



Figure 4: Tenet Healthcare (THC)

Tenet Healthcare (THC)										www.tenethealth.com	
	FY	FY	Q3	Q3	%	LTM	Q4	FY	FY		
\$ mm	2015	2016	09/30/16	09/30/17	Change	09/30/17	12/31/17	2017	2018		
Revenue	20,111	19,621	4,849	4,586	-5.4%	19,061	4,759	18,960	19,090		
EBITDA	2,276	2,413	570	547	-4.0%	2,217	753	2,397	2,441		
Interest	912	979	243	257	5.8%	1,024	246	1,021	984		
Taxes	68	67	10	(60)	-700.0%	(99)	-	(105)	-		
Capex	842	875	201	144	-28.4%	753	208	700	700		
FCF Before Working Capital and Other	454	492	116	206		539	299	781	757		
FCF as % Net Debt	3.2%	3.4%	NA	5.7%		3.7%	8.4%	5.5%	5.3%		
EBITDA %	11.3%	12.3%	11.8%	11.9%		11.6%	15.8%	12.6%	12.8%		
EBITDA/Interest	2.5x	2.5x	NA	2.1x		2.2x	3.1x	2.3x	2.5x		
Net 1st Lien Debt/EBITDA	2.9x	2.6x	NA	2.8x		2.8x	2.0x	2.5x	2.4x		
Net 2nd Lien Debt/EBITDA		2.9x				3.7x	2.7x	3.4x	3.3x		
Total Debt/EBITDA	6.4x	6.3x	NA	6.8x		6.7x	4.9x	6.2x	6.1x		
Net Debt/EBITDA	6.2x	6.0x	NA	6.6x		6.5x	4.7x	6.0x	5.9x		
Note:											
Cash Minority Interest		210		55		237	102	280	331		
EBITDA Less Cash Minority Interest		2,203		492		1,980	651	2,117	2,110		
Net Debt / EBITDA Less Cash Minority Interest		6.6x		7.3x		7.3x	5.5x	6.7x	6.8x		
Cash	356	716	NA	429		429	594	594	580		
Availability	NA	890	NA	998		998	998	998	998		
Liquidity	NA	1,606	NA	1,427		1,427	1,592	1,592	1,578		
1st Lien Debt	6,993	6,960	NA	6,532		6,532	6,532	6,532	6,532		
2nd Lien Debt	6,993	7,710		8,692		8,692	8,692	8,692	8,692		
Total Debt	14,510	15,255	NA	14,881		14,881	14,881	14,881	14,881		
Debt Structure											
\$1000 mm Revolver L+125-175 due 12/04/20		-		-		-	-	-	-		
\$1041 mm 6.25% First Lien Bond due 11/01/18	NA	1,041	NA	-		-	-	-	-		
\$500 mm 4.75% First Lien Bond due 06/01/20	NA	500	NA	500		500	500	500	500		
\$1800 mm 6% First Lien Bond due 10/01/20	NA	1,800	NA	1,800		1,800	1,800	1,800	1,800		
\$900 mm FRN (L+350) due 06/15/20	NA	900	NA	-		-	-	-	-		
\$850 mm 4.5% First Lien Bond due 04/01/21	NA	850	NA	850		850	850	850	850		
\$1050 mm 4.375% First Lien Bond due 10/01/21	NA	1,050	NA	1,050		1,050	1,050	1,050	1,050		
\$1870 mm 4.625% First Lien Bond due 7/15/24	NA	-	NA	1,870		1,870	1,870	1,870	1,870		
Capital lease and mortgage notes	NA	819	NA	462		462	462	462	462		
Total 1st Lien Debt	6,993	6,960	NA	6,532		6,532	6,532	6,532	6,532		
\$750 mm 7.5% 2nd Lien Bond due 01/1/22	-	750	-	750		750	750	750	750		
\$1410 mm 5.125% 2nd Lien Bond due 5/1/25	-	-	-	1,410		1,410	1,410	1,410	1,410		
Total 2nd Lien Debt	-	750	-	2,160		2,160	2,160	2,160	2,160		
\$1100 mm 5% Bond due 03/01/19	NA	1,100	NA	-		-	-	-	-		
\$500 mm 5.5% Bond due 03/01/19	NA	500	NA	500		500	500	500	500		
\$300 mm 6.75% Bond due 02/01/20	NA	300	NA	300		300	300	300	300		
\$750 mm 8% Bond due 08/01/20	NA	750	NA	-		-	-	-	-		
\$2800 mm 8.125% Bond due 04/01/22	NA	2,800	NA	2,800		2,800	2,800	2,800	2,800		
\$1900 mm 6.75% Bond due 06/15/23	NA	1,900	NA	1,900		1,900	1,900	1,900	1,900		
\$500 mm 7% Bond due 8/1/25				500		500	500	500	500		
\$430 mm 6.875% Bond due 11/15/31	NA	430	NA	430		430	430	430	430		
Unamortized issue costs, note discounts and premium	NA	(235)	NA	(241)		(241)	(241)	(241)	(241)		
Total Debt	14,510	15,255	NA	14,881		14,881	14,881	14,881	14,881		
Basic Shares Out	99	101		101		101	101	101	101		
Share Price	\$ 30.30	\$ 15.03		\$ 15.11		\$ 15.11	\$ 15.11	\$ 15.11	\$ 15.11		
Market Cap	3,005	1,515		1,523		1,523	1,523	1,523	1,523		
TEV	17,159	16,054		15,975		15,975	15,811	15,811	15,824		
TEV/EBITDA	7.5x	6.7x		7.3x		7.2x	5.2x	6.6x	6.5x		

Source: Deutsche Bank and Company Disclosures