

Philadelphia Academic Health System, LLC
1500 Market Street, Suite 2400
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Philadelphia, PA 19102

June 30, 2019

Dear Valued Partner:

As you may know, Philadelphia Academic Health System, LLC (PAHS), the parent company of Hahnemann University Hospital and St. Christopher's Hospital for Children, has experienced financial challenges resulting from the deteriorating financial condition of Hahnemann University Hospital and its related physician practices. A difficult decision was reached and the closure of Hahnemann University Hospital was announced on June 26, 2019.

Hahnemann University Hospital has begun an orderly and gradual wind down, in conjunction with a comprehensive closure plan, and it will cease providing patient services on or about September 6, 2019. St. Christopher's Hospital for Children will remain open. Our primary concern is the care of our patients and your support during this time will allow us to continue providing safe, effective health care and for that we thank you.

Today, we are announcing that PAHS and certain of its subsidiaries and related physician practices are filing for the protection of Chapter 11 bankruptcy. This will enable an orderly wind down of the operations of Hahnemann University Hospital and facilitate a restructuring or sale of St. Christopher's Hospital for Children.

Here are some key points to keep in mind as we move forward:

- We have obtained debtor-in-possession financing in an amount that will allow us to continue operations and pay suppliers and vendors for goods and services provided on or after the filing date. We intend to meet our post-filing obligations in the ordinary course.
- We value the important relationship we have developed with your organization and we will continue to work closely with you throughout this process.
- We intend to move through both the wind down and bankruptcy processes as quickly as possible. We believe St. Christopher's Hospital for Children is well-positioned for a quick and successful restructuring in Chapter 11 to emerge a stronger organization.

We plan to keep you informed throughout this process. Court filings and other information related to the court-supervised proceedings will be available on a separate website administered by PAHS's claims agent, Omni Management Group.

We greatly appreciate your support, and look forward to continuing our partnership into the future.