

#029 Tigard/Salem – Mount Hood Healthcare LLC and Avamere Home Health Care, LLC

Notice:

1. Provide organizational charts reflecting the pre and post transaction organizational structure including all owned and affiliated entities in Oregon of all entities involved in the transaction.

Response: The organizational structure for the entities involved in this transaction will remain the same both pre and post transaction, as this is an asset transaction. The only change to any organizational structures, will be with regard to NP2U, LLC, as set forth in the attached chart. Pre transition, NP2U is a subsidiary of Signature Group, LLC. Post transaction, NP2U will be a subsidiary of Finding Home Healthcare LLC.

2. In either the organizational chart or in writing, specify whether and how Avamere Home Health Care is affiliated with Avamere Skilled Nursing and Rehabilitation

Response: Please see attached Seller organization charts, reflecting relationship between Avamere Home Health care and Avamere Skilled Nursing and Rehabilitation.

3. Describe the post-transaction referral relationships between all affiliated entities. Will the newly acquired entities make or receive patient referrals from entities currently affiliated with The Pennant Group, Inc.

Response: Post transaction referral relationships will not materially change when compared to pre-transaction referral relationships. While there is no formal agreement regarding referrals between the parties, currently, in some instances, Signature affiliated entities have referred patients to Pennant affiliated entities, and vice versa. Those referral relationships will continue post-transaction, when all operations are Pennant affiliates.