

Prime Healthcare Services
All Entities
Balance Sheet
As of 12/31/15

ASSETS:

	Audited 740 Monroe	Audited 838 MMG
Cash and Equivalents	\$271,505	\$85,096
Accounts Receivable	\$70,251,782	\$2,501,374
Allowance for Bad Debt	(3,224,066)	(233,920)
Allowance for Contractuals & Other Adjustments	(60,331,119)	(1,639,916)
Patient Accounts Receivable	\$6,696,597	\$627,538
Other Receivables	\$14,492	\$0
Inventory	1,352,709	0
Other Current Assets	80,535	3,795
Current Portion of Long-Term Notes Receivable	0	0
Current Portion of Related Party Long-Term Notes Receivable	0	0
Pre-Paid Insurance	0	3,264
Other Pre-Paid Expenses	62,309	0
Total Current Assets	\$8,478,147	\$719,693
Land and Improvements	\$1,300,000	\$0
Buildings and Improvements	8,000,000	0
Leaseholds	1,073,260	60,812
Equipment	3,816,042	5,100
Construction-In-Progress	0	0
Property and Equipment	\$14,189,302	\$65,912
Accumulated Depreciation	(2,202,492)	(3,505)
Net Property and Equipment	\$11,986,810	\$62,407
Investments in Property, Plant & Equipment	\$0	\$0
Accumulated Depreciation - Investments in Property, Plant & Equipment	0	0
Investments in Subsidiaries	0	0
Net Investments	\$0	\$0
Long-Term Accounts/Notes Receivable	\$0	\$0
Related Party Long-Term Portion Notes Receivable	5,000,000	415,249
Net Goodwill	0	0
Other Intangible Assets	448,000	0
Total Long-Term Assets	\$17,434,810	\$477,656
TOTAL ASSETS	\$25,912,957	\$1,197,349

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	Audited 740 Monroe	Audited 838 MMG
LIABILITIES:		
Accounts Payable	\$1,380,294	\$143,114
Notes Payable	0	0
Capital Leases	611,415	0
Accrued Payroll	347,188	120,835
Accrued PTO	230,374	182,588
Accrued Payroll Taxes	211,679	80,938
IBNR	362,495	0
Other Accrued	289,366	60,503
Other Liabilities	85,547	0
Total Current Liabilities	\$3,518,358	\$587,978
Mortgages/Notes Payable	\$5,000,000	\$0
Related Party Notes Payable	\$415,249	\$0
Due To / (From) Centinela	1,040	0
Due To / (From) Prime Healthcare Services, Inc.	17,249,370	0
Due To / (From) Providence	634	0
Due To / (From) Garden City	672	0
Due To / (From) Monroe	0	2,908,018
Due To / (From) Saint Joseph's	2,710	0
Total Intercompany	\$17,254,426	\$2,908,018
Due To / (From) Prime Healthcare Management, Inc.	953,501	0
Due To / (From) Monroe Medical Group	(2,908,018)	0
Total Intra-company	(\$1,954,517)	\$0
Deferred Credits	\$40,363	\$0
Deferred Taxes	0	0
Long-Term Portion of Capital Leases	10,187,324	0
Long-Term Loans Payable	0	0
Long-Term Portion of Pension Liability	0	0
Other Long-Term Liabilities	0	0
Total Long-Term Liabilities	\$30,942,845	\$2,908,018
TOTAL LIABILITIES	\$34,461,203	\$3,495,996
EQUITY:		
Common Stock	\$0	\$0
Unrestricted Net Assets	0	0
Temporarily Restricted Net Assets	0	0
Additional Paid-in Capital	1,800,000	0
Other Equity	0	0
Retained Earnings PY	0	0
Distributions	0	0
Net Income	(10,348,246)	(2,298,647)
TOTAL EQUITY	(\$8,548,246)	(\$2,298,647)
TOTAL LIABILITIES AND EQUITY	\$25,912,957	\$1,197,349

Prime Healthcare Services
Income Statement YTD
YTD for the Period Ended 12/31/15

	Audited 740 Monroe	Audited 838 MMG
REVENUES		
Inpatient Routine Revenue	\$6,693,716	\$0
Inpatient Ancillary Revenue	26,656,229	0
Total IP Revenue	\$33,349,945	\$0
Outpatient Ancillary Revenue	48,987,354	9,086,549
Total Patient Revenue	\$82,337,299	\$9,086,549
DEDUCTIONS		
Medicare Contractuals	\$40,958,313	\$2,207,943
Medicaid Contractuals	10,314,118	230,575
Managed Care Contractuals	10,711,449	602,083
Medicare Managed Care Contractuals	(278,677)	0
Medicaid Managed Care Deductions	(480,923)	0
Contractual Adjustments	\$61,224,279	\$3,040,601
Provision for Bad Debt	(\$1,066,639)	\$511,655
Provision for Charity Care	66,609	0
Administrative Adjustments	6,269,623	916,314
Capitation Deductions	0	0
Total Deductions from Revenue	\$66,493,872	\$4,468,570
Capitation Payments	0	0
Net Patient Revenue	\$15,843,427	\$4,617,979
Other Operating Revenue	303,802	8,347
TOTAL NET REVENUES	\$16,147,229	\$4,626,326
OPERATING EXPENSES		
Salaries and Wages	\$9,872,793	\$3,822,748
Benefits	1,540,586	218,246
Payroll Taxes	1,064,456	301,129
PTO	951,372	154,577
Registry	47,295	14,057
Other Medical	0	0
Other Contract Labor	0	0
Labor Sub-Total	\$13,476,502	\$4,510,757
Billable Supplies	\$5,661,733	\$1,028,363
Non-Billable Supplies	926,624	27,730
Purchased Services	1,594,171	559,440
Professional Fees	2,016,598	82,574
Managed Care Expenses	0	0
Repairs and Maintenance	187,450	27,420
Rent and Lease	915,150	410,597
Insurance	566,845	44,460
Utilities	630,818	142,667
Taxes and Licenses	626,204	21,787
Other Operating Expenses	563,071	64,385
Management Fees	950,606	0
Total Operating Expenses	\$28,115,774	\$6,920,180
EBITDA	(\$5,639,835)	(\$2,293,855)
NON-OPERATING EXPENSES		
Depreciation	\$2,234,492	\$3,505
Interest Income	(466)	1,287
Interest Expense	2,474,386	0
Other Non-Operating (Revenue) / Expense	(6,328,710)	0
(Gain) / Loss on Asset Sales	0	0
Total Non-Operating Expenses	(\$1,620,299)	\$4,792
PRE-TAX INCOME (LOSS)	(\$10,348,246)	(\$2,298,647)
Income Taxes	0	0
NET INCOME (LOSS) BEFORE EXTRAORDINARY ITEMS	(\$10,348,246)	(\$2,298,647)
Extraordinary Items	0	0
NET INCOME (LOSS)	(\$10,348,246)	(\$2,298,647)