Forward Looking Statements

The matters discussed in this presentation may include forward-looking statements, which could involve a number of risks and uncertainties. When used in this presentation, the words “will,” “believes,” “intends,” “anticipates,” “expects” and similar expressions are intended to identify forward-looking statements. Actual results could differ materially from those expressed in, or implied by, such forward looking statements. Except as expressly required by the federal securities laws, the Company undertakes no obligation to update such factors or to publicly announce the results of any of the forward-looking statements. See the Company’s most recent earnings press release for explanation of non-GAAP financial measures used in this presentation as well as reconciliation from GAAP to non-GAAP metrics. Some of the products and/or product features discussed in this presentation may be works in progress and not yet generally available for sale.
WHO are we?
Foundation Offerings

Radiology
- Comprehensive radiology suite for hospital and ambulatory markets
- PACS, RIS, financials, document management and analytics

Cardiology
- Best in KLAS Cardiovascular PACS and Hemodynamics Monitoring
- Deep integration with Cerner & Epic

Interoperability
- Vendor neutral archive (VNA) is world market share leader
- Zero-download DICOM image & XDS viewer
- Image sharing built into enterprise viewer

Orthopedics
- Comprehensive technology offering to power entire orthopedics practices: PACS, EMR, Billing/Scheduling & Digital Radiology equipment

Eye Care
- Eye Care PACS and image capture systems for ophthalmology practices.
SaaS Offerings

**eClinicalOS™**
- Clinical Trials electronic data capture
- Clinical Trials management systems

**iConnect® Network**
- Interoperability service that addresses referral management for hospitals / imaging centers.
- Image-enable physician EHRs

**iConnect® Retinal Screening**
- End-to-End retinal screening service for Diabetic Retinopathy
- Aligns with payment reform and need for diabetic care management

**iConnect® Cloud Archive**
- Image archiving / disaster recovery
- Infrastructure supports other SaaS services

**Image Sharing**
- Cloud-based image sharing (eMix)

---

**Statistics**
- **eClinicalOS™**
  - 400 Live Trials
  - 9 of 10 Top Pharma

- **iConnect® Network**
  - 50 Clients
  - 2 OEM Resellers

- **iConnect® Retinal Screening**
  - NEW

- **iConnect® Cloud Archive**
  - >9M Studies Under Contract

- **Image Sharing**
  - 200,000/Year
AN EVEN BIGGER merge

Financial Economics

- Net Consideration of $70M
  - $50M preferred stock
  - $20M internal funds

- Preferred Stock
  - Issued at $4.14 per share
  - 8.5% dividend rate

- Implied Transaction Multiples
  - EV / revenue of < 2X
  - EV / EBITDA of < 7X

→ Expected to be accretive in 2015c
OUR HISTORY of firsts
Merge History of Firsts

- Co Founder of DICOM
- 1st VNA introduced
- 1st digital cardiac PACS
- 1st FDA approval for web based PACS
- 1st Radiology Billing System
- 1st Orthopedic PACS
- 1st Outpatient RIS
- 1st Universal Viewer
- 1st Eye Care PACS
- 1st Radiology Meaningful Use Solution
- Launched eClinical OS 2 million+ active patients since launch
- Launched iConnect Retinal Screening For population health
- Launched iConnect Network
DR Systems History of Firsts

- First filmless imaging center in the world
- First multi-media PACS
- First to PACS to use multi-media (images plus audio)
- First filmless US private hospital
- First patent on hanging protocols, automated comparison, image shuffling
- First in medicine to archive on CD
- First solution to unify PACS and reporting in one system
- First to unify Radiology, Cardiology, and ECG in one system
BETTER together
Merge & DR Systems Together Offer

- Best in KLAS solutions
- Fully supported
- No end of life planned
- Customer focus
- Broad portfolio
- Will benefit our clients
- Long term strategy
- Innovative solutions
- History of industry firsts

Best of both solutions, expanded opportunity
KLAS Rankings

Ranked #1
Best in KLAS: Radiology 2014

Ranked #1
Overall PACS Six Times

Ranked #1
Best in KLAS: Cardiology 2013-2014

Ranked KLAS Category Leader: Cardiology Hemodynamics 2011-2014

Merge Cardio: Best in KLAS, Cardiology 2013-2014
Merge Hemo: Category Leader, Cardiology Hemodynamics, 2011-2014
Best in KLAS Awards: Software & Services
Market Leader in Interoperability

#1 VNA in the World

iConnect® Enterprise Archive

Named IHS VNA Global Market Leader and IHS VNA Market Leader, Americas in the fourth quarter, 2014
WHAT do we do?
# Merge Innovative Imaging Solutions

*Merge provides solutions to over 7,500 healthcare facilities in the United States.*

<table>
<thead>
<tr>
<th>ACUTE SOLUTIONS</th>
<th>AMBULATORY SOLUTIONS</th>
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<td>Hospitals/IDNs</td>
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- **Cardiology**
  - Cardiology PACS, Hemodynamics

- **Radiology**
  - PACS, VNA, RIS, Financials

- **Interoperability**
  - iConnect VNA, Universal Viewer, Image-Sharing

- **Orthopedics**
  - OrthoEMR, OrthoPACS, OrthoCase

- **Clinical Trials**
  - eClinicalOS, Clinical Trials Management System

- **Eye Care**
  - Eye Station, Retinal Screening

- **Clinical Labs & Pathology**
  - LIS, LabAccess,
Changing How Clinical Trials Are Managed

TIME INTENSIVE & EXPENSIVE TO MANAGE
Combination of data capture methods to deliver comprehensive clinical trial results. Manual effort, requiring professional services.

ALL-IN-ONE PLATFORM, EASY TO USE
SaaS platform for clients to design their own clinical trials, one location for clinical trial data collection, storage, management and reporting.

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Merge eClinicalOS: Our Disruptive Model

### PAY AS YOU GO
- Only pay for what you use
- Budget instantly
- Scale up or down

### ALL IN ONE
- Complete eClinical suite
- Sponsors, CROs/AROs & Sites in a unified system
- Always growing & improving

### EASY TO USE
- Intuitive
- Consistent and accessible
- Deploy trials in as few as 10 days
Merge eClinicalOS: End-to-End Solutions

START UP
- Build Your Study
- Empower Your Sites
- Configure Your Solution
- Manage Your Study

CONDUCT
- Track Inventory & Supplies
- Manage Image & Endpoint Adjudication
- Manage Randomization
- Capture Data & Source Documents

SUBMIT
- Archive Your Data
- Report & Export Your Data

Plug eCOS in wherever the need
WHERE are we now?
Quarter Results Grew from Last Year

- **$53.6M**
  - GAAP Revenue
  - Minor Increase

- **23%**
  - Adjusted EBITDA
  - 35% Increase

- **$12.6M**
  - Cash from Operations
  - 34% Increase
We are Trending in the Right Direction
2014 Performance vs. 2014 Guidance

**PRO FORMA REVENUE ($MM)**

- Actual: 213.0
- Guidance: 225.0

**ADJUSTED EBITDA ($MM)**

- Actual: 47.4
- Guidance: 45.0

**ADJUSTED EPS**

- Actual: $0.20
- Guidance: $0.21
WHY MERGE?
why now?
1) Because 93% of Merge Clients

...say we are a part of their long term strategy. Here’s why:

Merge’s **core imaging solutions** enable hospitals and imaging centers to manage their images throughout their enterprise and through the entire cycle of care. Our new releases provide increased automation and client-driven features and functionality.

Merge’s **innovative solutions** increase revenues, reduce costs, and deliver operational efficiencies driving revenue for our clients. Merge is innovating with new solutions that support our clients’ patient care and financial requirements and that resolve long standing market challenges.

Merge solutions deliver the tools to easily manage the **production and access of images**, a key component of managing costs under new payment models.

*Source: KLAS Report HIM Services 2012: Helping To Weather The Storm*
2) eClinicalOS is Growing

**CLINICAL SITES**
- Q2
- Q3
- Q4

**PROFESSIONAL USERS**
- Q2
- Q3
- Q4

**CLINICAL SUBJECTS**
- 2012
- 2013
- 2014
3) We Have Invested in the Future

SaaS Delivers Sustainable, Predictable Revenue

1990 Co Founder Of DICOM

2009 CAD Market Entry

2009 Hospital Market Entry

2010 Launched iConnect Brand

2010 Launched iConnect Brand

2010 Orthopedic Market Entry

2011 Launched Rad MU Solution

2011 Launched Rad MU Solution

2011 Eye Care Market Entry

2011 Eye Care Market Entry

2012 Launched eClinical OS

2012 Launched Cloud Archive Solution

2012 Launched Cloud Archive Solution

2013 Launched iConnect Network

2013 Launched iConnect Network

2014 Launched Retinal Screening

2014 Launched Retinal Screening

2015 Acquired DR Systems

2015 Acquired DR Systems
Referral Management is a $1.4B Opportunity for Imaging with a 10% CAGR

THE PROBLEM

18%
THE NUMBER OF PRIMARY AND SPECIALIST PROVIDERS IS EXPECTED TO GROW BY 18% OVER THE NEXT TEN YEARS.

159%
REFERRALS ARE ON THE RISE - UP 159% BETWEEN 1999 AND 2009

46%
THE NUMBER OF FAXED REFERRALS THAT ARE NEVER COMPLETED

20M
HOSPITALS ARE MISSING AN AVERAGE OF $20 MILLION PER YEAR IN REFERRALS

THE SOLUTION: iConnect Network

Keep patients in-network

Capture referrals from physician community

Improve care coordination

Collaboration between imaging providers and referring physicians
Why Merge? Why now?

The DR Systems acquisition presents significant cross-sell opportunities to leverage established relationships with more than 100 hospital clients for iConnect Access, iConnect Enterprise Archive, Merge Hemo & iConnect Network.
IN conclusion
Established vendor in over 7,500 client accounts, providing core imaging solutions

Innovating in new technologies that provide long-term, predictable, and sustainable revenue

Experiencing rapid, healthy growth in our clinical trials business
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