

Andrew Zollinger, State Bar No. 24063944
andrew.zollinger@dlapiper.com
DLA Piper LLP (US)
1717 Main Street, Suite 4600
Dallas, Texas 75201-4629
Telephone: (214) 743-4500
Facsimile: (214) 743-4545

Thomas R. Califano (admitted *pro hac vice*)
Dienna Corrado (admitted *pro hac vice*)
thomas.califano@dlapiper.com
dienna.corrado@dlapiper.com
DLA Piper LLP (US)
1251 Avenue of the Americas
New York, New York 10020-1104
Telephone: (212) 335-4500
Facsimile: (212) 335-4501

Counsel For The Debtors

Daniel M. Simon (admitted *pro hac vice*)
daniel.simon@dlapiper.com
DLA Piper LLP (US)
One Atlantic Center
1201 West Peachtree Street, Suite 2800
Atlanta, Georgia 30309
Telephone: (404) 736-7800
Facsimile: (404) 682-7800

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION**

In re: §
§ Chapter 11
4 West Holdings, Inc. *et al.*,¹ §
§ Case No. 18-30777 (HDH)
§
Debtors. § (Jointly Administered)

**NOTICE OF FILING OF AMENDED EXHIBIT D TO DISCLOSURE
STATEMENT FOR THE DEBTORS’ FIRST AMENDED JOINT PLAN OF
REORGANIZATION UNDER CHAPTER 11 OF THE BANKRUPTCY CODE**

PLEASE TAKE NOTICE that, on March 6, 2018, the above-captioned debtors and debtors-in-possession (collectively, the “Debtors”) filed voluntary petitions for relief (the “Chapter 11 Cases”) under chapter 11 the United States Bankruptcy Code in the United States Bankruptcy Court for the Northern District of Texas.

PLEASE TAKE FURTHER NOTICE that, on March 7, 2018, the Debtors filed the *Disclosure Statement for Debtors’ Joint Plan for Reorganization Under Chapter 11 of the Bankruptcy Code* [Dkt. No. 22], which was amended on May 25, 2018 [Dkt. No. 436] (as may be further amended, the “Disclosure Statement”).

¹ A list of the Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, is attached hereto as Exhibit A.

PLEASE TAKE FURTHER NOTICE that, a hearing to consider approval of the Disclosure Statement before the Honorable Judge Harlin D. Hale, United States Bankruptcy Judge, in the United States Bankruptcy Court for the Northern District of Texas, Earle Cabell Federal Building, 1100 Commerce Street, 14th Floor, Courtroom No. 3, Dallas, Texas 75242 is set for **May 30, 2018 at 2:00 p.m. (prevailing Central Time)**.

PLEASE TAKE FURTHER NOTICE that, on May 19, 2018, the Debtors filed Exhibit D (Financial Projections) to the Disclosure Statement [Dkt. No. 405] ("Exhibit D to Disclosure Statement").

PLEASE TAKE FURTHER NOTICE that the Debtors hereby file an amended Exhibit D to Disclosure Statement (Historical Financials and Financial Projections) ("Amended Exhibit D to Disclosure Statement").

PLEASE TAKE FURTHER NOTICE that the Debtors expressly reserve the right to amend, alter or supplement the Disclosure Statement including, without limitation, the Financial Projections, and any other exhibits and attachments thereto.

PLEASE TAKE FURTHER NOTICE THAT ALL PLEADINGS FILED IN THESE CHAPTER 11 CASES ARE AVAILABLE FOR FREE AT: <http://www.omnimgt.com/4west>.

Dated: May 25, 2018
Dallas, Texas

Respectfully submitted,

DLA PIPER LLP (US)

/s/ Andrew Zollinger
Andrew Zollinger, State Bar No. 24063944
DLA Piper LLP (US)
1717 Main Street, Suite 4600
Dallas, Texas 75201-4629
Telephone: (214) 743-4500
Facsimile: (214) 743-4545
Email: andrew.zollinger@dlapiper.com

-and-

Thomas R. Califano (admitted *pro hac vice*)
Dienna Corrado (admitted *pro hac vice*)
1251 Avenue of the Americas
New York, New York 10020
Telephone: (212) 335-4500
Facsimile: (212) 335-4501
Email: thomas.califano@dlapiper.com
dienna.corrado@dlapiper.com

-and-

Daniel M. Simon (admitted *pro hac vice*)
One Atlantic Center
1201 West Peachtree Street, Suite 2800
Atlanta, Georgia 30309
Telephone: (404) 736-7800
Facsimile: (404) 682-7800
Email: daniel.simon@dlapiper.com

Counsel for the Debtors

EXHIBIT A**(Sorted Alphabetically)**

	Debtor Name	Case No.	EIN
1.	4 West Holdings, Inc.	18-30777	9732
2.	4 West Investors, LLC	18-30778	6021
3.	Aiken RE, LLC	18-30850	1814
4.	Ambassador Rehabilitation and Healthcare Center, LLC	18-30879	1636
5.	Anchor Rehabilitation and Healthcare Center of Aiken, LLC	18-30868	9448
6.	Anderson RE TX, LLC	18-30774	3630
7.	Anderson RE, LLC	18-30861	1806
8.	Ark II Real Estate, LLC	18-30840	3628
9.	Ark III Real Estate, LLC	18-30847	0121
10.	Ark Mississippi Holding Company, LLC	18-30788	3765
11.	Ark Real Estate, LLC	18-30809	6014
12.	Ark South Carolina Holding Company, LLC	18-30856	0002
13.	Ark Texas Holding Company, LLC	18-30806	3739
14.	Battle Ground RE, LLC	18-30825	1818
15.	Brushy Creek Rehabilitation and Healthcare Center, LLC	18-30884	3292
16.	Bryan RE, LLC	18-30775	3633
17.	Burleson RE, LLC	18-30759	1777
18.	Capstone Rehabilitation and Healthcare Center, LLC	18-30878	7871
19.	Charlottesville Pointe Rehabilitation and Healthcare Center, LLC	18-30801	4467
20.	Charlottesville RE, LLC	18-30829	0836
21.	Cleveland RE, LLC	18-30811	6013
22.	Clinton RE, LLC	18-30812	8109
23.	Cobblestone Rehabilitation and Healthcare Center, LLC	18-30869	1612
24.	Collierville RE, LLC	18-30841	8845
25.	Columbia RE, LLC	18-30815	8838
26.	Columbia Rehabilitation and Healthcare Center, LLC	18-30795	6772
27.	Comfort RE, LLC	18-30764	1902
28.	Connerville RE, LLC	18-30833	9824
29.	Corinth RE, LLC	18-30814	1777
30.	Cornerstone Rehabilitation and Healthcare Center, LLC	18-30800	8841
31.	Crystal Rehabilitation and Healthcare Center, LLC	18-30807	8842
32.	Delta Rehabilitation and Healthcare Center of Cleveland, LLC	18-30792	7212
33.	Descending Dove, LLC	18-30842	8081
34.	Diboll RE, LLC	18-30766	1939
35.	Easley RE II, LLC	18-30857	1819
36.	Easley RE, LLC	18-30854	1817
37.	Edgefield RE, LLC	18-30836	3574
38.	Farmville RE, LLC	18-30831	3442
39.	Farmville Rehabilitation and Healthcare Center, LLC	18-30804	4464
40.	Fleetwood Rehabilitation and Healthcare Center, LLC	18-30888	9615
41.	Fortress Health & Rehab of Rock Prairie, LLC	18-30765	1314
42.	Granbury RE, LLC	18-30769	1999
43.	Great Oaks RE, LLC	18-30819	1731
44.	Great Oaks Rehabilitation and Healthcare Center, LLC	18-30780	4357
45.	Greenville RE II, LLC	18-30846	1798

	Debtor Name	Case No.	EIN
46.	Greenville RE, LLC	18-30843	1797
47.	Greenville Rehabilitation and Healthcare Center, LLC	18-30882	3920
48.	Greenwood RE, LLC	18-30816	1654
49.	Greer RE, LLC	18-30839	1795
50.	Greer Rehabilitation and Healthcare Center, LLC	18-30859	9462
51.	Grenada RE, LLC	18-30821	1623
52.	Grenada Rehabilitation and Healthcare Center, LLC	18-30786	8843
53.	Heritage Park Rehabilitation and Healthcare Center, LLC	18-30787	9055
54.	Hillsville RE, LLC	18-30834	2195
55.	Hillsville Rehabilitation and Healthcare Center, LLC	18-30808	4463
56.	Holly Lane Rehabilitation and Healthcare Center, LLC	18-30797	9103
57.	Holly RE, LLC	18-30830	1816
58.	Holly Springs RE, LLC	18-30823	1559
59.	Holly Springs Rehabilitation and Healthcare Center, LLC	18-30789	6524
60.	Indianola RE, LLC	18-30822	6022
61.	Indianola Rehabilitation and Healthcare Center, LLC	18-30779	7203
62.	Italy RE, LLC	18-30761	2086
63.	Iva RE, LLC	18-30852	1801
64.	Iva Rehabilitation and Healthcare Center, LLC	18-30874	0384
65.	Johns Island Rehabilitation and Healthcare Center, LLC	18-30891	4898
66.	Joy of Bryan, LLC	18-30837	4072
67.	Lampstand Health & Rehab of Bryan, LLC	18-30767	2002
68.	Linley Park Rehabilitation and Healthcare Center, LLC	18-30890	0525
69.	Macon Rehabilitation and Healthcare Center, LLC	18-30880	9644
70.	Magnified Health & Rehab of Anderson, LLC	18-30773	9060
71.	Manna Rehabilitation and Healthcare Center, LLC	18-30863	9441
72.	Marietta RE, LLC	18-30867	1809
73.	McCormick RE, LLC	18-30864	1808
74.	McCormick Rehabilitation and Healthcare Center, LLC	18-30873	3193
75.	Memphis RE, LLC	18-30844	8846
76.	Midland RE, LLC	18-30832	5138
77.	Midland Rehabilitation and Healthcare Center, LLC	18-30799	9679
78.	Moultrie RE, LLC	18-30848	9943
79.	Mountain View Rehabilitation and Healthcare Center, LLC	18-30798	9227
80.	Natchez RE, LLC	18-30818	6019
81.	Natchez Rehabilitation and Healthcare Center, LLC	18-30803	6773
82.	New Ark Master Tenant, LLC	18-30885	7893
83.	New Ark Operator Holdings, LLC	18-30893	7623
84.	New Redeemer Health & Rehab of Pickens, LLC	18-30881	5321
85.	Olive Leaf Holding Company, LLC	18-30845	0129
86.	Olive Leaf, LLC	18-30866	0001
87.	Omega Health & Rehab of Greenville, LLC	18-30870	9461
88.	Orianna Health Systems, LLC	18-30785	5160
89.	Orianna Holding Company, LLC	18-30784	1323
90.	Orianna Investment, Inc.	18-30781	1141
91.	Orianna SC Operator Holdings, Inc.	18-30871	0383
92.	Palladium Hospice and Palliative Care, LLC	18-30887	1873
93.	Patewood Rehabilitation and Healthcare Center, LLC	18-30865	9457
94.	Picayune RE, LLC	18-30827	9749
95.	Picayune Rehabilitation and Healthcare Center, LLC	18-30793	9183
96.	Pickens RE II, LLC	18-30862	1823

	Debtor Name	Case No.	EIN
97.	Pickens RE, LLC	18-30860	1821
98.	Piedmont RE, LLC	18-30849	1800
99.	Poinsett Rehabilitation and Healthcare Center, LLC	18-30876	0713
100.	Poplar Oaks Rehabilitation and Healthcare Center, LLC	18-30813	4771
101.	Portland RE, LLC	18-30826	1822
102.	Provo RE, LLC	18-30835	3568
103.	Rainbow Rehabilitation and Healthcare Center, LLC	18-30802	4772
104.	River Falls Rehabilitation and Healthcare Center, LLC	18-30886	9788
105.	Riverside Rehabilitation and Healthcare Center, LLC	18-30883	3951
106.	Rock Prairie RE, LLC	18-30772	3636
107.	Rocky Mount RE, LLC	18-30838	5904
108.	Rocky Mount Rehabilitation and Healthcare Center, LLC	18-30810	4466
109.	Roy RE, LLC	18-30817	5142
110.	Scepter Rehabilitation and Healthcare Center, LLC	18-30872	1630
111.	Scepter Senior Living Center, LLC	18-30875	1621
112.	Simpsonville RE II, LLC	18-30858	1804
113.	Simpsonville RE, LLC	18-30855	1802
114.	Simpsonville Rehabilitation and Healthcare Center, LLC	18-30889	3564
115.	Snellville RE, LLC	18-30851	9933
116.	Southern Oaks Rehabilitation and Healthcare Center, LLC	18-30877	1141
117.	The Bluffs Rehabilitation and Healthcare Center, LLC	18-30796	9314
118.	The Ridge Rehabilitation and Healthcare Center, LLC	18-30892	1456
119.	Trinity Mission Health & Rehab of Connorsville, LLC	18-30805	8787
120.	Trinity Mission of Burleson, LLC	18-30762	2585
121.	Trinity Mission of Comfort, LLC	18-30763	2573
122.	Trinity Mission of Diboll, LLC	18-30768	2581
123.	Trinity Mission of Granbury, LLC	18-30771	2582
124.	Trinity Mission of Italy, LLC	18-30760	2576
125.	Trinity Mission of Winnsboro, LLC	18-30776	2583
126.	Utah Valley Rehabilitation and Healthcare Center, LLC	18-30782	9661
127.	Vicksburg RE, LLC	18-30828	0150
128.	Victory Rehabilitation and Healthcare Center, LLC	18-30794	9485
129.	Wadesboro RE, LLC	18-30853	9929
130.	Wide Horizons RE, LLC	18-30820	5144
131.	Wide Horizons Residential Care Facility, LLC	18-30790	9387
132.	Winnsboro RE, LLC	18-30770	2134
133.	Woodlands Rehabilitation and Healthcare Center, LLC	18-30791	9127
134.	Yazoo City RE, LLC	18-30824	8844
135.	Yazoo City Rehabilitation and Healthcare Center, LLC	18-30783	7216

AMENDED EXHIBIT D TO DISCLOSURE STATEMENT

(Historical Financials and Financial Projections)

UNAUDITED FINANCIAL CASH FLOW

	2017 Actual	Year 1	Year 2	Year 3
	<u>Total</u>	<u>Total</u>	<u>Total</u>	<u>Total</u>
Net Patient Revenues				
Private Pay	9,061,292	9,449,425	9,927,565	10,429,900
Medicare A	52,211,946	52,778,592	54,372,506	56,014,556
Medicaid	90,655,393	89,633,781	89,624,818	89,615,856
HMA	22,307,939	26,528,589	27,589,733	28,693,322
Insurance/HMO	3,384,683	5,426,733	5,755,050	6,103,231
Hospice	6,508,125	7,228,507	7,300,792	7,373,800
VA	1,935,842	2,696,668	2,723,635	2,750,871
Total Ancillaries	6,194,322	5,690,557	5,804,368	5,920,455
Palladium Revenue	8,449,770	8,897,687	9,120,129	9,348,132
Total Net Revenues	\$ 200,709,312	\$ 208,330,539	\$ 212,218,596	\$ 216,250,123
Operating Expenses				
Direct Nursing	56,076,888	54,583,901	55,948,498	57,347,211
Nursing Administration	9,927,619	9,624,745	9,865,364	10,111,998
Central Services	8,396,180	8,415,353	8,499,507	8,584,502
Ancillary Costs	26,876,295	31,906,969	32,385,573	32,871,357
Palladium Costs	4,998,862	4,790,310	4,862,164	4,935,097
Subtotal Variable Expenses	106,275,845	109,321,278	111,561,107	113,850,165
Dietary	12,474,575	13,017,681	13,278,034	13,543,595
Activities	2,069,949	2,735,459	2,790,169	2,845,972
Social Services	1,637,576	1,717,694	1,752,048	1,787,089
Housekeeping	4,657,630	4,966,894	5,066,232	5,167,557
Laundry	3,096,032	3,318,573	3,384,945	3,452,643
Plant Operations	6,688,894	6,419,457	6,547,846	6,678,803
Administrative	21,277,756	19,929,257	20,128,549	20,329,835
Employee Benefits	2,941,790	3,900,740	3,978,755	4,058,330
Property Costs	2,728,650	2,971,258	3,030,683	3,091,297
Palladium Administrative	5,027,598	4,529,495	4,620,085	4,712,486
Total Other	311,074	27,979	28,538	29,109
Total Operating Expense	169,187,369	172,855,765	176,166,991	179,546,880
EBITDARM	31,521,943	35,474,775	36,051,606	36,703,243
<i>EBITDARM margin</i>	<i>16%</i>	<i>17%</i>	<i>17%</i>	<i>17%</i>
Capital Expenditures	603,590	1,065,000	1,065,000	1,065,000
Overhead and Shared Services	11,535,573	11,965,971	12,185,908	12,414,119
Net Cash Flow (NCF) or EBITDAR	19,382,781	22,443,804	22,800,698	23,224,123
<i>NCF or EBITDAR Margin</i>	<i>10%</i>	<i>11%</i>	<i>11%</i>	<i>11%</i>
Less:				
Working Capital Debt Service	1,086,433	1,100,000	1,100,000	1,100,000
Rent	19,286,892			
Senior/Mezz Debt Service				
Interest		15,547,732	15,413,188	15,266,751
Principal		1,522,148	1,656,692	1,803,129
	19,286,892	17,069,880	17,069,880	17,069,880
Omega Seller Note		1,290,142	1,347,885	1,336,690
Equity Preferred Return		1,600,000	1,600,000	1,600,000
Net Cash Flow	\$ (990,544)	\$ 1,383,782	\$ 1,682,933	\$ 2,117,553