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5 Proposed Attorneys for the Chapter 11 Debtors and
6 Debtors In Possession

7 **UNITED STATES BANKRUPTCY COURT**
8 **CENTRAL DISTRICT OF CALIFORNIA - LOS ANGELES DIVISION**

9 In re

10 VERITY HEALTH SYSTEM OF
CALIFORNIA, INC., *et al.*,

11 Debtors and Debtors In Possession.
12

- 13 Affects All Debtors
- 14 Affects Verity Health System of California, Inc.
- 15 Affects O'Connor Hospital
- 16 Affects Saint Louise Regional Hospital
- 17 Affects St. Francis Medical Center
- 18 Affects St. Vincent Medical Center
- 19 Affects Seton Medical Center
- 20 Affects O'Connor Hospital Foundation
- 21 Affects Saint Louise Regional Hospital Foundation
- 22 Affects St. Francis Medical Center of Lynwood Foundation
- 23 Affects St. Vincent Foundation
- 24 Affects St. Vincent Dialysis Center, Inc.
- 25 Affects Seton Medical Center Foundation
- 26 Affects Verity Business Services
- 27 Affects Verity Medical Foundation
- 28 Affects Verity Holdings, LLC
- Affects De Paul Ventures, LLC
- Affects De Paul Ventures - San Jose Dialysis, LLC

Debtors and Debtors In Possession.

Lead Case No. 2:18-bk-20151-ER

Jointly Administered With:

- Case No. 2:18-bk-20162-ER
- Case No. 2:18-bk-20163-ER
- Case No. 2:18-bk-20164-ER
- Case No. 2:18-bk-20165-ER
- Case No. 2:18-bk-20167-ER
- Case No. 2:18-bk-20168-ER
- Case No. 2:18-bk-20169-ER
- Case No. 2:18-bk-20171-ER
- Case No. 2:18-bk-20172-ER
- Case No. 2:18-bk-20173-ER
- Case No. 2:18-bk-20175-ER
- Case No. 2:18-bk-20176-ER
- Case No. 2:18-bk-20178-ER
- Case No. 2:18-bk-20179-ER
- Case No. 2:18-bk-20180-ER
- Case No. 2:18-bk-20181-ER

Chapter 11

Hon. Judge Ernest M. Robles

GENERAL GLOBAL NOTES AND STATEMENT OF LIMITATIONS, METHODOLOGY AND DISCLAIMERS REGARDING THE DEBTORS' SCHEDULES OF ASSETS AND LIABILITIES AND STATEMENTS OF FINANCIAL AFFAIRS

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I.

**GENERAL GLOBAL NOTES AND STATEMENT OF LIMITATIONS,
METHODOLOGY AND DISCLAIMERS REGARDING THE DEBTORS' SCHEDULES
OF ASSETS AND LIABILITIES AND STATEMENTS OF FINANCIAL AFFAIRS**

On August 31, 2018 (the "Petition Date"), Verity Health System Of California, Inc. ("VHS") and the above-referenced affiliated debtors (collectively, the "Debtors"), the debtors and debtors in possession in the above-captioned chapter 11 bankruptcy cases (collectively, the "Cases"), each filed a voluntary case under chapter 11 of title 11, United States Code (the "Bankruptcy Code"). The Debtors continue to operate their businesses and manage their properties as debtors and debtors in possession, pursuant to §§ 1107(a) and 1108 of the Bankruptcy Code. The Debtors' Cases are being jointly administered under lead case number 18-20151-ER in the United States Bankruptcy Court for the Central District of California, Los Angeles Division (the "Bankruptcy Court").

The Schedules of Assets and Liabilities and Statements of Financial Affairs (the "Schedules and SOFAs") filed by the Debtors in the Bankruptcy Court were prepared pursuant to § 521 of the Bankruptcy Code and Rule 1007 of the Federal Rules of Bankruptcy Procedure (the "Bankruptcy Rules") by management of the Debtors with unaudited information available as of the Petition Date. The Schedules and SOFAs do not purport to represent financial statements prepared in accordance with generally accepted accounting principles in the United States ("GAAP") and they are not intended to be fully reconciled to the Debtors' financial statements.

The Schedules and SOFAs have been signed by an authorized representative of each of the Debtors. In reviewing and signing the Schedules and SOFAs, these representatives relied upon the efforts, statements and representations of the Debtors' other personnel and professionals. These authorized representatives have not (and could not have) personally verified the accuracy of each such statement and representation, including, for example, statements and representations concerning amounts owed to creditors and their addresses.

These General Global Notes and Statement of Limitations, Methodology and Disclaimer Regarding Debtors' Schedules and SOFAs (the "General Notes") are incorporated by reference in,

1 and comprise an integral part of, each of the Debtors' Schedules and SOFAs, and should be
2 referred to and reviewed in connection with any review of the Schedules and SOFAs.

3 **II.**

4 **GENERAL NOTES**

5 **1. Reservation of Rights.** The Debtors' chapter 11 cases are large and complex.
6 Although management of the Debtors have made every reasonable effort to ensure that the
7 Schedules and SOFAs are as accurate and complete as possible, based on the information that was
8 available to them at the time of preparation, subsequent information or discovery may result in
9 material changes to these Schedules and SOFAs, and inadvertent errors or omissions may have
10 occurred. Because the Schedules and SOFAs contain unaudited information, which is subject to
11 further review, verification, and potential adjustment, these Schedules and SOFAs may be
12 inaccurate and/or incomplete.

13 **2. No Waiver.** Nothing contained in the Schedules and SOFAs or these General
14 Notes shall constitute an admission or a waiver of any of the Debtors' rights to assert any claims
15 or defenses. For the avoidance of doubt, listing a claim on Schedule D as "secured," on Schedule
16 E/F as "priority," on Schedule E/F as "unsecured nonpriority," or listing a contract or lease on
17 Schedule G as "executory" or "unexpired," does not constitute an admission by the Debtors of the
18 legal rights of the claimant, or a waiver of the Debtors' right to recharacterize or reclassify such
19 claim or contract. Failure to designate a claim on a given Debtor's Schedules as "disputed,"
20 "contingent," or "unliquidated" does not constitute an admission by the Debtor that such amount is
21 not "disputed," "contingent" or "unliquidated."

22 **3. Reporting Date.** All asset and liability information, except where otherwise noted,
23 is provided as of the Petition Date.

24 **4. Confidentiality.** Specific disclosure of certain claims, names, addresses or amounts
25 may be subject to certain disclosure restrictions contained in the Health Insurance Portability and
26 Accountability Act of 1996 ("HIPAA"), or otherwise, and in any event, are of a particularly
27 personal and private nature. To the extent the Debtors believe a claim, name, address or amount
28 falls under the purview of HIPAA or includes information that is personal or private in nature,

1 such claims, name, address or amount (as applicable) is not included in these Schedules and
2 SOFAs.

3 **5. Estimates and Assumptions.** The preparation of the Schedules and SOFAs
4 required the Debtors to make estimates and assumptions that affected the reported amounts of
5 assets and liabilities, the disclosure of contingent assets and liabilities and the reported amounts of
6 revenue and expense. Actual results could differ materially from these estimates.

7 **6. Asset Presentation and Valuation.** The Debtors do not have current market
8 valuations for all of their assets. It would be prohibitively expensive, unduly burdensome and an
9 inefficient use of estate assets, for the Debtors to obtain current market valuations for all of their
10 assets. Wherever possible, unless otherwise indicated, net book values and fair market value as of
11 the Petition Date are presented. When necessary, the Debtors have indicated that the value of
12 certain assets is “Unknown” or “Undetermined.” Amounts ultimately realized may vary from
13 whatever value was ascribed and such variance may be material. Accordingly, the Debtors reserve
14 all of their rights to amend, supplement, or adjust the value of each asset set forth herein.

15 **7. Liabilities.** Certain of the liabilities are scheduled unknown, contingent and/or
16 unliquidated at this time. Accordingly, the Schedules and the SOFAs do not accurately reflect the
17 aggregate amount of the Debtors’ total liabilities.

18 **8. Accounts Payable and Disbursements System.** The financial affairs and business
19 of the Debtors are complex. The Debtors use a centralized cash management system to (a) collect
20 and transfer funds from numerous sources and accounts, (b) disburse funds to satisfy obligations
21 arising from the daily operation of their business, (c) invest funds pursuant to the Debtors’
22 investment guidelines, and (d) make payments on behalf of each other and their nondebtor
23 subsidiaries and affiliates through cash accounts in the cash management system. Generally, these
24 payments will result in an intercompany balance on the Debtors’ books and records.

25 **9. Intercompany Transactions.** Prior to the Petition Date (and subsequent to the
26 Petition Date pursuant to Bankruptcy Court approval), the Debtors routinely engaged (and
27 continue to engage) in intercompany transactions with both Debtor and nondebtor subsidiaries and
28 affiliates. The respective intercompany accounts payable and receivable as of the Petition Date, if

1 any, are reflected in the respective Debtor entities' Schedules and SOFAs, as discussed in Note 7.
2 The Debtors each reserve all rights with respect to claims against and debts owed to other Debtors.

3 **10. Recharacterization.** The Debtors have made reasonable efforts to characterize,
4 classify, categorize or designate the claims, assets, executory contracts, unexpired leases and other
5 items reported in the Schedules and SOFAs correctly. Due to the complexity and size of the
6 Debtors' business, however, the Debtors may have improperly characterized, classified,
7 categorized or designated certain items. Further, the designation of a category is not meant to be
8 wholly inclusive or descriptive of the rights or obligations represented by such item.

9 **11. Claim Description.** Any failure to designate a claim on the Debtors' Schedules and
10 SOFAs as "contingent," "unliquidated" or "disputed" does not constitute an admission by the
11 Debtors that such claim is not "contingent," "unliquidated" or "disputed." The Debtors reserve all
12 of their rights to dispute, or to assert offsets or defenses to, any claim reflected on the Schedules
13 and SOFAs as to amount, liability, priority, secured or unsecured status, classification or any other
14 grounds or to otherwise subsequently designate any claim as "contingent," "unliquidated" or
15 "disputed." The Debtors reserve all of their rights to amend their Schedules and SOFAs as
16 necessary and appropriate, including, but not limited to, with respect to claim description and
17 designation.

18 **12. Undetermined or Unknown Amounts.** The description of an amount as
19 "Undetermined" or "Unknown" is not intended to reflect upon the materiality of such amount.
20 Certain amounts may be clarified over the period of the bankruptcy proceedings and certain
21 amounts may depend on contractual obligations to be assumed or rejected as part of a sale in a
22 bankruptcy proceeding under § 363 of the Bankruptcy Code.

23 **13. Bankruptcy Court First-Day Orders.** The Bankruptcy Court has entered certain
24 orders (the "Orders") authorizing the Debtors to pay various outstanding prepetition claims,
25 including, but not limited to, payments relating to employee compensation, benefits, and
26 reimbursable business expenses and critical vendors. In general, claims paid pursuant to the
27 Orders are not reflected in the Schedules and SOFAs.

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1 **14. Contingent Assets and Causes of Action.** Despite their reasonable efforts to
2 identify all known assets, the Debtors may not have listed all of their causes of action or potential
3 causes of action against third parties as assets in their Schedules and SOFAs, including, but not
4 limited to, avoidance actions arising under chapter 5 of the Bankruptcy Code and actions under
5 other relevant non-bankruptcy laws to recover assets. The Debtors reserve all of their rights with
6 respect to any claims, causes of action, or avoidance actions they may have, and neither these
7 General Notes nor the Schedules and SOFAs shall be deemed a waiver of any such claims, causes
8 of actions, or avoidance actions or in any way prejudice or impair the assertion of such claims.

9 **15. Certain Funds Not Property of the Debtors' Estates.** The Debtors received certain
10 donations and grants, testamentary or otherwise, which were provided subject to restrictions
11 (contractual or otherwise) on the use of such funds. These funds may not be property of the
12 Debtors' estates, and, as a consequence, the Debtors have not listed any of the donors or grantors
13 that may have an interest in these funds as creditors of their estates in the Schedules and
14 Statements.

15 In the ordinary course of operating its skilled nursing facility, Seton Coastside (operating
16 under the same license as Debtor Seton Medical Center) offers certain long-term patients the
17 ability to fund patient trust accounts to have convenient access to funds they can use while in
18 residence. The funds in the patient trust accounts are not property of the Debtors' estates.
19 Accordingly, the Debtors have not listed the long-term care patients that may have an interest in
20 the patient trust accounts as creditors in the Schedules and SOFAs.

21 **16. Unknown Addresses.** The Debtors have made and continue to make their best
22 efforts to collect all addresses for all parties in interest; not all addresses for parties on these
23 Schedules and SOFAs have been obtained. The Debtors continue to pursue complete notice
24 information and will provide updated information as reasonable practicable.

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III.

SCHEDULES AND SOFAs

17. **Assumptions Used to Prepare Specific Schedules or SOFA Questions:**

- **SOFA Question #1.** Gross revenues for hospital foundation Debtors (O'Connor Hospital Foundation, Saint Louise Regional Hospital Foundation, St. Francis Medical Center of Lynwood Foundation, St. Vincent Foundation, and Seton Medical Center Foundation (each, a "Foundation Debtor")) exclude donor-restricted contributions received by such Debtors. Donor-restricted contributions are recorded as temporarily or permanently restricted net assets at each Foundation Debtor and are recorded as gross revenues (contribution revenues) by the respective Debtor hospital affiliate in the period that such amounts are released from restriction and contributed to such hospital affiliate. Please refer to SOFA Question #9 for a listing of contributions made by each Foundation Debtor to its respective hospital affiliate in the two years preceding the Petition Date.
- **SOFA Question #2.** Interest income includes interest earned on loans, investment securities, escrow balances, and other interest-earning assets.
- **SOFA Question #3.** Debtor St. Francis Medical Center and Debtor St. Vincent Medical Center have entered into contracts with health plans where the hospital assumes the risk for all hospital services to a defined patient population, whether those hospital services are rendered at St. Francis Medical Center, St. Vincent Medical Center, an "out of network" hospital or other healthcare provider. Third-party management companies administer those payments through a risk pool account. The risk pool account is funded by the applicable Debtor hospital. SOFA #3 sets forth the aggregate amount Debtor St. Francis Medical Center and Debtor St. Vincent Medical Center have paid into such risk pool accounts, which are identified as "Risk Pool Claims." The amounts the individual "out of network" hospitals or healthcare providers were paid are not listed, as those records are maintained by the applicable third party management company.
- **SOFA Question #4.** Each Debtor has included all known payroll distributions and travel and entertainment expense reimbursement made over the twelve months preceding the filing to any individual the Debtors have determined to be an Insider. To the extent that the Debtors have determined that former officers do not qualify as Insiders as defined above, such benefits and payments are not included in the Schedules and SOFAs. The listing of a party as an "Insider," however, is not intended to be, nor shall be, construed as a legal characterization or determination of such party as an actual insider and does not act as an admission of any fact, claim, right or defense, and all such rights, claims, and defenses are hereby expressly reserved.

Intercompany transfers between Debtors are not reflected in SOFA #4.

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- 1 • **SOFA Question #11.** All payments related to bankruptcy were made by Debtor
2 VHS on behalf of itself and its Debtor affiliates and are reflected in VHS's
3 response.
4 • **SOFA Question #14.** Addresses for ancillary facilities, such as storage facilities
5 and clinics are not included in this response.
6 • **SOFA Question #21.** As generally discussed above in General Note #14 and SOFA
7 #1, each Foundation Debtor receives certain donor-restricted contributions. Each
8 Foundation Debtor holds these contributions in trust, and, thus, have indicated the
9 same in SOFA #21. These funds may not be property of the Debtors' estates.
10 Consequently, the Debtors have not listed any of the donors or grantors that may
11 have an interest in these funds in SOFA #21.

12 Seton Coastside (operating under the same license as Debtor Seton Medical Center)
13 has two patient trust accounts. The patients' names and information are not being
14 disclosed because of the confidentiality concerns explained in Global Note #3.

- 15 • **SOFA Question #26(d).** As many of the Debtors are nonprofit organizations and
16 tax exempt as described in 26 U.S.C. § 501, the Debtors' financial statements and
17 Forms 990 as filed with the Internal Revenue Service are available online at
18 www.Guidestar.org. Consequently, the Debtors do not have records of the parties
19 who requested or obtained copies of their financial statements. These reports were
20 also provided to various counterparties of the Debtors as required under various
21 contractual arrangements (e.g., lenders under certain of the Debtors' debt
22 arrangements) and are publicly reported at <https://emma.msrb.org>.
23 • **Schedule A/B, Part 1.** Cash accounts are presented at book value, unless otherwise
24 noted.
25 • **Schedule A/B #25.** The Debtors' § 503(b)(9) of the Bankruptcy Code
26 reconciliation process is still in progress. Accordingly, no responses are provided
27 to this question for any Debtor.
28 • **Schedule A/B #55.** Where available, the Debtors listed the "Current value of
debtor's interest" using that available in the most recent appraisal or broker opinion
of value.
• **Schedule A/B #74.** In the ordinary course of business, the Debtors routinely
request reversals of, or changes to, various Medicare and Medi-Cal policies that
impact payment, such as hospital "disproportionate share" payment calculations.
These so-called "appeals" may be made by individual Debtor hospitals alone or,
more likely, as part of a national group of hospitals. If successful, the Debtors may
realize additional revenue but outcomes related to such appeals are speculative.
• **Schedule A/B #77.** Included in the response to #77 are "Construction in Progress"
assets. Construction in progress assets represent costs associated with ongoing

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1 capital projects that have not yet been completed and placed into service. These
2 projects are primarily associated with in progress software development and
3 implementation-related costs, building improvements, and other costs incurred
prior to medical equipment being placed into service.

- 4 • **Schedule D.** Except as otherwise agreed pursuant to a stipulation or agreed order
5 or general order entered by the Bankruptcy Court, the Debtors reserve their rights
6 to dispute or challenge validity, perfection or immunity from avoidance of any lien
7 purported to be granted or perfected in any specific asset to a secured creditor listed
8 on Schedule D of any Debtor. Moreover, although the Debtors may have
9 scheduled claims of various creditors as secured claims, the Debtors reserve all
10 rights to dispute or challenge the secured nature of any such creditor's claim or the
11 characterization of the structure of any such transaction or any document or
12 instrument (including, without limitation, any intercompany agreement) related to
13 such creditor's claim. In certain instances, a Debtor may be a co-obligor, co-
14 mortgagor or guarantor with respect to scheduled claims of other Debtors, and no
15 claim set forth on Schedule D of any Debtor is intended to acknowledge claims of
16 creditors that are otherwise satisfied or discharged by other entities. The
17 descriptions provided in Schedule D are intended only as a summary. Reference to
the applicable loan agreements and related documents is necessary for a complete
description of the collateral and the nature, extent and priority of any liens.
Nothing in the General Notes or the Schedules and SOFAs shall be deemed a
modification or interpretation of the terms of such agreements.
- 18 • **Schedule E/F.** Pursuant to orders of the Bankruptcy Court, the Debtors were
19 permitted to pay certain prepetition wages and salaries and to honor and pay
20 employee benefits and other workforce obligations. The Debtors made the
21 aforementioned payments, and, thus, the respective employee claims are not listed
22 in Schedule E.

23 The Debtors scheduled only claims and executory contracts for which the Debtors
24 may be contractually and/or directly liable. No claims have been scheduled for
25 which a Debtor may have benefited indirectly from a contractual relationship to
26 which a Debtor was not a named party.

27 The Debtors have used their best efforts to report all general unsecured claims
28 against each Debtor on Schedule F based upon the Debtors' existing books and
records. The following is a non-exhaustive list of items which were among those
included in the population disclosed for this schedule: unsecured debt outstanding,
accounts payable outstanding, travel and entertainment expenses, bonuses earned
but yet not paid to employees, lease obligations, litigation, guarantees and vendors
with whom we have executory contracts under which amounts may be due.
Schedule F does not include certain deferred liabilities, accruals or general
reserves. Such amounts are, however, reflected on the Debtors' books and records
as required in accordance with GAAP. Such accruals are general estimates of
liabilities and do not represent specific claims as of the Petition Date.

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1 To the extent any amounts in respect of prepetition claims have been paid through
2 the date hereof pursuant to Orders of the Bankruptcy Court, such amount have been
3 excluded. No claim set forth on Schedule E/F of any Debtor is intended to
4 acknowledge claims of claimholders that are or may be otherwise satisfied or
5 discharged.

6 *Patient Refund Claims:* In accordance with patient information confidentiality
7 restrictions, *see* Note #3 above, each Debtor has aggregated all patient refund
8 claims in a single response. Detail is available upon request, provided such request
9 may be complied with in a manner compliant with all applicable patient privacy
10 laws and regulations.

11 *Insurance Refund Claims:* As part of the Debtors' normal business operations,
12 insurance companies from time to time overpay amounts due to the Debtors. Only
13 the estimated amount of such overpayments are recorded in the Debtors'
14 accounting records because determination of the exact amount of such
15 overpayments is a time consuming manual process. The Debtors only calculate the
16 exact amount of the insurance company overpayments if and when the payer
17 requests a refund.

18 *SEIU Employees:* The Service Employees International Union Collective
19 Bargaining Agreement (the "SEIU CBA") provides for a full time employment
20 commitment for certain member nurses. This commitment resets every six months.
21 As of the Petition Date, the Debtors party to the SEIU CBA have potential liability
22 in respect of the full time employment commitment for July and August 2018. The
23 amount of this liability is not calculated until December 2018 and, as such, claims
24 in respect of July and August 2018 are contingent and unliquidated as of the
25 Petition Date.

- 26 • **Schedule G.** The businesses of the Debtors are complex. While the Debtors'
27 existing records and information systems have been relied upon to identify and
28 schedule executory contracts at each of the Debtors and every effort has been made
to ensure the accuracy of the Schedule of Executory Contracts and Unexpired
Leases, inadvertent errors or omissions may have occurred. The Debtors hereby
reserve all of their rights to dispute the validity, status, or enforceability of any
contracts, agreements or leases set forth in Schedule G and to amend or supplement
such Schedule as necessary. The contracts, agreements and leases listed on
Schedule G may have expired or may have been modified, amended, or
supplemented from time to time by various amendments, restatements, waivers,
estoppel certificates, letters, conduct/course of business, memoranda and other
documents, instruments and agreements which may not be listed therein. Certain
of the real property leases listed on Schedule G may contain renewal options,
guarantees of payments, options to purchase, rights of first refusal, rights to lease
additional space and other miscellaneous rights. Such rights, powers, duties and
obligations are not set forth on Schedule G. Certain of the agreements listed on
Schedule G may be in the nature of conditional sales agreements or secured
financings. The presence of a contract or agreement on Schedule G does not

1 constitute an admission that such contract or agreement is an executory contract or
2 unexpired lease. The Debtors reserve all of their rights, claims and causes of action
3 with respect to the contracts and agreements listed on the Schedule, including the
4 rights to dispute or challenge the characterization or the structure of any transaction
5 document or instrument. Certain executory agreements may not have been
6 memorialized and could be subject to dispute. Generally, executory agreements
7 that are oral in nature have not been included in the Schedule.

- 8 • **Schedule H.** In the ordinary course of their business, the Debtors may be involved
9 in pending or threatened litigation and claims. These matters may involve multiple
10 plaintiffs and defendants, some or all of whom may assert cross-claims and
11 counterclaims against other parties. Because all such claims are “contingent,”
12 “unliquidated” or “disputed”, such claims have not been set forth individually on
13 Schedule H. The Debtors may not have identified certain Guarantees that are
14 embedded in the Debtors’ executory contracts, unexpired leases, secured
15 financings, debt instruments and other such agreements. The Debtors reserve their
16 rights to amend the Schedules to the extent that additional Guarantees are identified
17 or such Guarantees are discovered to have expired or unenforceable.

12 IV.

13 CONCLUSION

14 18. **Limitation of Liability.** The Debtors and their officers, employees, agents,
15 attorneys, and financial advisors do not guarantee or warrant the accuracy, completeness, or
16 currentness of the data that is provided herein and shall not be liable for any loss or injury arising
17 out of or caused, in whole or in part, by the acts, errors, or omissions, whether negligent or
18 otherwise, in procuring, compiling, collecting, interpreting, reporting, communicating, or
19 delivering the information contained herein. The Debtors and their officers, employees, agents,
20 attorneys, and financial advisors expressly do not undertake any obligation to update, modify,
21 revise, or re-categorize the information provided herein or to notify any third party should the
22 information be updated, modified, revised or recategorized. In no event shall the Debtors or their
23 officers, employees, agents, attorneys, and financial advisors be liable to any third party for any
24 direct, indirect, incidental, consequential, or special damages (including, but not limited to,
25 damages arising from the disallowance of a potential claim against the Debtors or damages to
26 business reputation, lost business, or lost profits), whether foreseeable or not and however caused.

1 Dated: October 15, 2018

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TANIA M. MOYRON

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By /s/Tania M. Moyron
Tania M. Moyron

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Proposed Attorneys for the Chapter 11 Debtors
and Debtors In Possession

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Fill in this information to identify the case:

Debtor Name: In re : Verity Holdings, LLC
 United States Bankruptcy Court for the: Central District of California
 Case number (if known): 18-20163 (EMR)

Check if this is an amended filing

Official Form 206Sum

Summary of Assets and Liabilities for Non-Individuals

12/15

Part 1: Summary of Assets

1. Schedule A/B: Assets—Real and Personal Property (Official Form 206A/B)

1a. Real property:

Copy line 88 from *Schedule A/B*

\$ 27,664,775.65

1b. Total personal property:

Copy line 91A from *Schedule A/B*

\$ 88,787,469.82

1c. Total of all property:

Copy line 92 from *Schedule A/B*

\$ 116,452,245.47

Part 2: Summary of Liabilities

2. Schedule D: Creditors Who Have Claims Secured by Property (Official Form 206D)

Copy the total dollar amount listed in Column A, *Amount of claim*, from line 3 of *Schedule D*

\$ 268,220,000.00

3. Schedule E/F: Creditors Who Have Unsecured Claims (Official Form 206E/F)

3a. Total claim amounts of priority unsecured claims:

Copy the total claims from Part 1 from line 5a of *Schedule E/F*

\$ 698,513.91

3b. Total amount of claims of nonpriority amount of unsecured claims:

Copy the total of the amount of claims from Part 2 from line 5b of *Schedule E/F*

+ \$ 56,517,168.32

4. Total liabilities

Lines 2 + 3a + 3b

\$ 325,435,682.23

Fill in this information to identify the case:
Debtor Name: In re : Verity Holdings, LLC
United States Bankruptcy Court for the: Central District of California
Case number (if known): 18-20163 (EMR)

Check if this is an amended filing

Official Form 206A/B

Schedule A/B: Assets - Real and Personal Property

12/15

Disclose all property, real and personal, which the debtor owns or in which the debtor has any other legal, equitable, or future interest. Include all property in which the debtor holds rights and powers exercisable for the debtor's own benefit. Also include assets and properties which have no book value, such as fully depreciated assets or assets that were not capitalized. In Schedule A/B, list any executory contracts or unexpired leases. Also list them on Schedule G: Executory Contracts and Unexpired Leases (Official Form 206G).

Be as complete and accurate as possible. If more space is needed, attach a separate sheet to this form. At the top of any pages added, write the debtor's name and case number (if known). Also identify the form and line number to which the additional information applies. If an additional sheet is attached, include the amounts from the attachment in the total for the pertinent part.

For Part 1 through Part 11, list each asset under the appropriate category or attach separate supporting schedules, such as a fixed asset schedule or depreciation schedule, that gives the details for each asset in a particular category. List each asset only once. In valuing the debtor's interest, do not deduct the value of secured claims. See the instructions to understand the terms used in this form.

Part 1: Cash and cash equivalents

1. Does the debtor have any cash or cash equivalents?

- No. Go to Part 2.
- Yes. Fill in the information below.

All cash or cash equivalents owned or controlled by the debtor

Current value of debtor's interest

2. Cash on hand

2.1 None \$ _____

3. Checking, savings, money market, or financial brokerage accounts (Identify all)

Name of institution (bank or brokerage firm)	Type of account	Last 4 digits of account number		
3.1 Bank of America	Checking	1248	\$	1,107,743.63
3.2 Bank of America	Checking	1597	\$	1,106,458.23
3.3 Bank of America	Checking	1975	\$	2,242,800.74
3.4 Bank of America	Checking	1970	\$	8,321,006.96

4. Other cash equivalents (Identify all)

4.1 None \$ _____

5. Total of Part 1

Add lines 2 through 4 (including amounts on any additional sheets). Copy the total to line 80.

\$	12,778,009.56
----	---------------

Part 2: Deposits and prepayments

6. Does the debtor have any deposits or prepayments?

- No. Go to Part 3.
- Yes. Fill in the information below.

Current value of debtor's interest

7. Deposits, including security deposits and utility deposits

Description, including name of holder of deposit

7.1 Rents - Nantworks LLC \$ 11,200.00

8. Prepayments, including prepayments on executory contracts, leases, insurance, taxes, and rent

Description, including name of holder of prepayment

8.1 Prepaid Rents - Valbridge Property \$ 51,675.00

8.2 Prepaid Taxes - County of Los Angeles \$ 2,179.65

8.3 Prepaid Taxes - County of San Mateo \$ 2,250.28

9. Total of Part 2.

Add lines 7 through 8. Copy the total to line 81.

\$	67,304.93
----	-----------

Name

Part 3: Accounts receivable

10. Does the debtor have any accounts receivable?

- No. Go to Part 4.
- Yes. Fill in the information below.

Current value of debtor's interest

11. Accounts receivable

	Description	face amount	doubtful or uncollectible accounts			
11a.	90 days old or less: See Schedule A/B 11a Attachment	\$ 2,116,049.93	- \$ 0.00	=..... →	\$	2,116,049.93
11b.	Over 90 days old: See Schedule A/B 11b Attachment	\$ 71,506,542.00	- \$ 0.00	=..... →	\$	71,506,542.00

12. Total of Part 3.

Current value on lines 11a + 11b = line 12. Copy the total to line 82.

\$ 73,622,591.93

Part 4: Investments

13. Does the debtor own any investments?

- No. Go to Part 5.
- Yes. Fill in the information below.

Valuation method used for current value	Current value of debtor's interest
-----------------------------------------	------------------------------------

14. Mutual funds or publicly traded stocks not included in Part 1

Name of fund or stock:

14.1 None _____ \$ _____

15. Non-publicly traded stock and interests in incorporated and unincorporated businesses, including any interest in an LLC, partnership, or joint venture

Name of entity: _____ % of ownership: _____

15.1 VHoldings MOB, LLC _____ 100 _____ \$ _____ Unknown

16. Government bonds, corporate bonds, and other negotiable and non-negotiable instruments not included in Part 1

Describe:

16.1 None _____ \$ _____

17. Total of Part 4.

Add lines 14 through 16. Copy the total to line 83.

\$ _____	0.00
----------	------

Name _____

Part 5: Inventory, excluding agriculture assets

18. Does the debtor own any inventory (excluding agriculture assets)?

- No. Go to Part 6.
- Yes. Fill in the information below.

General description	Date of the last physical inventory	Net book value of debtor's interest (Where available)	Valuation method used for current value	Current value of debtor's interest
19. Raw materials	_____	\$ _____	_____	\$ _____
20. Work in progress	_____	\$ _____	_____	\$ _____
21. Finished goods, including goods held for resale	_____	\$ _____	_____	\$ _____
22. Other inventory or supplies	_____	\$ _____	_____	\$ _____

23. Total of Part 5.

Add lines 19 through 22. Copy the total to line 84.

\$ _____	0.00
----------	------

24. Is any of the property listed in Part 5 perishable?

- No
- Yes

25. Has any of the property listed in Part 5 been purchased within 20 days before the bankruptcy was filed?

- No
- Yes. Description _____ Book value \$ _____ Valuation method _____ Current value \$ _____

26. Has any of the property listed in Part 5 been appraised by a professional within the last year?

- No
- Yes

Part 6: Farming and fishing-related assets (other than titled motor vehicles and land)

27. Does the debtor own or lease any farming and fishing-related assets (other than titled motor vehicles and land)?

- No. Go to Part 7.
- Yes. Fill in the information below.

General description	Net book value of debtor's interest (Where available)	Valuation method used for current value	Current value of debtor's interest
28. Crops—either planted or harvested	\$ _____	_____	\$ _____
29. Farm animals <i>Examples:</i> Livestock, poultry, farm-raised fish	\$ _____	_____	\$ _____
30. Farm machinery and equipment (Other than titled motor vehicles)	\$ _____	_____	\$ _____
31. Farm and fishing supplies, chemicals, and feed	\$ _____	_____	\$ _____
32. Other farming and fishing-related property not already listed in Part 6	\$ _____	_____	\$ _____

33. Total of Part 6.

Add lines 28 through 32. Copy the total to line 85.

\$ _____	0.00
----------	------

34. Is the debtor a member of an agricultural cooperative?

- No
- Yes. Is any of the debtor's property stored at the cooperative?
 - No
 - Yes

35. Has any of the property listed in Part 6 been purchased within 20 days before the bankruptcy was filed?

- No
- Yes. Description _____ Book value \$ _____ Valuation method _____ Current value \$ _____

36. Is a depreciation schedule available for any of the property listed in Part 6?

- No
- Yes

37. Has any of the property listed in Part 6 been appraised by a professional within the last year?

- No
- Yes

Part 7: Office furniture, fixtures, and equipment; and collectibles

38. Does the debtor own or lease any office furniture, fixtures, equipment, or collectibles?

- No. Go to Part 8.
- Yes. Fill in the information below.

General description	Net book value of debtor's interest (Where available)	Valuation method used for current value	Current value of debtor's interest
39. Office furniture			
39.1 Office Furniture	\$ 381.00	Net Book Value	\$ 381.00
40. Office fixtures			
40.1 Office Fixtures	\$ 0.00	Net Book Value	\$ 0.00
41. Office equipment, including all computer equipment and communication systems equipment and software			
41.1 Office Equipment	\$ 410.00	Net Book Value	\$ 410.00
42. Collectibles <i>Examples:</i> Antiques and figurines; paintings, prints, or other artwork; books, pictures, or other art objects; china and crystal; stamp, coin, or baseball card collections; other collections, memorabilia, or collectibles			
42.1 Artwork	\$ 0.00	Net Book Value	\$ 0.00

43. **Total of Part 7.**

Add lines 39 through 42. Copy the total to line 86.

\$ 791.00

44. Is a depreciation schedule available for any of the property listed in Part 7?

- No
- Yes

45. Has any of the property listed in Part 7 been appraised by a professional within the last year?

- No
- Yes

Part 8: Machinery, equipment, and vehicles

46. Does the debtor own or lease any machinery, equipment, or vehicles?

- No. Go to Part 9.
- Yes. Fill in the information below.

General description	Net book value of debtor's interest	Valuation method used for current value	Current value of debtor's interest
Include year, make, model, and identification numbers (i.e., VIN, HIN, or N-number)	(Where available)		

47. **Automobiles, vans, trucks, motorcycles, trailers, and titled farm vehicles**

47.1 None \$ _____ \$ _____

48. **Watercraft, trailers, motors, and related accessories** Examples: Boats, trailers, motors, floating homes, personal watercraft, and fishing vessels

48.1 None \$ _____ \$ _____

49. **Aircraft and accessories**

49.1 None \$ _____ \$ _____

50. **Other machinery, fixtures, and equipment (excluding farm machinery and equipment)**

50.1 Medical Equipment \$ 590.00 Net Book Value \$ 590.00

51. **Total of Part 8.**

Add lines 47 through 50. Copy the total to line 87.

\$ 590.00

52. **Is a depreciation schedule available for any of the property listed in Part 8?**

- No
- Yes

53. **Has any of the property listed in Part 8 been appraised by a professional within the last year?**

- No
- Yes

Name

Part 9: Real property

54. Does the debtor own or lease any real property?

- No. Go to Part 10.
- Yes. Fill in the information below.

55. Any building, other improved real estate, or land which the debtor owns or in which the debtor has an interest

Description and location of property <small>Include street address or other description such as Assessor Parcel Number (APN), and type of property (for example, acreage, factory, warehouse, apartment or office building), if available.</small>	Nature and extent of debtor's interest in property	Net book value of debtor's interest <small>(Where available)</small>	Valuation method used for current value	Current value of debtor's interest
55.1 See Schedule A/B 55 Attachment		\$ 15,857,495.65		\$ 27,664,775.65

56. Total of Part 9.

Add the current value on lines 55.1 through 55.6 and entries from any additional sheets. Copy the total to line 88.

\$ 27,664,775.65

57. Is a depreciation schedule available for any of the property listed in Part 9?

- No
- Yes

58. Has any of the property listed in Part 9 been appraised by a professional within the last year?

- No
- Yes

Part 10: Intangibles and intellectual property

59. Does the debtor have any interests in intangibles or intellectual property?

- No. Go to Part 11.
- Yes. Fill in the information below.

General description	Net book value of debtor's interest (Where available)	Valuation method used for current value	Current value of debtor's interest
60. Patents, copyrights, trademarks, and trade secrets _____	\$ _____		\$ _____
61. Internet domain names and websites _____	\$ _____		\$ _____
62. Licenses, franchises, and royalties _____	\$ _____		\$ _____
63. Customer lists, mailing lists, or other compilations _____	\$ _____		\$ _____
64. Other intangibles, or intellectual property _____	\$ _____		\$ _____
65. Goodwill _____	\$ _____		\$ _____

66. Total of Part 10.

Add lines 60 through 65. Copy the total to line 89.

\$ _____	0.00
----------	------

67. Do your lists or records include personally identifiable information of customers (as defined in 11 U.S.C. §§ 101(41A) and 107)?

- No
- Yes

68. Is there an amortization or other similar schedule available for any of the property listed in Part 10?

- No
- Yes

69. Has any of the property listed in Part 10 been appraised by a professional within the last year?

- No
- Yes

Part 11: All other assets

70. **Does the debtor own any other assets that have not yet been reported on this form?**
 Include all interests in executory contracts and unexpired leases not previously reported on this form.
- No. Go to Part 12.
 Yes. Fill in the information below.

Current value of debtor's interest

71. **Notes receivable**

Description (include name of obligor)	Total face amount	doubtful or uncollectible accounts		
71.1 None	\$	- \$	=....	\$

72. **Tax refunds and unused net operating losses (NOLs)**

Description (for example, federal, state, local)		Tax year	
72.1 None	-		\$

73. **Interests in insurance policies or annuities**

73.1 None \$

74. **Causes of action against third parties (whether or not a lawsuit has been filed)**

74.1 Chris Okumo			\$	Unknown
Nature of claim	Breach of Contract, Non-Payment of Rent			
Amount requested	\$	54,000.00		
74.2 CSI Construction, Burt Hemrol			\$	Unknown
Nature of claim	Breach of Contract, Failure to Complete Contracted Services			
Amount requested	\$	300,000.00		
74.3 Elite Provider Network			\$	Unknown
Nature of claim	Breach of Contract, Non-Payment of Rent			
Amount requested	\$	54,000.00		
74.4 New Cingular Wireless, PCS, LLC			\$	Unknown
Nature of claim	Breach of Contract, Non-Payment of Rent			
Amount requested	\$	80,000.00		

75. **Other contingent and unliquidated claims or causes of action of every nature, including counterclaims of the debtor and rights to set off claims**

75.1 None \$

Nature of claim

Amount requested \$

76. **Trusts, equitable or future interests in property**

76.1 None \$

Debtor: Verity Holdings, LLC

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Case number (if known): 18-20163

Name

77. **Other property of any kind not already listed** Examples: Season tickets, country club membership

77.1 Construction in Progress - See Global Notes	\$	1,052,139.84
77.2 Leasehold Improvements - See Global Notes	\$	599,859.00
77.3 Deferred Rent Asset	\$	666,183.56

78. **Total of Part 11.**

Add lines 71 through 77. Copy the total to line 90.

\$	2,318,182.40
----	--------------

79. **Has any of the property listed in Part 11 been appraised by a professional within the last year?**

- No
- Yes

Part 12: Summary

In Part 12 copy all of the totals from the earlier parts of the form.

Type of property	Current value of personal property	Current value of real property
80. Cash, cash equivalents, and financial assets. <i>Copy line 5, Part 1.</i>	\$ 12,778,009.56	
81. Deposits and prepayments. <i>Copy line 9, Part 2.</i>	\$ 67,304.93	
82. Accounts receivable. <i>Copy line 12, Part 3.</i>	\$ 73,622,591.93	
83. Investments. <i>Copy line 17, Part 4.</i>	\$ 0.00	
84. Inventory. <i>Copy line 23, Part 5.</i>	\$ 0.00	
85. Farming and fishing-related assets. <i>Copy line 33, Part 6.</i>	\$ 0.00	
86. Office furniture, fixtures, and equipment; and collectibles. <i>Copy line 43, Part 7.</i>	\$ 791.00	
87. Machinery, equipment, and vehicles. <i>Copy line 51, Part 8.</i>	\$ 590.00	
88. Real property. <i>Copy line 56, Part 9.....</i> →		\$ 27,664,775.65
89. Intangibles and intellectual property. <i>Copy line 66, Part 10.</i>	\$ 0.00	
90. All other assets. <i>Copy line 78, Part 11.</i>	\$ 2,318,182.40	
91. Total. Add lines 80 through 90 for each column.....91a.	\$ 88,787,469.82	+ 91b. \$ 27,664,775.65
92. Total of all property on Schedule A/B. Lines 91a + 91b = 92.		\$ 116,452,245.47

Fill in this information to identify the case:

Debtor Name: In re : Verity Holdings, LLC
 United States Bankruptcy Court for the: Central District of California
 Case number (if known): 18-20163 (EMR)

Check if this is an amended filing

Official Form 206D

Schedule D: Creditors Who Have Claims Secured by Property

12/15

Be as complete and accurate as possible.

1. Do any creditors have claims secured by debtor's property?

- No. Check this box and submit page 1 of this form to the court with debtor's other schedules. Debtor has nothing else to report on this form.
- Yes. Fill in all of the information below.

Part 1: List Creditors Who Have Secured Claims

2. List in alphabetical order all creditors who have secured claims. If a creditor has more than one secured claim, list the creditor separately for each claim.

Column A
Amount of claim
 Do not deduct the value of collateral.

Column B
Value of collateral that supports this claim

2.1 Creditor's name	Describe debtor's property that is subject to a lien			
GE HFS, LLC <small>Creditor's Name</small>	Equipment	\$	Unknown	\$ Unknown
Creditor's mailing address				
<small>Notice Name</small>		Describe the lien		
PO Box 414, W-490 <small>Street</small>		UCC-1 #167547473357		
Is the creditor an insider or related party?				
<input checked="" type="checkbox"/> No				
<input type="checkbox"/> Yes				
Milwaukee WI 53201 <small>City State ZIP Code</small>	Is anyone else liable on this claim?			
<small>Country</small>	<input checked="" type="checkbox"/> No			
Creditor's email address, if known	<input type="checkbox"/> Yes. Fill out <i>Schedule H: Codebtors(Official Form 206H)</i> .			
Date debt was incurred 9/22/2016				
Last 4 digits of account number	As of the petition filing date, the claim is:			
	Check all that apply.			
	<input checked="" type="checkbox"/> Contingent			
	<input checked="" type="checkbox"/> Unliquidated			
	<input checked="" type="checkbox"/> Disputed			
Do multiple creditors have an interest in the same property?				
<input checked="" type="checkbox"/> No				
<input type="checkbox"/> Yes. Have you already specified the relative priority?				
<input type="checkbox"/> No. Specify each creditor, including this creditor, and its relative priority.				
<input type="checkbox"/> Yes. The relative priority of creditors is specified on lines				

Name

Part 1: Additional Page

Copy this page only if more space is needed. Continue numbering the lines sequentially from the previous page.

Column A
Amount of claim
 Do not deduct the value of collateral.

Column B
Value of collateral that supports this claim

2.2 Creditor's name

Describe debtor's property that is subject to a lien

U.S. Bank National Association, as Master Trustee for the California Public

Collateral package described in Series 2015 California Public Revenue Notes

\$ 160,000,000.00 \$ Unknown

Creditor's Name

Creditor's mailing address

Finance Authority Revenue Notes (Verity Health System) Series 2015A, B, C and D

Describe the lien

Series 2015 California Public Revenue Notes

Notice Name

633 West Fifth Street

Street

24th Floor

Is the creditor an insider or related party?

- No
- Yes

Los Angeles CA 90071

City State ZIP Code

Is anyone else liable on this claim?

- No
- Yes. Fill out *Schedule H: Codebtors(Official Form 206H)*.

Country

Creditor's email address, if known

Date debt was incurred 12/14/2015

Last 4 digits of account number

As of the petition filing date, the claim is:

Check all that apply.

- Contingent
- Unliquidated
- Disputed

Do multiple creditors have an interest in the same property?

- No
- Yes. Have you already specified the relative priority?
 - No. Specify each creditor, including this creditor, and its relative priority.
 - Yes. The relative priority of creditors is specified on lines

Principal amount listed above

Name

Part 1: Additional Page

Copy this page only if more space is needed. Continue numbering the lines sequentially from the previous page.

Column A
Amount of claim
 Do not deduct the value of collateral.

Column B
Value of collateral that supports this claim

2.3 Creditor's name

Describe debtor's property that is subject to a lien

U.S. Bank National Association, as Master Trustee for the California Public

Collateral package described in Series 2017 California Public Revenue Notes

\$ 21,000,000.00 \$ Unknown

Creditor's Name

Creditor's mailing address

Finance Authority Revenue Notes (Verity Health System) Series 2017A

Describe the lien

Series 2017 California Public Revenue Notes

Notice Name

633 West Fifth Street

Street

24th Floor

Is the creditor an insider or related party?

- No
- Yes

Los Angeles CA 90071

City State ZIP Code

Is anyone else liable on this claim?

- No
- Yes. Fill out *Schedule H: Codebtors(Official Form 206H)*.

Country

Creditor's email address, if known

Date debt was incurred 9/15/2017

Last 4 digits of account number

As of the petition filing date, the claim is:

Check all that apply.

- Contingent
- Unliquidated
- Disputed

Do multiple creditors have an interest in the same property?

- No
- Yes. Have you already specified the relative priority?
 - No. Specify each creditor, including this creditor, and its relative priority.
 - Yes. The relative priority of creditors is specified on lines

Principal amount listed above

Name

Part 1: Additional Page

Copy this page only if more space is needed. Continue numbering the lines sequentially from the previous page.

Column A
Amount of claim
 Do not deduct the value of collateral.

Column B
Value of collateral that supports this claim

2.4 Creditor's name

Describe debtor's property that is subject to a lien

U.S. Bank National Association, as Master Trustee for the California Public

Collateral package described in Series 2017 California Public Revenue Notes

\$ 21,000,000.00 \$ Unknown

Creditor's Name

Creditor's mailing address

Finance Authority Revenue Notes (Verity Health System) Series 2017B

Describe the lien

Series 2017 California Public Revenue Notes

Notice Name

633 West Fifth Street

Street

24th Floor

Is the creditor an insider or related party?

- No
- Yes

Los Angeles CA 90071

City State ZIP Code

Is anyone else liable on this claim?

- No
- Yes. Fill out *Schedule H: Codebtors(Official Form 206H)*.

Country

Creditor's email address, if known

Date debt was incurred 12/28/2017

Last 4 digits of account number

As of the petition filing date, the claim is:

Check all that apply.

- Contingent
- Unliquidated
- Disputed

Do multiple creditors have an interest in the same property?

- No
- Yes. Have you already specified the relative priority?
 - No. Specify each creditor, including this creditor, and its relative priority.
 - Yes. The relative priority of creditors is specified on lines

Principal amount listed above

Name

Part 1: Additional Page

Copy this page only if more space is needed. Continue numbering the lines sequentially from the previous page.

Column A
Amount of claim
 Do not deduct the value of collateral.

Column B
Value of collateral that supports this claim

2.5 Creditor's name

Describe debtor's property that is subject to a lien

Verity Mob Financing II, LLC
 Creditor's Name Real property \$ 20,000,000.00 \$ Unknown

Creditor's mailing address

c/o NantWorks, LLC
 Notice Name
 9920 Jefferson Blvd
 Street

Describe the lien
 UCC-1 #187651629641 UCC-3 (Amend.)
 #1876612230

Culver City CA 90232
 City State ZIP Code

Is the creditor an insider or related party?

- No
- Yes

Country

Creditor's email address, if known

Is anyone else liable on this claim?

- No
- Yes. Fill out *Schedule H: Codebtors(Official Form 206H)*.

Date debt was incurred 6/1/2018

Last 4 digits of account number

As of the petition filing date, the claim is:

- Check all that apply.
- Contingent
 - Unliquidated
 - Disputed

Do multiple creditors have an interest in the same property?

- No
- Yes. Have you already specified the relative priority?
 - No. Specify each creditor, including this creditor, and its relative priority.
 - Yes. The relative priority of creditors is specified on lines

Name

Part 1: Additional Page

Copy this page only if more space is needed. Continue numbering the lines sequentially from the previous page.

Column A
Amount of claim
 Do not deduct the value of collateral.

Column B
Value of collateral that supports this claim

2.6 Creditor's name

Describe debtor's property that is subject to a lien

Verity Mob Financing, LLC Real property \$ 46,220,000.00 \$ Unknown
 Creditor's Name

Creditor's mailing address

c/o NantWorks, LLC
 Notice Name
 9920 Jefferson Blvd
 Street

Describe the lien
UCC-1 #177609505020

Is the creditor an insider or related party?

- No
- Yes

Culver City CA 90232
 City State ZIP Code

Country

Is anyone else liable on this claim?

- No
- Yes. Fill out *Schedule H: Codebtors(Official Form 206H)*.

Creditor's email address, if known

Date debt was incurred 10/5/2017

Last 4 digits of account number _____

As of the petition filing date, the claim is:

Check all that apply.

- Contingent
- Unliquidated
- Disputed

Do multiple creditors have an interest in the same property?

- No
- Yes. Have you already specified the relative priority?
 - No. Specify each creditor, including this creditor, and its relative priority.
 - _____
 - Yes. The relative priority of creditors is specified on lines _____

3. Total of the dollar amounts from Part 1, Column A, including the amounts from the Additional Page, if any.

\$ 268,220,000.00

Part 2: List Others to Be Notified for a Debt Already Listed in Part 1

List in alphabetical order any others who must be notified for a debt already listed in Part 1. Examples of entities that may be listed are collection agencies, assignees of claims listed above, and attorneys for secured creditors.

If no others need to be notified for the debts listed in Part 1, do not fill out or submit this page. If additional pages are needed, copy this page.

Name and address	On which line in Part 1 did you enter the related creditor?	Last 4 digits of account number for this entity
Seyfarth Shaw LLP Name <hr/> Stacy N. Paek, Esq. Notice Name <hr/> 333 South Hope Street, Suite 3900 Street <hr/> <hr/> Los Angeles CA 90071 City State ZIP Code <hr/> Country	Line 2.5	
Seyfarth Shaw LLP Name <hr/> Stacy N. Paek, Esq. Notice Name <hr/> 333 South Hope Street, Suite 3900 Street <hr/> <hr/> Los Angeles CA 90071 City State ZIP Code <hr/> Country	Line 2.6	
Verity MOB Financing LLC Name <hr/> Charles Kim, Esq. Notice Name <hr/> c/o Nantworks, LLC Street <hr/> 9920 Jefferson Boulevard <hr/> <hr/> Culver City CA 90232 City State ZIP Code <hr/> Country	Line 2.5	

Debtor: Verity Holdings, LLC

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Case number (if known): 18-20163

Name

Verity MOB Financing LLC

Line 2.6

Name

Charles Kim, Esq.

Notice Name

c/o Nantworks, LLC

Street

9920 Jefferson Boulevard

Culver City

CA

90232

City

State

ZIP Code

Country

Fill in this information to identify the case:

Debtor Name: In re : Verity Holdings, LLC
 United States Bankruptcy Court for the: Central District of California
 Case number (if known): 18-20163 (EMR)

Check if this is an amended filing

Official Form 206E/F

Schedule E/F: Creditors Who Have Unsecured Claims

12/15

Be as complete and accurate as possible. Use Part 1 for creditors with PRIORITY unsecured claims and Part 2 for creditors with NONPRIORITY unsecured claims. List the other party to any executory contracts or unexpired leases that could result in a claim. Also list executory contracts on Schedule A/B: Assets - Real and Personal Property (Official Form 206A/B) and on Schedule G: Executory Contracts and Unexpired Leases (Official Form 206G). Number the entries in Parts 1 and 2 in the boxes on the left. If more space is needed for Part 1 or Part 2, fill out and attach the Additional Page of that Part included in this form.

Part 1: List All Creditors with PRIORITY Unsecured Claims

1. Do any creditors have priority unsecured claims? (See 11 U.S.C. § 507).

- No. Go to Part 2.
- Yes. Go to Line 2.

2. List in alphabetical order all creditors who have unsecured claims that are entitled to priority in whole or in part. If the debtor has more than 3 creditors with priority unsecured claims, fill out and attach the Additional Page of Part 1.

Total claim	Priority amount
-------------	-----------------

2.1 Priority creditor's name and mailing address As of the petition filing date, the claim is: \$ 2,179.55 \$ 2,179.55

LOS ANGELES COUNTY TAX COLLECTOR

Creditor Name

Check all that apply.

- Contingent
- Unliquidated
- Disputed

Creditor's Notice name

PO BOX 54027

Address

Basis for the claim:

Property Tax

LOS ANGELES CA 90054-0027

City State ZIP Code

Country

Date or dates debt was incurred

Last 4 digits of account number

Is the claim subject to offset?

- No
- Yes

Specify Code subsection of PRIORITY unsecured

claim: 11 U.S.C. § 507(a) (8)

2.2 **Priority creditor's name and mailing address**

As of the petition filing date, the claim is: \$ 696,334.36 \$ 696,334.36

SAN MATEO COUNTY TREASURER/TAX
 COLLECTOR SANDIE ARNOTT

Check all that apply.

Creditor Name

Contingent

Creditor's Notice name

Unliquidated

Disputed

2200 BROADWAY

Address

Basis for the claim:

Tax and Licenses

REDWOOD
 CITY

CA

94063

City

State

ZIP Code

Country

Date or dates debt was incurred

**Last 4 digits of account
 number**

Is the claim subject to offset?

No

Specify Code subsection of PRIORITY unsecured

Yes

claim: 11 U.S.C. § 507(a) (8)

Part 2: List All Creditors with NONPRIORITY Unsecured Claims

3. List in alphabetical order all of the creditors with nonpriority unsecured claims. If the debtor has more than 6 creditors with nonpriority unsecured claims, fill out and attach the Additional Page of Part 2.

Amount of claim

3.1 Nonpriority creditor's name and mailing address

See Schedule E/F, Part 2 Attachment

Creditor Name

Creditor's Notice name

Address

City

State

ZIP Code

Country

Date or dates debt was incurred

Last 4 digits of account

number

As of the petition filing date, the claim is: \$

56,517,168.32

Check all that apply.

Contingent

Unliquidated

Disputed

Basis for the claim:

Is the claim subject to offset?

No

Yes

Part 3: List Others to Be Notified About Unsecured Claims

4. List in alphabetical order any others who must be notified for claims listed in Parts 1 and 2. Examples of entities that may be listed are collection agencies, assignees of claims listed above, and attorneys for unsecured creditors. If no others need to be notified for the debts listed in Parts 1 and 2, do not fill out or submit this page. If additional pages are needed, copy the next page.

Name and mailing address	On which line in Part 1 or Part 2 is the related creditor (if any) listed?	Last 4 digits of account number, if any
Name _____ _____	Line <input type="checkbox"/> Not Listed.Explain	_____ _____
Notice Name _____	_____	_____
Street _____ _____ _____	_____	_____
City _____	_____	_____
Country _____	_____	_____

Part 4: Total Amounts of the Priority and Nonpriority Unsecured Claims

5. Add the amounts of priority and nonpriority unsecured claims.

		Total of claim amounts
5a. Total claims from Part 1	5a.	\$ <u>698,513.91</u>
5b. Total claims from Part 2	5b. +	\$ <u>56,517,168.32</u>
5c. Total of Parts 1 and 2 Lines 5a + 5b = 5c.	5c.	\$ <u>57,215,682.23</u>

Fill in this information to identify the case: Debtor Name: In re : Verity Holdings, LLC United States Bankruptcy Court for the: Central District of California Case number (if known): 18-20163 (EMR)

Check if this is an amended filing

Official Form 206G

Schedule G: Executory Contracts and Unexpired Leases

12/15

Be as complete and accurate as possible. If more space is needed, copy and attach the additional page, numbering the entries consecutively.

1. Does the debtor have any executory contracts or unexpired leases?

- No. Check this box and file this form with the court with the debtor's other schedules. There is nothing else to report on this form.
- Yes. Fill in all of the information below even if the contracts or leases are listed on *Schedule A/B: Assets - Real and Personal Property* (Official Form 206A/B).

2. List all contracts and unexpired leases	State the name and mailing address for all other parties with whom the debtor has an executory contract or unexpired lease
2.1 State what the contract or lease is for and the nature of the debtor's interest _____ State the term remaining _____ List the contract number of any government contract _____	See Schedule G Attachment Name _____ Notice Name _____ Address _____ _____ _____ City State ZIP Code _____ Country _____

Fill in this information to identify the case:
Debtor Name: In re : Verity Holdings, LLC
United States Bankruptcy Court for the: Central District of California
Case number (if known): 18-20163 (EMR)

Check if this is an amended filing

Official Form 206H

Schedule H: Codebtors

12/15

Be as complete and accurate as possible. If more space is needed, copy the Additional Page, numbering the entries consecutively. Attach the Additional Page to this page.

1. Does the debtor have any codebtors?

- No. Check this box and submit this form to the court with the debtor's other schedules. Nothing else needs to be reported on this form.
- Yes

2. In Column 1, list as codebtors all of the people or entities who are also liable for any debts listed by the debtor in the schedules of creditors, Schedules D-G. Include all guarantors and co-obligors. In Column 2, identify the creditor to whom the debt is owed and each schedule on which the creditor is listed. If the codebtor is liable on a debt to more than one creditor, list each creditor separately in Column 2.

Column 1: Codebtor		Column 2: Creditor	
Name	Mailing address	Name	Check all schedules that apply:
2.1 See Schedule H Attachment	Street		<input type="checkbox"/> D
			<input type="checkbox"/> E/F
			<input type="checkbox"/> G
	City State ZIP Code		
	Country		

Fill in this information to identify the case:

Debtor Name: In re : Verity Holdings, LLC
United States Bankruptcy Court for the: Central District of California
Case number (if known): 18-20163 (EMR)

Official Form 202

Declaration Under Penalty of Perjury for Non-Individual Debtors

12/15

An individual who is authorized to act on behalf of a non-individual debtor, such as a corporation or partnership, must sign and submit this form for the schedules of assets and liabilities, any other document that requires a declaration that is not included in the document, and any amendments of those documents. This form must state the individual's position or relationship to the debtor, the identity of the document, and the date. Bankruptcy Rules 1008 and 9011.

WARNING -- Bankruptcy fraud is a serious crime. Making a false statement, concealing property, or obtaining money or property by fraud in connection with a bankruptcy case can result in fines up to \$500,000 or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

Declaration and signature

I am the president, another officer, or an authorized agent of the corporation; a member or an authorized agent of the partnership; or another individual serving as a representative of the debtor in this case.

I have examined the information in the documents checked below and I have a reasonable belief that the information is true and correct:

- Schedule A/B: Assets—Real and Personal Property (Official Form 206A/B)
- Schedule D: Creditors Who Have Claims Secured by Property (Official Form 206D)
- Schedule E/F: Creditors Who Have Unsecured Claims (Official Form 206E/F)
- Schedule G: Executory Contracts and Unexpired Leases (Official Form 206G)
- Schedule H: Codebtors (Official Form 206H)
- Summary of Assets and Liabilities for Non-Individuals (Official Form 206Sum)
- Amended Schedule _____
- Chapter 11 or Chapter 9 Cases: List of Creditors Who Have the 20 Largest Unsecured Claims and Are Not Insiders (Official Form 204)
- Other document that requires a declaration _____

I declare under penalty of perjury that the foregoing is true and correct.

Executed on 10/15/2018
MM / DD / YYYY

✱ 
Signature of individual signing on behalf of debtor

Richard G. Adcock
Printed name
Chief Executive Officer
Position or relationship to debtor

In re: Verity Holdings, LLC**Case No. 18-20163**

Schedule A/B 11a

Accounts receivable, 90 days old or less

Description	Face amount	Doubtful or uncollectible accounts	Current value of debtor's interest
IC AR due from O'Connor Hospital	\$26,958.00	\$0.00	\$26,958.00
IC AR due from Saint Louise Regional Hospital	\$39,807.00	\$0.00	\$39,807.00
IC AR due from Seton Medical Center	\$466,963.00	\$0.00	\$466,963.00
IC AR due from St. Francis Medical Center	\$57,824.00	\$0.00	\$57,824.00
IC AR due from St. Vincent Medical Center	\$1,324,068.00	\$0.00	\$1,324,068.00
Other Receivables	\$179,714.53	\$0.00	\$179,714.53
Rent Receivables	\$20,715.40	\$0.00	\$20,715.40
TOTAL:	\$2,116,049.93	\$0.00	\$2,116,049.93

In re: Verity Holdings, LLC**Case No. 18-20163**

Schedule A/B 11b

Accounts receivable, Over 90 days old

Description	Face amount	Doubtful or uncollectible accounts	Current value of debtor's interest
IC AR due from De Paul Ventures, LLC	\$2,400.00	\$0.00	\$2,400.00
IC AR due from O'Connor Hospital	\$759,010.00	\$0.00	\$759,010.00
IC AR due from Saint Louise Regional Hospital	\$68,847.00	\$0.00	\$68,847.00
IC AR due from Seton Medical Center	\$2,182,425.00	\$0.00	\$2,182,425.00
IC AR due from St. Vincent Medical Center	\$3,664,325.00	\$0.00	\$3,664,325.00
IC AR due from Verity Health System of California, Inc.	\$64,829,535.00	\$0.00	\$64,829,535.00
TOTAL:	\$71,506,542.00	\$0.00	\$71,506,542.00

In re: Verity Holdings, LLC

Case No. 18-20163

Schedule A/B 55

Real property

Description of property	Location of property	Nature and extent of debtor's interest in property	Net book value of debtor's interest (where available)	Valuation method used for current value	Current value of debtor's interest
Apartments	3570 Brenton Avenue, Lynwood, CA 90262	Own	\$10,578.00	Net Book Value	\$10,578.00
Dwelling	29 Palms, Highway 81, San Bernardino, CA	Own	\$0.00	Broker Opinion of Value dated 8/12/2016	\$9,801.00
Hospital and Skilled Nursing Facility	600 Marine Blvd. Moss Beach, CA 94038	Own	\$931,194.00	Net Book Value	\$931,194.00
Land	0.32 AC MOL PTN of Lot 25 Pierce Van Winkle Patton Trac	Own	\$0.00		Unknown
Land	0.32 AC MOL PTN of Lot 25 Pierce Van Winkle Patton Tract	Own	\$0.00		Unknown
Land	1 AC MOL on Sly Ln of San Fernando Way Ptn of Lot 25 Pierce Van Winkle Patton Tract	Own	\$0.00		Unknown
Land	1.998 AC MOL on Sly Ln of San Fernando Way Ptn of Lot 25 Pierce Van Winkle Patton Tr	Own	\$0.00		Unknown
Land	3405 Spring Valley Rd. Clearlake Oaks, CA 95423	Own	\$11,600.00	Net Book Value	\$11,600.00
Land	3449 Wolf Creek Rd. Clearlake, CA 95423	Own	\$0.00	Broker Opinion of Value dated 8/8/2016	\$18,855.00
Land	ELY 178.04 FT MOL of Parcel G Blk 11 St Francis Heights No 4	Own	\$0.00		Unknown
Land	Tract 4408 Lot 34 Tract No. 4408 Lot 34 Ex MNL RST Reservation of Record, San Bernadino, CA	Own	\$0.00		Unknown
Mark Taper a/k/a MTTC Building	2200 W. 3rd St. Los Angeles, Ca 90057	Own	\$1,522,122.00	Net Book Value	\$1,522,122.00

In re: Verity Holdings, LLC

Case No. 18-20163

Schedule A/B 55

Real property

Description of property	Location of property	Nature and extent of debtor's interest in property	Net book value of debtor's interest (where available)	Valuation method used for current value	Current value of debtor's interest
Medical Office Building	1800 Sullivan Ave. Daly City, CA 94015	Own	\$108,230.43	Net Book Value	\$108,230.43
Medical Office Building	1850 Sullivan Ave. Daly City, CA 94015	Own	\$1,103,149.00	Net Book Value	\$1,103,149.00
Medical Office Building	3663 Martin Luther King Jr. Blvd Lynwood, CA 90262	Own	\$337,022.00	Net Book Value	\$337,022.00
Ocean View Pavilion	2222 Ocean View Avenue Los Angeles, CA 90057	Own	\$833,000.00	Net Book Value	\$833,000.00
Office	2040 Mariposa, El Segundo, CA 90245	Lease	\$0.00		Unknown
Parking Lot	0 .06 AC MOL Ptn of Lot 25 of Pierce Van Winkle & Patten Tract RSM 1/20	Own	\$0.00		Unknown
Parking Lot	1.9389 AC MOL Ptn of Lot 25 Pierce Van Winkle Patton Tract	Own	\$0.00		Unknown
Parking Lot	2.99 AC MOL Being Ptn of Lot 25 Pierce Van Winkle & Patten Tract RSM 1/20	Own	\$0.00		Unknown
Parking Lot	205 San Fernando Way, Daly City, CA 94015	Own	\$630,555.00	Net Book Value	\$630,555.00
Parking Lot	3.40 AC MOL Ptn of Lot 25 Pierce Van Winkle Patton Tract RSM 1/20	Own	\$356,860.00	Net Book Value	\$356,860.00
Parking Lot	3633 Martin Luther King Jr. Blvd Lynwood, CA 90262	Own	\$87,141.48	Net Book Value	\$87,141.48
Parking Lot	Parcel B 3.383 AC MOL Parcel M AP Vol 69/67	Own	\$0.00	Broker Opinion of Value dated 9/27/2016	\$11,778,624.00
Parking Lot; Vacant Land	1900 Sullivan Ave Daly City, CA 94015	Own	Unknown		Unknown

In re: Verity Holdings, LLC**Case No. 18-20163**

Schedule A/B 55

Real property

Description of property	Location of property	Nature and extent of debtor's interest in property	Net book value of debtor's interest (where available)	Valuation method used for current value	Current value of debtor's interest
Serramonte Medical Dental Center	1500 Southgate Ave. Daly City, CA 94015	Own	\$1,360,857.00	Net Book Value	\$1,360,857.00
Seton Hall Convent / Guest Lodge	262 S. Lake St./ 272 S. Lake St./ 2120 Valley Los Angeles, CA 90057	Own	\$1,163,408.00	Net Book Value	\$1,163,408.00
St. Vincent Professional Office Building	199/201 S. Alvarado Street Los Angeles 90057	Own	\$1,282,543.00	Net Book Value	\$1,282,543.00
Vacant Hospital and Medical Building	18560, 18570, 18580, 18590, 18500 Depaul Drive, Saint Luise Drive, Morgan Hill, CA 95037	Own	\$4,439,962.74	Net Book Value	\$4,439,962.74
Vacant Land	143 S. Alvarado St. Los Angeles, Ca 90057	Own	\$833,834.00	Net Book Value	\$833,834.00
Vacant Land	171 S. Alvarado St. Los Angeles, CA 90057	Own	\$845,439.00	Net Book Value	\$845,439.00
		TOTAL:	\$15,857,495.65	TOTAL:	\$27,664,775.65

In re: Verity Holdings, LLC

Case No. 18-20163

Schedule E/F, Part 2

Creditors Who Have NONPRIORITY Unsecured Claims

Line	Nonpriority Creditor's Name	Creditor Notice Name	Address 1	Address 2	City	State	Zip	Date incurred	Basis for claim	Subject to offset (Y/N)	Contingent	Unliquidated	Disputed	Amount of claim
3.1	ABM		PO BOX 52609		LOS ANGELES	CA	90074-2609		Trade	N				\$170,089.64
3.2	AETNA LIFE INSURANCE COMPANY	AETNA LEGAL DEPARTMENT ATTN: PAUL WELLER	1425 UNION MEETING RD		BLUE BELL	PA	19422		Guarantee	N	X	X		\$14,533,333.34
3.3	ALLIED UNIVERSAL SECURITY SERVICES DBA U	DBA UNIVERSAL PROTECTION SRVS.	P.O. BOX 31001-2374		PASADENA	CA	91110-2374		Trade	N				\$16,616.07
3.4	ANDERSENS DOOR SERVICE INC		12890 WESTERN AVENUE		GARDEN GROVE	CA	92841		Trade	N				\$1,226.00
3.5	AT T		PO BOX 105414		ATLANTA	GA	30348-5414		Utilities	N				\$1,102.85
3.6	ATHENS SERVICES		14048 VALLEY BLVD		CITY OF INDUSTRY	CA	91746-2801		Trade	N				\$5,715.87
3.7	CITY OF DALY CITY		333-90TH STREET		DALY CITY	CA	94015-1895		Utilities	N				\$212.00
3.8	CITY OF MORGAN HILL		17575 PEAK AVE.		MORGAN HILL	CA	95037-4128		Utilities	N				\$2,378.51
3.9	CITYLEAF INC		PO BOX 20538		OAKLAND	CA	94620		Trade	N				\$565.90
3.10	COMCAST	COMCAST CENTER	1701 JFK BOULEVARD		PHILADELPHIA	PA	19103		Utilities	N				\$92.51
3.11	CONSOLIDATED ELECTRICAL DISTRIBUTORS INC		PO BOX 847106		LOS ANGELES	CA	90084-7106		Trade	N				\$801.84
3.12	CORPORATE SECURITY SERVICE, INC.		5 THIRD STREET, SUITE 314		SAN FRANCISCO	CA	94103		Trade	N				\$15,264.21
3.13	CRANE PEST CONTROL INC		2700 GEARY BLVD		SAN FRANCISCO	CA	94118-3498		Trade	N				\$425.00
3.14	DA POPE CONSTRUCTION DBA DA POPE, INC.		1160 CHESS DRIVE	SUITE 11	FOSTER CITY	CA	94404		Trade	N				\$4,620.00
3.15	DAVIS WILLIAM DEAN DBA ASC SOLUTIONS LLC	DBA ASC SOLUTIONS, LLC	202 CORTE SENDERO		LINCOLN	CA	95648		Trade	N				\$125,478.45
3.16	DC LOCK & SECURITY SERVICE		150 SAN PEDRO ROAD		DALY CITY	CA	94014		Trade	N				\$56.99
3.17	DFS FLOORING, INC.		15651 SATICOY STREET		VAN NUYS	CA	91406		Trade	N				\$1,200.00
3.18	DION AND SONS INC		1543 W. 16TH STREET		LONG BEACH	CA	90813		Trade	N				\$1,771.47
3.19	ECOLAB PEST ELIMINATION 26252		P O BOX 6007		GRAND FORKS	ND	58206-6007		Trade	N				\$1,024.68
3.20	EMILE LANDSCAPING		2310 PALMETTO AVE		PACIFICA	CA	94044		Trade	N				\$14,575.00
3.21	ENVIRONMENTAL SERVICE PARTNERS INC		2550 BARRINGTON COURT		HAYWARD	CA	94545		Trade	N				\$13,149.56
3.22	FUJITEC AMERICA INC		401 FUJITEC DR.		LEGANON	OH	45036		Trade	N				\$5,721.00
3.23	GALLO GARDENING SERVICE		PO BOX 848		DUARTE	CA	91009-0848		Trade	N				\$8,996.00
3.24	GRAINGER/810122663		DEPT 810122663		PALATINE	IL	60038-0001		Trade	N				\$458.97
3.25	GRAINGER/816504476		DEPT 816504476		PALATINE	IL	60038-0001		Trade	N				\$35.29
3.26	HCI SYSTEMS INC		3566 INVESTMENT ROAD		HAYWARD	CA	94545		Trade	N				\$901.53
3.27	HOME DEPOT CREDIT SERVICES	COMMERICAL ACCOUNT	PO BOX 790420		ST LOUIS	MO	63179		Trade	N				\$565.54
3.28	HSS INC		PO BOX 17033		DENVER	CO	80217		Trade	N				\$4,593.94
3.29	HVAC SERVICES INC		3424 12TH AVENUE		LOS ANGELES	CA	90018		Trade	N				\$8,105.12
3.30	INDUSTRIAL CHEMICALS AND SUPPLIES		21020 SUPERIOR STREET		CHATSWORTH	CA	91311		Trade	N				\$6,650.76
3.31	JDS TANK TESTING REPAIR INC		PO BOX 1241		STANTON	CA	90680		Trade	N				\$1,440.00

In re: Verity Holdings, LLC

Case No. 18-20163

Schedule E/F, Part 2

Creditors Who Have NONPRIORITY Unsecured Claims

Line	Nonpriority Creditor's Name	Creditor Notice Name	Address 1	Address 2	City	State	Zip	Date incurred	Basis for claim	Subject to offset (Y/N)	Contingent	Unliquidated	Disputed	Amount of claim
3.32	KONE INC		1821 TYBURN STREET		GLENDALE	CA	91204		Trade	N				\$7,424.20
3.33	L AND L CONSTRUCTION SERVICES INC		28457 VIA JOYCE DRIVE		SANTA CLARITA	CA	91350		Trade	N				\$16,761.00
3.34	LARRATT BROS PLUMBING INC		338 NORTH CANAL STREET	SUITE 21	SOUTH SAN FRANCISCO	CA	94080		Trade	N				\$1,343.75
3.35	LIBERTY FIRE SYSTEMS INC		3182 CAMPUS DRIVE	SUITE 136	SAN MATEO	CA	94403		Trade	N				\$10,695.00
3.36	MATRIX HG INC		115 MASON CIRCLE	SUITE B	CONCORD	CA	94520		Trade	N				\$3,489.64
3.37	METRO ELECTRIC CONSTRUCTION INC		2400 THIRD STREET		SAN FRANCISCO	CA	94107		Trade	N				\$393.00
3.38	NANT CAPITAL, LLC	CHARLES KIM	9920 JEFFERSON BOULEVARD		CULVER CITY	CA	90232	3/7/2018	Promissory Note A					\$20,711,133.56
3.39	NANT CAPITAL, LLC	CHARLES KIM	9920 JEFFERSON BOULEVARD		CULVER CITY	CA	90232	3/29/2018	Promissory Note B					\$20,619,813.11
3.40	PACIFIC GAS ELECTRIC POB 997300		BOX 997300		SACRAMENTO	CA	95899-7300		Utilities	N				\$85,106.50
3.41	PEOPLE 2.0 GLOBAL LLC		PO BOX 677905		DALLAS	TX	75267-7905		Trade	N				\$38,711.36
3.42	PITNEY BOWES INC		PO BOX 85390		LOUISVILLE	KY	40285-5390		Trade	N				\$94.81
3.43	RECOLOGY OF THE COAST		1351 PACHECO PASS HWY		GILROY	CA	95020		Utilities	N				\$872.40
3.44	RESCUE ROOTER		PO BOX 2390		DALY CITY	CA	94107		Trade	N				\$2,983.00
3.45	ROYAL PLUMBING AND ROOTER		436 WARREN PLACE		POMONA	CA	91768		Trade	N				\$2,950.00
3.46	SO CAL GAS CO		P.O. BOX C		MONTEREY PARK	CA	91756		Utilities	N				\$922.59
3.47	SPARKLETTS		PO BOX 660579		DALLAS	TX	75266-0579		Trade	N				\$211.63
3.48	SWEEPALOT INC		867 2ND AVE, STE. C		REDWOOD CITY	CA	94063		Trade	N				\$327.00
3.49	TERMINAL HARDWARE CO INC		1824 E. 22ND STREET		LOS ANGELES	CA	90058		Trade	N				\$1,019.86
3.50	TITAN WATER TECHNOLOGY, INC.		2313 E. PHILADELPHIA	SUITE E	ONTARIO	CA	91761		Trade	N				\$520.00
3.51	TROPICAL WEST DESIGNS		18533 BURBANK BLVD		TARZANA	CA	91356		Trade	N				\$452.00
3.52	UNIFIRST CORPORATION		95 PHELAN AVE	STE 5	SAN JOSE	CA	95112		Trade	N				\$186.00
3.53	VALLEY POWER SYSTEMS INC		30490 SAN ANTONIO STREET		HAYWARD	CA	94544		Utilities	N				\$1,079.61
3.54	VERITY MEDICAL FOUNDATION		400 RACE STREET		SAN JOSE	CA	95126		Intercompany Payable	Y				\$61,912.00
3.55	VERIZON WIRELESS 660108		P.O. BOX 660108		DALLAS	TX	75266-0108		Utilities	N				\$127.79
3.56	WEST LITE SUPPLY COMPANY, INC.	ACCOUNTS RECEIVABLE DEPT.	12951 166TH STREET		CERRITOS	CA	90703		Trade	N				\$1,470.47
													TOTAL:	\$56,517,168.32

In re: Verity Holdings, LLC

Case No. 18-20163

Schedule G

Executory Contracts and Unexpired Leases

Line	Name of other parties with whom the debtor has an executory contract or unexpired lease	Creditor Notice Name	Address 1	Address 2	City	State	Zip	State what the contract or lease is for and the nature of the debtor's interest	State the term remaining	List the contract number of any government contract
2.1	ACTIVE MEDICAL GROUP OF NORTHERN CALIFORNIA		1800 SULLIVAN AVE,SUITE 504		DALY CITY	CA	94015	LEASE-AS LANDLORD	1/31/2019	
2.2	AETNA LIFE INSURANCE COMPANY	AETNA LEGAL DEPARTMENT	1425 UNION MEETING ROAD		BLUE BELL	PA	19422	MASTER AGREEMENT	1/16/2019	
2.3	BAKER AND HOSTETLER, LLP		P.O. BOX 70189		CLEVELAND	OHIO	44190-0189	LETTER OF AGREEMENT	Evergreen	
2.4	CAMPUS PHYSICAL THERAPY		1800 SULLIVAN AVENUE	SUITE 402	DALY CITY	CA	94015	LEASE-AS LANDLORD	7/31/2027	
2.5	DAVE, RAJAN, MD	RAJAN DAVE	FOSTER CITY MEDICAL CENTER	1241 E. HILLSDALE BLVD.	FOSTER CITY	CA	94404	LEASE-AS TENANT	9/30/2017	
2.6	HSIAO, MICHAEL	MICHAEL J. HSIAO	2945 25TH AVENUE		SAN FRANCISCO	CA	94132	LEASE-OTHER	5/10/2017	
2.7	LEE, SHU MAY MD, INC.	ATTN SHU MAY LEE, PRESIDENT	1800 SULLIVAN AVENUE, SUITE 105		DALY CITY	CA	94015	LEASE-AS LANDLORD	2/28/2022	
2.8	LONGAR, SUSAN MD		338 HILLSBOROUGH BLVD.		HILLSBOROUGH	CA	94010	LEASE-AS LANDLORD	3/31/2022	
2.9	LOS ALTOS SURGERY CENTER LLC							ADMINISTRATIVE SERVICES	Evergreen	
2.10	MEDICUS INTEGRATED HEALTH SERVICES, INC.	ATTN ANGELO ARCHILLA MD	1800 SULLIVAN AVENUE, SUITE 101		DALY CITY	CA	94015	LEASE-AS LANDLORD	2/28/2022	
2.11	MULLIGAN, TIMOTHY, MD		1850 SULLIVAN AVENUE, SUITE 115		DALY CITY	CA	94015	LEASE-AS LANDLORD	4/30/2022	
2.12	NANTWORKS, LLC		9920 JEFFERSON BLVD.		CULVER CITY	CA	902323	LEASE-OTHER	12/31/2022	
2.13	O'CONNOR HOSPITAL		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	EQUIPMENT-LEASE/RENTAL	7/1/2019	
2.14	ORDER OF MALTA LOS ANGELES, FREE CLINIC		201 SOUTH ALVARADO STREET, SUITE 410		LOS ANGELES	CA	90057	LEASE-AS LANDLORD	6/30/2022	
2.15	RAJAN DAVIE, M.D.	RAJAN DAVE	FOSTER CITY MEDICAL CENTER	1241 E. HILLSDALE BLVD.	FOSTER CITY	CA	94404	LEASE-AS LANDLORD	9/30/2017	
2.16	RANAVAT, AMRITLAL MD		201 SOUTH ALVARADO STREET, SUITE 824		LOS ANGELES	CA	90057	LEASE-AS LANDLORD	12/31/2017	
2.17	RAYMOND DUGAN VELASCO, MD, INC.	ATTN RAYMOND D. VELASCO, M.D., PRESIDENT	1800 SULLIVAN AVENUE, SUITE 407		DALY CITY	CA	94015	LEASE-AS LANDLORD	4/30/2022	
2.18	SETON MEDICAL CENTER		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	EQUIPMENT-LEASE/RENTAL	7/1/2019	
2.19	SETON MEDICAL CENTER		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	LEASE-AS TENANT	11/29/2026	
2.20	SETON MEDICAL CENTER		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	LEASE-AS TENANT	11/29/2026	
2.21	SETON MEDICAL CENTER		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	LEASE-AS TENANT	3/31/2027	
2.22	ST. FRANCIS MEDICAL CENTER		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	EQUIPMENT-LEASE/RENTAL	7/1/2019	
2.23	ST. VINCENT MEDICAL CENTER		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	EQUIPMENT-LEASE/RENTAL	7/1/2019	

In re: Verity Holdings, LLC

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Schedule G

Executory Contracts and Unexpired Leases

Line	Name of other parties with whom the debtor has an executory contract or unexpired lease	Creditor Notice Name	Address 1	Address 2	City	State	Zip	State what the contract or lease is for and the nature of the debtor's interest	State the term remaining	List the contract number of any government contract
2.24	ST. VINCENT MEDICAL CENTER		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	LEASE-AS TENANT	11/29/2026	
2.25	ST. VINCENT MEDICAL CENTER		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	LEASE-AS TENANT	11/29/2026	
2.26	STEFAN, MICHAEL R., M. D.		2200 WEST 3RD STREET, SUITE 380		LOS ANGELES	CA	90057	LEASE-AS LANDLORD	4/14/2022	
2.27	UY, SANTOS MD		201 SOUTH ALVARADO STREET, SUITE 811		LOS ANGELES	CA	90057	LEASE-AS LANDLORD	11/30/2021	
2.28	VERITY BASM HOLDCO, LLC		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	ADMINISTRATIVE SERVICES	Evergreen	
2.29	VERITY MEDICAL FOUNDATION		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	EQUIPMENT-LEASE/RENTAL	7/1/2019	
2.30	VERITY MEDICAL FOUNDATION		203 REDWOOD SHORES PKWY.	SUITE 700	REDWOOD CITY	CA	94065	LEASE-AS TENANT	7/31/2022	
2.31	YAMAMOTO, KENNETH MD		1800 SULLIVAN AVENUE, SUITE 603		DALY CITY	CA	94015	LEASE-AS LANDLORD	5/31/2019	

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Schedule H

Codebtors

Name of codebtor	Address 1	City	State	Zip	Name of creditor	D	E/F	G
O'Connor Hospital	2105 Forest Avenue	San Jose	CA	95128	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2015A, B, C and D	X		
O'Connor Hospital	2105 Forest Avenue	San Jose	CA	95128	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2017A	X		
Saint Louise Regional Hospital	9400 No Name Uno	Gilroy	CA	95020	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2015A, B, C and D	X		
Saint Louise Regional Hospital	9400 No Name Uno	Gilroy	CA	95020	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2017A	X		
Seton Medical Center	1900 Sullivan Avenue	Daly City	CA	94015	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2015A, B, C and D	X		

In re: Verity Holdings, LLC

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Schedule H

Codebtors

Name of codebtor	Address 1	City	State	Zip	Name of creditor	D	E/F	G
Seton Medical Center	1900 Sullivan Avenue	Daly City	CA	94015	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2017A	X		
St. Francis Medical Center	3630 East Imperial Highway	Lynwood	CA	90262	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2015A, B, C and D	X		
St. Francis Medical Center	3630 East Imperial Highway	Lynwood	CA	90262	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2017A	X		
St. Vincent Medical Center	2131 West Third Street	Los Angeles	CA	90057	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2015A, B, C and D	X		
St. Vincent Medical Center	2131 West Third Street	Los Angeles	CA	90057	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2017A	X		

In re: Verity Holdings, LLC**Case No. 18-20163**

Schedule H

Codebtors

Name of codebtor	Address 1	City	State	Zip	Name of creditor	D	E/F	G
Verity Health System of California, Inc.	2040 E. Mariposa Avenue	El Segundo	CA	90245	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2015A, B, C and D	X		
Verity Health System of California, Inc.	2040 E. Mariposa Avenue	El Segundo	CA	90245	U.S. Bank National Association, as Master Trustee for the California Public Finance Authority Revenue Notes (Verity Health System) Series 2017A	X		
Verity Health System of California, Inc.	P.O. Box 32185	New York	NY	10087-2185	Ankura Consulting Group			X