

2012 witnessed improvement for our organization.

The Consolidated Operating Income improved more than \$1.3 Million helping Consolidated Net Assets to grow to \$283 Million. Our overall assets grew by \$21 Million and liabilities shrank by \$2.2 Million.



Tom Stofac,
*Chief Executive Officer,
The Ohio Masonic Home*

Campus operations improved through expense control and maintaining revenues with full occupancy. Each campus received accolades regarding outstanding care.

2012 saw several changes for Home Health operations, which brought challenges. As a result, Home Health Operations struggled financially during 2012 but are now better positioned for the years ahead.

From an active fund development standpoint, our Foundation raised close to one million dollars more than in 2011. Much of the generous gifts went to our capital campaign for the construction of memory care centers on our Waterville and Medina campuses. At year end, these projects were 34% complete with an expected open date of summer of 2013. In early 2012, the Ohio Masonic Home refinanced and by doing so, we were able to reduce aggregate interest expense by over \$800 thousand relative to the prior year. Because of improved operating performance, our interest expense was reduced, resulting in additional savings and the ability to move forward providing new and innovative products, services and solutions.

As we look at our investment, the consolidated portfolio performed very well during 2012 with an annual rate of return of 13 percent. This resulted in growth of our total investment value of nearly \$23 Million.

Looking ahead, the Ohio Masonic Home is very well positioned to meet our ongoing needs and propel us towards our vision of continuing to be The Trusted Resource to Help People Age Respectfully.

CONSOLIDATED STATEMENT OF OPERATIONS

<i>Years Ended December 31</i>	2012	2011
Total Revenues	\$44,080,579	44,326,805
Total Expenses	45,861,777	47,435,395
Income (Loss) From Continuing Operations	(1,781,198)	(3,108,590)
Nonoperating gains/(losses)	9,357,298	9,459,735