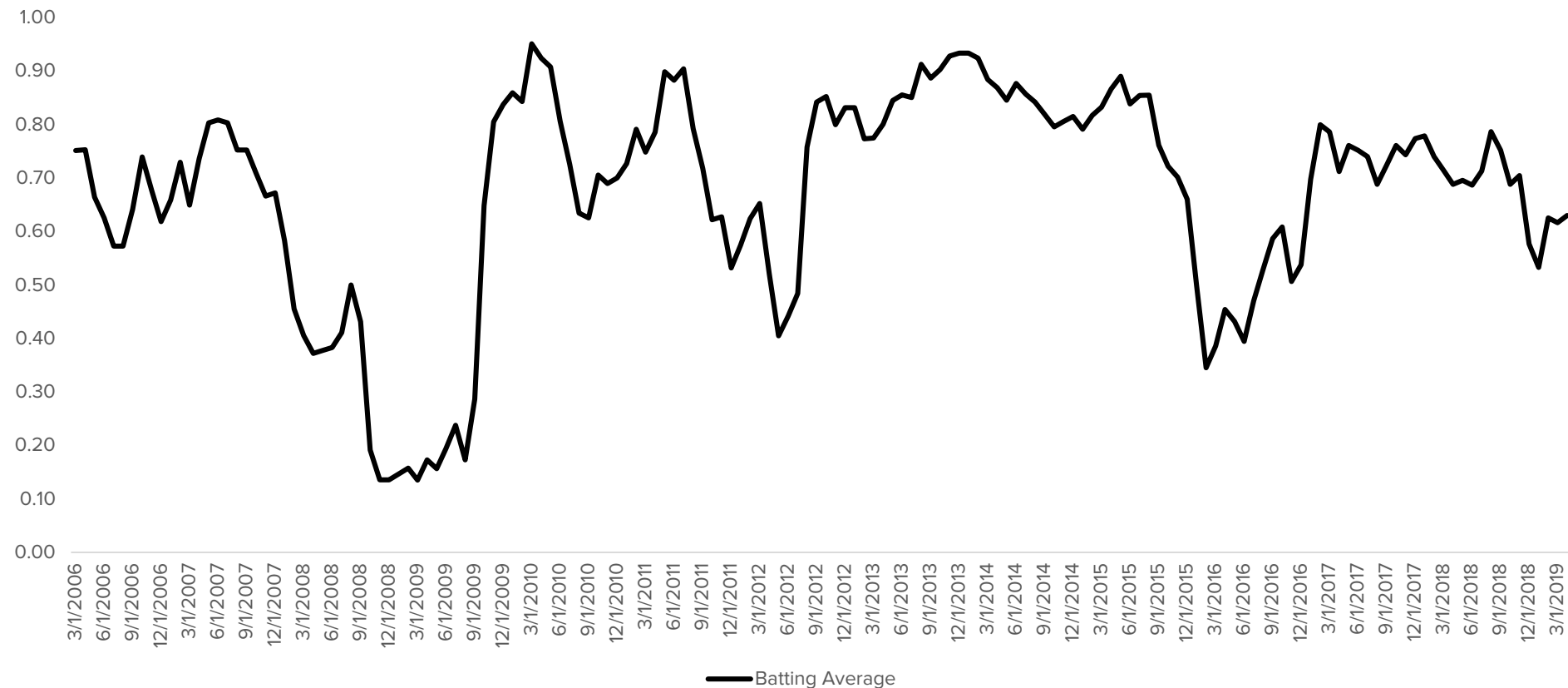
NURSE DEMAND ACCELERATING

— Women Employees, Thousands, General Medical And Surgical Hospitals, Seasonally Adjusted y/y growth %



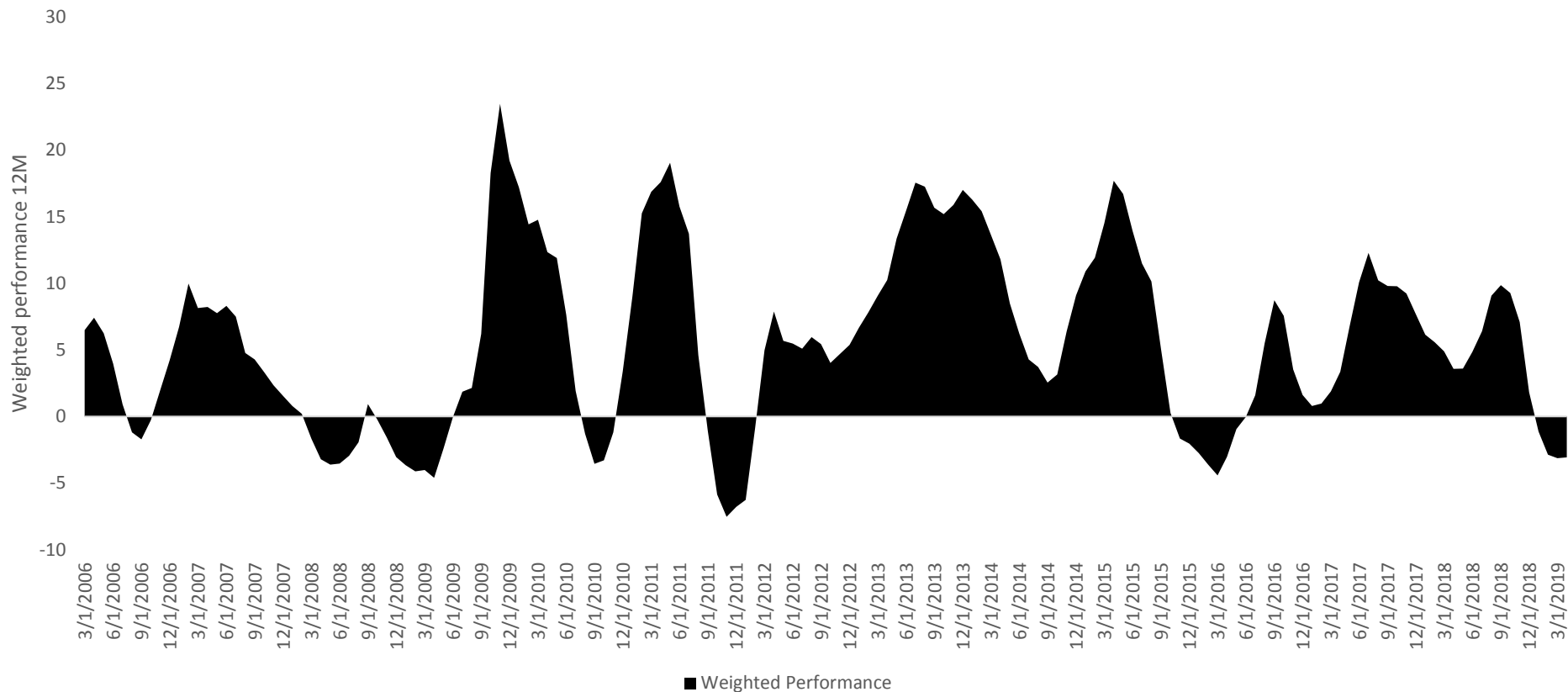
BATTING AVERAGE ACROSS HEALTH CARE UNIVERSE

MILD DOWNTURN RELATIVE TO PRIOR DRAWDOWNS



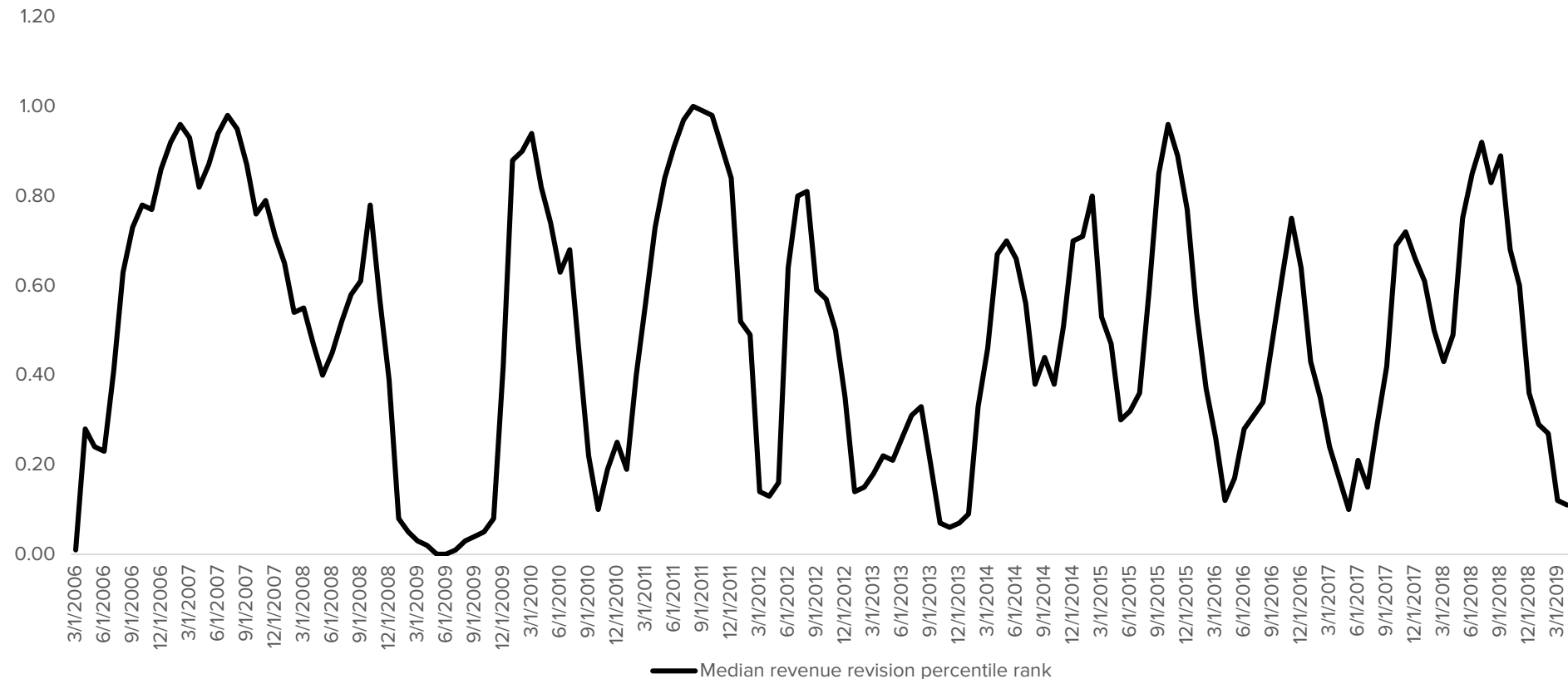
TRAILING 12 MONTH HEALTH CARE PERFORMANCE

MILD DIP IN BATTING AVERAGE BUT A SIGNIFICANT DROP IN AGGREGATE



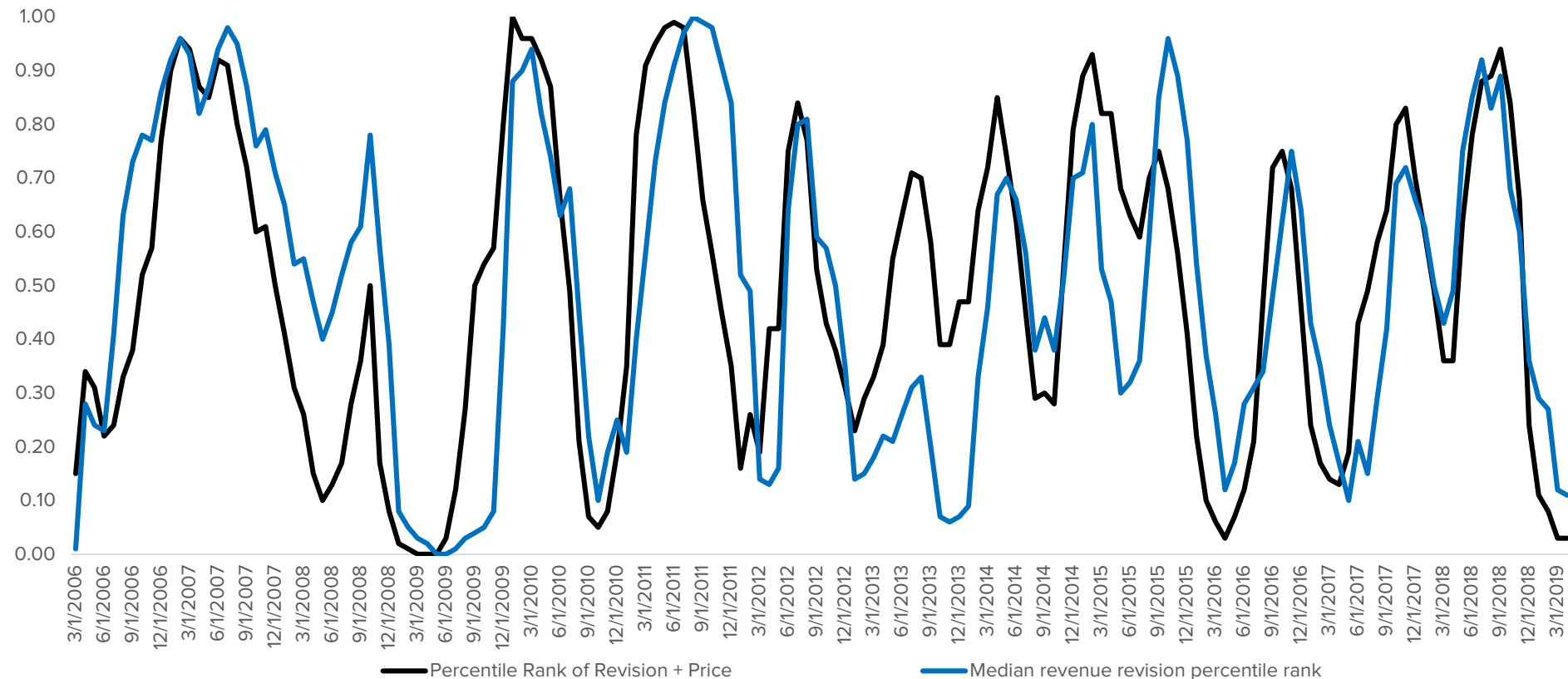
HEALTH CARE CONSENSUS REVENUE REVISION

CONSENSUS REVENUE TRENDS HAVE WEAKENED



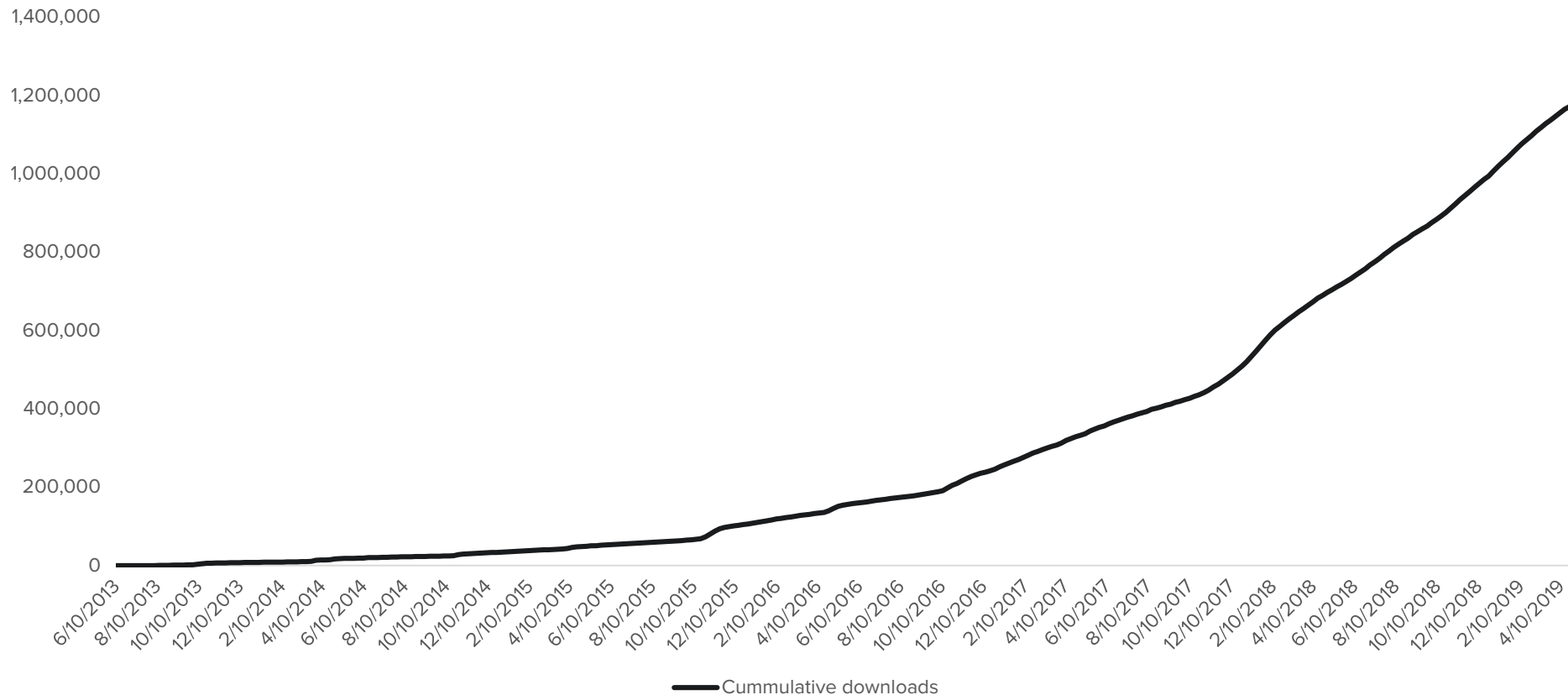
REVISIONS + PERFORMANCE = WEAK

EXTREME READINGS FOR BOTH PRICE AND EXPECTATIONS



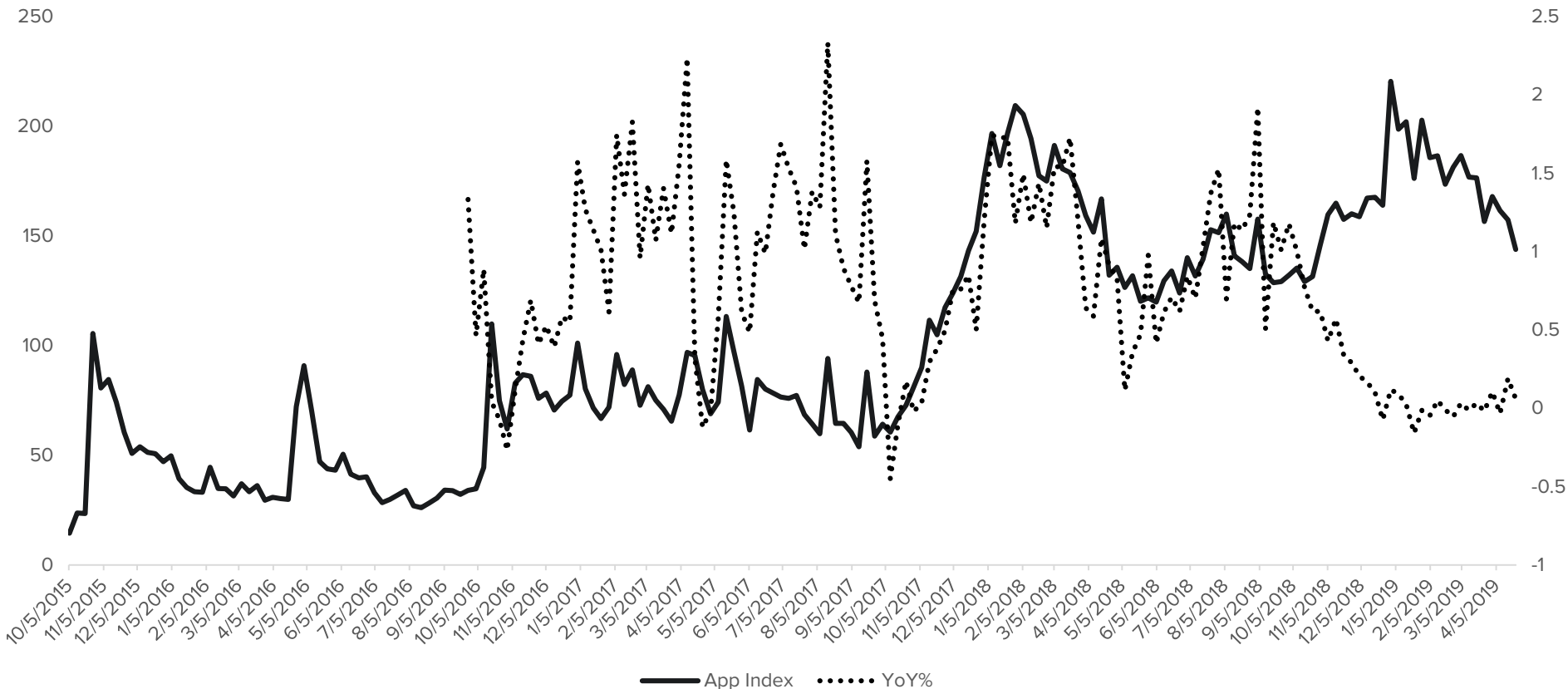
TELADOC APP DOWNLOADS

CONTINUED GROWTH IN USER BASE



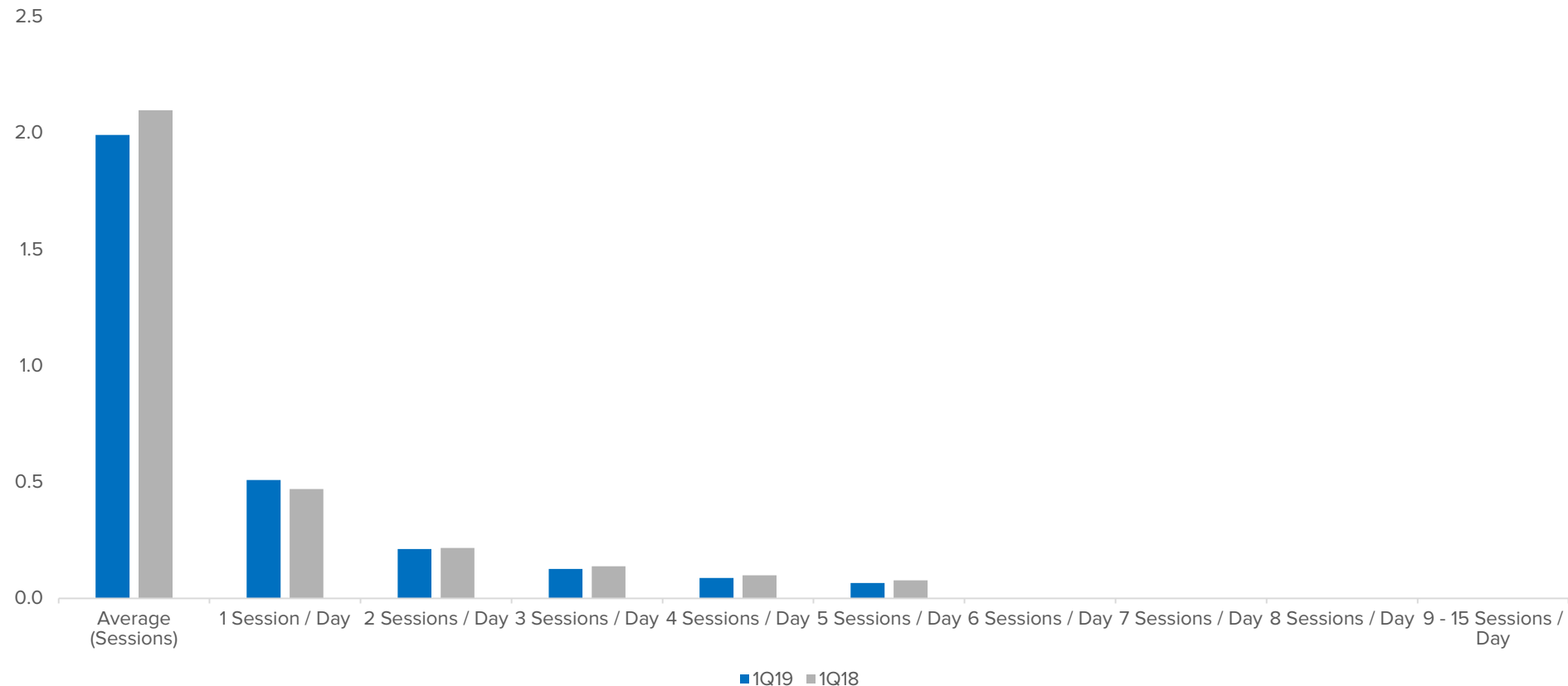
TELADOC INDEX OF WEEKLY APP DOWNLOADS

TOUGH FLU COMP FOR NEW USERS?



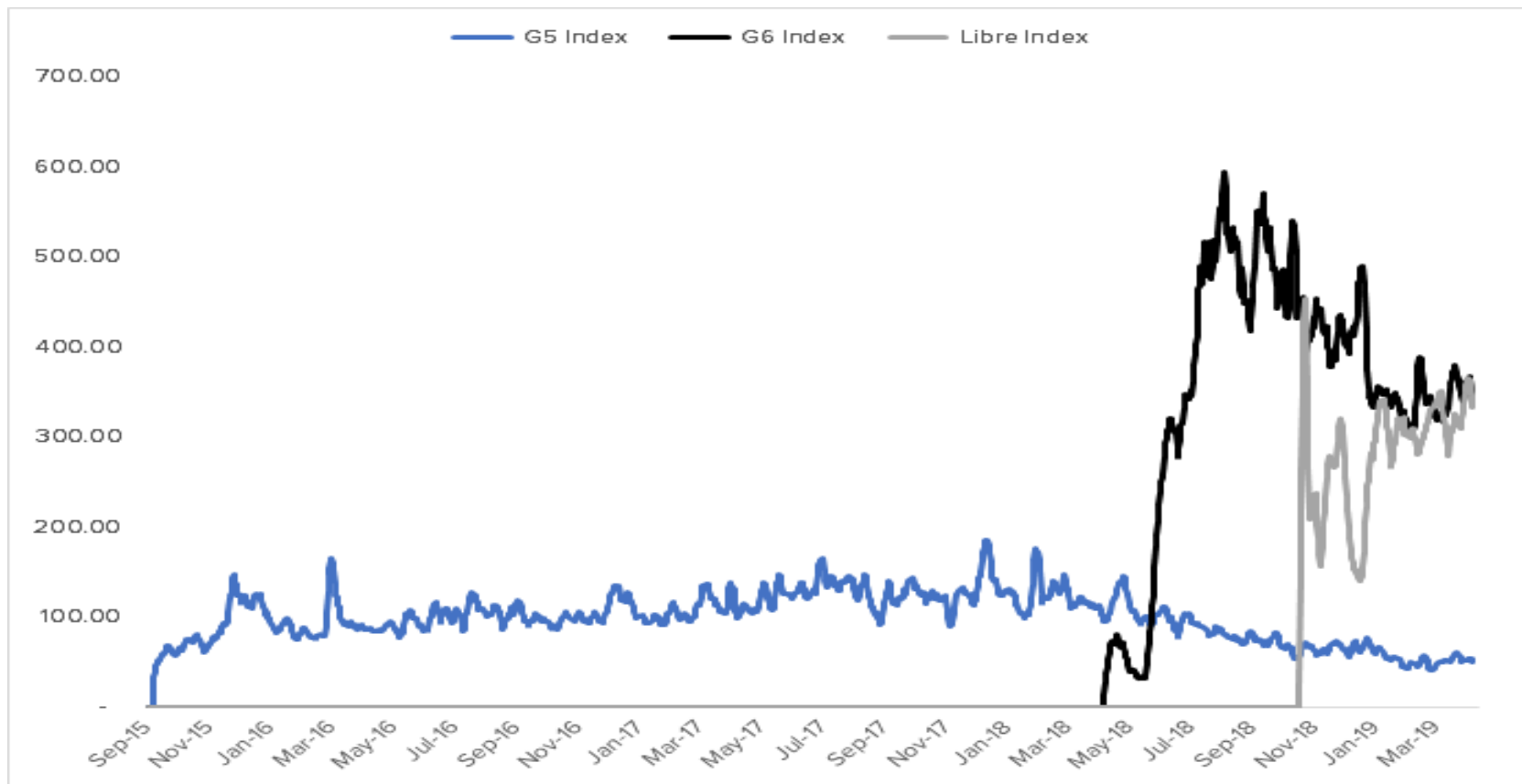
TDOC APP SESSION COUNTS

DESPITE FLU COMP SESSION COUNTS PER ACTIVE USER IS FLAT



DXCM APP DOWNLOAD INDEX

DESPITE FLU COMP SESSION COUNTS PER ACTIVE USER IS FLAT



THC SAME FACILITY ADJUSTED ADMISSIONS

CONSENSUS EXPECTATIONS ARE **-0.6%** IN 1Q19

