

## **Intermountain Health Care, Inc. and Affiliated Companies**

Included is unaudited consolidated financial information of Intermountain Health Care, Inc. (“Intermountain”) and affiliated companies as of and for the nine months ended September 30, 2022. The internally prepared consolidated financial information, although unaudited, does, in the opinion of management, include all normal recurring adjustments necessary to fairly summarize the results of operations for the periods presented. Results of operations for the nine months ended September 30, 2022 are not necessarily indicative of the results that may be achieved for the fiscal year ending December 31, 2022.

Effective April 1, 2022, Intermountain and Sisters of Charity of Leavenworth Health System, Inc. (“SCL Health”) merged. The merger was accounted for as a business combination in accordance with Financial Accounting Standards Board, Accounting Standards Codification 958-805 (Not-for-Profit Entities Business Combinations). Intermountain accounted for the transaction by re-measuring SCL Health’s assets and liabilities at fair value as of the effective date of the transaction. As there was no consideration involved in the transaction, the fair values of the net assets without donor restrictions and the net assets with donor restrictions of SCL Health were recognized as contributions received. The results of operations of SCL Health are included in the Intermountain consolidated financial statements beginning April 1, 2022.

The information contained in this document speaks only for the periods and as of the dates stated therein and shall not under any circumstances create any implication that there has been no change since the date of such information.

Intermountain Health Care, Inc. and Affiliated Companies  
Consolidated Balance Sheets (Unaudited)  
(In Millions)

	<b>September 30</b>	<b>December 31</b>
	<b>2022</b>	<b>2021</b>
<b>Assets</b>		
Current assets:		
Cash and equivalents	\$ 653	\$ 396
Assets limited as to use	1,428	765
Accounts receivable	1,363	934
Inventory	262	212
Due from brokers for securities sold	237	259
Other current assets	554	396
<b>Total current assets</b>	<b>4,497</b>	<b>2,962</b>
Assets limited as to use	12,326	12,056
Property and equipment, net	6,055	3,429
Other assets	1,411	1,155
<b>Total assets</b>	<b>\$ 24,289</b>	<b>\$ 19,602</b>
<b>Liabilities and net assets</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 842	\$ 666
Compensation and related liabilities	728	461
Due to brokers for securities purchased	524	329
Medical claims payable	309	275
Other current liabilities	368	471
Current portion of long-term debt	59	30
Long-term debt subject to short-term remarketing arrangements	904	436
<b>Total current liabilities</b>	<b>3,734</b>	<b>2,668</b>
Pension liability	187	230
Long-term debt	3,639	2,196
Other liabilities	873	911
Net assets:		
Without donor restrictions	15,354	13,194
With donor restrictions	502	403
	<b>15,856</b>	<b>13,597</b>
<b>Total liabilities and net assets</b>	<b>\$ 24,289</b>	<b>\$ 19,602</b>

Intermountain Health Care, Inc. and Affiliated Companies  
Consolidated Statements of Operations and Changes in Net Assets (Unaudited)  
(In Millions)

	<b>Nine Months Ended September 30</b>	
	<b>2022</b>	<b>2021</b>
<b>Revenues</b>		
Patient services	\$ 5,809	\$ 4,110
Premiums and capitation	3,824	3,427
Other revenues	571	419
	<u>10,204</u>	<u>7,956</u>
<b>Expenses</b>		
Employee compensation and benefits	4,303	2,973
Medical claims	1,869	1,666
Supplies	1,787	1,371
Other operating expenses	1,496	972
	<u>9,455</u>	<u>6,982</u>
<b>Earnings before interest, depreciation and amortization</b>	749	974
Depreciation and amortization	389	295
Interest	75	50
	<u>464</u>	<u>345</u>
<b>Net operating income</b>	285	629
<b>Nonoperating income</b>		
Investment income (loss)	(2,208)	1,206
Contribution from affiliation	4,087	—
Gain from sale of affiliates	—	317
Loss from nonoperating affiliates	(4)	(16)
	<u>1,875</u>	<u>1,507</u>
<b>Excess of revenues over expenses</b>	<u>\$ 2,160</u>	<u>\$ 2,136</u>

*(continued)*

Intermountain Health Care, Inc. and Affiliated Companies  
Consolidated Statements of Operations and Changes in Net Assets (Unaudited)  
(In Millions)

	<b>Nine Months Ended</b>	
	<b>September 30</b>	
	<b>2022</b>	<b>2021</b>
	<hr/>	<hr/>
<b>Net assets without donor restrictions</b>		
Excess of revenues over expenses	\$ 2,160	\$ 2,136
Other	—	10
<b>Increase in net assets without donor restrictions</b>	<hr/> 2,160	<hr/> 2,146
<b>Net assets with donor restrictions</b>		
Restricted contribution from affiliation	97	—
Contributions	54	34
Net assets released from restrictions and other	(52)	(33)
<b>Increase in net assets with donor restrictions</b>	<hr/> 99	<hr/> 1
<b>Increase in net assets</b>	2,259	2,147
Net assets at beginning of period	<hr/> 13,597	<hr/> 10,660
<b>Net assets at end of period</b>	<hr/> <hr/> \$ 15,856	<hr/> <hr/> \$ 12,807

Intermountain Health Care, Inc. and Affiliated Companies  
Consolidated Statements of Cash Flows (Unaudited)  
(In Millions)

	<b>Nine Months Ended</b>	
	<b>September 30</b>	
	<b>2022</b>	<b>2021</b>
<b>Reconciliation of increase in net assets to net cash provided by operating activities</b>		
Increase in net assets	\$ 2,259	\$ 2,147
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Investment losses (gains), net	2,475	(1,101)
Gain from sale of affiliates	—	(317)
Contribution from affiliation	(4,087)	—
Restricted contribution from affiliation	(97)	—
Net change in fair value of interest rate swaps	(148)	(49)
Nonoperating affiliates activities	4	16
Contributions in excess of postretirement benefit plans expense	(49)	(54)
Restricted contributions	(12)	(17)
Depreciation and amortization	389	295
Net change in current assets and liabilities:		
Accounts receivable	(73)	(222)
Inventory	8	(3)
Other current assets	8	22
Accounts payable and accrued liabilities	(35)	(29)
Compensation and related liabilities	124	64
Medical claims payable	34	11
Other current liabilities	(267)	46
Other	(80)	(200)
<b>Net cash provided by operating activities</b>	<b>\$ 453</b>	<b>\$ 609</b>

*(continued)*

Intermountain Health Care, Inc. and Affiliated Companies  
Consolidated Statements of Cash Flows (Unaudited)  
(In Millions)

	<b>Nine Months Ended</b>	
	<b>September 30</b>	
	<b>2022</b>	<b>2021</b>
<b>Investing activities</b>		
Purchases of property and equipment	\$ (568)	\$ (204)
Net purchases of investments	(412)	(795)
Cash paid for acquisitions, net of cash acquired	—	(275)
Net proceeds from sale of subsidiaries	—	332
Cash used by nonoperating affiliates	(31)	(8)
Cash acquired through affiliation	104	—
<b>Net cash used in investing activities</b>	<u>(907)</u>	<u>(950)</u>
<b>Financing activities</b>		
Proceeds from issuance of debt	1,448	—
Repayment of debt	(674)	(35)
Borrowings under term loan agreement	234	—
Repayment of borrowings under term loan agreement	(234)	—
Restricted contributions and other	7	17
<b>Net cash provided by (used in) financing activities</b>	<u>781</u>	<u>(18)</u>
<b>Net increase (decrease) in cash and equivalents</b>	327	(359)
Cash and equivalents at beginning of period	423	670
<b>Cash and equivalents at end of period</b>	<u>\$ 750</u>	<u>\$ 311</u>
<b>Reconciliation of cash and equivalents</b>		
Cash and equivalents	\$ 653	\$ 287
Cash in assets limited as to use	97	24
<b>Cash and equivalents</b>	<u>\$ 750</u>	<u>\$ 311</u>

Intermountain Health Care, Inc. and Affiliated Companies  
Pro Forma Combined System Utilization Statistics

	<b>Nine Months Ended</b>	
	<b>September 30</b>	
	<b>2022<sup>(1)</sup></b>	<b>2021<sup>(1)</sup></b>
Licensed beds	4,760	4,777
Available beds	4,521	4,534
Inpatient admissions	152,010	154,888
Adjusted admissions <sup>(2)</sup>	370,869	356,348
Inpatient days	674,377	681,899
Adjusted patient days <sup>(3)</sup>	1,645,322	1,568,832
Newborn deliveries	28,833	30,005
Occupancy on available beds	54.6%	55.1%
Average daily census	2,470	2,498
Average length of stay <sup>(4)</sup>	4.4	4.4
Emergency room visits	631,178	584,510
Outpatient visits <sup>(5) (6)</sup>	2,773,559	2,889,456
Clinic visits <sup>(7)</sup>	3,336,340	3,388,470
Inpatient surgeries	36,152	36,250
Outpatient surgeries <sup>(6)</sup>	138,419	132,872
Employed full-time equivalents <sup>(8)</sup>	51,936	49,659

(1) Intermountain and SCL Health were affiliated effective April 1, 2022. To allow for meaningful year-over-year comparisons, system utilization statistics are presented on a pro forma basis including both legacy systems for the nine months ended September 30, 2022 and 2021. The pro forma statistics for periods prior to April 1, 2022 are presented by combining the historical results of the legacy Intermountain system and the legacy SCL Health system for the respective periods.

(2) Equal to inpatient admissions + (inpatient admissions x (gross outpatient revenue / gross inpatient revenue))

(3) Equal to inpatient days + (inpatient days x (gross outpatient revenue / gross inpatient revenue))

(4) Equal to inpatient days / inpatient admissions

(5) Outpatient visits is the unique count of hospital outpatient visits, including emergency room visits, outpatient surgeries, hospital-based clinic visits, and visits for outpatient ancillary services

(6) Statistics for outpatient visits and outpatient surgeries include joint venture activity

(7) Clinic visits includes all medical group clinic visits and excludes hospital-based clinic visits

(8) Includes both physicians and staff