

Montclair Health System, LLC
Condensed Consolidated Balance Sheets
(Unaudited; in thousands)

	June 30, 2025
Assets	
Current assets:	
Accounts receivable, net	\$ 49,459
Inventories	7,914
Prepaid expenses	1,698
Other current assets	7,285
Total current assets	66,356
Property and equipment, net	58,638
Right of use assets	38,721
Goodwill	126,317
Other intangible assets, net	5,600
Amounts due from affiliates	40,330
Other assets	1,273
Total assets	<u>\$ 337,235</u>
Liabilities and equity	
Current liabilities:	
Accounts payable	\$ 14,035
Accrued salaries and benefits	9,561
Other accrued expenses and liabilities	9,838
Current installments of long-term debt	497
Total current liabilities	33,931
Long-term debt, less current installments	3,242
Noncurrent lease liabilities	33,376
Other long-term liabilities	216
Total liabilities	70,765
Total equity:	
Common units	63,276
Accumulated earnings	203,194
Total equity	266,470
Total liabilities and equity	<u>\$ 337,235</u>

Montclair Health System, LLC
Condensed Consolidated Income Statements
(Unaudited; in thousands)

	Six Months Ended June 30, 2025
Total revenue	\$ 194,396
Expenses:	
Salaries and benefits	69,947
Professional fees and contract services	25,623
Supplies	25,364
Other operating expenses	24,869
Depreciation and amortization	4,884
Management fees	4,020
Other non-operating gains	(205)
Total operating expenses	154,502
Income from operations	39,894
Loss from equity method investments	(208)
Interest income, net	796
Net income	\$ 40,482

Montclair Health System, LLC
Condensed Consolidated Statement of Equity
(Unaudited; in thousands, except for unit amounts)

	<u>Units</u>	<u>Amount</u>	<u>Accumulated Earnings</u>	<u>Total</u>
Balance at December 31, 2024	1,900	\$ 63,276	\$ 193,027	\$ 256,303
Distributions made to:				
LHP Montclair, LLC	-	-	(24,252)	(24,252)
Hackensack UMC	-	-	(6,063)	(6,063)
Net income	-	-	40,482	40,482
Balance at June 30, 2025	<u>1,900</u>	<u>\$ 63,276</u>	<u>\$ 203,194</u>	<u>\$ 266,470</u>

Montclair Health System, LLC
Condensed Consolidated Statements of Cash Flow
(Unaudited; in thousands)

**Six Months Ended
June 30, 2025**

Cash flows from operating activities:

Net income	\$ 40,482
Adjustments to reconcile net income to net cash provided by operating activities:	
Loss from equity method investment	208
Depreciation and amortization	4,884
Changes in operating assets and liabilities, net of effect of acquisitions and divestitures:	
Accounts receivable	106
Inventories and other assets	(1,705)
Accounts payable and accrued expenses	(166)
Net cash provided by operating activities	43,809

Cash flows from investing activities:

Purchases of property and equipment	(7,138)
Purchase of equity method investments	(230)
Net cash used in investing activities	(7,368)

Cash flows from financing activities:

Payments of principal on long-term debt	(242)
Distributions to noncontrolling interests	(30,315)
Payments from (to) affiliate	(5,884)
Net cash used in financing activities	(36,441)

Change in cash and cash equivalents	—
Cash and cash equivalents at beginning of period	—
Cash and cash equivalents at end of period	\$ —