

**NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES - CONSOLIDATED**  
**COMPARATIVE STATEMENT OF REVENUES AND EXPENSES**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2012**

<u>ACTUAL</u>	<u>QUARTER 3 BUDGET</u>	<u>PRIOR YEAR</u>		<u>ACTUAL</u>	<u>YEAR-TO-DATE BUDGET</u>	<u>PRIOR YEAR</u>
<b>PATIENT SERVICE REVENUE</b>						
\$ 70,092,729	\$ 68,325,395	\$ 59,342,558	Inpatient	\$ 211,047,662	\$ 212,701,773	\$ 192,906,167
77,480,763	75,807,919	62,556,257	Outpatient	233,344,357	223,787,618	196,932,860
1,593,509	709,770	553,493	Professional Fees	2,903,765	2,118,408	1,692,653
<u>149,167,001</u>	<u>144,843,084</u>	<u>122,452,308</u>	Total Patient Service Revenue	<u>447,295,784</u>	<u>438,607,799</u>	<u>391,531,680</u>
<b>DEDUCTIONS FROM REVENUE</b>						
85,095,231	80,983,314	65,241,899	Contractual Allowances	252,510,065	243,208,387	206,870,257
8,797,506	8,532,543	7,389,948	Provision for Uncollectible Accounts	24,945,075	25,517,891	22,989,690
4,174,766	3,701,655	4,037,902	Charity	10,651,117	11,172,465	10,285,897
<u>98,067,503</u>	<u>93,217,512</u>	<u>76,669,749</u>	Total Deductions From Revenue	<u>288,106,257</u>	<u>279,898,743</u>	<u>240,145,844</u>
51,099,498	51,625,572	45,782,559	<b>Net Patient Service Revenue</b>	159,189,527	158,709,056	151,385,836
1,403,111	1,439,921	1,352,946	<b>Other Operating Revenue</b>	4,164,506	4,280,184	4,125,833
<u>52,502,609</u>	<u>53,065,493</u>	<u>47,135,505</u>	<b>Total Operating Revenue</b>	<u>163,354,033</u>	<u>162,989,240</u>	<u>155,511,669</u>
<b>OPERATING EXPENSES:</b>						
22,955,403	22,382,441	22,610,381	Salaries	68,127,896	67,180,146	67,075,791
5,591,712	6,404,728	6,312,949	Benefits	18,545,560	19,194,273	18,951,682
1,412,352	1,225,508	1,154,243	Physician and Other Medical Fees	3,945,688	3,661,000	3,121,275
618,214	472,902	457,482	Professional Fees	1,481,515	1,412,747	1,223,670
8,459,928	8,844,548	7,911,943	Materials and Supplies	26,147,434	26,863,889	25,733,853
5,020,061	4,650,502	4,428,701	Purchased Services	15,565,012	13,888,990	13,279,999
4,388,921	4,382,316	4,796,820	Depreciation	13,165,323	13,146,949	14,390,465
850,437	1,009,831	514,824	Interest	2,202,019	2,506,979	1,354,177
1,298,714	1,355,280	1,344,379	Utilities	3,403,270	3,795,424	3,620,240
464,452	458,828	456,121	Insurance	1,480,783	1,362,316	1,344,925
1,076,703	1,120,277	1,095,161	Other Expenses	3,415,751	3,597,286	3,378,592
<u>52,136,897</u>	<u>52,307,161</u>	<u>51,083,004</u>	Total Operating Expenses	<u>157,480,251</u>	<u>156,609,999</u>	<u>153,474,669</u>
365,712	758,332	(3,947,499)	<b>INCOME FROM OPERATIONS</b>	5,873,782	6,379,241	2,037,000
6,607,945	1,657,216	(8,696,248)	Earnings on Cash and Investments	13,587,173	4,935,621	(2,834,004)
316,682	182,768	276,470	Contributions and Other	740,168	720,331	511,846
<u>6,924,627</u>	<u>1,839,984</u>	<u>(8,419,778)</u>	Total Non-Operating Revenue (Expenses)	<u>14,327,341</u>	<u>5,655,952</u>	<u>(2,322,158)</u>
<u>\$ 7,290,339</u>	<u>\$ 2,598,316</u>	<u>\$ (12,367,277)</u>	<b>INCREASE IN NET ASSETS</b>	<u>\$ 20,201,123</u>	<u>\$ 12,035,193</u>	<u>\$ (285,158)</u>

**NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES - CONSOLIDATED  
COMPARATIVE BALANCE SHEETS  
AS OF SEPTEMBER 30, 2012 AND SEPTEMBER 30, 2011**

	<u>2012</u>	<u>2011</u>		<u>2012</u>	<u>2011</u>
<b><u>ASSETS</u></b>			<b><u>LIABILITIES AND NET ASSETS:</u></b>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 5,307,734	\$ 5,839,974	Current Portion of Long Term Debt	\$ 1,730,395	\$ 1,622,506
Investments - Short Term	35,452,717	26,626,101	Accounts Payable - Trade	4,825,099	3,917,138
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Other	19,862	26,144
Accounts Receivable - Patient, Net	34,479,911	40,889,342	Due to Third Party Payors	12,691,391	7,321,271
Accounts Receivable - Other	5,057,430	3,513,721	Accrued Expenses	<u>19,683,499</u>	<u>16,515,135</u>
Inventories	4,731,687	3,872,662			
Prepays and Other Current Assets	<u>6,565,331</u>	<u>6,939,659</u>			
Total Current Assets	91,594,810	87,681,459	Total Current Liabilities	38,950,246	29,402,194
CAPITAL ASSETS, NET					
Capital Assets	297,745,141	271,218,757			
Construction in Progress	14,971,106	18,876,173			
Less: Accumulated Depreciation	<u>(186,275,570)</u>	<u>(173,984,432)</u>			
Capital Assets, Net	126,440,677	116,110,498	LONG TERM LIABILITIES		
LONG TERM ASSETS			Long Term Debt	113,191,340	45,423,949
Investments - Long Term	76,134,402	59,292,787	Other Long Term Liabilities	<u>2,274,554</u>	<u>2,110,445</u>
Assets Limited as to Use - Long Term	140,498,288	69,988,903	Total Long Term Liabilities	115,465,894	47,534,394
Prepaid Expenses and Other	8,376,792	5,331,830			
Restricted Deposits	6,623,664	6,079,368			
Deferred Costs	2,213,581	1,573,414	Total Liabilities	154,416,140	76,936,588
Other	<u>898,693</u>	<u>838,608</u>			
Total Long Term Assets	234,745,420	143,104,910	NET ASSETS	298,364,767	269,960,279
TOTAL ASSETS	<u><b>\$ 452,780,907</b></u>	<u><b>\$ 346,896,867</b></u>	TOTAL LIABILITIES AND NET ASSETS	<u><b>\$ 452,780,907</b></u>	<u><b>\$ 346,896,867</b></u>

NASH HEALTH CARE SYSTEMS AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2012

	September 30, 2012	September 30, 2011
CASH FLOW FROM OPERATING ACTIVITIES		
Operating Revenue Over Operating Expense	5,873,782	\$2,037,000
Adjustments to Reconcile Operating Revenue Over Operating Expenses to Net Cash Provided by Operating Activities		
Depreciation & Amortization	13,165,323	14,390,465
Amortization of deferred costs	100,773	71,621
Amortization of bond premium	(57,690)	(71,073)
Amortization of capital lease	-	(166,151)
Provision for Uncollectable Accounts	24,945,075	22,989,690
(Gain) Loss on disposition of equipment	75,240	(15,911)
Changes in Assets & Liabilities		
Accounts Receivable	(25,271,476)	(36,991,464)
Inventories	(597,197)	(252,434)
Prepaid Expenses and Other Assets	(2,786,014)	(993,536)
Other Long Term Liabilities	9,337	(99,555)
Accounts payable	599,009	806,245
Due to third party payors	5,085,469	1,034,038
Accrued Expenses	2,849,307	784,605
	<u>23,990,938</u>	<u>3,523,540</u>
Net Cash Provided by Operating Activities		
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES		
Unrestricted Contributions	730,290	441,645
	<u>730,290</u>	<u>441,645</u>
Net Cash Provided by Noncapital Financing		
CASH FLOW FROM CAPITAL AND RELATED FINANCING		
Proceeds from disposal of property	86,801	29,223
Purchases of Property, plant, & equipment	(18,803,682)	(12,557,138)
Acquisition of Community	-	-
Increase in deferred costs	(766,356)	-
Proceeds from issue of long term debt	70,000,000	-
Cost of issue of long term debt	(414,942)	-
Principal Payments made on Capital Lease Obligation	(172,042)	-
Principal Repayments of long term debt	-	-
	<u>49,929,779</u>	<u>(12,527,915)</u>
Net cash provided by (used for) capital and related financing activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to Restricted Deposits	(156,039)	(152,796)
Reductions to Restricted Deposits	-	-
Additions to Long term investments	(76,052,041)	(4,465,201)
Reductions to Long term investments	4,280,097	2,173,546
Additions to Short term investments	(31,615,801)	(13,500,161)
Reductions to Short term investments	26,915,000	22,500,000
Additions to Other Long term assets	(51,616)	(25,407)
Reductions to Other Long term assets	-	-
Receipts of investment income and other investment distributions	2,766,311	2,433,808
Other nonoperating revenue	9,878	70,201
	<u>(73,904,211)</u>	<u>9,033,990</u>
Net cash provided by (used for) investing activities		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	746,796	471,260
CASH AND CASH EQUIVALENTS BEGINNING OF YEAR	4,560,932	5,368,715
	<u>5,307,728</u>	<u>5,839,975</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 SEPTEMBER 30, 2012**

<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>
<b>PATIENT SERVICE REVENUE</b>						
\$ 23,165,622	\$ 21,831,887	\$ 20,213,125	Inpatient	\$ 211,047,662	\$ 212,701,773	\$ 192,906,167
24,032,955	24,773,599	20,935,047	Outpatient	233,344,357	223,787,618	196,932,860
432,141	231,211	192,641	Professional Fees	2,903,765	2,118,408	1,692,653
<u>47,630,718</u>	<u>46,836,697</u>	<u>41,340,813</u>	Total Patient Service Revenue	<u>447,295,784</u>	<u>438,607,799</u>	<u>391,531,680</u>
<b>DEDUCTIONS FROM REVENUE</b>						
25,046,640	23,979,146	21,478,182	Contractual Allowances	252,510,065	243,208,387	206,870,257
3,067,325	2,772,998	2,473,685	Provision for Uncollectible Accounts	24,945,075	25,517,891	22,989,690
1,624,790	1,197,819	1,192,037	Charity	10,651,117	11,172,465	10,285,897
<u>29,738,755</u>	<u>27,949,963</u>	<u>25,143,904</u>	Total Deductions From Revenue	<u>288,106,257</u>	<u>279,898,743</u>	<u>240,145,844</u>
17,891,963	18,886,734	16,196,909	<b>Net Patient Service Revenue</b>	159,189,527	158,709,056	151,385,836
455,402	476,981	464,936	<b>Other Operating Revenue</b>	4,164,506	4,280,184	4,125,833
<u>18,347,365</u>	<u>19,363,715</u>	<u>16,661,845</u>	<b>Total Operating Revenue</b>	<u>163,354,033</u>	<u>162,989,240</u>	<u>155,511,669</u>
<b>OPERATING EXPENSES</b>						
7,627,987	7,307,607	7,450,850	Salaries	68,127,896	67,180,146	67,075,791
1,887,241	2,091,647	1,866,466	Benefits	18,545,560	19,194,273	18,951,682
426,752	399,752	424,732	Physician and Other Medical Fees	3,945,688	3,661,000	3,121,275
229,981	155,182	153,692	Professional Fees	1,481,515	1,412,747	1,223,670
2,705,483	2,850,710	2,260,295	Materials and Supplies	26,147,434	26,863,889	25,733,853
1,602,490	1,516,447	1,497,777	Purchased Services	15,565,012	13,888,990	13,279,999
1,462,977	1,460,772	1,598,941	Depreciation	13,165,323	13,146,949	14,390,465
283,423	336,554	166,412	Interest	2,202,019	2,506,979	1,354,177
375,902	438,111	409,663	Utilities	3,403,270	3,795,424	3,620,240
158,011	152,895	150,173	Insurance	1,480,783	1,362,316	1,344,925
452,769	366,143	414,547	Other Expenses	3,415,751	3,597,286	3,378,592
<u>17,213,016</u>	<u>17,075,820</u>	<u>16,393,548</u>	Total Operating Expenses	<u>157,480,251</u>	<u>156,609,999</u>	<u>153,474,669</u>
1,134,349	2,287,895	268,297	<b>INCOME FROM OPERATIONS</b>	5,873,782	6,379,241	2,037,000
2,424,553	540,396	(4,502,433)	Earnings on Cash and Investments	13,587,173	4,935,621	(2,834,004)
137,120	59,598	24,076	Contributions and Other	740,168	720,331	511,846
<u>2,561,673</u>	<u>599,994</u>	<u>(4,478,357)</u>	Total Non-Operating Revenue (Expenses)	<u>14,327,341</u>	<u>5,655,952</u>	<u>(2,322,158)</u>
<u>\$ 3,696,022</u>	<u>\$ 2,887,889</u>	<u>\$ (4,210,060)</u>	<b>INCREASE IN NET ASSETS</b>	<u>\$ 20,201,123</u>	<u>\$ 12,035,193</u>	<u>\$ (285,158)</u>
5.3%	10.3%	1.4%	Operating Profit Margin	3.1%	3.4%	1.1%
15.4%	12.7%	-28.7%	Total Profit Margin	10.0%	6.2%	-0.2%
13.5%	18.5%	10.6%	Operating Cash Flow Margin	11.3%	11.7%	10.0%

**NASH HOSPITALS, INC.**  
**COMPARATIVE BALANCE SHEETS**  
**AS OF SEPTEMBER 30, 2012 AND SEPTEMBER 30, 2011**

	<u>2012</u>	<u>2011</u>		<u>2012</u>	<u>2011</u>
<b><u>ASSETS</u></b>			<b><u>LIABILITIES AND NET ASSETS:</u></b>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 3,985,060	\$ 4,671,521	Current Portion of Long Term Debt	\$ 1,730,395	\$ 1,622,506
Investments - Short Term	35,452,717	26,626,101	Accounts Payable - Trade	4,746,334	3,799,921
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Other	19,862	26,144
Accounts Receivable - Patient, Net	33,930,696	40,755,140	Due to Third Party Payors	12,691,391	7,321,271
Accounts Receivable - Other	4,106,721	3,113,487	Accounts Payable - Affiliate	8,999,000	7,454,000
Accounts Receivable - Affiliates	6,027,691	10,572,212	Accrued Expenses	<u>19,237,382</u>	<u>16,115,092</u>
Inventories	4,731,687	3,872,662			
Prepays and Other Current Assets	6,398,163	6,213,925			
Total Current Assets	<u>94,632,735</u>	<u>95,825,048</u>	Total Current Liabilities	47,424,364	36,338,934
CAPITAL ASSETS, NET					
Capital Assets	270,282,309	244,304,310			
Construction in Progress	14,971,106	18,518,088			
Less: Accumulated Depreciation	<u>(173,586,453)</u>	<u>(162,887,985)</u>			
Capital Assets, Net	111,666,962	99,934,413	LONG TERM LIABILITIES		
LONG TERM ASSETS			Long Term Debt	113,191,340	45,423,949
Investments - Long Term	76,134,402	59,292,787	Other Long Term Liabilities	<u>1,989,502</u>	<u>2,110,445</u>
Assets Limited as to Use - Long Term	60,327,848	-	Total Long Term Liabilities	<u>115,180,842</u>	<u>47,534,394</u>
Prepaid Expenses and Other	8,376,792	5,331,830			
Restricted Deposits	6,623,664	6,079,368	Total Liabilities	162,605,206	83,873,328
Deferred Costs	2,213,581	1,573,414			
Other	<u>773,693</u>	<u>738,608</u>			
Total Long Term Assets	<u>154,449,980</u>	<u>73,016,007</u>	NET ASSETS	198,144,471	184,902,140
TOTAL ASSETS	<u><u>\$ 360,749,677</u></u>	<u><u>\$ 268,775,468</u></u>	TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 360,749,677</u></u>	<u><u>\$ 268,775,468</u></u>

**NASH HOSPITALS, INC.**  
**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2012**

<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>
			<b>PATIENT SERVICE REVENUE</b>			
\$ 23,165,622	\$ 21,831,887	\$ 20,213,125	Inpatient	\$ 211,047,662	\$ 212,701,773	\$ 192,906,167
23,951,310	24,648,056	20,841,683	Outpatient	232,154,097	222,657,734	196,298,169
1,768	15,457	16,708	Professional Fees	152,437	147,871	157,748
<u>47,118,700</u>	<u>46,495,400</u>	<u>41,071,516</u>	Total Patient Service Revenue	<u>443,354,196</u>	<u>435,507,378</u>	<u>389,362,084</u>
			<b>DEDUCTIONS FROM REVENUE</b>			
24,615,705	23,772,237	21,297,862	Contractual Allowances	250,049,338	241,330,224	205,466,809
3,157,228	2,754,754	2,474,229	Provision for Uncollectible Accounts	24,797,078	25,351,121	22,906,841
1,624,790	1,197,706	1,192,037	Charity	10,650,975	11,171,446	10,284,781
<u>29,397,723</u>	<u>27,724,697</u>	<u>24,964,128</u>	Total Deductions From Revenue	<u>285,497,391</u>	<u>277,852,791</u>	<u>238,658,431</u>
17,720,977	18,770,703	16,107,388	<b>Net Patient Service Revenue</b>	157,856,805	157,654,587	150,703,653
253,136	264,556	255,398	<b>Other Operating Revenue</b>	2,384,549	2,370,805	2,188,402
<u>17,974,113</u>	<u>19,035,259</u>	<u>16,362,786</u>	<b>Total Operating Revenue</b>	<u>160,241,354</u>	<u>160,025,392</u>	<u>152,892,055</u>
			<b>OPERATING EXPENSES</b>			
7,376,752	7,234,404	7,367,356	Salaries	66,841,936	66,388,893	66,248,925
1,842,347	2,074,118	1,848,459	Benefits	18,280,002	19,008,464	18,770,333
415,942	373,205	422,732	Physician and Other Medical Fees	3,778,984	3,418,804	3,105,275
183,084	108,496	113,930	Professional Fees	1,078,069	991,456	862,503
2,688,683	2,847,944	2,259,533	Materials and Supplies	26,084,472	26,838,627	25,713,762
1,568,590	1,489,282	1,442,925	Purchased Services	15,335,426	13,637,445	12,996,656
1,334,008	1,334,077	1,476,923	Depreciation	12,006,050	12,006,691	13,292,293
283,423	336,554	166,412	Interest	2,202,019	2,506,979	1,354,177
332,053	387,506	365,139	Utilities	3,043,686	3,368,870	3,230,966
142,396	142,605	136,733	Insurance	1,267,730	1,260,100	1,234,307
437,344	349,569	404,735	Other Expenses	3,270,936	3,445,756	3,241,726
(43,405)	(43,405)	(41,356)	IC Direct Allocation	(390,645)	(390,645)	(372,204)
<u>16,561,217</u>	<u>16,634,355</u>	<u>15,963,521</u>	Total Operating Expenses	<u>152,798,665</u>	<u>152,481,440</u>	<u>149,678,719</u>
1,412,896	2,400,904	399,265	<b>INCOME FROM OPERATIONS</b>	7,442,689	7,543,952	3,213,336
1,169,829	254,532	(1,858,474)	Earnings on Cash and Investments	6,463,704	2,324,724	(902,728)
(71)	(33)	7,300	Contributions and Other	19,978	(301)	69,701
<u>1,169,758</u>	<u>254,499</u>	<u>(1,851,174)</u>	Total Non-Operating Revenue (Expenses)	<u>6,483,682</u>	<u>2,324,423</u>	<u>(833,027)</u>
<u>\$ 2,582,654</u>	<u>\$ 2,655,403</u>	<u>\$ (1,451,909)</u>	<b>INCREASE IN NET ASSETS</b>	<u>\$ 13,926,371</u>	<u>\$ 9,868,375</u>	<u>\$ 2,380,309</u>

**NASH MSO, INC.**  
**COMPARATIVE BALANCE SHEETS**  
**AS OF SEPTEMBER 30, 2012 AND SEPTEMBER 30, 2011**

	<u>2012</u>	<u>2011</u>		<u>2012</u>	<u>2011</u>
<b><u>ASSETS</u></b>			<b><u>LIABILITIES AND NET ASSETS:</u></b>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 222,367	\$ 56,892	Current Portion of Long Term Debt	\$ -	\$ -
Investments - Short Term	-	-	Accounts Payable - Trade	31,549	52,954
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Other	-	-
Accounts Receivable - Patient, Net	507,565	92,940	Due to Third Party Payors	-	-
Accounts Receivable - Other	582	73	Accounts Payable - Affiliate	585,678	2,863,446
Accounts Receivable - Affiliates	-	-	Accrued Expenses	<u>370,691</u>	<u>71,910</u>
Inventories	-	-			
Prepays and Other Current Assets	-	-	Total Current Liabilities	987,918	2,988,310
Total Current Assets	<u>730,514</u>	<u>149,905</u>			
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	210,836	36,484	Long Term Debt	-	-
Construction in Progress	-	-	Other Long Term Liabilities	<u>-</u>	<u>-</u>
Less: Accumulated Depreciation	<u>(49,033)</u>	<u>(17,983)</u>	Total Long Term Liabilities	-	-
Capital Assets, Net	161,803	18,501			
LONG TERM ASSETS			Total Liabilities	987,918	2,988,310
Prepaid Expenses and Other	<u>-</u>	<u>-</u>	NET ASSETS	(95,601)	(2,819,904)
Total Long Term Assets	-	-			
TOTAL ASSETS	<u><u>\$ 892,317</u></u>	<u><u>\$ 168,406</u></u>	TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 892,317</u></u>	<u><u>\$ 168,406</u></u>

**NASH MSO, INC.**  
**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2012**

<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>
\$ -	\$ -	\$ -	<b>PATIENT SERVICE REVENUE</b>	\$ -	\$ -	\$ -
430,373	215,754	175,933	Outpatient			
430,373	215,754	175,933	Professional Fees	2,751,328	1,970,537	1,534,905
			Total Patient Service Revenue	2,751,328	1,970,537	1,534,905
			<b>DEDUCTIONS FROM REVENUE</b>			
368,427	119,943	100,918	Contractual Allowances	1,600,830	1,095,475	879,014
(90,149)	19,334	2,420	Provision for Uncollectible Accounts	86,913	176,587	92,853
-	-	-	Charity	-	-	-
278,278	139,277	103,338	Total Deductions From Revenue	1,687,743	1,272,062	971,867
152,095	76,477	72,595	<b>Net Patient Service Revenue</b>	1,063,585	698,475	563,038
230	279	85	<b>Other Operating Revenue</b>	3,346	2,546	2,221
152,325	76,756	72,680	<b>Total Operating Revenue</b>	1,066,931	701,021	565,259
			<b>OPERATING EXPENSES</b>			
251,060	72,899	83,494	Salaries	1,282,088	788,476	824,080
44,840	17,435	18,007	Benefits	264,357	184,949	180,485
8,810	24,547	-	Physician and Other Medical Fees	148,704	224,196	-
7,561	5,417	486	Professional Fees	47,990	49,477	4,373
16,371	803	668	Materials and Supplies	37,167	7,333	4,283
47,592	30,898	46,134	Purchased Services	338,864	279,281	161,212
2,258	134	338	Depreciation	18,893	1,203	3,038
-	-	-	Interest	-	-	-
6,809	2,526	672	Utilities	28,561	22,596	4,018
12,818	7,440	10,803	Insurance	187,871	76,832	86,867
2,326	372	476	Other Expenses	28,456	3,393	6,954
4,979	4,979	4,744	IC Direct Allocation	44,811	44,811	42,696
405,424	167,450	165,822	Total Operating Expenses	2,427,762	1,682,547	1,318,006
(253,099)	(90,694)	(93,142)	<b>INCOME FROM OPERATIONS</b>	(1,360,831)	(981,526)	(752,747)
6	12	13	Earnings on Cash and Investments	60	111	65
-	-	-	Contributions and Other	-	-	-
6	12	13	Total Non-Operating Revenue (Expenses)	60	111	65
\$ (253,093)	\$ (90,682)	\$ (93,129)	<b>INCREASE IN NET ASSETS</b>	\$ (1,360,771)	\$ (981,415)	\$ (752,682)



**NASH MSO, INC.**  
**MIDDLESEX POWELL CLINIC**  
**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2012**

<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>
			<b>PATIENT SERVICE REVENUE</b>			
\$ 31,127	\$ 64,516	\$ -	Professional Fees	\$ 538,350	\$ 589,249	\$ -
31,127	64,516	-	Total Patient Service Revenue	538,350	589,249	-
			<b>DEDUCTIONS FROM REVENUE</b>			
137,768	31,627	-	Contractual Allowances	386,893	288,861	-
(90,653)	7,205	-	Provision for Uncollectible Accounts	35,355	65,807	-
-	-	-	Charity	-	-	-
47,115	38,832	-	Total Deductions From Revenue	422,248	354,668	-
(15,988)	25,684	-	<b>Net Patient Service Revenue</b>	116,102	234,581	-
130	-	-	<b>Other Operating Revenue</b>	155	-	-
(15,858)	25,684	-	<b>Total Operating Revenue</b>	116,257	234,581	-
			<b>OPERATING EXPENSES</b>			
20,147	18,678	-	Salaries	189,093	169,584	-
5,048	5,497	-	Benefits	49,628	49,906	-
8,810	24,547	-	Physician and Other Medical Fees	148,704	224,196	-
5,000	4,918	-	Professional Fees	40,311	44,918	-
5,118	376	-	Materials and Supplies	21,661	3,436	-
16,553	13,370	-	Purchased Services	153,833	120,346	-
2,124	-	-	Depreciation	17,690	-	-
-	-	-	Interest	-	-	-
2,259	2,080	-	Utilities	17,347	18,861	-
112	862	-	Insurance	1,008	7,758	-
801	82	-	Other Expenses	9,027	749	-
-	-	-	IC Direct Allocation	-	-	-
65,972	70,410	-	Total Operating Expenses	648,302	639,754	-
(81,830)	(44,726)	-	<b>INCOME FROM OPERATIONS</b>	(532,045)	(405,173)	-
-	-	-	Earnings on Cash and Investments	4	-	-
-	-	-	Contributions and Other	-	-	-
-	-	-	Total Non-Operating Revenue (Expenses)	4	-	-
\$ (81,830)	\$ (44,726)	\$ -	<b>INCREASE IN NET ASSETS</b>	\$ (532,041)	\$ (405,173)	\$ -

**NASH MEDICAL DEVELOPMENT AUTHORITY  
COMPARATIVE BALANCE SHEETS  
AS OF SEPTEMBER 30, 2012 AND SEPTEMBER 30, 2011**

	<u>2012</u>	<u>2011</u>		<u>2012</u>	<u>2011</u>
<b><u>ASSETS</u></b>			<b><u>LIABILITIES AND NET ASSETS:</u></b>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 119,563	\$ 117,509	Current Portion of Long Term Debt	\$ -	\$ -
Investments - Short Term	-	-	Accounts Payable - Trade	14,312	43,153
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Other	-	-
Accounts Receivable - Rentals & Other	106,639	31,776	Accounts Payable - Affiliate	3,280,791	4,052,138
Accounts Receivable - Affiliates	-	-	Accrued Expenses	20,721	287,217
Prepays and Other Current Assets	-	-			
Total Current Assets	226,202	149,285	Total Current Liabilities	3,315,824	4,382,508
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	17,235,840	16,869,006	Long Term Debt	-	-
Construction in Progress	-	358,086	Other Long Term Liabilities	285,052	-
Less: Accumulated Depreciation	(7,012,965)	(6,106,419)	Total Long Term Liabilities	285,052	-
Capital Assets, Net	10,222,875	11,120,673			
LONG TERM ASSETS			Total Liabilities	3,600,876	4,382,508
Prepaid Expenses and Other	-	-	NET ASSETS	6,848,201	6,887,450
Total Long Term Assets	-	-			
TOTAL ASSETS	<u>\$ 10,449,077</u>	<u>\$ 11,269,958</u>	TOTAL LIABILITIES AND NET ASSETS	<u>\$ 10,449,077</u>	<u>\$ 11,269,958</u>

**NASH MEDICAL DEVELOPMENT AUTHORITY  
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES  
FOR THE PERIOD ENDED SEPTEMBER 30, 2012**

<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>
\$ -	\$ -	\$ -	<b>OPERATING REVENUE:</b>	\$ -	\$ -	\$ -
-	-	-	Provision for Uncollectible Accounts	-	-	-
			Total Deductions From Revenue			
-	-	-				
138,216	135,422	128,439	<b>Net Patient Service Revenue</b>	-	-	-
138,216	135,422	128,439	Rental & Other Operating Revenue	1,239,878	1,212,893	1,129,098
			<b>Total Operating Revenue</b>	1,239,878	1,212,893	1,129,098
176	304	-	<b>OPERATING EXPENSES</b>			
55	94	-	Salaries	3,873	2,777	2,786
-	-	-	Benefits	1,201	861	864
796	799	777	Physician and Other Medical Fees	-	-	-
1,715	1,589	12	Professional Fees	7,162	7,294	8,052
16,474	23,217	20,698	Materials and Supplies	15,430	14,508	13,058
69,557	69,557	62,223	Purchased Services	157,736	212,047	195,819
-	-	-	Depreciation	626,013	626,010	560,017
16,859	24,022	19,332	Interest	-	-	-
947	947	828	Utilities	153,932	212,688	199,197
12,282	14,632	7,996	Insurance	8,523	8,523	7,452
17,596	17,596	16,765	Other Expenses	106,066	134,843	116,860
136,457	152,757	128,631	IC Direct Allocation	158,364	158,364	150,885
			Total Operating Expenses	1,238,300	1,377,915	1,254,990
1,759	(17,335)	(192)				
542	11	8	<b>INCOME FROM OPERATIONS</b>	1,578	(165,022)	(125,892)
-	-	-	Earnings on Cash and Investments	5,248	101	110
542	11	8	Contributions and Other	-	-	-
			Total Non-Operating Revenue (Expenses)	5,248	101	110
\$ 2,301	\$ (17,324)	\$ (184)				
			<b>INCREASE IN NET ASSETS</b>	\$ 6,826	\$ (164,921)	\$ (125,782)

**NASH COMMUNITY HEALTH SERVICES  
COMPARATIVE BALANCE SHEETS  
AS OF SEPTEMBER 30, 2012 AND SEPTEMBER 30, 2011**

	<u>2012</u>	<u>2011</u>		<u>2012</u>	<u>2011</u>
<b><u>ASSETS</u></b>			<b><u>LIABILITIES AND NET ASSETS:</u></b>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 52,859	\$ 227,032	Current Portion of Long Term Debt	\$ -	\$ -
Investments - Short Term	-	-	Accounts Payable - Trade	2,725	2,931
Assets Limited as to Use - Short Term	-	-	Accounts Payable - Other	-	-
Accounts Receivable - Rentals & Other	54,431	33,839	Accounts Payable - Affiliate	42,506	49,937
Accounts Receivable - Affiliates	5,850,000	5,100,000	Accrued Expenses	26,969	12,614
Prepays and Other Current Assets	1,158	5,127			
Total Current Assets	5,958,448	5,365,998	Total Current Liabilities	72,200	65,482
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	7,243,375	7,236,175	Long Term Debt	-	-
Construction in Progress	-	-	Other Long Term Liabilities	-	-
Less: Accumulated Depreciation	(4,571,245)	(4,276,667)	Total Long Term Liabilities	-	-
Capital Assets, Net	2,672,130	2,959,508			
LONG TERM ASSETS			Total Liabilities	72,200	65,482
Prepaid Expenses and Other	-	-	NET ASSETS	8,558,378	8,260,024
Total Long Term Assets	-	-			
TOTAL ASSETS	<u>\$ 8,630,578</u>	<u>\$ 8,325,506</u>	TOTAL LIABILITIES AND NET ASSETS	<u>\$ 8,630,578</u>	<u>\$ 8,325,506</u>

**NASH COMMUNITY HEALTH SERVICES  
COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES  
FOR THE PERIOD ENDED SEPTEMBER 30, 2012**

<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>
\$ -	\$ -	\$ -	<b>OPERATING REVENUE:</b>	\$ -	\$ -	\$ -
(500)	-	(45)	Contractual Allowances	6,397	-	(405)
(500)	-	(45)	Provision for Uncollectible Accounts	6,397	-	(405)
			Total Deductions From Revenue			
500	-	45	<b>Net Patient Service Revenue</b>	(6,397)	-	405
95,761	95,927	92,384	Rental & Other Operating Revenue	861,902	862,919	831,456
96,261	95,927	92,429	<b>Total Operating Revenue</b>	855,505	862,919	831,861
-	-	-	<b>OPERATING EXPENSES</b>			
796	1,123	777	Physician and Other Medical Fees	-	-	-
(1,285)	375	81	Professional Fees	8,591	10,258	9,248
5,319	8,655	9,935	Materials and Supplies	9,553	3,421	2,751
26,495	26,493	27,975	Purchased Services	66,746	79,048	93,510
-	-	-	Depreciation	238,437	238,436	251,774
13,674	17,411	18,525	Interest	-	-	-
374	374	361	Utilities	125,619	139,035	136,696
595	1,349	1,133	Insurance	3,366	3,366	3,249
20,830	20,830	19,847	Other Expenses	7,537	11,273	11,093
66,798	76,610	78,634	IC Direct Allocation	187,470	187,470	178,623
			Total Operating Expenses	647,319	672,307	686,944
29,463	19,317	13,795				
17	6	7	<b>INCOME FROM OPERATIONS</b>	208,186	190,612	144,917
-	-	-	Earnings on Cash and Investments	81	52	119
17	6	7	Contributions and Other	-	-	-
			Total Non-Operating Revenue (Expenses)	81	52	119
\$ 29,480	\$ 19,323	\$ 13,802	<b>INCREASE IN NET ASSETS</b>	\$ 208,267	\$ 190,664	\$ 145,036

**NASH HEALTH CARE FOUNDATION  
COMPARATIVE BALANCE SHEETS  
AS OF SEPTEMBER 30, 2012 AND SEPTEMBER 30, 2011**

	<u>2012</u>	<u>2011</u>		<u>2012</u>	<u>2011</u>
<b><u>ASSETS</u></b>			<b><u>LIABILITIES AND NET ASSETS:</u></b>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 752,878	\$ 328,823	Accounts Payable - Trade	\$ -	\$ -
Investments - Short Term	-	-	Accounts Payable - Other	-	-
Assets Limited as to Use - Short Term	-	-			
Accounts Receivable	740,406	262,023	Accounts Payable - Affiliate	2,930	708
Accounts Receivable - Affiliates	45,000	-	Accrued Expenses	-	-
Prepays and Other Current Assets	8,715	632			
Total Current Assets	<u>1,546,999</u>	<u>591,478</u>	Total Current Liabilities	2,930	708
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	-	-	Long Term Debt	-	-
Construction in Progress	-	-	Other Long Term Liabilities	-	-
Less: Accumulated Depreciation	-	-	Total Long Term Liabilities	-	-
Capital Assets, Net	-	-			
LONG TERM ASSETS			Total Liabilities	2,930	708
Prepaid Expenses and Other	-	-	NET ASSETS	1,544,069	590,770
Restricted Deposits	-	-			
Total Long Term Assets	-	-	TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,546,999</u>	<u>\$ 591,478</u>
TOTAL ASSETS	<u>\$ 1,546,999</u>	<u>\$ 591,478</u>			

**NASH HEALTH CARE FOUNDATION**  
**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2012**

<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>
\$ -	\$ -	\$ -	<b>OPERATING REVENUE:</b>	\$ -	\$ -	\$ -
-	-	-	Other Operating Revenue	-	-	-
			<b>Total Operating Revenue</b>			
			<b>OPERATING EXPENSES</b>			
-	-	-	Salaries	-	-	-
-	-	-	Benefits	-	-	-
-	-	-	Physician and Other Medical Fees	-	-	-
-	-	-	Professional Fees	-	-	-
-	-	-	Materials and Supplies	-	-	-
-	-	-	Purchased Services	-	-	-
-	-	-	Depreciation	-	-	-
-	-	-	Interest	-	-	-
-	-	-	Utilities	-	-	-
-	-	-	Insurance	-	-	-
-	-	-	Other Expenses	-	-	-
-	-	-	IC Direct Allocation	-	-	-
-	-	-	<b>Total Operating Expenses</b>	-	-	-
-	-	-	<b>INCOME FROM OPERATIONS</b>	-	-	-
31	28	(17)	Earnings on Cash and Investments	226	258	452
137,192	59,631	16,775	Contributions and Other	720,190	720,632	442,145
137,223	59,659	16,758	Revenue - Contributions & Interest	720,416	720,890	442,597
\$ 137,223	\$ 59,659	\$ 16,758	<b>INCREASE IN NET ASSETS</b>	\$ 720,416	\$ 720,890	\$ 442,597

**NASH IMAGING, LLC**  
**COMPARATIVE BALANCE SHEETS**  
**AS OF SEPTEMBER 30, 2012 AND SEPTEMBER 30, 2011**

	<u>2012</u>	<u>2011</u>		<u>2012</u>	<u>2011</u>
<b><u>ASSETS</u></b>			<b><u>LIABILITIES AND NET ASSETS:</u></b>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 100,170	\$ 33,388	Accounts Payable - Trade	\$ 30,179	\$ 18,179
Investments - Short Term	-	-	Accounts Payable - Other	-	-
Assets Limited as to Use - Short Term	-	-	Due to Third Party Payors	-	-
Accounts Receivable - Patient, Net	41,650	41,262	Accounts Payable - Affiliate	2,109,785	3,599,155
Accounts Receivable - Other	48,652	72,524	Accrued Expenses	<u>7,237</u>	<u>6,902</u>
Accounts Receivable - Affiliates	405	-			
Inventories	-	-	Total Current Liabilities	2,147,201	3,624,236
Prepays and Other Current Assets	<u>3,180</u>	<u>5,951</u>			
Total Current Assets	194,057	153,125			
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	3,051,005	3,051,005	Long Term Debt	-	-
Construction in Progress	-	-	Other Long Term Liabilities	<u>-</u>	<u>-</u>
Less: Accumulated Depreciation	<u>(1,237,494)</u>	<u>(861,542)</u>	Total Long Term Liabilities	-	-
Capital Assets, Net	1,813,511	2,189,463			
LONG TERM ASSETS			Total Liabilities	2,147,201	3,624,236
Prepaid Expenses and Other	-	-			
Other	<u>-</u>	<u>-</u>	NET ASSETS	(139,633)	(1,281,648)
Total Long Term Assets	-	-			
TOTAL ASSETS	<u><u>\$ 2,007,568</u></u>	<u><u>\$ 2,342,588</u></u>	TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 2,007,568</u></u>	<u><u>\$ 2,342,588</u></u>



**NASH IMAGING, LLC**  
**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2012**

<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>
			<b>PATIENT SERVICE REVENUE</b>			
\$ -	\$ -	\$ -	Inpatient	\$ -	\$ -	\$ -
81,645	125,543	93,364	Outpatient	1,190,260	1,129,884	634,691
-	-	-	Professional Fees	-	-	-
<u>81,645</u>	<u>125,543</u>	<u>93,364</u>	Total Patient Service Revenue	<u>1,190,260</u>	<u>1,129,884</u>	<u>634,691</u>
			<b>DEDUCTIONS FROM REVENUE</b>			
62,507	86,965	79,402	Contractual Allowances	859,898	782,689	524,434
746	(1,091)	(2,919)	Provision for Uncollectible Accounts	54,686	(9,816)	(9,599)
-	113	-	Charity	142	1,019	1,116
<u>63,253</u>	<u>85,987</u>	<u>76,483</u>	Total Deductions From Revenue	<u>914,726</u>	<u>773,892</u>	<u>515,951</u>
18,392	39,556	16,881	<b>Net Patient Service Revenue</b>	275,534	355,992	118,740
16,340	28,797	22,800	<b>Other Operating Revenue</b>	125,080	263,013	251,556
<u>34,732</u>	<u>68,353</u>	<u>39,681</u>	<b>Total Operating Revenue</b>	<u>400,614</u>	<u>619,005</u>	<u>370,296</u>
			<b>OPERATING EXPENSES</b>			
-	-	-	Salaries	-	-	-
-	-	-	Benefits	-	-	-
2,000	2,000	2,000	Physician and Other Medical Fees	18,000	17,999	16,000
36,750	38,349	36,750	Professional Fees	330,750	345,144	330,750
-	-	-	Materials and Supplies	812	-	-
12,795	12,395	12,256	Purchased Services	116,488	113,159	109,703
31,947	31,800	32,770	Depreciation	287,523	286,202	294,935
-	-	-	Interest	-	-	-
6,508	6,646	5,994	Utilities	51,471	52,235	49,363
1,476	1,529	1,449	Insurance	13,292	13,495	13,050
222	221	206	Other Expenses	2,756	2,021	1,959
-	-	-	IC Direct Allocation	-	-	-
<u>91,698</u>	<u>92,940</u>	<u>91,425</u>	Total Operating Expenses	<u>821,092</u>	<u>830,255</u>	<u>815,760</u>
(56,966)	(24,587)	(51,744)	<b>INCOME FROM OPERATIONS</b>	(420,478)	(211,250)	(445,464)
-	5	-	Earnings on Cash and Investments	-	49	-
-	-	-	Contributions and Other	-	-	-
<u>-</u>	<u>5</u>	<u>-</u>	Total Non-Operating Revenue (Expenses)	<u>-</u>	<u>49</u>	<u>-</u>
<u>\$ (56,966)</u>	<u>\$ (24,582)</u>	<u>\$ (51,744)</u>	<b>INCREASE IN NET ASSETS</b>	<u>\$ (420,478)</u>	<u>\$ (211,201)</u>	<u>\$ (445,464)</u>

**NASH HEALTH CARE SYSTEMS - PARENT**  
**COMPARATIVE BALANCE SHEETS**  
**AS OF SEPTEMBER 30, 2012 AND SEPTEMBER 30, 2011**

	<u>2012</u>	<u>2011</u>		<u>2012</u>	<u>2011</u>
<b><u>ASSETS</u></b>			<b><u>LIABILITIES AND NET ASSETS:</u></b>		
CURRENT ASSETS:			CURRENT LIABILITIES:		
Cash and Cash Equivalents	\$ 74,839	\$ 404,809	Accounts Payable - Trade	\$ -	\$ -
Investments - Short Term	-	-	Accounts Payable - Other	-	-
Assets Limited as to Use - Short Term	-	-			
Accounts Receivable	-	-	Accounts Payable - Affiliate	6,406	6,827
Accounts Receivable - Affiliates	3,104,000	2,354,000	Accrued Expenses	<u>20,500</u>	<u>21,400</u>
Prepays and Other Current Assets	<u>154,116</u>	<u>714,024</u>			
Total Current Assets	3,332,955	3,472,833	Total Current Liabilities	26,906	28,227
CAPITAL ASSETS, NET			LONG TERM LIABILITIES		
Capital Assets	-	-	Long Term Debt	-	-
Construction in Progress	-	-	Other Long Term Liabilities	<u>-</u>	<u>-</u>
Less: Accumulated Depreciation	<u>-</u>	<u>-</u>	Total Long Term Liabilities	-	-
Capital Assets, Net	-	-			
LONG TERM ASSETS			Total Liabilities	26,906	28,227
Assets Limited as to Use - Long Term	80,170,440	69,988,903			
Prepaid Expenses and Other	-	-	NET ASSETS	83,601,489	73,533,509
Restricted Deposits	-	-			
Other	<u>125,000</u>	<u>100,000</u>			
Total Long Term Assets	80,295,440	70,088,903	TOTAL LIABILITIES AND NET ASSETS	<u>\$ 83,628,395</u>	<u>\$ 73,561,736</u>
TOTAL ASSETS	<u>\$ 83,628,395</u>	<u>\$ 73,561,736</u>			

**NASH HEALTH CARE SYSTEMS - PARENT**  
**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2012**

<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>
\$ -	\$ -	\$ -	<b>OPERATING REVENUE:</b>	\$ -	\$ -	\$ -
-	-	-	Other Operating Revenue	-	-	-
			<b>Total Operating Revenue</b>			
			<b>OPERATING EXPENSES</b>			
-	-	-	Physician and Other Medical Fees	-	-	-
995	998	972	Professional Fees	8,953	9,118	8,745
-	-	-	Materials and Supplies	-	-	-
-	-	-	Purchased Services	-	-	-
-	-	-	Depreciation	-	-	-
-	-	-	Interest	-	-	-
-	-	-	Utilities	-	-	-
-	-	-	Insurance	-	-	-
-	-	-	Other Expenses	-	-	-
-	-	-	IC Direct Allocation	-	-	-
995	998	972	<b>Total Operating Expenses</b>	8,953	9,118	8,745
(995)	(998)	(972)	<b>INCOME FROM OPERATIONS</b>	(8,953)	(9,118)	(8,745)
1,254,128	285,802	(2,643,971)	Earnings on Cash and Investments	7,117,854	2,610,327	(1,932,022)
-	-	-	Contributions and Other	-	-	-
1,254,128	285,802	(2,643,971)	<b>Total Non-Operating Revenue (Expenses)</b>	7,117,854	2,610,327	(1,932,022)
\$ 1,253,133	\$ 284,804	\$ (2,644,943)	<b>INCREASE IN NET ASSETS</b>	\$ 7,108,901	\$ 2,601,209	\$ (1,940,767)

**NASH HEALTH CARE SYSTEMS  
STATISTICAL OPERATING SUMMARY  
FOR THE MONTH OF SEPTEMBER 2012**

<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>
<b>Admissions</b>										
904	881	2.6%	1.2%	893	Adult & Pediatric	8,145	8,034	1.4%	-0.6%	8,191
102	104	-1.9%	-13.6%	118	Newborn	880	947	-7.1%	-6.0%	936
115	106	8.5%	21.1%	95	CPH	1,073	1,198	-10.4%	20.3%	892
41	46	-10.9%	-14.6%	48	BTARC	420	419	0.2%	-1.4%	426
279	234	19.2%	8.1%	258	<b>Observation Visits</b>	2,677	2,134	25.4%	28.1%	2,089
<b>Adjusted Admissions</b>										
1,943.8	1,994.7	-2.5%	1.3%	1,918.1	NGH & NDH Combined	18,161.0	17,466.7	4.0%	4.3%	17,408.6
116.5	107.8	8.1%	20.3%	96.8	CPH	1,088.0	1,214.6	-10.4%	19.7%	908.6
41.0	46.0	-10.9%	-14.6%	48.0	BTARC	420.0	419.0	0.2%	-1.4%	426.0
<b>Patient Days</b>										
4,048	3,750	7.9%	3.1%	3,926	Adult & Pediatric	37,387	36,523	2.4%	3.7%	36,036
166	155	7.1%	-18.6%	204	Newborn	1,492	1,514	-1.5%	-1.6%	1,517
836	739	13.1%	12.2%	745	CPH	7,795	8,804	-11.5%	17.3%	6,645
586	589	-0.5%	-5.0%	617	BTARC	5,536	5,234	5.8%	3.2%	5,366
362	407	-11.1%	-10.2%	403	<b>Observation Equivalent Days</b>	4,025	3,721	8.2%	9.0%	3,693
<b>Average Daily Census</b>										
134.9	125.0	7.9%	3.1%	130.9	Adult & Pediatric	136.4	133.3	2.3%	3.3%	132.0
5.5	5.2	5.8%	-19.1%	6.8	Newborn	5.4	5.5	-1.8%	-3.6%	5.6
27.9	24.6	13.4%	12.5%	24.8	CPH	28.4	32.1	-11.5%	16.9%	24.3
19.5	19.6	-0.5%	-5.3%	20.6	BTARC	20.2	19.1	5.8%	2.5%	19.7
<b>Inpatient &amp; Observations Combined</b>										
1,183	1,115	6.1%	2.8%	1,151	Admissions A & P & Obs.	10,822	10,168	6.4%	5.3%	10,280
4,410	4,157	6.1%	1.9%	4,329	Patient Days A & P & Obs.	41,412	40,244	2.9%	4.2%	39,729
147	138.6	6.1%	1.9%	144.3	Avg Daily Census A & P & Obs.	151.1	146.9	2.9%	3.8%	145.5
<b>Occupancy Rate</b>										
48%	45%	6.7%	2.1%	47%	Adult & Pediatric	49%	48%	2.1%	4.3%	47%
14%	13%	7.7%	-17.6%	17%	Newborn	14%	14%	0.0%	0.0%	14%
56%	49%	14.3%	12.0%	50%	CPH	57%	64%	-10.9%	16.3%	49%
85%	85%	0.0%	-5.6%	90%	BTARC	88%	83%	6.0%	2.3%	86%
<b>Length of Stay</b>										
4.48	4.26	5.16%	1.82%	4.40	Adult & Pediatric	4.59	4.55	0.88%	4.32%	4.40
5.41	5.60	-3.39%	-2.52%	5.55	Adult & Pediatric - Medicare	5.62	5.60	0.36%	6.84%	5.26
1.63	1.49	9.40%	-5.78%	1.73	Newborn	1.70	1.60	6.25%	4.94%	1.62
7.27	6.97	4.30%	-7.27%	7.84	CPH	7.26	7.35	-1.22%	-2.55%	7.45
14.29	12.80	11.64%	11.21%	12.85	BTARC	13.18	12.49	5.52%	4.60%	12.60
5,269	5,550	-5.1%	-23.1%	6,852	<b>Emergency Room Visits</b>	47,228	48,617	-2.9%	4.4%	45,231
678	600	13.0%	-18.9%	836	<b>Acute Admissions from ER</b>	6,023	5,476	10.0%	8.1%	5,574

**NASH HEALTH CARE SYSTEMS  
STATISTICAL OPERATING SUMMARY  
FOR THE MONTH OF SEPTEMBER 2012**

<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>
<b>Outpatient Visits</b>										
7,707	9,054	-14.9%	-5.3%	8,140	NGH/NDH	76,763	78,314	-2.0%	0.0%	76,730
203	258	-21.3%	-32.1%	299	Ortho Assoc of Nash	2,031	2,358	-13.9%	-13.9%	2,360
307	246	24.8%	0.0%	0	Middlesex	2,953	2,246	31.5%	0.0%	0
64	94	-31.9%	-22.9%	83	Nash Neurosurgery	689	861	-20.0%	-15.0%	811
<b>Surgical Cases</b>										
297	354	-16.1%	-17.5%	360	Hospital	3,204	3,249	-1.4%	-0.3%	3,215
<u>330</u>	<u>374</u>	-11.8%	-20.3%	<u>414</u>	NDH Surgery	<u>3,626</u>	<u>3,742</u>	-3.1%	-3.1%	<u>3,741</u>
627	728	-13.9%	-19.0%	774	Total Surgery Cases	6,830	6,991	-2.3%	-1.8%	6,956
<b>Per Adult &amp; Pediatric Admission</b>										
\$23,022	\$22,131	4.0%	13.2%	\$20,333	Avg. NGH IP Rev.	\$23,180	\$23,604	-1.8%	8.8%	\$21,298
\$9,257	\$9,427	-1.8%	9.6%	\$8,443	Avg. CPH IP Rev.	\$9,021	\$9,323	-3.2%	6.6%	\$8,464
\$31,443	\$29,034	8.3%	20.4%	\$26,116	Avg. BTARC Rev.	\$29,922	\$28,392	5.4%	16.9%	\$25,602
<b>Expense Per Adjusted Admission</b>										
\$7,864	\$7,671	2.5%	2.6%	\$7,665	NGH & NDH Combined	\$7,761	\$8,031	-3.4%	-2.3%	\$7,940
\$5,831	\$6,773	-13.9%	-15.9%	\$6,930	CPH	\$5,931	\$5,571	6.5%	-13.7%	\$6,875
\$14,509	\$13,125	10.5%	17.8%	\$12,314	BTARC	\$12,866	\$12,987	-0.9%	5.2%	\$12,228
<b>Full Time Equivalent Employees</b>										
1,396	1,331	4.9%	0.4%	1,391	NGH	1,361	1,325	2.7%	-0.9%	1,373
114	112	1.8%	-0.9%	115	NDH	111	113	-1.8%	-3.5%	115
80	81	-1.2%	1.3%	79	CPH	78	80	-2.5%	1.3%	77
60	60	0.0%	-3.2%	62	BTARC	61	59	3.4%	3.4%	59
18	8	125.0%	200.0%	6	MSO	14	8	75.0%	133.3%	6
0	0	0.0%	0.0%	0	NHCF	0	0	0.0%	0.0%	0
<u>0</u>	<u>0</u>	0.0%	0.0%	<u>0</u>	NILLC	<u>0</u>	<u>0</u>	0.0%	0.0%	<u>0</u>
1,668	1,592	4.8%	0.9%	1,653	Total Full Time Equivalent Employees	1,625	1,585	2.5%	-0.3%	1,630
<b>FTE per Adj Occ Bed</b>										
5.00	4.90	2.1%	-1.8%	5.09	NGH & NDH Combined	4.65	4.76	-2.4%	-8.6%	5.09
2.83	3.23	-12.3%	-9.2%	3.12	CPH	2.70	2.46	10.1%	-12.9%	3.11
3.07	3.06	0.5%	1.9%	3.01	BTARC	3.02	3.09	-2.3%	0.6%	3.00
<b>Days in Accounts Receivable</b>										
51.3			-19.9%	64.0	NHI	51.3			-19.9%	64.0
<b>NHI Payor Mix as % of Net Revenue</b>										
37.0%			-11.1%	41.7%	Medicare	37.8%			-5.4%	39.9%
22.0%			19.6%	18.4%	Medicaid	14.1%			7.8%	13.1%
24.0%			-27.7%	33.2%	Managed Care / Commercial	28.9%			-6.0%	30.7%
9.0%			-16.8%	10.8%	Self Pay	11.2%			19.0%	9.4%
8.0%			-296.3%	-4.1%	Other	8.0%			17.0%	6.9%
<b>NHI Payor Mix as % of Gross Revenue</b>										
48.4%			0.2%	48.3%	Medicare	48.5%			1.8%	47.6%
19.2%			11.9%	17.1%	Medicaid	18.4%			1.7%	18.1%
20.4%			-16.3%	24.4%	Managed Care	22.2%			-8.6%	24.3%

**NASH HEALTH CARE SYSTEMS  
STATISTICAL OPERATING SUMMARY  
FOR THE MONTH OF SEPTEMBER 2012**

<b>Current</b>	<b>Current</b>	<b>% Variance</b>	<b>% Variance</b>	<b>Prior Year</b>		<b>YTD</b>	<b>YTD</b>	<b>% Variance</b>	<b>% Variance</b>	<b>Prior Year</b>
<b><u>Actual</u></b>	<b><u>Budget</u></b>	<b><u>Budget</u></b>	<b><u>Prior Year</u></b>	<b><u>Actual</u></b>		<b><u>Actual</u></b>	<b><u>Budget</u></b>	<b><u>Budget</u></b>	<b><u>Prior Year</u></b>	<b><u>Actual</u></b>
0.3%			-64.5%	0.9%	Commercial	0.5%			-26.9%	0.7%
6.8%			18.3%	5.8%	Self Pay	5.9%			0.6%	5.8%
4.9%			37.5%	3.6%	Other	4.5%			30.8%	3.4%

**PROJECTED CAPITAL EXPENDITURES-FISCAL YEAR 2012  
ACTUAL TO BUDGET COMPARISON  
AS OF SEPT. 30, 2012**

PROJECT DESCRIPTION	SITE	2012 PROJECTED CASH OUTLAYS	PROJECT STATUS	2012 YTD EXPENDITURES	PROJ. COSTS AT BEG. OF YR	CUMULATIVE PROJ. COSTS TO DATE	BUDGETED PROJECT COST	CUMULATIVE REMAINING BUDGET
H								
Relocate ND Entrance	NDH	630,000	Completed	199,437	0	199,437	630,000	430,563
NICU Nursery and Sprinklers Capitalized Interest	NGH	1,290,000	Completed	1,711,892 19,729	534,627 5,705	2,246,519 25,434	1,800,000 0	(446,519) (25,434)
NGH Sprinkler Systems Capitalized Interest	NGH	328,000	In Process	312,138 9,756	360,803	672,941	530,000	(142,941)
Middlesex Medical Office Bldg Capitalized Interest	MSO	182,000	Completed	34,765 0	0 0	34,765 0	182,000	147,235 0
Rework NDH Parking Lot	NDH	250,000	Not Started	0	0	0 0	250,000	250,000 0
ECC/Heart Center Capitalized Interest	NHI	17,500,000	In Process	8,993,896 994,334	2,903,670 99,366	3,898,004 1,093,700	43,000,000	39,101,996 (1,093,700)
Contingency Projects 1st Floor;BTAR;Womens Ctr	NHI	200,000	In Process	198,961	12,217	211,178	950,000	738,822
<b>Subtotal Projects</b>		<b>\$20,380,000</b>		<b>\$12,474,908</b>	<b>\$3,916,388</b>	<b>8,381,978</b>	<b>\$47,342,000</b>	<b>\$38,960,022</b>
<b>Total Routine Capital Equipment</b>		<b>6,790,900</b>		<b>3,670,778</b>	<b>174,856</b>			
<b>GRAND TOTAL</b>		<b>\$27,170,900</b>		<b>\$16,145,686</b>	<b>\$4,091,244</b>			

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

**Consolidated Investment Recap  
For Month Ending September 30, 2012**

Investment	Money Manager	Type of Investment	Market Value as of 08/31/12	Additions/ Withdrawals	Realized Earnings	Unrealized Earnings	Total Earnings	Market Value as of 09/30/12
Short-Term Investments			33,342,591	2,100,000	10,125	-	10,125	35,452,717
Investments LT			75,029,858	-	161,349	943,196	1,104,544	76,134,402
Assets Limited as to Use LT			139,231,359	-	186,409	1,080,519	1,266,929	140,498,288
Restricted Deposits			6,565,682	(26)	13,601	44,406	58,008	6,623,664
<b>Total Investments</b>			<b>254,169,491</b>	<b>2,099,974</b>	<b>371,485</b>	<b>2,068,121</b>	<b>2,439,606</b>	<b>258,709,070</b>
	Managers' Fees						(16,206)	
	Other Bank Interest, Note Interest, Bond Contra and Bank Fees						1,153	
	<b>Earnings on Cash and Investments</b>						<b>2,424,553</b>	
 <b>Summary by Money Manager</b>								
	PIMCO	Fixed Income	49,029,067	-	71,075	266,904	337,979	49,367,047
	Lighthouse Diversified	Hedge Fund	13,054,620	-	-	59,065	59,065	13,113,685
	Met West	Fixed Income	48,574,045	-	133,433	405,392	538,825	49,112,870
	Diamond Hill	Equity	7,344,068	-	67,450	148,932	216,383	7,560,450
	Barrow, Hanley, Mewhinney & Str	Equity	7,444,705	-	-	180,710	180,710	7,625,415
	Vanguard	Equity	15,323,261	-	84,254	312,840	397,094	15,720,356
	International (Causeway)	Equity	12,776,310	-	0	538,482	538,482	13,314,793
	Advisory Research	Equity	6,621,314	-	995	155,795	156,790	6,778,104
	US Bank	Fixed Income	60,323,744	-	4,104	-	4,104	60,327,848
	Centura	Checking	247,325	(26)	48	-	48	247,347
	Southern Bank	Fixed Income	33,342,591	2,100,000	10,125	-	10,125	35,452,717
	Wachovia	Checking	88,438	-	-	-	-	88,438
<b>Total Investments</b>			<b>254,169,491</b>	<b>2,099,974</b>	<b>371,485</b>	<b>2,068,121</b>	<b>2,439,606</b>	<b>258,709,070</b>



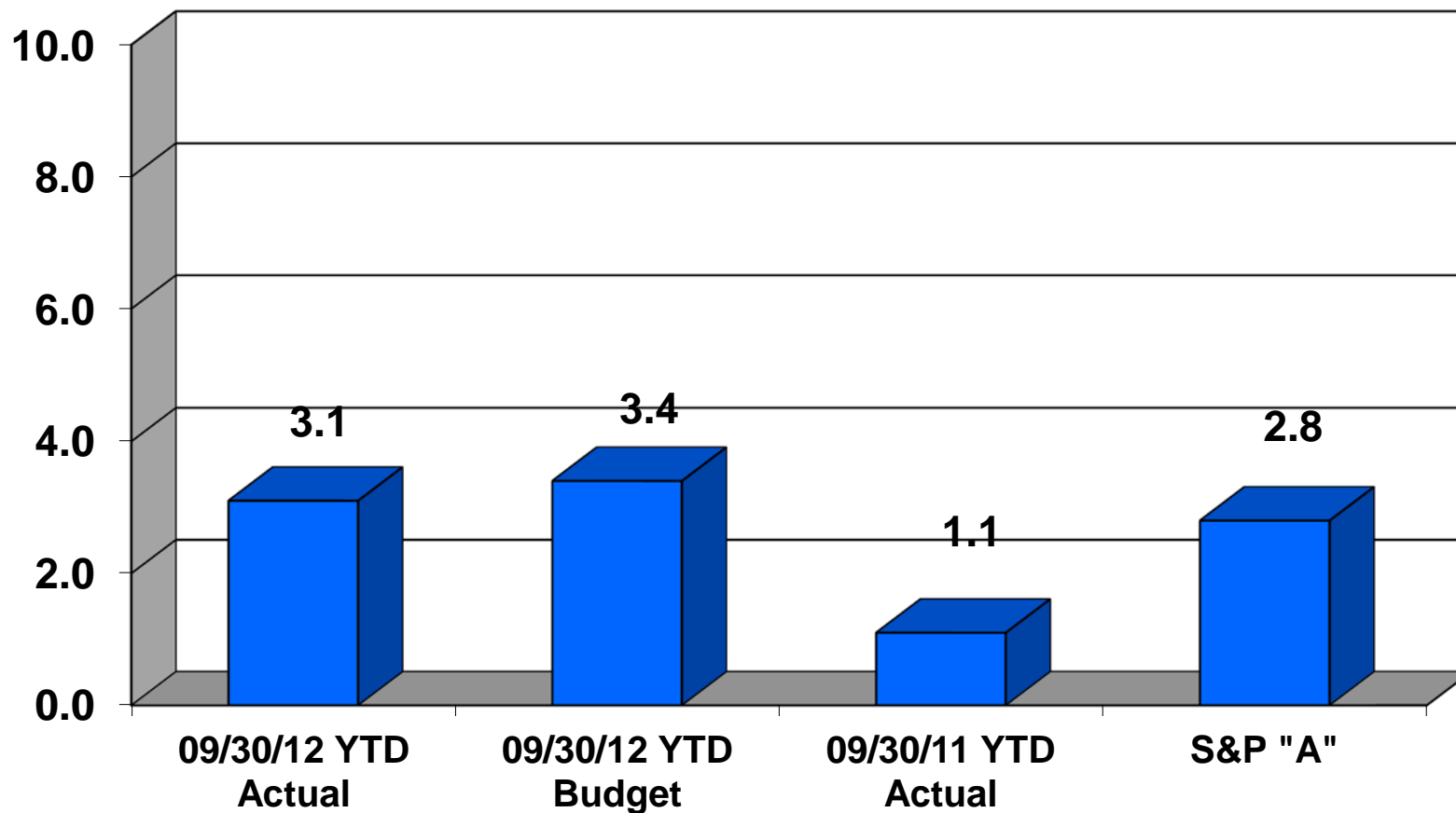
**Consolidated Investment Recap**  
**YTD as of September 30, 2012**

Investment	Money Manager	Type of Investment	Market Value as of 12/31/11	Additions/ Withdrawals	Realized Earnings	Unrealized Earnings	Total Earnings	Market Value as of 09/30/12
Short-Term Investments			30,751,916	4,615,000	85,800	-	85,800	35,452,717
Investments LT			61,377,919	8,803,837	1,245,553	4,707,094	5,952,647	76,134,402
Assets Limited as to Use LT			72,972,705	60,311,517	1,397,459	5,816,606	7,214,066	140,498,288
Restricted Deposits			6,156,887	(297)	151,177	315,897	467,073	6,623,664
<b>Total Investments</b>			<b>171,259,427</b>	<b>73,730,057</b>	<b>2,879,989</b>	<b>10,839,597</b>	<b>13,719,586</b>	<b>258,709,070</b>
	Managers' Fees						(160,180)	
	Other Bank Interest, Note Interest, Bond Contra and Bank Fees						27,766	
	<b>Earnings on Cash and Investments</b>						<b>13,587,173</b>	
<b>Summary by Money Manager</b>								
	PIMCO	Fixed Income	43,689,570	2,421,055	889,208	2,367,214	3,256,422	49,367,047
	Lighthouse Diversified	Hedge Fund	11,592,392	880,383	28	640,882	640,910	13,113,685
	Met West	Fixed Income	43,213,438	2,421,055	1,322,850	2,155,527	3,478,377	49,112,870
	Diamond Hill	Equity	6,353,444	440,192	318,319	448,495	766,814	7,560,450
	Barrow, Hanley, Mewhinney & Str	Equity	6,317,641	440,192	(30,690)	898,272	867,582	7,625,415
	Vanguard	Equity	12,705,489	880,384	221,825	1,912,658	2,134,482	15,720,356
	International (Causeway)	Equity	10,604,202	880,384	3	1,830,204	1,830,206	13,314,793
	Advisory Research	Equity	5,695,697	440,192	45,317	596,898	642,216	6,778,104
	US Bank	Fixed Income	-	60,311,517	26,884	(10,552)	16,331	60,327,848
	Centura	Checking	247,199	(297)	445	-	445	247,347
	Southern Bank	Fixed Income	30,751,916	4,615,000	85,800	-	85,800	35,452,717
	Wachovia	Checking	88,438	-	-	-	-	88,438
<b>Total Investments</b>			<b>171,259,427</b>	<b>73,730,057</b>	<b>2,879,989</b>	<b>10,839,597</b>	<b>13,719,586</b>	<b>258,709,070</b>

# Nash Health Care Systems

## Operating Profit Margin %

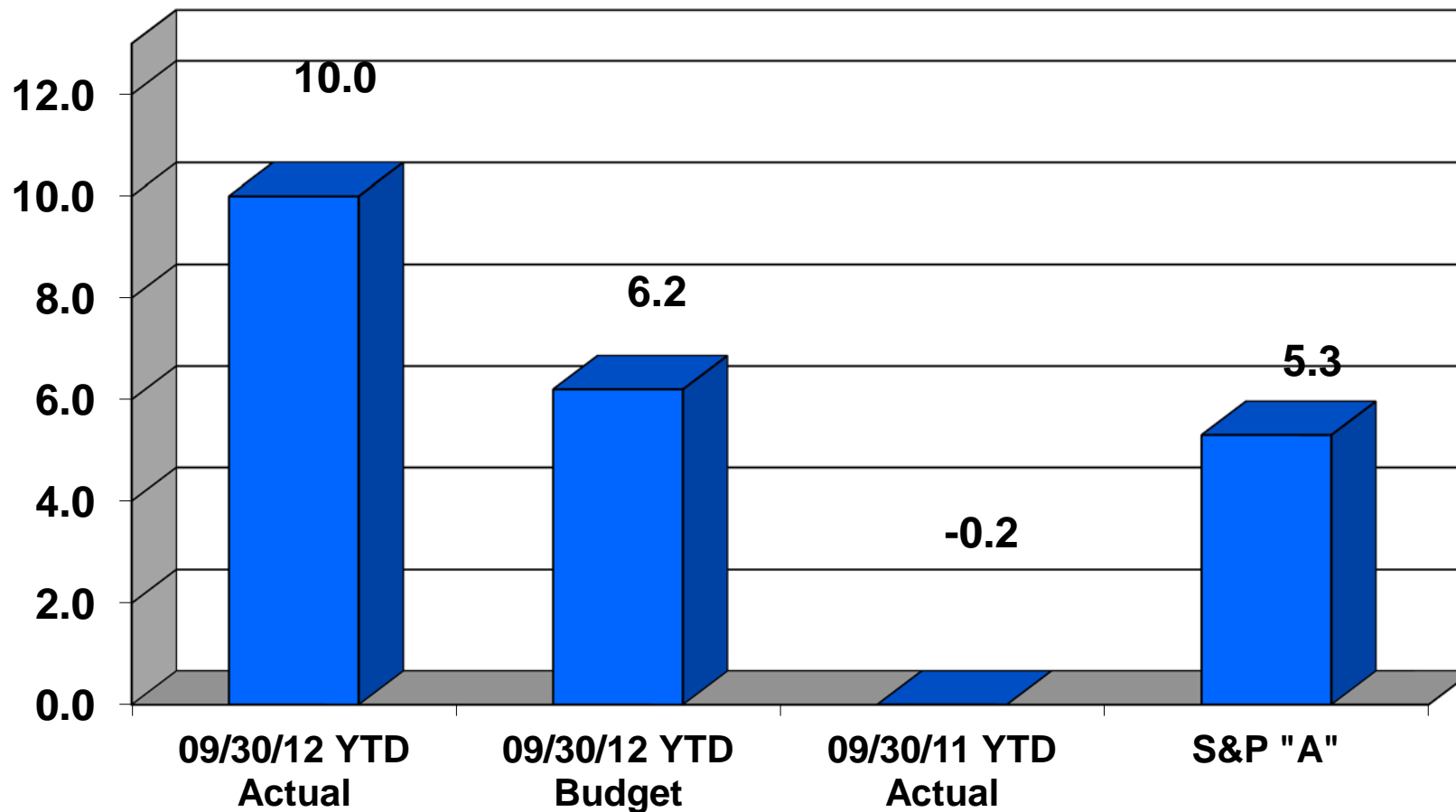
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# Nash Health Care Systems

## Total Profit Margin %

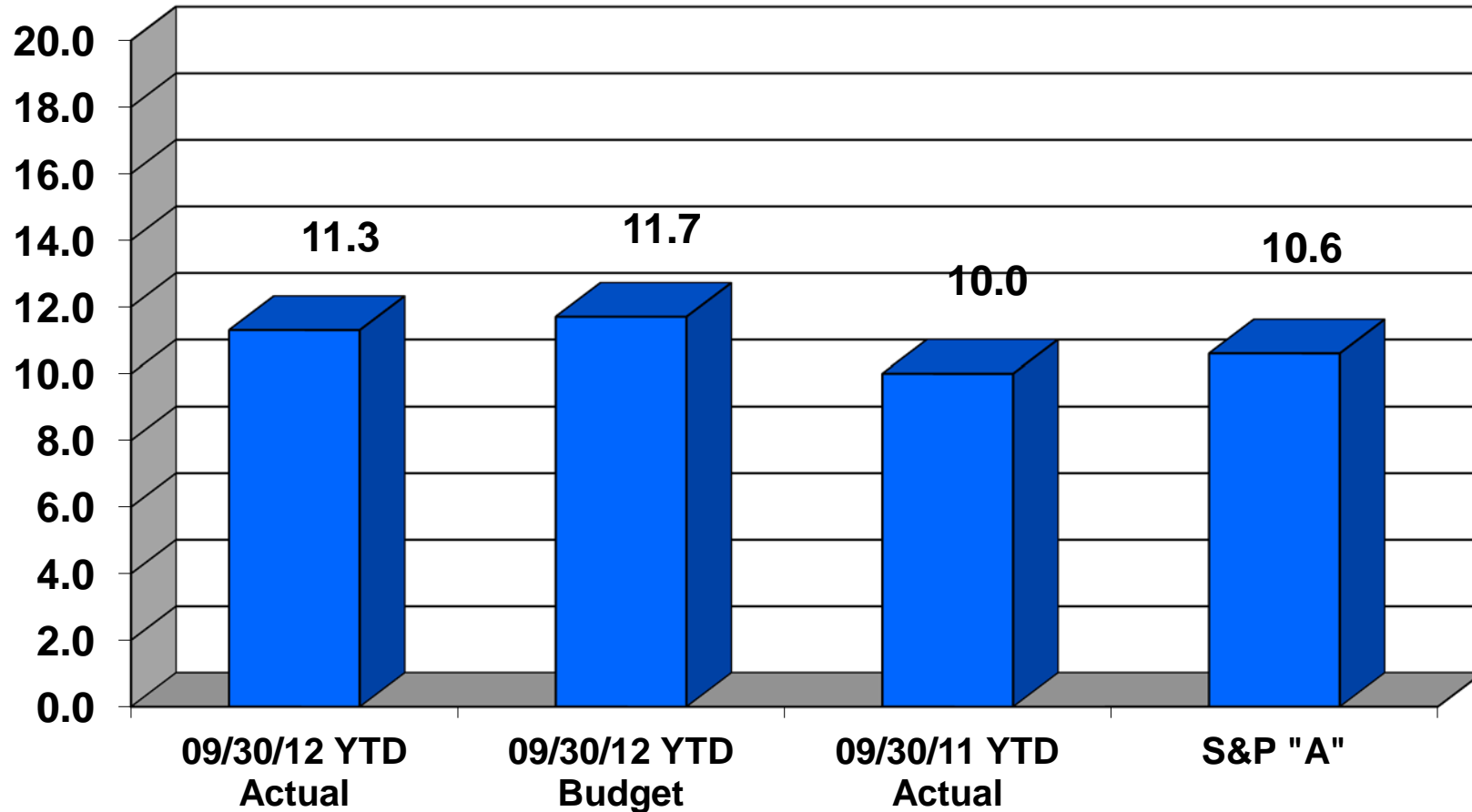
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# Nash Health Care Systems

## Operating Cash Flow Margin %

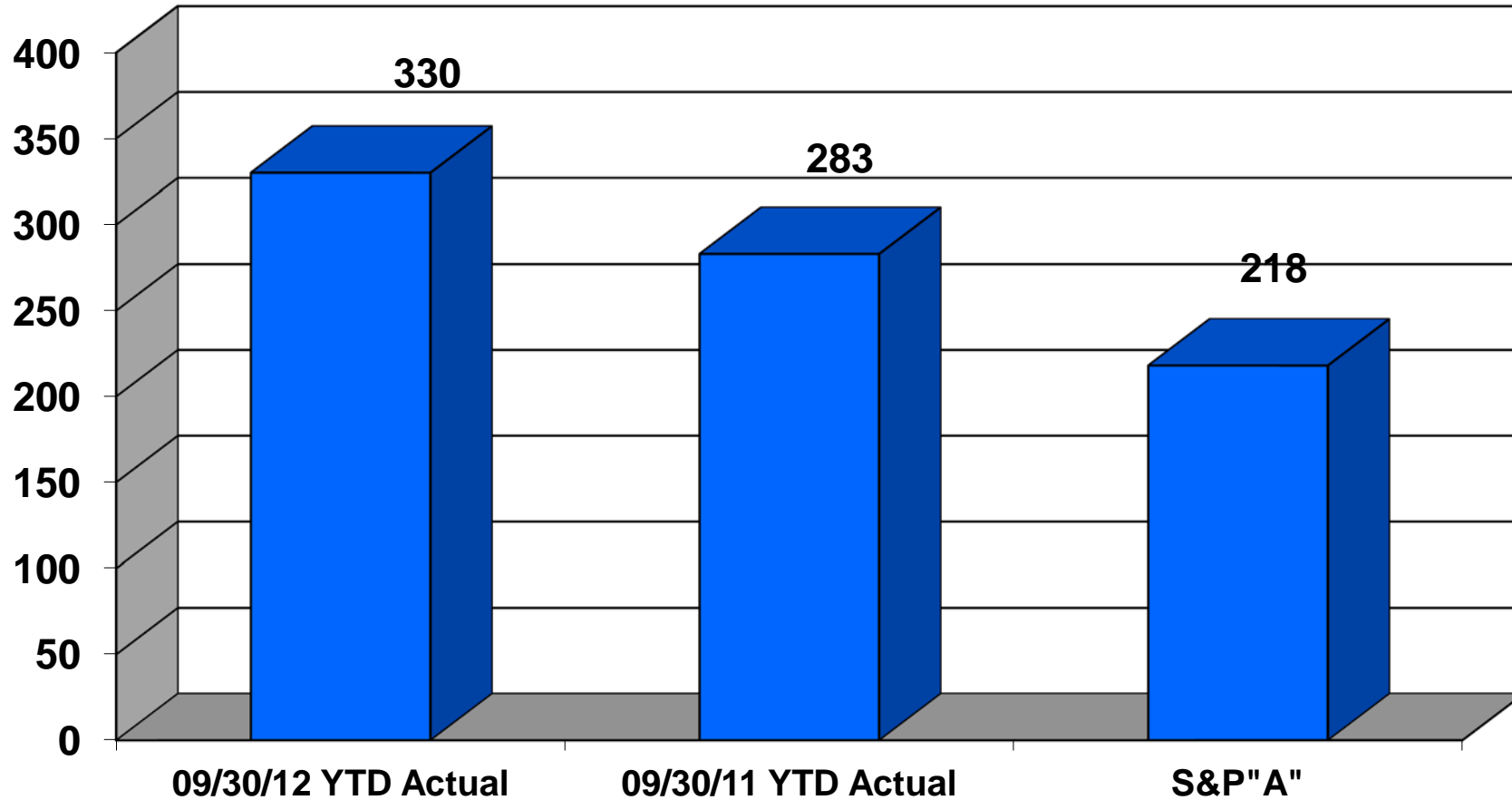
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# Nash Health Care Systems

## Days Cash

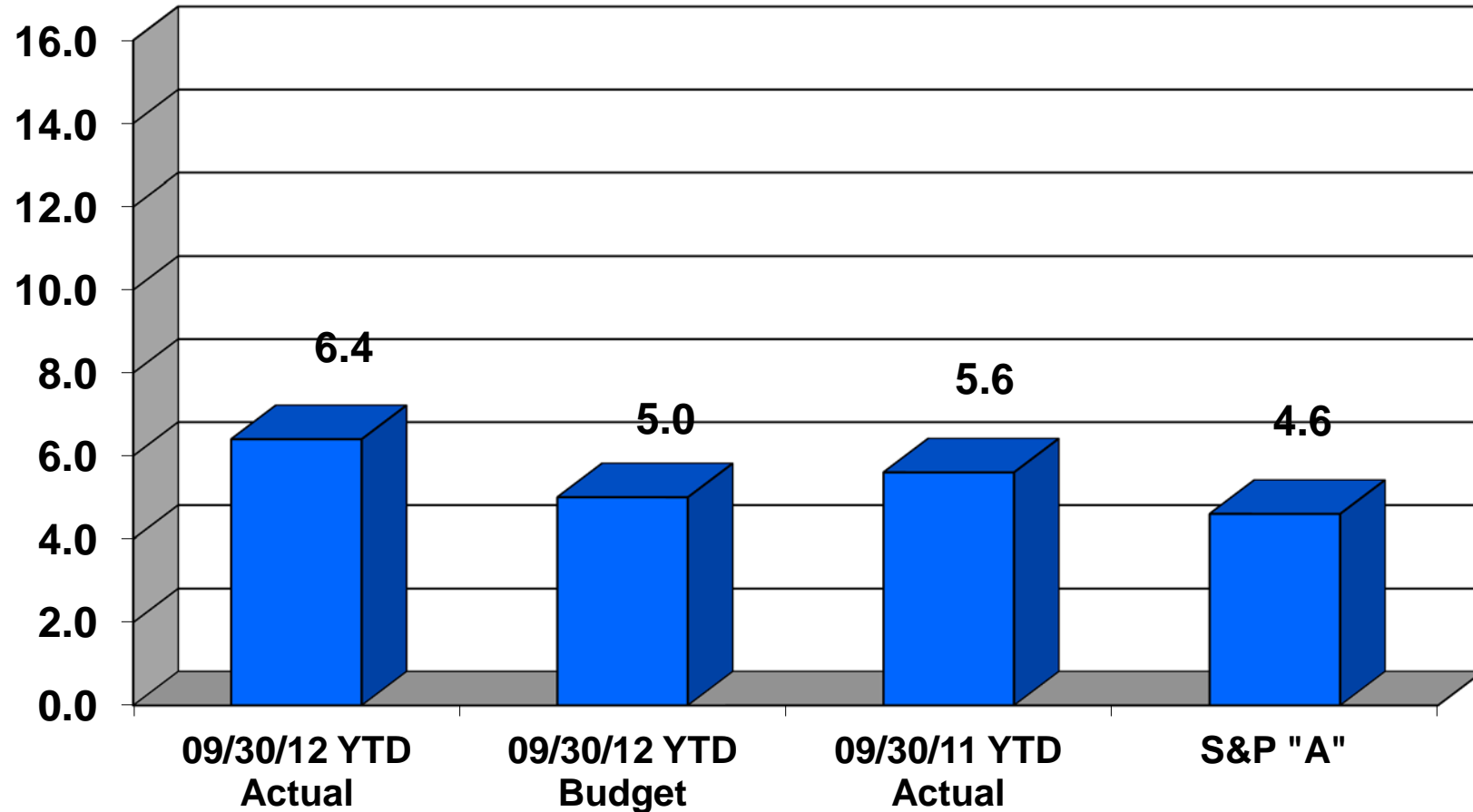
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# Nash Health Care Systems

## Maximum Annual Debt Service Coverage

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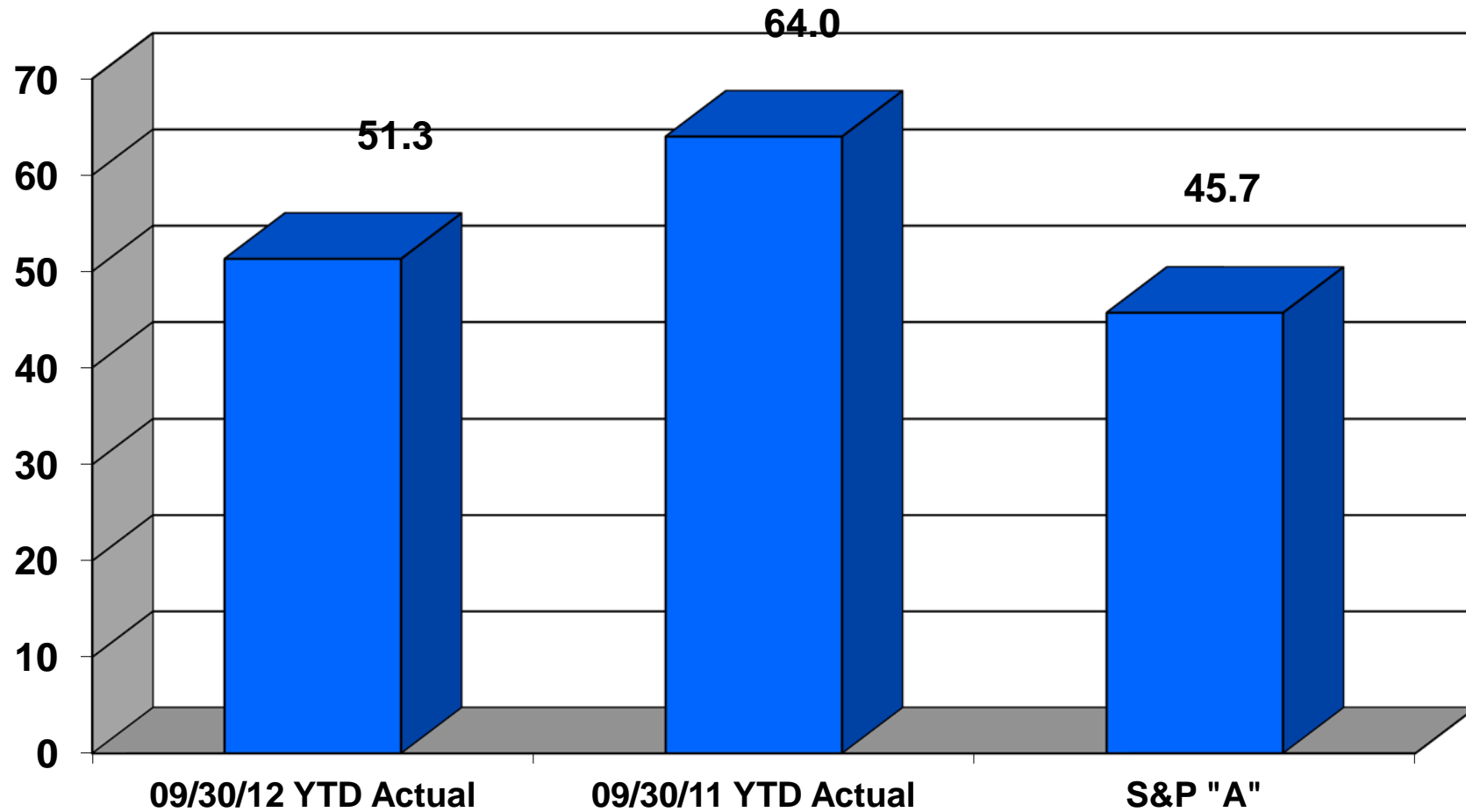


# Nash Health Care Systems



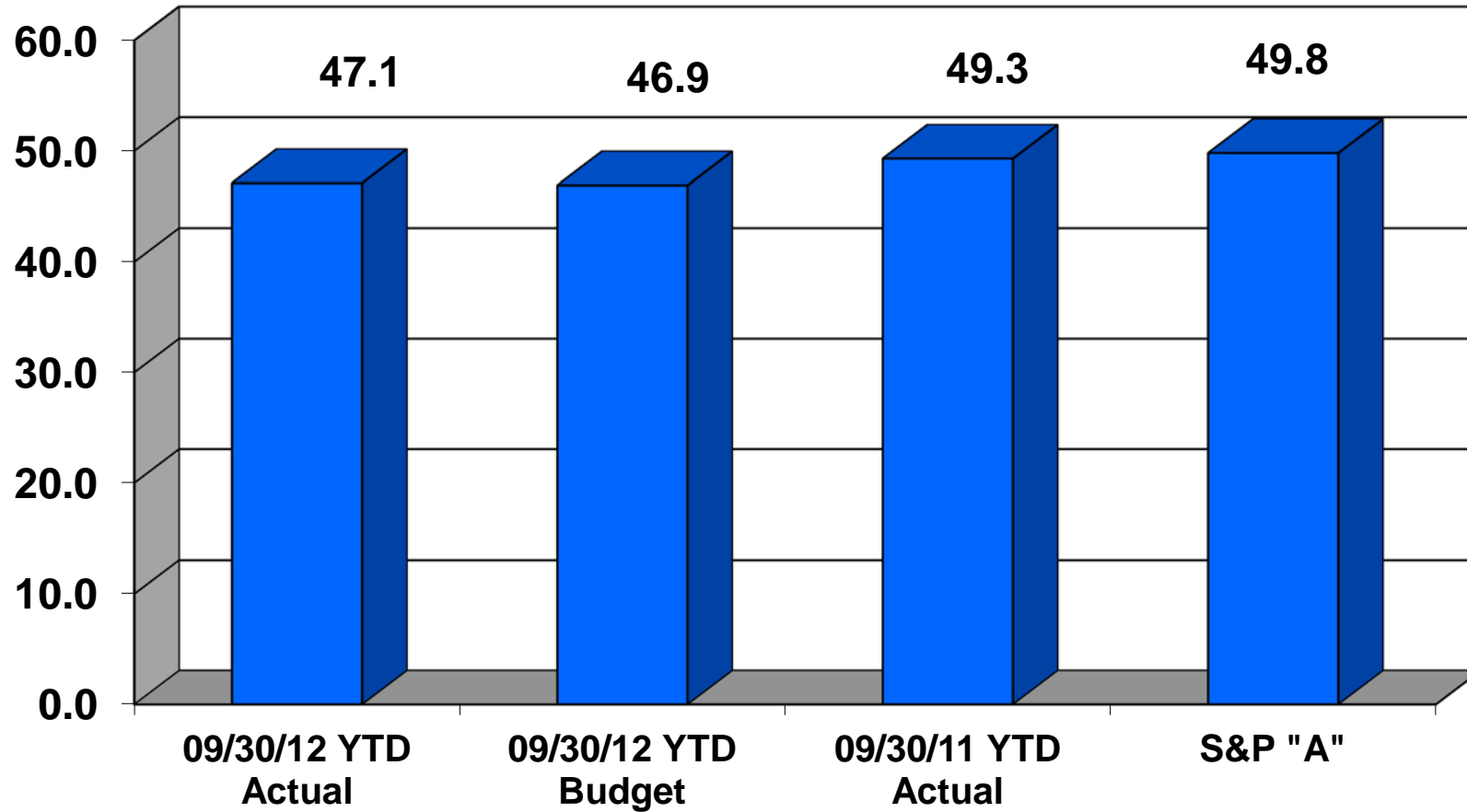
## Days in Accounts Receivable

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# Nash Health Care Systems

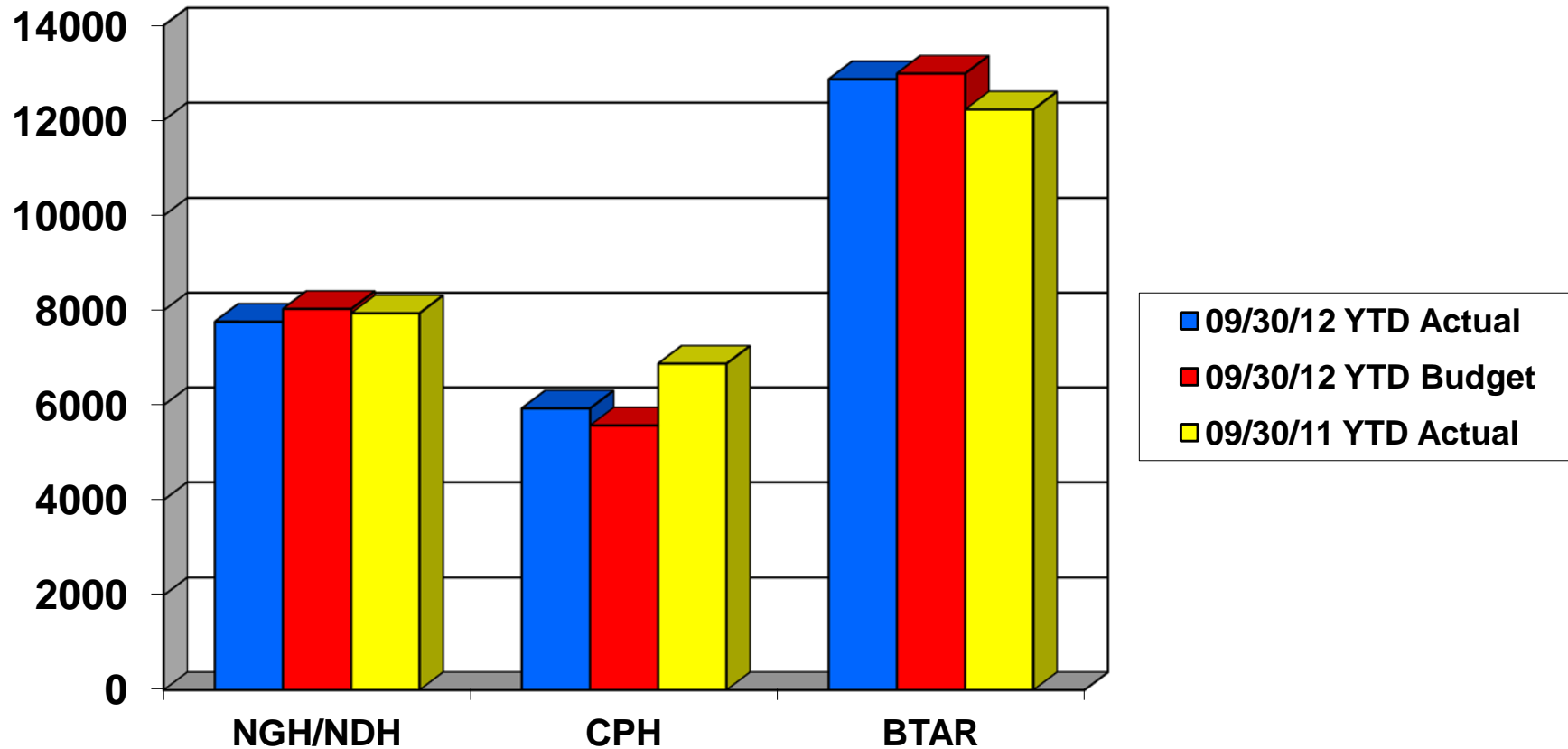
## Salaries & Benefits as a % of Net Patient Revenue



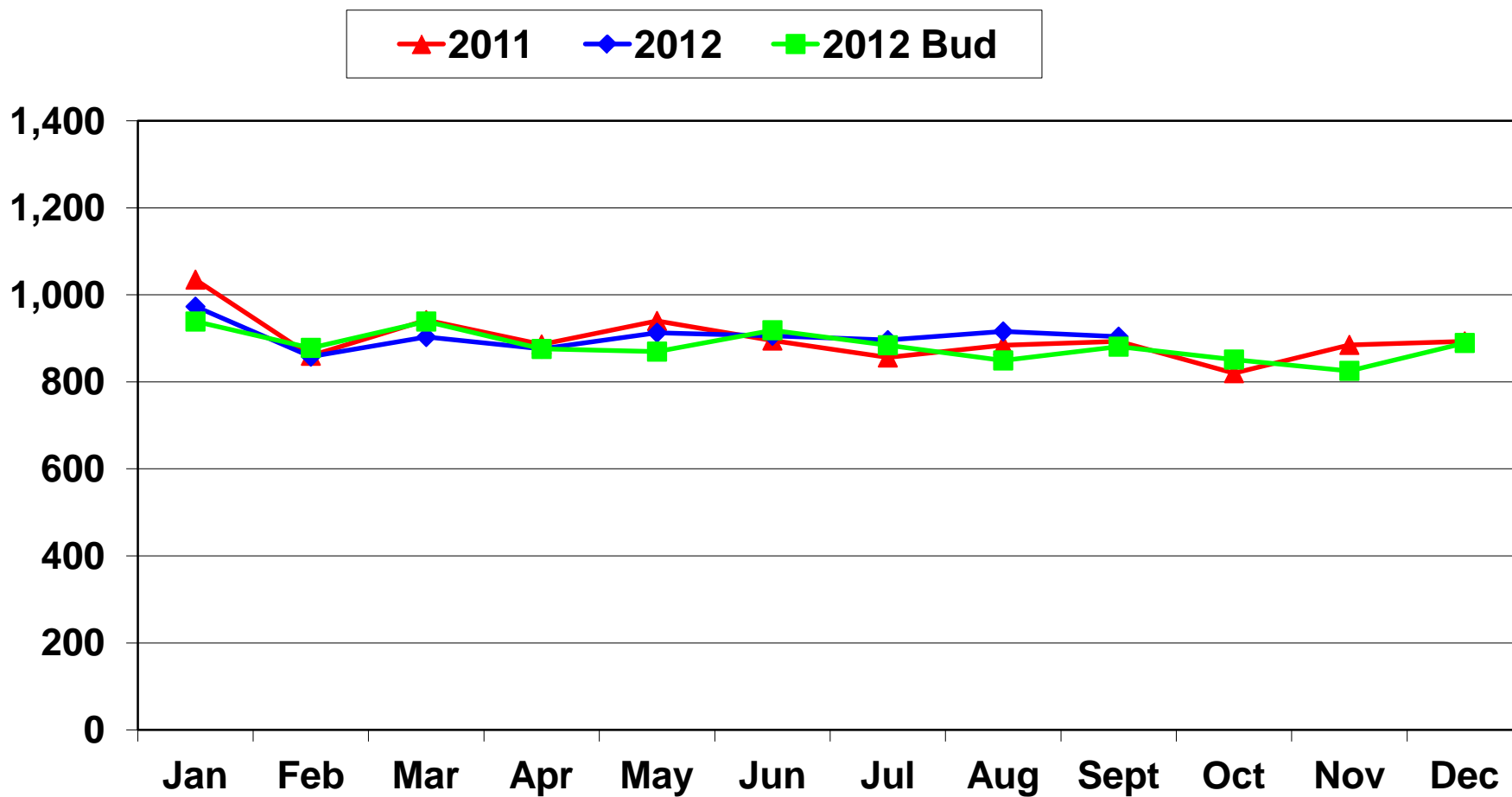


# Nash Health Care Systems

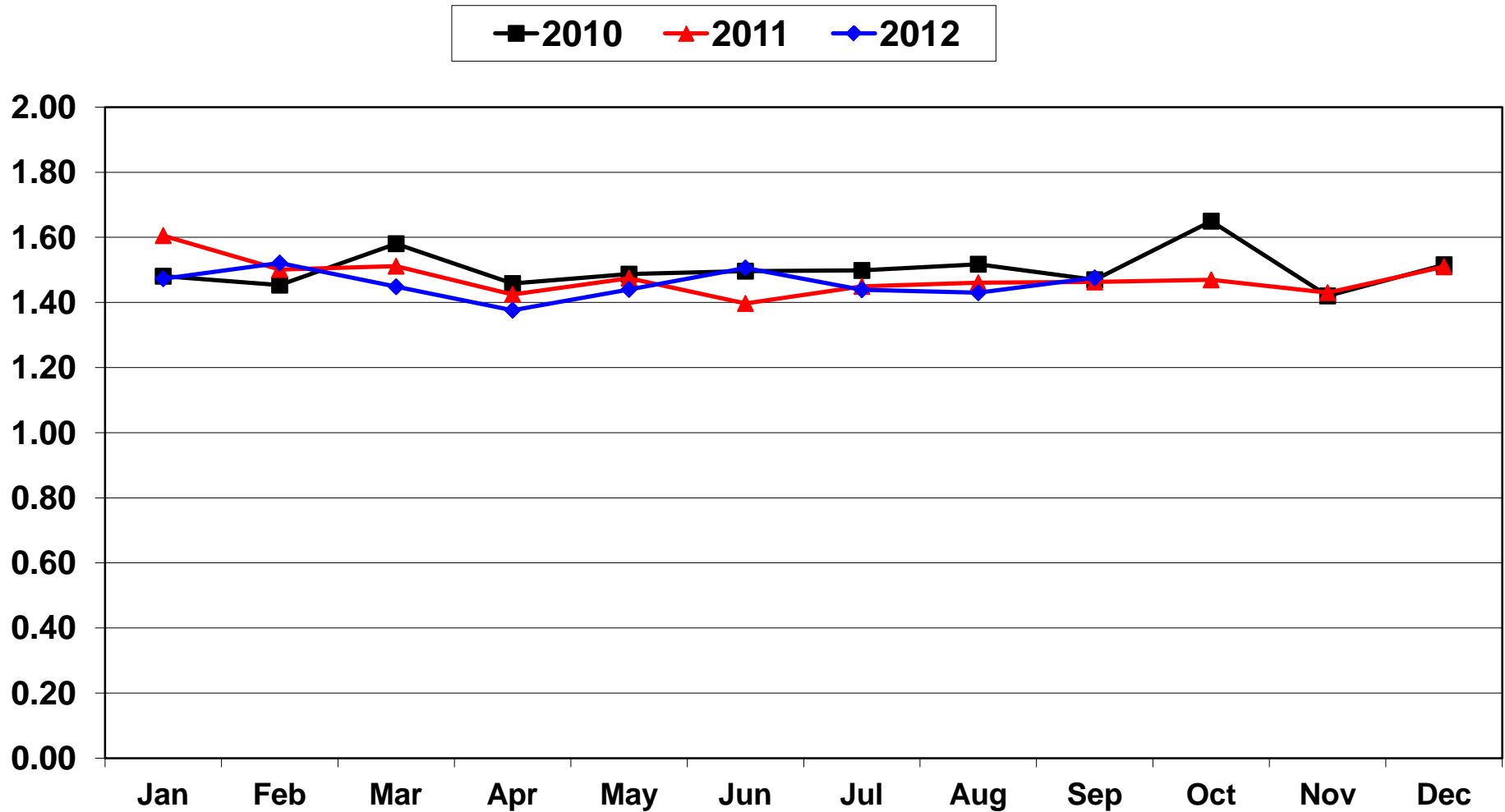
## Operating Expense per Adjusted Admission



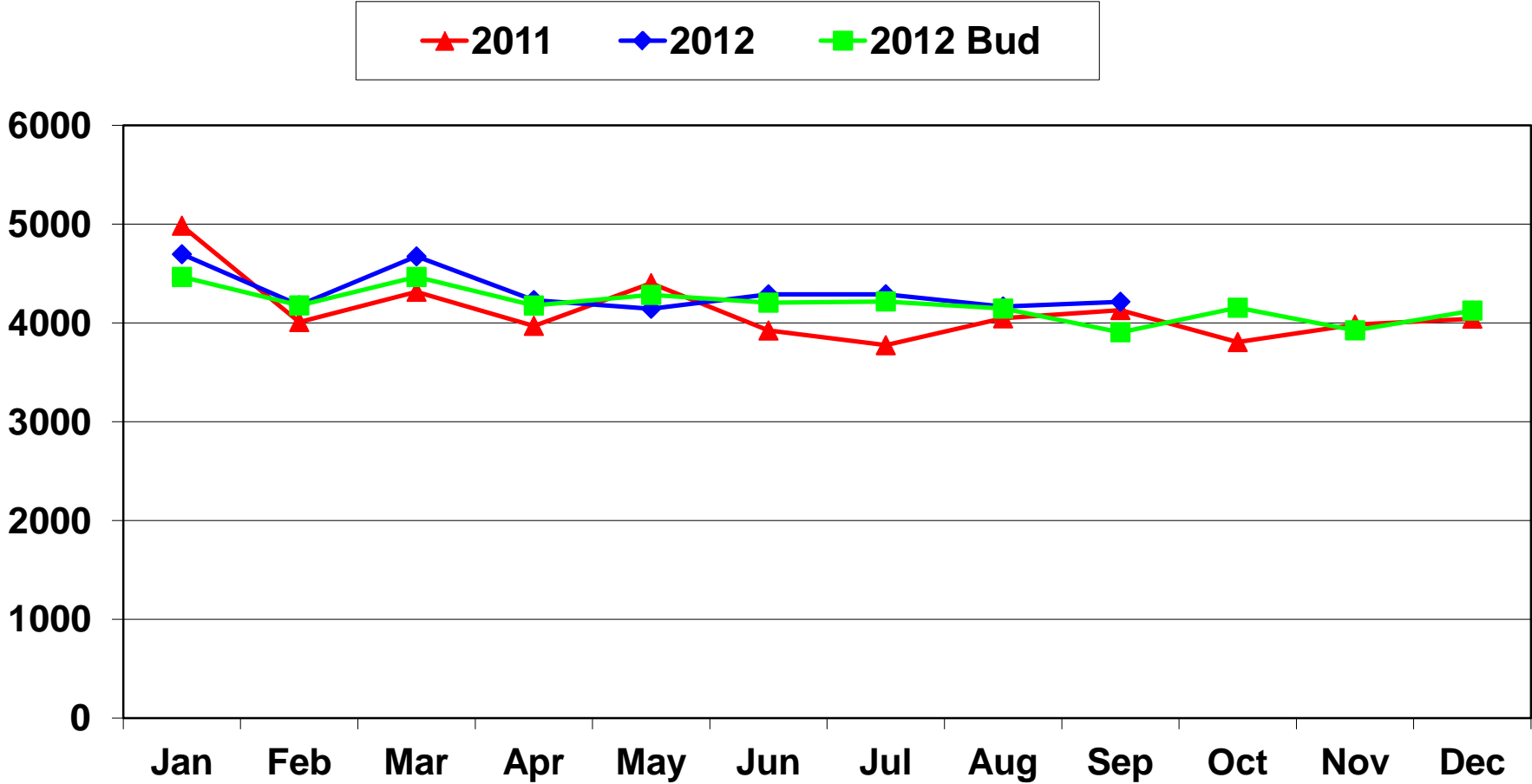
# NGH Admissions - Excluding Newborn



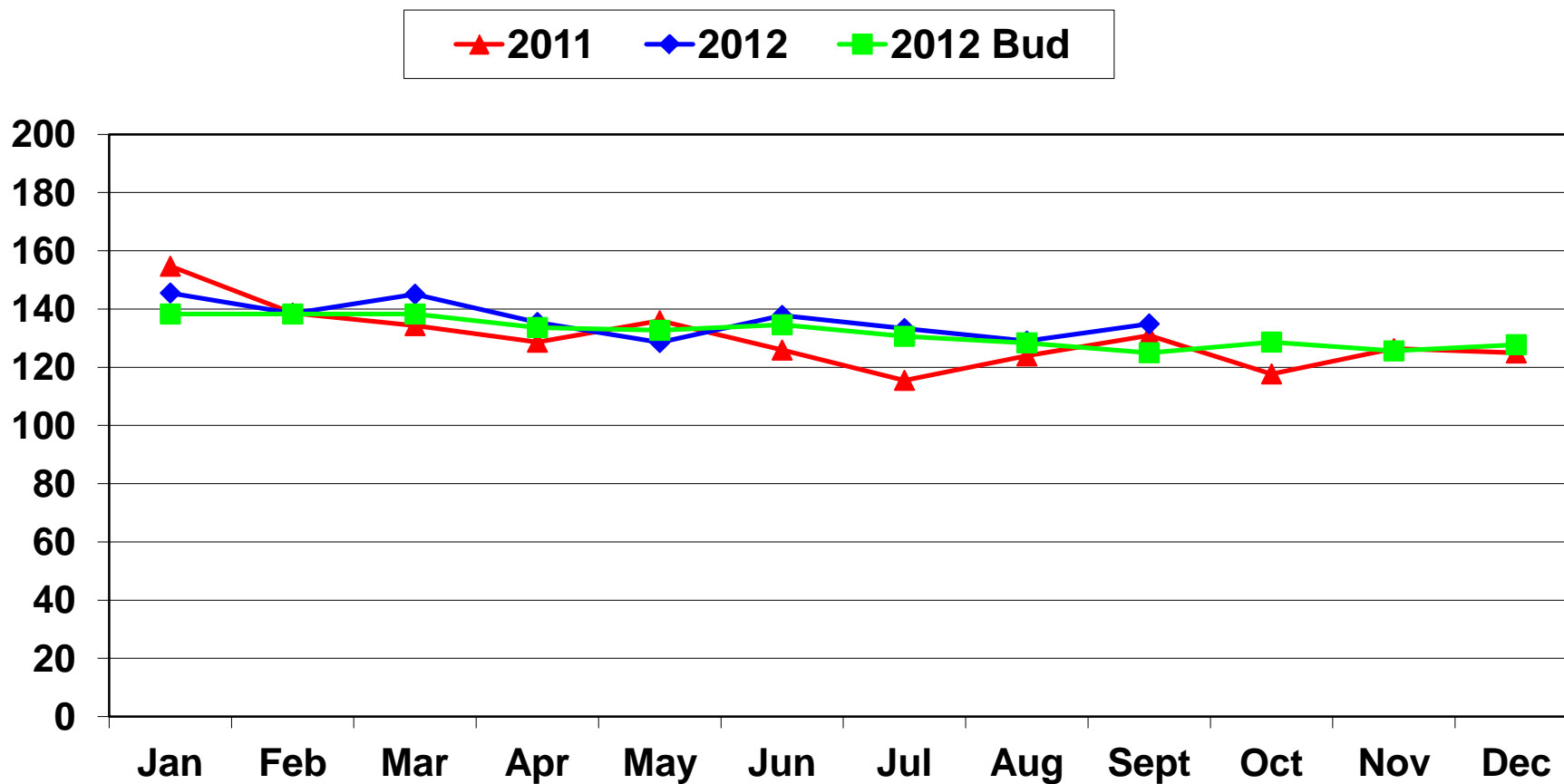
# Medicare Case Mix Index



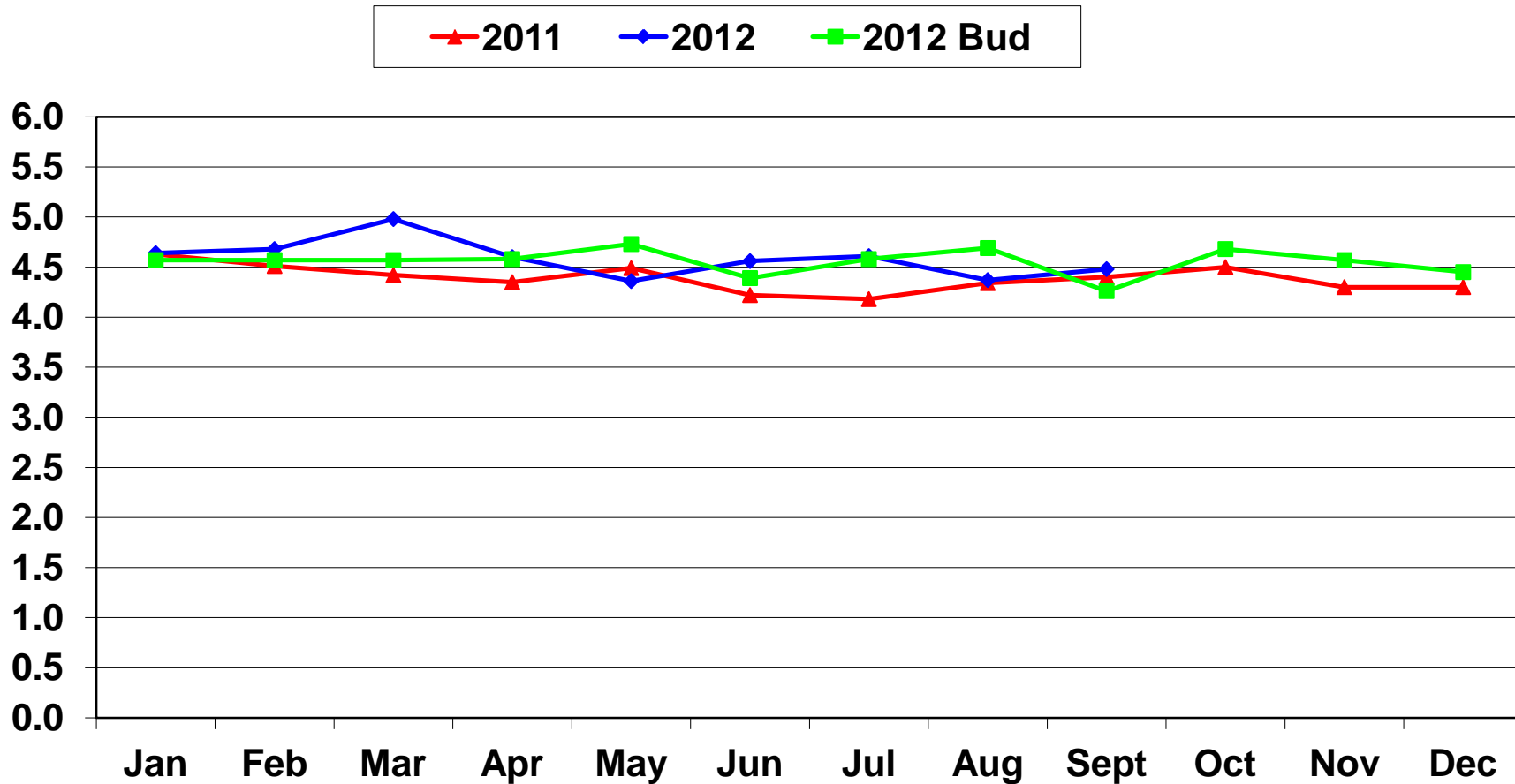
# NGH Total Patient Days



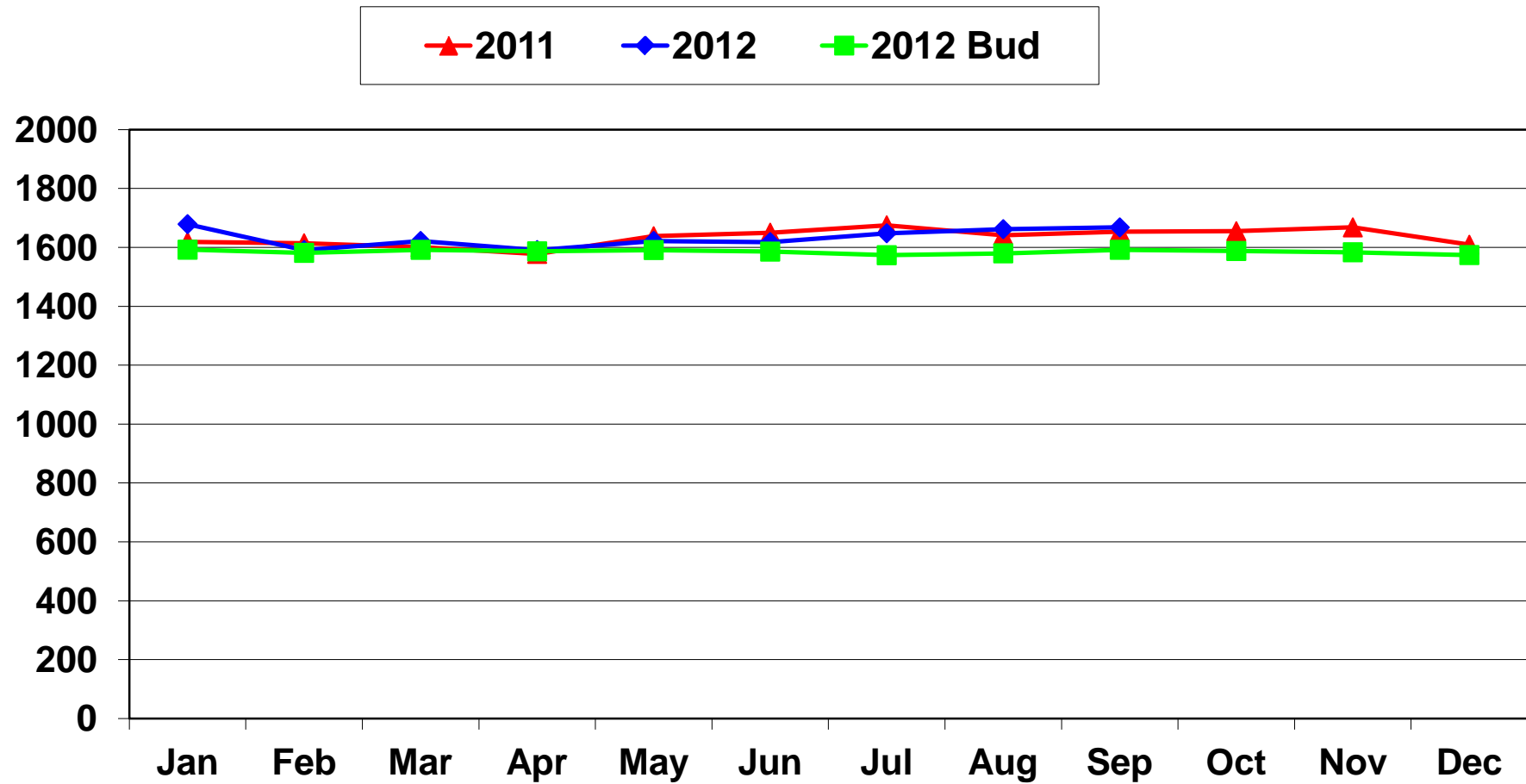
# NGH Average Daily Census Excluding Newborns



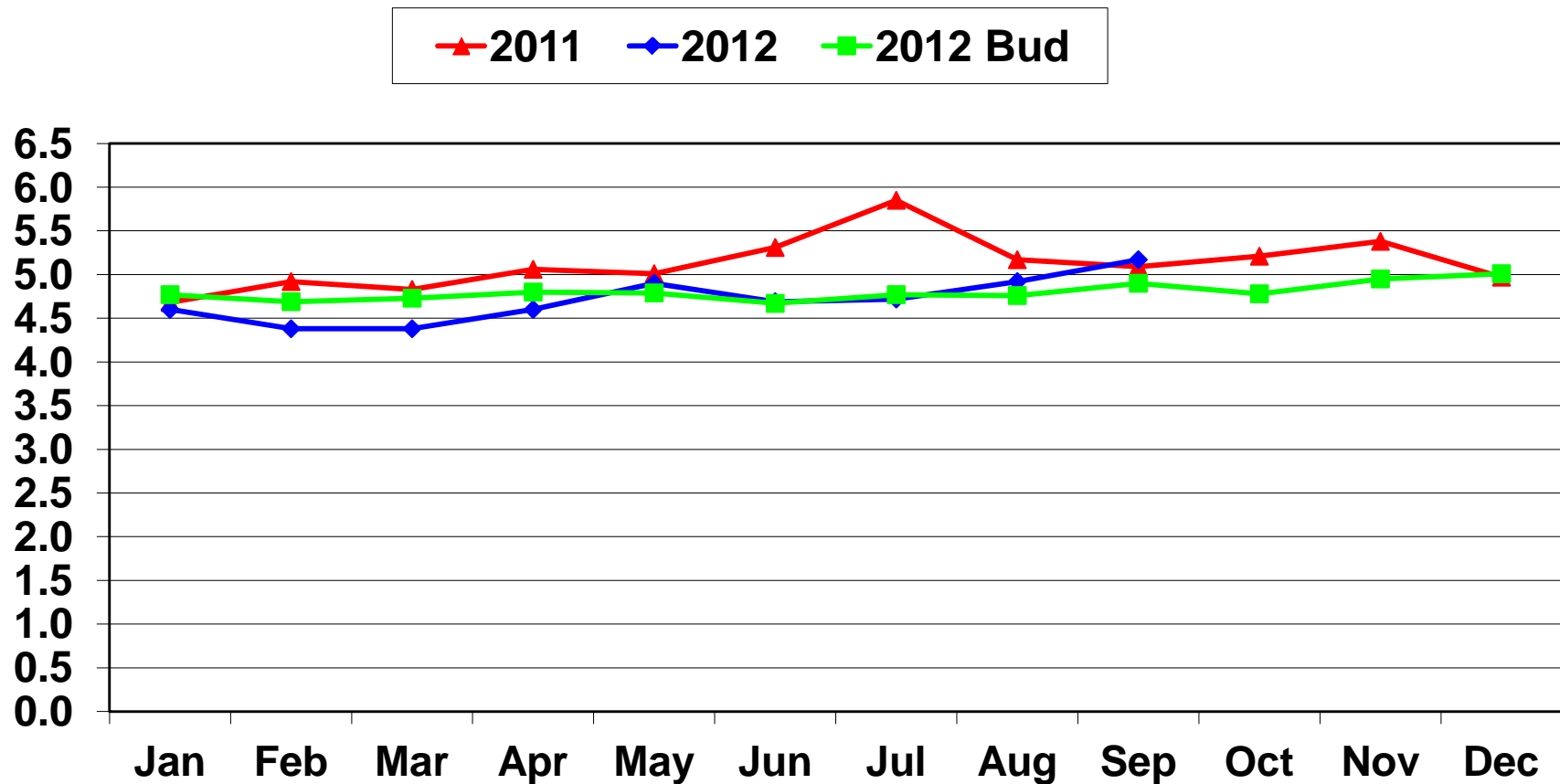
# NGH Average Length of Stay Excluding Newborn



# Total FTE's

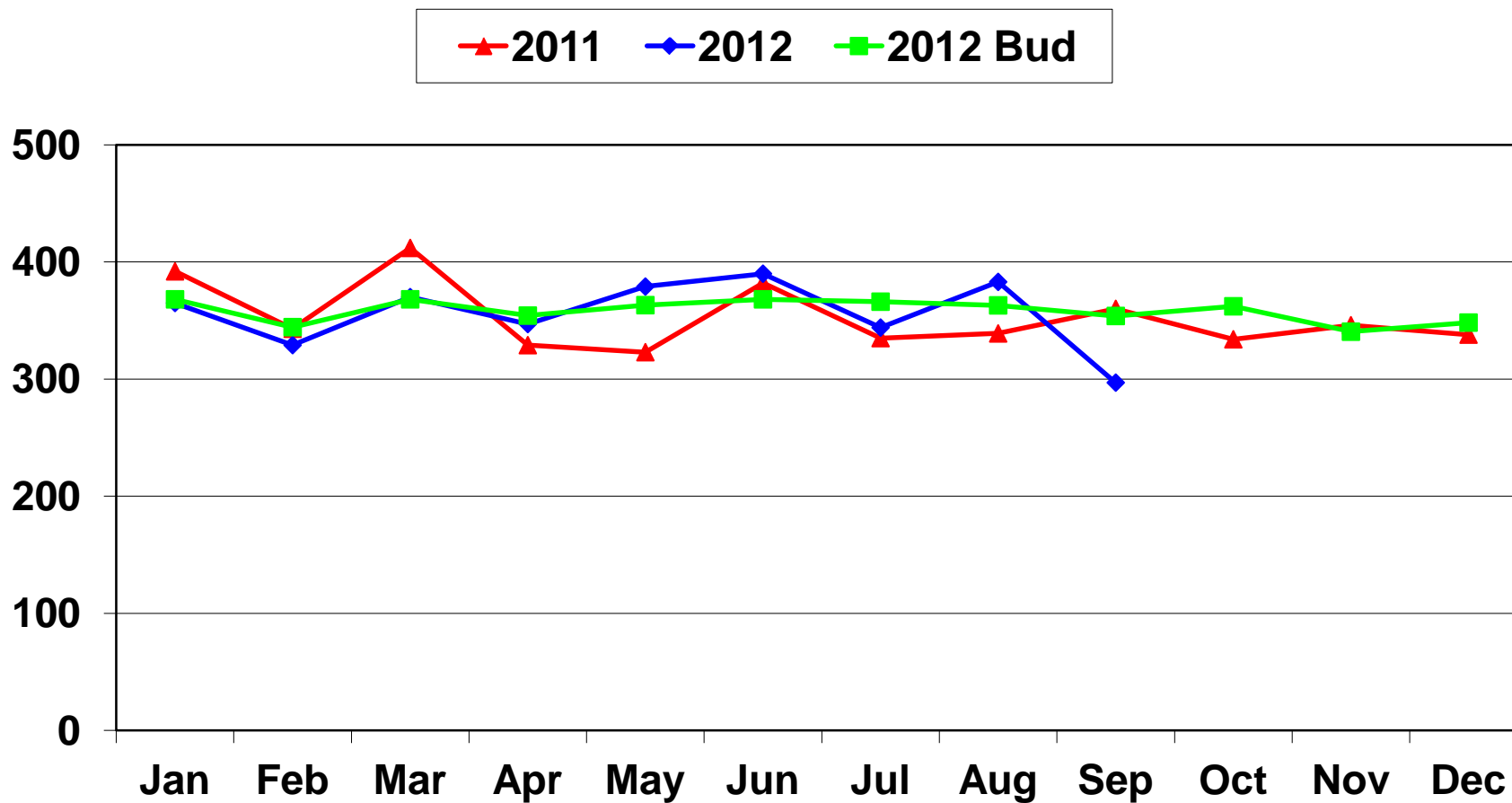


# NGH/NDH FTE's per Adjusted Occupied Bed

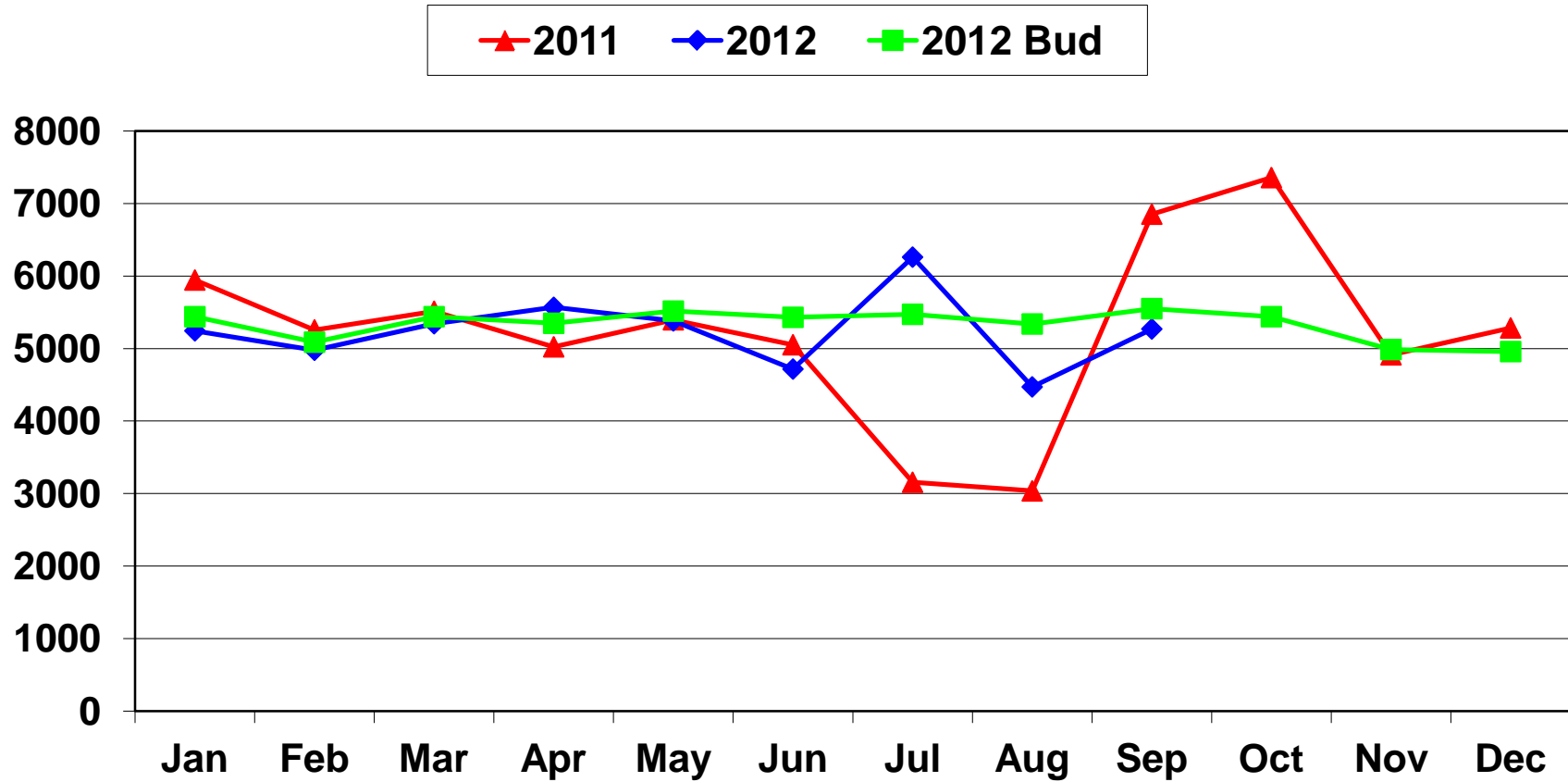




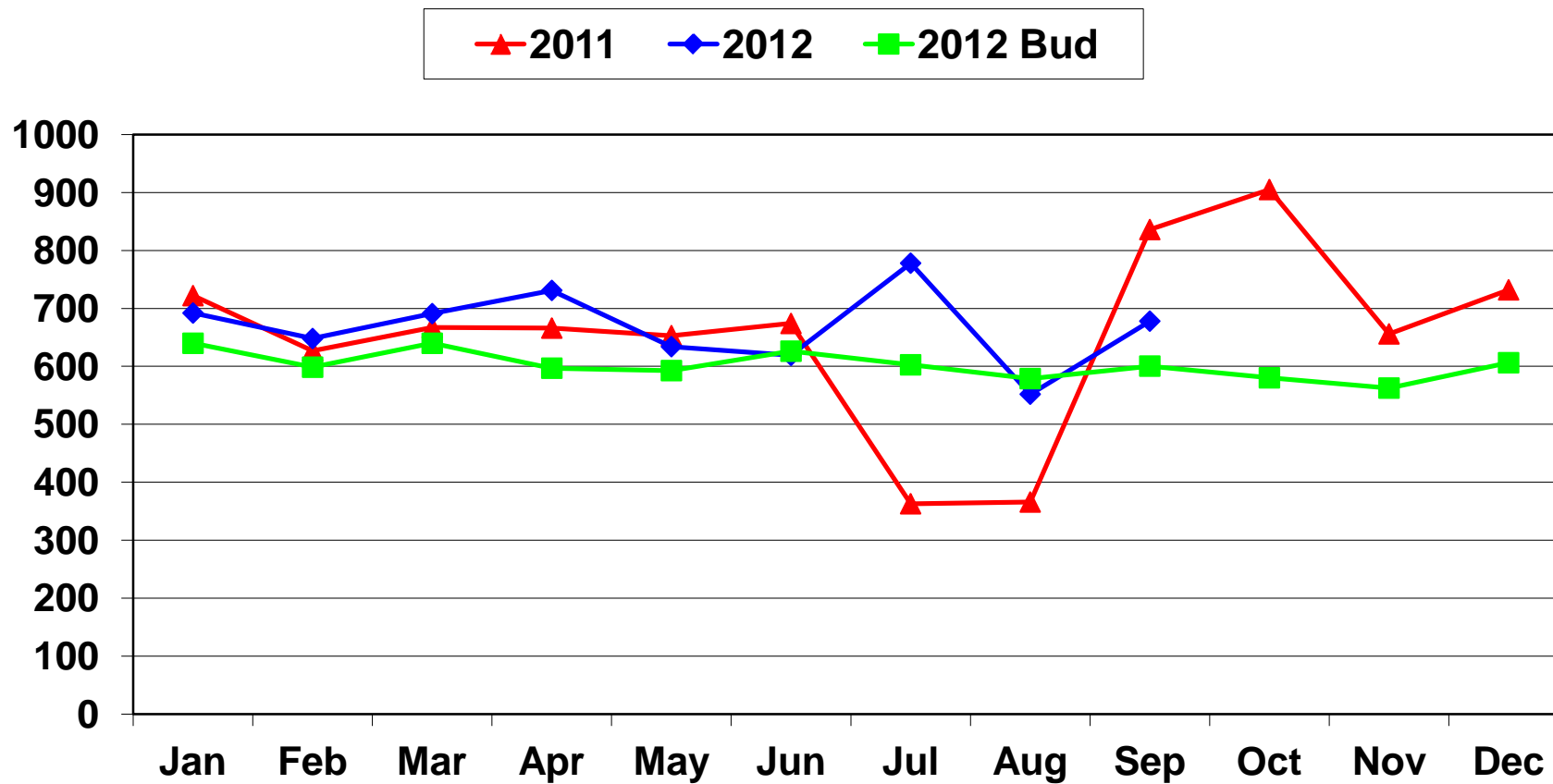
# NGH SURGERY VISITS



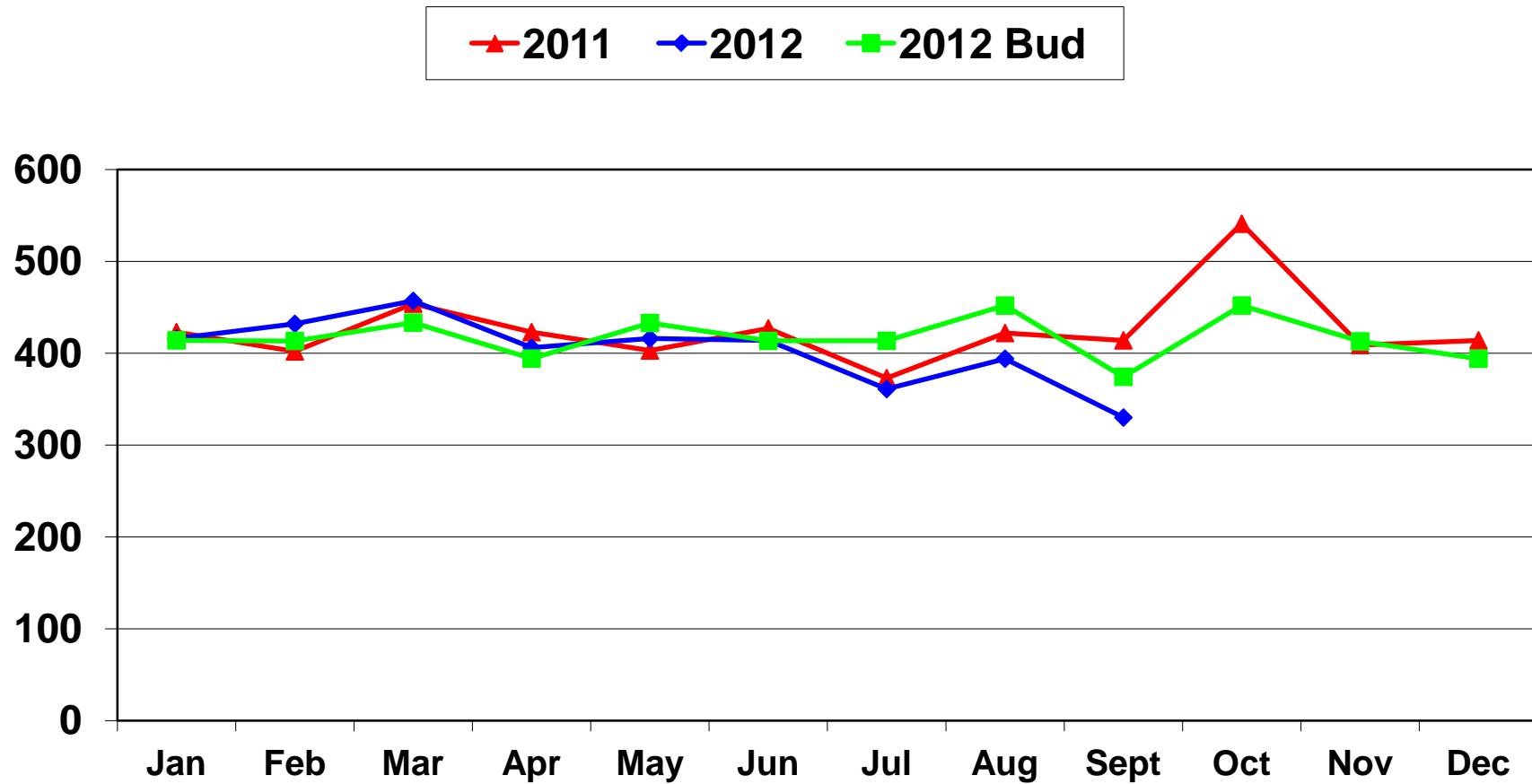
# ER Visits



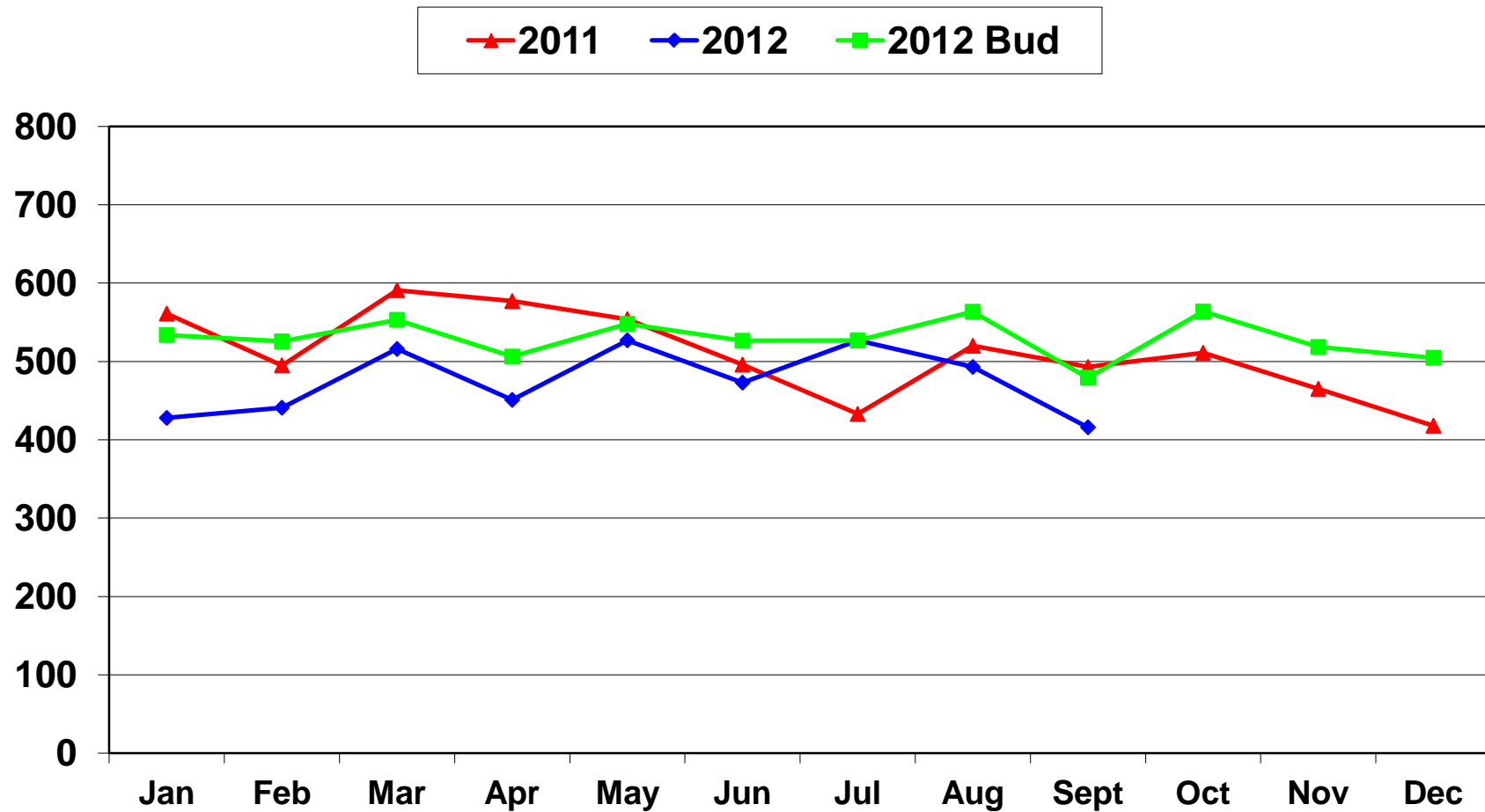
# Acute Admissions from ER



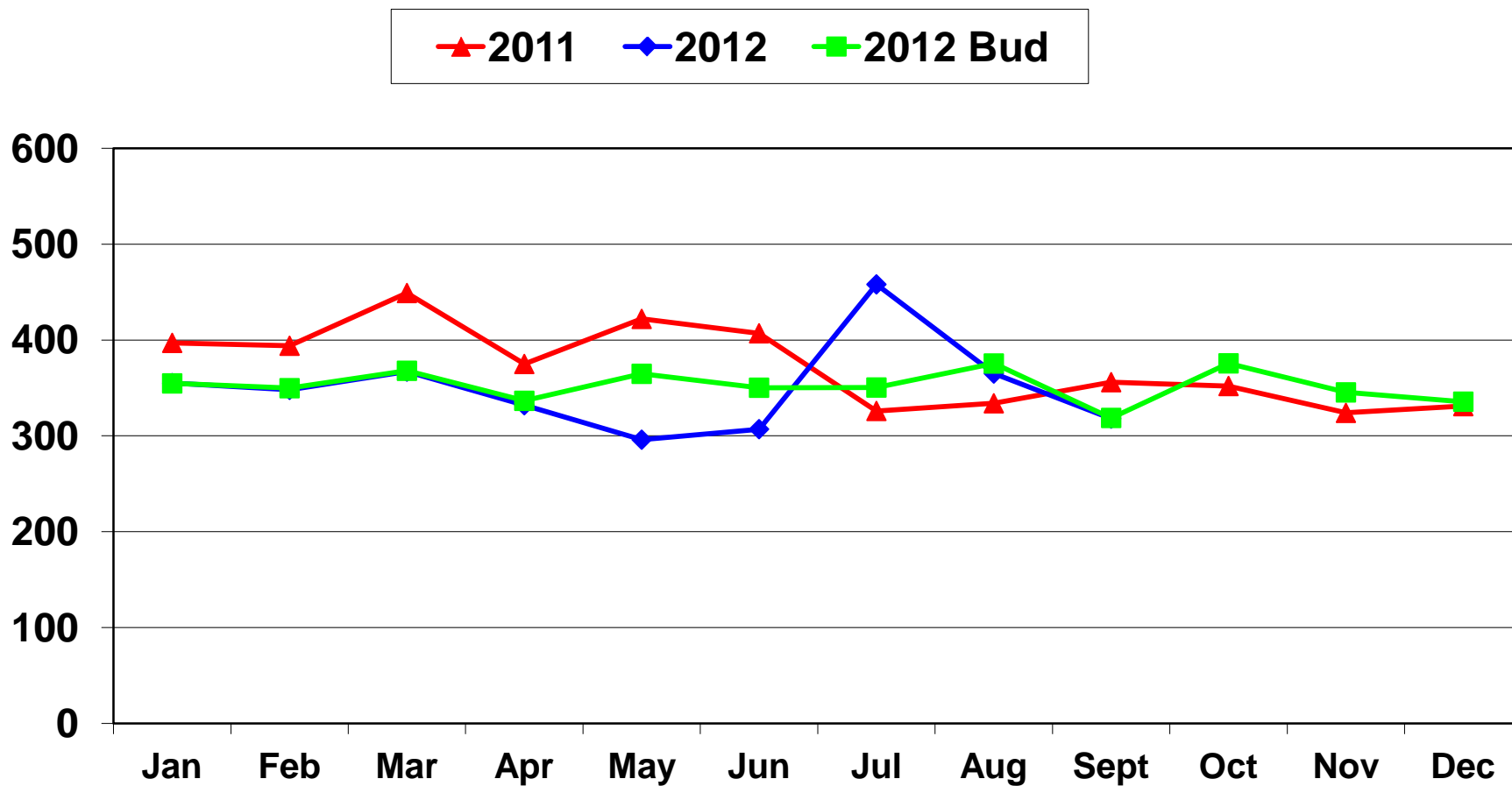
# NDH Surgical Cases



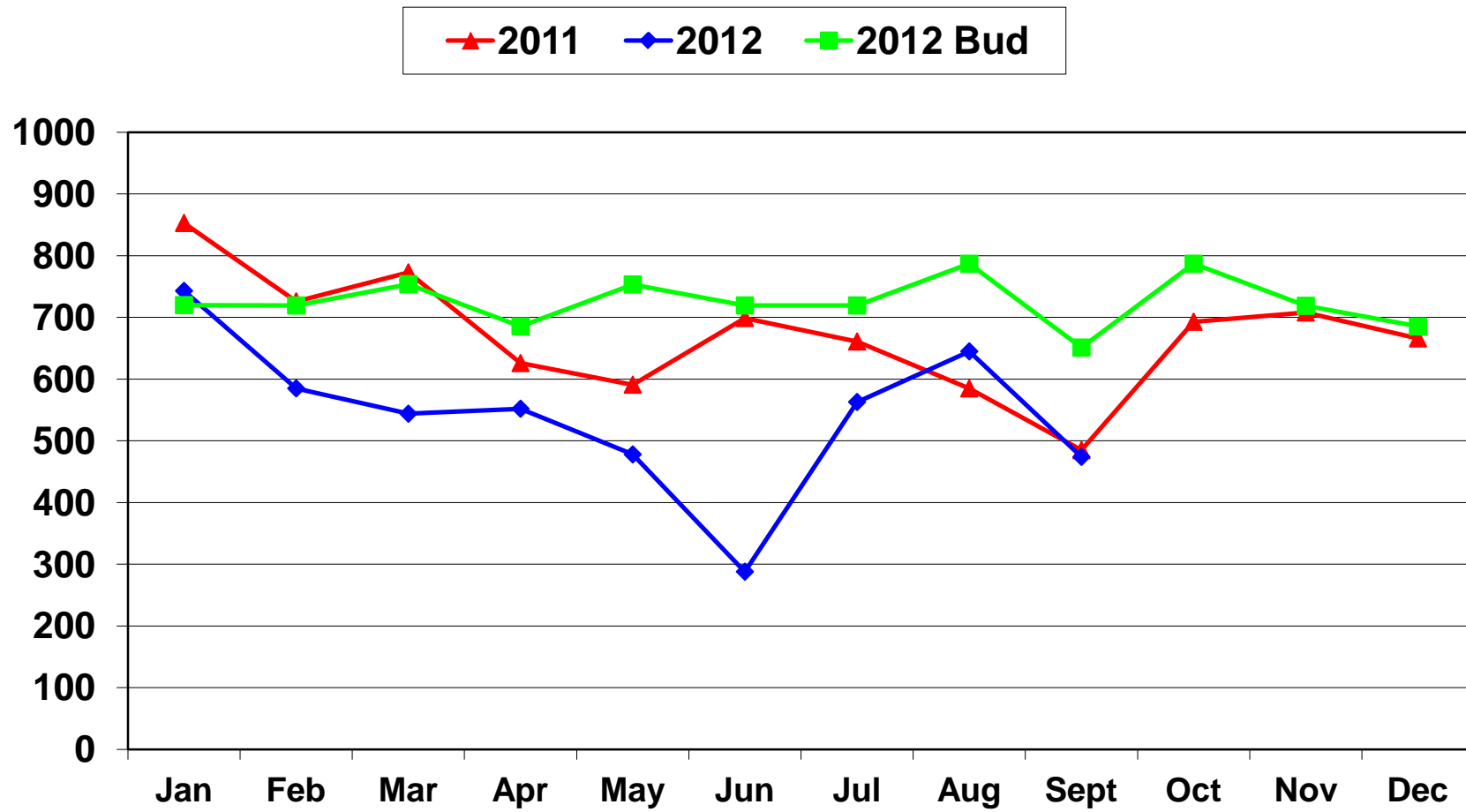
# NDH Endoscopy Procedures



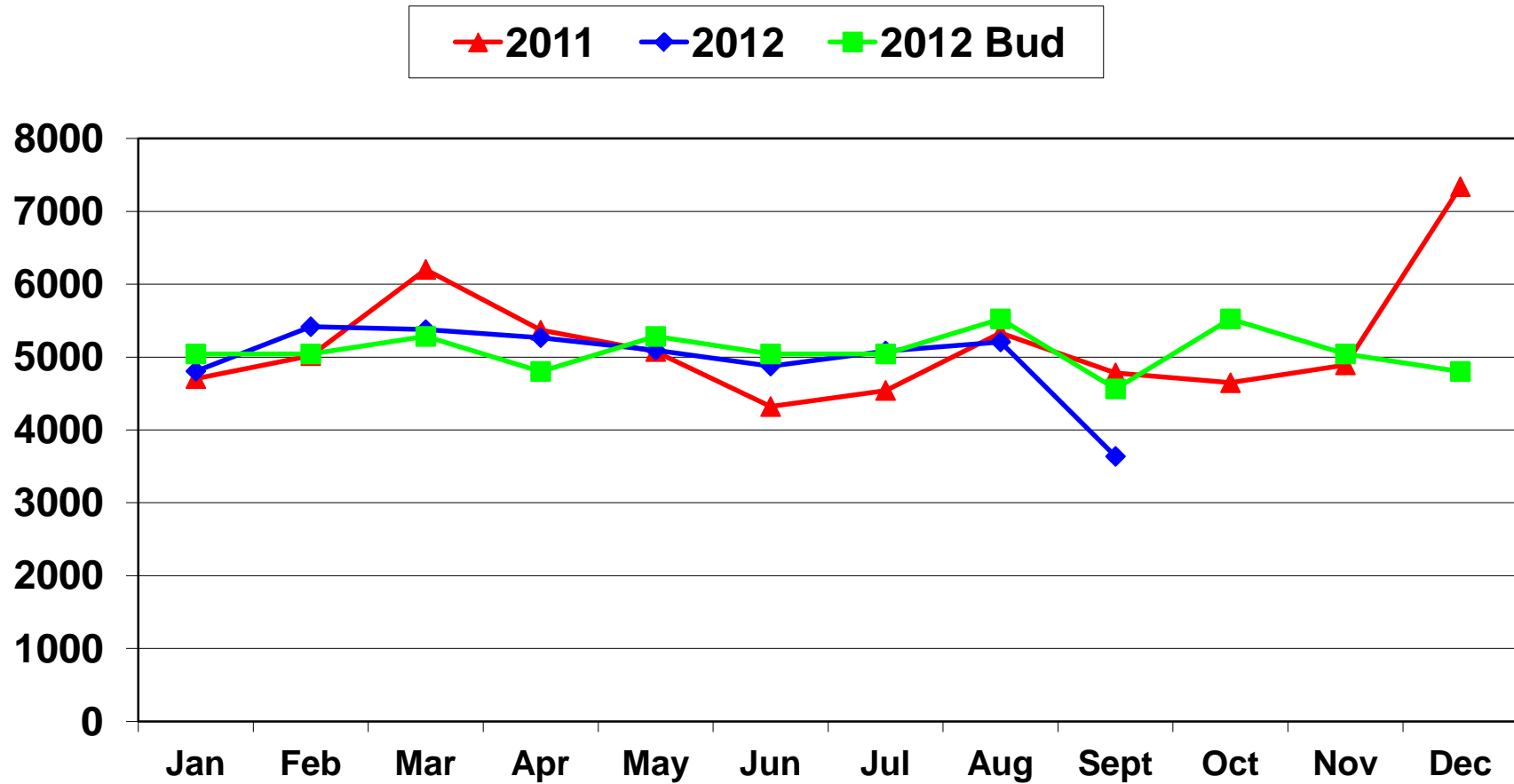
# NDH MRI Procedures



# NDH Radiation Therapy Treatments

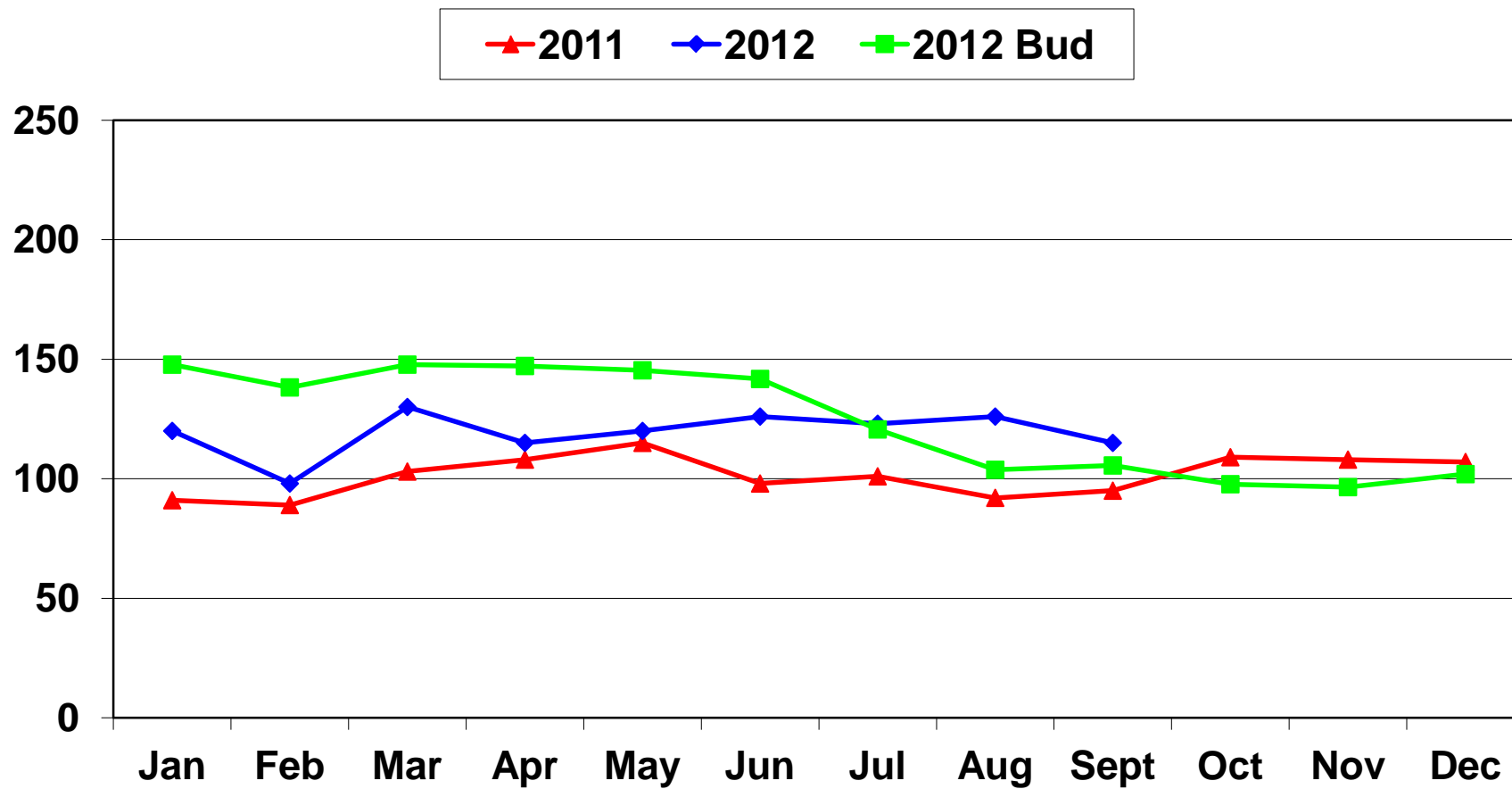


# NDH Rehab Services Treatments

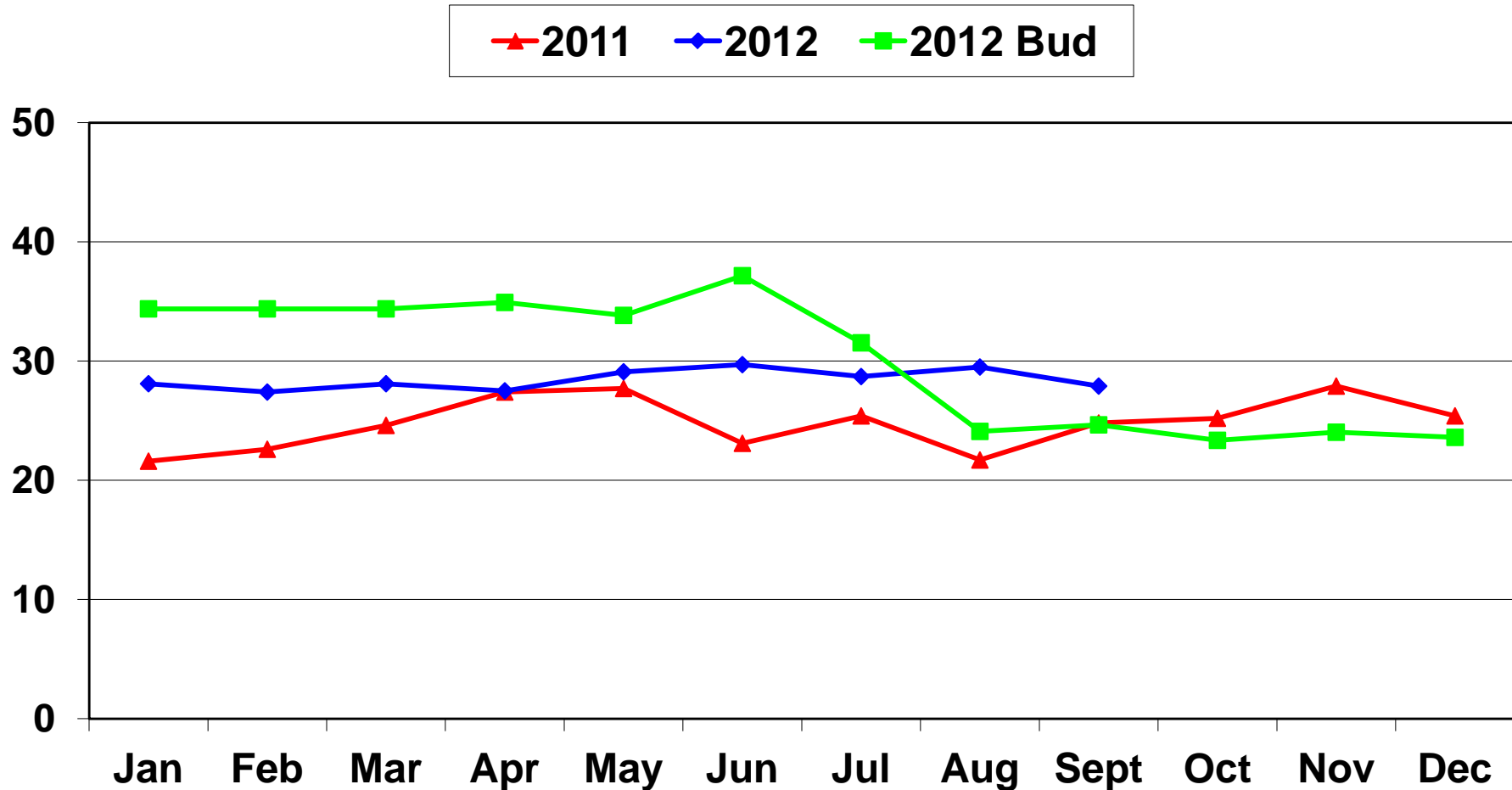




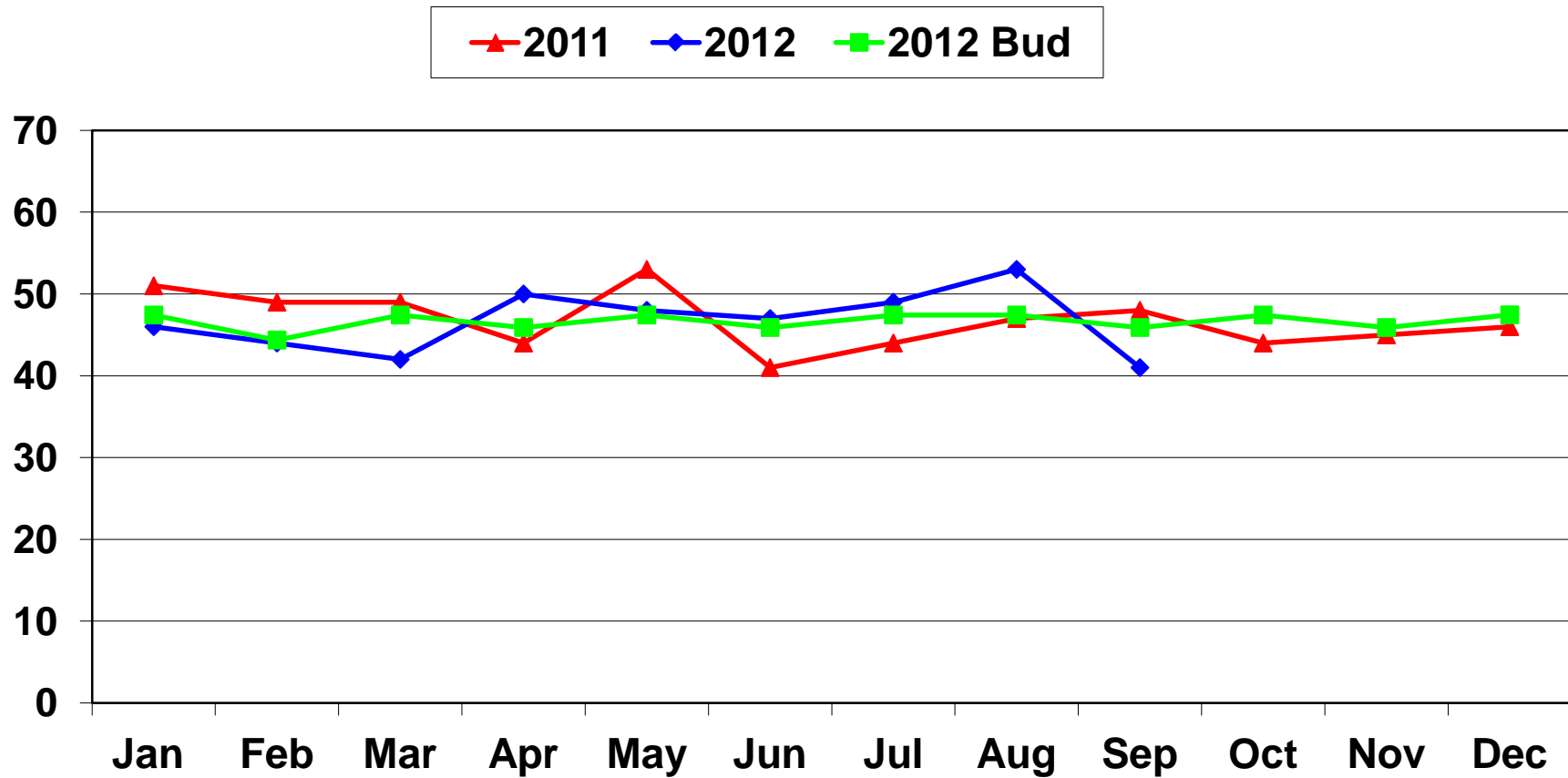
# CPH Admissions



# CPH Average Daily Census



# BTAR ADMISSIONS

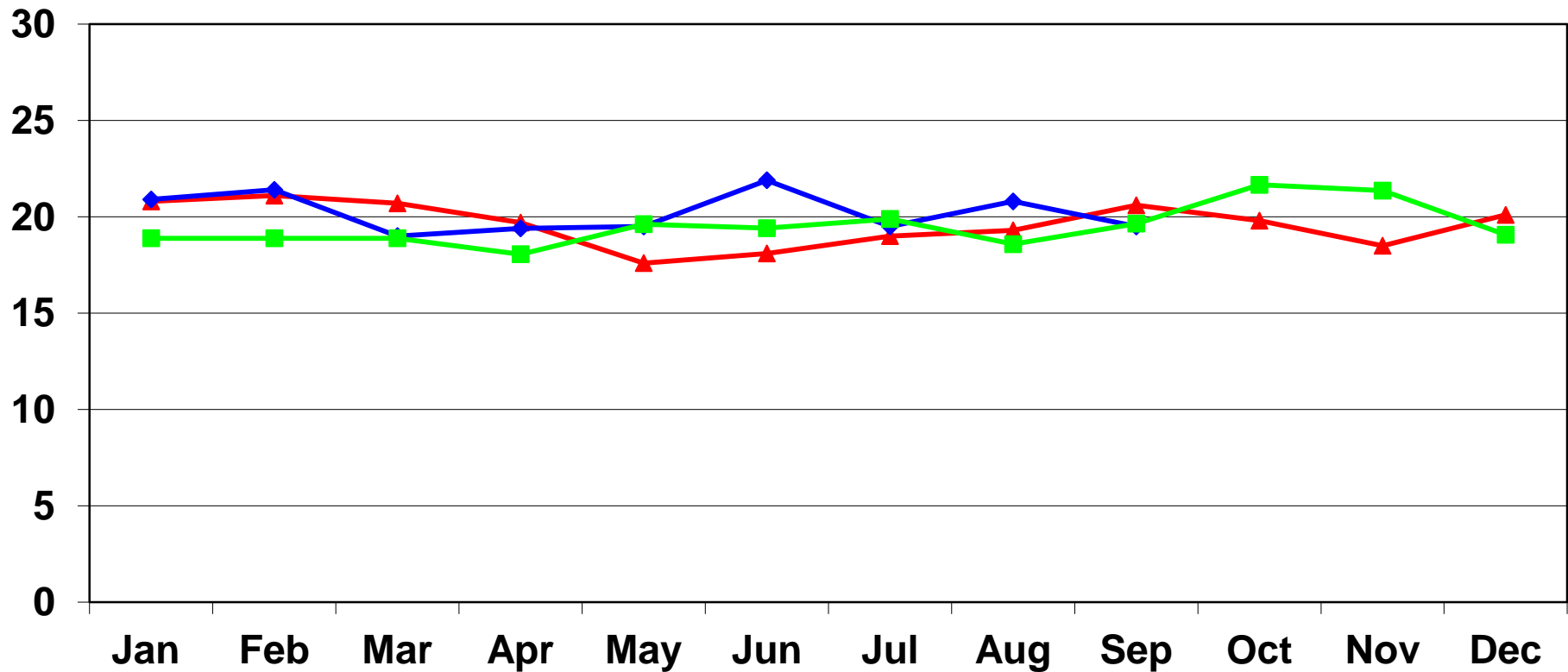


# BTAR Avg. Daily Census

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—▲— 2011    —◆— 2012    —■— 2012 Bud



# BTARC Avg. Length of Stay

