



**FINANCIAL AND STATISTICAL REPORT**  
**June 30, 2024**  
**(UNAUDITED)**

PAGE

1. Combined Statements of Revenues and Expenses for the three months ended June 30, 2024 and 2023
2. Combined Statements of Revenues and Expenses for the six months ended June 30, 2024 and 2023
3. Combining Balance Sheets as of June 30, 2024 and December 31, 2023
4. Statements of Cash Flows for the six months ended June 30, 2024 and 2023
5. Combined Group Statistics for the three months ended June 30, 2024 and 2023
6. Combined Group Statistics for the six months ended June 30, 2024 and 2023

**NOVANT HEALTH, INC.**  
**COMBINED STATEMENTS OF REVENUES AND EXPENSES**  
**FOR THE THREE MONTHS ENDED JUNE 30, 2024 AND 2023**

(in thousands of dollars)

	June 30, 2024				June 30, 2023			
	Combined Group	Unrestricted Affiliates	Eliminations	Total	Combined Group	Unrestricted Affiliates	Eliminations	Total
<b>Operating revenues and other support</b>								
Net patient service revenues	\$ 1,939,665	\$ 51,813	\$ -	\$ 1,991,478	\$ 1,558,118	\$ 148,461	\$ -	\$ 1,706,579
Other revenue	254,915	25,830	(10,438)	270,307	180,347	29,650	(15,101)	194,896
Total operating revenues and other support	<u>2,194,580</u>	<u>77,643</u>	<u>(10,438)</u>	<u>2,261,785</u>	<u>1,738,465</u>	<u>178,111</u>	<u>(15,101)</u>	<u>1,901,475</u>
<b>Operating expenses</b>								
Salaries and employee benefits	1,125,340	75,128	(963)	1,199,505	977,474	110,305	(876)	1,086,903
Supplies and other	917,832	53,715	(9,472)	962,075	674,500	84,297	(14,212)	744,585
Depreciation and amortization expense	73,208	704	-	73,912	71,662	9,142	-	80,804
Gain on sale of real estate	(34,127)	(39,498)	-	(73,625)	(135)	(766)	-	(901)
Interest expense	23,159	32,412	-	55,571	16,517	1,759	-	18,276
Total operating expenses	<u>2,105,412</u>	<u>122,461</u>	<u>(10,435)</u>	<u>2,217,438</u>	<u>1,740,018</u>	<u>204,737</u>	<u>(15,088)</u>	<u>1,929,667</u>
Operating income (loss)	89,168	(44,818)	(3)	44,347	(1,553)	(26,626)	(13)	(28,192)
<b>Non-operating income (expense)</b>								
Investment income	38,775	5,663	-	44,438	54,924	5,153	-	60,077
Income tax benefit (expense)	(2,023)	(346)	-	(2,369)	-	14	-	14
Other net periodic pension (costs) benefit	(95)	(46)	-	(141)	5,292	865	-	6,157
<b>Excess (deficit) of revenues over expenses</b>	<u>\$ 125,825</u>	<u>\$ (39,547)</u>	<u>\$ (3)</u>	<u>\$ 86,275</u>	<u>\$ 58,663</u>	<u>\$ (20,594)</u>	<u>\$ (13)</u>	<u>\$ 38,056</u>

**NOVANT HEALTH, INC.**  
**COMBINED STATEMENTS OF REVENUES AND EXPENSES**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2024 AND 2023**

(in thousands of dollars)

	June 30, 2024				June 30, 2023			
	Combined Group	Unrestricted Affiliates	Eliminations	Total	Combined Group	Unrestricted Affiliates	Eliminations	Total
<b>Operating revenues and other support</b>								
Net patient service revenues	\$ 3,675,174	\$ 333,429	\$ -	\$ 4,008,603	\$ 3,136,560	\$ 301,707	\$ -	\$ 3,438,267
Other revenue	542,455	52,635	(21,921)	573,169	339,514	94,476	(31,542)	402,448
Total operating revenues and other support	<u>4,217,629</u>	<u>386,064</u>	<u>(21,921)</u>	<u>4,581,772</u>	<u>3,476,074</u>	<u>396,183</u>	<u>(31,542)</u>	<u>3,840,715</u>
<b>Operating expenses</b>								
Salaries and employee benefits	2,173,032	231,611	(2,053)	2,402,590	1,997,430	220,803	(1,682)	2,216,551
Supplies and other	1,723,159	188,764	(19,863)	1,892,060	1,323,547	173,751	(29,836)	1,467,462
Depreciation and amortization expense	137,454	14,367	-	151,821	142,201	17,290	-	159,491
Gain on sale of real estate	(34,101)	(39,636)	-	(73,737)	(203)	(1,128)	-	(1,331)
Interest expense	39,799	60,135	-	99,934	37,695	4,223	-	41,918
Total operating expenses	<u>4,039,343</u>	<u>455,241</u>	<u>(21,916)</u>	<u>4,472,668</u>	<u>3,500,670</u>	<u>414,939</u>	<u>(31,518)</u>	<u>3,884,091</u>
Operating income (loss)	178,286	(69,177)	(5)	109,104	(24,596)	(18,756)	(24)	(43,376)
<b>Non-operating income (expense)</b>								
Investment income	192,429	18,970	-	211,399	145,733	13,864	-	159,597
Income tax expense	(1,817)	(345)	-	(2,162)	-	(21)	-	(21)
Other net periodic pension (costs) benefit	(192)	(81)	-	(273)	5,195	863	-	6,058
<b>Excess (deficit) of revenues over expenses</b>	<u>\$ 368,706</u>	<u>\$ (50,633)</u>	<u>\$ (5)</u>	<u>\$ 318,068</u>	<u>\$ 126,332</u>	<u>\$ (4,050)</u>	<u>\$ (24)</u>	<u>\$ 122,258</u>

# NOVANT HEALTH, INC. COMBINING BALANCE SHEETS

	June 30, 2024				December 31, 2023			
	Combined Group	Unrestricted Affiliates	Eliminations	Total	Combined Group	Unrestricted Affiliates	Eliminations	Total
<i>(in thousands of dollars)</i>								
<b>Assets</b>								
Current assets								
Cash and cash equivalents	\$ 564,819	\$ 203,049	\$ -	\$ 767,868	\$ 596,066	\$ 143,731	\$ -	\$ 739,797
Accounts receivable, net	1,188,141	103,055	-	1,291,196	967,693	88,305	-	1,055,998
Short-term investments	(7)	213	-	206	10,867	213	-	11,080
Current portion of assets limited as to use	24,337	-	-	24,337	24,337	3,280	-	27,617
Receivable for settlement with third-party payors	11,388	931	-	12,319	11,123	1,527	-	12,650
Other current assets	528,121	80,189	(9,363)	598,947	453,586	68,146	(8,674)	513,058
Total current assets	2,316,799	387,437	(9,363)	2,694,873	2,063,672	305,202	(8,674)	2,360,200
Assets limited as to use	281,364	5,050	-	286,414	262,689	7,543	-	270,232
Long-term investments	3,167,100	446,003	-	3,613,103	2,972,024	415,865	-	3,387,889
Property and equipment, net	3,118,058	215,223	-	3,333,281	2,742,247	477,690	-	3,219,937
Right-of-use assets, net	641,338	82,325	(58,555)	665,108	481,408	57,679	(76,530)	462,557
Intangible assets and goodwill, net	599,035	2,202,700	-	2,801,735	598,493	23,423	-	621,916
Investments in affiliates	1,712,203	308,347	(1,628,342)	392,208	1,723,082	302,265	(1,628,140)	397,207
Deferred tax asset	-	3,238	-	3,238	-	3,570	-	3,570
Other assets	128,562	11,458	(747)	139,273	108,566	16,809	(2,573)	122,802
Total assets	\$ 11,964,459	\$ 3,661,781	\$ (1,697,007)	\$ 13,929,233	\$ 10,952,181	\$ 1,610,046	\$ (1,715,917)	\$ 10,846,310
<b>Liabilities and Net Assets</b>								
Current liabilities								
Current portion of long-term debt	\$ 173,570	\$ 1,264	\$ -	\$ 174,834	\$ 78,998	\$ 67	\$ -	\$ 79,065
Accounts payable	282,948	39,272	(9,363)	312,857	350,733	60,098	(8,674)	402,157
Accrued liabilities	616,851	178,783	-	795,634	616,326	113,090	-	729,416
Current portion of operating lease liabilities	110,773	12,185	(7,219)	115,739	101,506	15,405	(10,826)	106,085
Estimated third-party payor settlements	75,414	(5,956)	-	69,458	98,189	4,638	-	102,827
Due to (from) related organizations	(2,781,447)	2,781,447	-	-	(450,500)	450,500	-	-
Total current liabilities	(1,521,891)	3,006,995	(16,582)	1,468,522	795,252	643,798	(19,500)	1,419,550
Long-term debt, net of current portion	5,088,588	3,878	-	5,092,466	2,586,125	2,298	-	2,588,423
Deferred tax liability	-	14,932	-	14,932	-	14,932	-	14,932
Operating lease liabilities, net of current portion	561,670	72,946	(52,035)	582,581	410,754	44,439	(68,231)	386,962
Derivative financial instruments	9,346	-	-	9,346	12,254	-	-	12,254
Employee benefits and other liabilities	427,224	32,489	-	459,713	396,858	45,159	-	442,017
Total liabilities	4,564,937	3,131,240	(68,617)	7,627,560	4,201,243	750,626	(87,731)	4,864,138
Net assets								
Without donor restrictions- attributable to Novant Health	7,398,700	416,327	(1,628,390)	6,186,637	6,750,653	748,797	(1,628,186)	5,871,264
Without donor restrictions - noncontrolling interests	-	6,112	-	6,112	-	4,806	-	4,806
Total net assets without donor restrictions	7,398,700	422,439	(1,628,390)	6,192,749	6,750,653	753,603	(1,628,186)	5,876,070
With donor restrictions	822	108,102	-	108,924	285	105,817	-	106,102
Total net assets	7,399,522	530,541	(1,628,390)	6,301,673	6,750,938	859,420	(1,628,186)	5,982,172
Total liabilities and net assets	\$ 11,964,459	\$ 3,661,781	\$ (1,697,007)	\$ 13,929,233	\$ 10,952,181	\$ 1,610,046	\$ (1,715,917)	\$ 10,846,310

**NOVANT HEALTH, INC.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2024 AND 2023**

<i>(in thousands of dollars)</i>	<b>June 30, 2024</b>	<b>June 30, 2023</b>
<b>Cash flows from operating activities</b>		
Increase in net assets	\$ 319,501	\$ 122,871
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation, amortization, and accretion	153,225	159,501
Gain on sale of property and equipment	(73,734)	-
Change in funded status of defined benefit plans	-	1,229
Share of earnings in affiliates, net of distributions	13,906	(12,262)
Net realized and unrealized gains on assets limited as to use and investments	(185,256)	(138,386)
Change in fair value of interest rate swap	(2,908)	(1,901)
Contributions restricted for capital	(1,249)	(460)
Changes in operating assets and liabilities, net of assets acquired and liabilities assumed		
Accounts receivable	(175,165)	(57,173)
Accounts payable and accrued liabilities	(25,512)	(54,671)
Medicare advanced repayments	-	(91,117)
Long-term liabilities	16,211	16,660
Other current assets	(38,310)	(55,176)
Third-party payor settlements	(31,539)	(10,239)
Deferred taxes, net	9	(300)
Other assets and liabilities, net	8,945	6,192
Net cash used in operating activities	<u>(21,876)</u>	<u>(115,232)</u>
<b>Cash flows from investing activities</b>		
Capital expenditures	(323,413)	(250,387)
Proceeds from sales of long-term investments	594,591	615,788
Purchases of long-term investments	(412,094)	(695,350)
Proceeds from sales of short-term investments	10,867	499,298
Purchases of short-term investments	-	(493,175)
Proceeds from sale of property and equipment	290,600	1,679
Purchase of consolidated entities	(2,469,403)	-
Proceeds from sale of consolidated entities, net of cash disposed	-	229,828
Investments in unconsolidated affiliates	(8,808)	(47,878)
Other investing activities	686	(518)
Net cash used in investing activities	<u>(2,316,974)</u>	<u>(140,715)</u>
<b>Cash flows from financing activities</b>		
Principal payments on long-term debt	(4,456)	(4,521)
Proceeds from long-term debt	2,445,395	-
Proceeds from sale of accounts receivable, net	11,767	10,274
Payments on revolving credit facility	(2,418,325)	-
Proceeds from revolving credit facility	2,572,500	19,500
Other financing activities	-	15
Net cash provided by financing activities	<u>2,606,881</u>	<u>25,268</u>
Net increase (decrease) in cash and cash equivalents	268,031	(230,679)
<b>Cash, cash equivalents and restricted cash</b>		
Beginning of period	873,079	850,183
End of period	<u>\$ 1,141,110</u>	<u>\$ 619,504</u>

NOVANT HEALTH, INC.  
COMBINED GROUP STATISTICS  
FOR THE THREE MONTHS ENDED JUNE 30, 2024 AND 2023

	Novant Health Presbyterian Medical Center	Novant Health Matthews Medical Center	Novant Health Huntersville Medical Center	Novant Health Charlotte Orthopedic Hospital	Novant Health Mint Hill Medical Center	Novant Health Ballantyne Medical Center	Novant Health Forsyth Medical Center	Novant Health Medical Park Hospital	Novant Health Thomasville Medical Center	Novant Health Kernersville Medical Center	Novant Health Clemmons Medical Center	Novant Health New Hanover Regional Medical Center	Novant Health Brunswick Medical Center	Novant Health East Cooper Medical Center	Novant Health SC Coastal Medical Center	Novant Health Hilton Head Medical Center	Three Months Ended	
																	June 30, 2024	June 30, 2023
<b><u>INPATIENT STATISTICS</u></b>																		
Average Daily Census	508	124	106	25	22	18	646	4	63	46	12	694	51	43	24	52	2,438	2,094
Discharges	8,126	2,802	2,660	536	784	512	9,930	123	1,186	1,162	425	10,649	1,348	1,145	886	1,382	43,656	34,650
Average Length of Stay	5.7	4.0	3.6	4.2	2.6	3.1	5.9	2.8	4.8	3.6	2.5	5.9	3.4	3.5	2.5	3.4	5.1	5.5
Patient Days	46,190	11,246	9,644	2,260	2,012	1,594	58,791	339	5,727	4,225	1,075	63,188	4,618	3,952	2,183	4,738	221,782	190,567
<b><u>ADJUSTED STATISTICS</u></b>																		
Adjusted Patient Days	92,644	26,225	24,695	4,771	8,799	7,055	95,799	3,142	16,426	12,648	4,058	146,485	14,617	8,332	7,565	10,465	483,726	426,323
Adjusted Discharges	16,298	6,534	6,811	1,132	3,429	2,266	16,181	1,140	3,402	3,479	1,604	24,687	4,267	2,414	3,070	3,052	99,766	80,655
<b><u>OUTPATIENT STATISTICS</u></b>																		
Emergency Department Visits	19,023	8,283	10,630	-	7,498	4,286	20,830	-	7,865	8,904	6,158	37,112	9,983	7,624	9,766	5,927	163,889	133,245
Novant Health Medical Group Encounters	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,579,662	1,456,831
Cases	91,363	27,074	21,875	4,784	14,893	7,571	35,222	3,974	14,598	15,367	10,299	110,854	24,467	-	-	-	382,341	348,261
<b><u>SURGERY STATISTICS</u></b>																		
Inpatient Surgical Cases	1,848	542	480	688	80	70	2,331	120	171	219	228	3,079	289	476	225	280	11,126	9,527
Outpatient Surgical Cases	4,730	1,059	1,305	2,217	342	358	3,643	2,336	1,027	708	662	5,740	1,156	1,079	706	563	27,631	25,185
Total Surgical Cases	6,578	1,601	1,785	2,905	422	428	5,974	2,456	1,198	927	890	8,819	1,445	1,555	931	843	38,757	34,712
<b><u>OTHER STATISTICS</u></b>																		
Total Births	1,446	583	548	-	117	88	1,043	-	154	70	-	1,138	166	388	212	53	6,006	5,278
Total Cath Cases	648	486	192	-	-	-	1,202	-	16	131	-	1,907	-	1	-	412	4,995	5,326
Total EP Cases	442	32	36	-	-	-	600	-	-	55	-	741	-	-	-	-	1,906	2,062
Open Heart Surgeries	146	-	-	-	-	-	153	-	-	-	-	175	-	-	-	12	486	466
Endoscopy Procedures	2,159	742	1,106	-	101	162	1,997	-	216	165	-	3,223	549	88	881	271	11,660	10,844
Radiology Procedures	48,952	29,927	25,274	5,729	14,850	8,895	65,371	1,218	17,192	19,221	12,355	94,173	25,735	8,374	11,516	20,183	408,965	344,598
Licensed Beds	576	157	139	58	36	36	859	22	146	50	36	823	74	140	44	93	3,289	2,989
Staffed Beds	549	141	124	30	30	21	701	7	72	57	20	738	62	46	25	55	2,678	2,382
Occupancy as % of Staffed Beds	92.5%	87.9%	85.5%	83.3%	73.3%	85.7%	92.2%	57.1%	87.5%	80.7%	60.0%	94.0%	82.3%	93.5%	96.0%	94.5%	91.0%	87.9%

NOVANT HEALTH, INC.  
COMBINED GROUP STATISTICS  
FOR THE SIX MONTHS ENDED JUNE 30, 2024 AND 2023

	Novant Health Presbyterian Medical Center	Novant Health Matthews Medical Center	Novant Health Huntersville Medical Center	Novant Health Charlotte Orthopedic Hospital	Novant Health Mint Hill Medical Center	Novant Health Ballantyne Medical Center	Novant Health Forsyth Medical Center	Novant Health Medical Park Hospital	Novant Health Thomasville Medical Center	Novant Health Kernersville Medical Center	Novant Health Clemmons Medical Center	Novant Health New Hanover Regional Medical Center	Novant Health Brunswick Medical Center	Novant Health East Cooper Medical Center	Novant Health SC Coastal Medical Center	Novant Health Hilton Head Medical Center	Six Months Ended June 30, 2024	Six Months Ended June 30, 2023
<b><u>INPATIENT STATISTICS</u></b>																		
Average Daily Census	516	129	114	27	25	19	664	4	62	47	14	699	53	44	24	54	2,495	2,117
Discharges	16,265	5,627	5,484	1,116	1,666	1,092	20,111	241	2,385	2,194	966	21,088	2,797	1,940	1,456	2,295	86,723	69,125
Average Length of Stay	5.8	4.2	3.8	4.4	2.7	3.2	6.0	2.7	4.8	3.9	2.5	6.0	3.4	3.5	2.5	3.5	5.2	5.5
Patient Days	93,885	23,393	20,683	4,888	4,511	3,503	120,828	650	11,360	8,642	2,458	127,173	9,562	6,700	3,685	8,116	450,037	383,191
<b><u>ADJUSTED STATISTICS</u></b>																		
Adjusted Patient Days	186,848	53,018	51,972	10,235	18,533	14,419	194,607	6,420	31,967	25,986	8,832	293,736	29,959	13,904	12,797	18,017	971,250	855,427
Adjusted Discharges	32,370	12,753	13,780	2,337	6,845	4,495	32,391	2,380	6,711	6,597	3,471	48,708	8,763	4,026	5,056	5,095	195,778	160,604
<b><u>OUTPATIENT STATISTICS</u></b>																		
Emergency Department Visits	38,481	16,614	21,173	-	15,462	8,722	41,931	-	16,171	18,370	12,682	74,730	19,961	12,353	16,213	9,446	322,309	261,734
Novant Health Medical Group Encounters	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,200,949	2,932,232
Cases	145,680	53,414	43,666	9,559	29,759	14,781	70,437	7,548	28,932	30,044	20,872	235,415	48,497	-	-	-	738,604	700,316
<b><u>SURGERY STATISTICS</u></b>																		
Inpatient Surgical Cases	3,606	1,065	993	1,392	153	116	4,608	233	355	408	518	6,282	570	791	339	456	21,885	19,137
Outpatient Surgical Cases	<u>9,349</u>	<u>2,117</u>	<u>2,689</u>	<u>4,513</u>	<u>703</u>	<u>721</u>	<u>7,360</u>	<u>4,728</u>	<u>2,176</u>	<u>1,500</u>	<u>1,344</u>	<u>11,802</u>	<u>2,289</u>	<u>1,745</u>	<u>1,175</u>	<u>971</u>	<u>55,182</u>	<u>50,882</u>
Total Surgical Cases	12,955	3,182	3,682	5,905	856	837	11,968	4,961	2,531	1,908	1,862	18,084	2,859	2,536	1,514	1,427	77,067	70,019
<b><u>OTHER STATISTICS</u></b>																		
Total Births	2,854	1,134	1,133	-	235	192	2,098	-	297	79	-	2,221	345	669	336	87	11,680	10,565
Total Cath Cases	1,330	889	490	-	-	-	2,407	-	27	269	-	4,692	5	1	-	692	10,802	10,541
Total EP Cases	844	55	83	-	-	-	1,185	-	-	97	-	1,661	-	-	-	-	3,925	4,018
Open Heart Surgeries	268	-	-	-	-	-	302	-	-	-	-	427	-	-	-	22	1,019	957
Endoscopy Procedures	4,346	1,487	2,212	-	231	318	3,881	-	432	315	-	7,515	1,028	163	1,461	458	23,847	21,636
Radiology Procedures	95,775	59,404	50,132	11,331	29,564	17,320	129,317	2,350	34,581	37,943	24,948	197,783	50,582	14,058	19,305	33,541	807,934	684,783
Licensed Beds	576	157	139	58	36	36	859	22	146	50	36	823	74	140	44	93	3,289	2,989
Staffed Beds	557	145	130	32	32	22	716	8	71	59	22	743	64	47	26	56	2,730	2,437
Occupancy as % of Staffed Beds	92.6%	89.0%	87.7%	84.4%	78.1%	86.4%	92.7%	50.0%	87.3%	79.7%	63.6%	94.1%	82.8%	93.6%	92.3%	96.4%	91.4%	86.9%