

**ACQUISITION BY UNIVERSAL HEALTH SERVICES, INC. (UHS) (THROUGH
CYGNET HEALTH CARE LIMITED (CYGNET) OF THE CAMBIAN ADULT
SERVICES BUSINESS (CAS)**

Derogation from Interim Order

Background

- A. On 17 May 2017, the CMA made an Interim Order and adopted the derogations to the Phase 1 Initial Enforcement Order to that date.
- B. The Interim Order prohibits certain actions without the prior consent of the CMA.

Derogation requests and CMA consent

1. On 1 August 2017, Cygnet requested the following derogations from the Interim Order
 - (a) To permit a member of Cygnet's finance team ([REDACTED], fixed asset accountant) to provide support to CAS's finance team. Cygnet told us [REDACTED], additional support was required to provide support to CAS' finance function. Further, Cygnet told us that [REDACTED] role at Cygnet was limited to fixed asset accounting and [REDACTED] did not have any control over Cygnet's commercial strategy.
 - (b) To allow CAS to negotiate and enter into a settlement agreement with [REDACTED].
2. After due consideration of requests from Cygnet, the CMA consents to the above derogations from paragraphs 4(a), 5(a) and 5(l) of the Interim Order.
3. Consent is conditional upon [REDACTED] entering a confidentiality and non-use undertaking in a form acceptable to the CMA. Adherence to, and any departures from this requirement should be covered in future compliance statements.

Signed by authority of the CMA

Simon Polito
2 August 2017