



People. Passion. Purpose.

**Q3 2023 Supplemental
Non-GAAP Reconciliations**



Disclaimer

Non-GAAP Metrics

In addition to the financial results prepared in accordance with U.S. Generally Accepted Accounting Principles ("GAAP"), we use certain non-GAAP financial measures as defined by the SEC rules. We do not consider these non- GAAP measures in isolation or as an alternative to financial measures determined in accordance with GAAP. These non-GAAP financial measures are subject to inherent limitations as they reflect the exercise of judgments by management about which expense and income are excluded or included in determining these non-GAAP financial measures. In addition, other companies may calculate non-GAAP financial measures differently or may use other measures to evaluate their performance, all of which could reduce the usefulness of our non-GAAP financial measures as tools for comparison.

Reconciliation of Q3 and YTD 2023 Adjusted Operating Expense

(in thousands)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	2023	2022
Total operating expense	322,171	308,271	350,119	1,181,641
Medical expense	(279,220)	(254,777)	(302,271)	(267,448)
Goodwill impairment	-	-	-	(851,456)
Depreciation and amortization	(21,721)	(21,815)	(21,780)	(21,720)
Premium deficiency reserve	12,489	7,302	2,012	1,490
Equity-based compensation	(2,251)	(1,784)	(1,031)	(3,716)
Transaction and other related costs	-	(1,844)	-	(8,010)
Other	(7)	(1,483)	(446)	(173)
Adjusted operating expense	31,461	33,870	26,603	30,608

Reconciliation of Q3 and YTD 2023 Cash Burn

(in thousands)

	Nine Months Ended September 30, 2023	Three Months Ended September 30, 2023
Net cash used in operating activities	\$ (60,150)	\$ (7,586)
Purchases of property and equipment	(2,039)	(387)
Cash burn	\$ (62,189)	\$ (7,973)