

The following summary illustrates a projected year's income and expenses for the subject practice which incorporates a 4% increase in fees and overhead expense but no increase in production. Although all variable expenses are included, fixed expenses that will not be duplicated are not included. This summary is not a representation or warranty of future practice performance. Purchasers should obtain legal and accounting counsel prior to any purchase decision. **NOTE: Practice price does not include accounts receivable.**

PRACTICE INCOME

EXPECTED GROSS COLLECTION INCREASE		\$680,487	100.0%
HYGIENE COMPONENT		\$238,171	35.0%
DENTIST COMPONENT		\$442,317	65.0%
RETAINED SELLER		\$0	0.0%
ASSOCIATE		\$0	0.0%
PURCHASER		\$442,317	65.0%

VARIABLE EXPENSE INCREASE

WAGES, PAYROLL TAX, ETC.		\$187,534	27.6%
LABORATORY		\$95,431	14.0%
CLINICAL SUPPLIES		\$19,749	2.9%
OTHER VARIABLE EXPENSE		\$17,920	2.6%
TOTAL VARIABLE EXPENSE INCREASE		\$320,634	47.1%

FIXED EXPENSE INCREASE

RENT		\$0	0.0%
PHONE, UTILITIES		\$3,000	0.4%
LEGAL & ACCOUNTING		\$3,500	0.5%
INSURANCE		\$1,500	0.2%
OTHER FIXED EXPENSE		\$6,736	1.0%
TOTAL FIXED EXPENSE INCREASE		\$14,736	2.2%

DEBT SERVICE INCREASE

INTEREST		\$39,764	5.8%
PRINCIPAL		\$37,400	5.5%
TOTAL DEBT SERVICE - THIS IS BREAK-EVEN RETENTION PERCENTAGE		\$77,164	11.3%

SUMMARY

EXPECTED INCREASED COLLECTIONS		\$680,487	100.0%
EXPECTED INCREASED EXPENSES		\$335,370	49.3%
EXPECTED INCREASED DEBT SERVICE		\$77,164	11.3%
EXPECTED INCREASED NET INCOME & PERCENT OF PERSONAL PRODUCTION		\$267,953	60.6%
PURCHASER PRODUCED PRODUCTION		\$442,317	65.0%
EQUITY INCREASE & PERCENT OF PERSONAL PRODUCTION		\$37,400	8.5%
TAX SAVINGS FROM DEPRECIATION & PERCENT OF PERSONAL PRODUCTION		\$23,696	5.4%
TOTAL ECONOMIC BENEFIT-CASH, TAX SAVINGS, EQUITY & % PERSONAL PROD		\$329,050	74.4%

THIS CASH FLOW EXAMPLE IS BASED ON THE FOLLOWING ASSUMPTIONS:

SALES PRICE & PERCENT OF GROSS		\$497,000	76%
WORKING CAPITAL		\$33,000	4.8%
TOTAL LOAN		\$530,000	77.9%
LOAN INTEREST RATE		8.00%	
LOAN TERM IN MONTHS		120	
MONTHLY PAYMENT		\$6,430	11.3%
ESTIMATED MONTHLY HYGIENE/ASSOC PROFIT		\$11,909	21.0%

Winston-Salem, North Carolina**MERGER DATA SUMMARY FOR PRACTICE NUMBER 8513**

The following data is provided by the owner of the practice. It is believed to the best of the owner's knowledge to be a true and accurate representation of the facts of the practice. It is the responsibility of any purchaser to verify all information contained herein and to seek qualified counsel in the interpretation and verification thereof.

OFFICE DATA

SQUARE FOOTAGE OF OFFICE	2,000
EXPANDABLE FOOTAGE	1,000
CURRENT MONTHLY RENTAL i.e. "1200"	\$2,239
PRICE PER SQUARE FOOT	\$13.44
IS OFFICE HANDICAPPED ACCESSIBLE?	Yes
NUMBER OF PARKING SPACES	Variable
PROXIMITY OF PARKING PLACES	Some directly in front
NUMBER OF OPERATORIES EQUIPPED FOR DENTIST	3
NUMBER OF OPERATORIES EQUIPPED FOR HYGIENIST	2
NUMBER OF PLUMBED BUT UNEQUIPPED OPERATORIES	2
NUMBER OF UNPLUMBED EMPTY OPERATORIES	2 (used as consult and chart room)
DATE OF LEASE i.e. "1/1/99"	May-05
DATE LEASE ENDS - i.e. "1/1/04"	April-10
TERM OF LEASE IN YEARS i.e. "5"	5
YEARS REMAINING ON LEASE i.e. "2.5"	1
RENEWAL OPTIONS	5 years
DO YOU OWN YOUR BUILDING? "YES" OR "NO"	No
DO YOU WISH TO SELL THE BUILDING? "YES" OR "NO"	No
PRICE OF BUILDING	
IF NOT FOR SALE, MO. RENTAL AMOUNT	
ANNUAL REAL ESTATE TAXES	
ANNUAL REAL ESTATE INSURANCE COST	
PURCHASER MORTGAGE INTEREST RATE	7.00%
PURCHASER MORTGAGE TERM - YEARS	15
PURCHASER MONTHLY PAYMENT	
PURCHASER CURRENT MONTHLY RENT	
PRICE PER SQUARE FOOT	

WORK SCHEDULE

PLANS AFTER SALE OF PRACTICE	Work part-time; teach
DAYS/WEEK CURRENTLY WORKED	4
ENTER DESIRED DAYS WORKED FOR NEW BUYER SALE	
DESIRED WORK DAYS/WEEK 1ST YR	0
DESIRED WORK DAYS/WEEK 2ND YR	0
DESIRED WORK DAYS/WEEK 3RD YR	0
DESIRED WORK DAYS/WEEK 4TH YR	0
DESIRED WORK DAYS/WEEK 5TH YR	0
DESIRED WORK DAYS/WEEK 6TH YR	0

PRACTICE DATA	
WHAT CONSULTANT USED IN PAST 5 YRS	Bob Willis, Coaching pro
RESULTS	20% increase
DESCRIBE INTERNAL MARKETING	Scripting; solicit referrals
DESCRIBE EXTERNAL MARKETING	
HAS GROSS CHANGED SIGNIFICANTLY? WHY?	Decreased significantly through 18 months of surgeries
PURCHASER MUST PERSONALLY VERIFY PATIENT POPULATION DATA & REDUCED FEE PLANS!	
ESTIMATE NUMBER OF PTS LAST 18 MONTHS	2,200
AVERAGE NUMBER OF NEW PATIENTS PER MONTH	11
AVERAGE NUMBER PTS TREATED PER DAY BY DENTIST	14
AVERAGE NUMBER PTS TREATED PER DAY BY HYGIENIST	18
HOW FAR AHEAD IS DENTIST SCHEDULED?	4-5 weeks
HOW FAR AHEAD IS HYGIENIST SCHEDULED?	six months
% PRACTICE INCOME FROM CASH	100%
% OF PATIENTS PAYING CASH	100%
% PRACTICE INCOME FROM INSURANCE	
% OF PATIENTS WITH INSURANCE	
% PRACTICE INCOME FROM HMO	
% OF PATIENTS WITH HMO	
% PRACTICE INCOME FROM PPO	
% OF PATIENTS WITH PPO	
% PRACTICE INCOME FROM CAPITATION	
% OF PATIENTS WITH CAPITATION	
% PRACTICE INCOME FROM MEDICAID	
% OF PATIENTS WITH MEDICAID	
% PRACTICE INCOME WITH REDUCED FEE PLANS	
% OF PATIENTS WITH REDUCED FEE PLANS	
PURCHASER MUST PERSONALLY VERIFY PATIENT POPULATION DATA & REDUCED FEE PLANS!	
OFFICE HOURS	MONDAY 8:00 am - 5:00 pm
	TUESDAY 8:00 am - 5:00 pm
	WEDNESDAY 8:00 am - 5:00 pm
	THURSDAY 8:00 am - 5:00 pm
	FRIDAY
	SATURDAY
DENTIST HOURS WORKED PER WEEK	32
HYGIENIST HOURS WORKED PER WEEK	64
ASSOCIATE HOURS WORKED PER WEEK	
DENTIST PATIENT VISITS PER YEAR	
HYGIENE PATIENT VISITS PER YEAR	
NUMBER OF DAYS WORKED PER YEAR	180
NUMBER OF WEEKS WORKED PER YEAR	45
ACTUAL ACCOUNTS RECEIVABLE BALANCE	\$120,199
SIX WEEKS ACCOUNTS RECEIVABLE	\$78,518
WHAT IS YOUR COLLECTION PERCENTAGE	99%
WHAT TYPE RECALL SYSTEM	Schedule six months out
WHAT TYPE COMPUTER SYSTEM	Softdent

WHAT % OF THE PRACTICE INCOME IS:	
HYGIENIST PRODUCTION	35%
OPERATIVE	10%
PEDODONTICS	0%
ORTHODONTICS	0%
IMPLANTS	0%
REMOVABLE PROSTHETICS	4%
FIXED PROSTHETICS	47%
ENDODONTICS	0%
PERIODONTICS	0%
ORAL SURGERY	0%
COSMETIC	0%
TMJ TREATMENT	0%
SOFT TISSUE MANAGEMENT	0%
OTHER	4%
TOTAL	100%
MARKET FACTOR DATA	
EQUIPMENT FACTOR SCALE 0% - 100%	70%
LOCATION DEMAND SCALE 0% - 100%	75%
PLAN / MEDICAID PRACTICE %	
ANNUAL FEE INCREASE %	4%
ANNUAL OVERHEAD INCREASE %	4%
FEE SCHEDULE	
ADULT PROPHY 01110	\$67
GOLD INLAY 02540	\$700
TWO SURFACE POSTERIOR COMPOSITE 02386	\$190
TWO SURFACE AMALGAM 02150	
CORE BUILD-UP INCLUDING PINS 02950	\$231
GOLD / PORCELAIN CROWN 02750	\$900
ANTERIOR CANAL ROOT CANAL 03310	
BICUSPID ROOT CANAL 03320	
LABIAL PORCELAIN VENEER 02962	\$1,200
AVERAGE OF FEES	\$548
PERCENT OF FEE PARITY	101%
DEMOGRAPHIC DATA	
WHAT IS APPROX. POPULATION OF YOUR CITY OR TOWN	240,000
WHAT IS APPROX. POPULATION OF YOUR DRAWING AREA	500,000
APPROXIMATE NUMBER OF GENERAL DENTAL PRACTICES WITHIN	35
MAJOR EMPLOYERS IN AREA	Dell, Hanes, 2 large hospitals, RJR, GMAC, Wachovia
DESCRIBE ANY MAJOR ECONOMIC CHANGES IN YOUR DRAWING AREA	Textiles down, medical research up, small business way up.

STAFF DATA			
DESCRIBE STAFF BY POSITION AS TO	ANNUAL SALARY	WILL POSSIBLY STAY?	YEAR HIRED
RECEPTIONIST	\$36,850	Yes	4/1984
OFFICE MANAGER	\$31,702	Yes	7/2000
RECEPTIONIST	\$ _____	_____	_____
ASSISTANT	\$33,302	Yes	12/2001
ASSISTANT	\$34,804	Yes	3/2000
ASSISTANT	\$ _____	_____	_____
ASSISTANT	\$ _____	_____	_____
ASSISTANT	\$ _____	_____	_____
HYGIENIST	\$52,187	Yes	3/2000
HYGIENIST	\$48,203	Yes	9/2005
HYGIENIST	\$ _____	_____	_____
HYGIENIST	\$ _____	_____	_____
LAB TECHNICIAN	\$ _____	_____	_____
LAB TECHNICIAN	\$ _____	_____	_____
OTHER _____	\$ _____	_____	_____
OTHER _____			
DESCRIBE FRINGE BENEFITS AND VALUE	Health, uniforms, vacations, holidays		
DO YOU HIRE ANY UNPAID FAMILY MEMBERS	No		
DESCRIBE DUTIES			
ESTIMATED ANNUAL VALUE OF ABOVE			
PRODUCTION CENTERS			
	YEAR TO DATE	LAST YEAR	TWO YEARS AGO
ENTER YEAR	1/1/08 TO 4/08/08	2007	2006
GROSS PRODUCTION	\$174,708	\$795,000	\$999,253
HYGIENISTS	\$ 47,263	\$185,305	\$188,714
OWNER	Not here at all	Out over half this time	
ASSOCIATE	\$ _____	\$ _____	\$ _____
ASSOCIATE	\$ _____	\$ _____	\$ _____
ASSOCIATE	\$ _____	\$ _____	\$ _____
ENTER ASSOCIATE SALARY IN DOLLARS IF FIXED			
ENTER ASSOCIATE COMMISSION PERCENTAGE			
ENTER HYGIENIST SALARY IN DOLLARS IF FIXED			
ENTER HYGIENIST COMMISSION PERCENTAGE			
CONFORMITY DATA			
DOES YOUR PRACTICE MEET OSHA STANDARDS?	Yes		
WHY NOT			
DOES YOUR PRACTICE MEET CDC STANDARDS?	Yes		
WHY NOT			
DOES PRACTICE MEET ALL GOVERNMENTAL REGULATIONS?	Yes		
EXPLAIN ANY DISCREPANCIES			
HAVE YOU HAD ANY DISCIPLINARY ACTION IN LAST 7 YRS	No		
EXPLAIN			
HAVE YOU HAD ANY PRACTICE RELATED SUITS FILED	No		
AGAINST YOU IN THE PAST TEN YEARS? EXPLAIN			
DESCRIBE ANY HEALTH PROBLEMS WHICH WOULD AFFECT YOUR PRACTICE OF DENTISTRY	Knees		