CHATUGE REGIONAL HOSPITAL

110 South Main Street • P.O. Box 509 • Hiawassee, Georgia 30546
Phone: (706) 896-2222

Re: Statement of Going Concern:

Management has evaluated whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Chatuge Regional Hospital, Inc.'s ability to continue as a going concern for a period of at least twelve months from the date the financial statements are issued.

Based on this evaluation, management believes that Chatuge Regional Hospital, Inc., has sufficient financial resources, including anticipated operating revenues and available liquidity, to meet its obligations as they become due and to continue normal operations for the foreseeable future.

Sincerely,

Nicholas Townsend
Chatuge Regional Hospital, Inc.
nicktownsend@uniongeneral.org