

APRIL 2024

UT LAW | CLE

 **TEXAS Law**
The University of Texas at Austin
School of Law

HEALTHCARE TRANSACTIONS: HOW TO ENSURE COMPLIANCE AND SUCCESSFULLY COMPLETE THE DEAL!

NANCY WEISLING

Senior Advisor, The Braff Group

JONATHAN PORTER

Partner, Husch Blackwell

M. RAMANA RAMESWARAN

Partner, Katten

1

UT LAW | CLE

 **TEXAS Law**

Anatomy of a Deal

- **Negotiation and Letter of Intent**

- Purchase price
- Payment terms
- Payment forms (cash, stocks, notes, other securities)
- Seller financing
- Contingencies
- Net Working Capital
- Employment agreements
- Exclusivity periods
- Assets, liabilities, and/or shares to be acquired
- Anticipated closing date



2

Anatomy of a Deal



- **Quality of Earnings**
(Financial Due Diligence)

- A QoE is a prediction of future earnings and cash flows
- Buyers must understand historical revenues, trends and assumptions used in forecasts
- Other areas that are examined include quality of the assets, net working capital, accounting policies, debt and debt-like items, proof of cash and revenue, financial controls and reporting, quality of the supply chain, and adequacy of the management team

3

Anatomy of a Deal

- **Due Diligence**

- Legal
- Human Resources
- Compliance
- IT
- Operations
- Insurance

Due Diligence

4

Anatomy of a Deal

• Negotiations and Closing

- Purchase Agreement
- Disclosure Schedules
- Assignment of Contracts
- Assignment of Leases
- Employment/Consulting Agreements



5

Anatomy of a Deal

• Integration/Transition

- Maximize synergies and value
- 100-day plan



6

Find the full text of this and thousands of other resources from leading experts in dozens of legal practice areas in the [UT Law CLE eLibrary \(utcle.org/elibrary\)](http://utcle.org/elibrary)

Title search: Healthcare Transactions: How to Ensure Compliance and Successfully Complete the Deal!

First appeared as part of the conference materials for the
35th Annual Health Law Conference session

"Healthcare Transactions: How to Ensure Compliance and Successfully Complete the Deal!"