



June 14, 2024

The attached unaudited financial statements of Proton International Arkansas, LLC (the "Center") as of and for the month ending April 30, 2024 have been prepared by management of the Center in accordance with Governmental Accounting Standards Board principles, except for the inclusion of explanatory footnotes. In the opinion of management, the attached unaudited financial statements present fairly the financial position of the Center and the results of its operations and cash flows as of and for the month ending April 30, 2024.

Additionally, the following have been provided for your review:

- Actual vs Budget comparison
- Month of April 2024 Income Statement
- Monthly Proton data
  - Payer mix
  - Tumor mix
  - Fraction and revenue data
  - Cash Collection

Thank you for your interest and please let us know if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read "Charles Yoo".

Charles Yoo  
Vice President  
Proton International Arkansas, LLC

Attachments

**Statement of Financial Positions**  
**Proton International Arkansas, LLC**  
**Fiscal Year 2024 (Unaudited)**

	<b>FY Thru Apr 2024</b>
<b>ASSETS:</b>	
Current assets:	
Cash and cash equivalents	\$ 183,372
Accounts receivable, net*	6,406,410
Prepaid expenses	130,560
Total current assets	<u>6,720,342</u>
Assets limited as to use:	
Revenue	110,273
Sr. Debt Service	94,814
Sr. Debt Cap Interest	282,658
Sub. Debt Service	1
Sub. Debt Cap Interest	40,350
Senior Debt Service Reserve	4,054,224
Working Capital	9,961
LT Liquidty Support Fund	1,603,646
Project Equipment	3,795
Total assets limited as to use	<u>6,199,722</u>
Non-current assets:	
Property and equipment, net	43,312,695
Right of Use Asset	46,821,473
Total non-current assets	90,134,168
 Total assets	 <u>\$ 103,054,232</u>
<b>LIABILITIES AND NET ASSETS:</b>	
Current liabilities:	
Accounts payable and accrued expenses	\$ 6,600,444
Senior Interest Payable	1,056,937
Subordinate Interest Payable	258,333
ST Lease Liability	(408,749)
Total current liabilities	<u>7,506,965</u>
Non-current liabilities:	
Senior & Subordinate Bonds, Net	54,574,981
LSF Outstanding	1,603,646
Lease liability	47,977,797
Total non-current liabilities	<u>104,156,424</u>
 Total liabilities	 111,663,389
 Net Assets without Donor Restrictions (deficit)	 <u>(8,609,156)</u>
 Total liabilities and Net assets	 <u>\$ 103,054,233</u>

\* \$4,840,814 fund held by Polish Government

**Statement of Activities**  
**Proton International Arkansas, LLC**  
**Fiscal Year 2024 (Unaudited)**

	<b>FY Thru Apr 2024</b>
Operating revenues	
Billed Tx Revenue (Proton)	\$ 11,054,399
Contractual Adj (Proton)	(8,427,014)
Charity (Proton)	-
Bad Debt (Proton)	-
Net Patient Revenue	<u>2,627,385</u>
Total Operating Revenue	<u><u>\$ 2,627,385</u></u>
Operating expenses	
Personnel expenses	1,528,510
Land & Equipment Lease	1,816,841
Facility & IT	863,746
Medical Supplies	55,982
Professional & Admin. Services	1,671,817
Taxes	-
Amortization & Depreciation	2,296,314
Total Operating Expenses	<u>\$ 8,233,210</u>
Operating Income (Loss)	<u><u>\$ (5,605,825)</u></u>
Non-operating	
70000 · Interest Earned	228,516
81000 · Interest Expense	2,959,357
Non-operating Income (Loss)	<u>(2,730,841)</u>
Net Income (Loss)	<u><u>\$ (8,336,666)</u></u>

**Statement of Cash Flows**  
**Proton International Arkansas, LLC**  
**Fiscal Year 2024 (Unaudited)**

	<b>FY Thru Apr 2024</b>
Cash flows from operating activities:	
Net Income (Loss)	\$ (8,336,666)
Adjustment to reconcile Net Income (Loss)	
Depreciation	2,227,777
Amortization	68,537
Changes in operating assets and liabilities:	
Accounts Receivable	(1,565,596)
Prepaid Expenses	11,156
Accounts Payable	2,667,348
Accrued Expenses	(1,401,570)
Senior Interest Payable	1,056,937
Subordinate Interest Payable	258,333
Current Lease Liability	(408,749)
Net cash provided by Operating Activities	<u>(5,422,493)</u>
Cash flows from investing activities	
Purchase of property and equipment	(2,016,280)
Bond Interest	(328,817)
Right of Use Assets	(46,821,473)
Net cash provided by Investing Activities	<u>(49,166,570)</u>
Cash flows from financing activities	
Change in LT Lease Liability	47,977,797
Change in Development Cost Liability	103,646
Net cash provided by Financing Activities	<u>48,081,443</u>
Net increase in cash and cash equivalents	(6,507,620)
Cash, cash equivalents and trustee accounts	
Beginning of year	12,890,715
End of April	<u><u>\$ 6,383,095</u></u>

**Statement of Activities | Budget**  
**Proton International Arkansas, LLC**  
**Fiscal Year 2024 (Unaudited)**

	<i><b>Actual</b></i> <b>FY Thru</b> <b>Apr 2024</b>	<i><b>Budget</b></i> <b>FY Thru</b> <b>Apr 2024</b>	<i><b>Variance (\$)</b></i>	<i><b>Variance (%)</b></i>
Operating revenues				
Billed Tx Revenue (Proton)	\$ 11,054,399	\$ 17,976,578	\$ (6,922,179)	(38.5%)
Contractual Adj (Proton)	(8,427,014)	(12,102,787)	3,675,773	30.4%
Other Adjustment (Proton)	-	(67,686)	67,686	100.0%
Charity (Photon)	-	(176,612)	176,612	100.0%
Bad Debt (Proton)	-	(110,382)	110,382	100.0%
Net Patient Revenue	2,627,385	5,519,111	(2,891,726)	(52.4%)
Total Operating Revenue	2,627,385	5,519,111	(2,891,726)	(52.4%)
Operating expenses				
Personnel expenses	1,528,510	2,814,069	(1,285,559)	(45.7%)
Land & Equipment Lease	1,816,841	1,438,140	378,701	26.3%
Facility & IT	863,746	1,077,011	(213,265)	(19.8%)
Medical Supplies	55,982	117,527	(61,545)	(52.4%)
Professional & Admin. Services	1,671,817	1,618,092	53,725	3.3%
Taxes	-	-	-	NA
Amortization & Depreciation	2,296,314	1,809,349	486,965	26.9%
Total Operating Expenses	\$ 8,233,210	\$ 8,874,188	(640,978)	(7.2%)
Operating Income (Loss)	\$ (5,605,825)	\$ (3,355,076)	\$ (2,250,749)	67.1%
Non-operating				
70000 · Interest Earned	228,516	-	228,516	NA
81000 · Interest Expense	2,959,357	3,288,175	328,818	10.0%
81001 · Interest Expense-Amortization	-	68,521	68,521	100.0%
Non-operating Income (Loss)	(2,730,841)	(3,356,696)	625,855	18.6%
Net Income (Loss)	\$ (8,336,666)	\$ (6,711,773)	\$ (1,624,893)	(24.2%)
Proton Fractions	1,930	2,949	(1,019)	(34.6%)
OpEx (Excl Depreciation)	\$ 5,936,896	\$ 7,064,838	1,127,942	16.0%
EBITDA	\$ (3,309,511)	\$ (1,545,727)	(1,763,784)	(114.1%)

**Statement of Activities (Month)**  
**Proton International Arkansas, LLC**  
**Fiscal Year 2024 (Unaudited)**

	<b>Month of Apr 2024</b>	<b>Last Month</b>
Operating revenues		
Billed Tx Revenue (Proton)	\$ 2,563,577	\$ 2,201,118
Contractual Adj (Proton)	(1,863,205)	(1,641,935)
Net Patient Revenue	700,372	559,183
Total Operating Revenue	700,372	559,183
Operating expenses		
Personnel expenses	173,180	184,163
Land & Equipment Lease	253,772	253,772
Facility & IT	57,579	66,471
Medical Supplies	2,534	15,752
Professional & Admin. Services	160,058	156,257
Taxes	-	-
Amortization & Depreciation	254,344	254,342
Total Operating Expenses	\$ 901,467	\$ 930,757
Operating Income (Loss)	\$ (201,095)	\$ (371,574)
Non-operating		
70000 · Interest Earned	17,903	16,520
81000 · Interest Expense	328,818	328,816
Non-operating Income (Loss)	(310,915)	(312,296)
Net Income (Loss)	\$ (512,010)	\$ (683,870)
Proton Fractions	424	351
OpEx (Excl Depreciation)	\$ 647,123	\$ 676,415
EBITDA	\$ 53,249	\$ (117,232)

# Statistics - Payer and Tumor Mix

## Proton International Arkansas, LLC

### Proton Data

	Last 6 Months <i>Thru Apr 2024</i>	Last 3 Months <i>Thru Apr 2024</i>	Monthly <i>Thru Apr 2024</i>
<b>Payer Mix %</b>			
Medicare	26.5%	40.7%	26.5%
BCBS	27.7%	16.0%	27.7%
UHC	0.0%	0.0%	0.0%
Commercial	1.0%	2.6%	1.0%
Medicaid	32.2%	26.3%	32.3%
Self Pay	0.0%	0.3%	0.0%
Charity	0.0%	0.0%	0.0%
VA	5.6%	4.9%	5.6%
Inpatient	0.1%	6.5%	0.0%
Other	6.9%	2.7%	6.9%
	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>
<b>Tumor Mix %</b>			
Breast	3.6%	4.6%	2.1%
CNS	33.4%	35.7%	37.5%
GI	3.2%	1.3%	2.6%
GU	0.0%	0.0%	0.0%
Head & Neck	21.9%	25.2%	25.9%
Lung	6.2%	5.3%	4.0%
Lymphoma	2.3%	0.7%	1.2%
MSK	15.7%	16.2%	22.9%
Other	1.6%	1.6%	0.0%
Prostate	12.1%	9.4%	3.8%
Skin	0.0%	0.0%	0.0%
	<u>100.0%</u>	<u>100.0%</u>	<u>100.0%</u>

**Statistics - Treatment and Revenue**  
**Proton International Arkansas, LLC**  
**Proton Data**

**FY2024**  
**Treatments per Month**

Jul	-
Aug	-
Sep	2
Oct	136
Nov	215
Dec	193
Jan	267
Feb	342
Mar	351
Apr	424
May	
Jun	

**FY2024**  
**Average Treatments per Day**

Jul	-
Aug	-
Sep	1.0
Oct	6.2
Nov	11.3
Dec	10.7
Jan	12.1
Feb	16.3
Mar	16.7
Apr	19.3
May	
Jun	

**FY2024**  
**Unique Patients Treated**

Jul	-
Aug	-
Sep	1
Oct	13
Nov	22
Dec	20
Jan	25
Feb	29
Mar	32
Apr	32
May	
Jun	

**FY2024**  
**Gross Charges (000s)**

Jul	\$ -
Aug	\$ -
Sep	\$ -
Oct	\$ -
Nov	\$ -
Dec	\$ 2,528
Jan	\$ 1,892
Feb	\$ 1,825
Mar	\$ 2,201
Apr	\$ 2,564
May	
Jun	

**FY2024**  
**Net Treatment Revenue (000s)**

Jul	\$ -
Aug	\$ -
Sep	\$ -
Oct	\$ -
Nov	\$ -
Dec	\$ 603
Jan	\$ 411
Feb	\$ 309
Mar	\$ 559
Apr	\$ 700
May	
Jun	

**FY2024**  
**Cash Collections (000s)**

Jul	\$ -
Aug	\$ -
Sep	\$ -
Oct	\$ -
Nov	\$ -
Dec	\$ 45
Jan	\$ 78
Feb	\$ 153
Mar	\$ 339
Apr	\$ 448
May	
Jun	