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HealthAxis acquired by BPO Management

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Healthaxis Inc., a technology company that caters to health benefit administrators and claims processors, has been acquired by **BPO Management Services Inc.**, according to a release issued by the companies.

Irving, Texas-based Healthaxis (Nasdaq: HAXS) entered into a merger agreement with Anaheim-based BPO Management Services (OTC: BPOM) earlier this year, and the merge is now final, the companies said. BPO Management Services is an outsourcing company that intends to turn Healthaxis into its health care division.

As part of the sale, each share of BPO Management's common stock will be exchanged for 0.2467 shares of Healthaxis common stock, BPO Management said in September. Meanwhile, shares of BPO Management's preferred stock and other securities will be traded for "a mix of shares of Healthaxis common stock, preferred stock and other securities based on various exchange ratios," BPO Management said in September.

The merged, publicly held entity will retain the name BPO Management Services Inc.

As part of the deal, BPO Management's Chairman and CEO Patrick Dolan will continue in the same roles and head of the new company. John Carradine, CEO of Healthaxis, will become managing director of BPO Management's health care division.

Combined, the companies are expected to generate annual revenue of \$50 million and have more than 400 customers, at least 350 employees and operations in five countries: the United States, Canada, Jamaica, India and Russia.

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