

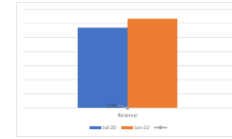


Annual Report

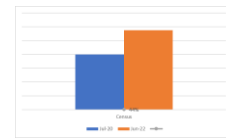
July 2021 – June 2022

Revenue, Expense, Census & Sessions Trend: July 2021 – June 2022

Revenue: 11% growth in revenue compared to prior period



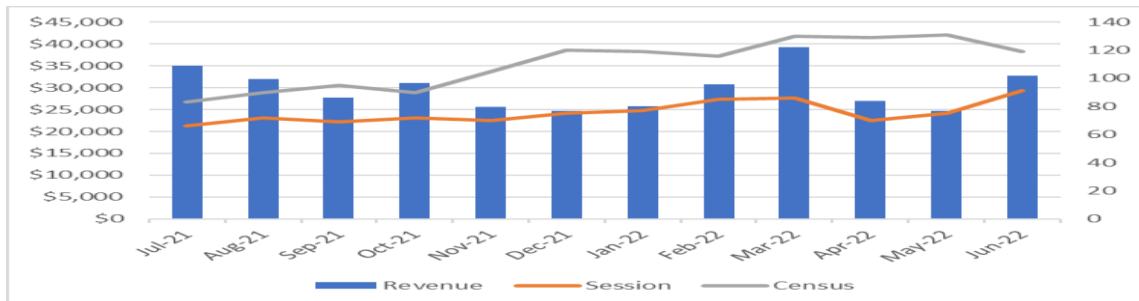
Expense: Zero relative change in operating expenses during this period



Census: 44% growth in census during this period



Sessions: 57% growth in sessions during this period



LaurelCare Census as of 6/31/21

- 55% Male, 42% Female, 3% Undefined
- 62% Medicaid; 38% Private

Factors:

- Holistic, individualized approach to long term recovery treatment
- Delivery of quality, long term recovery treatment
- Creation of Brand Equity in the market
- Implementation of Intensive Outpatient and Partial Hospitalization service lines
- Strategic relationships with Regional Healthcare Systems
- Addition of Master's Level Therapists
- Increased staffing costs

- Increased Regulatory requirement costs
- Increase in required Therapeutic costs
- Extraordinary increase in Expenses due to increased variable costs.
 - Adding 2nd facility in Jefferson Hills, Pa
 - Increase staffing costs
 - Increased cost of Regulatory Requirements

LaurelCare Treatment Services realized consistent growth during this period due to a consistent focus on delivering long-term, holistic and individual treatments across the continuum of outpatient treatment services.

LaurelCare is licensed to perform Medication Assisted Treatment, Partial Hospitalization, General Outpatient and Medication Assisted Treatment. (the Pa Department of Drug and Alcohol Programs does not supply licensing for the Intensive Outpatient Service line as it is recognized within the Partial Hospitalization service line.)

This period represents the fourth full year of Operations.

LaurelCare continues to treat every client as an individual, by delivering holistic, full continuum treatment services to foster a long-term recovery for each person. LaurelCare is committed to providing quality treatment services that are tailored to the individual needs of each adult receiving care for substance abuse and dependence. Our ultimate goal is to help guide our clients to healthier, more fulfilling lives free of chemical use.



Philip J. Tanner

CEO

Owners:

Laurel Healthcare Development – Majority

Board Members:

Philip Tanner
Brian Uffelman
Brian Cullen
Scott Coy