



Chicago, IL June 15, 2017 – Regroup Therapy, which provides virtual staffing of psychiatrists and mental health professionals to health entities, raised a \$6M Series A round led by OSF Ventures (part of the OSF HealthCare system) with participation from investors Hyde Park Angels, OCA Ventures, HLM Venture Partners, Furthur Fund, and Impact Engine. The raise comes after Regroup Therapy’s 3,788% increase in annual recurring revenue from last year and widespread adoption across a host of hospitals, outpatient facilities, correctional facilities, and Native American reservations.

“Twenty percent of the U.S. population needs access to mental health services each year for diagnosable mental health conditions. Right now, fifty-five percent of all U.S. counties have no mental health providers. We are filling a huge gap in the market by getting care to these unserved and underserved communities and individuals,” said David Cohn, CEO and Founder of Regroup Therapy.

On average, Regroup Therapy provides 4,000 sessions per month through its existing network of providers, addressing a major need in the market. Mental health conditions are often interlinked with other medical conditions, such as diabetes and heart conditions. Those other conditions are three times more expensive to treat medically in patients with mental health conditions. By getting mental health care to more patients, Regroup not only provides much needed treatment, but also promotes a greater standard of health and lower overall healthcare costs.

“The opportunity for Regroup Therapy is very real. It isn’t just hospitals that need access to these high-quality services. Outpatient facilities, correctional facilities, and Native American reservations can use Regroup’s platform and providers to serve their respective populations,” said Sapan Shah, Hyde Park Angels Investor, Regroup Therapy Board Member, and Managing Partner of Flagship Physicians.

With almost 100,000 different health-providing entities that could become Regroup Therapy customers and a total addressable market size of \$10B, Regroup plans to use its new round of funding to keep up with the growing demand for its services, expanding its network of psychiatrists, advanced psychiatric nurses, therapists, and other mental health professionals. The company also intends to design and develop new functionality to improve its provider platform, and to explore integrating additional data streams into its data platform.

“We understand firsthand the access problem when it comes to mental health professionals, and as a customer, we have been extremely impressed with the caliber of care Regroup provides through its platform. Now as an investor, we are excited to be part of their incredible growth trajectory,” said Stan Lynall, VP of Venture Investments of OSF HealthCare.

“Regroup exemplifies the type of organization and entrepreneur the Furthur Fund seeks to invest in. Not only is it a viable financial opportunity but their solution addresses one of greatest areas of need, and avoidable costs, in the industry,” said Jordan Dolin, Founder of Furthur Fund.