



SURGERY PARTNERS

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This presentation contains certain non-GAAP financial measures, including EBITDA and Adjusted EBITDA. A "non-GAAP financial measure" is defined as a numerical measure of a company's financial performance that excludes or includes amounts so as to be different than the most directly comparable measure calculated and presented in accordance with GAAP in the statements of income, balance sheets or statements of cash flow of the company. We present non-GAAP financial measures when we believe that the additional information is useful and meaningful to investors. Non-GAAP financial measures do not have any standardized meaning and are therefore unlikely to be comparable to similar measures presented by other companies. The presentation of non-GAAP financial measures is not intended to be a substitute for, and should not be considered in isolation from, the financial measures reported in accordance with GAAP. For additional information about our non-GAAP financial measures, and a reconciliation of certain non-GAAP financial measures to the comparable GAAP measures, see the Company's final prospectus.

Company Overview

Surgery Partners at a Glance

Healthcare Facilities

97

ASCs

5

Surgical Hospitals

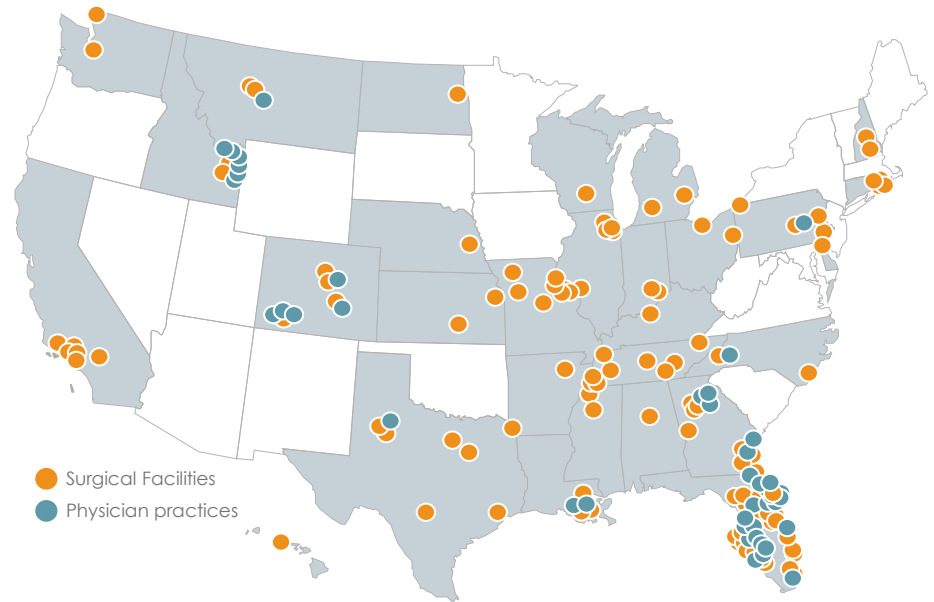
50

Physician Practices

8

Urgent Care Facilities

National Network



Surgery Partners at a Glance

Ancillary Services



Anesthesia Services



Diagnostics



Specialty Pharmacy



Optical Services

Company Highlights

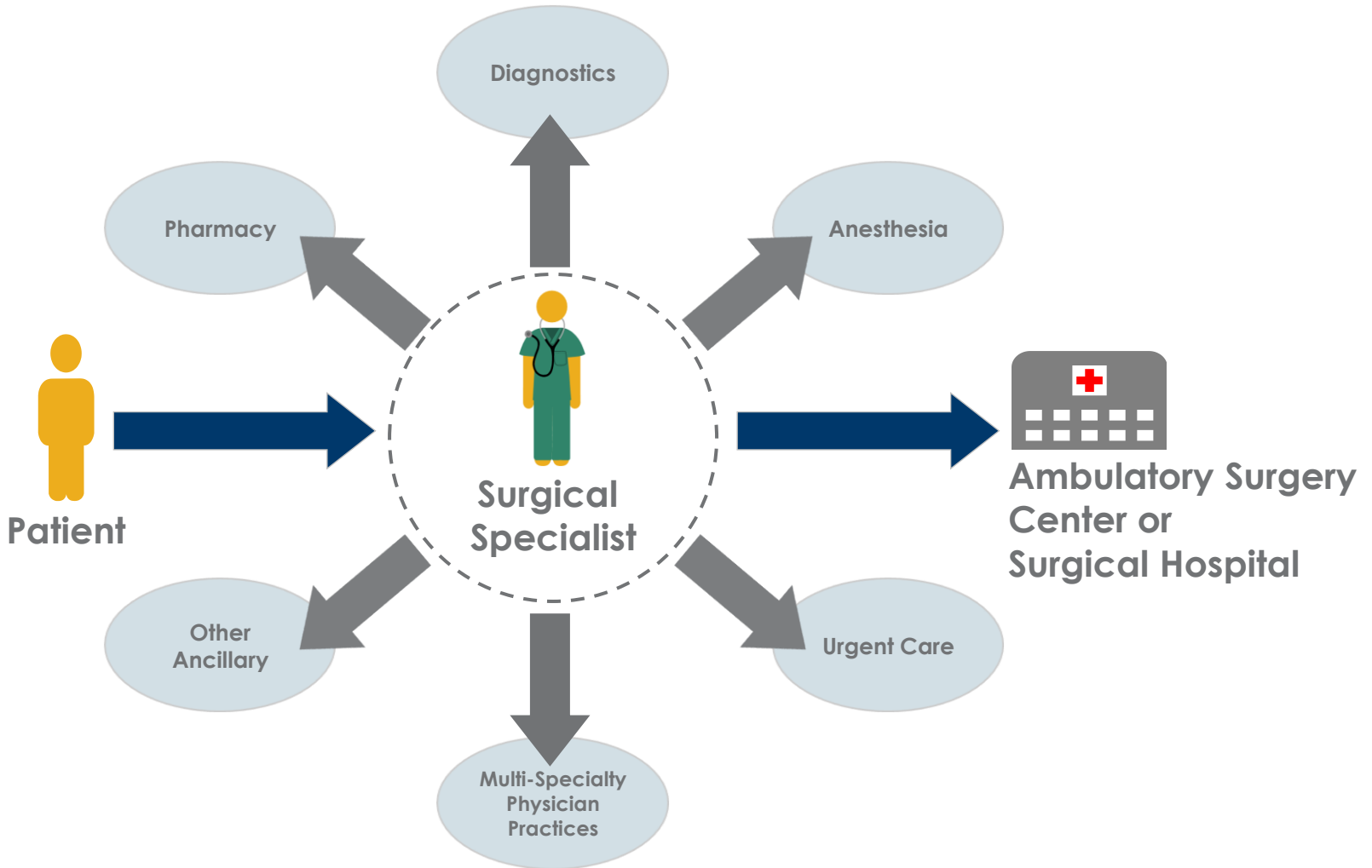
A network of outpatient care focused services

- ✓ over 500,000 annual patients
- ✓ 4,000 affiliated physicians
- ✓ 5,100 talented employees
- ✓ 94% patient satisfaction
- ✓ 96% partner retention

Traditional Delivery Method



Surgery Partners Model



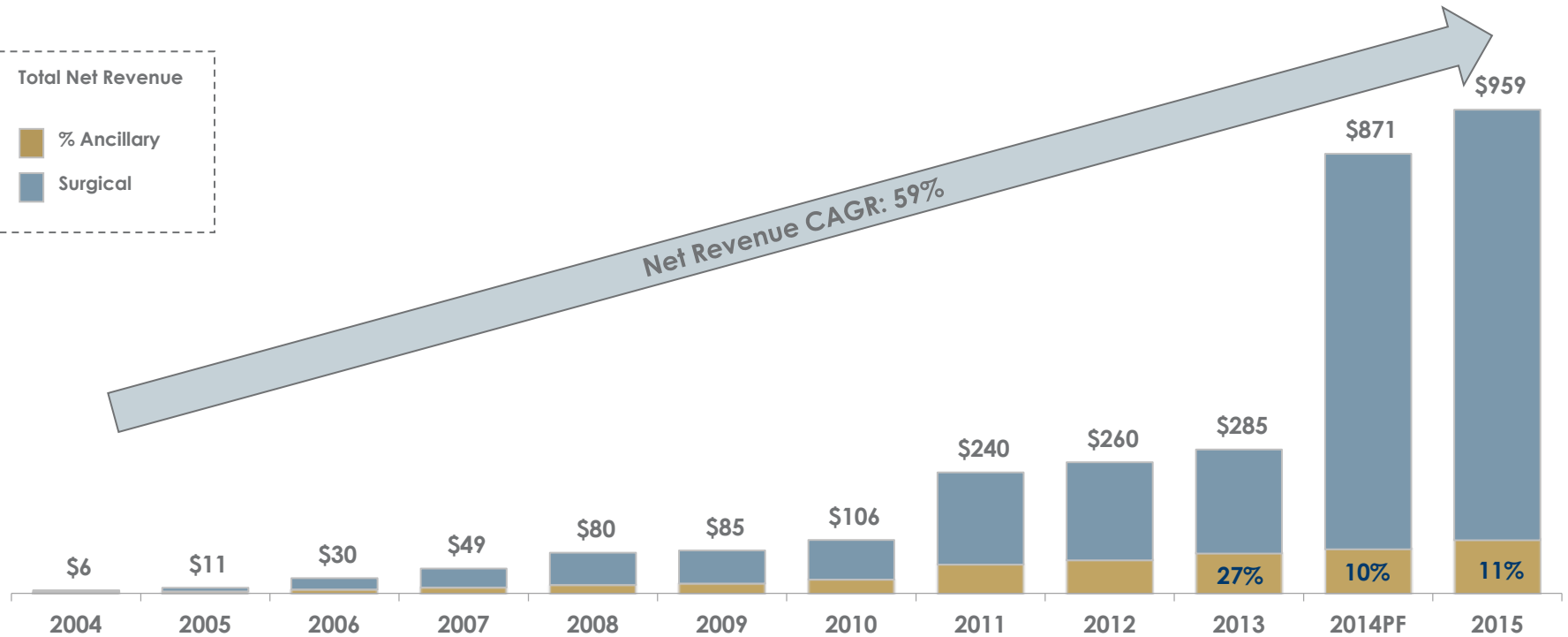
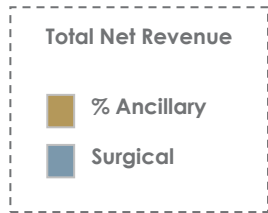
Company Timeline

Foundation Building
(2004–2009)

H.I.G. Investment
(December 2009)

Business Diversification
(2011–2013)

Differentiated Delivery
Model (2014 – Today)



Strategic Achievements

2011: Acquire NovaMed (37 surgical facilities plus ancillary optical services)

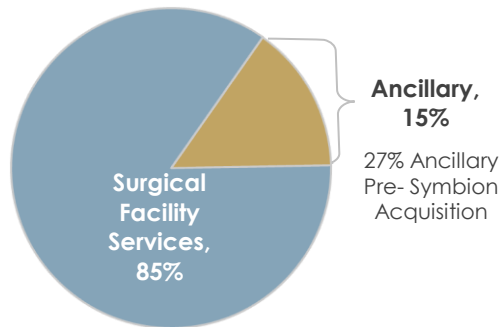
2012: Launch diagnostic laboratory services with opening of Logan Labs

2013: Expand into specialty pharmacy services and DNA testing

2014: Acquire Symbion (55 surgical facilities), significantly increasing ancillary expansion targets; IPO in 2015

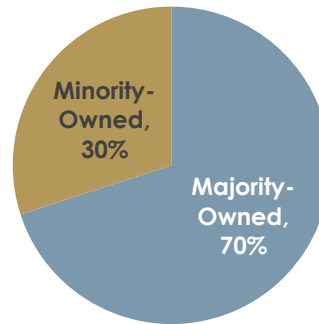
Operating Philosophy

Business Mix



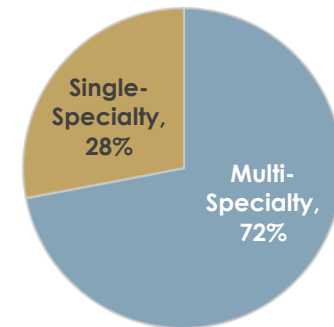
- Creates multiple levers to grow volume and increase profitability
- Ancillary earnings entirely retained by us
- Services otherwise outsourced to unaffiliated third parties

Ownership Structure



- Own and operate 102 surgical facilities
- Enhanced ability to meet the needs of the local market and its patients

Facility Model

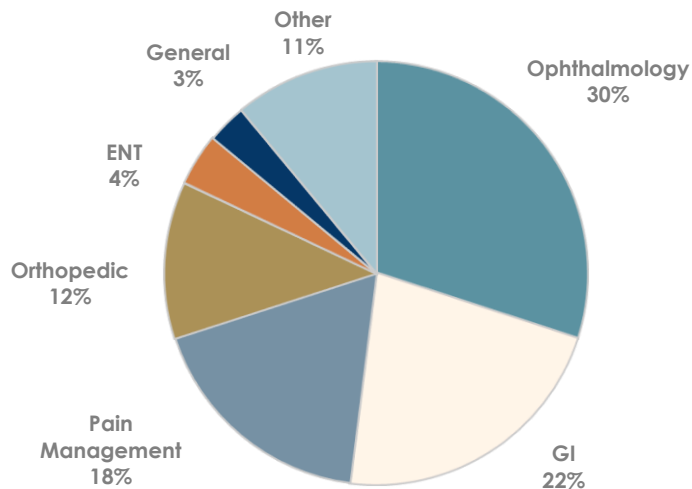


- Provides the ability to expand our surgical specialty offerings based on market demand
- Enables the stability and predictability of our revenue

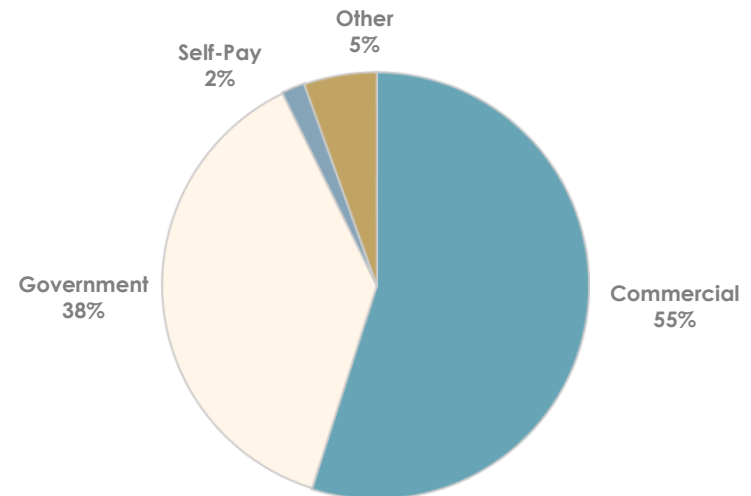
Diversified Business Mix

Delivers Stability, Growth and Strong Margins

Specialty Mix



Payor Mix



- Drives stable and predictable revenue
- Provides multiple levers to grow volume
- Broadens the pool of surgical specialists to recruit

- Limited exposure to bad debt
- Limited out-of-network exposure
- Diversified payor base resulting from local contracting

Physician Engagement Strategy

**Flexible approach to
physician engagement**



**Physician-centric culture
focused on customer service**

Drives success in recruiting and retaining high quality physicians

Over 100 Employed Physicians

~1,000 Partnered Physicians

~3,000 Affiliated Physicians

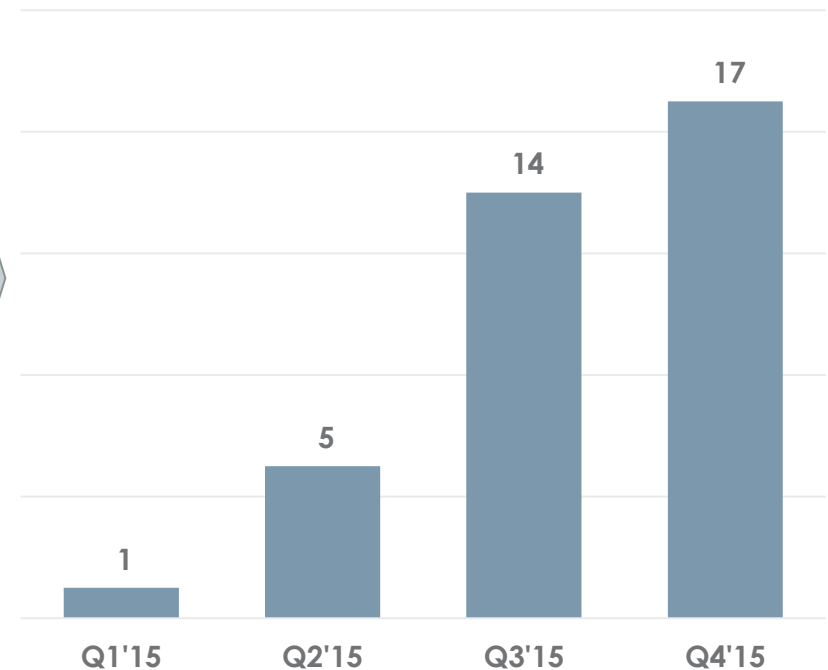
96% Physician Partner Retention Rate for Last 5 Full Years

Consistent Value Creation

Deploy Physician Practice Development as an Effective Recruitment Strategy

- **Completed 17 in-market physician practice transactions in 2015**
 - EBITDA multiples ranging from 2.0x to 6.0x, with realized multiples lower on every transaction (typically 0.5x to 2.0x turns)
- **Business Development**
 - Added new, dedicated resources for Physician Practice Development
- **Operations**
 - Created infrastructure to better communicate, drive, operate and support physician employment option

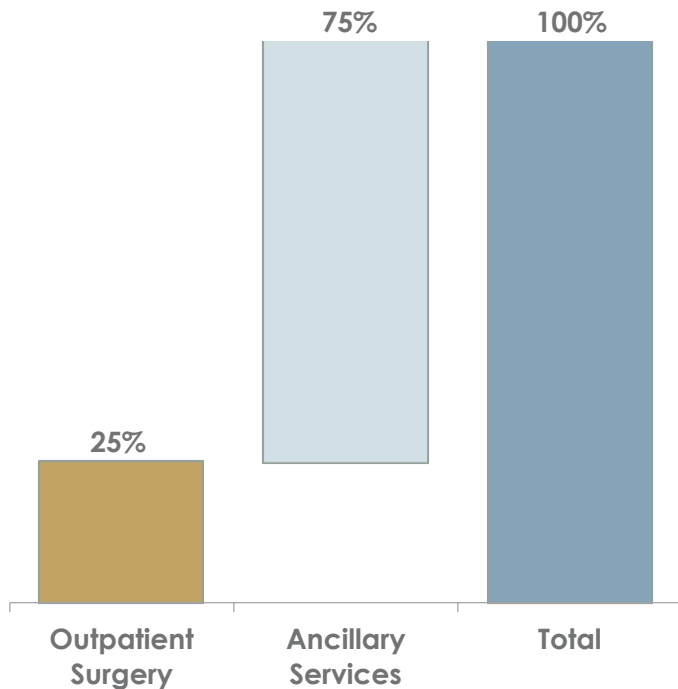
Cumulative In-Market Physician Practice Transactions



Beyond the Traditional Model

Our physician practice operations drive meaningful value

Ramp Up of a Typical In-Market Physician Practice



Pro forma Adjusted EBITDA Contribution



Outpatient Surgery



Practice Operations



Diagnostic Services



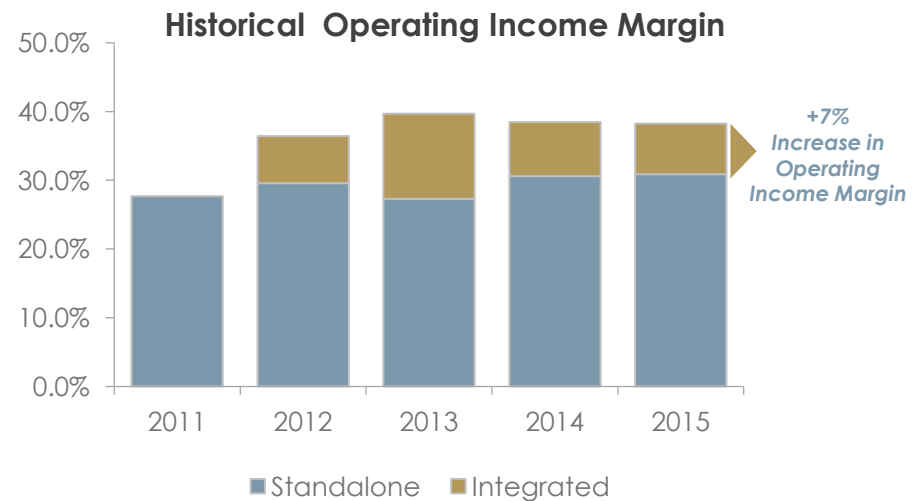
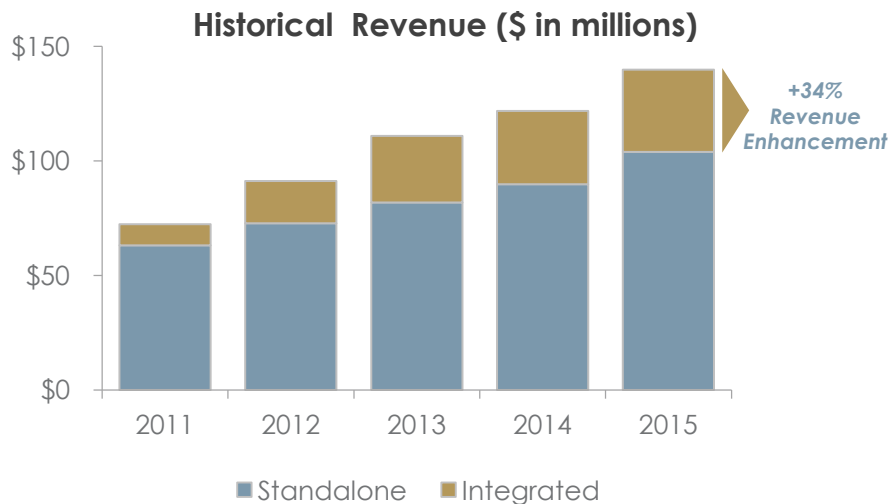
Pharmacy Services



Anesthesia Services

Ancillary Deployment

The incorporation of multiple ancillary services at 15 of our facilities demonstrates the successful execution of our strategy



Revenue

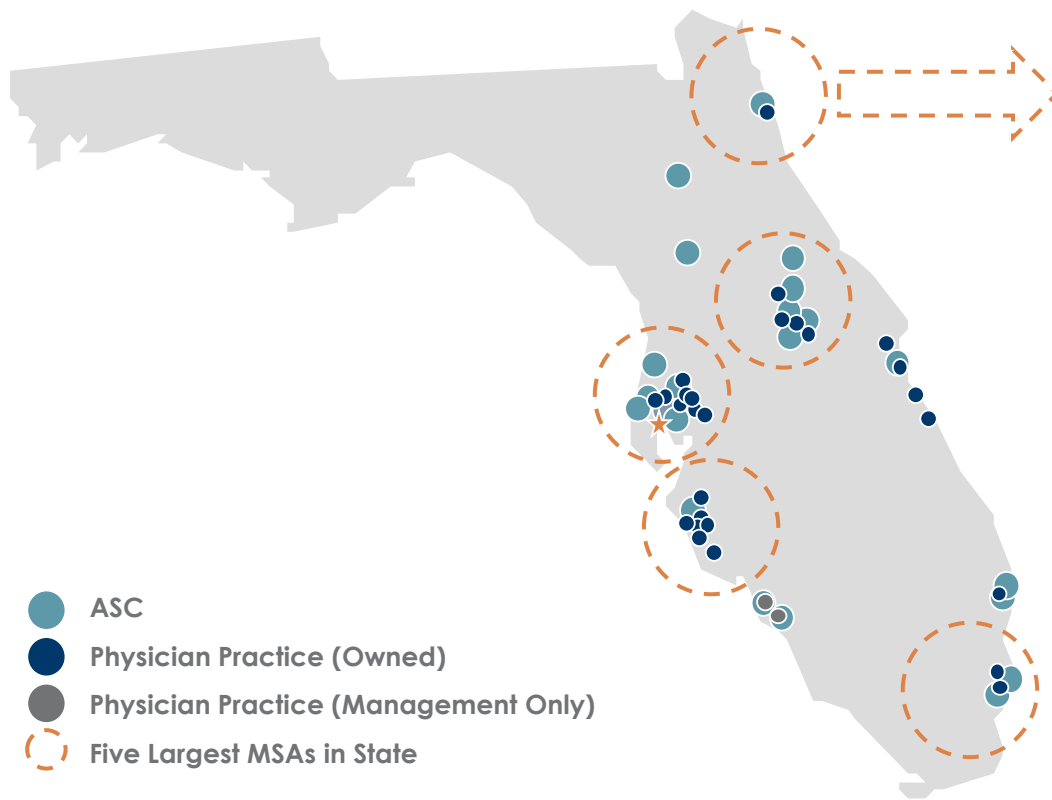
13% CAGR on Standalone Business
18% CAGR with Ancillary Services

Profitability

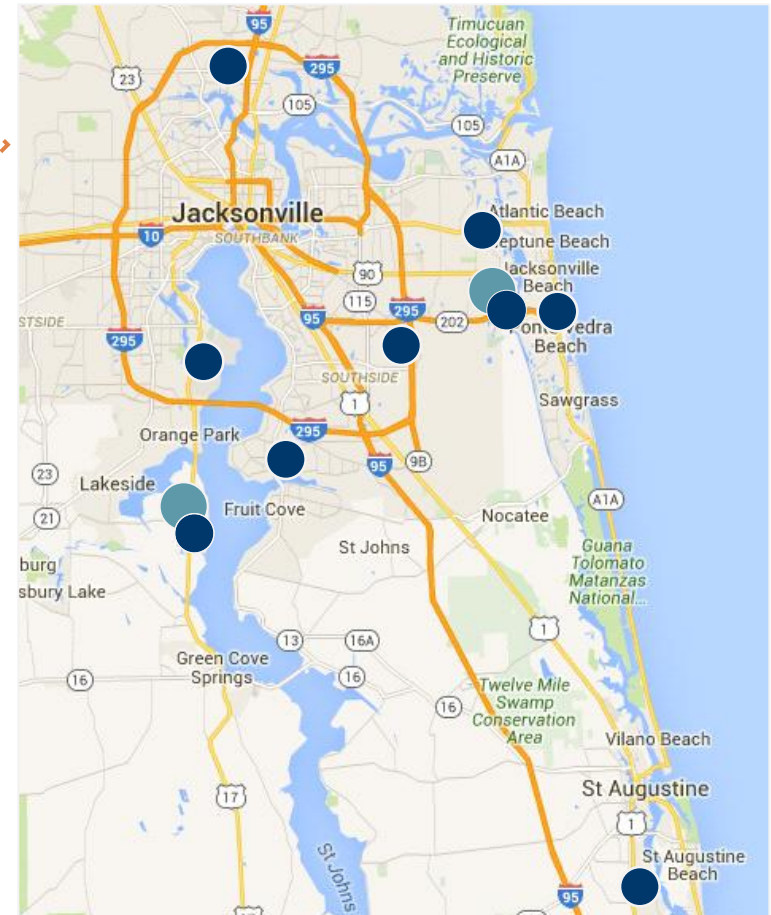
14% CAGR on Standalone Business
29% CAGR with Ancillary Services

Case Study: Recent Acquisition

Surgery Partners' Florida Footprint (Pre-Acquisition)

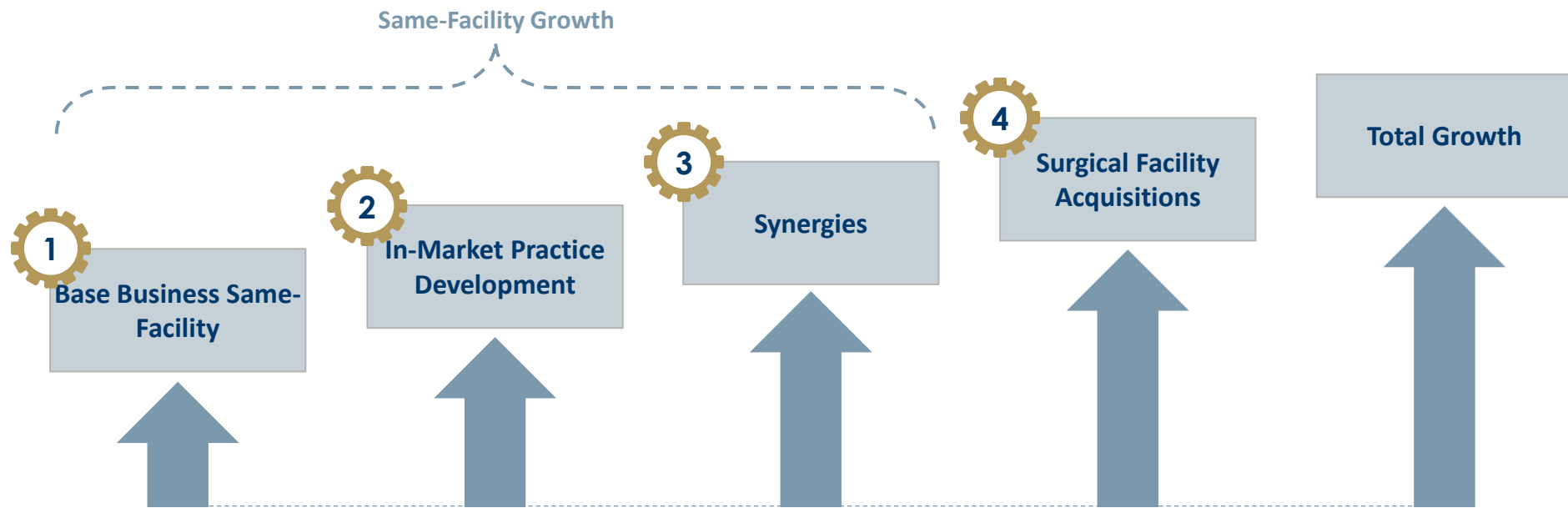


Post-Acquisition Footprint in MSA



Defined Spectrum of Opportunities

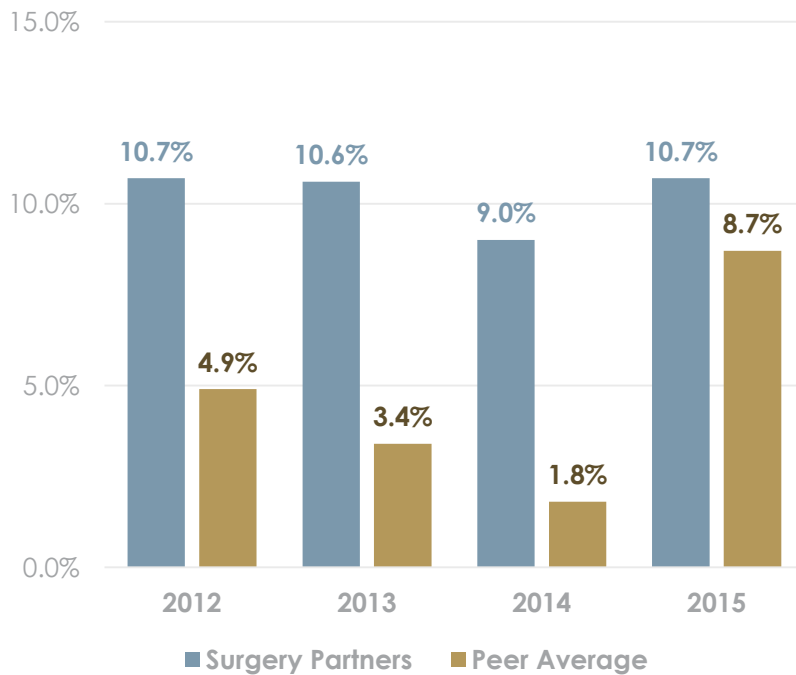
Multiple Levels of Growth in Existing and New Markets



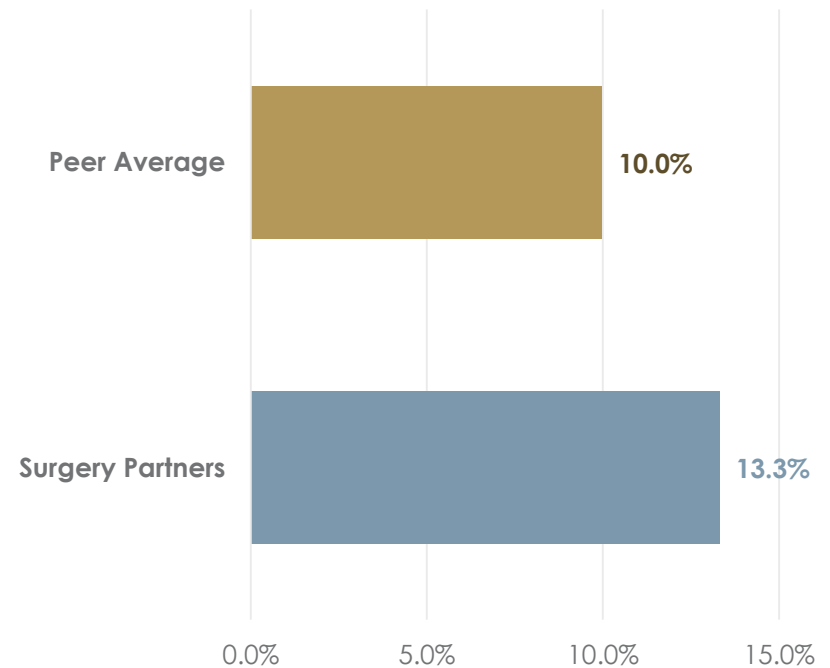
Our Results

Our Differentiated Operating Model Drives Industry Leading Growth

Historical Same-Facility Revenue Growth



Q1 2016 Same-Facility Revenue Growth



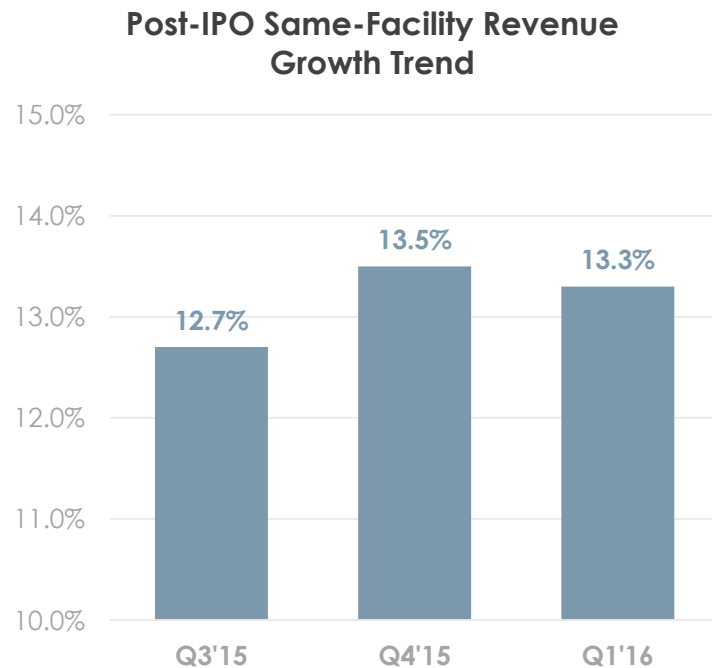
2015 Review

- ✓ Successful Continued Integration of Symbion
- ✓ Same-Facility Revenue Growth of 10.7% with 5.2% case growth
- ✓ Completed Initial Public Offering (NASDAQ: SGRY) in October
- 17 In-Market Physician Practice Transactions (4 de novos)
- 5 Surgical Facility Acquisitions (3 in-market, 2 new markets)
- 6 New Anesthesia Conversions (including 2 Platform Businesses in Q4'15)
- 1 Urgent Care Acquisition (in-market)

2016 — Early Results

Solid YTD 2016 Operational and Financial Performance

✓ Sustained Momentum of Organic Growth Plan



✓ Continued Execution of Development Strategy

Q1 2016

- Acquired and merged operations of one ASC into existing in-market ASC
- Completed two in-market physician practice transactions

Subsequent Events

- Acquired an integrated physician practice, anesthesia company, laboratory and billing company and majority ownership in a surgical facility in Jacksonville in April 2016
 - Enhances Surgery Partners' presence in Florida; multiple surgery centers and ancillary service offerings in each of the five highest populated markets in the state
- Completed one additional in-market physician practice transaction in April 2016

Financial Overview

Financial Overview Key Highlights

- ✓ Differentiated operating model: Unique focus on ancillary services
 - ✓ Strong financial performance: Industry leading same-facility growth
- ✓ Significant scale, diversification and value creation from transformational acquisitions
 - ✓ Significantly accelerate future growth potential
 - ✓ Result in best-in-class management team with historical track record of successful execution
- ✓ Roadmap for future growth leverages our core competencies:
 - ✓ Multi-specialty focus
 - ✓ Majority ownership
 - ✓ Ancillary services penetration
 - ✓ Ongoing in-market physician practice development
 - ✓ Opportunistic surgical facility acquisitions
- ✓ 2016 Revenue of \$1.10B to \$1.14B and EBITDA of \$184M to \$191M
 - ✓ Represents 14% to 18% revenue growth and 16% to 21% EBITDA growth over 2015

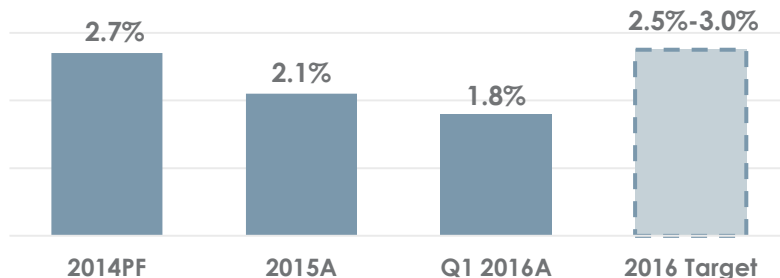
1Q 2016 Performance Review



- Q1 2016 Revenue of \$267.1 million (19.2% growth over prior year)
 - 100,756 cases; \$2,514 revenue per case
- Q1 2016 Adjusted EBITDA of \$38.4 million
- Achieved 13.3% same-facility revenue growth driven by:
 - 11.6% same-facility case growth
 - 1.5% same-facility net revenue per case growth
- Completed two in-market physician practice transactions (one in Florida, one in Idaho) for an aggregate investment of \$3.7 million
- Cost synergies have been achieved
- Revenue synergies primarily being achieved through transactions in existing Symbion markets and embedded in overall same-facility growth
 - One or more ancillary services deployed in 8 Symbion markets, including 6 anesthesia contract conversions
- Acquired a controlling interest in one surgical facility in an existing market for a purchase price of \$4.0M
 - The operations of the ASC were merged into an existing in-market ASC

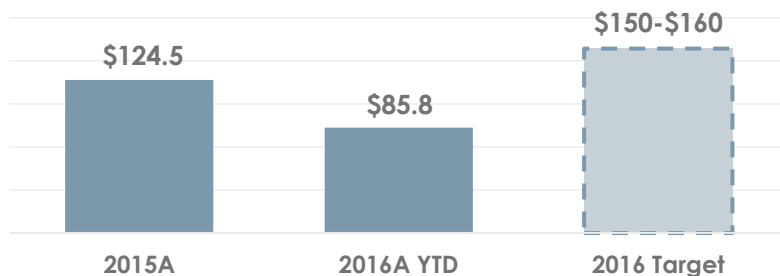
Consistent Cash Flow Attributes

Capital Expenditures⁽¹⁾ (% of Revenue)



- Low historical maintenance capex as a percentage of net revenue of ~3%
- Growth capex has been strategically deployed to fund core surgical initiatives, new practice acquisitions, and internal development of ancillary operations

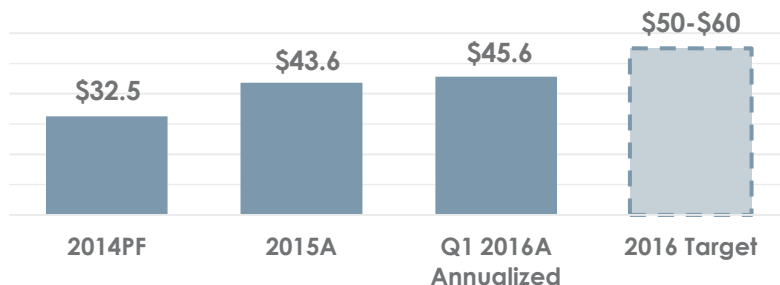
Acquisition Spend⁽²⁾ (\$mm)



- Capital efficient growth strategy
- Blended acquisition multiple of less than 6.0x across all transaction types

Normalized Free Cash Flow

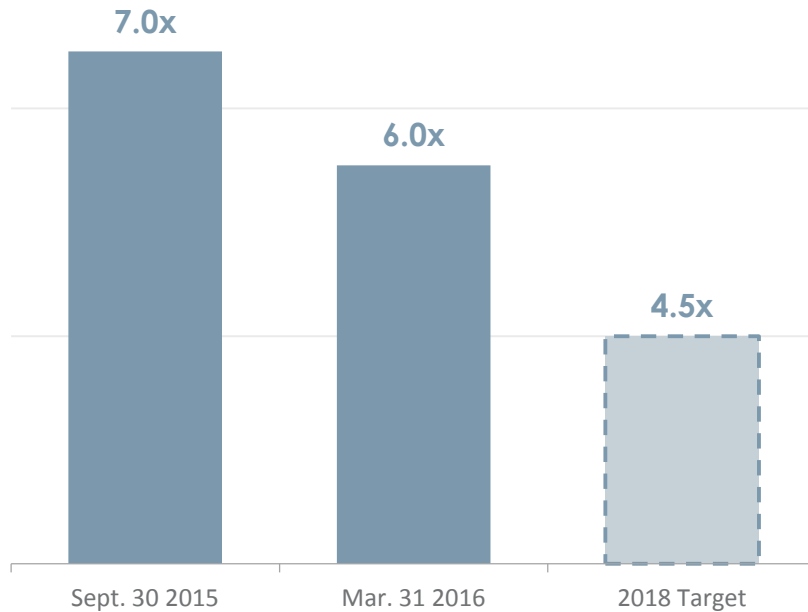
Free Cash Flow⁽³⁾ (\$mm)



- Stable cash flows diversified across specialties, business lines, and geographies
- Ancillary services benefit consolidated margins
- History of disciplined cash flow management

Capital Structure

Pre- and Post-IPO Leverage⁽¹⁾



Pro Forma Capitalization Table

(\$ in millions, for the period ending March 31, 2016)

	Actual
Cash	\$ 135.0
Indebtedness:	
Revolving Credit Facility	-
1st Lien Term Loan	939.1
Total Secured Debt	939.1
Senior Unsecured Notes	400.0
Subordinated Notes A	1.0
Facility Level Debt	55.1
Total Net Debt	1,260.2

- ✓ Completed \$80M incremental First Lien Term Loan to fund acquisitions under signed LOI and for general corporate purposes
- ✓ Completed \$400M Senior Unsecured Notes Offering and subsequently prepaid existing Second Lien Term Loan and outstanding balance on Revolving Credit Facility (fully undrawn at 3/31/16)
- ✓ Leverage-neutral transactions with no significant impact on cost of capital

Concluding Remarks

We Operate Differently

“Win-Win-Win Value Proposition”



Patients

- Convenient, comfortable and cost-efficient settings
- Superior clinical outcomes and 94% patient satisfaction rate based on an internal survey



Physicians

- Flexible approach to physician engagement: employment, partnership, affiliation
- Convenient and efficient surgical facilities
- Differentiated care delivery model enhancing care coordination, quality, outcomes
- Impressive 96% physician partner retention rate from 2009 through 2014



Payors

- Outpatient care at significantly lower cost than general acute care hospitals
- OIG estimates \$12bn Medicare savings shifting outpatient surgery to an ASC setting

Conclusion

Our Innovative Approach Differentiates Us

Unique Attributes

- ✓ Multi-Specialty
- ✓ Majority-Owned
- ✓ Diversification by Design
- ✓ Ancillary Services Infrastructure
- ✓ Physician Employment Option

Traditional Growth

- ✓ Focused Recruitment Team
- ✓ Dedicated M&A Department
- ✓ Centralized MCO Contracting
- ✓ Comprehensive Supply Chain Strategy
- ✓ Facility Optimization Resources