Charwell House SNF Operations BHC LLC

Footnotes and Explanations

SCHEDULE 1, TABLE 3, LINE 3.11

performs audit services and assists in cost report preparation.

SCHEDULE 11, TABLE 2, LINE 2.1, COLUMN 3

This line of credit was obtained by Charwell House SNF Operations BHC LLC (Charwell) in August 2022. In September 2023, the line of credit was transferred from Charwell to Kimwell’s books. Kimwell and Charwell are related parties that are audited on a consolidated basis. As such, Charwell’s principal payments on the cost report are $3M, which was the principal amount owed on the loan as of 9/30/2023, the date of the transfer. Concurrently, Kimwell’s cost report will show the $3M transfer in as a new loan.