

**NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES
FINANCIAL HIGHLIGHTS
FOR THE PERIOD ENDED JUNE 30, 2010**

Monthly Highlights:

- Total operating revenue, after deductions, was \$18,414,098 compared to a budget of \$18,371,259 a favorable variance of \$42,839 (0.2%), and was \$1,583,954 higher than the prior year.
 - Inpatient gross revenue totaled \$20,337,106 compared to a budget of \$20,801,586 (-2.2%).
 - Adult and Pediatric admissions were 0.6% ahead of budget and the average length of stay was 3.6% shorter than projected resulting in an average daily census of 136.2 which was 3% or 4.4 patients a day less than budget and 4.7 patients a day below the prior year.
 - CPH admissions tracked lower than budget by 17.2% and BTAR exceeded the budget by 6.0%.
 - Outpatient revenue totaled \$19,465,486 compared to a budget of \$20,193,833, an unfavorable variance of \$728,347 or 3.6% primarily due to outpatient ER volumes that trailed the budget by 7.7%.
 - Observation visits totaled 226, trailing the budget and the prior year by 8.9% and 11.4% respectively.
 - Deductions from revenue totaled \$21,985,065 compared to a budget of \$23,168,134, a favorable variance of \$1,183,069 or 5.1%.
 - Contractual adjustments were below budget by \$720,672, a favorable variance of 3.7%, primarily due below budget outpatient revenues (-3.6%).
 - Approximately \$2.5 million of DSH funding was received in June. Of that amount, 80% or \$1,992,746 was recognized as a reduction in contractual adjustments and the remaining amount was accrued for potential settlement.
 - The provision for uncollectible accounts and charity combined tracked favorably with the fixed budget, running \$462,398 (12.1%) lower than projected and running 16.1% of net patient service revenue compared to a budgeted 18.2% and 18.5% in the prior year.
- Operating expenses totaled \$16,285,299; a favorable variance of \$216,004 (1.3%).
 - Salaries totaled \$6,901,586 compared to a budget of \$7,203,552, a favorable variance of \$301,966 or 4.2%. The favorable variance is the result of lower than budgeted FTE utilization (-3.4%).
 - Benefits exceeded budget by \$119,712 (5.4 %) due to higher than budgeted health insurance expense (\$266k) offset by favorable pension expense (\$119k).
 - Materials and supplies exceeded budget by \$138,075 or 5.1% due to drug costs (\$97k) and the absence of vendor rebates due to timing (\$68k).
 - Insurance expense was favorable to budget by \$67,049 or 32% reflecting very favorable insurance renewal premiums.
 - Other expenses were \$59,589 (14.5%) lower than budgeted due to the timing of advertising expenditures, lower travel and training expenditures and lower than expected recruitment costs.
- Income from Operations totaled \$2,128,798 compared to a budget of \$1,869,955; a favorable variance of \$258,844 and \$1,535,920 higher than the same month last year.
- Earnings on cash and investments totaled \$66,424 compared to a budget of \$664,020, an unfavorable variance of \$597,596.
- On a consolidated basis, NHCS and Subsidiaries generated an increase in net assets of \$2,229,425 compared to a budget of \$2,574,626, an unfavorable variance of \$345,200. The total profit margin was 10.5% compared to a budgeted 11.7%.

Year to Date Highlights:

- Total Operating Revenue for the two quarters ended June 30, 2010 was \$99,052,654 falling short of budget by \$8,975,885 (8.3%) and trailing the prior year by \$4,540,487 (4.6%).
 - Gross inpatient revenue fell short of budget by \$17,541,888 or 13% year to date. Inpatient acute admissions trailed the budget and the prior year by 9.0% and 9.9% respectively. A mild flu season contributed to the lower inpatient admissions. Inpatient surgery cases totaled 1073, were 186 cases lower than budget and trailed the prior year by 94 cases. BTAR admissions were 2.3% below budget and 6.6% behind the prior year. CPH admissions trailed the budget by 167 (21.7%) and were 231 (27.7%) lower than the prior year resulting from physician capacity constraints.
 - Outpatient revenue, which totaled \$110,996,293 fell short of budget by \$7,901,184 (6.7%) for the first half of the year; however, it exceeded the prior year by 9.5%. Outpatient emergency room visits trailed the budget by 11.5% and trailed the prior year by 4.2%. Outpatient revenue in the emergency room alone was \$4.0 million short of budget for the quarter. The lower ECC volumes also impacted revenue in several ancillary departments. Significant outpatient revenue shortfalls were experienced in diagnostic radiology (-\$702k), and CT (-\$1.3M).
 - Professional fee revenue exceeded the budget by \$9,199 (1.6%) despite Nash Neurosurgery patient volumes which fell short of the budget by 56% and trailed the prior year by 6%. The shortfalls were offset by unbudgeted revenue from Orthopedic Associates of Nash.
 - Deductions from revenue totaled \$133,125,546 compared to a budget of \$149,669,917 a favorable budget variance of \$16,544,371 or 11%. The favorable variance is primarily driven by gross patient revenues which trailed the budget by 10%.
 - Contractual adjustments were \$15,057,777 (11.9%) below budget, with \$11.1 million of the variance falling in the inpatient category and \$3.5 million in the outpatient category. The primary cause of the inpatient contractual variance was the 9% budget shortfall in inpatient admissions coupled with an average length of stay that was 5.6% shorter than projected.
- A favorable budget variance of \$1,486,593 (6.4%) in combined bad debt and charity was primarily the result of the 10% budget shortfall in gross patient service revenue.
- Operating expenses totaled \$94,984,048 and were \$5,694,827 (5.7%) lower than the budget.
 - Salaries year to date were lower than budget by \$2,256,087 (5%). FTE's in total were 5% below budget.
 - Benefits were \$940,846 (6.9%) lower than the budget.
 - Health insurance costs are below budget by \$291k.
 - Pension expense is \$716k below budget due to favorable actuarial results.
 - Professional fees were favorable to budget by \$63,957 (10%) due to RAC consulting and master facility planning.
 - Materials and supplies were \$1,467,945 (8.6%) below budget. Lower than projected inpatient admissions and surgical volumes contributed to below budget supply costs in the categories of surgical implants and grafts (-\$133k), drug costs (-\$232k), and other medical supplies (-\$120k). Higher than projected vendor rebates account for \$242k of the favorable variance.
 - A favorable variance of \$825,357 (9.9%) in purchased services is primarily the result of lower than projected maintenance on equipment and software (-\$102k), transcription and RAC services in the HIM area (-\$250k), and clinical information system outsourced services (-\$374k).
 - An unfavorable variance of \$105,802 (10.9%) in interest expense is the timing related in the category of capitalized interest. As costs accumulate in capital project accounts, (especially the Cerner project account), capitalized interest will increase.
 - Other expenses were \$129,570 or 6% lower than budgeted. The variance is primarily timing related and falls in the categories of travel and training (-\$50k) and recruitment (-\$66k).
- Consolidated income from operations for the three months ended June 30, 2010 was \$4,068,606 compared to a budget of \$7,349,664, and to the prior year of \$8,136,885.
- Earnings on cash and investments total \$3,614,807 year-to-date, falling short of budget by \$391,447 (9.8%) and prior year investment gains by \$1,317,553.

- An increase in net assets of \$7,794,592 was generated in the first half of 2010, which was \$3,806,587 unfavorable to budget and \$5,274,461 less than the prior year.

- The following table sets forth several key ratios:

Ratio	YTD 2010 ACTUAL	YTD 2010 BUDGET	PRIOR YEAR	Moody's A	Moody's AA
Operating Margin	3.5%	5.8%	6.8%	2.2%	3.5%
Total Margin	6.5%	8.9%	10.6%	4.6%	6.5%
Operating Cash Flow	12.1%	13.7%	14.9%	9.1%	9.8%
Days Cash on Hand	310	n/a	275	157	209

**NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES
SUMMARY OF INCOME FROM OPERATIONS
FOR THE PERIOD ENDED JUNE 30, 2010**

CURRENT PERIOD					YEAR-TO-DATE					
<u>ACTUAL</u>	<u>BUDGET</u>	<u>% VARIANCE</u>	<u>% VARIANCE</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>BUDGET</u>	<u>% VARIANCE</u>	<u>% VARIANCE</u>	<u>PRIOR YEAR</u>
\$2,251,872	\$1,931,628	16.6%	272.5%	\$604,547	NHI, Inc. Consolidated	\$4,770,267	\$7,705,939	-38.1%	-42.0%	\$8,226,348
(67,237)	(39,590)	-69.8%	-6.1%	(63,344)	NMSO	(355,260)	(239,248)	-48.5%	8.7%	(389,301)
(266)	(672)	60.4%	-101.0%	27,083	NMDA	13,971	3,572	291.1%	-91.1%	156,922
21,183	18,266	16.0%	-25.3%	28,356	NCHS	148,945	121,399	22.7%	3.3%	144,206
(25,672)	(30,858)	16.8%	-48337.7%	(53)	NHCF	(146,447)	(190,802)	23.2%	-127245.2%	(115)
471	479	-1.7%	-6.9%	506	NHCS (Parent Net of Elims.)	2,400	2,878	-16.6%	-21.0%	3,039
(51,559)	(9,298)	-454.5%	-1122.1%	(4,219)	NILLC	(365,266)	(54,072)	-575.5%	-8557.6%	(4,219)
\$2,128,792	\$1,869,955	13.8%	259.1%	\$592,876	NHCS Consolidated	\$4,068,610	\$7,349,666	-44.6%	-50.0%	\$8,136,880

**NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES
SUMMARY OF NET INCOME (LOSS)
FOR THE PERIOD ENDED JUNE 30, 2010**

CURRENT PERIOD					YEAR-TO-DATE					
<u>ACTUAL</u>	<u>BUDGET</u>	<u>% VARIANCE</u>	<u>% VARIANCE</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>BUDGET</u>	<u>% VARIANCE</u>	<u>% VARIANCE</u>	<u>PRIOR YEAR</u>
\$2,387,276	\$2,236,051	6.8%	116.9%	\$1,100,517	NHI, Inc. Consolidated	\$6,772,013	\$9,542,623	-29.0%	-36.7%	\$10,694,145
(67,234)	(39,559)	-70.0%	-6.2%	(63,337)	NMSO	(355,229)	(239,061)	-48.6%	8.7%	(389,207)
(241)	(648)	62.8%	-100.9%	27,102	NMDA	14,072	3,715	278.8%	-91.0%	157,138
21,196	18,314	15.7%	-25.3%	28,369	NCHS	149,102	121,687	22.5%	3.3%	144,338
8,609	9,952	-13.5%	17118.0%	50	NHCF	(44,923)	55,420	-181.1%	-5130.6%	893
(68,628)	359,814	-119.1%	-115.5%	442,740	NHCS (Parent Net of Elims.)	1,624,828	2,170,868	-25.2%	-34.1%	2,465,960
(51,559)	(9,298)	-454.5%	-1122.1%	(4,219)	NILLC	(365,266)	(54,071)	-575.5%	-8557.6%	(4,219)
\$2,229,419	\$2,574,626	-13.4%	45.6%	\$1,531,222	NHCS Consolidated	\$7,794,597	\$11,601,181	-32.8%	-40.4%	\$13,069,048

**NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES - CONSOLIDATED
COMPARATIVE BALANCE SHEETS
AS OF JUNE 30, 2010 AND JUNE 30, 2009**

	<u>2010</u>	<u>2009</u>		<u>2010</u>	<u>2009</u>
<u>ASSETS</u>			<u>LIABILITIES AND NET ASSETS:</u>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 6,888,471	\$ 6,268,942	Current Portion of Long Term Debt	\$ 1,614,887	\$ 1,300,000
Investments - Short Term	41,495,269	36,307,714	Accounts Payable - Trade	2,642,641	3,256,996
Assets Limited as to Use - Short Term	-	6,425	Accounts Payable - Other	24,372	32,757
Accounts Receivable - Patient, Net	25,253,414	29,209,023	Due to Third Party Payors	14,907,524	13,484,523
Accounts Receivable - Other	2,554,004	2,671,449	Accrued Expenses	<u>14,149,330</u>	<u>13,676,086</u>
Inventories	3,560,210	3,444,582			
Prepays and Other Current Assets	8,783,025	6,719,543	Total Current Liabilities	33,338,754	31,750,362
Total Current Assets	<u>88,534,393</u>	<u>84,627,678</u>			
CAPITAL ASSETS, NET					
Capital Assets	256,973,359	238,093,615			
Construction in Progress	9,891,224	9,870,254			
Less: Accumulated Depreciation	<u>(157,096,280)</u>	<u>(141,605,998)</u>	LONG TERM LIABILITIES		
Capital Assets, Net	109,768,303	106,357,871	Long Term Debt	47,234,400	47,401,613
LONG TERM ASSETS			Other Long Term Liabilities	<u>2,748,103</u>	<u>2,008,835</u>
Investments - Long Term	56,350,090	49,468,571	Total Long Term Liabilities	49,982,503	49,410,448
Assets Limited as to Use - Long Term	66,295,587	58,140,038			
Prepaid Expenses and Other	3,469,740	2,449,489	Total Liabilities	83,321,257	81,160,810
Restricted Deposits	5,684,276	4,926,545			
Deferred Costs	1,706,717	1,830,748	NET ASSETS	249,284,879	227,405,516
Other	797,030	765,386			
Total Long Term Assets	<u>134,303,440</u>	<u>117,580,777</u>	TOTAL LIABILITIES AND NET ASSETS	<u>\$ 332,606,136</u>	<u>\$ 308,566,326</u>
TOTAL ASSETS	<u>\$ 332,606,136</u>	<u>\$ 308,566,326</u>			

NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES - CONSOLIDATED
COMPARATIVE STATEMENTS OF INCOME FROM OPERATIONS - GAAP FORMAT
FOR THE PERIOD ENDED JUNE 30, 2010

<u>ACTUAL</u>	<u>CURRENT PERIOD BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
			PATIENT SERVICE REVENUE			
\$ 20,337,106	\$ 20,801,586	\$ 20,424,456	Inpatient	\$ 117,922,900	\$ 135,464,788	\$ 123,543,839
19,465,486	20,193,833	17,680,682	Outpatient	110,996,293	118,897,477	100,500,588
171,332	97,345	97,074	Professional Fees	590,877	581,678	402,348
<u>39,973,924</u>	<u>41,092,764</u>	<u>38,202,212</u>	Total Patient Service Revenue	<u>229,510,070</u>	<u>254,943,943</u>	<u>224,446,775</u>
			DEDUCTIONS FROM REVENUE			
18,631,990	19,352,662	18,263,635	Contractual Allowances	111,367,003	126,424,780	103,108,898
2,819,035	3,025,569	2,536,102	Provision for Uncollectible Accounts	17,194,729	18,351,449	14,930,460
534,040	789,904	974,036	Charity	4,563,814	4,893,687	5,250,887
<u>21,985,065</u>	<u>23,168,135</u>	<u>21,773,773</u>	Total Deductions From Revenue	<u>133,125,546</u>	<u>149,669,916</u>	<u>123,290,245</u>
17,988,859	17,924,629	16,428,439	Net Patient Service Revenue	96,384,524	105,274,027	101,156,530
425,238	446,629	401,704	Other Operating Revenue	2,668,130	2,754,513	2,436,611
<u>18,414,097</u>	<u>18,371,258</u>	<u>16,830,143</u>	Total Operating Revenue	<u>99,052,654</u>	<u>108,028,540</u>	<u>103,593,141</u>
			OPERATING EXPENSES			
6,901,586	7,203,552	7,157,369	Salaries	41,881,750	44,137,837	43,189,823
2,349,616	2,229,904	2,328,387	Benefits	12,744,573	13,685,419	12,926,996
205,600	207,191	205,556	Physician and Other Medical Fees	1,189,844	1,258,039	1,129,610
110,207	147,858	134,417	Professional Fees	833,040	888,586	914,182
2,849,457	2,711,382	2,698,351	Materials and Supplies	15,548,985	17,016,930	15,712,064
1,343,584	1,376,495	1,162,957	Purchased Services	7,518,311	8,343,668	6,727,109
1,491,292	1,491,121	1,403,243	Depreciation	8,947,665	8,946,727	8,419,454
167,203	162,243	175,952	Interest	1,080,037	974,235	1,103,486
372,124	350,289	370,197	Utilities	2,134,070	2,133,843	2,119,915
143,892	210,941	186,657	Insurance	1,102,866	1,161,114	1,135,681
350,739	410,328	414,180	Other Expenses	2,002,907	2,132,477	2,077,935
<u>16,285,300</u>	<u>16,501,304</u>	<u>16,237,266</u>	Total Operating Expenses	<u>94,984,048</u>	<u>100,678,875</u>	<u>95,456,255</u>
2,128,797	1,869,954	592,877	INCOME FROM OPERATIONS	4,068,606	7,349,665	8,136,886
10.0%	8.7%	3.1%	Operating Profit Margin	3.5%	5.8%	6.9%
17.8%	16.5%	11.2%	Operating Cash Flow Margin	12.1%	13.7%	14.9%

NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX MONTHS ENDED JUNE 30, 2010

	June 30, 2010	June 30, 2009
CASH FLOW FROM OPERATING ACTIVITIES		
Operating Revenue Over Operating Expense	4,068,606	\$8,136,886
Adjustments to Reconcile Operating Revenue Over Operating Expenses to Net Cash Provided by Operating Activities		
Depreciation & Amortization	8,947,665	8,419,454
Amortization of deferred costs	61,802	62,315
Amortization of bond premium	(57,229)	(62,589)
Amortization of capital lease	(106,508)	-
Provision for Uncollectable Accounts	17,194,729	14,930,460
(Gain) Loss on disposition of equipment	(6,864)	6,132
Changes in Assets & Liabilities		
Accounts Receivable	(15,288,288)	(17,681,164)
Inventories	35,501	5,967
Prepaid Expenses and Other Assets	(1,701,588)	(603,389)
Other Long Term Assets	-	-
Other Long Term Liabilities	147,538	18,835
Accounts payable	(406,337)	(76,841)
Due to third party payors	2,482,297	1,660,896
Accrued Expenses	231,512	398,697
	<u>15,602,836</u>	<u>15,215,659</u>
Net Cash Provided by Operating Activities		
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Unrestricted Contributions	101,389	11
	<u>101,389</u>	<u>11</u>
Net Cash Provided by Noncapital Financing		
CASH FLOW FROM CAPITAL AND RELATED FINANCING		
Proceeds from disposal of property	8,589	1,500
Purchases of Property, plant, & equipment	(10,937,947)	(11,296,272)
Increase in deferred costs	-	-
Proceeds from issue of long term debt	-	-
Principal repayments of long term debt	-	-
	<u>(10,929,358)</u>	<u>(11,294,772)</u>
Net cash provided by (used for) capital and related financing activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to Restricted Deposits	(94,243)	(134,343)
Reductions to Restricted Deposits	580	2
Bond Construction Fund	-	-
Additions to Long term investments	(3,022,390)	(3,480,443)
Reductions to Long term investments	1,218,821	1,159,660
Additions to Short term investments	(13,477,145)	(9,790,068)
Reductions to Short term investments	12,000,000	6,000,000
Additions to Other Long term assets	(16,171)	(35,575)
Reductions to Other Long term assets	-	-
Loss on Termination of Swap	-	-
Receipts of investment income and other investment distributions	1,940,696	2,512,121
Other nonoperating revenue	9,790	(203)
	<u>(1,440,062)</u>	<u>(3,768,849)</u>
Net cash provided by (used for) investing activities		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,334,805	152,049
CASH AND CASH EQUIVALENTS BEGINNING OF YEAR	3,553,666	6,116,893
	<u>6,888,471</u>	<u>6,268,942</u>
CASH AND CASH EQUIVALENTS END OF PERIOD		

NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES - CONSOLIDATED
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES
FOR THE PERIOD ENDED JUNE 30, 2010

<u>ACTUAL</u>	<u>CURRENT PERIOD BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
			PATIENT SERVICE REVENUE			
\$ 20,337,106	\$ 20,801,586	\$ 20,424,456	Inpatient	\$ 117,922,900	\$ 135,464,788	\$ 123,543,839
19,465,486	20,193,833	17,680,682	Outpatient	110,996,293	118,897,477	100,500,588
171,332	97,345	97,074	Professional Fees	590,877	581,678	402,348
<u>39,973,924</u>	<u>41,092,764</u>	<u>38,202,212</u>	Total Patient Service Revenue	<u>229,510,070</u>	<u>254,943,943</u>	<u>224,446,775</u>
			DEDUCTIONS FROM REVENUE			
18,631,990	19,352,662	18,263,635	Contractual Allowances	111,367,003	126,424,780	103,108,898
2,819,035	3,025,569	2,536,102	Provision for Uncollectible Accounts	17,194,729	18,351,449	14,930,460
534,040	789,904	974,036	Charity	4,563,814	4,893,687	5,250,887
<u>21,985,065</u>	<u>23,168,135</u>	<u>21,773,773</u>	Total Deductions From Revenue	<u>133,125,546</u>	<u>149,669,916</u>	<u>123,290,245</u>
17,988,859	17,924,629	16,428,439	Net Patient Service Revenue	96,384,524	105,274,027	101,156,530
425,238	446,629	401,704	Other Operating Revenue	2,668,130	2,754,513	2,436,611
<u>18,414,097</u>	<u>18,371,258</u>	<u>16,830,143</u>	Total Operating Revenue	<u>99,052,654</u>	<u>108,028,540</u>	<u>103,593,141</u>
			OPERATING EXPENSES			
6,901,586	7,203,552	7,157,369	Salaries	41,881,750	44,137,837	43,189,823
2,349,616	2,229,904	2,328,387	Benefits	12,744,573	13,685,419	12,926,996
205,600	207,191	205,556	Physician and Other Medical Fees	1,189,844	1,258,039	1,129,610
110,207	147,858	134,417	Professional Fees	833,040	888,586	914,182
2,849,457	2,711,382	2,698,351	Materials and Supplies	15,548,985	17,016,930	15,712,064
1,343,584	1,376,495	1,162,957	Purchased Services	7,518,311	8,343,668	6,727,109
1,491,292	1,491,121	1,403,243	Depreciation	8,947,665	8,946,727	8,419,454
167,203	162,243	175,952	Interest	1,080,037	974,235	1,103,486
372,124	350,289	370,197	Utilities	2,134,070	2,133,843	2,119,915
143,892	210,941	186,657	Insurance	1,102,866	1,161,114	1,135,681
350,739	410,328	414,180	Other Expenses	2,002,907	2,132,477	2,077,935
<u>16,285,300</u>	<u>16,501,304</u>	<u>16,237,266</u>	Total Operating Expenses	<u>94,984,048</u>	<u>100,678,875</u>	<u>95,456,255</u>
2,128,797	1,869,954	592,877	INCOME FROM OPERATIONS	4,068,606	7,349,665	8,136,886
66,424	664,020	938,280	Earnings on Cash and Investments	3,614,807	4,006,254	4,932,360
34,203	40,651	65	Contributions and Other	111,179	245,261	(192)
<u>100,627</u>	<u>704,671</u>	<u>938,345</u>	Total Non-Operating Revenue (Expenses)	<u>3,725,986</u>	<u>4,251,515</u>	<u>4,932,168</u>
<u>\$ 2,229,424</u>	<u>\$ 2,574,625</u>	<u>\$ 1,531,222</u>	INCREASE IN NET ASSETS	<u>\$ 7,794,592</u>	<u>\$ 11,601,180</u>	<u>\$ 13,069,054</u>
10.0%	8.7%	3.1%	Operating Profit Margin	3.5%	5.8%	6.9%
10.5%	11.6%	7.5%	Total Profit Margin	6.5%	8.9%	10.6%
17.8%	16.5%	11.2%	Operating Cash Flow Margin	12.1%	13.7%	14.9%

**NASH HOSPITALS, INC.
COMPARATIVE BALANCE SHEETS
AS OF JUNE 30, 2010 AND JUNE 30, 2009**

	<u>2010</u>	<u>2009</u>		<u>2010</u>	<u>2009</u>
<u>ASSETS</u>			<u>LIABILITIES AND NET ASSETS:</u>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 5,690,266	\$ 5,715,276	Current Portion of Long Term Debt	\$ 1,614,887	\$ 1,300,000
Investments - Short Term	40,906,066	35,718,501	Accounts Payable - Trade	2,625,988	3,245,322
Assets Limited as to Use - Short Term	-	6,425	Accounts Payable - Other	24,372	32,757
Accounts Receivable - Patient, Net	25,055,585	29,080,884	Due to Third Party Payors	14,907,524	13,484,523
Accounts Receivable - Other	2,372,868	2,600,573	Accounts Payable - Affiliate	6,415,000	9,044,199
Accounts Receivable - Affiliates	5,818,719	3,353,699	Accrued Expenses	<u>14,029,535</u>	<u>13,593,912</u>
Inventories	3,560,210	3,444,582			
Prepays and Other Current Assets	<u>7,417,738</u>	<u>6,175,573</u>	Total Current Liabilities	39,617,306	40,700,713
Total Current Assets	90,821,452	86,095,513			
CAPITAL ASSETS, NET					
Capital Assets	237,069,198	220,772,007			
Construction in Progress	6,608,662	7,569,046			
Less: Accumulated Depreciation	<u>(146,543,206)</u>	<u>(132,395,260)</u>	LONG TERM LIABILITIES		
Capital Assets, Net	97,134,654	95,945,793	Long Term Debt	47,234,400	47,401,613
LONG TERM ASSETS			Other Long Term Liabilities	<u>2,748,103</u>	<u>2,008,835</u>
Investments - Long Term	56,350,090	49,468,571	Total Long Term Liabilities	49,982,503	49,410,448
Assets Limited as to Use - Long Term	-	-			
Prepaid Expenses and Other	3,469,740	2,069,831	Total Liabilities	89,599,809	90,111,161
Restricted Deposits	5,684,276	4,926,545			
Deferred Costs	1,706,717	1,830,748	NET ASSETS	166,264,150	150,891,226
Other	<u>697,030</u>	<u>665,386</u>			
Total Long Term Assets	67,907,853	58,961,081	TOTAL LIABILITIES AND NET ASSETS	<u>\$ 255,863,959</u>	<u>\$ 241,002,387</u>
TOTAL ASSETS	<u>\$ 255,863,959</u>	<u>\$ 241,002,387</u>			

NASH HOSPITALS, INC.
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES
FOR THE PERIOD ENDED JUNE 30, 2010

<u>ACTUAL</u>	<u>CURRENT PERIOD BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
			PATIENT SERVICE REVENUE			
\$ 20,337,106	\$ 20,801,586	\$ 20,424,456	Inpatient	\$ 117,922,900	\$ 135,464,788	\$ 123,543,839
19,385,918	20,032,615	17,680,682	Outpatient	110,788,330	117,930,169	100,500,588
17,478	13,739	24,462	Professional Fees	85,724	80,042	80,303
<u>39,740,502</u>	<u>40,847,940</u>	<u>38,129,600</u>	Total Patient Service Revenue	<u>228,796,954</u>	<u>253,474,999</u>	<u>224,124,730</u>
			DEDUCTIONS FROM REVENUE			
18,478,899	19,206,709	18,221,693	Contractual Allowances	110,909,010	125,549,065	102,920,836
2,817,856	3,018,404	2,537,491	Provision for Uncollectible Accounts	17,179,287	18,308,461	14,962,076
534,040	789,904	974,036	Charity	4,563,814	4,893,687	5,250,887
<u>21,830,795</u>	<u>23,015,017</u>	<u>21,733,220</u>	Total Deductions From Revenue	<u>132,652,111</u>	<u>148,751,213</u>	<u>123,133,799</u>
17,909,707	17,832,923	16,396,380	Net Patient Service Revenue	96,144,843	104,723,786	100,990,931
239,680	247,969	237,580	Other Operating Revenue	1,535,812	1,561,340	1,464,304
<u>18,149,387</u>	<u>18,080,892</u>	<u>16,633,960</u>	Total Operating Revenue	<u>97,680,655</u>	<u>106,285,126</u>	<u>102,455,235</u>
			OPERATING EXPENSES			
6,826,024	7,136,517	7,092,497	Salaries	41,481,177	43,734,189	42,834,195
2,332,756	2,215,283	2,316,677	Benefits	12,656,114	13,591,949	12,863,084
205,600	207,191	205,556	Physician and Other Medical Fees	1,185,844	1,258,039	1,129,610
69,936	106,939	131,847	Professional Fees	579,070	643,027	896,954
2,848,612	2,709,264	2,697,334	Materials and Supplies	15,539,414	17,004,174	15,695,608
1,317,216	1,372,782	1,174,660	Purchased Services	7,533,727	8,320,855	6,783,746
1,358,787	1,358,784	1,343,451	Depreciation	8,152,706	8,152,705	8,060,709
167,203	162,243	175,952	Interest	1,080,037	974,235	1,103,486
351,148	331,334	354,295	Utilities	2,018,449	2,028,902	2,023,280
129,950	201,612	180,544	Insurance	1,032,890	1,105,685	1,099,007
339,612	396,644	402,078	Other Expenses	1,946,934	2,061,401	2,012,076
(49,329)	(49,329)	(45,478)	IC Direct Allocation	(295,974)	(295,974)	(272,868)
<u>15,897,515</u>	<u>16,149,264</u>	<u>16,029,413</u>	Total Operating Expenses	<u>92,910,388</u>	<u>98,579,187</u>	<u>94,228,887</u>
2,251,872	1,931,628	604,547	INCOME FROM OPERATIONS	4,770,267	7,705,939	8,226,348
135,438	304,457	496,005	Earnings on Cash and Investments	1,991,956	1,836,889	2,468,000
(34)	(34)	(35)	Contributions and Other	9,790	(205)	(203)
<u>135,404</u>	<u>304,423</u>	<u>495,970</u>	Total Non-Operating Revenue (Expenses)	<u>2,001,746</u>	<u>1,836,684</u>	<u>2,467,797</u>
<u>\$ 2,387,276</u>	<u>\$ 2,236,051</u>	<u>\$ 1,100,517</u>	INCREASE IN NET ASSETS	<u>\$ 6,772,013</u>	<u>\$ 9,542,623</u>	<u>\$ 10,694,145</u>

NASH MSO, INC.
COMPARATIVE BALANCE SHEETS
AS OF JUNE 30, 2010 AND JUNE 30, 2009

	<u>2010</u>	<u>2009</u>		<u>2010</u>	<u>2009</u>
<u>ASSETS</u>			<u>LIABILITIES AND NET ASSETS:</u>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 66,358	\$ 53,842	Current Portion of Long Term Debt	\$ -	\$ -
Investments - Short Term	-	-	Accounts Payable - Trade	9,497	4,493
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Other	-	-
Accounts Receivable - Patient, Net	156,236	128,138	Due to Third Party Payors	-	-
Accounts Receivable - Other	(3)	463	Accounts Payable - Affiliate	1,785,441	982,596
Accounts Receivable - Affiliates	-	-	Accrued Expenses	<u>31,071</u>	<u>478</u>
Inventories	-	-			
Prepays and Other Current Assets	-	-	Total Current Liabilities	1,826,009	987,567
Total Current Assets	<u>222,591</u>	<u>182,443</u>			
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	32,250	30,780	Long Term Debt	-	-
Construction in Progress	-	-	Other Long Term Liabilities	-	-
Less: Accumulated Depreciation	<u>(21,379)</u>	<u>(4,742)</u>	Total Long Term Liabilities	<u>-</u>	<u>-</u>
Capital Assets, Net	10,871	26,038			
LONG TERM ASSETS			Total Liabilities	1,826,009	987,567
Prepaid Expenses and Other	-	-	NET ASSETS	(1,592,547)	(779,086)
Total Long Term Assets	<u>-</u>	<u>-</u>			
TOTAL ASSETS	<u><u>\$ 233,462</u></u>	<u><u>\$ 208,481</u></u>	TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 233,462</u></u>	<u><u>\$ 208,481</u></u>

NASH MSO, INC.
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES
FOR THE PERIOD ENDED JUNE 30, 2010

<u>ACTUAL</u>	<u>CURRENT PERIOD BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
			PATIENT SERVICE REVENUE			
\$ -	\$ -	\$ -	Outpatient	\$ -	\$ -	\$ -
153,854	83,606	72,612	Professional Fees	505,153	501,637	322,045
<u>153,854</u>	<u>83,606</u>	<u>72,612</u>	Total Patient Service Revenue	<u>505,153</u>	<u>501,637</u>	<u>322,045</u>
			DEDUCTIONS FROM REVENUE			
89,113	39,197	41,941	Contractual Allowances	290,002	235,184	188,062
1,223	7,165	(1,389)	Provision for Uncollectible Accounts	15,669	42,988	(31,015)
-	-	-	Charity	-	-	-
<u>90,336</u>	<u>46,362</u>	<u>40,552</u>	Total Deductions From Revenue	<u>305,671</u>	<u>278,172</u>	<u>157,047</u>
63,518	37,244	32,060	Net Patient Service Revenue	199,482	223,465	164,998
90	4	-	Other Operating Revenue	315	25	(40)
<u>63,608</u>	<u>37,248</u>	<u>32,060</u>	Total Operating Revenue	<u>199,797</u>	<u>223,490</u>	<u>164,958</u>
			OPERATING EXPENSES			
60,175	46,738	64,872	Salaries	310,164	281,838	355,628
12,551	9,394	11,710	Benefits	63,145	56,633	63,912
-	-	-	Physician and Other Medical Fees	-	-	-
409	404	391	Professional Fees	2,897	2,426	2,345
193	1,075	820	Materials and Supplies	1,884	6,461	6,986
39,358	5,602	8,030	Purchased Services	86,743	33,618	50,863
2,154	2,152	345	Depreciation	12,913	12,912	2,068
-	-	-	Interest	-	-	-
304	337	484	Utilities	1,844	1,980	2,005
10,689	4,823	5,046	Insurance	44,735	28,935	30,272
492	1,793	(461)	Other Expenses	3,612	10,815	15,178
4,520	4,520	4,167	IC Direct Allocation	27,120	27,120	25,002
<u>130,845</u>	<u>76,838</u>	<u>95,404</u>	Total Operating Expenses	<u>555,057</u>	<u>462,738</u>	<u>554,259</u>
(67,237)	(39,590)	(63,344)	INCOME FROM OPERATIONS	(355,260)	(239,248)	(389,301)
3	31	7	Earnings on Cash and Investments	31	187	94
-	-	-	Contributions and Other	-	-	-
<u>3</u>	<u>31</u>	<u>7</u>	Total Non-Operating Revenue (Expenses)	<u>31</u>	<u>187</u>	<u>94</u>
<u>\$ (67,234)</u>	<u>\$ (39,559)</u>	<u>\$ (63,337)</u>	INCREASE IN NET ASSETS	<u>\$ (355,229)</u>	<u>\$ (239,061)</u>	<u>\$ (389,207)</u>

**NASH MEDICAL DEVELOPMENT AUTHORITY
COMPARATIVE BALANCE SHEETS
AS OF JUNE 30, 2010 AND JUNE 30, 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>	<u>LIABILITIES AND NET ASSETS:</u>	<u>2010</u>	<u>2009</u>
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 32,657	\$ 220,872	Current Portion of Long Term Debt	\$ -	\$ -
Investments - Short Term	-	-	Accounts Payable - Trade	2,258	2,480
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Other	-	-
Accounts Receivable - Rentals & Other	10,329	8,386	Accounts Payable - Affiliate	49,773	31,550
Accounts Receivable - Affiliates	185,000	2,460,000	Accrued Expenses	43,511	41,133
Prepays and Other Current Assets	714	681		<hr/>	<hr/>
Total Current Assets	228,700	2,689,939	Total Current Liabilities	95,542	75,163
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	9,862,510	10,265,721	Long Term Debt	-	-
Construction in Progress	3,209,883	48,920	Other Long Term Liabilities	-	-
Less: Accumulated Depreciation	(6,250,748)	(5,691,851)	Total Long Term Liabilities	-	-
Capital Assets, Net	6,821,645	4,622,790		<hr/>	<hr/>
LONG TERM ASSETS			Total Liabilities	95,542	75,163
Prepaid Expenses and Other	-	-	NET ASSETS	6,954,803	7,237,566
Total Long Term Assets	-	-		<hr/>	<hr/>
TOTAL ASSETS	<u>\$ 7,050,345</u>	<u>\$ 7,312,729</u>	TOTAL LIABILITIES AND NET ASSETS	<u>\$ 7,050,345</u>	<u>\$ 7,312,729</u>

**NASH MEDICAL DEVELOPMENT AUTHORITY
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES
FOR THE PERIOD ENDED JUNE 30, 2010**

<u>ACTUAL</u>	<u>CURRENT PERIOD BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
\$ -	\$ -	\$ -	OPERATING REVENUE:	\$ -	\$ -	\$ -
-	-	-	Provision for Uncollectible Accounts	-	-	-
-	-	-	Total Deductions From Revenue	-	-	-
-	-	-	Net Patient Service Revenue	-	-	-
104,287	103,149	103,149	Rental & Other Operating Revenue	622,309	618,898	618,821
104,287	103,149	103,149	Total Operating Revenue	622,309	618,898	618,821
-	-	-	OPERATING EXPENSES			
654	647	625	Physician and Other Medical Fees	-	-	-
125	170	16	Professional Fees	4,263	3,881	3,752
10,174	5,637	5,571	Materials and Supplies	3,037	1,028	920
57,731	57,730	34,988	Purchased Services	38,465	33,986	43,140
-	-	-	Depreciation	346,382	346,382	209,922
1,951	4,383	2,094	Interest	-	-	-
959	959	612	Utilities	12,658	24,538	13,626
7,060	8,396	8,283	Insurance	5,751	5,751	3,672
25,899	25,899	23,877	Other Expenses	42,388	44,366	43,605
104,553	103,821	76,066	IC Direct Allocation	155,394	155,394	143,262
(266)	(672)	27,083	Total Operating Expenses	608,338	615,326	461,899
25	24	19	INCOME FROM OPERATIONS	13,971	3,572	156,922
-	-	-	Earnings on Cash and Investments	101	143	216
25	24	19	Contributions and Other	-	-	-
\$ (241)	\$ (648)	\$ 27,102	Total Non-Operating Revenue (Expenses)	101	143	216
			INCREASE IN NET ASSETS	\$ 14,072	\$ 3,715	\$ 157,138

**NASH COMMUNITY HEALTH SERVICES
COMPARATIVE BALANCE SHEETS
AS OF JUNE 30, 2010 AND JUNE 30, 2009**

	<u>2010</u>	<u>2009</u>		<u>2010</u>	<u>2009</u>
<u>ASSETS</u>			<u>LIABILITIES AND NET ASSETS:</u>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 197,921	\$ 32,742	Current Portion of Long Term Debt	\$ -	\$ -
Investments - Short Term	-	-	Accounts Payable - Trade	2,898	4,701
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Other	-	-
Accounts Receivable - Rentals & Other	23,487	61,842	Accounts Payable - Affiliate	3,881	-
Accounts Receivable - Affiliates	4,450,000	3,984,199	Accrued Expenses	<u>28,170</u>	<u>27,764</u>
Prepays and Other Current Assets	6,381	4,965	Total Current Liabilities	34,949	32,465
Total Current Assets	<u>4,677,789</u>	<u>4,083,748</u>			
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	7,307,367	7,303,331	Long Term Debt	-	-
Construction in Progress	-	-	Other Long Term Liabilities	-	-
Less: Accumulated Depreciation	<u>(3,959,682)</u>	<u>(3,645,529)</u>	Total Long Term Liabilities	<u>-</u>	<u>-</u>
Capital Assets, Net	3,347,685	3,657,802	Total Liabilities	34,949	32,465
LONG TERM ASSETS					
Prepaid Expenses and Other	-	-	NET ASSETS	7,990,525	7,709,085
Total Long Term Assets	<u>-</u>	<u>-</u>			
TOTAL ASSETS	<u><u>\$ 8,025,474</u></u>	<u><u>\$ 7,741,550</u></u>	TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 8,025,474</u></u>	<u><u>\$ 7,741,550</u></u>

**NASH COMMUNITY HEALTH SERVICES
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES
FOR THE PERIOD ENDED JUNE 30, 2010**

<u>ACTUAL</u>	<u>CURRENT PERIOD BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
			OPERATING REVENUE:			
\$ -	\$ -	\$ -	Contractual Allowances	\$ -	\$ -	\$ -
(45)	-	-	Provision for Uncollectible Accounts	(227)	-	(600)
<u>(45)</u>	<u>-</u>	<u>-</u>	Total Deductions From Revenue	<u>(227)</u>	<u>-</u>	<u>(600)</u>
45	-	-	Net Patient Service Revenue	227	-	600
89,794	91,575	91,414	Rental & Other Operating Revenue	545,891	549,450	548,562
<u>89,839</u>	<u>91,575</u>	<u>91,414</u>	Total Operating Revenue	<u>546,118</u>	<u>549,450</u>	<u>549,162</u>
			OPERATING EXPENSES			
-	-	-	Physician and Other Medical Fees	-	-	-
1,642	1,068	772	Professional Fees	5,860	6,409	6,381
196	750	181	Materials and Supplies	1,040	4,523	8,551
5,596	10,174	5,135	Purchased Services	39,619	61,351	44,397
26,422	26,421	25,748	Depreciation	158,528	158,529	154,485
-	-	-	Interest	-	-	-
14,180	14,235	13,324	Utilities	73,398	78,423	81,005
453	453	455	Insurance	2,718	2,718	2,730
1,257	1,298	9	Other Expenses	2,550	2,638	2,803
18,910	18,910	17,434	IC Direct Allocation	113,460	113,460	104,604
<u>68,656</u>	<u>73,309</u>	<u>63,058</u>	Total Operating Expenses	<u>397,173</u>	<u>428,051</u>	<u>404,956</u>
21,183	18,266	28,356	INCOME FROM OPERATIONS	148,945	121,399	144,206
13	48	13	Earnings on Cash and Investments	157	288	132
-	-	-	Contributions and Other	-	-	-
<u>13</u>	<u>48</u>	<u>13</u>	Total Non-Operating Revenue (Expenses)	<u>157</u>	<u>288</u>	<u>132</u>
<u>\$ 21,196</u>	<u>\$ 18,314</u>	<u>\$ 28,369</u>	INCREASE IN NET ASSETS	<u>\$ 149,102</u>	<u>\$ 121,687</u>	<u>\$ 144,338</u>

**NASH HEALTH CARE FOUNDATION
COMPARATIVE BALANCE SHEETS
AS OF JUNE 30, 2010 AND JUNE 30, 2009**

	<u>2010</u>	<u>2009</u>		<u>2010</u>	<u>2009</u>
<u>ASSETS</u>			<u>LIABILITIES AND NET ASSETS:</u>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 196,541	\$ 20,462	Accounts Payable - Trade	\$ -	\$ -
Investments - Short Term	589,203	589,214	Accounts Payable - Other	-	-
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Affiliate	253,262	53
Accounts Receivable	719	-	Accrued Expenses	<u>245</u>	<u>-</u>
Accounts Receivable - Affiliates	-	-	Total Current Liabilities	253,507	53
Prepays and Other Current Assets	<u>2,619</u>	<u>-</u>			
Total Current Assets	789,082	609,676	LONG TERM LIABILITIES		
CAPITAL ASSETS, NET			Long Term Debt	-	-
Capital Assets	3,432	-	Other Long Term Liabilities	<u>-</u>	<u>-</u>
Construction in Progress	-	-	Total Long Term Liabilities	-	-
Less: Accumulated Depreciation	<u>(57)</u>	<u>-</u>			
Capital Assets, Net	3,375	-	Total Liabilities	253,507	53
LONG TERM ASSETS			NET ASSETS	538,950	609,623
Prepaid Expenses and Other	-	-			
Restricted Deposits	<u>-</u>	<u>-</u>	TOTAL LIABILITIES AND NET ASSETS	<u>\$ 792,457</u>	<u>\$ 609,676</u>
Total Long Term Assets	-	-			
TOTAL ASSETS	<u>\$ 792,457</u>	<u>\$ 609,676</u>			

**NASH HEALTH CARE FOUNDATION
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES
FOR THE PERIOD ENDED JUNE 30, 2010**

<u>ACTUAL</u>	<u>CURRENT PERIOD BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
\$ -	\$ -	\$ -	OPERATING REVENUE:			
-	-	-	Other Operating Revenue	\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>-</u>	Total Operating Revenue	<u>-</u>	<u>-</u>	<u>-</u>
			OPERATING EXPENSES			
15,387	20,297	-	Salaries	90,408	121,810	-
4,308	5,228	-	Benefits	25,314	36,837	-
-	-	-	Physician and Other Medical Fees	-	-	-
-	1,242	-	Professional Fees	2,364	7,492	62
332	123	-	Materials and Supplies	3,368	744	-
3,225	2,763	-	Purchased Services	19,112	16,647	-
19	-	-	Depreciation	57	-	-
-	-	-	Interest	-	-	-
213	-	-	Utilities	1,223	-	-
16	16	-	Insurance	96	96	-
2,172	1,189	53	Other Expenses	4,505	7,176	53
-	-	-	IC Direct Allocation	-	-	-
<u>25,672</u>	<u>30,858</u>	<u>53</u>	Total Operating Expenses	<u>146,447</u>	<u>190,802</u>	<u>115</u>
(25,672)	(30,858)	(53)	INCOME FROM OPERATIONS	(146,447)	(190,802)	(115)
43	125	3	Earnings on Cash and Investments	135	756	997
<u>34,238</u>	<u>40,685</u>	<u>100</u>	Contributions and Other	<u>101,389</u>	<u>245,466</u>	<u>11</u>
<u>34,281</u>	<u>40,810</u>	<u>103</u>	Revenue - Contributions & Interest	<u>101,524</u>	<u>246,222</u>	<u>1,008</u>
<u>\$ 8,609</u>	<u>\$ 9,952</u>	<u>\$ 50</u>	INCREASE IN NET ASSETS	<u>\$ (44,923)</u>	<u>\$ 55,420</u>	<u>\$ 893</u>

NASH IMAGING, LLC
COMPARATIVE BALANCE SHEETS
AS OF JUNE 30, 2010 AND JUNE 30, 2009

	<u>2010</u>	<u>2009</u>		<u>2010</u>	<u>2009</u>
<u>ASSETS</u>			<u>LIABILITIES AND NET ASSETS:</u>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 242,076	\$ -	Accounts Payable - Trade	\$ 2,000	\$ -
Investments - Short Term	-	-	Accounts Payable - Other	-	-
Assets Limited as to Use - Short Term	-	-	Due to Third Party Payors	-	-
Accounts Receivable - Patient, Net	41,593	-	Accounts Payable - Affiliate	3,719,773	2,256,892
Accounts Receivable - Other	146,604	186	Accrued Expenses	<u>5,898</u>	<u>-</u>
Accounts Receivable - Affiliates	-	-	Total Current Liabilities	3,727,671	2,256,892
Inventories	-	-			
Prepays and Other Current Assets	<u>6,383</u>	<u>-</u>			
Total Current Assets	<u>436,656</u>	<u>186</u>			
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	2,976,826	-	Long Term Debt	-	-
Construction in Progress	72,679	2,252,287	Other Long Term Liabilities	<u>-</u>	<u>-</u>
Less: Accumulated Depreciation	<u>(468,049)</u>	<u>-</u>	Total Long Term Liabilities	-	-
Capital Assets, Net	2,581,456	2,252,287			
LONG TERM ASSETS			Total Liabilities	3,727,671	2,256,892
Prepaid Expenses and Other	-	-			
Other	<u>-</u>	<u>-</u>	NET ASSETS	(709,559)	(4,419)
Total Long Term Assets	-	-			
TOTAL ASSETS	<u><u>\$ 3,018,112</u></u>	<u><u>\$ 2,252,473</u></u>	TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 3,018,112</u></u>	<u><u>\$ 2,252,473</u></u>

NASH IMAGING, LLC
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES
FOR THE PERIOD ENDED JUNE 30, 2010

<u>ACTUAL</u>	<u>CURRENT PERIOD BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
			PATIENT SERVICE REVENUE			
\$ -	\$ -	\$ -	Inpatient	\$ -	\$ -	\$ -
79,568	161,218	-	Outpatient	207,963	967,308	-
-	-	-	Professional Fees	-	-	-
<u>79,568</u>	<u>161,218</u>	<u>-</u>	Total Patient Service Revenue	<u>207,963</u>	<u>967,308</u>	<u>-</u>
			DEDUCTIONS FROM REVENUE			
63,978	106,755	-	Contractual Allowances	167,991	640,532	-
-	-	-	Provision for Uncollectible Accounts	-	-	-
-	-	-	Charity	-	-	-
<u>63,978</u>	<u>106,755</u>	<u>-</u>	Total Deductions From Revenue	<u>167,991</u>	<u>640,532</u>	<u>-</u>
15,590	54,463	-	Net Patient Service Revenue	39,972	326,776	-
24,700	36,324	-	Other Operating Revenue	171,380	219,154	-
<u>40,290</u>	<u>90,787</u>	<u>-</u>	Total Operating Revenue	<u>211,352</u>	<u>545,930</u>	<u>-</u>
			OPERATING EXPENSES			
-	-	-	Salaries	-	-	-
-	-	-	Benefits	-	-	-
-	-	-	Physician and Other Medical Fees	4,000	-	-
36,750	36,750	-	Professional Fees	233,256	220,500	-
-	-	-	Materials and Supplies	242	-	-
1,330	11,927	-	Purchased Services	8,222	71,564	-
47,468	47,321	-	Depreciation	284,808	283,928	-
-	-	-	Interest	-	-	-
4,329	-	-	Utilities	26,496	-	-
1,826	3,079	-	Insurance	16,676	17,929	-
146	1,008	4,219	Other Expenses	2,918	6,081	4,219
-	-	-	IC Direct Allocation	-	-	-
<u>91,849</u>	<u>100,085</u>	<u>4,219</u>	Total Operating Expenses	<u>576,618</u>	<u>600,002</u>	<u>4,219</u>
(51,559)	(9,298)	(4,219)	INCOME FROM OPERATIONS	(365,266)	(54,072)	(4,219)
-	-	-	Earnings on Cash and Investments	-	1	-
-	-	-	Contributions and Other	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	Total Non-Operating Revenue (Expenses)	<u>-</u>	<u>1</u>	<u>-</u>
<u>\$ (51,559)</u>	<u>\$ (9,298)</u>	<u>\$ (4,219)</u>	INCREASE IN NET ASSETS	<u>\$ (365,266)</u>	<u>\$ (54,071)</u>	<u>\$ (4,219)</u>

**NASH HEALTH CARE SYSTEMS - PARENT
COMPARATIVE BALANCE SHEETS
AS OF JUNE 30, 2010 AND JUNE 30, 2009**

	<u>2010</u>	<u>2009</u>		<u>2010</u>	<u>2009</u>
<u>ASSETS</u>			<u>LIABILITIES AND NET ASSETS:</u>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 462,650	\$ 225,749	Accounts Payable - Trade	\$ -	\$ -
Investments - Short Term	-	-	Accounts Payable - Other	-	-
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Affiliate	6,589	82,608
Accounts Receivable	-	-	Accrued Expenses	<u>10,900</u>	<u>12,800</u>
Accounts Receivable - Affiliates	1,780,000	2,600,000	Total Current Liabilities	17,489	95,408
Prepays and Other Current Assets	<u>1,349,190</u>	<u>538,324</u>			
Total Current Assets	3,591,840	3,364,073	LONG TERM LIABILITIES		
CAPITAL ASSETS, NET			Long Term Debt	-	-
Capital Assets	-	-	Other Long Term Liabilities	-	-
Construction in Progress	-	-	Total Long Term Liabilities	<u>-</u>	<u>-</u>
Less: Accumulated Depreciation	<u>-</u>	<u>-</u>			
Capital Assets, Net	-	-	Total Liabilities	17,489	95,408
LONG TERM ASSETS			NET ASSETS	69,969,938	61,888,361
Assets Limited as to Use - Long Term	66,295,587	58,140,038			
Prepaid Expenses and Other	-	379,658	TOTAL LIABILITIES AND NET ASSETS	<u>\$ 69,987,427</u>	<u>\$ 61,983,769</u>
Restricted Deposits	-	-			
Other	<u>100,000</u>	<u>100,000</u>			
Total Long Term Assets	66,395,587	58,619,696			
TOTAL ASSETS	<u>\$ 69,987,427</u>	<u>\$ 61,983,769</u>			

**NASH HEALTH CARE SYSTEMS - PARENT
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES
FOR THE PERIOD ENDED JUNE 30, 2010**

<u>ACTUAL</u>	<u>CURRENT PERIOD BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
\$ -	\$ -	\$ -	OPERATING REVENUE:	\$ -	\$ -	\$ -
-	-	-	Other Operating Revenue	-	-	-
<u> </u>	<u> </u>	<u> </u>	Total Operating Revenue	<u> </u>	<u> </u>	<u> </u>
			OPERATING EXPENSES			
-	-	-	Physician and Other Medical Fees	-	-	-
817	809	782	Professional Fees	5,329	4,851	4,690
-	-	-	Materials and Supplies	-	-	-
-	-	-	Purchased Services	-	-	-
-	-	-	Depreciation	-	-	-
-	-	-	Interest	-	-	-
-	-	-	Utilities	-	-	-
-	-	-	Insurance	-	-	-
-	-	-	Other Expenses	-	-	-
-	-	-	IC Direct Allocation	-	-	-
<u>817</u>	<u>809</u>	<u>782</u>	Total Operating Expenses	<u>5,329</u>	<u>4,851</u>	<u>4,690</u>
(817)	(809)	(782)	INCOME FROM OPERATIONS	(5,329)	(4,851)	(4,690)
(69,099)	359,335	442,234	Earnings on Cash and Investments	1,622,428	2,167,990	2,462,921
-	-	-	Contributions and Other	-	-	-
<u>(69,099)</u>	<u>359,335</u>	<u>442,234</u>	Total Non-Operating Revenue (Expenses)	<u>1,622,428</u>	<u>2,167,990</u>	<u>2,462,921</u>
<u>\$ (69,916)</u>	<u>\$ 358,526</u>	<u>\$ 441,452</u>	INCREASE IN NET ASSETS	<u>\$ 1,617,099</u>	<u>\$ 2,163,139</u>	<u>\$ 2,458,231</u>

**NASH HEALTH CARE SYSTEMS
STATISTICAL OPERATING SUMMARY
FOR THE MONTH OF JUNE 2010**

<u>Current Actual</u>	<u>Current Budget</u>	<u>% Variance Budget</u>	<u>% Variance Prior Year</u>	<u>Prior Year Actual</u>		<u>YTD Actual</u>	<u>YTD Budget</u>	<u>% Variance Budget</u>	<u>% Variance Prior Year</u>	<u>Prior Year Actual</u>
Admissions										
1,005	999	0.6%	-1.3%	1,018	Adult & Pediatric	5,704	6,270	-9.0%	-9.9%	6,332
125	114	9.6%	7.8%	116	Newborn	627	717	-12.6%	-9.5%	693
106	128	-17.2%	-17.8%	129	CPH	604	771	-21.7%	-27.7%	835
52	49	6.1%	4.0%	50	BTARC	291	298	-2.3%	6.6%	273
226	248	-8.9%	-11.4%	255	Observation Visits	1,196	1,496	-20.1%	-10.7%	1,340
Adjusted Admissions										
2,057.7	2,071.3	-0.7%	2.8%	2,000.8	NGH & NDH Combined	11,629.9	12,278.0	-5.3%	-3.3%	12,024.8
108.3	130.0	-16.7%	-17.5%	131.2	CPH	616.6	783.7	-21.3%	-27.5%	850.5
52.0	49.0	6.1%	4.0%	50.0	BTARC	291.0	298.0	-2.3%	6.6%	273.0
Patient Days										
4,086	4,217	-3.1%	-3.4%	4,228	Adult & Pediatric	24,122	28,087	-14.1%	-10.2%	26,876
185	194	-4.6%	6.9%	173	Newborn	1,014	1,293	-21.6%	-10.7%	1,135
750	1,005	-25.4%	-33.3%	1,124	CPH	4,431	5,691	-22.1%	-28.8%	6,227
533	595	-10.4%	-8.3%	581	BTARC	3,449	3,469	-0.6%	9.3%	3,156
346	298	16.1%	7.5%	322	Observation Equivalent Days	1,712	1,800	-4.9%	15.7%	1,480
Average Daily Census										
136.2	140.6	-3.1%	-3.3%	140.9	Adult & Pediatric	133.3	155.2	-14.1%	-10.2%	148.5
6.2	6.5	-4.6%	6.9%	5.8	Newborn	5.6	7.1	-21.1%	-11.1%	6.3
25.0	33.5	-25.4%	-33.3%	37.5	CPH	24.5	31.4	-22.0%	-28.8%	34.4
17.8	19.8	-10.1%	-8.2%	19.4	BTARC	19.1	19.2	-0.5%	9.8%	17.4
Inpatient & Observations Combined										
1,231	1,247	-1.3%	-3.3%	1,273	Admissions A & P & Obs.	6,900	7,766	-11.2%	-10.1%	7,672
4,432	4,515	-1.8%	-2.6%	4,550	Patient Days A & P & Obs.	25,834	29,887	-13.6%	-8.9%	28,356
147.7	150.5	-1.9%	-2.6%	151.7	Avg Daily Census A & P & Obs.	142.7	165.1	-13.6%	-8.9%	156.7
Occupancy Rate										
49%	50%	-2.0%	-2.0%	50%	Adult & Pediatric	48%	55%	-12.7%	-9.4%	53%
16%	17%	-5.9%	6.7%	15%	Newborn	14%	18%	-22.2%	-12.5%	16%
50%	67%	-25.4%	-33.3%	75%	CPH	49%	63%	-22.2%	-29.0%	69%
77%	86%	-10.5%	-8.3%	84%	BTARC	83%	83%	0.0%	9.2%	76%
Length of Stay										
4.07	4.22	-3.55%	-1.93%	4.15	Adult & Pediatric	4.23	4.48	-5.58%	-0.24%	4.24
4.61	5.60	-17.68%	-9.25%	5.08	Adult & Pediatric - Medicare	4.94	5.60	-11.79%	-2.18%	5.05
1.48	1.70	-12.94%	-0.67%	1.49	Newborn	1.62	1.80	-10.00%	-1.22%	1.64
7.08	7.85	-9.81%	-18.71%	8.71	CPH	7.34	7.38	-0.54%	-1.61%	7.46
10.25	12.14	-15.57%	-11.79%	11.62	BTARC	11.85	11.64	1.80%	2.51%	11.56
5,315	5,756	-7.7%	-1.8%	5,410	Emergency Room Visits	31,180	35,250	-11.5%	-4.2%	32,536
668	708	-5.6%	-13.7%	774	Acute Admissions from ER	3,966	4,443	-10.7%	-12.0%	4,508

**NASH HEALTH CARE SYSTEMS
STATISTICAL OPERATING SUMMARY
FOR THE MONTH OF JUNE 2010**

<u>Current Actual</u>	<u>Current Budget</u>	<u>% Variance Budget</u>	<u>% Variance Prior Year</u>	<u>Prior Year Actual</u>		<u>YTD Actual</u>	<u>YTD Budget</u>	<u>% Variance Budget</u>	<u>% Variance Prior Year</u>	<u>Prior Year Actual</u>
Outpatient Visits										
9,061	8,822	2.7%	-1.0%	9,153	NGH/NDH	51,642	53,672	-3.8%	-2.8%	53,154
363	0	0.0%	0.0%	0	Ortho Assoc of Nash	986	0	0.0%	0.0%	0
66	90	-26.7%	-5.7%	70	Nash Neurosurgery	289	539	-46.4%	0.7%	287
Surgical Cases										
392	377	4.0%	-0.8%	395	Hospital	2,208	2,340	-5.6%	-2.0%	2,254
435	447	-2.7%	-0.9%	439	NDH Surgery	2,497	2,594	-3.7%	-3.4%	2,585
827	824	0.4%	-0.8%	834	Total Surgery Cases	4,705	4,934	-4.6%	-2.8%	4,839
Per Adult & Pediatric Admission										
\$18,416	\$18,680	-1.4%	2.3%	\$17,996	Avg. NGH IP Rev.	\$18,693	\$19,626	-4.8%	5.9%	\$17,648
\$7,743	\$8,279	-6.5%	-10.0%	\$8,599	Avg. CPH IP Rev.	\$7,878	\$7,874	0.1%	6.0%	\$7,434
\$19,387	\$22,056	-12.1%	-2.6%	\$19,899	Avg. BTARC Rev.	\$22,467	\$21,277	5.6%	9.7%	\$20,479
Expense Per Adjusted Admission										
\$7,083	\$7,132	-0.7%	-3.4%	\$7,334	NGH & NDH Combined	\$7,317	\$7,353	-0.5%	1.8%	\$7,186
\$6,885	\$6,006	14.6%	21.8%	\$5,653	CPH	\$7,008	\$5,977	17.2%	38.3%	\$5,066
\$11,096	\$12,184	-8.9%	-9.7%	\$12,287	BTARC	\$12,014	\$12,133	-1.0%	-6.5%	\$12,845
Full Time Equivalent Employees										
1,320	1,363	-3.2%	-3.8%	1,372	NGH	1,303	1,374	-5.2%	-4.9%	1,370
109	115	-5.2%	-2.7%	112	NDH	110	115	-4.3%	-3.5%	114
77	80	-3.8%	0.0%	77	CPH	75	79	-5.1%	2.7%	73
55	58	-5.2%	-1.8%	56	BTARC	54	58	-6.9%	0.0%	54
5	3	66.7%	66.7%	3	MSO	4	3	33.3%	33.3%	3
2	3	-33.3%	0.0%	0	NHCF	2	3	-33.3%	0.0%	0
0	0	0.0%	0.0%	0	NILLC	0	0	0.0%	0.0%	0
1,568	1,622	-3.3%	-3.2%	1,620	Total Full Time Equivalent Employees	1,548	1,632	-5.1%	-4.1%	1,614
FTE per Adj Occ Bed										
4.90	4.85	1.1%	-4.8%	5.15	NGH & NDH Combined	4.99	4.68	6.5%	-1.2%	5.05
3.02	2.35	28.3%	49.3%	2.02	CPH	3.00	2.47	21.4%	44.1%	2.08
3.10	2.92	5.9%	7.1%	2.89	BTARC	2.83	3.03	-6.4%	-8.5%	3.10
Days in Accounts Receivable										
40.2			-11.6%	45.5	NHI	40.2			-11.6%	45.5
NHI Payor Mix										
47.5%			2.2%	46.5%	Medicare	47.6%			0.8%	47.2%
19.4%			1.2%	19.1%	Medicaid	18.5%			3.4%	17.9%
24.2%			-4.8%	25.4%	Managed Care	23.7%			-6.3%	25.3%
0.6%			52.1%	0.4%	Commercial	0.8%			-13.3%	0.9%
4.5%			-8.4%	4.9%	Self Pay	5.8%			4.5%	5.6%
3.8%			4.1%	3.7%	Other	3.6%			15.3%	3.1%

**PROJECTED CAPITAL EXPENDITURES-FISCAL YEAR 2009
ACTUAL TO BUDGET COMPARISON
AS OF JUNE 30, 2010**

PROJECT DESCRIPTION	SITE	2010 PROJECTED CASH OUTLAYS	PROJECT STATUS	2010 YTD EXPENDITURES	PROJ. COSTS AT BEG. OF YR	CUMULATIVE PROJ. COSTS TO DATE	BUDGETED PROJECT COST	CUMULATIVE REMAINING BUDGET
Cerner Implementation Capitalized Interest	NHI	10,242,000	In Process	3,908,990 110,137	2,120,451 1,723	6,029,441 111,860	17,525,200	11,495,759 (111,860)
NDH Hallway and Central Waiting	NDH	100,000	Initial Start Up	14,264	0	14,264	125,000	110,736
CPH Carryover	CPH	100,000	Completed	11,290	0	804,230	700,000	(104,230)
CPH Mechanical Replacement	CPH	350,000	Not Started	0	0		350,000	350,000
2nd Floor Refurb -NICU	NGH	800,000	Not Started	6,930	0	6,930	800,000	793,070
NGH First Floor Sprinkler System	NGH	300,000	Not Started	0	0	0	300,000	300,000
Lab Renovations	NGH	100,000	Not Started	0	0	0	100,000	100,000
3rd Floor Carryover Capitalized Interest	NGH	200,000	Completed	95,903	30,229	1,599,628	1,300,000	(299,628)
Medical Office Bldg Capitalized Interest	NMDA	7,000,000	Initial Start Up	2,713,271 33,110	456,241 7,261	3,169,512 40,371	8,500,000	5,330,488 (40,371)
IT/Hospice Relocation	NHI	150,000	Completed	48,755	0	48,755	150,000	101,245
Middlesex Medical Office Bldg	NHI	1,800,000	Not started	1,806	45,237	47,043	2,700,000	2,652,957
Ground Floor Renovations	NGH	450,000	Not started	0	0	0	450,000	450,000
NDH PrePostOp/Rad/Lab	NDH	400,000	Not started	0	0	0	1,200,000	1,200,000
Master Facility & CON	NHI	200,000	Initial Start Up	240,146		240,146	350,000	109,854
2009 Carryover	NGH	300,000	In Process	340,829 #1	211,812	552,641	300,000	(252,641)
Contingency Projects	NHI	500,000	Not Started	0	0	0	500,000	500,000
Subtotal Projects		\$22,992,000		\$7,525,432	\$2,872,954	12,664,821	\$35,350,200	\$22,685,379
Total Routine Capital Equipment		8,597,204		2,451,049	336,146			
GRAND TOTAL		\$31,589,204		\$9,976,480	\$3,209,100			

* Budgeted interest expense is net of capitalization interest; however it was not reflected as a cash outlay on the capital budget.

#1

CoIE = Found\$48,190;HIM\$158,448;Educ\$47,141;Frez\$68,885;PET\$3672;LAcredit(37,379)MRI\$12,699;4thFlr\$235;FastTrack\$1559:

CoIH = Found\$3670;Frez\$26,098;HIM\$31,333;Libr\$94,495

Linear \$35,756;4th\$20,460

**Consolidated Investment Recap
For Month Ending June 30, 2010**

Investment	Money Manager	Type of Investment	Market Value as of 05/31/10	Additions/ Withdrawals	Realized Earnings	Unrealized Earnings	Total Earnings	Market Value as of 06/30/10
Short-Term Investments			42,480,225	(1,000,000)	15,043	-	15,043	41,495,269
Investments LT			56,303,072	-	158,670	(111,652)	47,019	56,350,090
Assets Limited as to Use LT			66,359,263	-	197,328	(261,005)	(63,676)	66,295,587
Restricted Deposits			5,612,193	(27)	17,143	54,967	72,110	5,684,276
Total Investments			170,754,754	(1,000,027)	388,184	(317,689)	70,495	169,825,223
	Managers' Fees						(10,649)	
	Other Bank Interest, Note Interest, Bond Contra and Bank Fees						6,578	
	Earnings on Cash and Investments						66,424	

Summary by Money Manager

Evergreen	Money Market	1,125,923	-	10	-	10	1,125,933
PIMCO	Fixed Income	50,709,694	-	108,771	529,572	638,343	51,348,037
Met West	Fixed Income	51,130,176	-	199,190	415,923	615,112	51,745,289
Diamond Hill	Equity	5,359,292	-	10,265	(308,149)	(297,884)	5,061,407
Barrow, Hanley, Mewhinney & Str	Equity	5,447,851	-	1	(319,482)	(319,481)	5,128,371
Vanguard	Equity	10,655,289	-	54,864	(612,659)	(557,795)	10,097,494
International (Causeway)	Equity	4,652,132	-	-	(22,894)	(22,894)	4,629,238
Centura	Checking	238,632	(27)	51	-	51	238,656
Southern Bank	Fixed Income	41,354,303	(1,000,000)	15,033	-	15,033	40,369,336
Wachovia	Checking	81,460	-	-	-	-	81,460

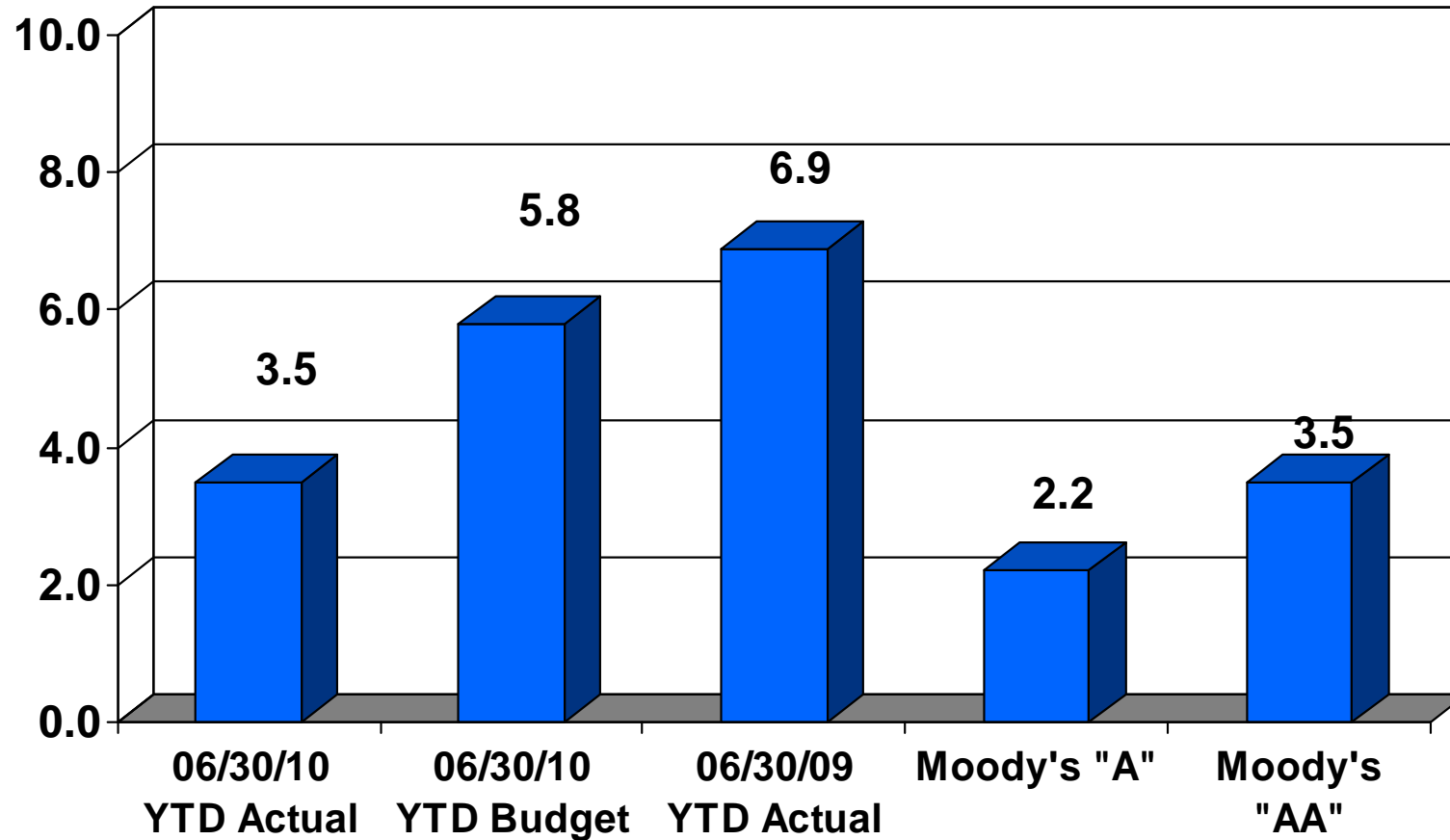
Total Investments

170,754,754	(1,000,027)	388,184	(317,689)	70,495	169,825,223
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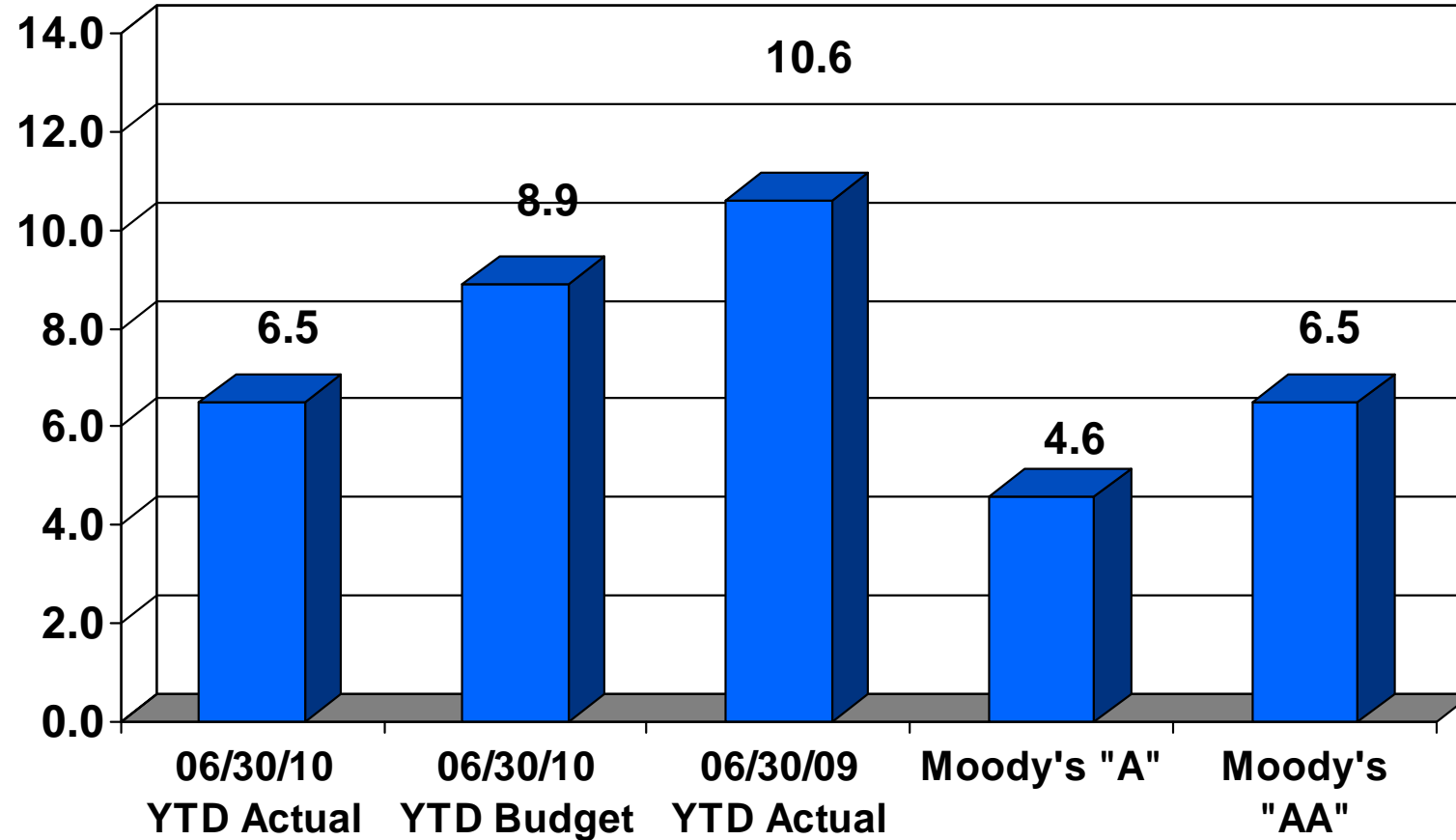
**Consolidated Investment Recap
YTD as of June 30, 2010**

Investment	Money Manager	Type of Investment	Market Value as of 12/31/09	Additions/ Withdrawals	Realized Earnings	Unrealized Earnings	Total Earnings	Market Value as of 06/30/10
Short-Term Investments			40,018,124	1,400,000	77,145	-	77,145	41,495,269
Investments LT			54,762,058	(0)	785,631	802,402	1,588,033	56,350,090
Assets Limited as to Use LT			64,638,172	(0)	959,965	697,451	1,657,415	66,295,587
Restricted Deposits			5,358,380	(153)	95,302	230,749	326,051	5,684,276
Total Investments			164,776,733	1,399,847	1,918,042	1,730,602	3,648,644	169,825,223
	Managers' Fees						(64,980)	
	Other Bank Interest, Note Interest, Bond Contra and Bank Fees						31,143	
	Earnings on Cash and Investments						3,614,807	
Summary by Money Manager								
	Evergreen	Money Market	1,125,886	-	47	-	47	1,125,933
	PIMCO	Fixed Income	49,021,992	-	618,588	1,707,457	2,326,045	51,348,037
	Met West	Fixed Income	48,273,082	-	1,087,371	2,384,839	3,472,210	51,745,289
	Diamond Hill	Equity	5,529,503	8	52,141	(520,243)	(468,102)	5,061,407
	Barrow, Hanley, Mewhinney & Str	Equity	5,617,578	(3)	(21,120)	(468,085)	(489,205)	5,128,371
	Vanguard	Equity	10,817,740	(4)	103,659	(823,901)	(720,242)	10,097,494
	International (Causeway)	Equity	5,178,704	(2)	-	(549,464)	(549,464)	4,629,238
	Centura	Checking	238,551	(153)	257	-	257	238,656
	Southern Bank	Fixed Income	38,892,238	1,400,000	77,098	-	77,098	40,369,336
	Wachovia	Checking	81,460	-	0	-	0	81,460
Total Investments			164,776,733	1,399,847	1,918,042	1,730,602	3,648,644	169,825,223

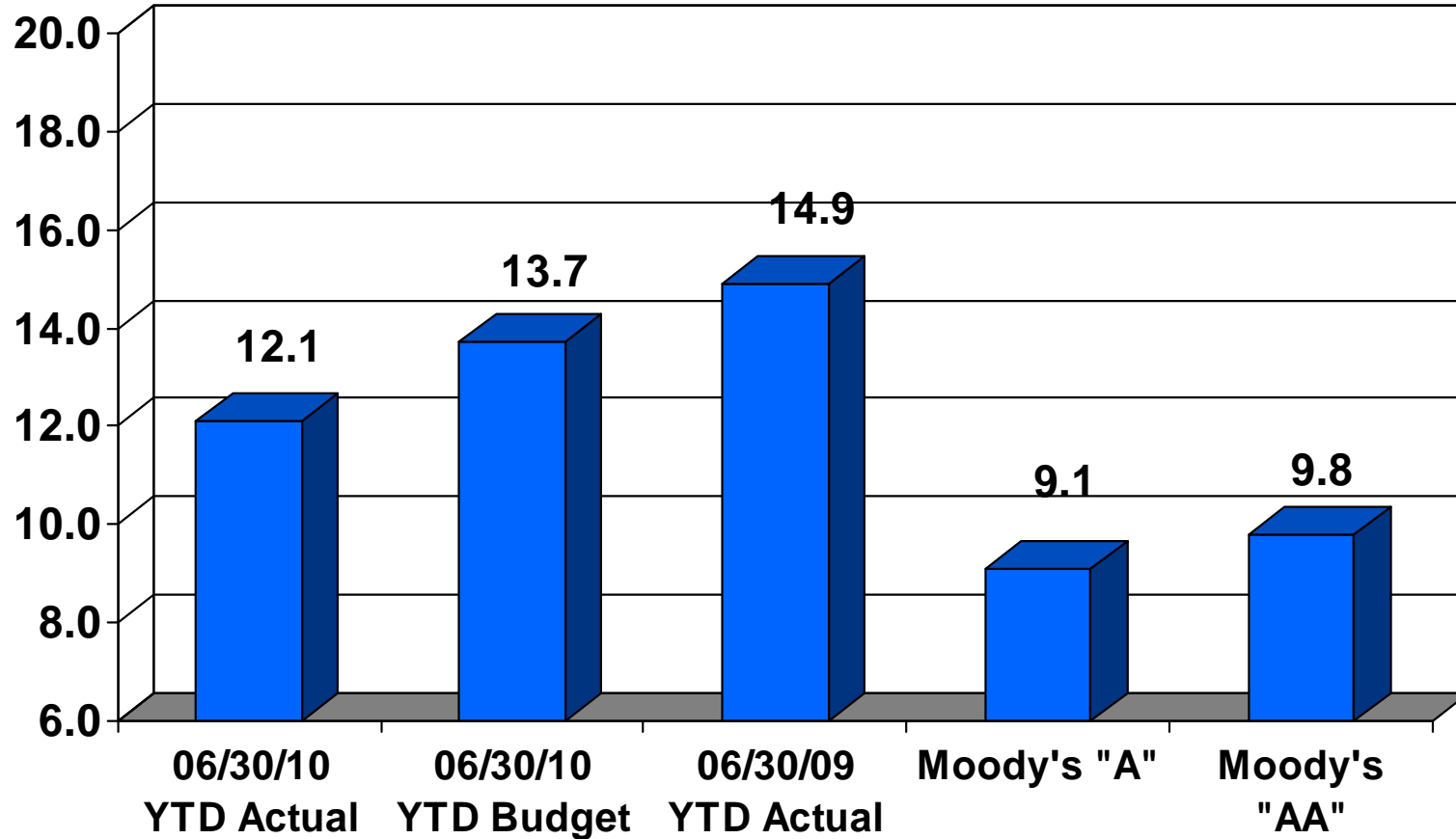
Nash Health Care Systems Operating Profit Margin %



Nash Health Care Systems Total Profit Margin %

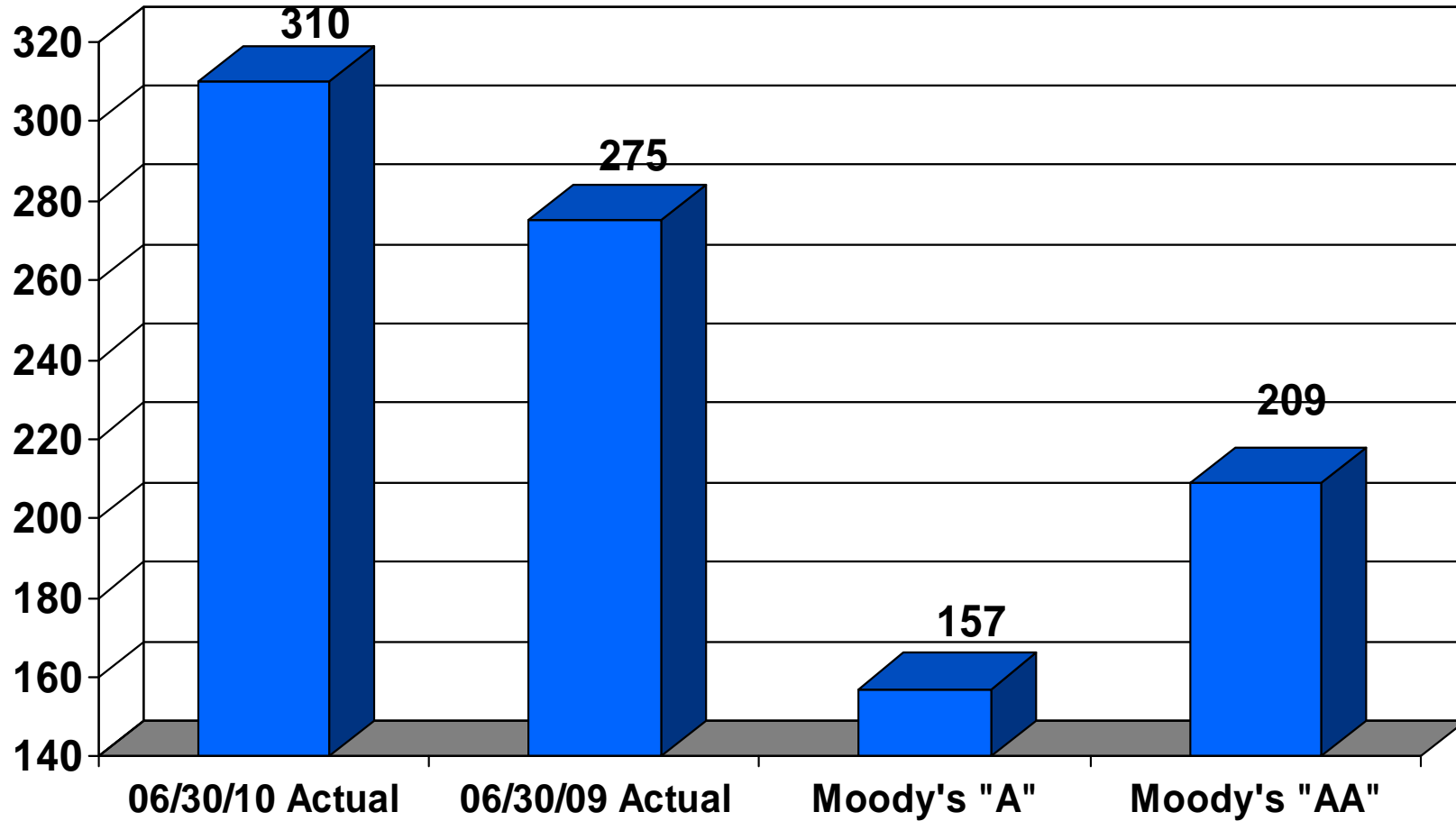


Nash Health Care Systems Operating Cash Flow Margin %

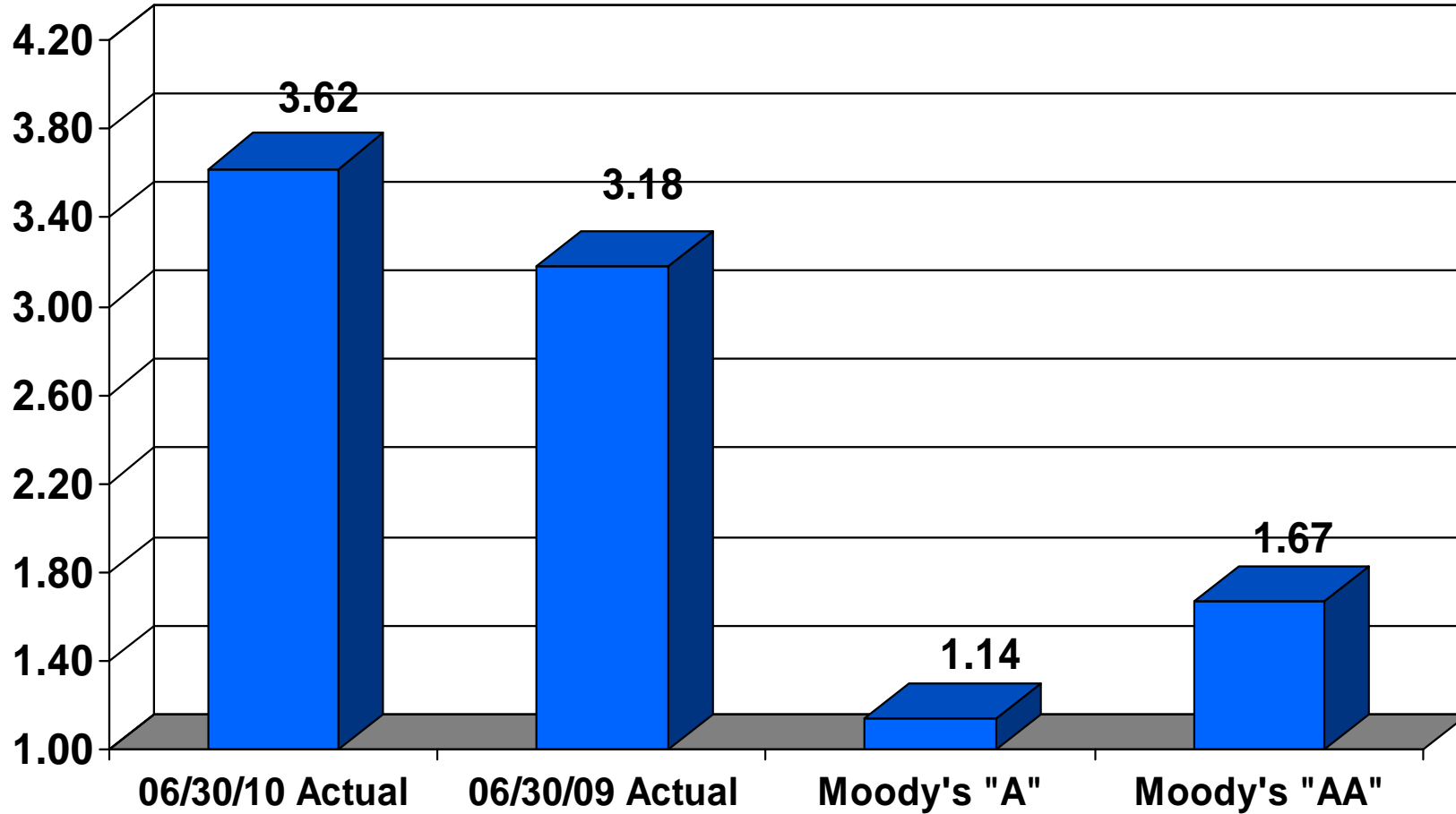


Nash Health Care Systems

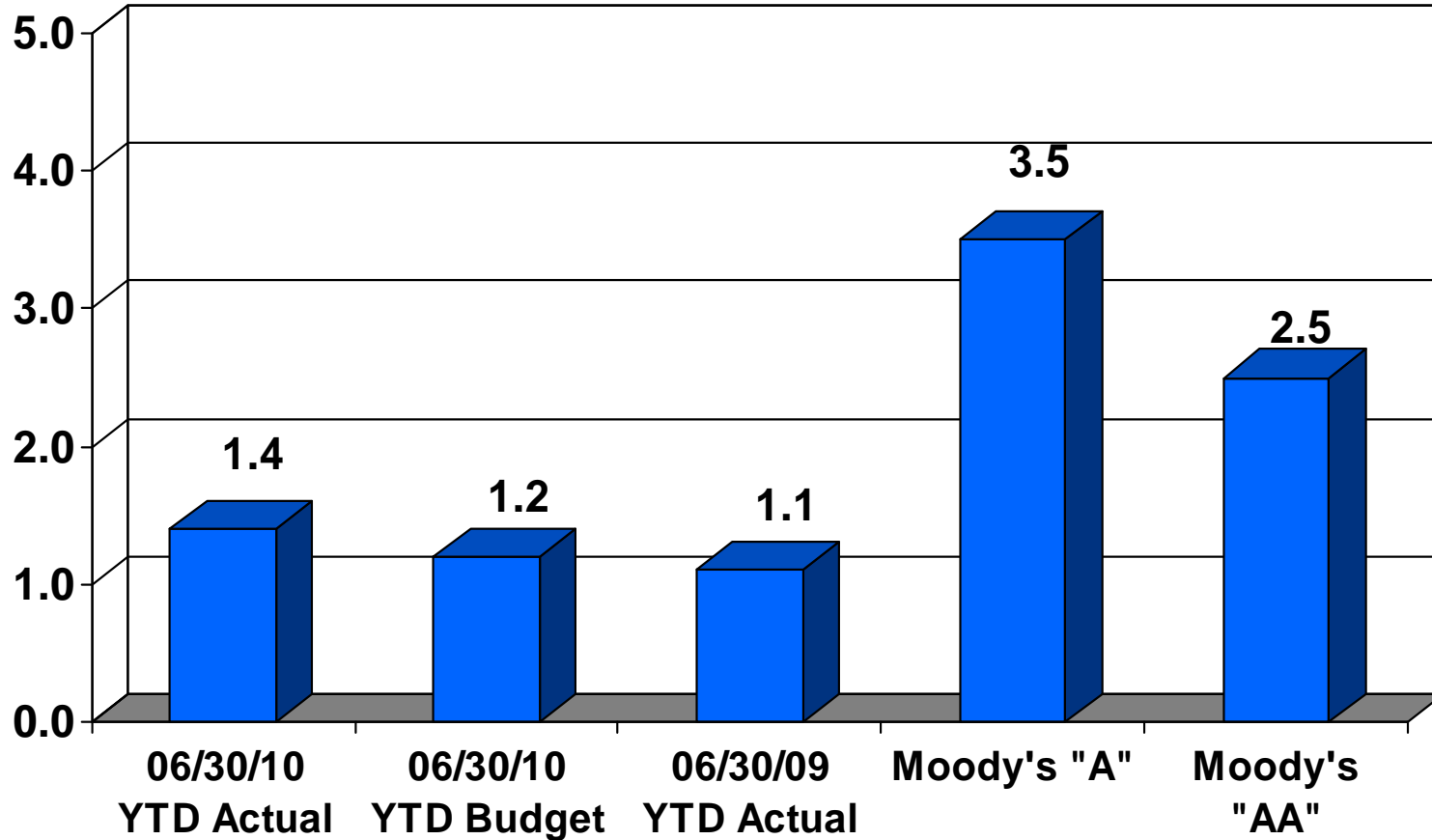
Days Cash



Nash Health Care Systems Cash to Debt

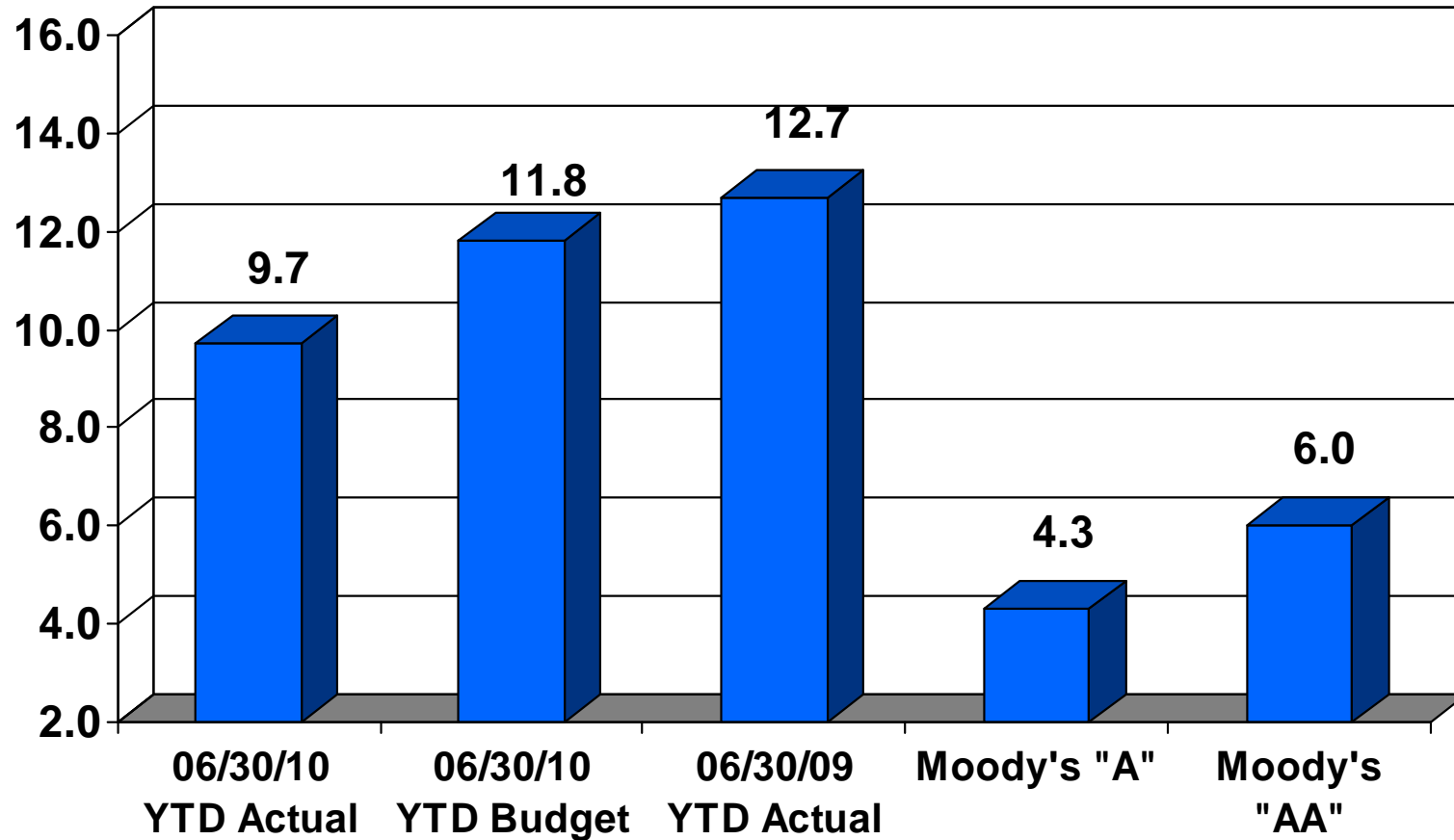


Nash Health Care Systems Debt to Cash Flow



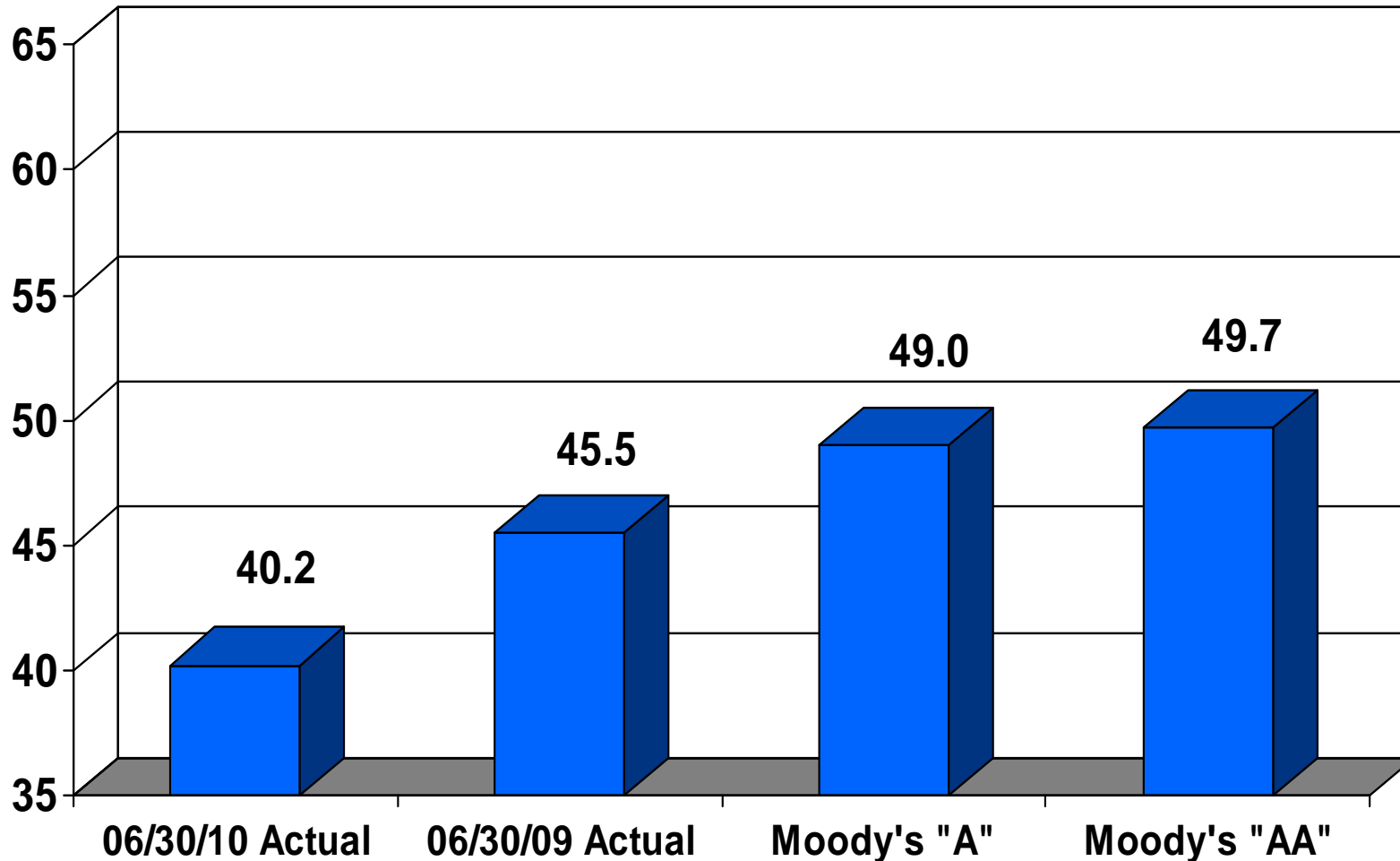
Nash Health Care Systems

Maximum Annual Debt Service Coverage



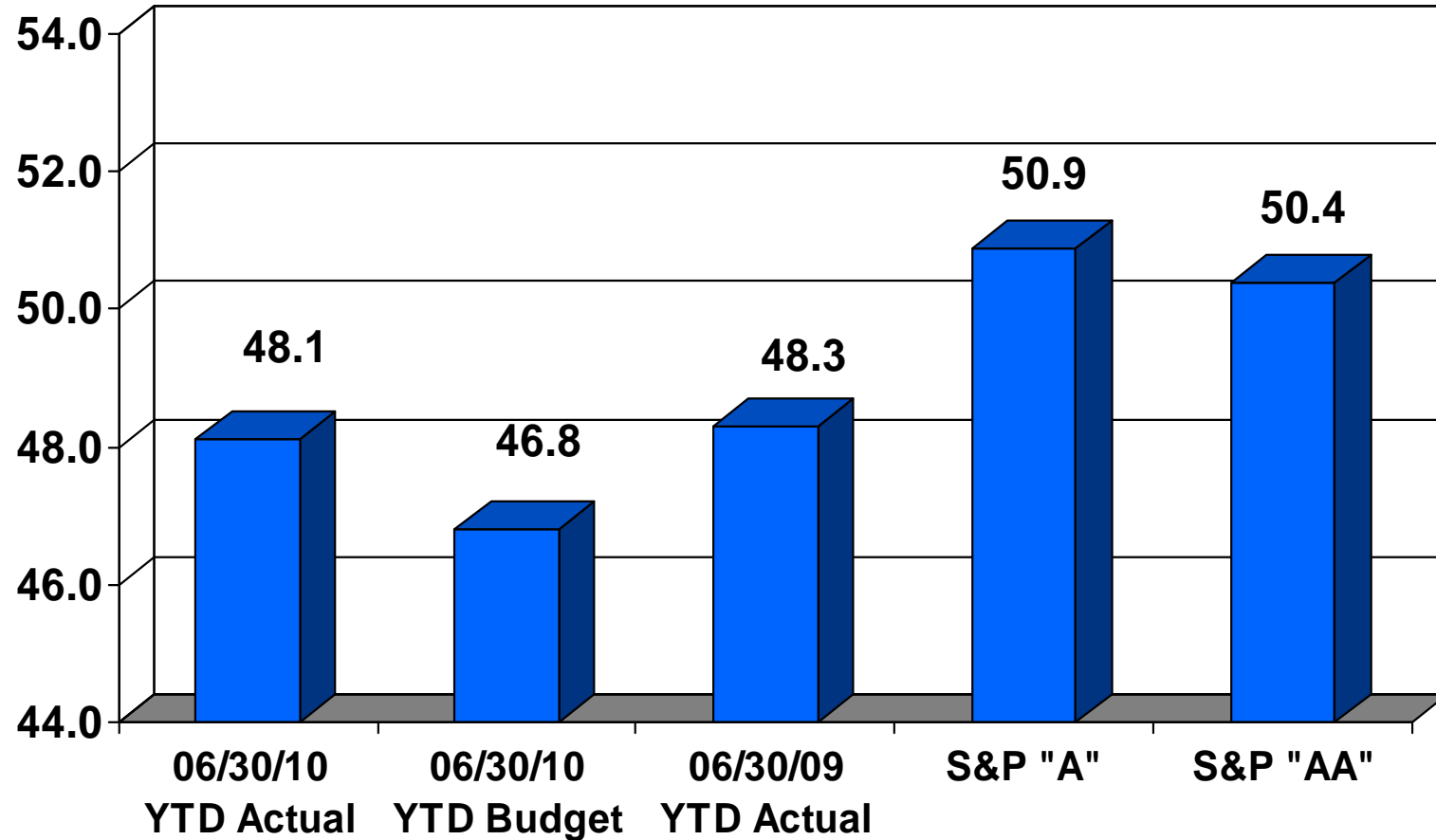
Nash Health Care Systems

Days in Accounts Receivable



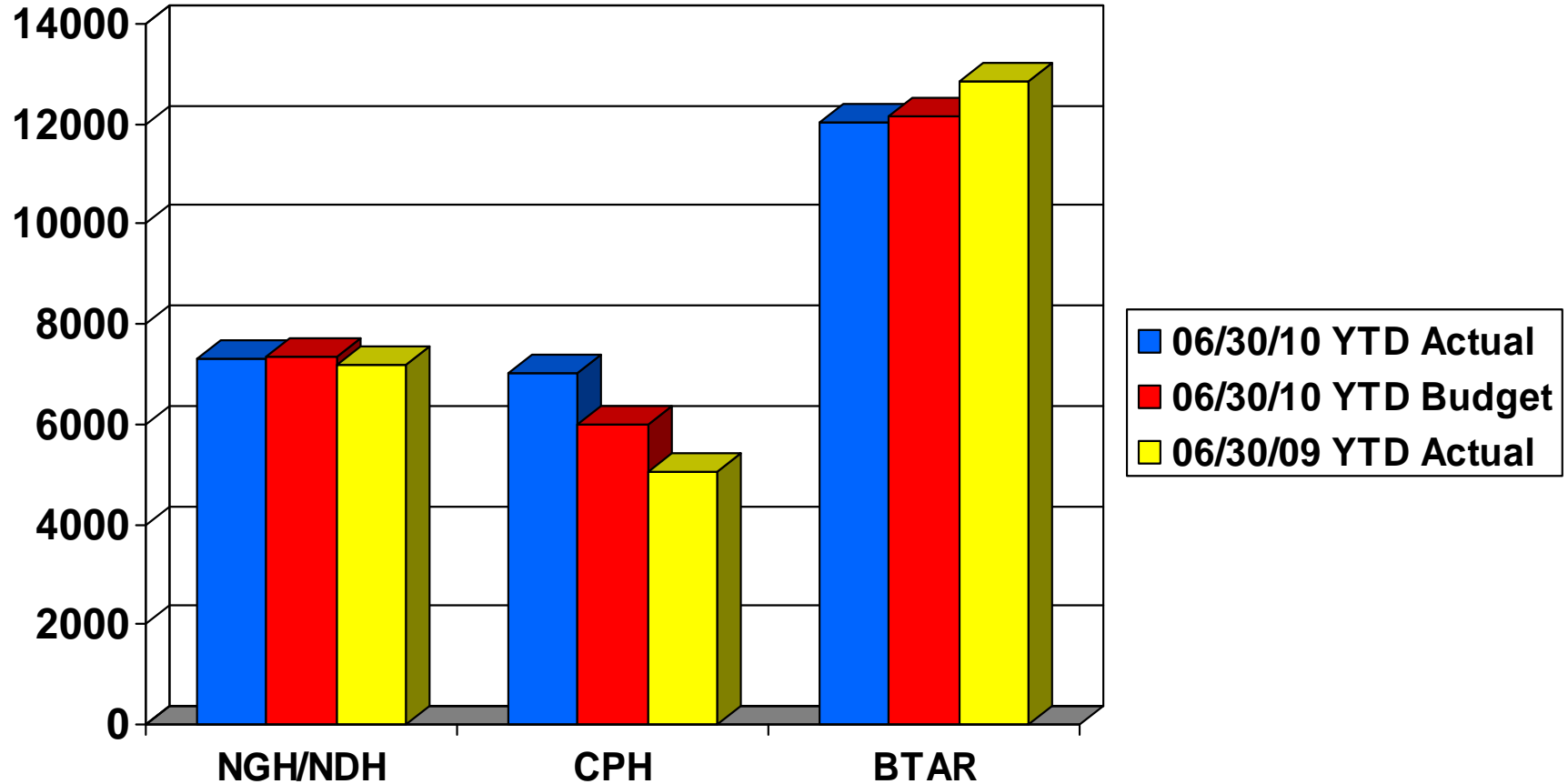
Nash Health Care Systems

Salaries & Benefits as a % of Net Patient Revenue

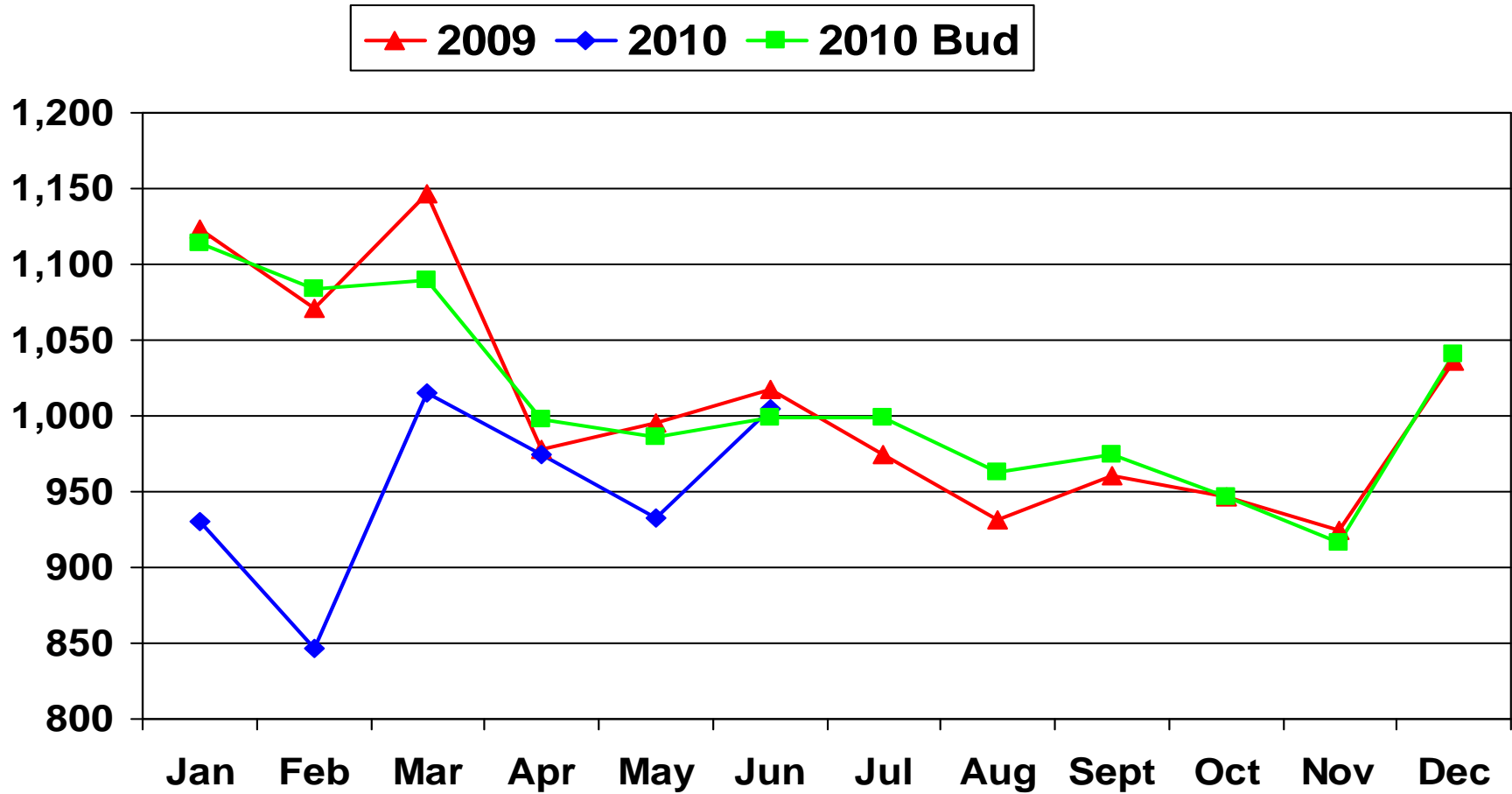


Nash Health Care Systems

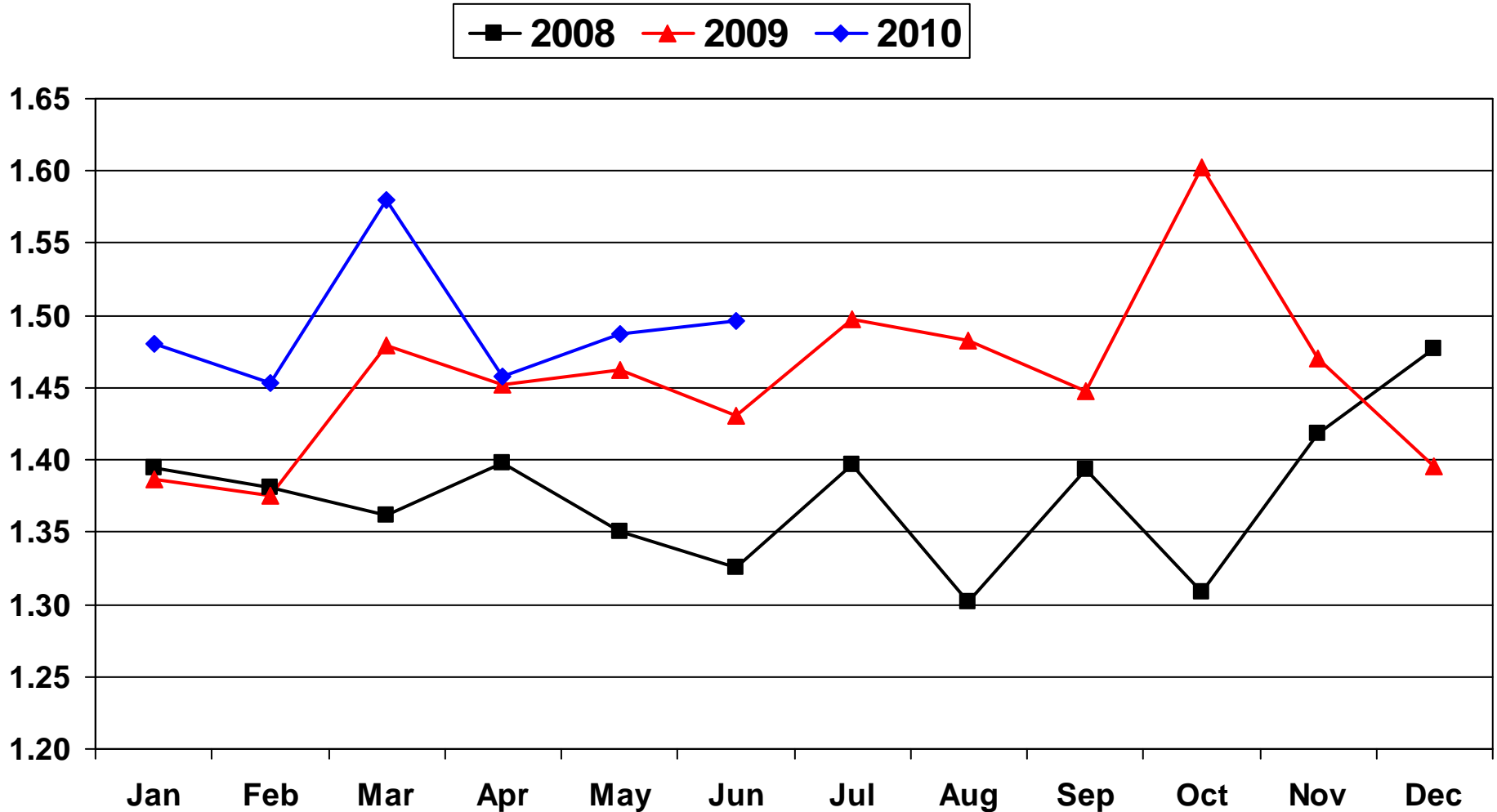
Operating Expense per Adjusted Admission



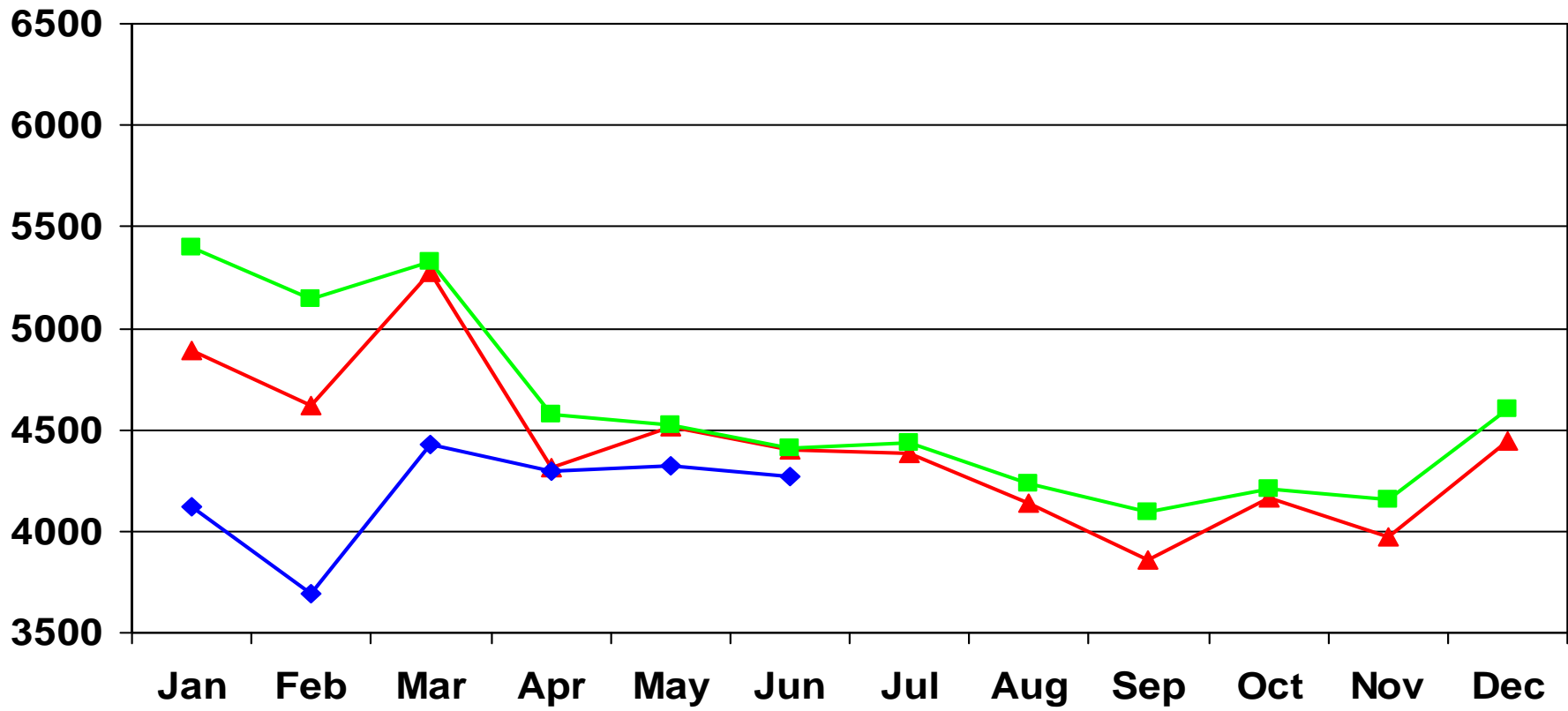
NGH Admissions - Excluding Newborn



Medicare Case Mix Index



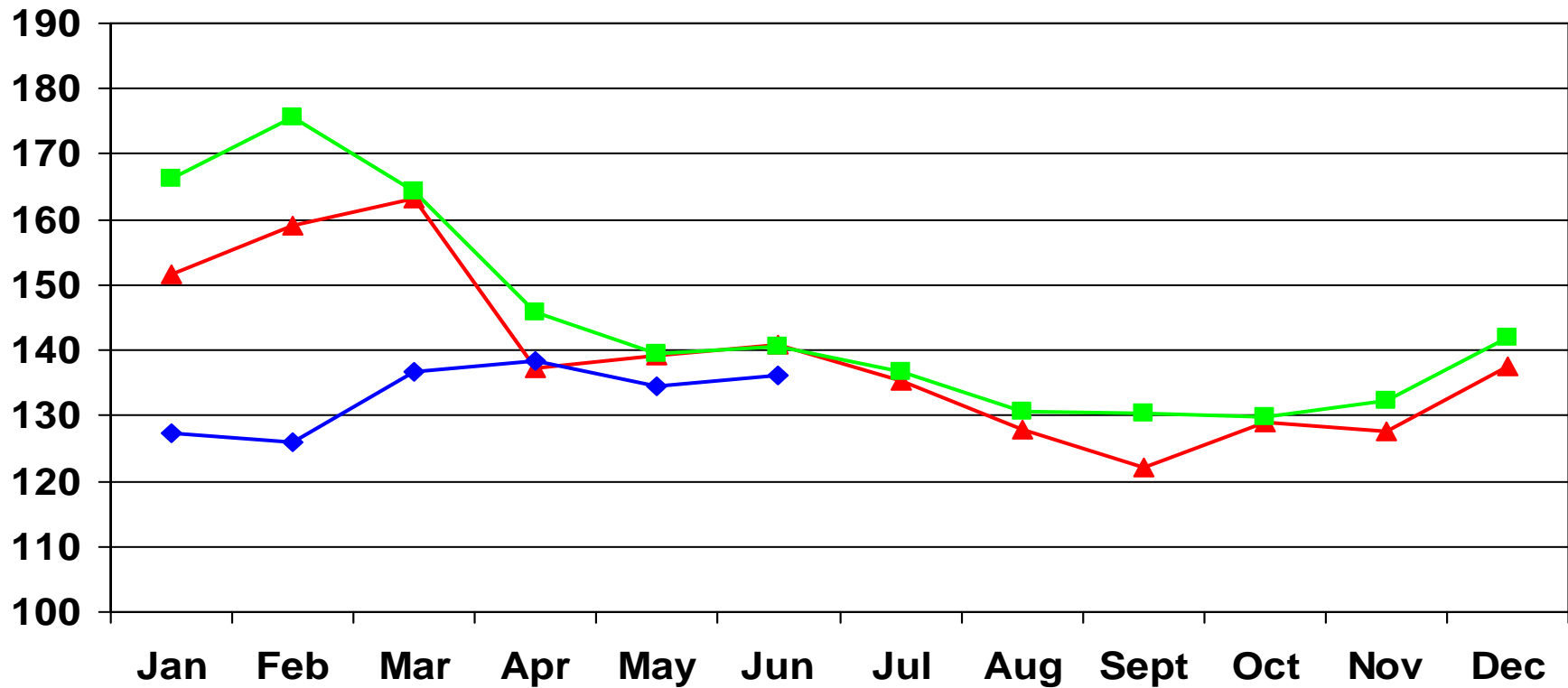
NGH Total Patient Days



NGH Average Daily Census Excluding Newborns



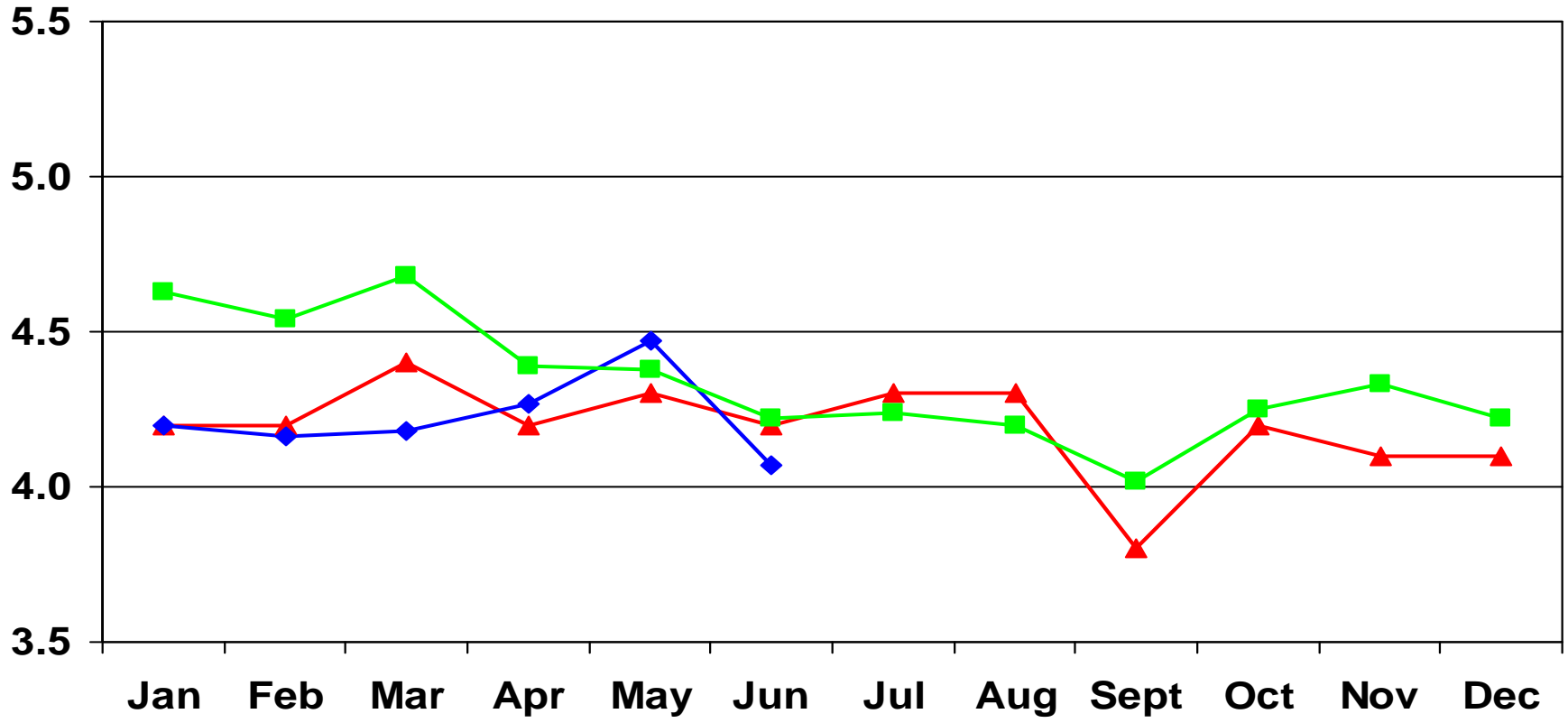
—▲— 2009 —◆— 2010 —■— 2010 Bud



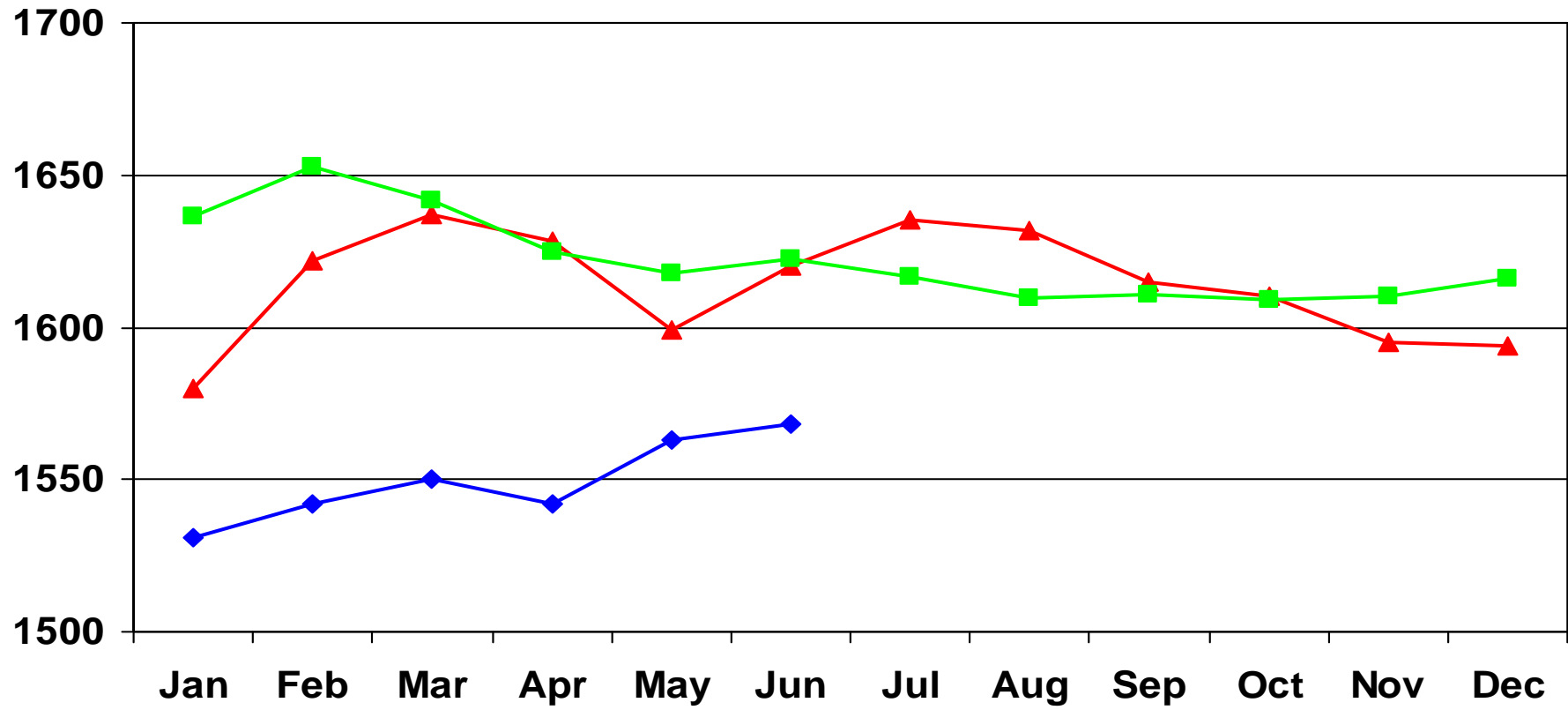
NGH Average Length of Stay Excluding Newborn



—▲— 2009 —◆— 2010 —■— 2010 Bud



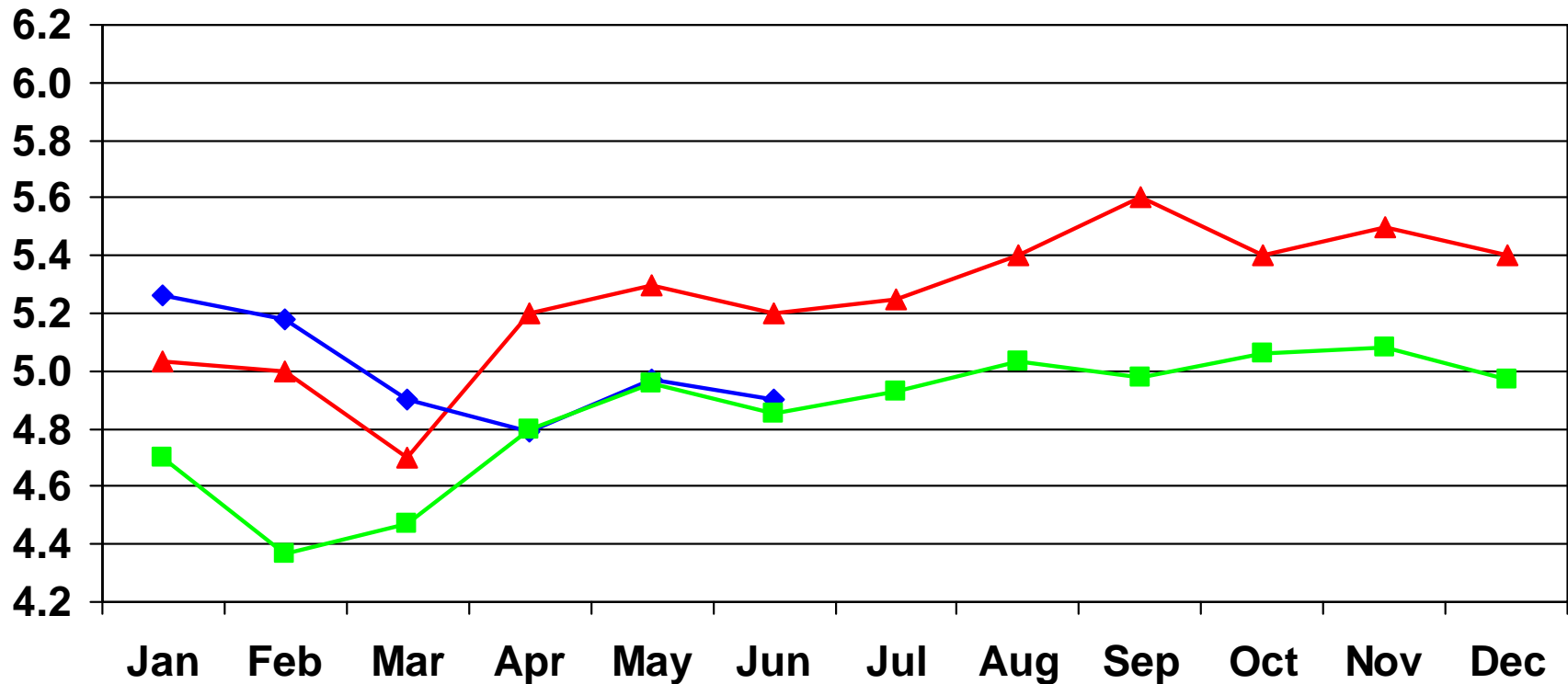
Total FTE's



NGH/NDH FTE's per Adjusted Occupied Bed



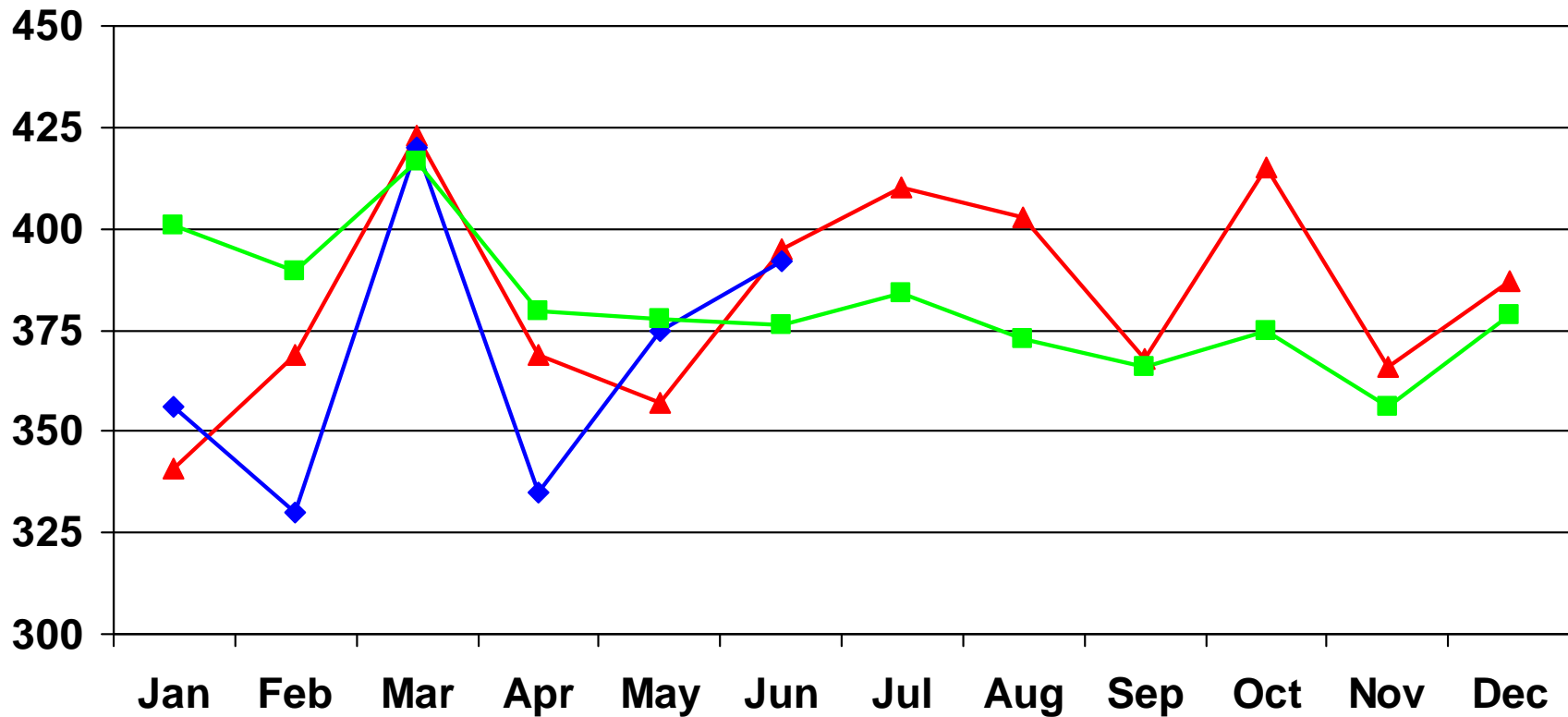
2009 2010 2010 Bud



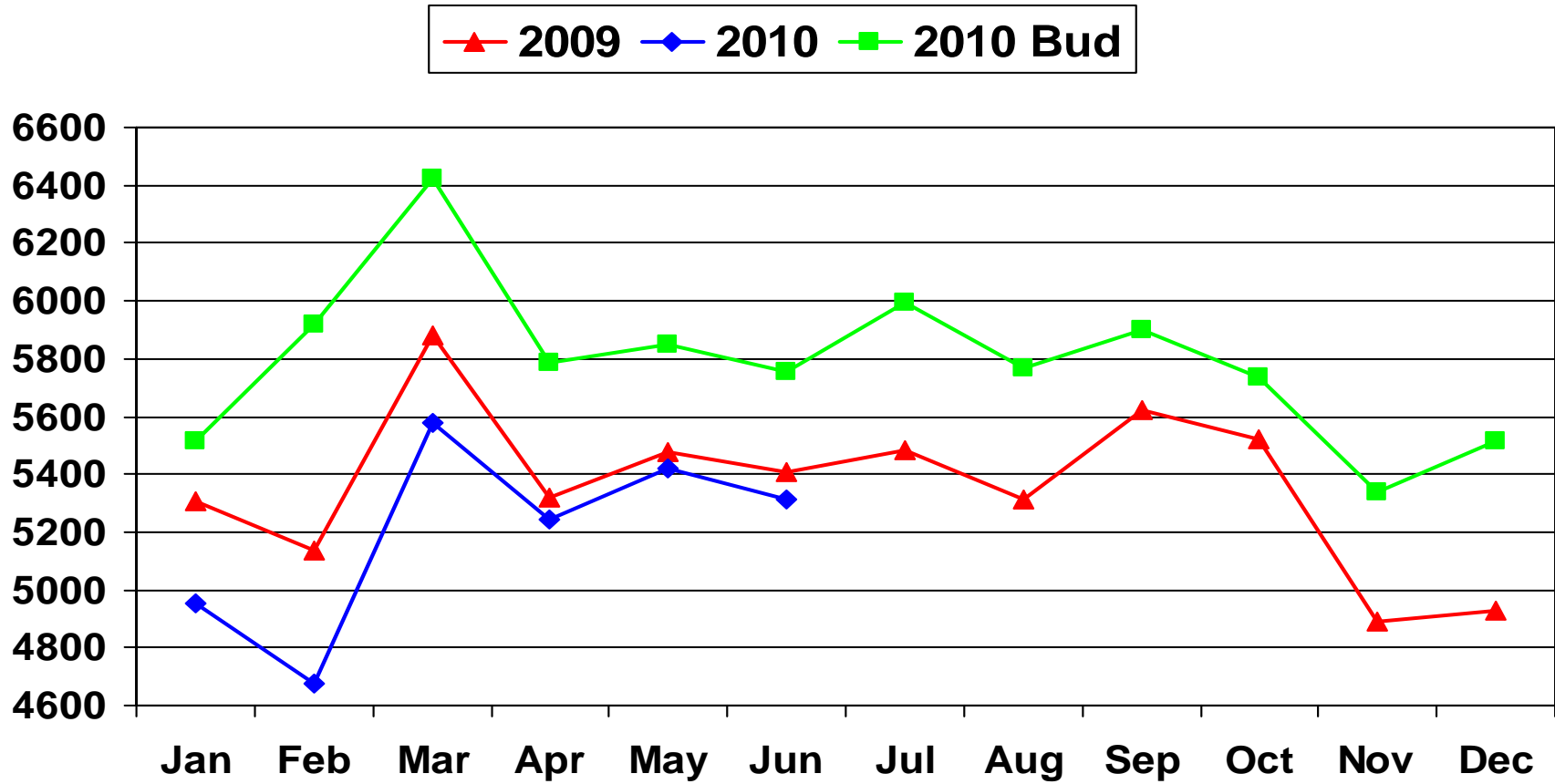
NGH SURGERY VISITS



—▲— 2009 —◆— 2010 —■— 2010 Bud



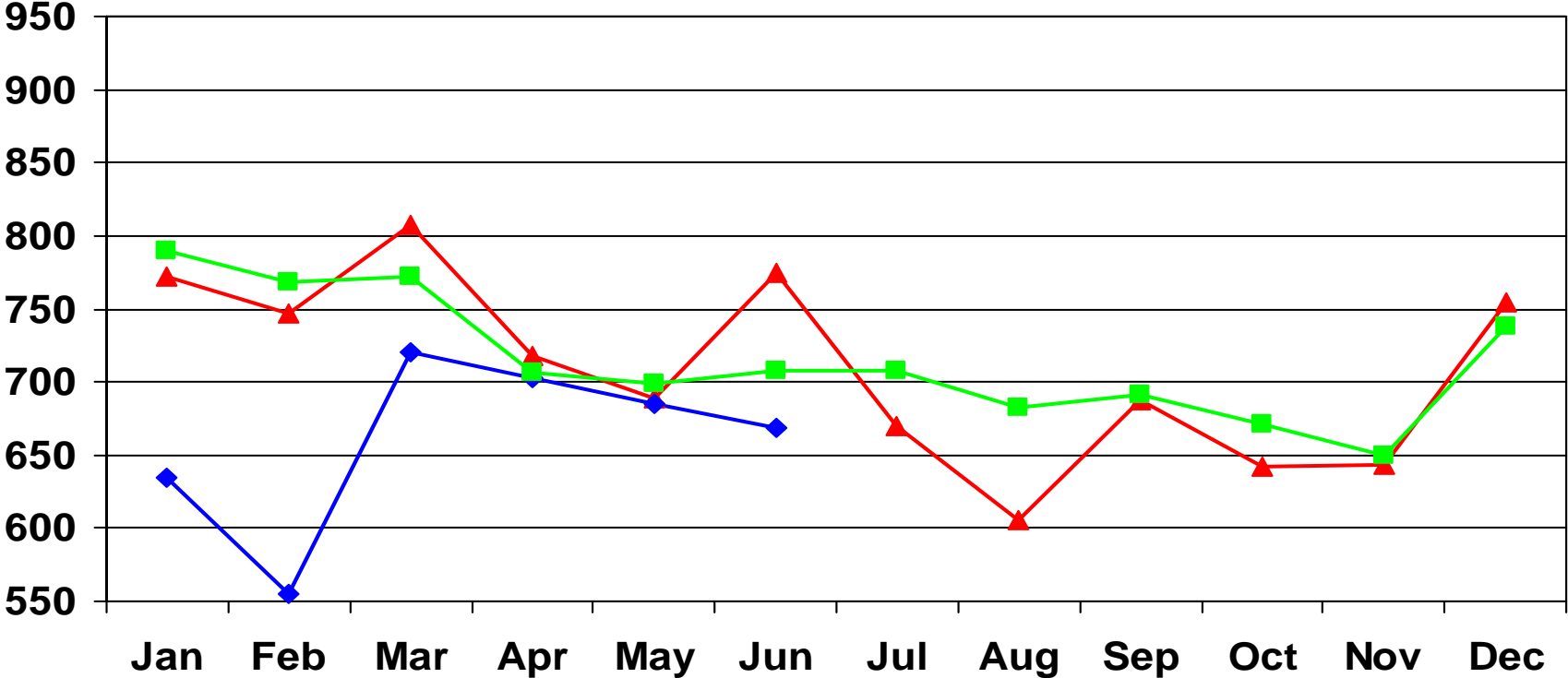
ER Visits



Acute Admissions from ER



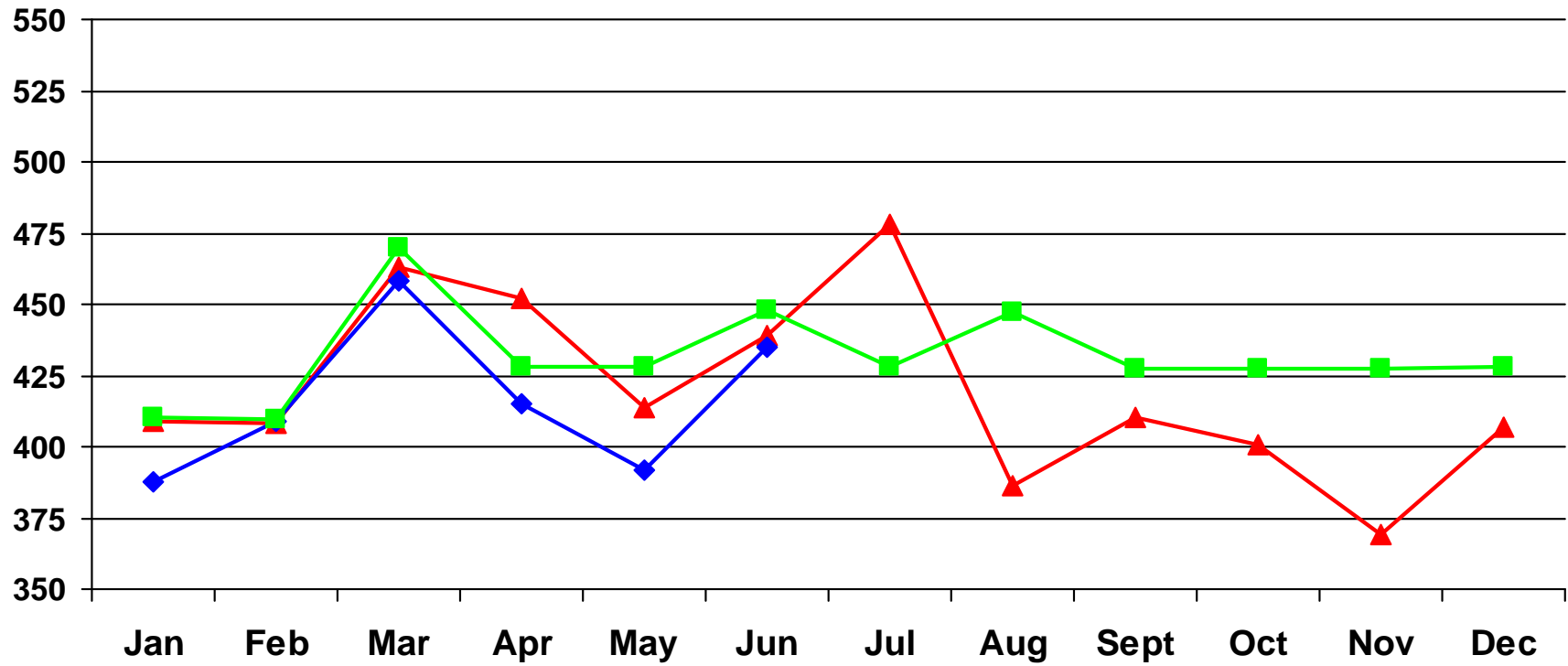
—▲— 2009 —◆— 2010 —■— 2010 Bud



NDH Surgical Cases



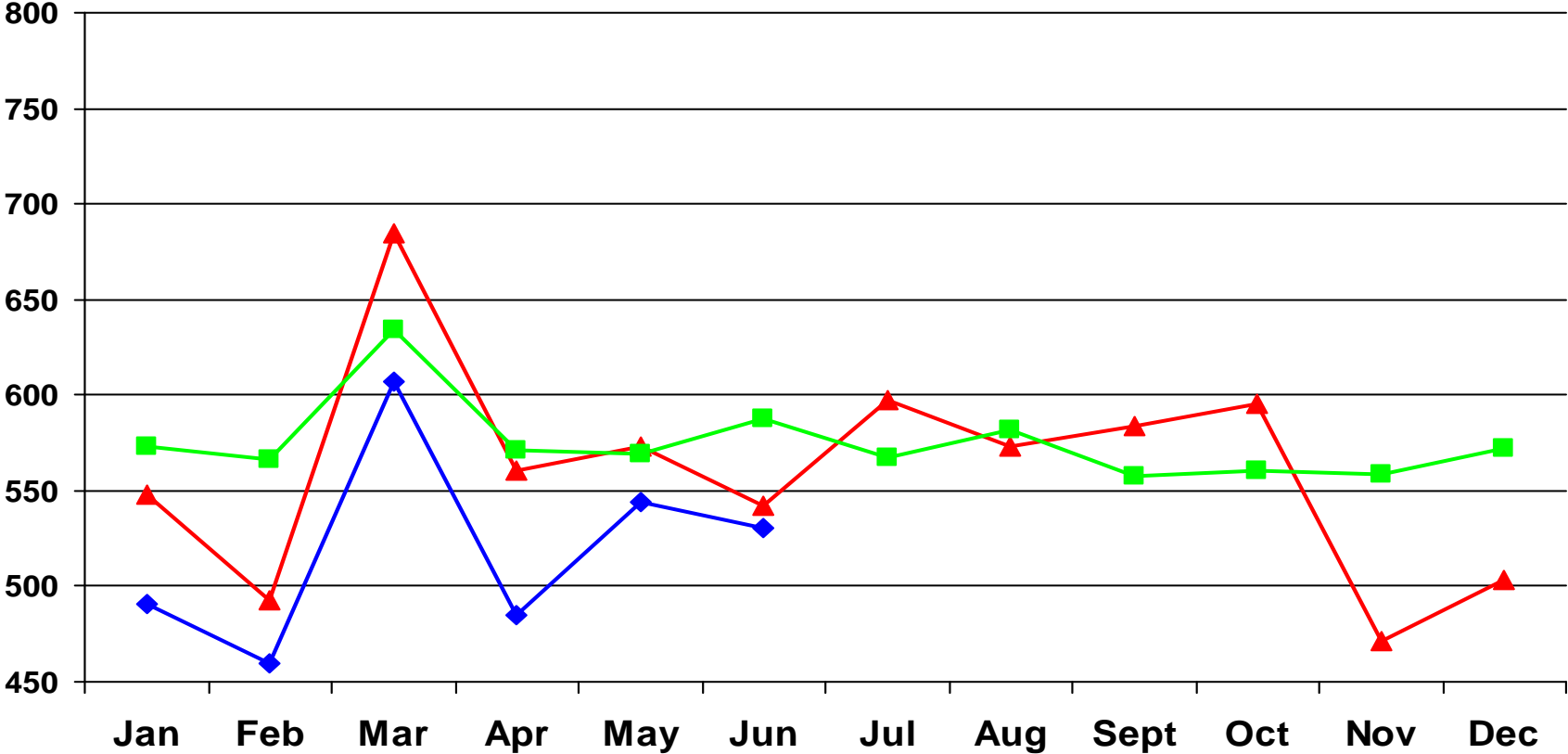
—▲— 2009 —◆— 2010 —■— 2010 Bud



NDH Endoscopy Procedures



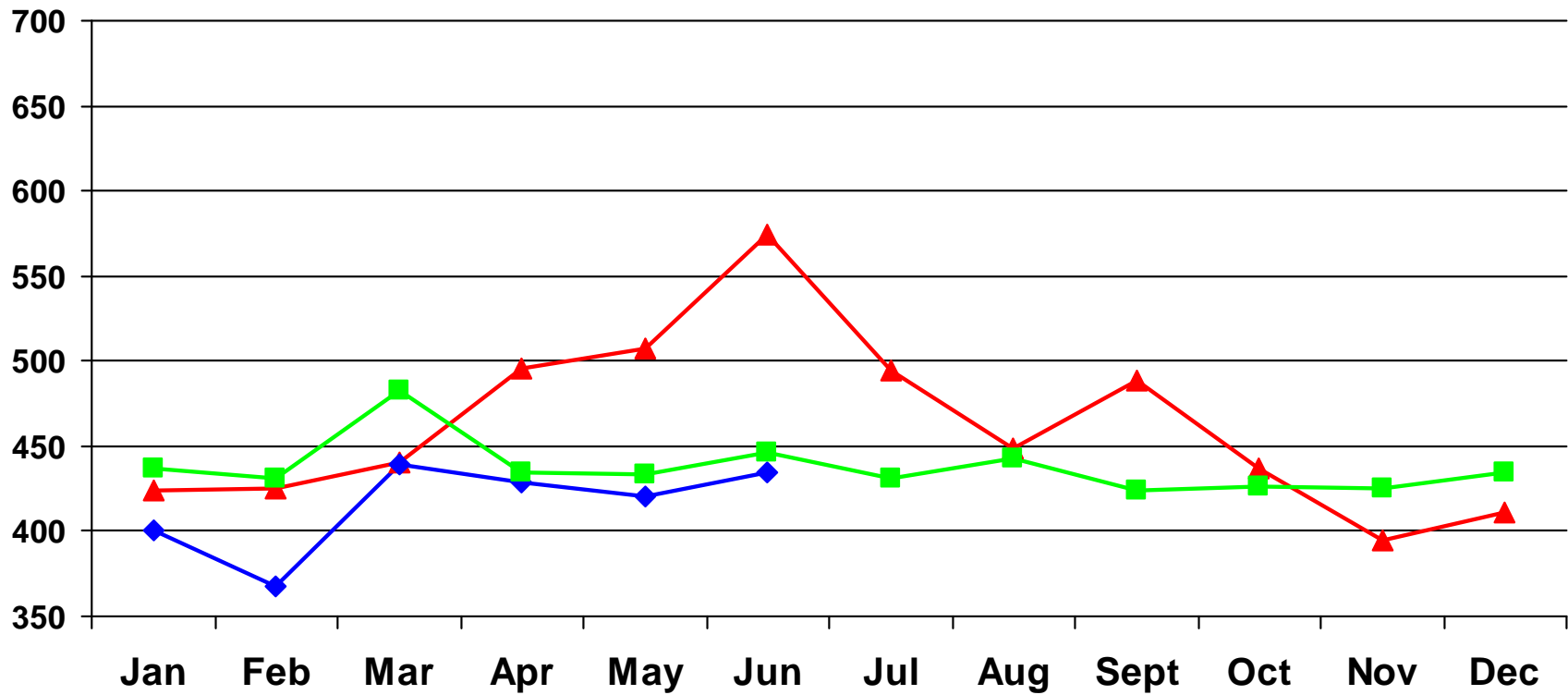
2009 2010 2010 Bud



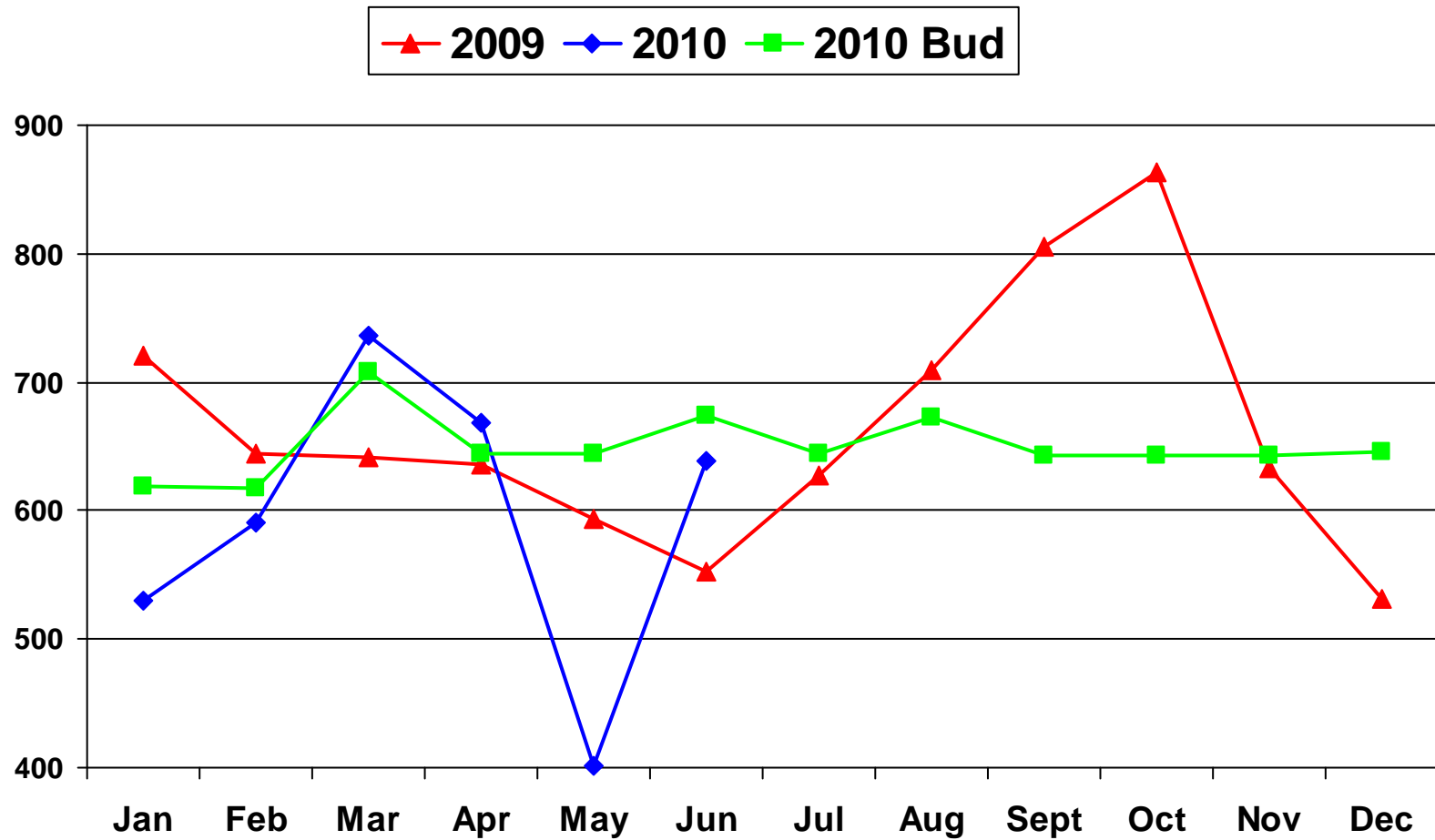
NDH MRI Procedures



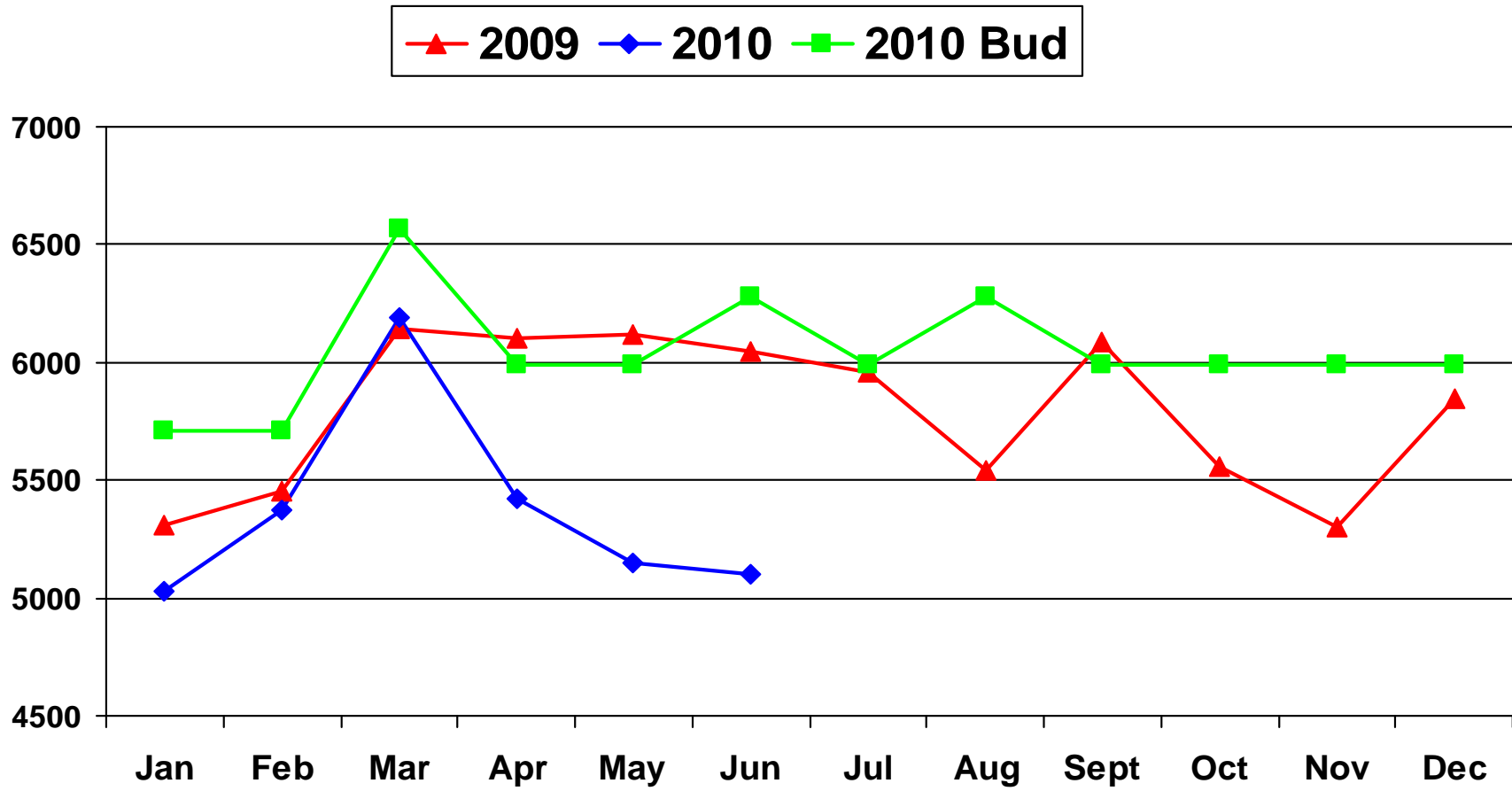
—▲— 2009 —◆— 2010 —■— 2010 Bud



NDH Radiation Therapy Treatments



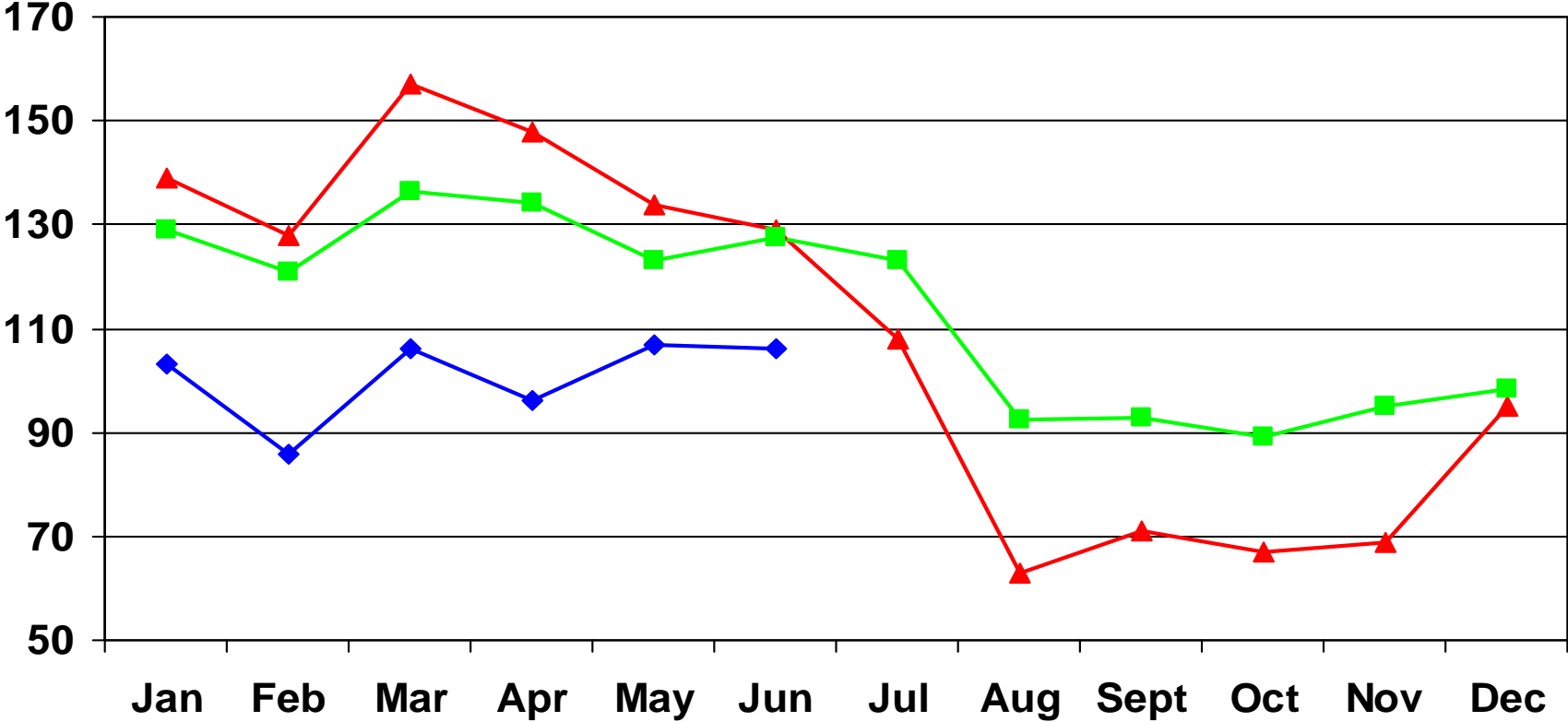
NDH Rehab Services Treatments



CPH Admissions



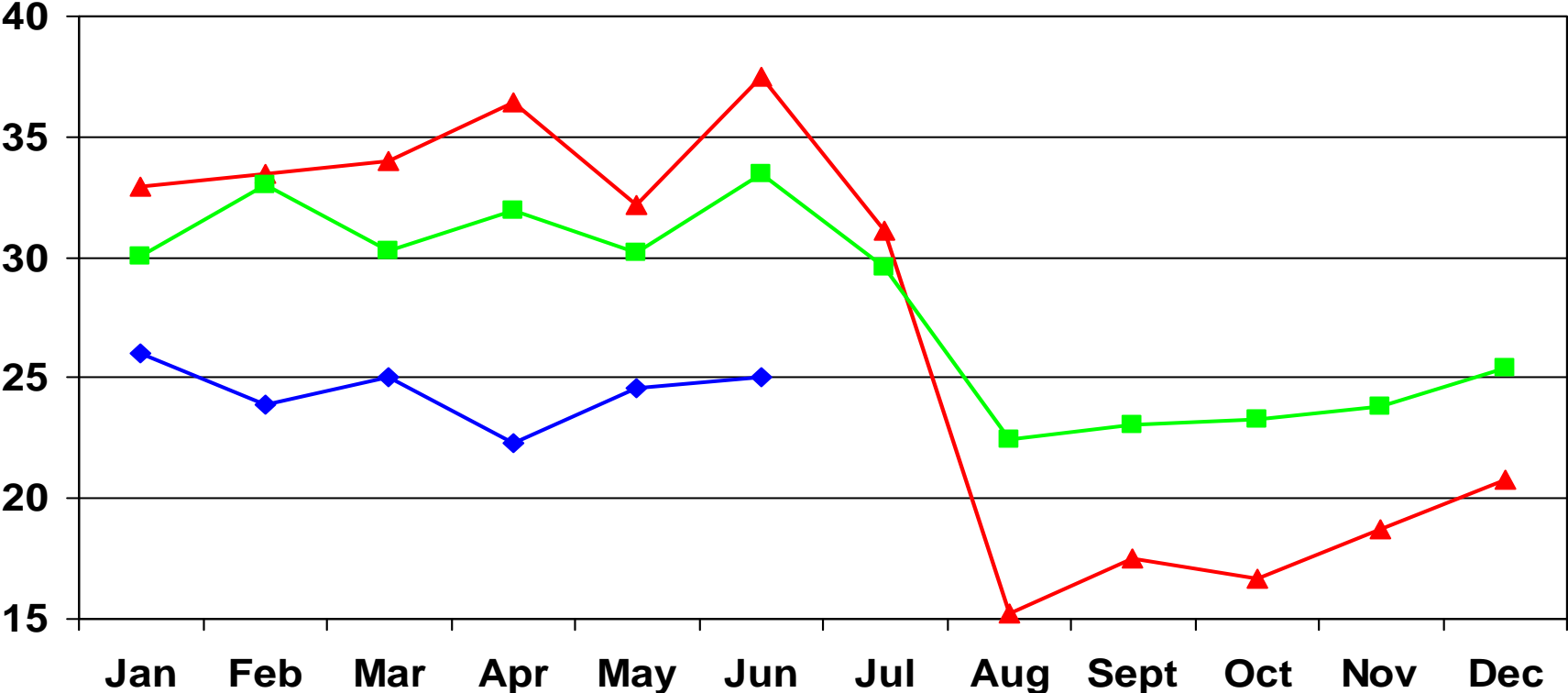
—▲— 2009 —◆— 2010 —■— 2010 Bud



CPH Average Daily Census



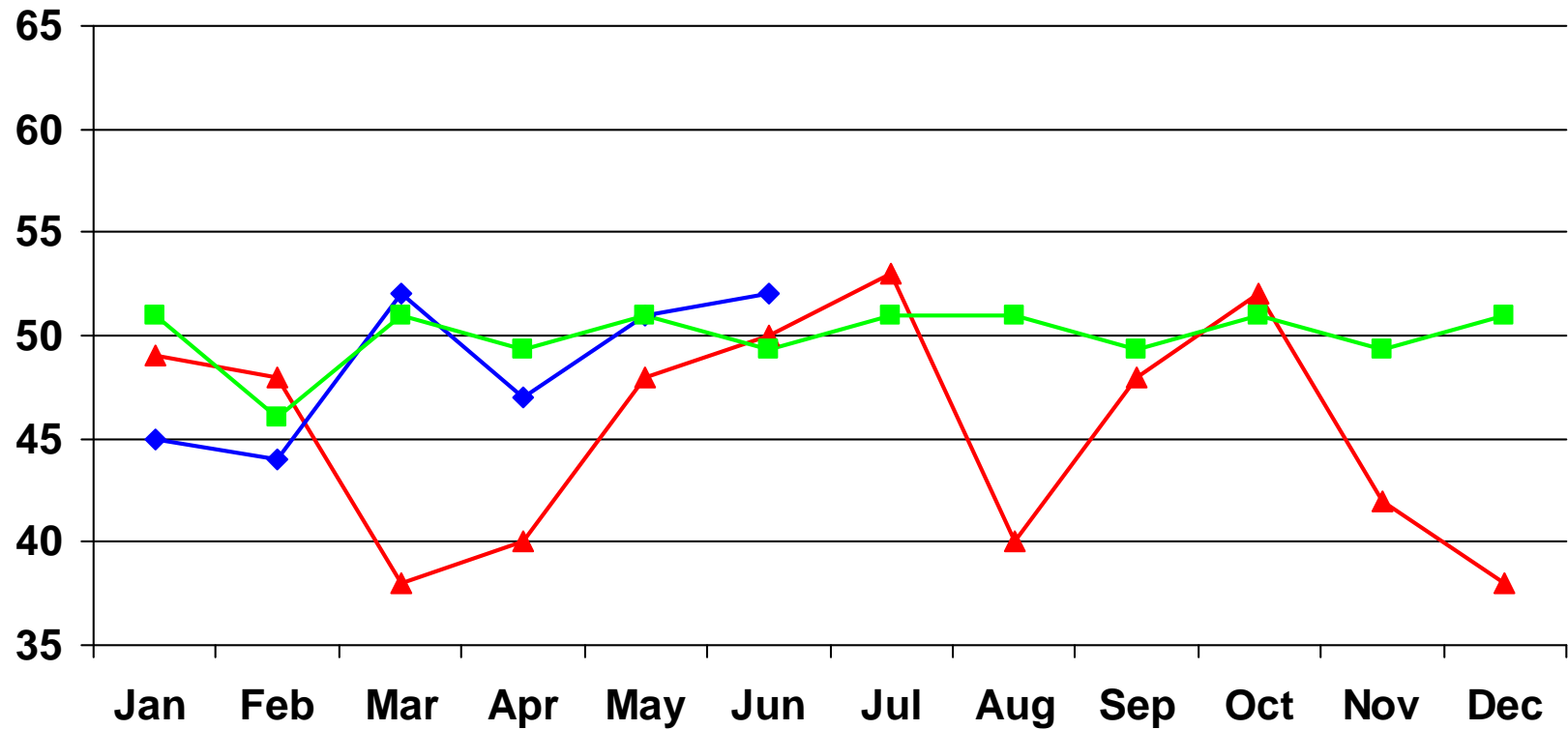
▲ 2009 ◆ 2010 ■ 2010 Bud



BTAR ADMISSIONS



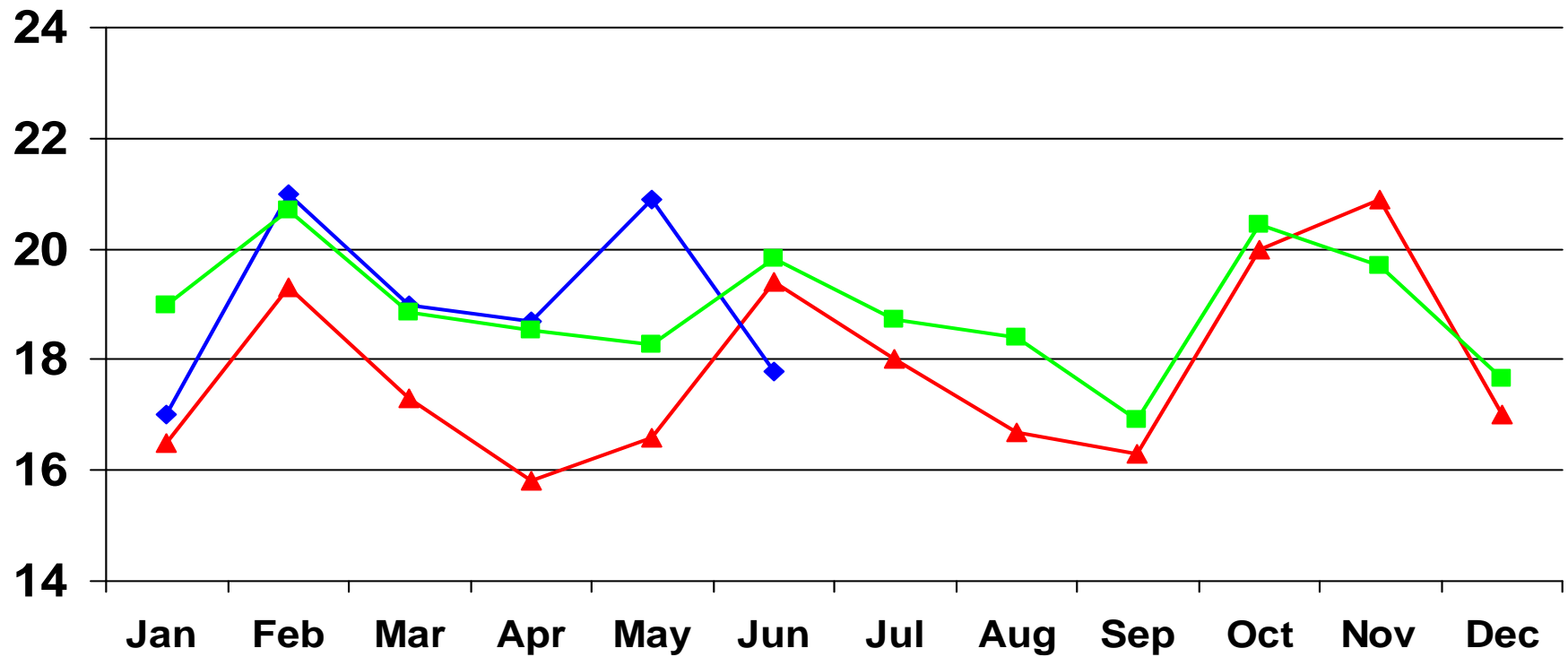
—▲— 2009 —◆— 2010 —■— 2010 Bud



BTAR Avg. Daily Census



▲ 2009 ◆ 2010 ■ 2010 Bud



BTARC Avg. Length of Stay



▲ 2009 ◆ 2010 ■ 2010 Budget

