

*Kentuckiana Medical Center, LLC  
Income Statement  
As of November 30, 2016*

	December	January	February	March	April	May	June	July	August	September	October	November	YTD
<b>Revenue</b>													
Room & Board	\$998,497	\$1,195,375	\$1,049,537	\$1,038,013	\$1,120,758	\$1,061,740	\$742,460	\$909,065	\$941,682	\$875,098	\$981,439	\$815,446	\$11,729,108
Inpatient - Ancillary Services	5,337,172	5,209,202	4,762,005	5,378,031	5,062,456	5,106,992	4,491,240	3,996,800	4,523,714	4,849,332	3,781,338	3,707,983	56,206,263
Outpatient - Ancillary Services	2,834,167	2,175,421	2,710,222	2,482,230	2,076,148	2,248,196	2,727,647	2,590,795	2,824,746	2,800,727	2,926,018	2,896,543	31,292,860
Professional Fee Revenue													
<b>Total Gross Revenue</b>	<b>9,169,836</b>	<b>8,579,997</b>	<b>8,521,765</b>	<b>8,898,273</b>	<b>8,259,361</b>	<b>8,416,928</b>	<b>7,961,347</b>	<b>7,496,660</b>	<b>8,290,141</b>	<b>8,525,157</b>	<b>7,688,794</b>	<b>7,419,972</b>	<b>99,228,231</b>
Contractual Allowance	(6,067,782)	(5,603,819)	(5,974,566)	(21,458,835)	(5,766,271)	(6,282,950)	(5,275,947)	(5,120,004)	(5,984,418)	(5,886,621)	(5,708,099)	(5,244,438)	(84,373,750)
Allowance for Uncollectables	59,601	(218,660)	(74,609)	(1,619,739)	(396,184)	(276,510)	(470,110)	(557,942)	(293,712)	(537,002)	(188,004)	(326,190)	(4,899,059)
Allowance Denials		15	(144)	136,925	(254,198)		(8,769)	(4,434)	(60,796)	(80,002)	(15,348)		(286,750)
Small balance w/o	(161)	(1,498)	(2,786)	(699)	(132)	(157)	(211)	(376)	(381)	(411)	(237)	(274)	(7,322)
<b>Total Contractuals</b>	<b>(6,008,343)</b>	<b>(5,823,961)</b>	<b>(6,052,105)</b>	<b>(22,942,347)</b>	<b>(6,416,785)</b>	<b>(6,559,616)</b>	<b>(5,755,037)</b>	<b>(5,682,756)</b>	<b>(6,339,306)</b>	<b>(6,504,036)</b>	<b>(5,911,688)</b>	<b>(5,570,901)</b>	<b>(89,566,881)</b>
<b>NET PATIENT REVENUE</b>	<b>3,161,494</b>	<b>2,756,036</b>	<b>2,469,660</b>	<b>(14,044,073)</b>	<b>1,842,577</b>	<b>1,857,311</b>	<b>2,206,309</b>	<b>1,813,904</b>	<b>1,950,835</b>	<b>2,021,121</b>	<b>1,777,107</b>	<b>1,849,071</b>	<b>9,661,350</b>
PCR %	34.5%	32.1%	29.0%	(157.8%)	22.3%	22.1%	27.7%	24.2%	23.5%	23.7%	23.1%	24.9%	9.7%
Vending Machine Revenue													
Medical Records Copies	456	290	1,377	377	270	631	450	235	280	111	224	44	4,745
Admin-Rebates & Refunds	19,257	22,103								27,118	7,060		75,538
Admin-Interest Income Pt Accts	2,059	2,058	1,971	30,821	(565)	921	2,560	5,135	2,777	385	2,777	2,243	53,142
Grill Restaurant Revenue	12,304	15,879	10,516	16,049	13,813	12,583	14,951	11,406	12,406	11,352	10,716	13,692	155,665
EHR Incentive Program						703,761		234,587	29,323	29,323	29,323	29,323	1,055,641
Miscellaneous Revenue				234	704,046	(703,659)	16						637
<b>OTHER REVENUE</b>	<b>34,075</b>	<b>40,330</b>	<b>13,864</b>	<b>47,480</b>	<b>717,563</b>	<b>14,236</b>	<b>17,977</b>	<b>251,363</b>	<b>44,787</b>	<b>68,290</b>	<b>50,100</b>	<b>45,303</b>	<b>1,345,368</b>
<b>Total Revenue</b>	<b>3,195,569</b>	<b>2,796,365</b>	<b>2,483,524</b>	<b>(13,996,593)</b>	<b>2,560,140</b>	<b>1,871,547</b>	<b>2,224,287</b>	<b>2,065,267</b>	<b>1,995,622</b>	<b>2,089,410</b>	<b>1,827,207</b>	<b>1,894,374</b>	<b>11,006,718</b>
<b>Operating Expenses</b>													
Salaries & Wages	903,856	991,558	889,758	996,078	927,003	891,785	835,041	928,906	883,561	880,306	879,680	894,937	10,902,471
Benefits	314,286	204,321	203,415	278,851	250,299	193,924	163,707	186,398	231,106	169,368	294,967	117,043	2,607,686
Contract Labor			90										90
Purchased Services	262,648	356,336	487,659	424,756	396,036	456,146	482,391	556,904	505,795	304,922	522,258	452,142	5,207,993
Professional Fees	408,363	351,916	458,142	(1,966,611)	375,843	379,585	311,824	327,444	271,455	275,660	331,684	244,870	1,770,174
Supplies	586,021	827,996	520,205	806,349	701,315	405,713	403,579	793,189	383,545	812,235	602,425	556,635	7,399,208
Lease & Rentals	35,648	35,976	33,350	39,388	41,895	51,812	35,223	37,210	51,328	41,010	62,220	55,599	520,659
Repairs & Maintenance	22,310	45,062	49,393	40,842	49,482	107,246	327,880	195,605	87,699	106,958	103,505	136,199	1,272,180
Utilities	73,057	76,863	61,739	77,241	66,386	67,887	70,293	77,314	77,616	81,304	75,066	74,750	879,516
Legal & Accounting	95,454	21,099	19,333	36,199	134,174	165,770	76,261	47,372	49,760	56,315	51,492	52,012	805,243
Insurance	18,295	41,639	31,545	41,400	24,046	21,897	53,672	22,841	22,841	51,697	22,841	22,841	375,552
Non Income Tax	72,650	21,153	10,425	106,197	42,382	209,560	(2,073)	(21,382)	109,293	109,293	48,829	110,276	816,601
Building Lease	309,450	303,450	303,450	312,450	306,450	306,450	306,450	306,450	306,450	306,450	306,450	309,519	3,683,469
Other Operating Expenses	16,794	24,508	13,186	27,171	10,326	13,494	20,172	14,040	24,526	15,189	15,337	9,971	204,712
<b>TOTAL OPERATING EXPENSES</b>	<b>3,118,831</b>	<b>3,301,876</b>	<b>3,081,691</b>	<b>1,220,311</b>	<b>3,325,637</b>	<b>3,271,269</b>	<b>3,084,419</b>	<b>3,472,291</b>	<b>3,004,975</b>	<b>3,210,707</b>	<b>3,316,752</b>	<b>3,036,795</b>	<b>36,445,554</b>
<b>NON OPERATING INCOME (EXPENSE) GAIN(LOSS) ON DISPOSAL</b>													
<b>EBITDA</b>	<b>76,738</b>	<b>(505,511)</b>	<b>(598,167)</b>	<b>(15,216,904)</b>	<b>(765,498)</b>	<b>(1,399,722)</b>	<b>(860,132)</b>	<b>(1,407,024)</b>	<b>(1,009,354)</b>	<b>(1,121,297)</b>	<b>(1,489,545)</b>	<b>(1,142,421)</b>	<b>(25,438,836)</b>
<b>Depreciation &amp; Amortization</b>													
Interest Expense	170,098	176,713	168,768	185,331	183,202	225,176	188,156	200,607	206,778	206,923	219,723	218,848	2,350,321
Depreciation Expense	211,394	217,587	214,860	214,705	214,705	215,598	216,255	215,889	216,360	218,875	219,510	219,807	2,595,547
Amortization Expense	7,537	7,537	7,537	11,338	7,537	7,537	7,537	7,537	7,537	7,537	7,537	7,537	94,248
<b>Income(Loss) Before Taxes</b>	<b>(312,292)</b>	<b>(907,349)</b>	<b>(989,332)</b>	<b>(15,628,279)</b>	<b>(1,170,942)</b>	<b>(1,848,033)</b>	<b>(1,272,080)</b>	<b>(1,831,058)</b>	<b>(1,440,029)</b>	<b>(1,554,632)</b>	<b>(1,936,316)</b>	<b>(1,588,613)</b>	<b>(30,478,953)</b>
<b>Net Income(Loss)</b>	<b>(312,292)</b>	<b>(907,349)</b>	<b>(989,332)</b>	<b>(15,628,279)</b>	<b>(1,170,942)</b>	<b>(1,848,033)</b>	<b>(1,272,080)</b>	<b>(1,831,058)</b>	<b>(1,440,029)</b>	<b>(1,554,632)</b>	<b>(1,936,316)</b>	<b>(1,588,613)</b>	<b>(30,478,953)</b>

KENTUCKIANA MEDICAL CENTER, LLC  
Balance Sheet  
As of November 30, 2016

	Current November	Prior October	Change	%
<b>Current Assets</b>				
Cash	\$696,909	\$255,346	\$441,563	172.93%
<b>Total Cash and Cash Equivalents</b>	<b>696,909</b>	<b>255,346</b>	<b>441,563</b>	<b>172.93%</b>
Accounts Receivable, net	3,576,086	3,315,827	260,259	7.85%
<b>Total Accounts Receivable</b>	<b>3,576,086</b>	<b>3,315,827</b>	<b>260,259</b>	<b>7.85%</b>
Prepaid Expenses	191,505	277,075	(85,570)	(30.88%)
Other Current Assets	1,053,499	1,185,246	(131,747)	(11.12%)
<b>Total Other Current Assets</b>	<b>1,245,004</b>	<b>1,462,321</b>	<b>(217,318)</b>	<b>(14.86%)</b>
Inventory	572,828	572,828		0.00%
<b>Total Physical Inventory</b>	<b>572,828</b>	<b>572,828</b>		<b>0.00%</b>
<b>Fixed Assets</b>				
Intangible Assets	4,328,643	4,328,643		0.00%
<b>Total Intangible Assets</b>	<b>4,328,643</b>	<b>4,328,643</b>		<b>0.00%</b>
Fixed Assets, net	10,197,577	10,399,563	(201,986)	(1.94%)
Other Assets	131,362	138,899	(7,537)	(5.43%)
<b>Total Tangible Assets</b>	<b>10,328,939</b>	<b>10,538,462</b>	<b>(209,523)</b>	<b>(1.99%)</b>
<b>Total Fixed Assets</b>	<b>14,657,582</b>	<b>14,867,105</b>	<b>(209,523)</b>	<b>(1.41%)</b>
<b>Total Assets</b>	<b>\$20,748,408</b>	<b>\$20,473,427</b>	<b>\$274,981</b>	<b>1.34%</b>
<b>Liabilities</b>				
Accounts Payable	3,414,932	3,302,099	112,832	3.42%
<b>Total Accounts Payable</b>	<b>3,414,932</b>	<b>3,302,099</b>	<b>112,832</b>	<b>3.42%</b>
Tax Payable	412,826	420,650	(7,825)	(1.86%)
Interest Payable	4,276,395	4,057,547	218,848	5.39%
Accrued Expenses	10,353,824	9,892,683	461,142	4.66%
Other current liabilities				0.00%
<b>Total Other Current Liabilities</b>	<b>15,043,045</b>	<b>14,370,880</b>	<b>672,165</b>	<b>4.68%</b>
Notes Payable	1,446,199	1,446,199		0.00%
Other Longterm Liabilities	39,311,067	38,232,470	1,078,597	2.82%
<b>Total Long Term Liabilities</b>	<b>40,757,266</b>	<b>39,678,669</b>	<b>1,078,597</b>	<b>2.72%</b>
<b>Total Liabilities</b>	<b>59,215,243</b>	<b>57,351,649</b>	<b>1,863,594</b>	<b>3.25%</b>
Capital Stock	10,000,000	10,000,000		0.00%
Additional Paid-in Capital	(12,221,502)	(12,221,502)		0.00%
Retained Earnings	(5,766,380)	(5,766,380)		0.00%
Net Income	(30,478,953)	(28,890,340)	(1,588,613)	5.50%
<b>Total Shareholder Equity</b>	<b>(38,466,835)</b>	<b>(36,878,222)</b>	<b>(1,588,613)</b>	<b>4.31%</b>
<b>Liabilities &amp; Shareholder Equity</b>	<b>\$20,748,408</b>	<b>\$20,473,427</b>	<b>\$274,981</b>	<b>1.34%</b>