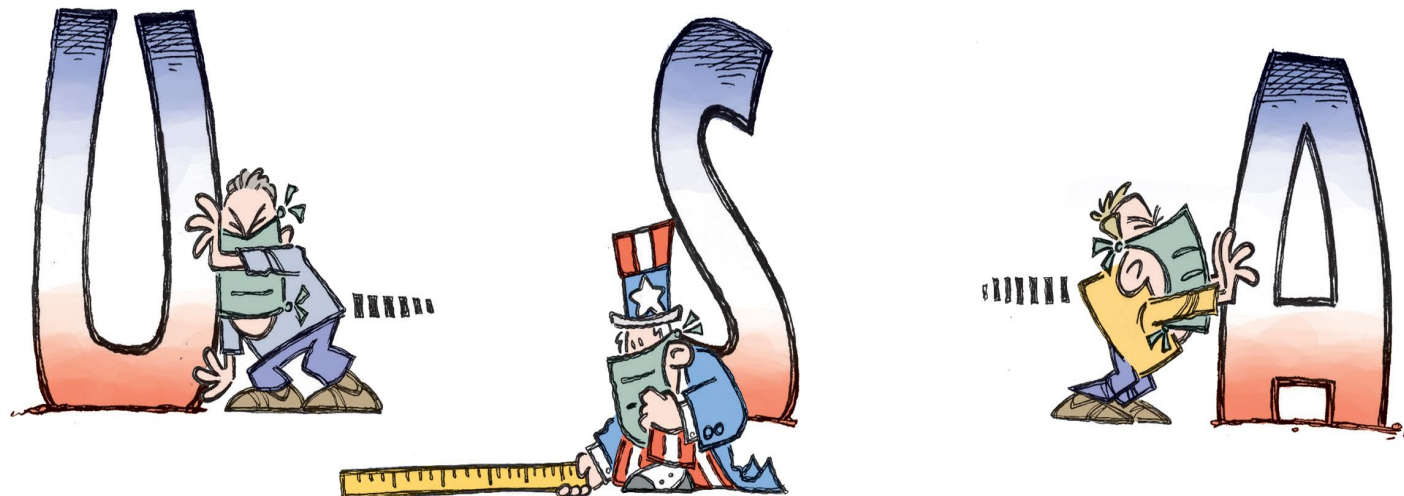


HEDGEYE

Health Care Position Monitor Update

Fundamental Equity Quads, Estimate Revisions, COVID-19 Data Update, & Pandemic Impact on THC

April 13, 2020



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Health Care Position Monitor

For Week of April 13, 2019

Best Ideas - Longs						Best Ideas - Shorts					
LONG		Price	Mkt Cap (\$B)	Trend	Tail	SHORT		Price	Mkt Cap (\$B)	Trend	Tail
Active Longs						Active Shorts					
TDOC	Teladoc Health, Inc.	\$ 150.61	\$11.0B	✓	✓	GH	Guardant Health, Inc.	\$ 65.82	\$6.2B	×	×
AMN	AMN Healthcare Services, Inc.	\$ 60.74	\$2.8B	✓		EXAS	Exact Sciences Corporation	\$ 65.07	\$9.6B	×	×
						HQY	HealthEquity Inc	\$ 46.68	\$3.3B	×	×
						NVTA	Invitae Corp.	\$ 12.57	\$1.5B	×	×
Long Bias						Short Bias					
ONEM	1Life Healthcare, Inc.	\$ 18.15	\$2.3B			HCA	HCA Healthcare Inc	\$ 102.52	\$34.7B		
TXG	10x Genomics Inc Class A	\$ 66.01	\$1.4B			DVA	DaVita Inc.	\$ 72.37	\$9.1B		
						ILMN	Illumina, Inc.	\$ 282.13	\$41.5B		

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Hedgeye’s “bias” represents Hedgeye’s outlook on companies currently under Hedgeye’s review, or for which timing is not right for greater coverage. Hedgeye may or may not provide further commentary on any or all companies represented on the bench and representation of a company on the bench does not forecast whether Hedgeye will or will not issue any additional material on that company.

Macro Quads + Fundamental Quads = Alpha

Back Test Results

Sector Healthcare
Factor Sales NTM
Metric Performance 1M, continuous
Correlation > 50%
Market Cap > 1000

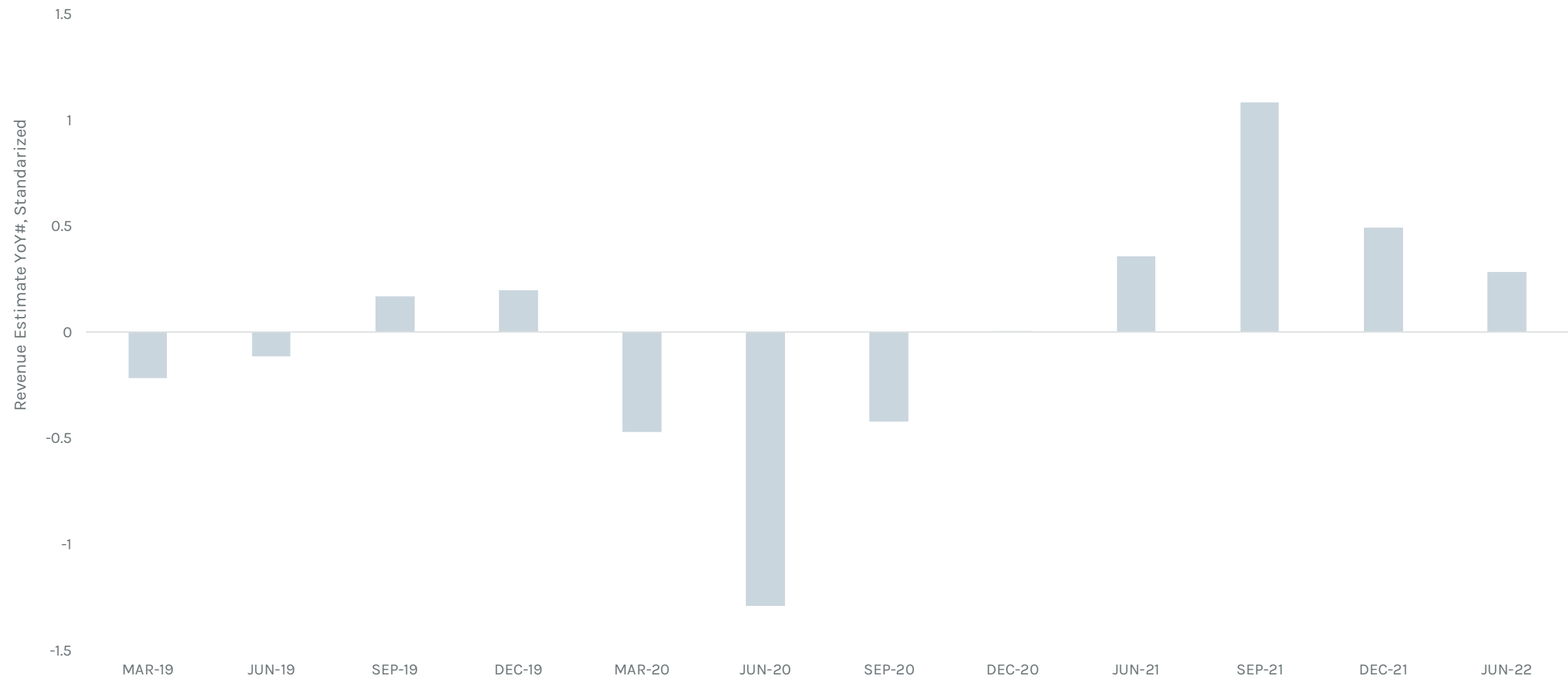
		Macro Quad			
		1	2	3	4
Fundamental Equity Quad	1	3.04	2.84	2.05	3.07
	2	2.55	2.35	0.93	1.85
	3	1.44	1.35	0.09	0.52
	4	2.34	1.90	0.39	0.24

Sector Healthcare
Industry Health Care Equipment & Supplies
Factor Sales NTM
Metric Performance 1M, continuous
Correlation > 50%
Market Cap > 1000

		Macro Quad			
		1	2	3	4
Fundamental Equity Quad	1	3.15	2.73	2.16	3.17
	2	2.19	2.91	0.78	1.98
	3	1.65	0.89	0.40	0.55
	4	2.27	2.22	0.78	0.25

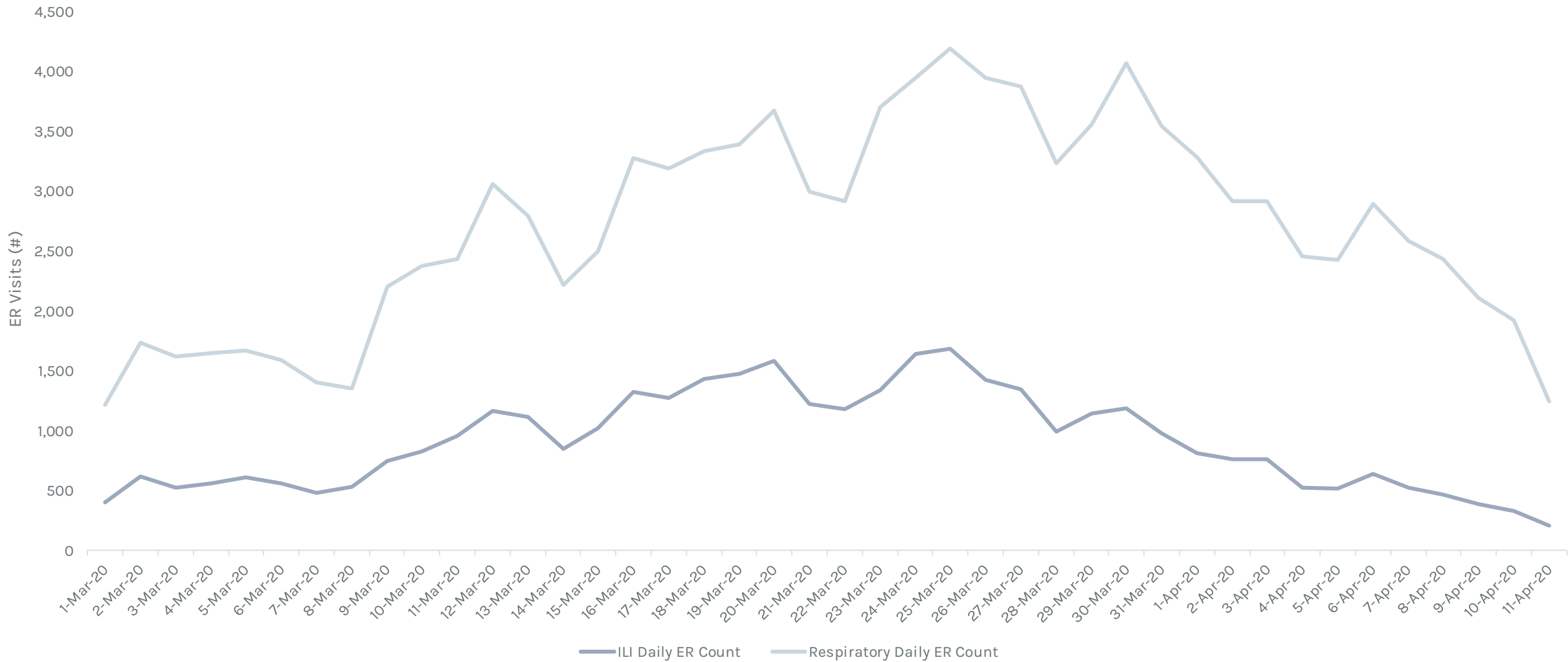
Health Care Estimate Revisions

While estimates have corrected, further negative revisions are likely



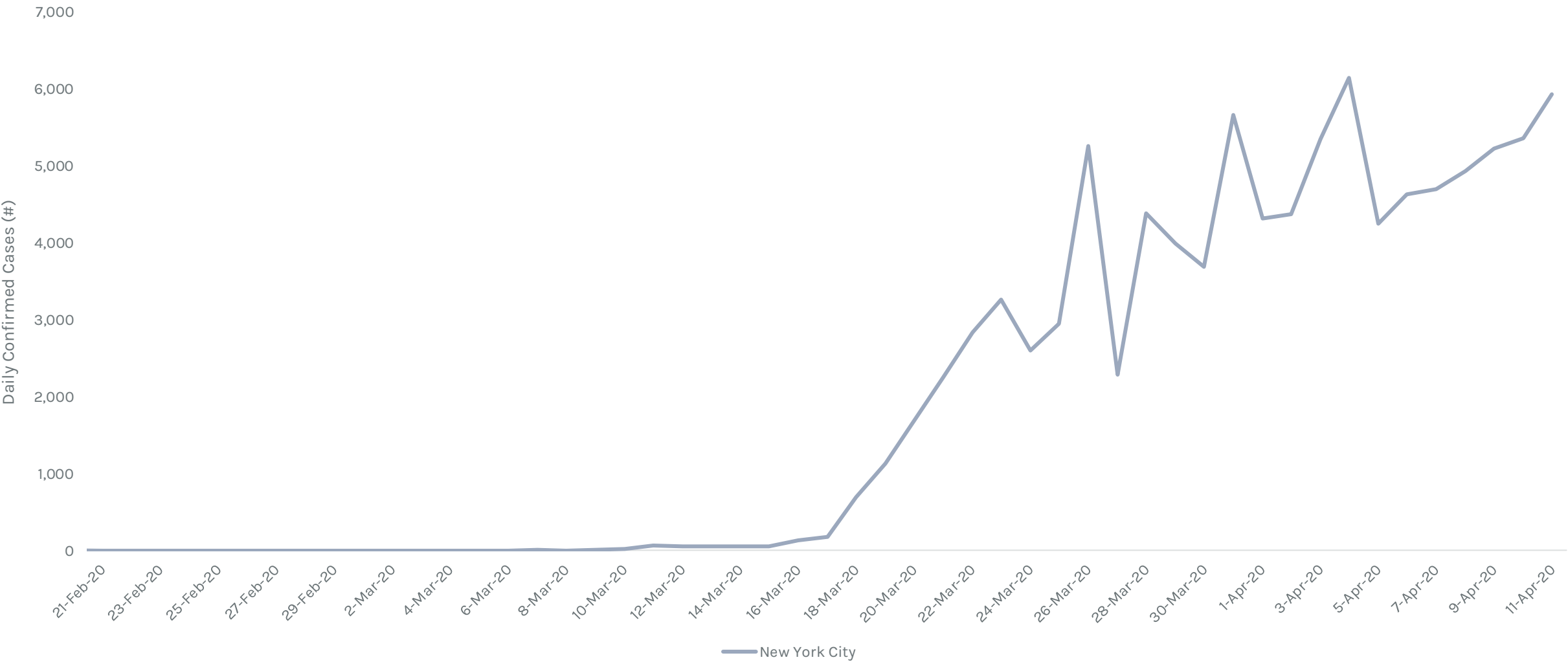
NYC Influenza-like Illness & Respiratory ER Visits

Now at appropriate seasonal levels



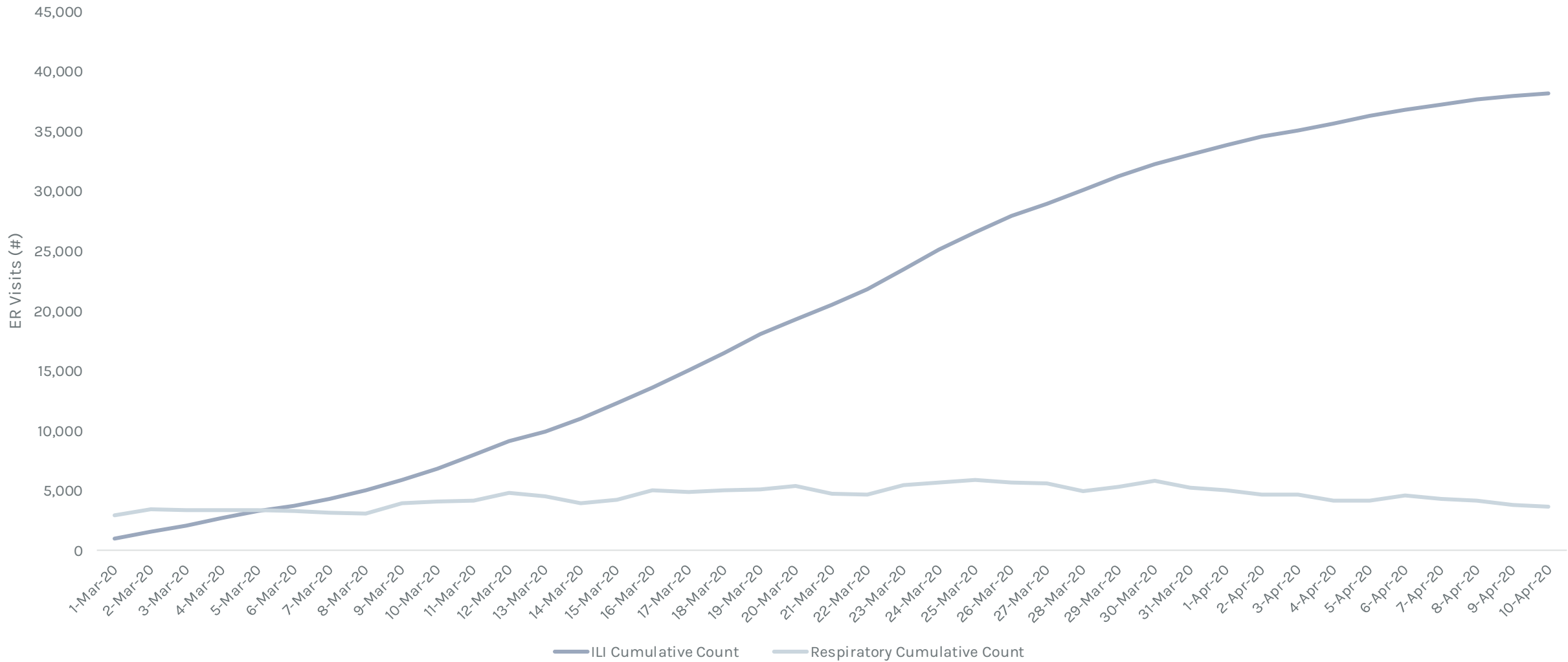
New York City Daily Confirmed Cases

Loads of noise in data due to testing protocols



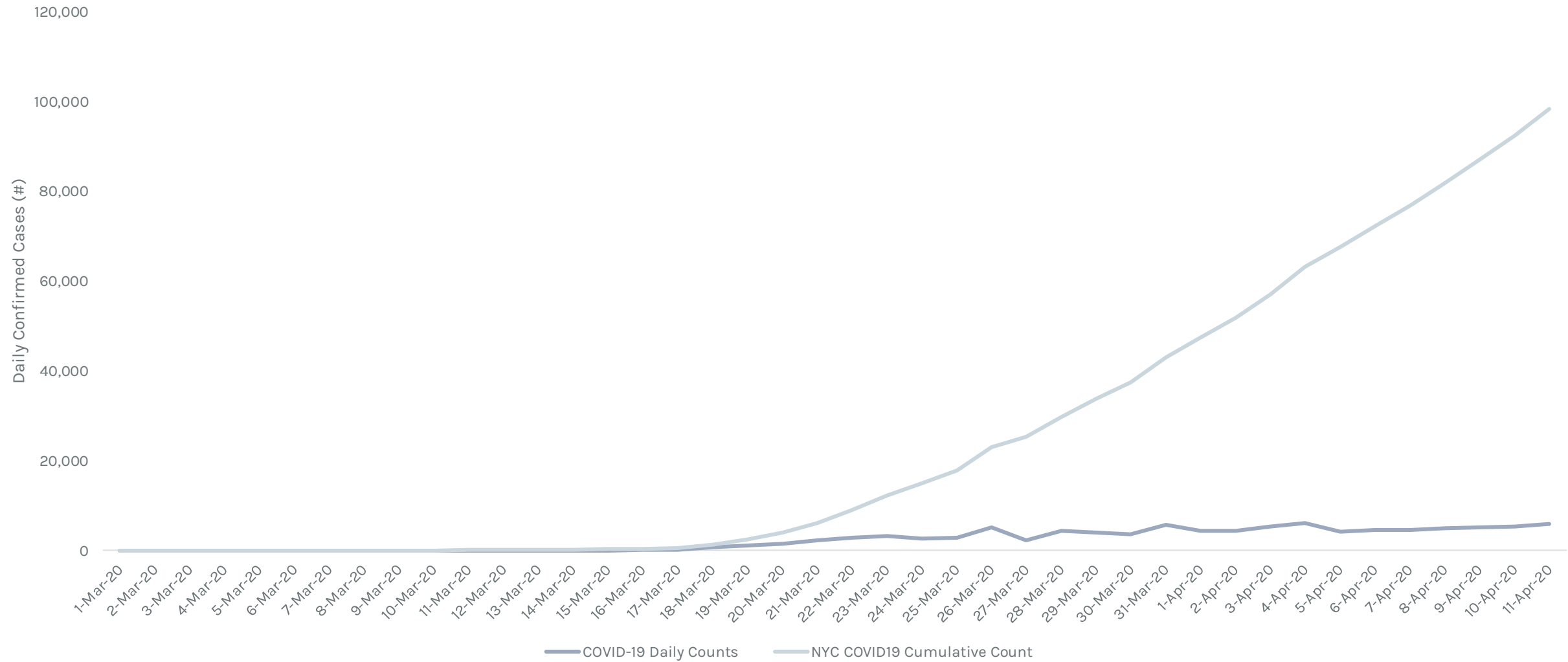
NYC Influenza-like Illness & Respiratory ER Visits

Cumulative Since March 1, 2020

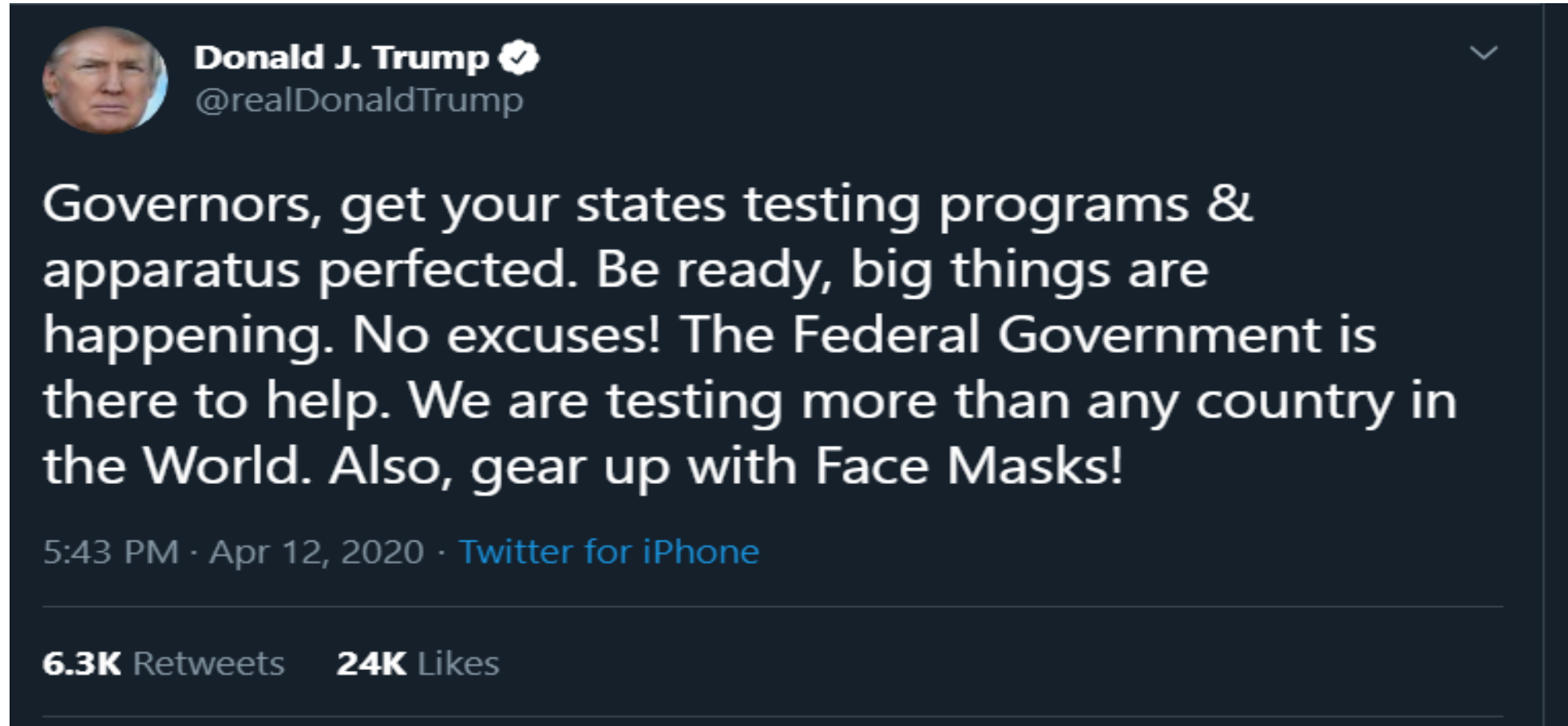


New York City Cumulative Case Volume

Flattening, slowly but surely

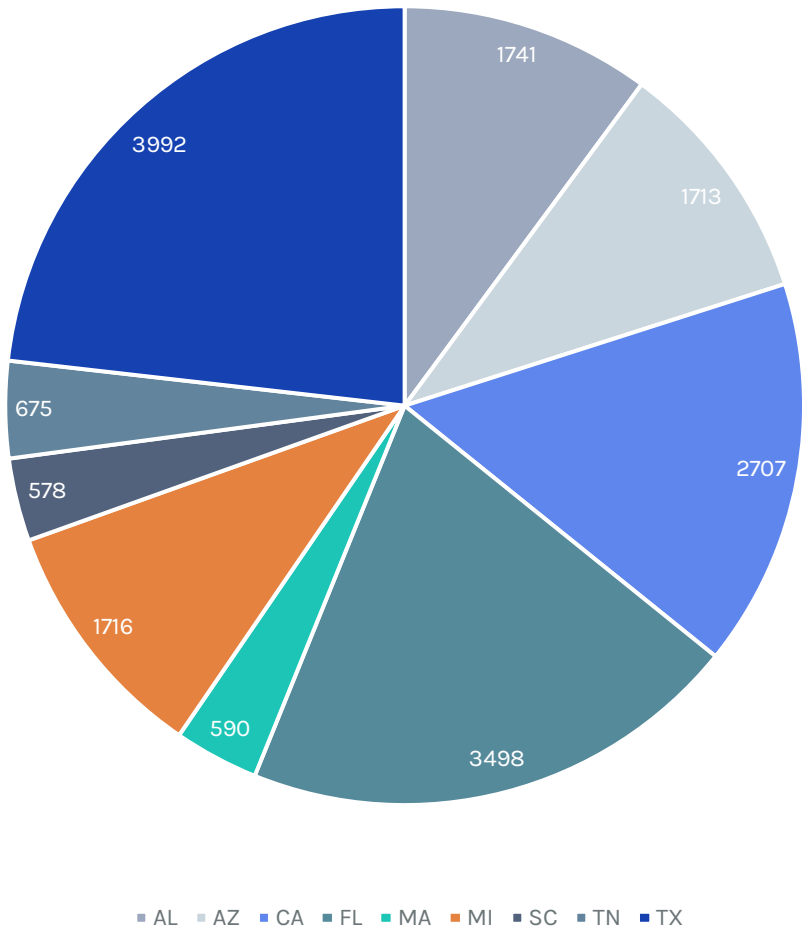


Trump Tweets

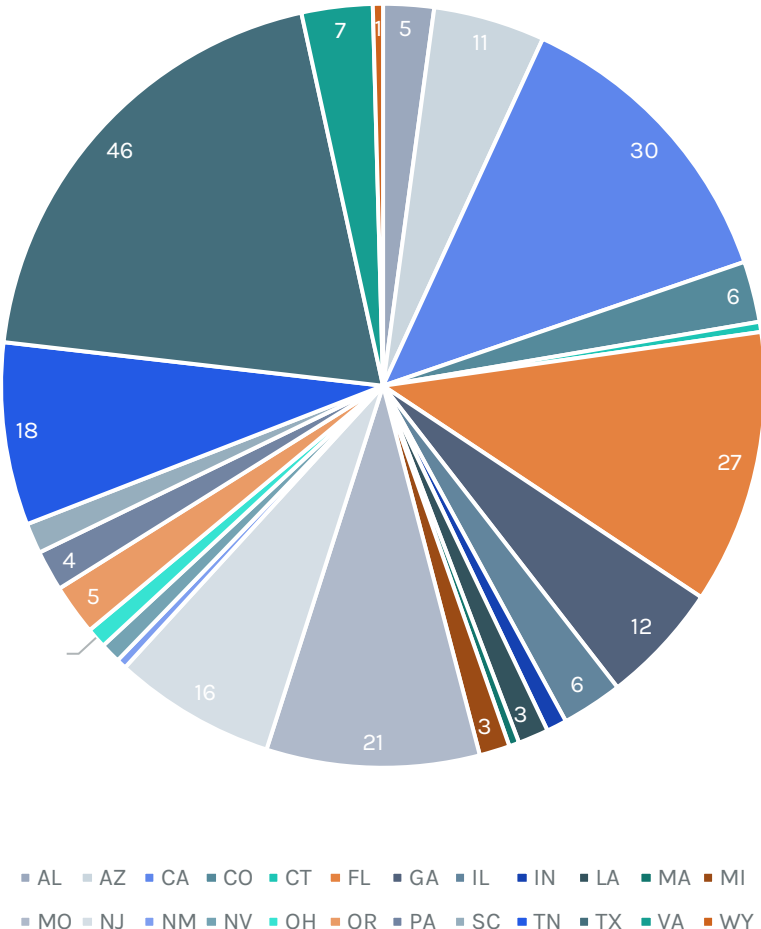


THC | Bed Geographical Distribution

Inpatient Acute Care Hospital Beds

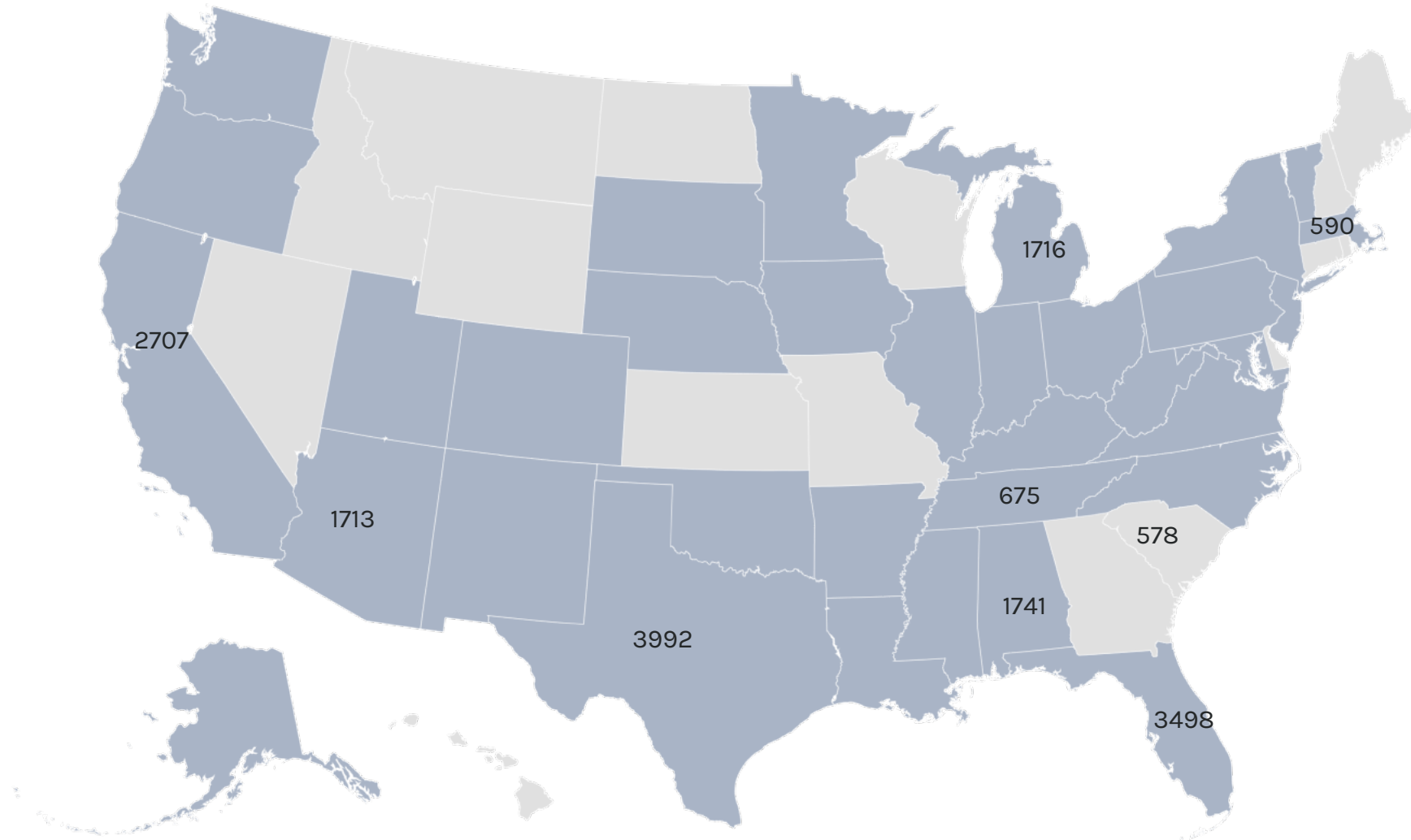


Ambulatory Surgery Centers

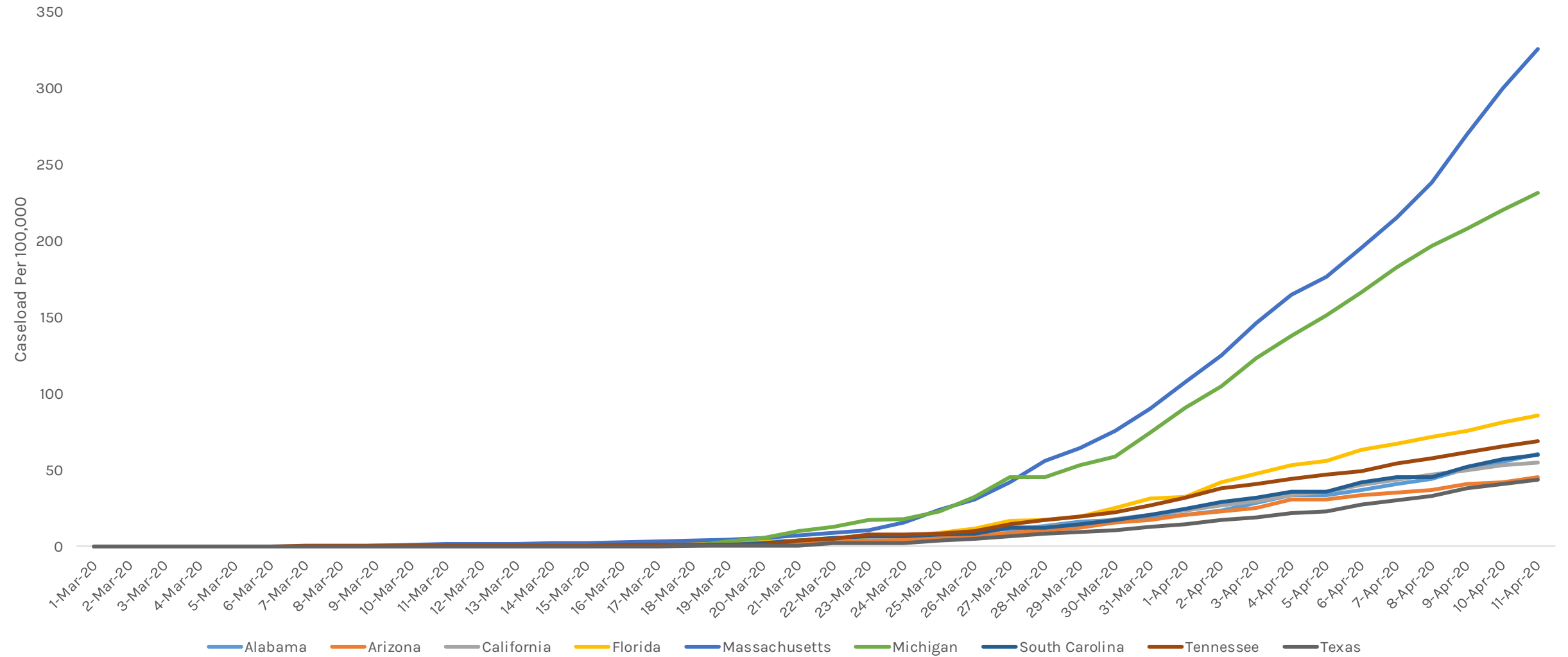


THC | Inpatient Beds in States with EO

Elective procedures generally discouraged/prohibited until late/end of April unless extended

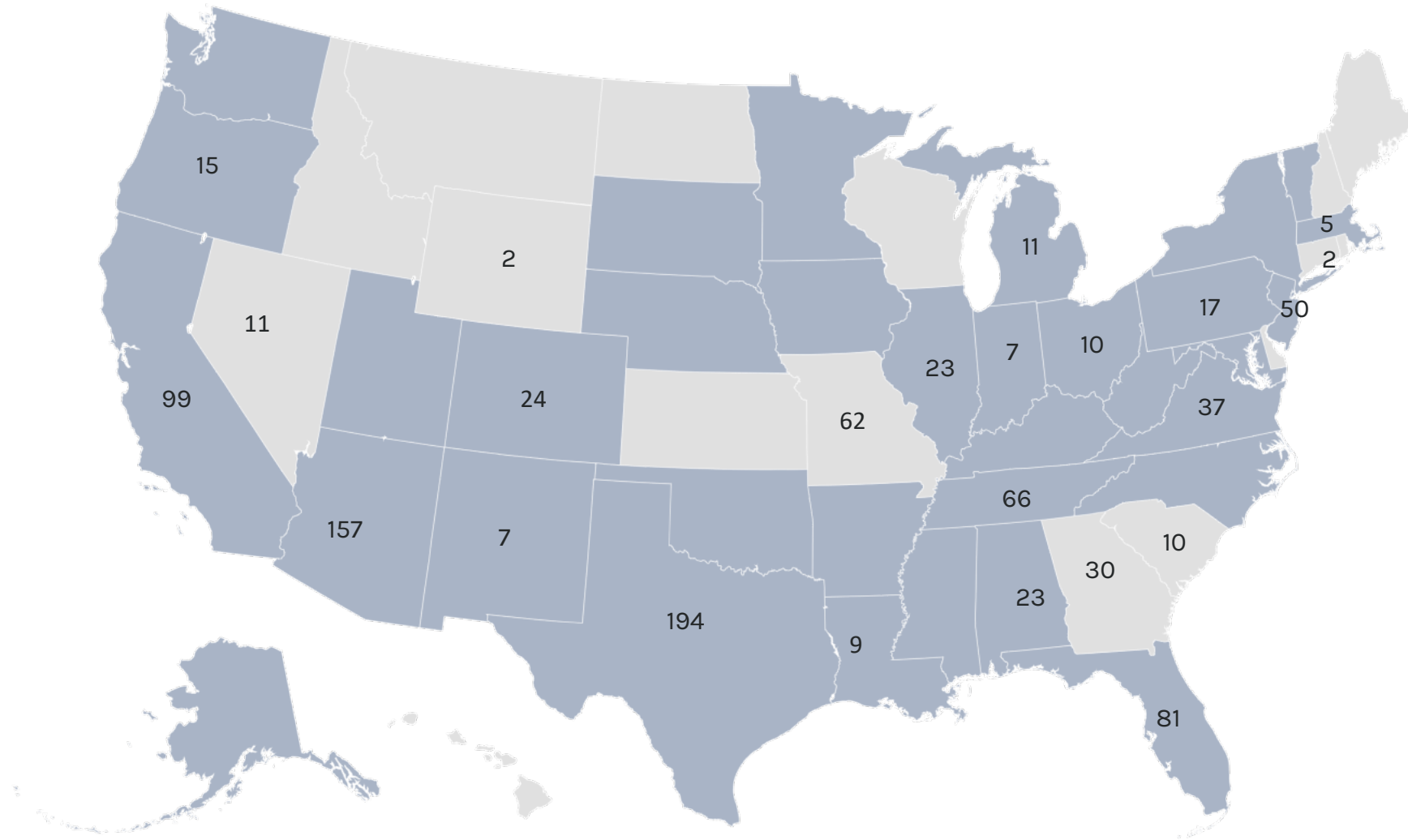


THC | Inpatient Hospital States

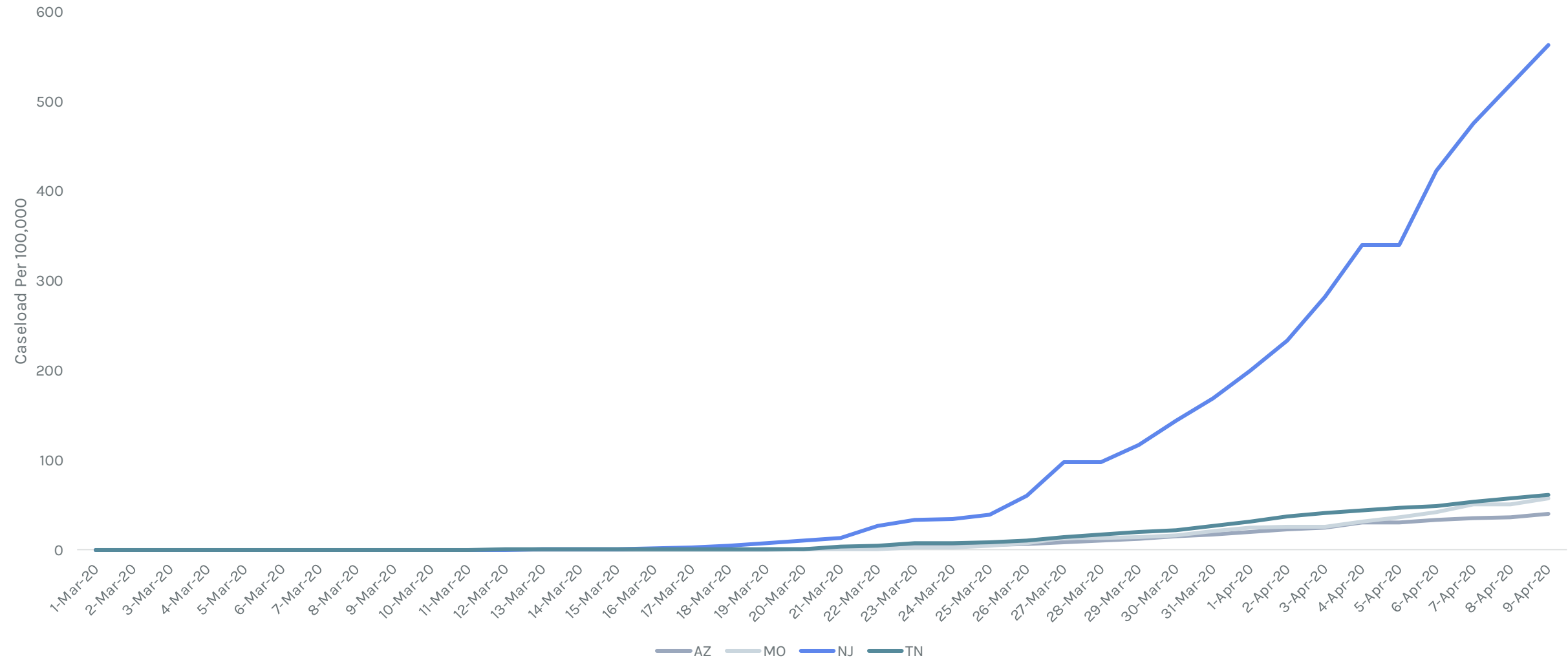


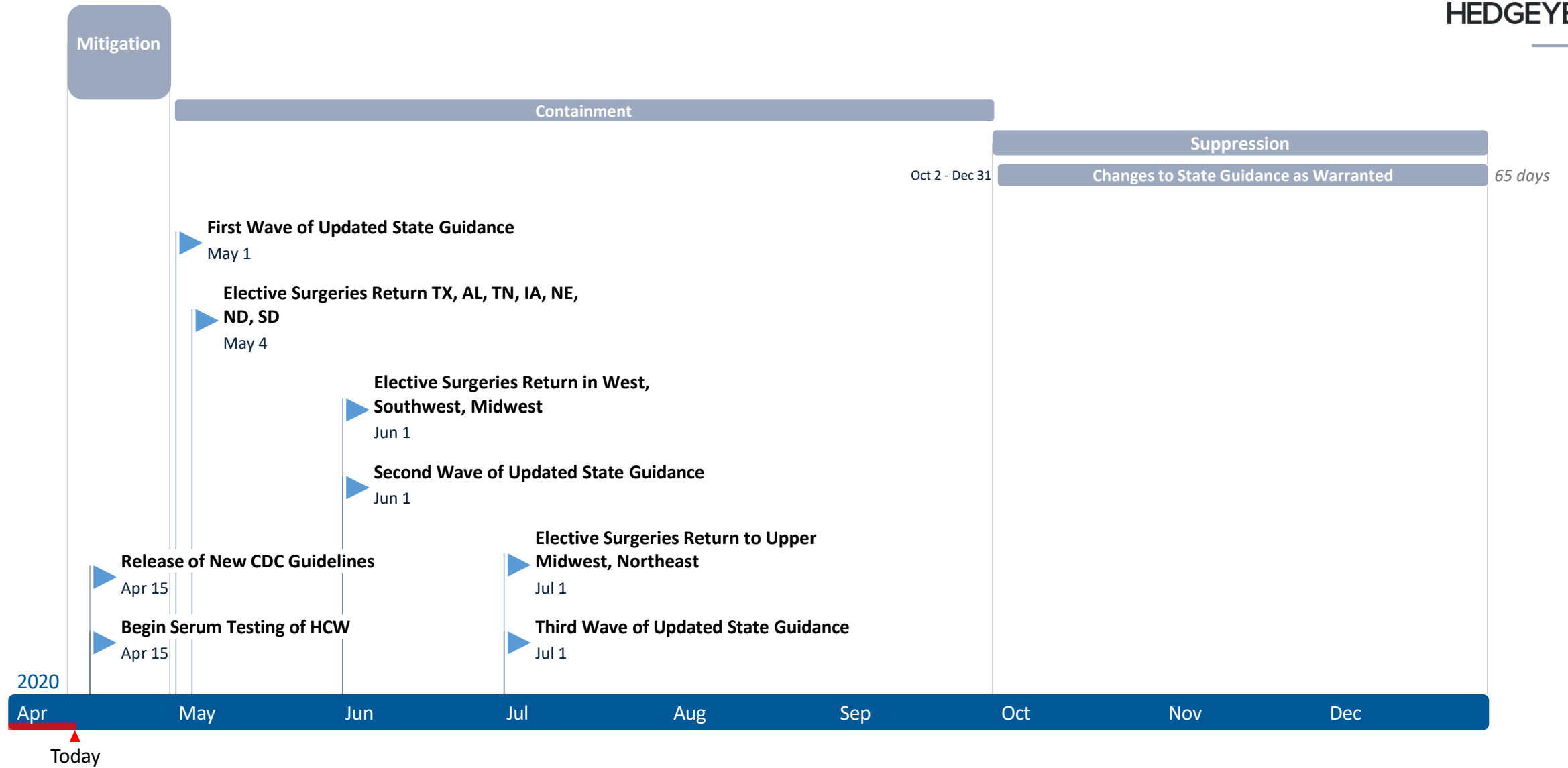
THC | ASC Operating Rooms in States with EO

Elective procedures generally discouraged/prohibited until late/end of April unless extended



THC | Largest ASC States





For more information, contact us at:

sales@hedgeye.com