

August 20, 2015



# **Apollo Medical Holdings Reports 149% Revenue Growth Year Over Year For The First Quarter Of Fiscal Year 2016**

## **Revenue of \$10.2 million, a 149% Year-Over-Year Increase**

GLENDAL, Calif., Aug. 20, 2015 /PRNewswire/ -- **Apollo Medical Holdings, Inc.** ("ApolloMed" or "the Company") (OTC-QB: AMEH), an integrated population health management company, today announced its Fiscal Year 2016 Q1 financial results for the three months ended June 30, 2015.

### **Financial Highlights for the Three Months Ended June 30, 2015 Compared to the Three Months Ended June 30, 2014 (unaudited):**

- Net revenue of \$10.2 million, an increase of 149% from \$4.1 million in the comparable period of 2014, attributable to the continued organic growth of our population health management business units, as well as recent synergistic acquisitions.
- Loss from operations of \$1.7 million, an increase of 40%, compared to a loss of \$1.2 million in the comparable period of 2014. The quarter was impacted by expenses of approximately \$809,206 related to the filing of our S-1 as well as continued development of the infrastructure to support network growth.
- On June 30, 2015, the Company had total assets of \$13.3 million, including cash and cash equivalents of \$3.9 million

"We are pleased with the significant year-over-year growth in our quarterly revenue," stated Warren Hosseinian, M.D., CEO of Apollo Medical Holdings. "We are focused not only on growing revenue but also reducing operating and overhead expenses for the remainder of FY 2016."

For more details on ApolloMed's 2015 fiscal year first quarter results, please refer to the Company's 10-Q filed with the U.S. Securities Exchange Commission and accessible at [www.sec.gov](http://www.sec.gov).

**APOLLO MEDICAL HOLDINGS, INC.**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
**(UNAUDITED)**

	<b>June 30, 2015</b>	<b>March 31, 2015</b>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 3,890,477	\$ 5,014,242
Accounts receivable, net	3,692,757	3,801,584
Other receivables	328,439	208,288
Due from affiliates	30,615	36,397
Prepaid expenses	258,224	278,922
Deferred financing costs, net, current	-	513,646
Total current assets	<u>8,200,512</u>	<u>9,853,079</u>
Deferred financing costs, net, non-current	235,093	264,708
Property and equipment, net	577,273	582,470
Restricted cash	530,000	530,000
Intangible assets, net	1,339,235	1,377,257
Goodwill	2,168,833	2,168,833
Other assets	212,146	218,716
<b>TOTAL ASSETS</b>	<u><b>\$ 13,263,092</b></u>	<u><b>\$ 14,995,063</b></u>
<b>LIABILITIES AND STOCKHOLDERS' DEFICIT</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 4,142,819	\$ 3,352,204
Medical liabilities	1,147,645	1,260,549
Note and line of credit payable, net of discount, current portion	6,624,548	327,141
Convertible notes payable, net of discount, current portion	2,597,438	1,037,818
Warrant liability	2,308,620	-
Total current liabilities	<u>16,821,070</u>	<u>5,977,712</u>
Notes payable, net of discount, non-current portion	-	6,234,721
Convertible notes payable, net of discount	-	1,457,103
Warrant liability	-	2,144,496
Deferred tax liability	174,280	171,215
Total liabilities	<u>16,995,350</u>	<u>15,985,247</u>
<b>COMMITMENTS AND CONTINGENCIES</b>		
<b>STOCKHOLDERS' DEFICIT</b>		
Preferred stock, par value \$0.001; 5,000,000 shares authorized; none issued	-	-
Common Stock, par value \$0.001; 100,000,000 shares authorized, 4,863,389 shares issued and outstanding as of June 30, 2015 and March 31, 2015	4,863	4,863
Additional paid-in-capital	16,601,833	16,517,985
Accumulated deficit	<u>(21,822,887)</u>	<u>(19,340,521)</u>
Stockholders' deficit attributable to Apollo Medical Holdings, Inc.	(5,216,191)	(2,817,673)
Non-controlling interest	1,483,933	1,827,489
Total stockholders' deficit	<u>(3,732,258)</u>	<u>(990,184)</u>
<b>TOTAL LIABILITIES AND STOCKHOLDERS' DEFICIT</b>	<u><b>\$ 13,263,092</b></u>	<u><b>\$ 14,995,063</b></u>

**APOLLO MEDICAL HOLDINGS, INC.**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS**  
**(UNAUDITED)**

	<b>Three Months Ended June 30,</b>	<b>2015</b>	<b>2014</b>
Net revenues	\$	10,204,125	\$ 4,094,486
Costs and expenses			
Cost of services		7,567,868	3,259,839
General and administrative		4,237,203	2,009,332
Depreciation and amortization		63,751	11,899
Total costs and expenses		<u>11,868,822</u>	<u>5,281,070</u>
Loss from operations		(1,664,697)	(1,186,584)
Other (expense) income			
Interest expense		(360,402)	(276,867)
Change in fair value of warrant and conversion feature liability		(213,718)	(30,005)
Other		101,004	(2,476)
Total other expense		<u>(473,116)</u>	<u>(309,348)</u>
Loss before provision for income taxes		(2,137,813)	(1,495,932)
Provision for income taxes		<u>92,691</u>	<u>11,602</u>
Net loss		(2,230,504)	(1,507,534)
Net income attributable to non-controlling interests		<u>(251,862)</u>	<u>(170,207)</u>
Net loss attributable to Apollo Medical Holdings, Inc.	\$	<u>(2,482,366)</u>	\$ (1,677,741)
Other comprehensive loss:			
Unrealized change in value of marketable securities		-	18,589
Comprehensive loss	\$	<u>(2,482,366)</u>	\$ (1,659,152)
NET LOSS PER SHARE:			
BASIC AND DILUTED	\$	<u>(0.51)</u>	\$ (0.34)
WEIGHTED AVERAGE SHARES OF COMMON STOCK OUTSTANDING:			
BASIC AND DILUTED		<u>4,863,389</u>	<u>4,913,455</u>

## **About Apollo Medical Holdings, Inc. (ApolloMed)**

Headquartered in Glendale, California, ApolloMed is a leading integrated population health management company committed to providing exceptional multi-disciplinary care in the communities it serves. ApolloMed is addressing the healthcare needs of its patients by leveraging its integrated healthcare delivery platform comprised of six affiliated and complementary physician groups: ApolloMed Hospitalists, ApolloMed ACO (Accountable Care Organization), Maverick Medical Group (Independent Physician Association), AKM Medical Group (IPA), ApolloMed Care Clinics and Apollo Palliative Services. ApolloMed strives to improve medical outcomes with high-quality, cost-efficient care. For more information, please visit [www.apollomed.net](http://www.apollomed.net)

## **Forward Looking Statements**

*This press release may contain forward-looking statements, including information about management's view of Apollo Medical Holdings, Inc. ("the Company") future expectations, plans and prospects. In particular, when used in the preceding discussion, the words*

*"believes," "expects," "intends," "plans," "anticipates," or "may," and similar conditional expressions are intended to identify forward-looking statements. Any statements made in this press release other than those of historical fact, about an action, event or development, are forward-looking statements. These statements involve known and unknown risks, uncertainties and other factors, which may cause the results of the Company, its subsidiaries and concepts to be materially different than those expressed or implied in such statements. Unknown or unpredictable factors also could have material adverse effects on the Company's future results. Some factors that could cause actual results to differ materially from those indicated by such forward-looking statements are set forth in the Company's Annual Report on our amended Form 10-K for the fiscal year ended March 31, 2015, under the caption "Risk Factors", which is on file with the Securities and Exchange Commission and available in the "Investor" section of the Company's website under the heading "SEC Filings". The forward-looking statements included in this press release are made only as of the date hereof. The Company cannot guarantee future results, levels of activity, performance or achievements. Accordingly, you should not place undue reliance on these forward-looking statements. Finally, the Company undertakes no obligation to update these statements after the date of this release, except as required by law, and also takes no obligation to update or correct information prepared by third parties that are not paid for by Apollo Medical Holdings, Inc.*

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