

HEALTH DISCIPLINE
PROSPECTIVE NEW CLIENT RISK ASSESSMENT FORM – Page 1

Prospective Client Name: **CaroMont Health**

Lead Consultant: **Art Wilmes**

Principal: **Art Wilmes**

Type of Client Entity

- | | | |
|--|------------------------------|--|
| Governmental/public (Type: _____) | <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No |
| Core business is risk-taking (Type: <u>Provider task</u>) | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| Stock company or other for-profit: | | |
| Publicly traded (Stock exchange listing: _____) | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| Subsidiary (Parent: _____) | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| Other (Description: <u>NFP Hospital</u>) | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| Non-profit or other (Type: _____) | <input type="checkbox"/> Yes | <input type="checkbox"/> No |

Screening and Risk Assessment Questions

- | | | | |
|--|---|--|--------------------------------|
| (a) Is there evidence of a questionable background or history associated with either the owners (for stock companies, other than publicly traded corporations) or the management/trustees? This includes criminal or other questionable backgrounds, association with prior bankruptcies, history of being sued in connection with business / financial practices, or lack of experience or competence in the field. | <input type="checkbox"/> NA ⁽¹⁾ | <input checked="" type="checkbox"/> No | <input type="checkbox"/> Other |
| (b) Financial stability and capitalization: | <input type="checkbox"/> NA ⁽²⁾ | <input checked="" type="checkbox"/> No | <input type="checkbox"/> Other |
| • Existing entity: Has the company been financially unstable, does it currently operate with inadequate capital/surplus, or can it otherwise be reasonably expected to face a precarious financial position? | | | |
| • Start-up: Is the company inadequately capitalized or can it otherwise be reasonably expected to face a precarious financial position? | | | |
| (c) Is the entity currently, or has it been within the past five years, under court or regulatory oversight? | <input type="checkbox"/> NA ⁽²⁾ | <input checked="" type="checkbox"/> No | <input type="checkbox"/> Other |
| (d) If the work involves an actuarial statement of opinion for a regulatory filing, did the previous actuary depart either voluntarily or involuntarily? | <input checked="" type="checkbox"/> NA ⁽³⁾ | <input checked="" type="checkbox"/> No | <input type="checkbox"/> Other |
| (e) Is there a history of suing professionals or evidence of litigiousness, based on the information obtained through client screening or conflict checking? | | <input checked="" type="checkbox"/> No | <input type="checkbox"/> Other |

(1) Mark "NA" only if the prospective client is a governmental / public entity.

(2) Mark "NA" only if the core business of the prospective client is *not* risk-taking.

(3) Mark "NA" only if work does not involve an actuarial statement of opinion for a regulatory filing.

FORWARD COPY OF SIGNED FORM TO CORPORATE LEGAL STAFF

(include copy of terms and conditions, if a "Conditioned Acceptance")

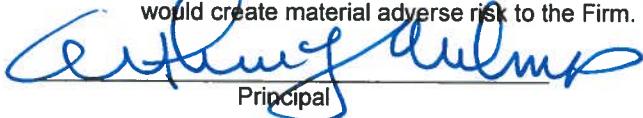
HEALTH DISCIPLINE
PROSPECTIVE NEW CLIENT RISK ASSESSMENT FORM – Page 2

Prospective Client Name:

Client Risk Assessment Statement

1. **Standard Acceptance** – I have undertaken a risk assessment of this prospective new client, and affirm that:

- (a) Client screening has been completed by Milliman corporate staff, no material adverse findings are present, and the screening results are documented in the files;
- (b) Answers to Screening and Risk Assessment Questions (a) – (e) on Page 1 are all "NA" or "No";
- (c) Sufficient information to make this risk assessment has been assembled and is documented in the files; and
- (d) I have assessed the risk to Milliman of this prospective client, and I am not aware of any factors that would create material adverse risk to the Firm.



Principal

February 12, 2016

Date

2. **Non-Acceptance** – I have undertaken a risk assessment of this prospective new client, and based on those results have declined or chosen not to pursue an engagement.

Principal

Date

3. **Conditioned Acceptance** – I have undertaken a risk assessment of this prospective new client, and affirm that:

- (a) Client screening has been completed by Milliman corporate staff, the screening results have been provided to the Health Practice Director, and they are documented in the files;
- (b) A comprehensive written explanation addressing each of the Screening and Risk Assessment Questions (a) – (e) for which the answer is "Other" has been provided to the Health Practice Director and is documented in the files;
- (c) Sufficient information to make this risk assessment has been assembled, such material has been provided to the Health Practice Director, and it is documented in the files;
- (d) The prospective client is willing to accept all standard provisions of Milliman's CSA (or alternative wording and provisions acceptable to the Health Practice Director and either the Chief Risk Officer or the ERC or Board, whichever is appropriate, under the circumstances of a "qualified acceptance");
- (e) I have assessed the risk to Milliman of this prospective client, recognize that certain adverse risk factors are or may be present, and believe that they can be adequately managed; and
- (f) I have received written permission from the Health Practice Director to accept the client, with accompanying terms and conditions for undertaking any engagement (copy to be attached).

Principal

Date

Susan OConnor

From: David Pierce
Sent: Friday, July 22, 2016 1:11 PM
To: Susan OConnor
Cc: Art Wilmes
Subject: FW: CAROMONT HEALTH SCREEN RESULTS
Attachments: caro.pdf

David Pierce | Director of Operations, PRM Analytics | david.pierce@milliman.com
Milliman | Chase Tower/Circle | 111 Monument Circle, Suite 601 | Indianapolis, IN 46204-5128 | USA
Tel +1 317 524 3578 | Fax +1 317 639 1001 | milliman.com



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From: sharepoint@milliman.com [mailto:sharepoint@milliman.com]
Sent: Friday, February 12, 2016 11:05 AM
To: David Pierce <david.pierce@milliman.com>
Cc: Brandy Wilson <brandy.wilson@milliman.com>; Beau Preston <Beau.Preston@milliman.com>
Subject: CAROMONT HEALTH SCREEN RESULTS

This is to inform you that your client screening request has been completed by Chelo Gable (Contractor)

CaroMont Health

Request Date:	02-09-2016
Requestor:	David Pierce
Discipline:	Health
Company Name:	CaroMont Health
On High Risk Client List? :	No
A.M. Best Rating :	None
Moody's Rating :	A1 (low risk) Outlook: Stable Affirmed: 9 June 2015
D&B Credit Score Class :	2 (Low to moderate risk of severe payment delinquency over the next 12 months.)

D&B Financial Stress Class : 2 (Low to moderate risk of severe financial stress over the next 12 months.)

WorldCheck Rating : N/A;

Ownership :

CaroMont Health, Inc.("CH") is a regional health system that provides innovative medical and wellness services. It has a network of physician practices, urgent care, hospice and emergency facilities is anchored by CaroMont Regional Medical Center—a 435-bed, not-for-profit hospital. The company was founded in 1908 and is based in Gastonia, North Carolina. The North Carolina Secretary of State's business registrations files show that Caromont Health, Inc. was registered as a Corporation on March 16, 1984.

Officers :

I profiled the individuals listed below using Google and Factiva sources, and screened for involvement in criminal and civil litigation using LexisNexis databases and dockets. I find nothing to suggest that any of the officers have been accused of professional malfeasance or willful misconduct, or been convicted of any criminal wrongdoing. A scan of local and national newspapers, news wires, trade journals, transcripts, and internet search engines located no adverse press coverage of PAFP or its parent companyPlease note that my research is inconclusive due to the commonness of Mr. O'Connor's name.

- **Chairman of the Board:** K. Christopher "Chris" Peek - Antecedents are not available.
- **President and CEO:** Douglas Luckett - Mr. Luckett's biography can be accessed here: <https://www.linkedin.com/in/doug-luckett-4572784>
- **Executive Vice President and COO:** Kathleen Besson - Ms. Besson's biography can be accessed here: <https://www.linkedin.com/in/kathleen-besson-659ab839?trk=pub-pbmap>
- **Executive Vice President and CFO:** David O'Connor - Antecedents are not available.

Prior Health Risk Assessment :

N/A

Noteworthy News :

A scan of local and national newspapers, news wires, trade journals, transcripts, and internet search engines located no adverse press coverage of CH.

July 2010: CH announced today that Standard & Poor's upgraded the NC Medical Care Commission's \$106.5 million Series 2008 hospital revenue bonds and \$119.4 million Series 2003 bonds to 'AA-' from 'A+', both of which were issued for CaroMont. S&P also affirmed its 'AAA/A-1' rating on CaroMont's Series 2003 bonds and confirmed its outlook on CaroMont to be "stable." (Source: PRNewswire, 28 July 2010)

Litigation History :

A screening for litigation using news sources, internet search engines, and LexisNexis' state and federal cases database and dockets revealed less than 30 cases that name CH as a party. CH is usually named as a defendant, rather than plaintiff, and several of these cases are employment disputes or other actions which appear to be fairly typical for this type of entity.

Comments :

CH screens acceptably at the executive level. Insofar as my research indicates, the company's CEO and COO appear to have relevant experience for their positions and I found no conclusive evidence of any personal litigation or professional wrongdoing for any of the officers I screened. Please note that my research is inconclusive for Mr. O'Conner due to the commonness of his name.

At the entity level, there is little news coverage of our prospective client, none of which contains any red flags. At the litigation level, most of the litigation I found the company to be named in appears to be fairly typical for an entity of this type. I found no evidence that our prospective client has ever initiated a suit against a professional advisor.

At the financial level, CH's financial ratings are acceptable. Moody's rates the company as a low credit risk, and D&B assigns a "2" rating for both Credit Score Class and Financial Stress, indicating low to moderate risk of slow payment and severe financial stress. The attached report shows evidence of 74 payment experiences, as well as 1 suit against the company.

In all, my research found nothing that indicates that doing business with CH would pose undue risk to Milliman. Please let me know if there is anything else that I can do to be of assistance.

Chelo
chelo.gable@milliman.com

NOTE: Please do not reply to this automated notice.



CAROMONT HEALTH, INC.

D-U-N-S® 62-205-8519
 Mailing Address PO BOX 1747
 2525 Court Dr,
 Gastonia, NC 28054
 28053 Website: www.caromont.org

Phone 704 834-2000

Comprehensive Report

Purchase Date: 02/12/2016
 Last Update Date: 05/18/2015
 Attention: legal

Executive Summary

Company Info

Year Started	1984	Working Capital	\$50,144,309
Control Year	1984	Sales (Financial Statement)	\$37,155,458
CEO	DOUGLAS LUCKETT, INT CEO	Net Worth (Financial Statement)	543,978,063
Employees	2,400	As of 06/30/2014	
Employees Here	1,900 at this location		

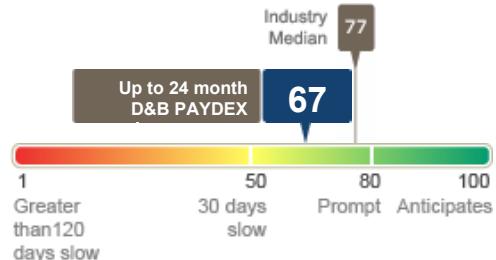
D&B Rating

D&B Rating

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D&B PAYDEX®

Up to 24 month D&B PAYDEX



Up to 3 month D&B PAYDEX



Predictive Analytics



Financial Stress Class



Credit Score Class



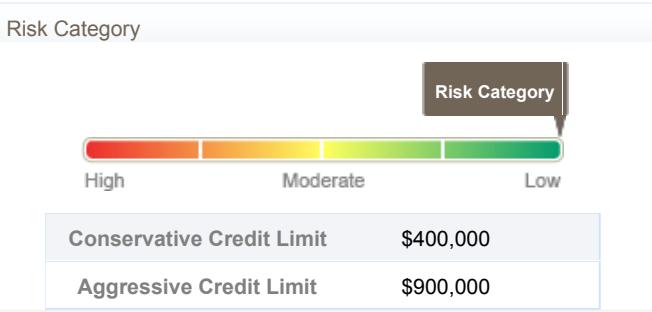
The Financial Stress Class of 2 for this company shows that firms with this class had a failure rate of 0.09% (9 per 10,000).

Financial Stress Class	2
Financial Stress Score	1,518
Highest Risk	1,001
Lowest Risk	1,875

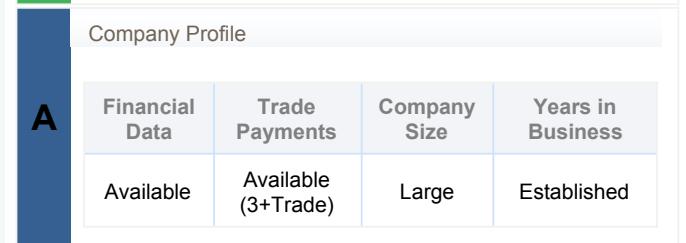
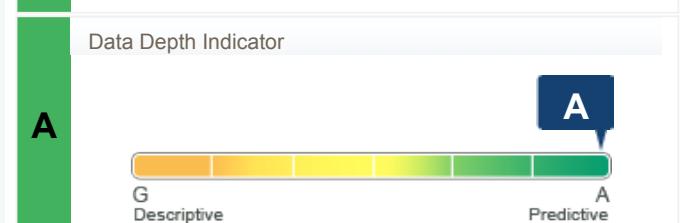
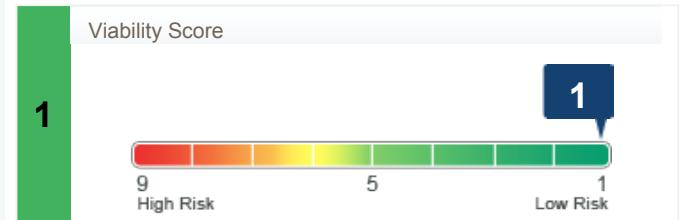
The Credit Score class of 2 for this company shows that 2.50% of firms with this classification paid one or more bills severely delinquent.

Credit Score Class	2
Credit Score	540
Highest Risk	101
Lowest Risk	670

Credit Limit Recommendation



D&B Viability Rating



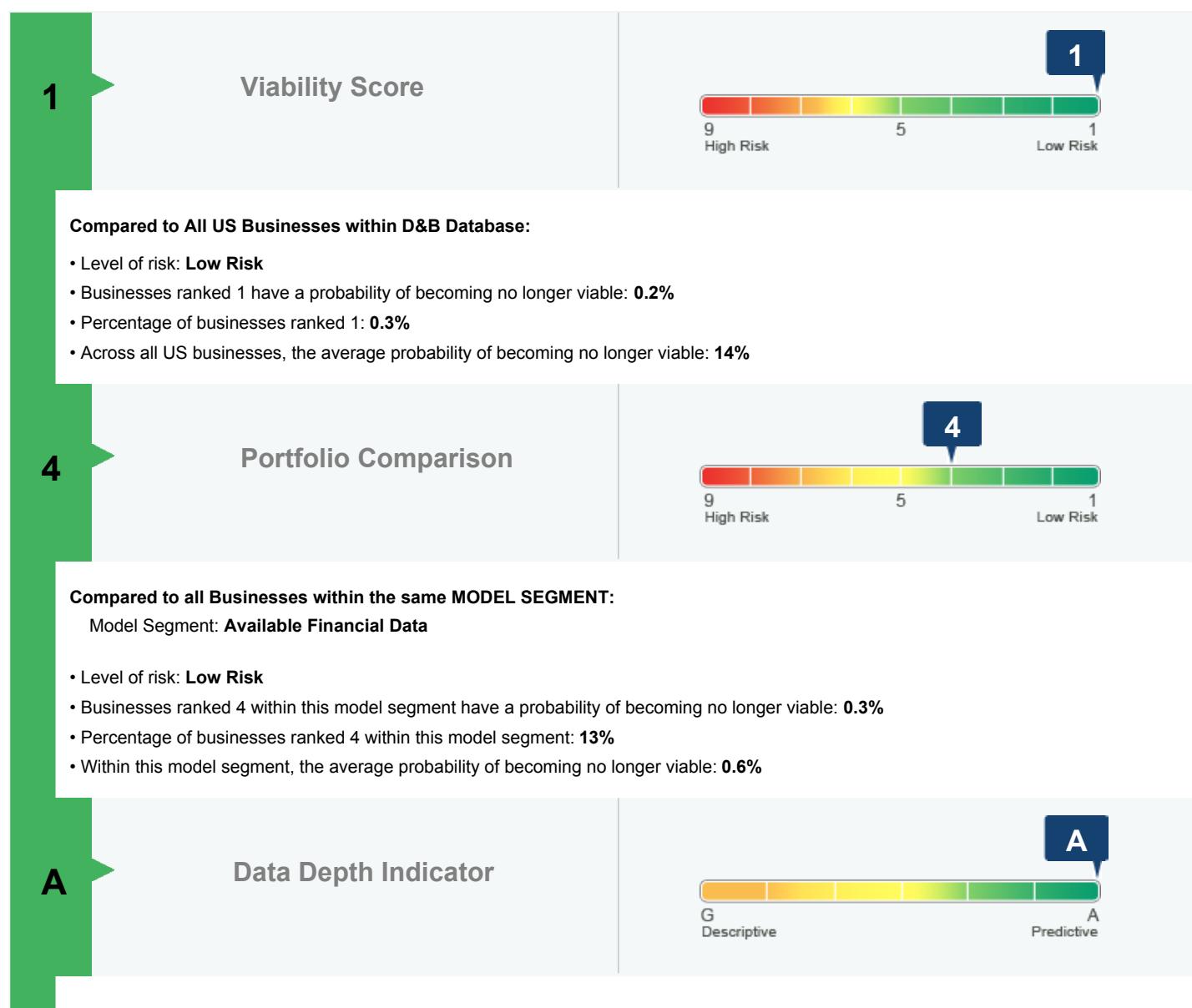
Business Information



Business Summary		Credit Capacity Summary	
Branch & Division	YES		
Financing	SECURED		
Financial Condition	STRONG		
SIC	8741 Management services, specialty outpatient clinic	Prior D&B Rating --	--
NAICS	561110 Office Administrative Services	Rating Date 06/10/2013	
History Status	INCOMPLETE	Payment Activity (based on 74 experiences) USD	
		Average High Credit \$29,065	
		Highest Credit 500,000	
		Total Highest Credit 2,005,850	

D&B Viability Rating

The D&B Viability Rating uses D&B's proprietary analytics to compare the most predictive business risk indicators and deliver a highly reliable assessment of the probability that a company will no longer be in business within the next 12 months.



**Data Depth Indicator Details:**

- ✓ Rich Firmographics
- ✓ Extensive Commercial Trading Activity
- ✓ Comprehensive Financial Attributes

A**Company Profile**

Financial Data	Trade Payments	Company Size	Years in Business
Available	Available (3+Trade)	Large	Established

Company Profile Details:

- Financial Data: Available
- Trade Payments: Available (3+Trade)
- Business Size: Large (Employees:50+ or Sales: \$500K+)
- Years in Business: Established (5+)

Business History

Officers DOUGLAS LUCKETT, INTERIM CEO;
DAVID O'CONNOR, CFO;
RANDALL KELLEY, CEO;
JEROME LEVINE, MD, EXEC V PRES;
MARIA LONG, EXEC V PRES;
KATHLEEN BESSON, V PRES;
MARIA LONG,EXEC V PRES

Directors The officers identified by (+)

As of 05/18/2015

The North Carolina Secretary of State's business registrations file showed that Caromont Health, Inc. was registered as a Corporation on March 16, 1984.

Business started 1984.

RECENT EVENTS:

On January 31, 2012, Shary Reefe, Controller, confirmed that CaroMont Health, Gastonia, NC, completed the acquisition of Mid Carolina Cardiology, Charlotte, NC, on January 3, 2012. With the acquisition, Mid Carolina Cardiology, will no longer be a legal operating entity and will now operate as a branch of CaroMont Health. Employees and management were retained. Financial terms were not disclosed.

DOUGLAS LUCKETT born 1946. Served as Executive Vice President, Operational Integration & Chief Operating Officer.

DAVID O'CONNOR. Antecedents are unknown.

RANDALL KELLEY. Antecedents not available.

JEROME LEVINE, MD. Antecedents not available.

MARIA LONG. Antecedents not available.

KATHLEEN BESSON. Antecedents not available.

MARIA LONG. Antecedents not available.

Business address has changed from 2240 Remount Rd, Gastonia, NC, 28054 to 2525 Court Dr, Gastonia, NC, 28054.



Business Registration

CORPORATE AND BUSINESS REGISTRATIONS REPORTED BY THE SECRETARY OF STATE OR OTHER OFFICIAL SOURCE AS OF Jan 29 2016:

This data is for information purposes only. Certification can only be obtained through the Department of the North Carolina Secretary of State.

Registered Name	CAROMONT HEALTH, INC.	Registration ID	0057964 -NP	Filing Date	03/16/1984
Business Type	CORPORATION	Duration	PERPETUAL	Registered Agent	LUCKETT, DOUGLAS R. 2525 COURT DR, GASTONIA, NC 280540000
Corporation Type	NON- PROFIT	Status	ACTIVE		
Incorporated Date	03/16/1984	Where Filed	SECRETARY OF STATE/CORPORATIONS DIVISION , RALEIGH , NC		
State of Incorporation	NORTH CAROLINA				

Government Activity Summary

Activity Summary		Possible candidate for socioeconomic program consideration	
Borrower	No	Labor Surplus Area	N/A
Administrative Debt	No	Small Business	N/A
Grantee	No	Women Owned	N/A
Party Excluded from Federal Programs	No	Minority Owned	N/A
Public Company	N/A		
Contractor	No		
Importer/Exporter	N/A		

The details provided in the Government Activity section are as reported to Dun & Bradstreet by the federal government and other sources.

Operations Data

As of 05/18/2015

Description:	Provides management services, specializing in nursing or personal care facility management and hospital management. Operates a specialty outpatient clinic.
	Revenue is derived through subsidiaries. Sells to subsidiaries. Territory : Local.
Employees:	2,400 which includes officer(s). 1,900 employed here.
Facilities:	Rents 700,000 sq. ft. in a multi story concrete block building.

Industry Data

SIC		NAICS	
Code	Description	Code	Description
87419907	Nursing and personal care facility management	561110	Office Administrative Services
87419906	Hospital management	561110	Office Administrative Services
80930000	Specialty outpatient clinics, nec	621498	All Other Outpatient Care Centers



Family Tree

Branches Domestic

CAROMONT HEALTH, INC. (D-U-N- S@:03-054-2521) AKA: CAROMONT INTERNAL MEDICINE HEALTH 2555 COURT DR STE 300, GASTONIA, NC 28054-2179	CAROMONT HEALTH, INC. (D-U-N- S@:05-286-2278) AKA: HEALTH AND FITNESS CONNECTIONS 206 E ALLENTON ST, MOUNT GILEAD, NC 27306-8601	CAROMONT HEALTH, INC. (D-U-N- S@:07-389-6685) AKA: GASTONIA PEDIATRIC PARTNERS 705 SUMMIT CROSSING PL STE 150, GASTONIA, NC 28054-2137	CAROMONT HEALTH, INC. (D-U-N- S@:79-808-5965) AKA: COURTLAND TERRACE 2300 ABERDEEN BLVD, GASTONIA, NC 28054-0613	CAROMONT HEALTH, INC. (D-U-N- S@:82-599-2621) AKA: GASTON AMULATORY SURGERY 2545 COURT DR, GASTONIA, NC 28054-2140
CAROMONT HEALTH, INC. (D-U-N- S@:94-583-0438) 911 W HENDERSON ST STE 230, SALISBURY, NC 28144-2700	CAROMONT HEALTH, INC. (D-U-N- S@:96-901-6799) AKA: PIEDMONT HEALTH LINK 2544 COURT DR STE A, GASTONIA, NC 28054-3450	CAROMONT HEALTH, INC. (D-U-N- S@:07-837-7479) AKA: MID CAROLINA CARDIOLOGY 1718 E 4TH ST STE 501, CHARLOTTE, NC 28204-3197	CAROMONT HEALTH, INC. (D-U-N- S@:03-698-3612) 105 S ELM ST, MC ADENVILLE, NC 28101	CAROMONT HEALTH, INC. (D-U-N- S@:00-779-4516) 2525 COURT DR, GASTONIA, NC 28054-2140
CAROMONT HEALTH, INC. (D-U-N- S@:04-857-5986) 14035 GRANDIFLORA DR, CHARLOTTE, NC 28278-8456				

Subsidiaries Domestic

GASTON MEMORIAL HOSPITAL, INCORPORATED; (D-U-N- S@:07-107-1682) AKA: CAROMONT HEALTH 2525 COURT DR, GASTONIA, NC 28054-2140	
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This list is limited to the first 25 branches, subsidiaries, divisions and affiliates, both domestic and international. Please use the Global Family Linkage Link above to view the full listing.

Financial Statements

Statement Update

Fiscal statement dated JUN 30 2014:

Assets	USD	Liabilities	USD
Current Assets		Current Liabilities	
Cash	\$57,925,249	Accts Pay	\$9,754,343
Accts Rec	151,651	Total Current Liabilities	9,754,343
Inventory	6,959		
Notes Rec	1,814,793		
Total Current Assets	59,898,652		
Non Current Assets		Non Current Liabilities	



Fixt & Equip	2,256,384	UNRESTRICTED NET ASSETS	543,978,063
Investments-Other	491,577,370	Total Liabilities & Net Worth	553,732,406
Total Assets	553,732,406		

As of 10/14/2015

From JUL 01 2013 to JUN 30 2014 annual sales \$37,155,458; gross profit \$37,155,458; operating expenses \$1,517,541. Operating income \$35,637,917; net income \$35,637,917.

Statement Source

Accountant: DIXON HUGHES GOODMAN LLP, Asheville, NC. Extent of audit, if any, not indicated.

One Year Comparative Statement		Key Business Ratios (Based on 27 establishments)			
	Fiscal Jun 30 2013 USD		This Business	Industry Median	Industry Quartile
Curr Assets	\$31,568,666	Profitability			
Curr Liabs	10,168,898	Return on Sales	95.9	1.1	1
Current Ratio	3.1	Return on Net Worth	6.6	7.7	3
Working Capital	21,399,768	Short Term Solvency			
Other Assets	440,465,767	Current Ratio	6.1	1.5	1
Worth	461,865,535	Quick Ratio	6.0	1.0	1
Sales	23,480,589	Efficiency			
Long Term Liab	0	Assets Sales	999.9	174.2	4
Net Profit (Loss)	20,460,587	Sales / Net Working Capital	0.7	9.1	4
		Utilization			
		Total Liabs / Net Worth	1.8	149.6	1
As of 06/30/2014					

Most Recent Financial Statement

Fiscal statement dated JUN 30 2013:

Assets	USD	Liabilities	USD
Current Assets		Current Liabilities	
Cash	\$30,118,603	Accts Pay	\$10,168,898
Accts Rec	229,965	Total Current Liabilities	10,168,898
Inventory	9,833		
Notes Rec	1,210,265		
Total Current Assets	31,568,666		
Non Current Assets		Non Current Liabilities	
Fixt & Equip	1,545,396	UNRESTRICTED NET ASSETS	461,865,535
Investments-Other	438,920,371	Total Liabilities & Net Worth	472,034,433
Total Assets	472,034,433		

As of 05/18/2015

From JUL 01 2012 to JUN 30 2013 annual sales \$23,480,589. Gross profit \$23,480,589; operating expenses \$3,020,002. Operating income \$20,460,587. Net income \$20,460,587.

Statement Source

Accountant: DIXON HUGHES GOODMAN LLP, Asheville, NC. Extent of audit, if any, not indicated.

Repeated attempts to contact business were unsuccessful.

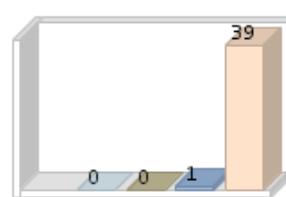
Indicators

Public Filings Summary

The following data includes both open and closed filings found in D&B's database on this company

Record Type	No. of Records	Most Recent Filing Date
Judgment	0	
Lien	0	
Suit	1	09/10/2010
UCC	39	10/12/2015

Public Filings



■ Bankruptcy ■ Judgment ■ Lien ■ Suit ■ UCC

The following Public Filing data is for information purposes only and is not the official record. Certified copies can only be obtained from the official source.

Full Filings

Suits

Amount		Latest Info Received	10/22/2010
Status	Pending		
Where Filed	GASTON COUNTY CLERK OF SUPERIOR COURT, GASTONIA, NC	CASE NO.	10CVS004430
Plaintiff	COLLIE GINGLES SR.	Status Attained	09/10/2010
Defendant	CAROMONT HEALTH INC. AND OTHERS	Date Filed	09/10/2010
Cause	MEDICAL MALPRACTICE		

If it is indicated that there are defendants other than the report subject, the lawsuit may be an action to clear title to property and does not necessarily imply a claim for money against the subject.

UCC Filings

Collateral	Account(s) and proceeds - Assets and proceeds - Chattel paper and proceeds	Latest Info Received	10/12/2005
Filing No.	20050092562B	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	09/27/2005
Secured Party	THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL		
Debtor	CAROMONT HEALTH SERVICES, INC		

Filing No.	20080008910K	Latest Info Received	02/18/2008
Original UCC Filed Date	09/27/2005	Type	Assignment
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	01/29/2008
Secured Party	THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL	Original Filing No.	20050092562B
Assignee	THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL		
Debtor	CAROMONT HEALTH SERVICES, INC		

Collateral	Account(s) and proceeds - Assets and proceeds - Chattel paper and proceeds	Latest Info Received	02/18/2008
Filing No.	20080009129B	Type	Amendment
Original UCC Filed Date	09/27/2005	Date Filed	01/30/2008
		Original Filing No.	20050092562B



Secured Party	THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL		
Debtor	CAROMONT HEALTH SERVICES, INC		
Filing No.	20100068566F	Latest Info Received	09/05/2010
Original UCC Filed Date	09/27/2005	Type	Continuation
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	08/27/2010
Secured Party	THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL	Original Filing No.	20050092562B
Debtor	CAROMONT HEALTH SERVICES, INC		
Filing No.	20100070367H	Latest Info Received	10/08/2010
Original UCC Filed Date	09/27/2005	Type	Amendment
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	09/03/2010
Secured Party	THE BANK OF NEW YORK MELLON TRUST COMPANY, N.A., AS MASTER TRUSTEE, JACKSONVILLE, FL THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL	Original Filing No.	20050092562B
Debtor	CAROMONT HEALTH SERVICES, INC		
Filing No.	20150047428E	Latest Info Received	05/25/2015
Original UCC Filed Date	09/27/2005	Type	Continuation
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	05/18/2015
Secured Party	THE BANK OF NEW YORK MELLON TRUST COMPANY, N.A., AS MASTER TRUSTEE, JACKSONVILLE, FL THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL	Original Filing No.	20050092562B
Debtor	CAROMONT HEALTH SERVICES, INC		
Collateral	Account(s) and proceeds - Assets and proceeds - Chattel paper and proceeds	Latest Info Received	10/12/2005
Filing No.	20050092560M	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	09/27/2005
Secured Party	THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL		
Debtor	CAROMONT HEALTH, INC		
Filing No.	20080008911M	Latest Info Received	02/18/2008
Original UCC Filed Date	09/27/2005	Type	Assignment
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	01/29/2008
Secured Party	THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL	Original Filing No.	20050092560M
Assignee	THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL		
Debtor	CAROMONT HEALTH, INC		
Collateral	Account(s) and proceeds - Assets and proceeds - Chattel paper and	Latest Info	02/18/2008



Filing No.	20080009130E	Type	Amendment
Original UCC Filed Date	09/27/2005	Date Filed	01/30/2008
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Original Filing No.	20050092560M
Secured Party	THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL		
Debtor	CAROMONT HEALTH, INC		
Filing No.	20100068565E	Latest Info Received	09/05/2010
Original UCC Filed Date	09/27/2005	Type	Continuation
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	08/27/2010
Secured Party	THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL	Original Filing No.	20050092560M
Debtor	CAROMONT HEALTH, INC		
Filing No.	20100070368J	Latest Info Received	10/08/2010
Original UCC Filed Date	09/27/2005	Type	Amendment
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	09/03/2010
Secured Party	THE BANK OF NEW YORK MELLON TRUST COMPANY, N.A., AS MASTER TRUSTEE, JACKSONVILLE, FL THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL	Original Filing No.	20050092560M
Debtor	CAROMONT HEALTH, INC		
Filing No.	20150047426B	Latest Info Received	05/25/2015
Original UCC Filed Date	09/27/2005	Type	Continuation
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	05/18/2015
Secured Party	THE BANK OF NEW YORK MELLON TRUST COMPANY, N.A., AS MASTER TRUSTEE, JACKSONVILLE, FL THE BANK OF NEW YORK TRUST COMPANY, N.A. (AS MASTER TRUSTEE), JACKSONVILLE, FL THE BANK OF NEW YORK, AS MASTER TRUSTEE, JACKSONVILLE, FL	Original Filing No.	20050092560M
Debtor	CAROMONT HEALTH, INC		
Collateral	Equipment and proceeds	Latest Info Received	02/25/2013
Filing No.	20130015177J	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	02/18/2013
Secured Party	DE LAGE LANDEN FINANCIAL SERVICES, INC., WAYNE, PA		
Debtor	CAROMONT HEALTH, INC.		
Collateral	Equipment	Latest Info Received	04/14/2015
Filing No.	20150027811J	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	03/30/2015
Secured Party	HITACHI MEDICAL SYSTEMS AMERICA, TWINSBURG, OH		
Debtor	CAROMONT HEALTH INC.		
Filing No.	20150042353G	Latest Info Received	05/10/2015



Date		Type	Termination
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	05/06/2015
Secured Party	HITACHI MEDICAL SYSTEMS AMERICA, TWINSBURG, OH	Original Filing No.	20150027811J
Debtor	CAROMONT HEALTH INC.		
Collateral	Leased Equipment and proceeds	Latest Info Received	05/14/2013
Filing No.	20130038847H	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	04/22/2013
Secured Party	CREEK RIDGE CAPITAL LLC, EDINA, MN		
Debtor	CAROMONT HEALTH, INC.		
Collateral	Equipment	Latest Info Received	06/17/2013
Filing No.	20130048808F	Type	Amendment
Original UCC Filed Date	04/22/2013	Date Filed	05/17/2013
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Original Filing No.	20130038847H
Secured Party	BMO HARRIS BANK NATIONAL ASSOCIATION, CHICAGO, IL CREEK RIDGE CAPITAL LLC, EDINA, MN		
Debtor	CAROMONT HEALTH, INC.		
Filing No.	20130048808F	Latest Info Received	05/26/2013
Original UCC Filed Date	04/22/2013	Type	Assignment
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	05/17/2013
Secured Party	CREEK RIDGE CAPITAL LLC, EDINA, MN	Original Filing No.	20130038847H
Assignee	BMO HARRIS BANK NATIONAL ASSOCIATION, CHICAGO, IL		
Debtor	CAROMONT HEALTH, INC.		
Collateral	Business machinery/equipment	Latest Info Received	03/24/2009
Filing No.	20090018686A	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	03/12/2009
Secured Party	BANC OF AMERICA LEASING & CAPITAL, LLC, TROY, MI		
Debtor	CAROMONT HEALTH, INC.		
Collateral	Business machinery/equipment	Latest Info Received	03/10/2008
Filing No.	20080020885E	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	03/04/2008
Secured Party	BANC OF AMERICA LEASING & CAPITAL, LLC, TROY, MI		
Debtor	CAROMONT HEALTH, INC.		
Collateral	Business machinery/equipment	Latest Info Received	02/08/2005
Filing No.	20050010660A	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	02/02/2005
Secured Party	US BANCORP, MARSHALL, MN		
Debtor	GASTON HEALTH CARE, INC		
Collateral	Leased Equipment and proceeds - Leased Business machinery/equipment and proceeds	Latest Info Received	04/08/2014
Filing No.	20140028795K	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	03/28/2014
Secured Party	DE LAGE LANDEN FINANCIAL SERVICES, INC., WAYNE, PA		
Debtor	CAROMONT HEALTH, INC.		

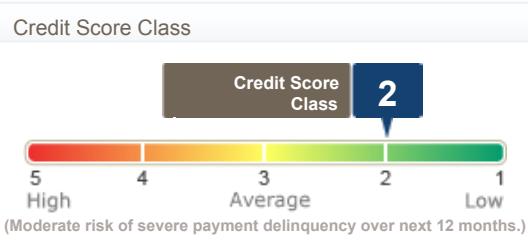


Collateral	Leased Equipment and proceeds	Latest Info Received	11/12/2013
Filing No.	20130103099K	Type	Original
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	10/30/2013
Secured Party	CUBEX FINANCIAL SERVICES, WEST DES MOINES, IA		
Debtor	COURTLAND TERRACE, GASTONIA, NC		
Filing No.	20140004435E	Latest Info Received	01/28/2014
Original UCC Filed Date	10/30/2013	Type	Assignment
Where Filed	SECRETARY OF STATE/UCC DIVISION, RALEIGH, NC	Date Filed	01/14/2014
Secured Party	CUBEX FINANCIAL SERVICES, WEST DES MOINES, IA	Original Filing No.	20130103099K
Assignee	OPTUM BANK, INC., SALT LAKE CITY, UT		
Debtor	COURTLAND TERRACE, GASTONIA, NC		

The public record items contained in this report may have been paid, terminated, vacated or released prior to the date this report was printed. Additional UCC and SLJ filings for this company can be found by conducting a more detailed search in our Public Records Database.

Commercial Credit Score

Summary



Incidence of Delinquent Payment

Among Companies with This Class	2.50%
Average Compared to All Businesses	10.20%
Credit Score Percentile	76
Credit Score	540
Number of Payment Experiences	74

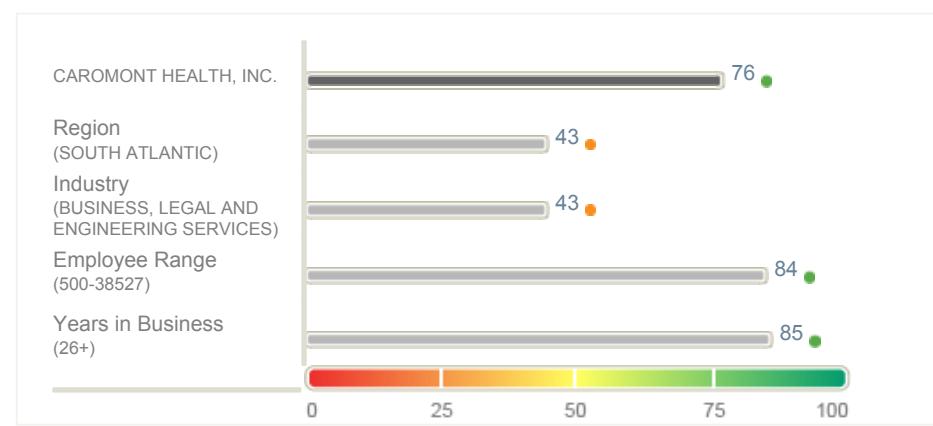
Key Factors

- Proportion of past due balances to total amount owing
- Proportion of slow payments in recent months
- Higher risk industry based on delinquency rates for this industry
- Evidence of open suits

Notes:

- The Credit Score Class indicates that this firm shares some of the same business and payment characteristics of other companies with this classification. It does not mean the firm will necessarily experience delinquency.
- The Incidence of Delinquent Payment is the percentage of companies with this classification that were reported 91 days past due or more by creditors. The calculation of this value is based on D&B's trade payment database.
- The Credit Score Percentile reflects the relative ranking of a firm among all scorable companies in D&B's file.
- The Credit Score offers a more precise measure of the level of risk than the Class and Percentile. It is especially helpful to customers using a scorecard approach to determining overall business performance.

Credit Score Percentile Norms Comparison



- Lower risk than other companies in the same region.
- Lower risk than other companies in the same industry.
- Higher risk than other companies in the same employee size range.
- Higher risk than other companies with a comparable number of years in business.



Financial Stress Score

Summary

Financial Stress Class



Financial Stress Score Percentile

Financial Stress National Percentile	73
Financial Stress Score	1518
Probability of Failure with This Score	0.09%
Failure per 10K	9/10,000
Average Failure Rate within D&B database	0.48%
Failure per 10K	48/10,000
Number of Payment Experiences	74

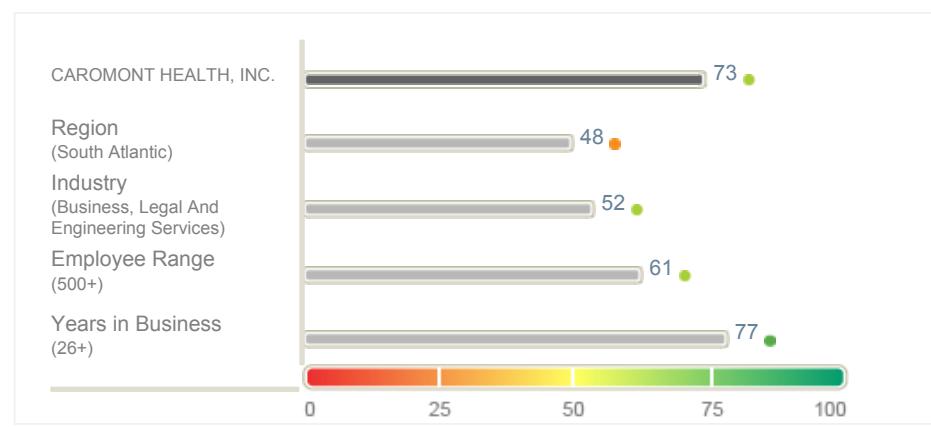
Key Factors

- Low proportion of satisfactory payment experiences to total payment experiences.
- UCC Filings reported.
- High number of inquiries to D&B over last 12 months.
- High proportion of slow payment experiences to total number of payment experiences.
- Unstable Paydex over last 12 months.

Notes:

- The Financial Stress Class indicates that this firm shares some of the same business and financial characteristics of other companies with this classification. It does not mean the firm will necessarily experience financial stress.
- The probability of failure shows the percentage of firms in a given percentile that discontinue operations with loss to creditors. The average probability of failure is based on businesses in D&B's database and is provided for comparative purposes.
- The Financial Stress National Percentile reflects the relative ranking of a company among all scorable companies in D&B's file.
- The Financial Stress Score offers a more precise measure of the level of risk than the Class and Percentile. It is especially helpful to customers using a scorecard approach to determining overall business performance.

Financial Stress Percentile Comparison



- Lower risk than other companies in the same region.
- Lower risk than other companies in the same industry.
- Lower risk than other companies in the same employee size range.
- Higher risk than other companies with a comparable number of years in business.

Advanced Paydex + CLR

D&B PAYDEX®



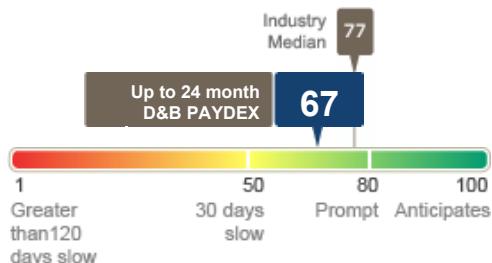
Shows the D&B PAYDEX scores as calculated up to 3 months and up to 24 months of payment experiences.

Up to 3 month D&B PAYDEX



When weighted by dollar amount, payments to suppliers average 18 Days Beyond Terms. Based on payments collected over last 3 months.

Up to 24 month D&B PAYDEX



When weighted by dollar amount, payments to suppliers average 18 days beyond terms. Based on payments collected up to 24 months.

When weighted by dollar amount, the industry average is 5 DAYS BEYOND terms.

High risk of late payment (average 30 to 120 days beyond terms)

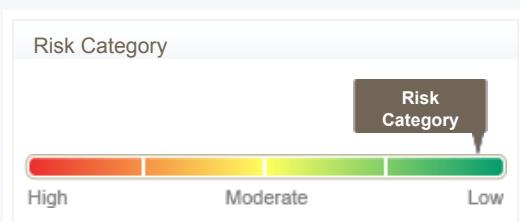
Medium risk of late payment (average 30 days or less beyond terms)

Low risk of late payment (average prompt to 30+ days sooner)

Payment Trend	unchanged *	Total Payment Experiences for the HQ	74	Highest Now Owing	\$100,000
Payments Within Terms	69%	Total Placed for Collection	0	Highest Past Due	\$30,000
Average High Credit	\$29,065	Largest High Credit	\$500,000		

* compared to payments three months ago

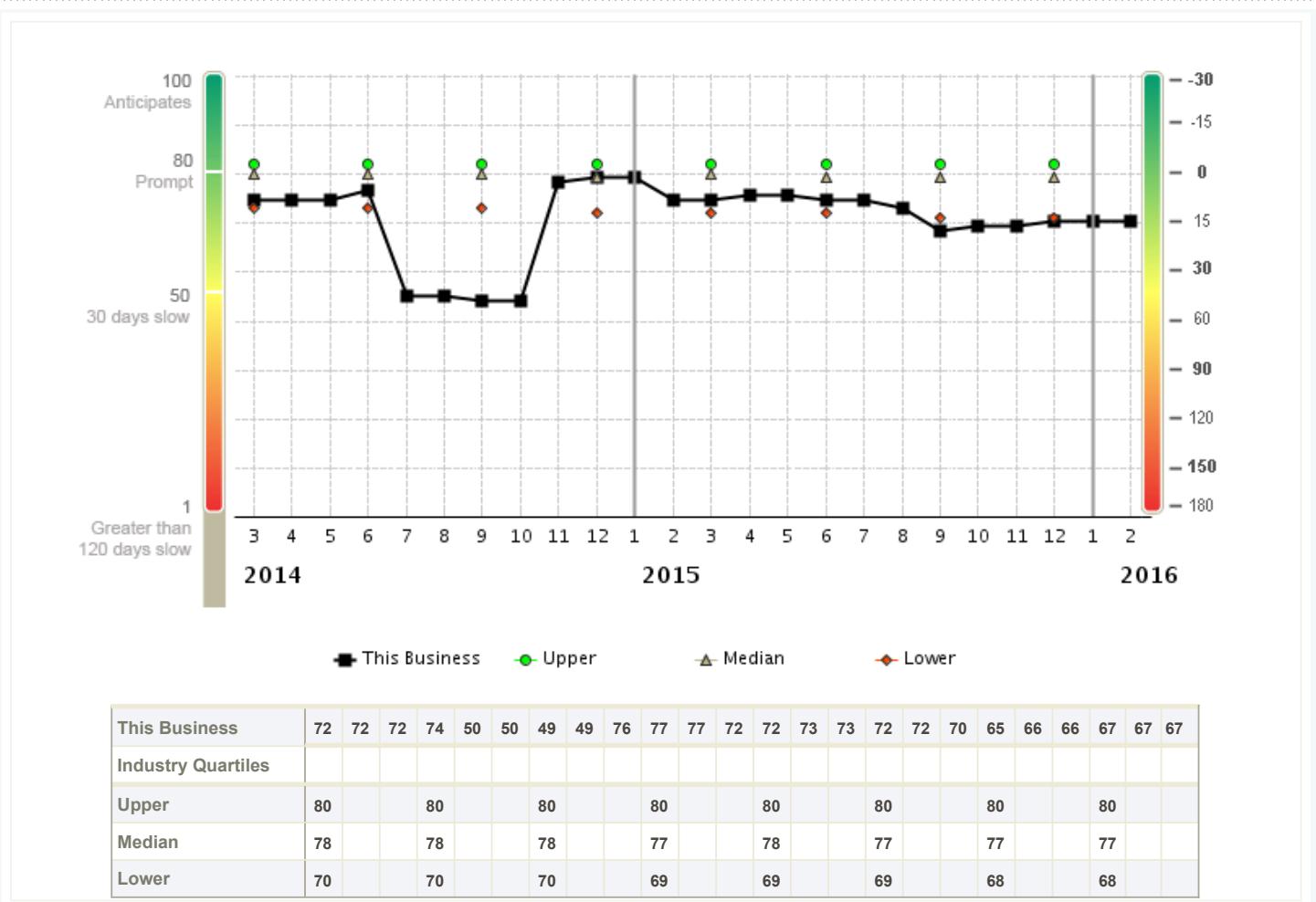
Credit Limit Recommendation



Recommendation Date	02/12/2016
Conservative Credit Limit	\$400,000
Aggressive Credit Limit	\$900,000
Key Factor	
Risk is assessed using D&B's scoring methodology and is one factor used to create the recommended limits	

PAYDEX Yearly Trend

Shows PAYDEX scores of this Business compared to the Primary Industry from each of the last four quarters. The Primary Industry is Management services, specialty outpatient clinic, based on SIC code 8741.



Note

- Current PAYDEX® for this Business is 67, or equal to 18 days beyond terms.
- The 24 month high paydex is 77.0, or equal to 5 DAYS BEYOND terms.
- The 24 month low paydex is 49.0, or equal to 33 DAYS BEYOND terms.
- Industry upper quartile represents the performance of the payers in the 75th percentile.
- Industry lower quartile represents the performance of the payers in the 25th percentile.

Payment Habits

Credit Extended	% of Payments Within Terms	No. of Payment Experiences	Total Amount USD
Over \$100,000	52%	6	\$1,550,000
50,000-100,000	100%	2	155,000
15,000-49,999	68%	9	195,000
5,000-14,999	57%	10	65,000
1,000-4,999	69%	19	34,000
Under 1,000	71%	23	6,550

Based on up to 24 months of payments

Payment Summary

The Payment Summary section reflects payment information in D&B's file as of the date of this report.

There are 74 payment experiences in D&B's file, with 52 experiences reported during the last three month period. The highest Now Owes on file is \$100,000. The highest Past Due on file is \$30,000.

All Industries



Industries	Total Received	Total Amounts	Largest High Credit	Within Terms (%)	Days Slow (%)			
					0-30	31-60	61-90	90+
Whol medical equip	7	\$163,500	\$90,000	69	18	2	1	10
Misc business credit	7	123,850	2,500	100	0	0	0	0
Mfg medical instrmnt	5	760,600	500,000	34	66	0	0	0
Whol industrial suppl	5	30,950	30,000	98	0	1	0	1
Natural gas distrib	4	14,000	10,000	100	0	0	0	0
Nonclassified	4	2,250	1,000	100	0	0	0	0
Whol office supplies	3	8,500	5,000	50	6	0	15	29
Mfg public bldg furn	2	500,000	400,000	50	50	0	0	0
Whol computers/softwr	2	40,000	20,000	75	0	25	0	0
Whol electrical equip	2	17,500	15,000	100	0	0	0	0
Whol drugs/sundries	2	6,000	5,000	58	0	0	42	0
Ret stationery	2	5,250	5,000	52	0	48	0	0
Mfg elevator/escaltrs	2	5,000	2,500	50	0	0	0	50
Telephone communictns	2	550	500	100	0	0	0	0
Misc business service	2	750	500	67	0	0	0	33
Short-trm busn credit	1	200,000	200,000	100	0	0	0	0
Help supply service	1	65,000	65,000	100	0	0	0	0
Whol groceries	1	20,000	20,000	100	0	0	0	0
Mfg computers	1	15,000	15,000	50	0	50	0	0
Mfg electromedcl prdt	1	10,000	10,000	0	100	0	0	0
Data processing svcs	1	5,000	5,000	50	50	0	0	0
Whol service paper	1	2,500	2,500	100	0	0	0	0
Radiotelephone commun	1	2,500	2,500	50	0	50	0	0
Mfg soap/detergents	1	2,500	2,500	50	0	0	0	50
Misc equipment rental	1	1,000	1,000	100	0	0	0	0
Mfg roasted coffee	1	1,000	1,000	50	0	0	0	50
Ret mail-order house	1	1,000	1,000	0	0	0	0	100
Books-print/publish	1	500	500	100	0	0	0	0
Mechanical contractor	1	500	500	0	0	0	100	0
Mfg power transformer	1	100	100	100	0	0	0	0
Whol chemicals	1	100	100	50	50	0	0	0
Whol office equipment	1	100	100	100	0	0	0	0
Lithographic printing	1	50	50	100	0	0	0	0

Other Payment Categories

Category	Total Received	Total Dollar Amounts		Largest High Credit
Cash experiences	5	\$300		\$100
Payment record unknown	0	0		0
Unfavorable comments	0	0		0
Placed for Collection	0	0		0



Date Reported	Paying Record	High Credit	Now Owes	Past Due	Selling Terms	Last Sale within(months)
January 2016	Ppt	\$0	\$5,000	\$0	N/A	1
	Ppt	0	1,000	0	N/A	1
	Ppt	0	250	0	N/A	1
	Ppt	0	15,000	0	N/A	1
	Ppt	0	100,000	0	N/A	1
	Ppt	200,000	100,000	0	N/A	1
	Ppt	30,000	10,000	250	N30	1
	Ppt	20,000	10,000	0	N/A	1
	Ppt	15,000	5,000	0	N30	1
	Ppt	2,500	0	0	N/A	1
	Ppt	2,500	0	0	N/A	6-12
	Ppt	1,000	250	0	Lease Agreemnt	
	Ppt	250	0	0	N60	4-5
	Disc-Slow 60	5,000	750	750	N/A	1
	Ppt-Slow 30	1,000	1,000	0	N30	1
	Ppt-Slow 90	2,500	2,500	2,500	N30	1
	Ppt-Slow 150+	5,000	1,000	1,000	N30	4-5
	Slow 30	500,000	20,000	0	N/A	1
	Slow 30-90	100	0	0	N/A	6-12
	Slow 120	2,500	2,500	2,500	N/A	2-3
December 2015	Ppt	250,000	0	0	N30	6-12
	Ppt	90,000	35,000	0	N/A	1
	Ppt	65,000	65,000	500	N/A	1
	Ppt	20,000	0	0	N/A	6-12
	Ppt	10,000	10,000	0	N/A	1
	Ppt	5,000	0	0	N/A	1
	Ppt	2,500	0	0	PROX	1
	Ppt	2,500	2,500	0	N/A	1
	Ppt	1,000	1,000	0	N/A	1
	Ppt	500	250	0	N/A	1
	Ppt	500	100	0	N/A	1
	Ppt	500	250	0	N/A	1
	Ppt	500	250	0	N/A	1
	Ppt	250	0	0	N/A	4-5
	Ppt	100	50	0	N/A	1
	Ppt	100	0	0	N/A	2-3
	Ppt	50	0	0	N/A	4-5
	Ppt	50	0	0	N/A	1
	Ppt-Slow 30	400,000	5,000	0	N/A	1
	Ppt-Slow 30	100,000	5,000	0	N/A	1
	Ppt-Slow 30	30,000	10,000	0	N/A	1
	Ppt-Slow 30	10,000	2,500	0	N/A	1
	Ppt-Slow 30	5,000	5,000	0	N/A	1
	Ppt-Slow 30	100	0	0	N/A	1
	Ppt-Slow 45	2,500	0	0	N/A	2-3



	Ppt-Slow 60	5,000	500	500	N/A	1
	Ppt-Slow 120	2,500	0	0	N30	2-3
	Slow 30-90+	30,000	30,000	30,000	N/A	6-12
	Slow 60-150	500	0	0	N/A	6-12
	Slow 180	250	0	0	N/A	6-12
October 2015	(052)Cash own option	0	0	0	N/A	1
	Ppt	100	0	0	N/A	6-12
September 2015	Slow 30	500	500	500	N/A	
	Slow 90	500	0	0	N30	6-12
July 2015	Ppt-Slow 90+	1,000	0	0	N/A	1
June 2015	Slow 90	1,000	1,000	1,000	N/A	
	(058)	100	0	0	Cash account	1
May 2015	(059)	100	0	0	Cash account	1
April 2015	Ppt	100	0	0	N/A	6-12
December 2014	Slow 30	10,000	0	0	N/A	6-12
	Slow 120	1,000	0	0	N30	6-12
November 2014	Ppt	1,000	0	0	N/A	4-5
	Ppt	1,000	1,000	0	N/A	1
	Ppt	750	0	0	N/A	2-3
	Ppt	250	250	0	N/A	1
	Ppt	250	250	0	N/A	1
	Ppt-Slow 90	5,000	100	100	N/A	2-3
July 2014	(069)	50	0	0	Cash account	1
	(070)	50	0	0	Cash account	1
May 2014	Ppt-Slow 180	2,500	0	0	N/A	6-12
January 2014	Ppt	2,500	0	0	N/A	6-12
	Ppt	100	0	0	N/A	6-12
December 2013	Ppt-Slow 60	15,000	0	0	N/A	6-12

Lines shown in red are 30 or more days beyond terms

Payment experiences reflect how bills are met in relation to the terms granted. In some instances payment beyond terms can be the result of disputes over merchandise, skipped invoices etc.

Each experience shown is from a separate supplier. Updated trade experiences replace those previously reported.