

June 22, 2012



Apollo Medical Holdings, Inc. Reports Revenues and Results of Operations for Three Months Ended April 30, 2012

GLENDAL, Calif., June 22, 2012 /PRNewswire/ -- Apollo Medical Holdings, Inc. ("ApolloMed") (OTCQB-AMEH) today announced financial results for the three months ended April 30, 2012.

Financial Highlights for the three months ended April 30, 2012

- Revenues increased 56.7% to \$1.63 million for the three months ended April 30, 2012 compared to \$1.04 million for the three months ended April 30, 2011
- Gross profit increased 228.8% to \$303,185 for the three months ended April 30, 2012 compared to \$92,204 for the three months ended April 30, 2011
- Loss from operations was (\$53,153) for the three months ended April 30, 2012 compared to (\$187,444) for the three months ended April 30, 2011
- Non-GAAP Adjusted EBITDA was \$55,772 for the three months ended April 30, 2012 compared to (\$113,818) for the three months ended April 30, 2011

Other Events

ApolloMed continues to advance its business through new contracts and partnerships centered around medical management. As an example, in the first quarter, ApolloMed expanded 24 hour hospitalist service at five hospitals in the Covina, West Covina and Glendora areas of Los Angeles. We expect volume to continue to grow over time as existing partners leverage our presence at all our hospitals. ApolloMed is also pursuing a number of new health plan and hospital contracts.

In addition to growing our core hospitalist business, we continue to explore new opportunities to leverage our market leading medical management expertise. In the first quarter, ApolloMed management invested in creating a new entity focused on obtaining a designation as an Accountable Care Organization ("ACO") as defined under the Medicare Shared Savings Program ("MSSP"). We believe that in establishing an ACO, ApolloMed will be able to leverage its medical management service offering and networks to improve patient outcomes while controlling costs. ACOs participating in the MSSP will be able to share up to 50% of their achieved savings.

"We are pleased to report another quarter of record revenue and continued quarter over quarter growth," stated Warren Hosseinion, M.D., Chief Executive Officer of Apollo Medical Holdings. "We will continue to execute on our strategy of organic growth. In addition, we believe that our coordinated care model and expertise in caring for medically complex patients makes us an excellent candidate to participate in the MSSP."

APOLLO MEDICAL HOLDINGS, INC.
CONSOLIDATED BALANCE SHEETS
FOR THE THREE MONTHS ENDED APRIL 30, 2012 and 2011

	April 30, 2012	January 31, 2012
CURRENT ASSETS		
Cash and cash equivalents	\$ 193,931	\$ 164,361
Accounts receivable, net	1,146,522	994,118
Advances	1,604	2,140
Due from affiliate	7,929	5,504
Prepaid expenses	52,624	45,601
Prepaid financing costs, current	48,513	37,500
Total current assets	<u>1,451,123</u>	<u>1,249,224</u>
Other assets	1,450	
Deferred commission cost	-	1,563
Property and equipment - net	47,740	43,261
Intangible assets	20,000	20,000
Goodwill	<u>50,000</u>	<u>50,000</u>
TOTAL ASSETS	<u>\$ 1,570,313</u>	<u>\$ 1,364,048</u>
LIABILITIES AND STOCKHOLDERS' DEFICIT		
CURRENT LIABILITIES:		
Accounts payable and accrued liabilities	\$ 179,094	\$ 163,476
Senior secured promissory note	270,000	-
10% Convertible notes payable, net	759,824	596,366
Derivative liability	544,188	653,026
Stock issuable	-	90,000
Due to officers	18,464	12,400
Total current liabilities	<u>1,771,570</u>	<u>1,515,268</u>
8% Convertible notes, net	150,000	150,000
Warrant liability	105,000	120,000
Total liabilities	<u>2,026,570</u>	<u>1,785,268</u>
STOCKHOLDERS' DEFICIT		
Preferred stock, par value \$0.001 ; 5,000,000 shares authorized; none issued	-	-
Common Stock, par value \$0.001; 100,000,000 shares authorized, 30,851,774 and 29,335,774 shares issued and outstanding as of April 30, 2012 and January 31, 2012, respectively	30,852	29,336
Prepaid consulting	(44,800)	-
Additional paid-in-capital	1,694,654	1,429,051
Accumulated deficit	(2,275,064)	(2,117,708)
Total	<u>(594,358)</u>	<u>(659,321)</u>
Non-controlling interest	138,101	238,101
Total stockholders' deficit	<u>(456,257)</u>	<u>(421,220)</u>
TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT	<u>\$ 1,570,313</u>	<u>\$ 1,364,048</u>

APOLLO MEDICAL HOLDINGS, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED APRIL 30, 2012 and 2011

	Three months ended April 30,	
	2012	2011
REVENUES	\$ 1,631,844	\$ 1,039,693
COST OF SERVICES	1,328,659	947,489
GROSS PROFIT	303,185	92,204
Operating expenses:		
General and administrative	351,547	276,355
Depreciation	4,791	3,293
Total operating expenses	356,338	279,648
LOSS FROM OPERATIONS	(53,153)	(187,444)
Other income (expense)		
Gain on change in fair value of warrant and derivative liabilities	123,838	-
Interest expense	(202,826)	(31,574)
Financing cost	(21,210)	(9,375)
Other (expense) income	(5)	1,063
Total other expenses	(100,203)	(39,886)
LOSS BEFORE INCOME TAXES	(153,356)	(227,330)
Provision for Income Tax	4,000	1,600
NET LOSS	\$ (157,356)	\$ (228,930)
WEIGHTED AVERAGE SHARES OF COMMON STOCK OUTSTANDING, BASIC AND DILUTED	29,965,878	28,648,134
BASIC AND DILUTED NET LOSS PER SHARE	\$ (0.01)	\$ (0.01)

*Weighted average number of shares used to compute basic and diluted loss per share is the same since the effect of dilutive securities is anti-dilutive.

APOLLO MEDICAL HOLDINGS, INC.
RECONCILIATION OF LOSS FROM OPERATIONS TO ADJUSTED EBITDA
FOR THE THREE MONTHS ENDED APRIL 30, 2012 and 2011

	Three months ended April 30,	
	2012	2011
LOSS FROM OPERATIONS	\$ ((53,153))	\$ (187,444)
Depreciation expense	4,791	3,293
EBITDA	(48,362)	(184,151)
Issuance of shares for service	42,880	63,000
Non-cash stock option expense	61,254	7,333
ADJUSTED EBITDA	\$ 55,772	\$ (113,818)

***Use of Non-GAAP Financial Measures**

In addition to containing results that are determined in accordance with accounting principles generally accepted in the United States of America (GAAP), this press release also contains

non-GAAP financial measures. Adjusted EBITDA, as used in this press release, represents Loss from Operations before depreciation, adjusted for issuance of shares for service, stock option expense, amortization of debt discount and impairment of intangibles and losses on discontinued operations. Adjusted EBITDA is a key indicator used by management to evaluate operating performance. While adjusted EBITDA is not intended to replace any presentation included in the consolidated financial statements under GAAP and should not be considered an alternative to operating performance or an alternative to cash flow as a measure of liquidity, the Company believes this measure is useful to investors in assessing the Company's ongoing operating performance and working capital requirements. This calculation may differ in method of calculation from similarly titled measures used by other companies. A reconciliation of adjusted EBITDA to the nearest comparable GAAP financial measure is included in the financial schedules accompanying this press release. The Non-GAAP financial measures, as well as other information in this press release, should be read in conjunction with the Company's financial statements filed with the Securities and Exchange Commission.

About Apollo Medical Holdings, Inc.

ApolloMed is a leading provider of integrated medical management services that improves the quality and efficiency of inpatient hospital care plus multi-disciplinary care management services targeting inefficiencies in healthcare payer and provider networks. The Company's integrated model combines hospitalist medicine, critical care medicine, 24-hour physician call centers, case management and transition management that offers to help healthcare organizations engage in performance payments for utilization efficiency, quality of care objectives and shared accountability arrangements. The company's strategy is to capitalize on the growing market for hospital-based physicians and care management services.

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