

ACQUISITION OF ATRIO HEALTH PLANS, INC. BY ATRIO HOLDING COMPANY, LLC c/o CHICAGO PACIFIC FOUNDERS



Wednesday May 29, 2019

Holiday Inn Express Roseburg

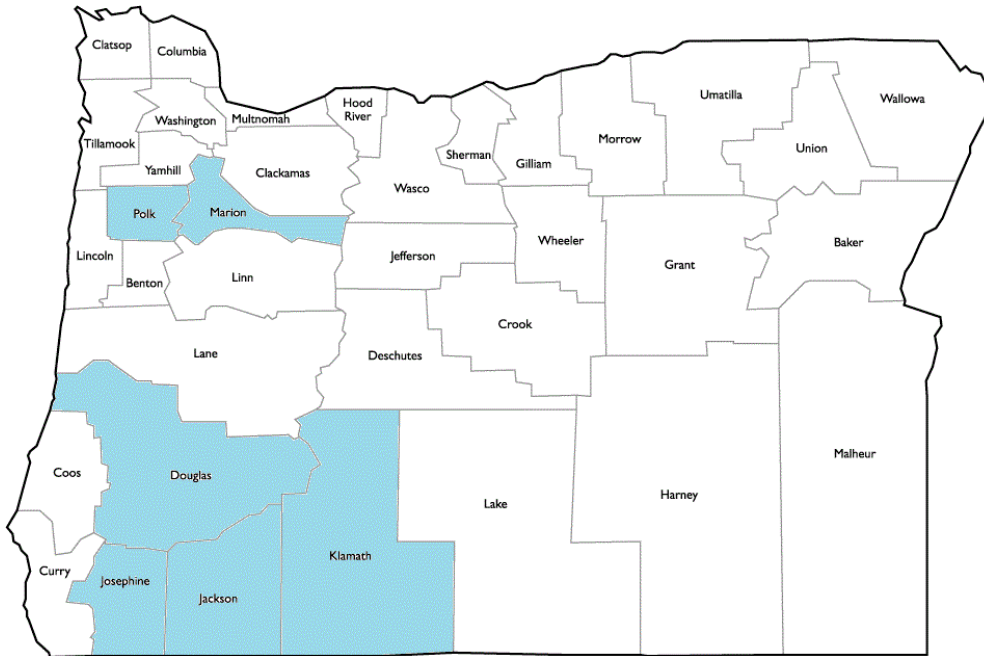
375 W Harvard Ave

Roseburg, OR 97470

ATRIO OVERVIEW



Atrio Counties



- ATRIO Health Plans, Inc. (“ATRIO”) is an Oregon insurance company that offers Medicare Advantage insurance coverage in Douglas, Klamath, Josephine, Jackson, Marion, and Polk counties
- ATRIO's purpose is to deliver improved health outcomes in the communities that we serve by utilizing local medical management expertise. Our local presence allows us to provide market-leading customer service satisfaction through the delivery of innovative and affordable health plans, powered by evidence-based health and well-being services in partnership with local providers. Through our mission and values, we seek to make a positive impact on the communities that we serve
- ATRIO is an Oregon Benefit Company, focused on providing a positive community impact:
 - Partner with local healthcare providers
 - Physical office locations in members' service areas
 - Salem
 - Roseburg
 - Medford
 - Klamath Falls

CHICAGO PACIFIC FOUNDERS OVERVIEW



- Chicago Pacific Founders ("CPF") is a private equity investment firm focused on investing in middle-market, North American healthcare companies
- CPF manages two private equity funds with a large, diverse investor base including large endowments, pension plans and family offices
- To date, CPF has made investments in 9 healthcare companies across the U.S. including provider based businesses, senior living communities and Medicare Advantage focused primary care organizations
- Chicago Pacific Founders was founded by and is run by former healthcare operators and CEOs including:
 - **Mary Tolan**, Founder and Former CEO, R1 RCM (formerly known as Accretive Health)
 - **Vance Vanier, MD**, Former President of Verinata Health (now Illumina)
 - **Larry Leisure**, 30+ years of experience in the health and managed care industry including Towers Watson, Accenture and Kaiser Permanente

SNAPSHOT

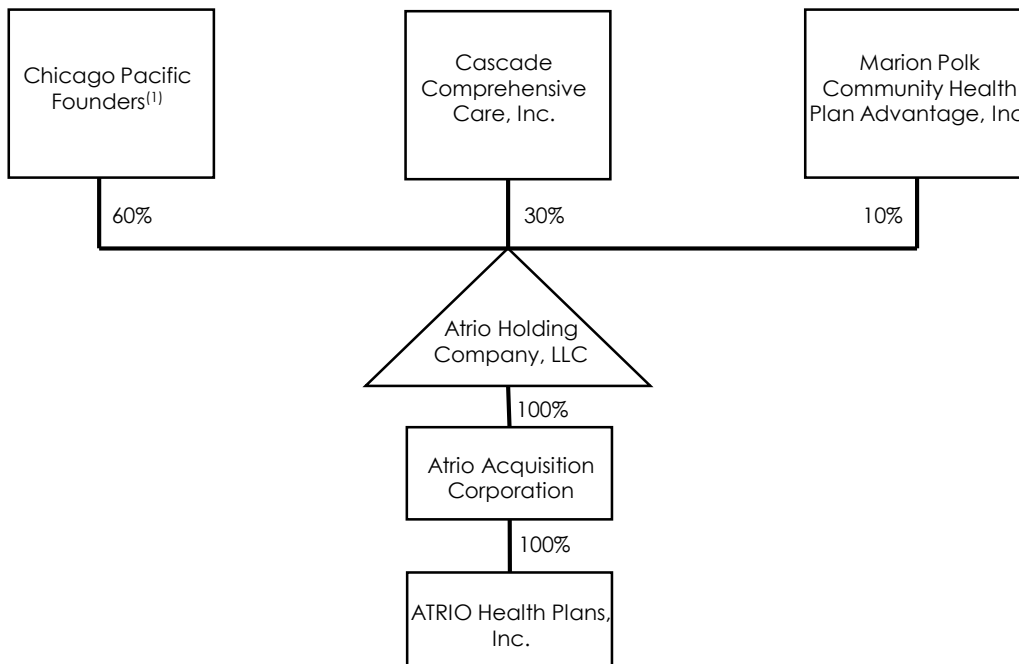
FOUNDED IN **2014**

HEALTHCARE FOCUS

9 PORTFOLIO COMPANIES

FORMER OPERATORS

TRANSACTION OVERVIEW



- ATRIO's current shareholders and CPF entered into a Stock Purchase Agreement ("SPA") in December 2018 to transfer 60% ownership in Atrio Health Plans, Inc. to CPF
- CPF is partnering with Cascade Comprehensive Care, Inc. ("CCC") and Marion Polk Community Health Plan Advantage, Inc. ("WVP") in the continued ownership of ATRIO Health Plans, Inc.
- Following close, ownership will be as follows:
 - CPF: 60%
 - CCC: 30%
 - WVP: 10%
- ATRIO will remain an Oregon Benefit Company
 - A designation for corporations that consider their impact on society and the environment in the business decision-making process
- Please refer to the Form A for a full transaction structure chart

(1) For full breakout of fund entities and ownership please refer to Form A

COMMUNITY BENEFIT



Following the proposed transaction, ATRIO will continue to serve Oregonians with no anticipated changes to operations or personnel



Financial Stability

- CPF provides financial stability to ATRIO:
 - 2 institutional investment funds with large endowments and family offices as investors
 - Ability to provide capital to support risk based capital needs, growth initiatives and liquidity
- CPF is a long term investor which does not change investment positions in the short term. Following the proposed transaction, CPF will be committed to the long term success of ATRIO

Operational Support

- CPF has extensive experience investing in health care markets, including Medicare Advantage and at-risk population focused companies
 - CPF's Partners and employee base includes providers and individuals with insurance industry and investment experience
- CPF will provide guidance and resources to support ATRIO's management team in providing high quality plans and member support to the counties it serves

Continued Local Focus

- Following the proposed transaction, ATRIO's operations will continue as they have with no disruption to members or communities served
 - There will be no disruption in care to ATRIO's current members
- CPF is partnering with CCC and WVP to ensure that ATRIO remains committed to serving its members across Oregon
- There are no proposed changes in ATRIO's management team as a result of the transaction