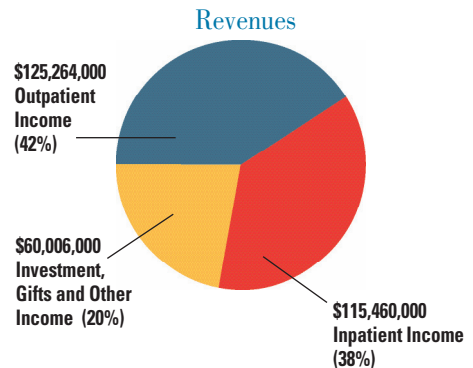
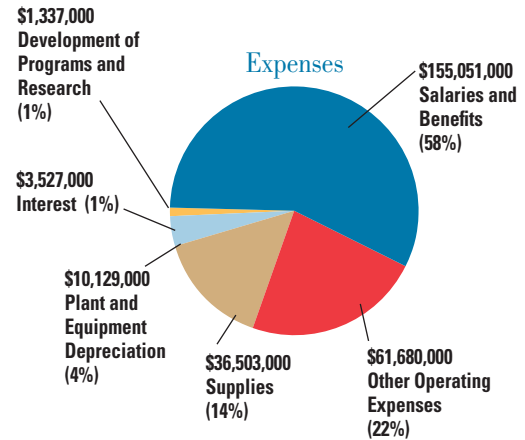


2007 Financial Review

The Health System had an operating margin of 1.5 percent for the 12 months ending June 30, 2007, versus 1.6 percent for the prior year. Operating margin represents revenue over expenses strictly from operations, excluding donations and investments.



CHKD Health System Operating Statistics

Fiscal Year ending 6/30/07

| CHKD | 2005 | 2006 | 2007 |
|-------------------------------------|---------|---------|---------|
| Number of Beds in Service | 157 | 157 | 186 |
| Patient Days | 46,483 | 47,770 | 52,831 |
| Admissions | 6,531 | 6,165 | 6,254 |
| Average Daily Census | 127 | 130.9 | 144.3 |
| Surgeries | 10,250 | 11,379 | 11,962 |
| Outpatient Clinic Visits | 106,045 | 114,678 | 122,340 |
| Emergency Visits | 41,808 | 42,932 | 46,118 |
| CSSG (surgical practices) | | | |
| Office Visits | 27,258 | 28,864 | 30,302 |
| Surgical Cases | 4,070 | 4,260 | 4,679 |
| CMG (primary care practices) | | | |
| Office Visits | 322,288 | 333,994 | 365,781 |

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