

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE NORTHERN DISTRICT OF TEXAS  
FORT WORTH DIVISION**

<b>In re:</b>	§	<b>Chapter 11</b>
	§	
<b>PREFERRED CARE INC., et. al.</b>	§	<b>Case No.: 17-44642</b>
	§	
<b>Debtors.</b>	§	<b>(Joint Administration Requested)</b>
	§	

**NOTICE OF CHAPTER 11 BANKRUPTCY FILING**

**TO: ALL CREDITORS, EMPLOYEES, AND OTHER INTERESTED PARTIES**

**COMMENCEMENT OF CASES:** On November 13, 2017 (the “**Petition Date**”), Preferred Care Inc. and certain of its affiliated entities listed in the chart below (the “**Debtors**”), debtors in the above-captioned chapter 11 case, filed voluntary petitions for relief under chapter 11 of title 11 of the United States Code, 11 U.S.C. §§ 101 *et seq.* (the “**Bankruptcy Code**”) in the United States Bankruptcy Court for the Northern District of Texas, Fort Worth Division. An order for relief has been entered as to the Debtors. A complete list of the Debtors is set forth below:

NAME OF THE DEBTOR	ALIAS/FACILITY NAME	CASE NUMBERS
Preferred Care Inc.	None	17-44642
Bowling Green Health Facilities, L.P.	Bowling Green Nursing and Rehabilitation Center	17-44641
Brandenburg Health Facilities, L.P.	Brandenburg Nursing and Rehabilitation Center	17-44644
Cadiz Health Facilities, L.P.	Shady Lawn Nursing and Rehabilitation Center	17-44645
Campbellsville Health Facilities, L.P.	Campbellsville Nursing and Rehabilitation Center	17-44646
Elizabethtown Health Facilities, L.P.	Elizabethtown Nursing and Rehabilitation Center	17-44647
Elsmere Health Facilities, L.P.	Woodcrest Nursing and Rehabilitation Center	17-44648
Fordsville Health Facilities, L.P.	Fordsville Nursing and Rehabilitation Center	17-44649
Franklin Health Facilities, L.P.	Franklin-Simpson Nursing and Rehabilitation Center	17-44650
Hardinsburg Health Facilities, L.P.	Hardinsburg Nursing and Rehabilitation Center	17-44651
Henderson Health Facilities, L.P.	Henderson Nursing and Rehabilitation Center	17-44652
Irvine Health Facilities, L.P.	Irvine Nursing and Rehabilitation Center	17-44653
Morganfield Health Facilities, L.P.	Morganfield Nursing and Rehabilitation Center	17-44654

Owensboro Health Facilities, L.P.	Twin Rivers Nursing and Rehabilitation Center	17-44655
Paducah Health Facilities, L.P.	McCracken Nursing and Rehabilitation Center	17-44656
Pembroke Health Facilities, L.P.	Christian Heights Nursing and Rehabilitation Center	17-44567
Richmond Health Facilities - Kenwood, L.P.	Kenwood Health and Rehabilitation Center	17-44660
Richmond Health Facilities - Madison, L.P.	Madison Health and Rehabilitation Center	17-44661
Salyersville Health Facilities, L.P.	Salyersville Nursing and Rehabilitation Center	17-44663
Somerset Health Facilities, L.P.	Cumberland Nursing and Rehabilitation Center	17-44665
Springfield Health Facilities, L.P.	Springfield Nursing and Rehabilitation Center	17-44666
Stanton Health Facilities, L.P.	Stanton Nursing and Rehabilitation Center	17-44669
Artesia Health Facilities, LP	San Pedro Nursing and Rehabilitation Center	17-44659
Bloomfield Health Facilities, LP	Bloomfield Nursing and Rehab	17-44662
Clayton Health Facilities, LP	Clayton Nursing and Rehab	17-44664
Desert Springs Health Facilities, LP	Desert Springs Nursing and Rehabilitation Center	17-44667
Espanola Health Facilities, LP	Espanola Valley Nursing and Rehab	17-44670
Gallup Health Facilities, LP	Red Rocks Care Center	17-44671
Lordsburg Health Facilities, LP	Sunshine Haven at Lordsburg	17-44673
Pinnacle Health Facilities XXXIII, LP	Sagecrest Nursing and Rehabilitation Center	17-44674
Raton Health Facilities, LP	Raton Nursing and Rehab Center	17-44675
SF Health Facilities, LP	Santa Fe Care Center	17-44676
SF Health Facilities- Casa Real, LP	Casa Real	17-44677
Silver City Health Facilities, LP	Silver City Care Center	17-44678

**This notice has important information about the case for creditors, debtors, and trustees, including information about the meeting of creditors and deadlines. Read this notice carefully.**

**CREDITORS MAY NOT TAKE CERTAIN ACTIONS:** A creditor is anyone who is owed money or property by the Debtors. The filing of the case imposed an automatic stay against most collection activities. This means that creditors generally may not take action to collect debts from the debtor or the debtors' property without first seeking court permission. For example, while the stay is in effect, creditors cannot sue, assert a deficiency, repossess property, or otherwise try to collect from the debtors. Creditors cannot demand repayment from the debtors by mail, phone or otherwise. A creditor who is

considering taking action against the Debtors or property of the Debtors should review Section 362 of the Bankruptcy Code, which imposes the automatic stay, and may wish to seek legal advice. The staff of the Clerk of the Court is not permitted to give legal advice. Be advised that the bankruptcy court may penalize creditors who take action against the Debtors without first obtaining permission from the court by imposing actual or punitive damages and attorney fees for violation of the automatic stay.

**MEETING OF CREDITORS: A meeting of creditors in accordance with Bankruptcy Code § 341(a) will be held on JANUARY 12, 2018 at 9:30 A.M. at the Fritz G. Lanham Federal Building, 819 Taylor Street, Fort Worth, TX 76102.**

If you intend to attend this meeting, please do not arrive before 9:00 A.M., as the room will be in use for other matters.

**FIRST-DAY PLEADINGS/ORDERS:** Following the hearings that took place on November 15, 2017 at 10:00 a.m. (the “**First-Day Hearing**”), the Bankruptcy Court entered orders granting various forms of relief to the Debtors. These orders, the pleadings on which they are based, and all other pleadings in this case are available on the Debtors’ informational website at [www.jndla.com/cases/Preferred](http://www.jndla.com/cases/Preferred) or on the Bankruptcy Court’s website at <https://ecf.txnb.uscourts.gov/>. You can request any pleading you need from (i) the proposed noticing agent at: JND Corporate Restructuring, 8269 E. 23<sup>rd</sup> Avenue, Suite 275, Denver, Colorado, 80238, 855-612-3123 (toll-free), ([PreferredInfo@jndla.com](mailto:PreferredInfo@jndla.com)) or (ii) counsel for the Debtors at: Gardere Wynne Sewell LLP, c/o Mark C. Moore, 2021 McKinney Avenue, Suite 1600, Dallas, Texas 75201.

**SOME OF THE ORDERS ENTERED FOLLOWING THE FIRST-DAY HEARING MAY AFFECT YOUR RIGHTS. YOU SHOULD READ THE PLEADINGS CAREFULLY AND DISCUSS THEM WITH YOUR ATTORNEY, IF YOU HAVE ONE IN CONNECTION WITH THESE CHAPTER 11 CASES. IF YOU DO NOT HAVE AN ATTORNEY, YOU MAY WISH TO CONSULT WITH ONE.**

**PROOF OF CLAIM:** A proof of claim is a signed statement describing a creditor’s claim. In the coming days and/or weeks, the Debtors will file schedules of creditors pursuant to Federal Rule of Bankruptcy Procedure 1007. You may review the schedules at the bankruptcy clerk’s office or online at [www.jndla.com/cases/preferred](http://www.jndla.com/cases/preferred). Your claim will be allowed in the amount scheduled unless (a) your claim is designated as disputed, contingent or unliquidated; (b) you file a proof of claim in a different amount; or you receive another notice. If your claim is listed on the schedules, and is not indicated as disputed, contingent, or unliquidated, you may — but are not required to — file a proof of claim. **If your claim is not listed on the schedules, or is listed as disputed, contingent, or unliquidated as to amount and you wish to participate in these cases, including voting on the plan or being paid on your claim, you must file a proof of claim.** If you choose to rely on the schedules, it is your responsibility to determine that the claim is listed accurately. **A CREDITOR WHO FAILS TO FILE A PROOF OF CLAIM ON OR BEFORE THE DEADLINE LISTED BELOW MAY BE BARRED FROM ASSERTING ITS CLAIMS AGAINST THE DEBTOR.** Unless otherwise ordered by the Bankruptcy Court, Secured creditors retain rights in their collateral regardless of whether they file a proof of claim. Filing a proof of claim submits a creditor to the jurisdiction of the bankruptcy court, which may result in certain consequences that a lawyer can further explain to you.

**OBTAINING A PROOF OF CLAIM FORM:**

A customized proof of claim form has been approved for use in these cases and can be downloaded from the Debtors' informational website:

[www.jndla.com/cases/preferred](http://www.jndla.com/cases/preferred). You may also request a proof of claim form from Debtors' claims agent at [preferredinfo@jndla.com](mailto:preferredinfo@jndla.com), by calling 855-612-3123 or by contacting Debtors' counsel listed above.

**DEADLINE AND METHOD FOR FILING PROOFS OF CLAIM:**

A deadline for filing Proofs of Claim in this case has been set for **APRIL 12, 2018** for all non-governmental creditors.

Should you wish to file a Proof of Claim in these cases, you may do so by mail, messenger, or overnight courier to:

Preferred Care Claims Processing  
c/o JND Corporate Restructuring  
8269 E. 23rd Avenue, Suite 275  
Denver, CO 80238

**FILING A CHAPTER 11 BANKRUPTCY CASE:** Chapter 11 allows debtors to reorganize or liquidate according to a plan. A plan is not effective unless the court confirms it. You may receive a copy of the plan and disclosure statement telling you about the plan, and you may have the opportunity to vote on the plan. You will receive notice of the date of the confirmation hearing, and you may object to confirmation of the plan and attend the confirmation hearing. Unless a trustee is serving, the debtor will remain in possession of the property and may continue to operate its business. Confirmation of a chapter 11 plan may result in a discharge of debts, which may include all or part of your debt. See 11 U.S.C. § 1141(d). A discharge means that creditors may never try to collect the debt from the debtor except as provided in the plan.

Additional information about the bankruptcy cases may be obtained at [www.jndla.com/cases/preferred](http://www.jndla.com/cases/preferred) or by calling, toll-free, 855-612-3123.