APPENDIX A

INFORMATION CONCERNING
JOHN MUIR HEALTH
AND AFFILIATES

Selected information updated as of December 31, 2014
Per Section 4.2 of Continuing Disclosure Agreement

The information in this Appendix A has been obtained from
John Muir Health
Corporate Organization

The Corporation is a California nonprofit public benefit corporation that is exempt from federal income taxation pursuant to Section 501(c)(3) of the Internal Revenue Code (the “Code”) as an organization described in Section 501(a)(1) of the Code. The Corporation owns and operates two general acute care hospitals, JMMC – Walnut Creek and JMMC – Concord, and is the sole corporate member of the California nonprofit public benefit corporations noted in boxes below and holds a 50% or greater economic interest in the joint ventures shown on the following chart:

The Corporation owns and operates two licensed acute care hospitals on campuses eight miles apart in the central Contra Costa County (the “County”) communities of Concord and Walnut Creek, and provides various outpatient and ancillary health care services at locations throughout the County, including an outpatient facility in the eastern County community of Brentwood. The JMMC – Brentwood outpatient facility is approximately 23 miles from the JMMC – Concord campus.

- **John Muir Medical Center – Walnut Creek Campus.** The Corporation owns and operates JMMC – Walnut Creek, a 572-bed general acute care hospital which is located on an approximately 28-acre campus in Walnut Creek, California. JMMC – Walnut Creek provides a full array of acute care hospital services, including various tertiary
specialty services, including orthopedics, obstetrics, pediatrics, cardiovascular care and cancer treatment, as well as outpatient services, general surgery including robotic technology, state-of-the-art radiation oncology department, rehabilitation, comprehensive imaging and diagnostic laboratory services. Additionally, JMMC – Walnut Creek is the only level 2 trauma center for the County.

- **John Muir Medical Center – Concord Campus.** The Corporation owns and operates JMMC – Concord, a 267-bed general acute care hospital which is located on a campus of approximately 17 acres in Concord, California. With the exception of obstetrics, JMMC – Concord provides all inpatient services typical of community hospitals, including cardiovascular and cancer care services, as well as various outpatient services, including ambulatory surgery, outpatient physical rehabilitation, laboratory and comprehensive imaging services.

- **John Muir Medical Center – Brentwood Campus.** The Corporation leases the outpatient and ambulatory care center known as JMMC – Brentwood which is located on two of the approximately 55 acres owned by the Corporation in Brentwood, California. The Corporation provides a variety of ambulatory health care services, including diagnostic imaging and cardiac rehabilitation, at JMMC – Brentwood. In addition, the Physician Network (see “Affiliated Nonprofit Corporations” below) provides physician services and operates an urgent care center at the JMMC – Brentwood campus.

For a more detailed description of the health care facilities and services of the Corporation, see “Health Care Facilities and Services of the Corporation” below.

**Affiliated Nonprofit Corporations**

The Corporation is the sole corporate member of each of the Affiliated Entities described immediately below (the “Affiliated Nonprofit Corporations”). Each of the Affiliated Nonprofit Corporations is a California nonprofit public benefit corporation that is exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code (the “Code”) as an organization described in Section 501(a)(1) of the Code. The Corporation holds certain approval rights under the bylaws of each of the Affiliated Nonprofit Corporations and, except in the case of the John Muir/Mt. Diablo Community Health Fund, the Corporation holds the right to appoint or approve the appointment of the majority of the members of the boards of directors of the Affiliated Nonprofit Corporations.

- **John Muir Physician Network** (the “Physician Network”) owns and operates 21 primary care and urgent care centers staffed by 117 primary care physicians and 16 urgent care physicians, operates a managed care network of 183 primary care and 643 specialty physicians, and coordinates and integrates the provision of hospital, physician and ancillary health care services to enrollees of managed care plans.

- **John Muir Behavioral Health** owns and operates a 73-bed psychiatric hospital known as the John Muir Behavioral Health Center located in Concord, California, including a 8-bed residential chemical dependency treatment facility located in Concord, California.
- **John Muir Health Foundation** (the “Foundation”) solicits charitable gifts for various programs and projects of the Corporation, including various education programs, operations, buildings and equipment.

- **John Muir/Mt. Diablo Community Health Fund** (the “Community Health Fund”) was established in 1997 to provide grants to and otherwise support organizations that address unmet community health needs.

For a more detailed description of the Affiliated Nonprofit Corporations and their operations and activities, see “Affiliated Nonprofit Corporations” below.

**Affiliated Joint Ventures**

The Corporation has a 50% or greater economic interest in each of the following joint ventures:

- **Bay Area Surgical Ventures, LLC** (“BASV”), a joint venture ambulatory surgery center development and management company. BASV owns a 53% interest in Aspen Surgery Center, LLC, which operates a six-suite ambulatory surgery center on the JMMC – Walnut Creek campus and a 63% interest in Brentwood Surgery Center, LLC, a two-suite ambulatory surgery center on the JMMC – Brentwood campus.

- **John Muir Magnetic Imaging Center**, which provides magnetic resonance imaging (MRI) services at centers located on both the JMMC – Walnut Creek and JMMC – Concord campuses.

- **Neuroscan**, which provides computed tomography (CT) imaging services at a center located on the JMMC – Walnut Creek campus.

- **Muir/Diablo Occupational Medicine, LLC**, which provides management and administrative services for occupational medicine clinics located in Concord, Walnut Creek and Brentwood, California.

- **Contra Costa Pediatric Venture, LLC**, which provides pediatric specialty services in and around Contra Costa County.

For a more detailed description of these joint ventures and their operations and activities, see “Joint Ventures” below.

**Corporation as Sole Member of Obligated Group; Nonliability of Affiliated Entities**

The Corporation is the sole member of the Obligated Group. The Corporation and any other entities that become Members of the Obligated Group in the future will be jointly and severally obligated with respect to debt incurred pursuant to and secured by Obligations issued under the Master Indenture.

*John Muir Physician Network, John Muir Behavioral Health, John Muir Health Foundation, John Muir/Mt. Diablo Community Health Fund and the various joint ventures shown in the organization chart set forth above are not Members of the Obligated Group and are therefore not subject to the covenants of or obligated with respect to the Master Indenture, to any*
Obligations outstanding under the Master Indenture from time to time, to the Loan Agreement or to any related bonds or other obligations or liabilities arising under such agreements.

Health Care Facilities and Services of the Corporation

John Muir Medical Center – Walnut Creek Campus

JMMC – Walnut Creek has operated continuously on an approximately 28-acre campus in Walnut Creek, California since 1965. It is licensed to operate 572 acute care hospital beds. In 2014 the facility had 17,515 discharges, 46,549 emergency room visits and 2,901 births. Its principal buildings were constructed between 1965 and 2011 and have approximately 728,000 total square feet.

JMMC – Walnut Creek provides an array of acute care hospital services, including various tertiary specialty services, including neurosciences, orthopedics, pediatrics, cardiovascular care and cancer treatment, as well as outpatient services, general surgery, rehabilitation, diagnostic imaging and clinical laboratory services.

JMMC – Walnut Creek is the sole trauma center for the County and portions of neighboring Solano County. In 2014, JMMC – Walnut Creek provided medical care to 1,380 trauma patients.

JMMC – Walnut Creek also offers a wide array of obstetric, gynecologic and pediatric services as part of the Corporation’s Women’s and Children’s Services program. It offers ten labor/delivery/recovery rooms, ten antepartum rooms, outpatient testing rooms for high-risk patients, operating rooms for Caesarian sections, and is the sole “community” neonatal intensive care unit in the County.

A major tertiary service at JMMC – Walnut Creek is the orthopedic service line. JMMC – Walnut Creek provides a variety of orthopedic surgical services, including minimally invasive knee and hip replacements and various spine related procedures. In 2014, the orthopedic service line accounted for 2,260 discharges, representing 13% of the total discharges at JMMC – Walnut Creek.

JMMC – Walnut Creek is also the location of the Corporation’s Neurosciences Institute, an interdisciplinary service combining neurosurgery, neurology, neuro-interventional radiology, neuro-oncology, neuropsychology and physiatry (physical medicine). The Corporation has made a significant investment in specialized equipment for diagnosis, assessment and treatment of neurological disorders and injuries, including stereotactic radiosurgery equipment that enables focused, non-invasive treatment of cancerous and non-cancerous tumors of the brain and spine.

The Corporation has a robotic surgical system at JMMC – Walnut Creek for minimally invasive surgery, which uses robotic arms that allow surgeons to reach around, beyond and behind delicate body structures previously inaccessible with earlier minimally invasive surgical equipment. A high-resolution viewing system for the robotic surgical system provides three-dimensional images of the surgical field with ten-fold magnification.
**John Muir Medical Center – Concord Campus**

JMMC – Concord is located on a campus of approximately 17 acres in Concord, California. It is licensed to operate 267 acute care hospital beds. In 2014, the facility had 9,565 discharges and 53,631 emergency room visits. The JMMC – Concord campus is made up of a series of buildings that were constructed between 1956 and 2011. The buildings comprise approximately 563,000 square feet.

While the Corporation has cardiovascular programs at both JMMC – Walnut Creek and JMMC – Concord, the majority of open heart surgeries are performed at JMMC – Concord. In accordance with the Corporation’s current strategic plan for cardiovascular services, most cardiac care services, including open and minimally invasive heart surgery procedures, valve repairs, angioplasties, stent placements and complex electrophysiology studies, are performed at JMMC – Concord campus.

JMMC – Concord also offers orthopedic, cancer care and bariatric services, and has a robotic surgical system for minimally invasive surgery. In addition to these tertiary services, other than obstetrics, JMMC – Concord provides all inpatient and outpatient services typical of community hospitals, including general surgery, outpatient physical rehabilitation, clinical laboratory and diagnostic imaging services.

**John Muir Medical Center – Brentwood Campus**

JMH – Brentwood is an approximately 104,000 square-foot outpatient and ambulatory care center located on a portion of the 55 acres owned by the Corporation in Brentwood, California. The Corporation, either directly or through Affiliated Entities, provides a variety of health care services at JMH Brentwood Outpatient Center, including urgent and primary care services, specialty physician services, diagnostic imaging (x-ray, mammography, ultrasound, CT and MRI), clinical laboratory, cardiac and physical rehabilitation services. In addition, the Corporation, through BASV, operates a four-suite ambulatory surgery center at JMH – Brentwood.

The Corporation has a long-term Ground Lease (the “Ground Lease”) with Brentwood MOB Owners LLC (“MOB Owners”) for approximately two acres of the Corporation’s property, and has a long-term master lease with MOB Owners for the JMH – Brentwood facility. Space in the facility is dedicated for the provision of primary care services to the community and for lease to physicians and medical groups.

The Corporation holds an option to purchase the JMH – Brentwood facility at certain specified times during the term of the Ground Lease, subject to certain specified terms and conditions. The Corporation did not exercise the first option to purchase the JMH – Brentwood facility in May 2012. The next option to purchase occurs in April 2022. In addition, the Corporation has a right of first offer and a right of first refusal with respect to sale of the JMH – Brentwood facility, subject to certain specified terms and conditions.
Affiliated Nonprofit Corporations

The services and revenues of the Corporation from the operation of its hospital and ambulatory care facilities are integrally related to and supported by the operations of the following Affiliated Nonprofit Corporations:

John Muir Physician Network

The Corporation is the sole corporate member of John Muir Physician Network, a California nonprofit public benefit corporation that was formed in 1996 to coordinate and integrate the provision of hospital, physician and ancillary health care services to enrollees of managed care plans. Management believes that the integration model provides the most efficient means of delivering quality health care services in a cost-effective manner.

The Physician Network provides primary care and urgent care services at 21 centers throughout the service area of the Hospitals. The Physician Network’s primary care and urgent care centers are staffed by 117 primary care physicians (family practice, internal medicine and pediatrics) and 16 urgent care physicians affiliated with John Muir Medical Group, Inc., a California professional corporation (“JMMG”). The Physician Network, through JMMG, also provides inpatient hospitalist services at both JMMC – Walnut Creek and JMMC – Concord. As of December 31, 2014, JMMG employed 48 hospitalist physicians in addition to the approximately 117 primary care and urgent care physicians who staff the Physician Network’s primary care and urgent care centers.

The Physician Network contracts with various managed care plans to provide primary care, specialty care and ancillary services to enrollees of such managed care plans. As of December 31, 2014, the Physician Network had 38,011 commercial members and 11,041 Medicare members of such managed care plans. The Physician Network experienced a decline in commercial members in 2014 consistent with the overall decline in HMO membership in the State of California. Primary and specialty medical care is provided to these members through the Physician Network’s primary care locations in affiliation with JMMG and the various primary care and specialty care physicians affiliated with Muir Medical Group IPA, Inc., a California professional corporation (“Muir IPA”).

The following table summarizes the primary care (PCP) and specialist physicians employed or under contract with John Muir Medical Group and Muir Medical Group IPA as of December 31, 2014:

<table>
<thead>
<tr>
<th></th>
<th>PCPs</th>
<th>Specialists</th>
</tr>
</thead>
<tbody>
<tr>
<td>Muir Medical Group IPA</td>
<td>183</td>
<td>643</td>
</tr>
<tr>
<td>John Muir Medical Group</td>
<td>165</td>
<td>-----</td>
</tr>
<tr>
<td></td>
<td>348</td>
<td>643</td>
</tr>
</tbody>
</table>

The Physician Network contracts with the Corporation to provide various services for the Corporation, JMMC – Walnut Creek and JMMC – Concord, including utilization review, various educational activities, managed care contracting and other services. The financial impact of this contract is reflected as additional expenses to the Corporation and revenue for the Physician
Network. The Corporation paid the Physician Network $30.0 million and $29.1 million in 2014 and 2013, respectively, for the various services provided by the Physician Network. While management of the Corporation believes the payments made to the Physician Network are warranted based upon the services provided by the Physician Network and benefits of the Physician Network to the communities served by the Corporation, the Corporation can provide no assurances that the federal or state government or a private party will not challenge such arrangement under potentially applicable federal and state laws.

On January 14, 2014, the Physician Network opened and began treating patients at the outpatient care center in Walnut Creek, California. The 144,000 square foot facility along with other elements of the project was completed at an approximate capital cost of $44,000,000.

**John Muir Behavioral Health**

The Corporation is the sole corporate member of John Muir Behavioral Health, a California nonprofit public benefit corporation, and has the right to appoint each member of the board of directors of John Muir Behavioral Health. John Muir Behavioral Health owns and operates a 73-bed psychiatric hospital known as the John Muir Behavioral Health Center and located in Concord, California, adjacent to the JMMC – Concord campus (the “Behavioral Health Center”). John Muir Behavioral Health also operates a 8-bed residential chemical dependency treatment facility located in Concord, California. The Behavioral Health Center offers care for children, adolescents, and adults who are experiencing emotional or behavioral problems, and for those experiencing a substance abuse problem.

**John Muir Health Foundation**

The Corporation is the sole corporate member of John Muir Health Foundation, a California nonprofit public benefit corporation, and has the right to appoint each member of the board of directors of the Foundation other than the Chief Executive Officer of the Corporation, the President of the Foundation and the President of John Muir Auxiliary, each of whom serves ex-officio as a member of the Foundation board of directors. The Foundation raises funds for programs and projects of the Corporation, including various education programs, operations, buildings and equipment. The Foundation’s net assets at December 31, 2014 totaled approximately $25.0 million.

**John Muir/Mt. Diablo Community Health Fund**

The Corporation is the sole corporate member of John Muir/Mt. Diablo Community Health Fund, a California nonprofit public benefit corporation, but the members of the boards of directors of the Community Health Fund are appointed by the Mt. Diablo Health Care District and the John Muir Association. The Community Health Fund was established in 1997 to make grants to local agencies to further the health of the community. The Corporation annually contributes up to $1,000,000 to support the grants made by the Community Health Fund and an additional amount of up to $200,000 to support its administrative expenses.

**Joint Ventures**

The services and revenues of the Corporation from the operation of its hospital and ambulatory care facilities are also supported by the operations of the following Affiliated Entities:
Bay Area Surgical Ventures, LLC

Bay Area Surgical Ventures, LLC (“BASV”), a California limited liability company, is a joint venture formed by the Corporation and NSH Management of California, Inc. (“NSH”), an affiliate of National Surgical Hospitals, Inc., for the purpose of developing, owning and managing ambulatory surgery centers in the County. The Corporation and NSH are the sole members of BASV, and hold 54% and 46% membership interests in BASV, respectively. BASV holds a 53% membership interest in Aspen Surgery Center, LLC, a California limited liability company, which operates a six-suite ambulatory surgery center on the JMMC – Walnut Creek campus. The remaining membership interests are held by various physicians. BASV also holds a 63% interest in Brentwood Surgery Center, LLC, a California limited liability Company, which operates a two-suite ambulatory surgery center located on the JMMC – Brentwood campus. The remaining membership interests are held by Muir Orthopedic Specialists, A Medical Group, Inc. and other physicians practicing in the Brentwood area.

John Muir Magnetic Imaging Center

John Muir Magnetic Imaging Center (“JMMIC”), a California limited partnership, provides magnetic resonance imaging (MRI) services at centers located at both the JMMC – Walnut Creek and JMMC – Concord campuses. The Corporation is one of two general partners and holds a 90% economic interest in JMMIC as a general partner. The other general partner in JMMIC is Bay Imaging, LLC, a California limited liability company owned by various radiologists, which holds a 10% economic interest in JMMIC.

Neuroscan

Neuroscan, a California general partnership, provides computed tomography (CT) imaging services at a center located on the JMMC – Walnut Creek campus. The Corporation is one of two general partners and holds a 91% interest in Neuroscan. The remaining partnership interests in Neuroscan are owned by various active and retired radiologists.
Muir/Diablo Occupational Medicine, LLC

Muir/Diablo Occupational Medicine, LLC, a California limited liability company, provides management and administrative services for occupational medicine clinics located in Concord, Walnut Creek and Brentwood, California. The Corporation and Occupational Physicians Medical Associates, Inc., a California professional corporation, are the sole members of Muir/Diablo Occupational Medicine, LLC, and each holds a 50% membership interest in Muir/Diablo Occupational Medicine, LLC.

Contra Costa Pediatric Venture, LLC

Contra Costa Pediatric Venture, LLC, a California limited liability company, provides pediatric specialty services in and around Contra Costa County. The Corporation and Lucile Packard Children’s Hospital at Stanford are the sole members of Contra Costa Pediatric Venture, LLC and each holds a 50% membership interest in Contra Costa Pediatric Venture, LLC.

San Ramon Regional Medical Center and San Ramon Network Joint Venture

In 2013, John Muir Health and Tenet Healthcare Corporation entered into a Purchase Agreement and related documents to form a joint venture of San Ramon Regional Medical Center (SRRMC) whereby John Muir Health would purchase a 49% interest in SRRMC. In addition JMH and Tenet also agreed to form another joint venture (the “Network Joint Venture”) to jointly develop and expand physician and outpatient services. The focus of these two joint ventures is to improve the efficiency and coordination of care in the Tri-Valley area and nearby communities in Northern California. John Muir Health purchased its interest in SRRMC in May 2013 investing $100,019,000 for the 49% interest. The Network Joint Venture was formed in December 2013 at which time John Muir Health invested $221,000 for the 49% interest. In 2014, the Corporation invested an additional $9,604,000 in the Network Joint Venture for a total investment of $9,825,000. In 2014, the Corporation invested an additional $1,229,000 in the Network Joint Venture for the purchase of Tresanti Surgery Center, which is now 51% owned by the Network Joint Venture.

The Corporation’s share of earnings (loss) from SRRMC and the Network Joint Venture accounted for under the equity method were $10,467,000 and $(664,000), respectively, for the year ended December 31, 2014, which are included in other operating revenue in the consolidated statement of operations and changes in net assets. The Corporation’s share of earnings from SRRMC accounted for under the equity method was $5,783,000 for the year ended December 31, 2013. The Corporation has committed to fund $20,000,000 for capital projects and operations relating to the Network Joint Venture over a five-year period through 2018.

Future Affiliations and Joint Venture Activities

On March 13, 2015, the Corporation entered into a Limited Liability Company Agreement with University of California on behalf of its San Francisco Campus (UCSF Medical Center) to work collaboratively to expand and integrate healthcare services in support of a Bay Area wide delivery network for health plans and employers. John Muir Health and UCSF will equally participate in the ownership and operation of the Company with individual membership interests of 50%; the capital contribution was $1,000,000.
On March 13, 2015, the Corporation and UCSF Medical Center invested in a collaborative effort to form a regional healthcare network known as the Bay Area Accountable Care Network (Bay Area Network). Establishing a Bay Area wide network will provide patients from throughout the Bay Area and Northern California with a competitively priced option to access, close to where they live or work, many of the most trusted and respected hospitals, health systems, and physician organizations. Bay Area Network is authorized to issue 10,000,000 common shares, of which 900,000 for total consideration of $4,500,000 are issued and outstanding as of the effective date of April 7, 2015. John Muir Health has committed to funding of $15,000,000 related to this entity.

In early April 2015, the Corporation, Lucile Packard Children’s Hospital and Stanford Children’s Health agreed to jointly open a new pediatric intensive care unit at the Corporation’s Walnut Creek campus.

The Corporation evaluates and pursues potential acquisitions, affiliations and joint ventures on a regular and consistent basis as part of its overall strategic planning and development process. The Corporation regularly engages in confidential discussions with physicians and other third parties regarding potential acquisition, affiliation and joint venture transactions.

Management believes there is an increasing likelihood that various outpatient services will be provided through business entities owned, in whole or in part, by physicians, private and publicly traded for-profit management companies, and other third parties. Management therefore believes that the Corporation's strategy may require greater reliance on joint venture arrangements than has been the historical experience of the Corporation, particularly with respect to outpatient and ambulatory health care services.

These arrangements can result in capital commitments from the Corporation and may have a dilutive impact on the overall operating results. In addition, these joint ventures and affiliations can give rise to legal or regulatory risks, including risk under federal tax-exemption laws and federal and state fraud and abuse laws.

**Historical Utilization**

The following table presents selected historical utilization statistics for JMMC – Walnut Creek, JMMC – Concord and Behavioral Health Center on a combined basis for the years ended December 31, 2012, 2013 and 2014.

<table>
<thead>
<tr>
<th></th>
<th>2012</th>
<th>2013</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Licensed Beds</td>
<td>958</td>
<td>912</td>
<td>912</td>
</tr>
<tr>
<td>Available Beds</td>
<td>614</td>
<td>619</td>
<td>619</td>
</tr>
<tr>
<td>Discharges</td>
<td>30,339</td>
<td>30,287</td>
<td>30,273</td>
</tr>
<tr>
<td>Patient Days</td>
<td>142,913</td>
<td>139,161</td>
<td>143,365</td>
</tr>
<tr>
<td>Average Length of Stay</td>
<td>4.71</td>
<td>4.59</td>
<td>4.73</td>
</tr>
<tr>
<td>Average Occupancy Percentage</td>
<td>41%</td>
<td>42%</td>
<td>43%</td>
</tr>
<tr>
<td>Emergency Room Visits</td>
<td>96,694</td>
<td>96,658</td>
<td>100,180</td>
</tr>
<tr>
<td>Outpatient Surgeries (1)</td>
<td>3,595</td>
<td>3,689</td>
<td>4,004</td>
</tr>
</tbody>
</table>

(1) Does not include outpatient surgeries performed at outpatient surgery centers affiliated with the Corporation.
Medical Staffs

As of December 31, 2014, the medical staffs of JMMC – Walnut Creek and JMMC – Concord numbered 998 and 665 physicians, respectively. Of these physicians, 580 and 390 held active privileges at JMMC – Walnut Creek and JMMC – Concord, respectively, 79 and 54 held provisional status at JMMC – Walnut Creek and JMMC – Concord, respectively, and 183 and 163 held other privileges, mainly courtesy status, at JMMC – Walnut Creek and JMMC – Concord, respectively. Of the active staff members, more than 94% are board certified. The average age of the active medical staff is 50 years old. Many physicians maintain active privileges at both JMMC – Walnut Creek and JMMC – Concord.

Employees

The Corporation is one of the largest private-sector employers in the County. As of December 31, 2014, the Corporation and the Affiliated Nonprofit Corporations had approximately 5,762 employees.

Sources of Revenues

Payments are made to the Corporation by the federal government under the Medicare program, by the federal government and the State of California under the Medicaid program, known as Medi-Cal in California, commercial insurance carriers and private pay patients.

The following is a percentage breakdown of the Corporation and Behavioral Health Center’s gross patient revenues by payer source for each of the years ending December 31 as indicated:

<table>
<thead>
<tr>
<th>Source: Corporation and Behavioral Health Center</th>
<th>2012</th>
<th>2013</th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Medicare</td>
<td>39%</td>
<td>36%</td>
<td>38%</td>
</tr>
<tr>
<td>Medi-Cal</td>
<td>4%</td>
<td>4%</td>
<td>5%</td>
</tr>
<tr>
<td>Managed Care</td>
<td>52%</td>
<td>54%</td>
<td>53%</td>
</tr>
<tr>
<td>Self Pay &amp; Other</td>
<td>5%</td>
<td>6%</td>
<td>4%</td>
</tr>
</tbody>
</table>

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Historical Debt Service Coverage

The following table sets forth the debt service coverage ratios on a historical basis for each of the years ended December 31, 2012, 2013 and 2014, in each case calculated in accordance with the Master Indenture. Ratios are presented for both the Corporation and Affiliated Entities (Consolidated) and the Corporation.

**Historical Debt Service Coverage Ratios (In Thousands)**

<table>
<thead>
<tr>
<th></th>
<th>The Corporation and the Affiliated Entities (Consolidated)</th>
<th>The Corporation as the Sole Member of the Obligated Group</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2012</td>
<td>2013</td>
</tr>
<tr>
<td>Excess (Deficit) of Revenues over Expenses</td>
<td>$ 128,494</td>
<td>$ 103,820</td>
</tr>
<tr>
<td>Depreciation &amp; Amortization</td>
<td>68,777</td>
<td>62,177</td>
</tr>
<tr>
<td>Interest Expense</td>
<td>19,341</td>
<td>18,363</td>
</tr>
<tr>
<td>Loss on debt refinance</td>
<td>1,602</td>
<td>-</td>
</tr>
<tr>
<td>Other Than Temporary Impairment</td>
<td>4,503</td>
<td>1,524</td>
</tr>
<tr>
<td>Net Revenue Available for Debt Service</td>
<td>$ 222,717</td>
<td>$ 185,884</td>
</tr>
<tr>
<td>Debt Service Requirements</td>
<td>$ 31,575</td>
<td>$ 41,755</td>
</tr>
<tr>
<td>Debt Service Coverage Ratio</td>
<td>7.05</td>
<td>4.45</td>
</tr>
</tbody>
</table>

Source: Corporation

Historical Capitalization and Days Cash on Hand

The following tables set forth the capitalization and days cash on hand of the Corporation and the Affiliated Entities (Consolidated) and the Corporation on a historical basis as of December 31, 2014.

**Historical Capitalization and Days Cash on Hand (in thousands)**

<table>
<thead>
<tr>
<th></th>
<th>December 31, 2014 (Consolidated)</th>
<th>December 31, 2014 (Obligated Group)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Portion of Long-Term debt</td>
<td>$ 27,548</td>
<td>$ 27,371</td>
</tr>
<tr>
<td>Long-Term debt</td>
<td>$ 588,216</td>
<td>$ 588,194</td>
</tr>
<tr>
<td>Total Long-Term debt</td>
<td>$ 615,764</td>
<td>$ 615,565</td>
</tr>
<tr>
<td>Unrestricted Net Assets</td>
<td>$ 1,468,918</td>
<td>$ 1,413,743</td>
</tr>
<tr>
<td>Capitalization Ratio</td>
<td>30%</td>
<td>30%</td>
</tr>
</tbody>
</table>

Source: Corporation

<table>
<thead>
<tr>
<th></th>
<th>December 31, 2014 (Consolidated)</th>
<th>December 31, 2014 (Obligated Group)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Days Cash on Hand</td>
<td>283</td>
<td>360</td>
</tr>
</tbody>
</table>

Source: Corporation