

Toronto Stock Exchange Symbol: **DR** Recent Price: **C\$13.28\*** 52-week Range (low-high): **C\$11.14 –C\$19.90** Yield: **8.5%** (approx.)\*  
 Market Capitalization: **C\$391.8 million\*** Common Shares Outstanding: **31.0 million\*** Annualized Dividend Per Share: **C\$1.125** Convertible Debentures Symbol: **DR.DB.A**  
 All figures are in Canadian dollars unless otherwise noted. \*As at November 10, 2017.



## PROFILE

Medical Facilities Corporation (“MFC”) owns controlling interests in five specialty surgical hospitals which focus on a limited number of high volume, non-emergency surgical, diagnostic and imaging procedures and an ambulatory surgery center which specializes in outpatient surgical procedures, with patient stays of less than 24 hours. The case mix at each facility is a function of the clinical specialties of the physicians on the medical staff and the equipment and infrastructure at each facility. Orthopaedic and neurosurgical procedures represent a large portion of the case volumes at MFC hospitals. MFC generates revenues from the facility fee charged to the patient, or their insurer (“payor”). In addition, MFC owns controlling interest in a diversified healthcare service company located in Oklahoma City that provides third-party business solutions to healthcare entities such as physician practices, facilities, and insurance companies.

## INVESTMENT HIGHLIGHTS

- Well-located facilities providing stable cash flows
- Favorable industry growth drivers
- Experienced, entrepreneurial management team
- Resources in place to execute on growth strategy

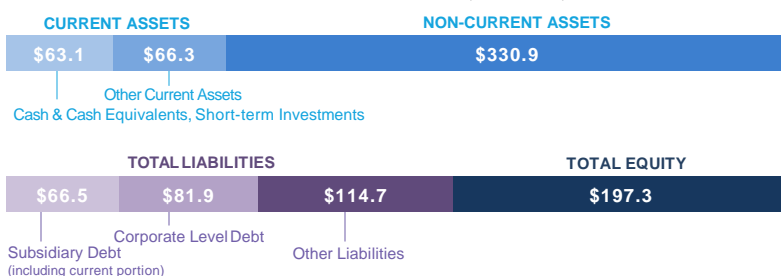
## FINANCIAL REVIEW – Q3 2017<sup>1</sup>

(US\$M, EXCEPT % AMOUNTS AND AS OTHERWISE INDICATED)	THREE MONTHS ENDED SEPTEMBER 30, 2017	THREE MONTHS ENDED SEPTEMBER 30, 2016
Facility Service Revenue from Continuing Operations	89.0	78.8
Operating Expenses from Continuing Operations	76.5	64.6
Income from Continuing Operations <sup>2</sup>	12.4	14.2
Operating Margin from Continuing Operations	14.0%	18.0%
Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA)	19.3	19.6
Cash Available for Distribution (US\$M)	9.8	8.0
Cash Available for Distribution (C\$M)	12.3	10.5
Total Distributions (C\$M)	8.7	8.7
Payout Ratio <sup>3</sup>	70.7%	83.1%

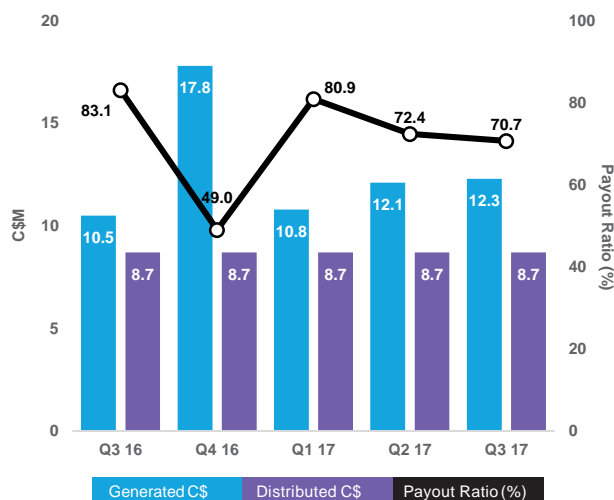
<sup>1</sup> EBITDA, distributions, cash available for distribution and payout ratio are non-IFRS financial measures. Please refer to “Non-IFRS Financial Measures” and “Reconciliation of Non-IFRS Financial Measures” sections in the Management’s Discussion and Analysis of Consolidated Financial Condition and Results of Operations for the three-month and nine-month periods ended September 30, 2017.

<sup>2</sup> Income from continuing operations before interest expense, gains or losses on foreign currency translation and other non-operating income and expenses.

## SOLID FINANCIAL POSITION – Q3 2017 (US\$ millions)



## CASH AVAILABLE FOR DISTRIBUTION, TOTAL DISTRIBUTIONS AND PAYOUT RATIO



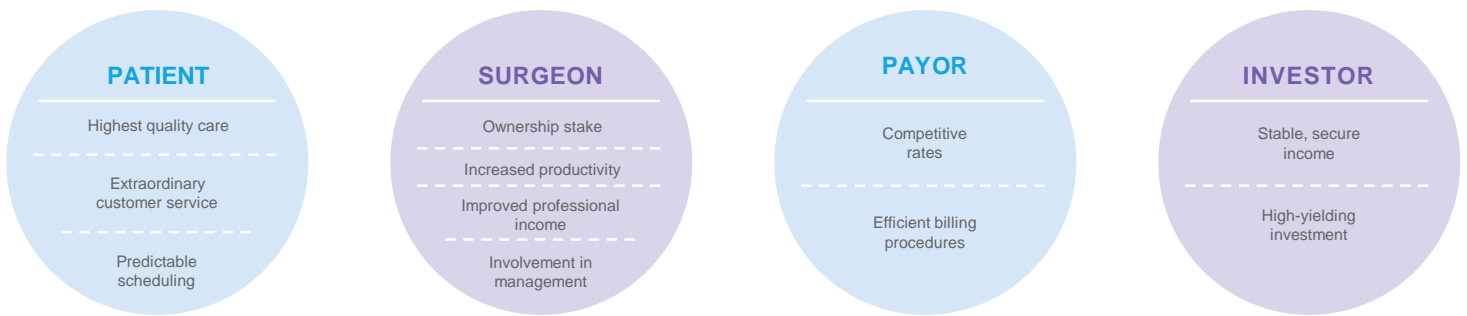
**2.4x**  
Current Ratio

**48.8%**  
Net Debt/  
Equity

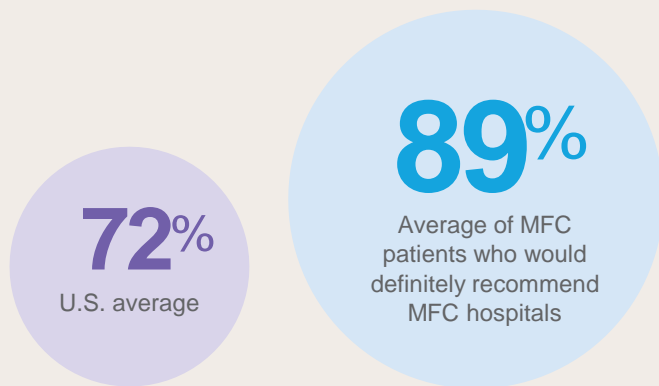
**1.6x**  
Debt/EBITDA  
(LTM)

	SPECIALTIES	OPERATING ROOMS	OVERNIGHT ROOMS	SIZE ('000 SQ.FEET)
<b>Specialty Surgical Hospitals</b>				
Arkansas Surgical Hospital North Little Rock, Arkansas	Orthopaedics, Neurosurgery	11	41	126
Unity Medical and Surgical Hospital Mishawaka, Indiana	Orthopaedics, Ophthalmology, Pain Management, Spine Surgery	6	29	44
Oklahoma Spine Hospital Oklahoma City, Oklahoma	Pain Management, Neurosurgery	7	25	61
Black Hills Surgical Hospital Rapid City, South Dakota	Neurosurgery, Orthopaedics	11	26	75
Sioux Falls Specialty Hospital Sioux Falls, South Dakota	Orthopaedics, E.N.T.	13	35	76
<b>Ambulatory Surgery Center</b>				
The Surgery Center of Newport Coast Newport Beach, California	Orthopaedics, Pain Management	2	n/a	7

## MFC OFFERS STAKEHOLDERS

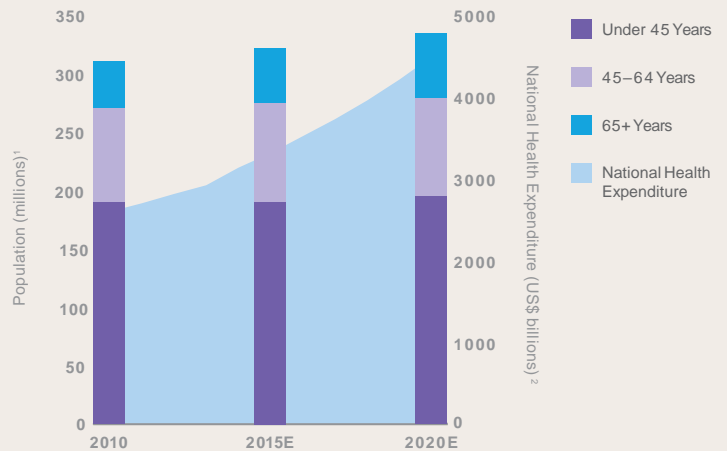


## HCAHPS SURVEY\*



\* Hospital Consumer Assessment of Healthcare Providers and Systems (HCAHPS), a survey conducted by the U.S. Department of Health and Human Services, is the first national, standardized and publicly reported survey of patients' perspectives of hospital experiences, based on ten important hospital quality topics. Ratings presented above are as at October 25, 2017 for the reporting period from January 1, 2016 to December 31, 2016.

## INDUSTRY DRIVERS



### SOURCES:

<sup>1</sup> U.S. Census Bureau, 2010 based on National Population Projections 2008; 2015 & 2020 based on National Population Projections 2012

<sup>2</sup> Centers for Medicare & Medicaid Services, National Health Expenditure Projections 2011-2021

## INVESTOR CONTACTS

**Tyler Murphy**  
Chief Financial Officer  
Medical Facilities Corporation  
1-877-402-7162  
investors@medicalfc.com

**Craig MacPhail**  
Investor Relations  
NATIONAL Equicom  
416-586-1938  
cmacphail@national.ca

website: [www.medicalfacilitiescorp.ca](http://www.medicalfacilitiescorp.ca)