

## National Assisted Living Week Coming Soon

National Assisted Living Week begins on Grandparents Day, Sept. 7, 2003, and runs through Saturday, Sept. 13. This year's theme, "Sharing Life's Treasures," focuses on an appreciation of past memories and future dreams.

The observance, created by the National Center for Assisted Living (NCAL) in 1995, is intended to raise awareness and educate the public about the crucial role assisted living residences play in helping the nation's elderly to remain as independent as possible while enjoying a meaningful quality of life.

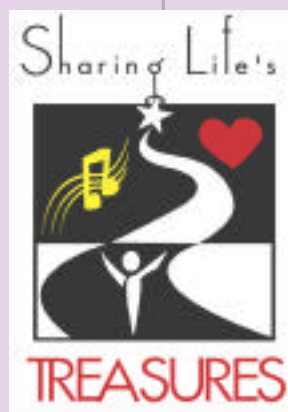
NCAL will prepare a planning guide designed to help assisted living

providers educate the public about the role they play, the residents served, and the services available. This week also celebrates the exceptional involvement of families, providers, volunteers, and individuals from local communities who foster a truly caring spirit.

There are more than 800,000 people residing in approximately 33,000 assisted living facilities around the country.

Residents receive supervision, assistance with personal care, and health care services as needed.

Providers are encouraged to visit NCAL's Web site at [www.ncal.org](http://www.ncal.org) to learn more about how to participate in this special week.



### Assisted Living Concepts Relocates Company HQ

**A**ssisted Living Concepts, which recently relocated its company headquarters from Portland, Ore., to Dallas, reported first-quarter operating income after net expenses to be \$901,000, compared with a loss of \$957,000 for the same period in 2002. Revenue for the first quarter of 2003 rose 11 percent, to \$41.1 million, compared with \$37 million for the same period of 2002. All figures are based on the company's 177 residences, not including two sold in March 2003.

Assisted Living Concepts has terminated the proposed sale of its nine properties in South Carolina, based upon improved recent performance. The company intends to operate the facilities on an ongoing basis. Assisted Living Concepts completed the re- ➤

location of its principal executive offices to Dallas from Portland, Ore., as of May 1, 2003. The company will maintain an office in Portland, although all corporate functions will be based in Dallas.

### Capital Senior Living's First-Quarter Earnings Down

Dallas-based Capital Senior Living reported a net income for the first quarter of 2003 of \$1.2 million, or diluted earnings per share of \$0.06, compared with first quarter 2002 earnings of \$1.8 million. First quarter 2003 revenue was \$14.5 million compared with revenue of \$16.6 million for the same period in 2002. The primary factor in the lower revenue was the contribution of four senior living communities to a joint venture in the second quarter of 2002.

On March 31, Capital Senior Living

announced its intent to purchase the remaining interest in Triad Entities, which owns 12 communities with resident capacity of 1,670 and a resident mix of 95 percent independent living and 5 percent assisted living. These 12 communities produced revenue of \$13 million in 2002 entirely from private-pay sources. The company expects to complete the transaction in the third quarter of 2003.

### Sunrise Rallies In First Quarter

McLean, Va.-based Sunrise Assisted Living reported a 23 percent increase in revenue in its first quarter of 2003, to \$136.7 million from \$111.1 million in the same quarter of 2002. Net income for the first quarter of 2003 rose 79 percent, to \$13.4 million, or \$0.56 per diluted share, compared with \$7.5 million, or \$0.32 per diluted share, for the first quarter of 2002

(which included \$4.1 million, or \$0.10 per share, of expenses associated with the redemption of Sunrise's 5.5 percent convertible notes). First-quarter 2003 earnings per share results were 75 percent higher than first quarter 2002.

The company's sale/long-term manage back program raised first-quarter 2003 income by reducing debt—and associated interest expenses—by \$46 million and lowering depreciation and amortization expense of both completed and pending property sales. First-quarter 2003 results also reflect continued growth in the company's operating portfolio, including a 20 percent revenue increase from management contracts.

The dramatic increase in net income was achieved despite a \$3.7 million increase in general and administrative expenses due in part to Sunrise's growth strategy, such as its expansion ►

into new markets in Europe, and expenses associated with the acquisition of Marriott Senior Living.

### Kindred Pulling Out Of Florida

**K**indred Healthcare, Louisville, Ky., has signed a tentative agreement to divest its Florida operations for \$65 million to Senior Health Management, St. Petersburg, Fla. The 17-facility transaction was due to close at press time.

### Beverly Reports Net Profit

**F**ort Smith, Ark.-based Beverly Enterprises reported a net profit of \$12.2 million, or \$0.12 per share, for first quarter 2003, compared with a net loss of \$56.7 million, or \$0.54 cents per share, during first quarter 2002. The company incorporated a one-time charge for a change in its accounting methods and recording losses from dis-

continued operations. Beverly's total revenue fell to \$587.2 million for first quarter 2003, compared with \$594.1 million in the year-earlier quarter, according to a statement from the company.

### Manor Care Reports Earnings

**M**anor Care, Toledo, Ohio, reported first-quarter 2003 earnings were \$0.33 per share on net revenue of \$731 million, compared with \$716 million for the same period in 2002.

Net income for first quarter 2003 was \$31 million, compared with \$34 million before cumulative effect in the 2002 first quarter, according to the company's statement.

### Extendicare Reports First-Quarter Results

**E**xtendicare, Markham, Ontario, Canada, reported net earnings of

\$17.9 million, or \$0.25 per share, during first quarter 2003, a significant increase over net earnings of \$5.9 million for the same quarter in 2002. Extendicare says its average nursing facility census increased to 91.3 percent in the latest quarter, from 89.5 percent a year earlier and 91.2 percent in the fourth quarter of 2002.

### NHC Reports 10.9 Percent Increase

**N**ational HealthCare (NHC), Murfreesboro, Tenn., has announced \$3.4 million in earnings for first quarter 2003, or \$0.30 per share, an increase of 10.9 percent, compared with nearly \$3.1 million, or \$0.27 per basic share, for first quarter 2002.

Revenue for the third quarter rose to \$113.2 million, compared with \$111.2 million for the same quarter during 2002. ■