

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended March 31, 2017

or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission file number 1-11316

OMEGA HEALTHCARE INVESTORS, INC.
(Exact name of Registrant as specified in its charter)

Maryland
(State of incorporation)

38-3041398
(IRS Employer
Identification No.)

303 International Circle, Suite 200, Hunt Valley, MD 21030
(Address of principal executive offices)

(410) 427-1700
(Telephone number, including area code)

200 International Circle, Suite 3500, Hunt Valley, MD 21030
(former name or former address, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports) and (2) has been subject to such filing requirements for the past 90 days.

Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate website, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act. (Check one:)

Large accelerated filer Accelerated filer Non-accelerated filer
Smaller reporting company Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 7(a)(2)(B) of the Securities Act. Yes No

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock as of April 28, 2017

Common Stock, \$.10 par value
(Class)

196,809,064
(Number of shares)

OMEGA HEALTHCARE INVESTORS, INC.
FORM 10-Q
March 31, 2017

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PART I – FINANCIAL INFORMATION

Item 1 - Financial Statements

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATED BALANCE SHEETS
(in thousands, except per share amounts)

	March 31, 2017	December 31, 2016
	(Unaudited)	
ASSETS		
Real estate properties		
Real estate investments (see Note 2)	\$ 7,581,665	\$ 7,566,358
Less accumulated depreciation	(1,306,084)	(1,240,336)
Real estate investments – net	6,275,581	6,326,022
Investments in direct financing leases – net	604,777	601,938
Mortgage notes receivable – net	644,696	639,343
	<u>7,525,054</u>	<u>7,567,303</u>
Other investments – net	255,899	256,846
Investment in unconsolidated joint venture	40,152	48,776
Assets held for sale – net	23,245	52,868
Total investments	<u>7,844,350</u>	<u>7,925,793</u>
Cash and cash equivalents	40,349	93,687
Restricted cash	12,198	13,589
Accounts receivable – net	272,506	240,035
Goodwill	643,692	643,474
Other assets	29,023	32,682
Total assets	<u>\$ 8,842,118</u>	<u>\$ 8,949,260</u>
LIABILITIES AND EQUITY		
Revolving line of credit	\$ 123,000	\$ 190,000
Term loans – net	1,094,875	1,094,343
Secured borrowings – net	54,052	54,365
Unsecured borrowings – net	3,028,938	3,028,146
Accrued expenses and other liabilities	316,985	360,514
Deferred income taxes	9,746	9,906
Total liabilities	<u>4,627,596</u>	<u>4,737,274</u>
Equity:		
Common stock \$.10 par value authorized – 350,000 shares, issued and outstanding – 196,761 shares as of March 31, 2017 and 196,142 as of December 31, 2016	19,676	19,614
Common stock – additional paid-in capital	4,878,637	4,861,408
Cumulative net earnings	1,843,377	1,738,937
Cumulative dividends paid	(2,829,718)	(2,707,387)
Accumulated other comprehensive loss	(48,478)	(53,827)
Total stockholders' equity	<u>3,863,494</u>	<u>3,858,745</u>
Noncontrolling interest	351,028	353,241
Total equity	<u>4,214,522</u>	<u>4,211,986</u>
Total liabilities and equity	<u>\$ 8,842,118</u>	<u>\$ 8,949,260</u>

See notes to consolidated financial statements .

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS
Unaudited
(in thousands, except per share amounts)

	Three Months Ended March 31,	
	2017	2016
Revenue		
Rental income	\$ 192,537	\$ 176,703
Income from direct financing leases	15,646	15,442
Mortgage interest income	15,956	16,606
Other investment income – net	6,914	3,431
Miscellaneous income	691	697
Total operating revenues	<u>231,744</u>	<u>212,879</u>
Expenses		
Depreciation and amortization	69,993	62,433
General and administrative	12,524	10,455
Acquisition costs	(41)	3,771
Impairment loss on real estate properties	7,638	34,558
Provision for uncollectible accounts	2,404	5,124
Total operating expenses	<u>92,518</u>	<u>116,341</u>
Income before other income and expense	139,226	96,538
Other income (expense)		
Interest income	4	8
Interest expense	(45,041)	(37,222)
Interest – amortization of deferred financing costs	(2,502)	(2,132)
Interest – refinancing costs	-	(298)
Contractual settlement	10,412	-
Realized gain (loss) on foreign exchange	61	(22)
Total other expense	<u>(37,066)</u>	<u>(39,666)</u>
Income before gain on assets sold	102,160	56,872
Gain on assets sold – net	7,420	1,571
Income from continuing operations	109,580	58,443
Income tax expense	(1,100)	(247)
Income from unconsolidated joint venture	632	-
Net income	109,112	58,196
Net income attributable to noncontrolling interest	(4,672)	(2,641)
Net income available to common stockholders	\$ 104,440	\$ 55,555
Income per common share available to common stockholders:		
Basic:		
Net income available to common stockholders	<u>\$ 0.53</u>	<u>\$ 0.30</u>
Diluted:		
Net income	<u>\$ 0.53</u>	<u>\$ 0.29</u>
Dividends declared per common share	<u>\$ 0.62</u>	<u>\$ 0.57</u>
Weighted-average shares outstanding, basic	<u>197,013</u>	<u>188,228</u>
Weighted-average shares outstanding, diluted	<u>206,174</u>	<u>198,350</u>

See notes to consolidated financial statements.

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
Unaudited
(in thousands)

	Three Months Ended March 31,	
	2017	2016
Net income	\$ 109,112	\$ 58,196
Other comprehensive income (loss)		
Foreign currency translation	4,334	(4,730)
Cash flow hedges	1,254	(8,876)
Total other comprehensive income (loss)	5,588	(13,606)
Comprehensive income	114,700	44,590
Comprehensive income attributable to noncontrolling interest	(4,911)	(2,025)
Comprehensive income attributable to common stockholders	\$ 109,789	\$ 42,565

See notes to consolidated financial statements.

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
Unaudited
(in thousands, except per share amounts)

	Common Stock Par Value	Additional Paid-in Capital	Cumulative Net Earnings	Cumulative Dividends Paid	Accumulated Other Comprehensive Income (Loss)	Total Stockholders' Equity	Noncontrolling Interest	Total Equity
Balance at December 31, 2016 (196,142 common shares & 8,862 OP Units)	\$ 19,614	\$ 4,861,408	\$ 1,738,937	\$ (2,707,387)	\$ (53,827)	\$ 3,858,745	\$ 353,241	\$ 4,211,986
Stock-based compensation expense	—	3,744	—	—	—	3,744	—	3,744
Vesting/exercising of equity compensation plan, net of tax withholdings (103 shares)	10	(2,130)	—	—	—	(2,120)	—	(2,120)
Dividend reinvestment and stock purchase plan (239 shares at an average of \$30.67 per share)	24	7,311	—	—	—	7,335	—	7,335
Grant of stock as payment of directors fees (2 shares at an average of \$31.19 per share)	—	75	—	—	—	75	—	75
Deferred compensation directors Equity Shelf Program (228 shares at \$29.71 per share, net of issuance costs)	—	(16)	—	—	—	(16)	—	(16)
Equity Shelf Program (228 shares at \$29.71 per share, net of issuance costs)	23	6,736	—	—	—	6,759	—	6,759
Common dividends declared (\$0.62 per share)	—	—	—	(122,331)	—	(122,331)	—	(122,331)
Conversion of OP Units to common stock (47 shares at \$32.30 per share)	5	1,509	—	—	—	1,514	—	1,514
Redemption of OP Units (48 units)	—	—	—	—	—	—	(1,570)	(1,570)
OP units distributions	—	—	—	—	—	—	(5,554)	(5,554)
Foreign currency translation	—	—	—	—	4,149	4,149	185	4,334
Cash flow hedges	—	—	—	—	1,200	1,200	54	1,254
Net income	—	—	104,440	—	—	104,440	4,672	109,112
Balance at March 31, 2017 (196,761 shares & 8,814 OP Units)	\$ 19,676	\$ 4,878,637	\$ 1,843,377	\$ (2,829,718)	\$ (48,478)	\$ 3,863,494	\$ 351,028	\$ 4,214,522

See notes to consolidated financial statements.

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
Unaudited (in thousands)

	Three Months Ended March 31,	
	2017	2016
Cash flows from operating activities		
Net income	\$ 109,112	\$ 58,196
Adjustment to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	69,993	62,433
Impairment loss on real estate properties	7,638	34,558
Provision for uncollectible accounts	2,404	5,124
Refinancing costs and amortization of deferred financing costs	2,502	2,430
Accretion of direct financing leases	(3,016)	(2,921)
Stock-based compensation expense	3,744	2,778
Gain on assets sold – net	(7,420)	(1,571)
Amortization of acquired in-place leases - net	(3,096)	(4,300)
Effective yield receivable on mortgage notes	(593)	(819)
Change in operating assets and liabilities – net:		
Accounts receivable	(21,377)	560
Straight-line rent receivables	(11,747)	(9,947)
Lease inducements	447	647
Other operating assets and liabilities	(34,653)	(19,989)
Net cash provided by operating activities	<u>113,938</u>	<u>127,179</u>
Cash flows from investing activities		
Acquisition of real estate	(7,574)	(416,104)
Investments in construction in progress	(15,703)	(16,316)
Investments in direct financing leases	(2,229)	-
Deposit to acquire real estate	—	(113,816)
Placement of mortgage loans	(5,749)	(6,162)
Distributions from unconsolidated joint venture	8,587	—
Proceeds from sale of real estate investments	45,848	2,392
Capital improvements to real estate investments	(8,199)	(9,544)
Proceeds from other investments	23,181	1,461
Investments in other investments	(22,144)	(116,003)
Collection of mortgage principal	333	312
Net cash provided by (used in) investing activities	<u>16,351</u>	<u>(673,780)</u>
Cash flows from financing activities		
Proceeds from credit facility borrowings	148,000	670,000
Payments on credit facility borrowings	(215,000)	(370,000)
Receipts of other long-term borrowings	—	350,000
Payments of other long-term borrowings	(318)	(309)
Payments of financing related costs	(563)	(3,576)
Receipts from dividend reinvestment plan	7,335	19,596
Payments for exercised options and restricted stock	(2,120)	(2,381)
Net proceeds from issuance of common stock	6,759	—
Dividends paid	(122,272)	(107,500)
Redemption of OP Units	(56)	(10)
Distributions to OP Unit Holders	(5,554)	(5,131)
Net cash (used in) provided by financing activities	<u>(183,789)</u>	<u>550,689</u>
Effect of foreign currency translation on cash and cash equivalents	162	(105)
(Decrease) increase in cash and cash equivalents	(53,338)	3,983
Cash and cash equivalents at beginning of period	93,687	5,424
Cash and cash equivalents at end of period	<u>\$ 40,349</u>	<u>\$ 9,407</u>

Supplemental disclosures of cash flow information:

	Three Months Ended March 31,	
	2017	2016
Interest paid during the period, net of amounts capitalized	\$ 61,832	\$ 36,597
Taxes paid during the period	\$ 1,173	\$ 141
Non-cash financing activities		
Change in fair value of cash flow hedges	\$ (1,291)	\$ 8,876

See notes to consolidated financial statements.

OMEGA HEALTHCARE INVESTORS, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
Unaudited
March 31, 2017

NOTE 1 – BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

Business Overview and Organization

Omega Healthcare Investors, Inc. (“Omega,” “we,” “our” or the “Company”) has one reportable segment consisting of investments in healthcare-related real estate properties located in the United States (“U.S.”) and the United Kingdom (“U.K.”). Our core business is to provide financing and capital to the long-term healthcare industry with a particular focus on skilled nursing facilities (“SNFs”) and, to a lesser extent, assisted living facilities (“ALFs”), independent living facilities and rehabilitation and acute care facilities. Our core portfolio consists of long-term leases and mortgage agreements. All of our leases are “triple-net” leases, which require the tenants to pay all property-related expenses. Our mortgage revenue derives from fixed rate mortgage loans, which are secured by first mortgage liens on the underlying real estate and personal property of the mortgagor.

Omega was formed as a real estate investment trust (“REIT”) and incorporated in the State of Maryland on March 31, 1992. In April 2015, Aviv REIT, Inc., a Maryland corporation (“Aviv”), merged (the “Aviv Merger”) with and into a wholly-owned subsidiary of Omega, pursuant to the terms of that certain Agreement and Plan of Merger, dated as of October 30, 2014 (the “Merger Agreement”), by and among the Company, Aviv, OHI Healthcare Properties Holdco, Inc., a Delaware corporation and a direct wholly-owned subsidiary of Omega (“Merger Sub”), OHI Healthcare Properties Limited Partnership, a Delaware limited partnership (“Omega OP”), and Aviv Healthcare Properties Limited Partnership, a Delaware limited partnership (the “Aviv OP”).

Prior to April 1, 2015 and in accordance with the Merger Agreement, Omega restructured the manner in which it holds its assets by converting to an umbrella partnership real estate investment trust structure (the “UPREIT Conversion”). As a result of the UPREIT Conversion and following the consummation of the Aviv Merger, substantially all of the Company’s assets are held by Omega OP.

Omega OP is governed by the Second Amended and Restated Agreement of Limited Partnership of OHI Healthcare Properties Limited Partnership, dated as of April 1, 2015 (the “Partnership Agreement”). Pursuant to the Partnership Agreement, the Company and Merger Sub are the general partners of Omega OP, and have exclusive control over Omega OP’s day-to-day management. As of March 31, 2017, the Company owned approximately 96% of the issued and outstanding units of partnership interest in Omega OP (“Omega OP Units”), and investors owned approximately 4% of the Omega OP Units.

Basis of Presentation

The accompanying unaudited consolidated financial statements have been prepared pursuant to the rules and regulations of the Securities and Exchange Commission (“SEC”) regarding interim financial information and with the instructions to Form 10-Q and Article 10 of Regulation S-X. Accordingly, they do not include all of the information and notes required by U.S. generally accepted accounting principles (“GAAP”) for complete financial statements. In our opinion, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included. The results of operations for the interim periods reported herein are not necessarily indicative of results to be expected for the full year. These unaudited consolidated financial statements should be read in conjunction with the financial statements and the footnotes thereto included in our latest Annual Report on Form 10-K.

Our consolidated financial statements include the accounts of (i) Omega, (ii) Omega OP, and (iii) all direct and indirect wholly owned subsidiaries of Omega. All intercompany transactions and balances have been eliminated in consolidation, and our net earnings are reduced by the portion of net earnings attributable to noncontrolling interests.

Asset Impairment

Management evaluates our real estate investments for impairment indicators at each reporting period, including the evaluation of our assets' useful lives. The judgment regarding the existence of impairment indicators is based on factors such as, but not limited to, market conditions, operator performance, legal structure, as well as our intent with respect to holding or disposing of the asset. If indicators of impairment are present, management evaluates the carrying value of the related real estate investments in relation to the future undiscounted cash flows of the underlying facilities. Provisions for impairment losses related to long-lived assets are recognized when expected future undiscounted cash flows based on our intended use of the property are determined to be less than the carrying values of the assets. An adjustment is made to the net carrying value of the real estate investments for the excess of carrying value over fair value. The fair value of the real estate investment is determined by market research, which includes valuing the property as a nursing home as well as other alternative uses. All impairments are taken as a period cost at that time, and depreciation is adjusted going forward to reflect the new value assigned to the asset. Management's impairment evaluation process, and when applicable, impairment calculations involve estimation of the future cash flows from management's intended use of the property. Changes in the facts and circumstances that drive management's assumptions may result in an impairment of the Company's assets in a future period that could be material to the Company's results of operations.

If we decide to sell real estate properties or land holdings, we evaluate the recoverability of the carrying amounts of the assets. If the evaluation indicates that the carrying value is not recoverable from estimated net sales proceeds, the property is written down to estimated fair value less costs to sell. Our estimates of cash flows and fair values of the properties are based on current market conditions and consider matters such as rental rates and occupancies for comparable properties, recent sales data for comparable properties, and, where applicable, contracts or the results of negotiations with purchasers or prospective purchasers.

For the three months ended March 31, 2017 and 2016, we recognized impairment losses of \$7.6 million and \$34.6 million, respectively. For additional information see Note 2 – Properties and Investments and Note 7 – Assets Held For Sale.

Goodwill Impairment

We assess goodwill for potential impairment during the fourth quarter of each fiscal year, or during the year if an event or other circumstance indicates that we may not be able to recover the carrying amount of the net assets of the reporting unit. In evaluating goodwill for impairment on an interim basis, we assess qualitative factors such as a significant decline in real estate valuations, current macroeconomic conditions, state of the equity and capital markets and our overall financial and operating performance or a significant decline in the value of our market capitalization, to determine whether it is more likely than not (that is, a likelihood of more than 50 percent) that the fair value of the reporting unit is less than its carrying amount. On an annual basis during the fourth quarter of each fiscal year, or on an interim basis if we conclude it is more likely than not that the fair value of the reporting unit is less than its carrying value, we perform a two-step goodwill impairment test to identify potential impairment and measure the amount of impairment we will recognize, if any.

Noncontrolling Interests

Noncontrolling interests is the portion of equity in the Omega OP not attributable to the Company. We present the portion of any equity that we do not own in consolidated entities as noncontrolling interests and classify those interests as a component of total equity, separate from total stockholders' equity, on our Consolidated Balance Sheets. We include net income attributable to the noncontrolling interests in net income in our Consolidated Statements of Operations.

As our ownership of a controlled subsidiary increases or decreases, any difference between the aggregate consideration paid to acquire the noncontrolling interests and our noncontrolling interest balance is recorded as a component of equity in additional paid-in capital, so long as we maintain a controlling ownership interest.

Foreign Operations

The U.S. dollar is the functional currency for our consolidated subsidiaries operating in the U.S. The functional currency for our consolidated subsidiaries operating in the U.K. is the British Pound. For our consolidated subsidiaries whose functional currency is not the U.S. dollar, we translate their financial statements into the U.S. dollar. We translate assets and liabilities at the exchange rate in effect as of the financial statement date. Revenue and expense accounts are translated using an average exchange rate for the period. Gains and losses resulting from translation are included in accumulated other comprehensive loss ("AOCL"), as a separate component of equity and a proportionate amount of gain or loss is allocated to noncontrolling interest.

We and certain of our consolidated subsidiaries may have intercompany and third-party debt that is not denominated in the entity's functional currency. When the debt is remeasured against the functional currency of the entity, a gain or loss can result. The resulting adjustment is reflected in results of operations, unless it is intercompany debt that is deemed to be long-term in nature and then the adjustments are included in AOCL.

Derivative Instruments

During our normal course of business, we may use certain types of derivative instruments for the purpose of managing interest rate and currency risk. To qualify for hedge accounting, derivative instruments used for risk management purposes must effectively reduce the risk exposure that they are designed to hedge. In addition, at the inception of a qualifying cash flow hedging relationship, the underlying transaction or transactions, must be, and are expected to remain, probable of occurring in accordance with the Company's related assertions. The Company recognizes all derivative instruments, including embedded derivatives required to be bifurcated, as assets or liabilities in the Consolidated Balance Sheets at their fair value which are determined using a market approach and Level 2 inputs. Changes in the fair value of derivative instruments that are not designated in hedging relationships or that do not meet the criteria of hedge accounting are recognized in earnings. For derivatives designated as qualifying cash flow hedging relationships, the change in fair value of the effective portion of the derivatives is recognized in AOCL as a separate component of equity and a proportionate amount of gain or loss is allocated to noncontrolling interest, whereas the change in fair value of the ineffective portion is recognized in earnings. We formally document all relationships between hedging instruments and hedged items, as well as our risk-management objectives and strategy for undertaking various hedge transactions. This process includes designating all derivatives that are part of a hedging relationship to specific forecasted transactions as well as recognized obligations or assets in the Consolidated Balance Sheets. We also assess and document, both at inception of the hedging relationship and on a quarterly basis thereafter, whether the derivatives are highly effective in offsetting the designated risks associated with the respective hedged items. If it is determined that a derivative ceases to be highly effective as a hedge, or that it is probable the underlying forecasted transaction will not occur, we discontinue hedge accounting prospectively and record the appropriate adjustment to earnings based on the current fair value of the derivative. As a matter of policy, we do not use derivatives for trading or speculative purposes. At March 31, 2017 and December 31, 2016, we had \$0.2 million and \$1.5 million, respectively, of qualifying cash flow hedges recorded at fair value in accrued expenses and other liabilities on our Consolidated Balance Sheets.

Accounts Receivable

Accounts receivable includes: contractual receivables, effective yield interest receivables, straight-line rent receivables and lease inducements, net of an estimated provision for losses related to uncollectible and disputed accounts. Contractual receivables relate to the amounts currently owed to us under the terms of our lease and loan agreements. Effective yield interest receivables relate to the difference between the interest income recognized on an effective yield basis over the term of the loan agreement and the interest currently due to us according to the contractual agreement. Straight-line receivables relate to the difference between the rental revenue recognized on a straight-line basis and the amounts currently due to us according to the contractual agreement. Lease inducements result from value provided by us to the lessee, at the inception or renewal of the lease, and are amortized as a reduction of rental revenue over the non-cancellable lease term.

On a quarterly basis, we review our accounts receivable to determine their collectability. The determination of collectability of these assets requires significant judgment and is affected by several factors relating to the credit quality of our operators that we regularly monitor, including (i) payment history, (ii) the age of the contractual receivables, (iii) the current economic conditions and reimbursement environment, (iv) the ability of the tenant to perform under the terms of their lease and/or contractual loan agreements and (v) the value of the underlying collateral of the agreement. If we determine collectability of any of our contractual receivables is at risk, we estimate the potential uncollectible amounts and provide an allowance. In the case of a lease recognized on a straight-line basis, a mortgage recognized on an effective yield basis or the existence of lease inducements, we generally provide an allowance for straight-line, effective interest, and or lease inducement accounts receivable when certain conditions or indicators of adverse collectability are present. If the accounts receivable balance is subsequently deemed uncollectible, the receivable and allowance for doubtful account balance are written off.

A summary of our net receivables by type is as follows:

	March 31, 2017	December 31, 2016
	(in thousands)	
Contractual receivables	\$ 34,751	\$ 13,376
Effective yield interest receivables	10,343	9,749
Straight-line rent receivables	219,821	208,874
Lease inducements	7,946	8,393
Allowance	(355)	(357)
Accounts receivable – net	<u>\$ 272,506</u>	<u>\$ 240,035</u>

Related Party Transactions

The Company has a policy which generally requires related party transactions to be approved or ratified by the Audit Committee. On February 1, 2016, we acquired 10 SNFs from Laurel Healthcare Holdings, Inc. (“Laurel”) for approximately \$169.0 million in cash and leased them to an unrelated existing operator. A former member of the Board of Directors of the Company, together with certain members of his immediate family, beneficially owned approximately 34% of the equity of Laurel prior to the transaction. Immediately following our acquisition, the unrelated existing operator acquired all of the outstanding equity interests of Laurel, including the interests previously held by the former director of the Company and his family.

Accounting Pronouncement Adopted in 2017

In March 2016, the Financial Accounting Standards Board (“FASB”) issued ASU 2016-09, *Compensation-Stock Compensation (Topic 718)* (“ASU 2016-09”). ASU 2016-09 amends the accounting for share-based payment transactions, including the income tax consequences, classification of awards as either equity or liabilities and classification on the statement of cash flows. This guidance is effective for annual and interim reporting periods of public entities beginning after December 15, 2016. We adopted this accounting standard on January 1, 2017, at which time the Company began prospectively accounting for excess tax benefits or tax deficiencies as an adjustment to income tax expense in our Consolidated Statements of Operations as opposed to the prior requirement that these excess tax benefits be recognized in additional paid-in capital and tax deficiencies be recognized either as an offset to accumulated excess tax benefits, if any, or in the income statement. The Company will continue to account for forfeitures as they occur and present employee taxes paid as a financing activity on our Consolidated Statements of Cash Flows. The adoption of this accounting standard did not have a material impact on our consolidated financial statements.

Recent Accounting Pronouncements - Pending Adoption

In 2014, the FASB issued ASU 2014-09, *Revenue from Contracts with Customers* ("ASU 2014-09"), which outlines a comprehensive model for entities to use in accounting for revenue arising from contracts with customers. ASU 2014-09 states that "an entity recognizes revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services." While ASU 2014-09 specifically references contracts with customers, it may apply to certain other transactions such as the sale of real estate or equipment. ASU 2014-09 is effective for the Company beginning January 1, 2018. In addition, the FASB has begun to issue targeted updates to clarify specific implementation issues of ASU 2014-09. These updates include ASU 2016-08, *Principal versus Agent Considerations (Reporting Revenue Gross versus Net)*, ASU 2016-10, *Identifying Performance Obligations and Licensing*, and ASU 2016-12, *Narrow-Scope Improvements and Practical Expedients*. The Company is currently evaluating the provisions of ASU 2014-09 and its related updates and will be closely monitoring developments and additional guidance to determine the potential impact of the new standard. The Company intends to adopt ASU 2014-09 and its subsequent updates in accordance with the modified retrospective approach. We do not expect the adoption of ASU 2014-09 and its updates to have a significant impact on our consolidated financial statements, as a substantial portion of our revenue consists of rental income from leasing arrangements and interest income from loan arrangements, both of which are specifically excluded from ASU 2014-09.

In February 2016, the FASB issued ASU 2016-02, *Leases* ("ASU 2016-02"), which amends the existing accounting standards for lease accounting, including requiring lessees to recognize most leases on their balance sheets and making targeted changes to lessor accounting. ASU 2016-02 will be effective for the Company beginning January 1, 2019. Early adoption of ASU 2016-02 as of its issuance is permitted. The new standard requires a modified retrospective transition approach for all leases existing at, or entered into after, the date of initial application, with an option to use certain transition relief. We are currently evaluating the impact of adopting ASU 2016-02 on our consolidated financial statements.

In June 2016, the FASB issued ASU 2016-13, *Financial Instruments - Credit Losses (Topic 326)* ("ASU 2016-13"), which changes the impairment model for most financial assets. The new model uses a forward-looking expected loss method, which will generally result in earlier recognition of allowances for losses. ASU 2016-13 is effective for annual and interim periods beginning after December 15, 2019 and early adoption is permitted for annual and interim periods beginning after December 15, 2018. We are currently evaluating the impact of adopting ASU 2016-13 on our consolidated financial statements.

NOTE 2 – PROPERTIES AND INVESTMENTS

Leased Property

Our real estate properties, represented by 808 SNFs, 101 ALFs, 16 specialty facilities and one medical office building at March 31, 2017, are leased under provisions of single or master leases with initial terms typically ranging from five to 15 years, plus renewal options. Substantially all of our leases contain provisions for specified annual increases over the rents of the prior year and are generally computed in one of three methods depending on specific provisions of each lease as follows: (i) a specific annual percentage increase over the prior year's rent, generally between 2.0% and 3.0%; (ii) an increase based on the change in pre-determined formulas from year to year (e.g., increases in the Consumer Price Index ("CPI")); or (iii) specific dollar increases over prior years. Under the terms of the leases, the lessee is responsible for all maintenance, repairs, taxes and insurance on the leased properties.

A summary of our investment in leased real estate properties is as follows:

	March 31, 2017	December 31, 2016
	(in thousands)	
Buildings	\$ 5,980,501	\$ 5,954,771
Land	756,803	759,295
Furniture, fixtures and equipment	454,288	454,760
Site improvements	206,326	206,206
Construction in progress	183,747	191,326
Total real estate investments	7,581,665	7,566,358
Less accumulated depreciation	(1,306,084)	(1,240,336)
Real estate investments - net	<u>\$ 6,275,581</u>	<u>\$ 6,326,022</u>

The following table summarizes the significant acquisitions that occurred in the first quarter of 2017:

Number of Facilities		Country/ State	Total Investment	Land	Building & Site Improvements	Furniture & Fixtures	Initial Annual Cash Yield (%)
SNF	ALF						
-	1	VA	\$ 7.6	\$ 0.5	\$ 6.8	\$ 0.3	7.50

Asset Sales, Impairments and Other

During the first quarter of 2017, we sold 15 facilities for approximately \$45.8 million in net proceeds recognizing a gain of approximately \$7.4 million. Eleven of the sold facilities were previously classified as held for sale. In addition, we recorded a provision for impairment of approximately \$7.6 million on three facilities, one of which was reclassified to held for sale on March 31, 2017. We reduced the net book value of the impaired facilities to their estimated fair values or, with respect to the facility reclassified to held for sale, to its estimated fair value less costs to sell. To estimate the fair value of the facilities, we utilized a market approach and Level 3 inputs (which generally consist of non-binding offers from unrelated third parties). Also see Note 7 – Assets Held For Sale for details. Our recorded impairments were primarily the result of a decision to exit certain non-strategic facilities and/or operators.

NOTE 3 – DIRECT FINANCING LEASES

The components of investments in direct financing leases consist of the following:

	March 31, 2017	December 31, 2016
	(in thousands)	
Minimum lease payments receivable	\$ 4,291,940	\$ 4,287,069
Less unearned income	(3,684,757)	(3,685,131)
Less allowance for loss on direct financing lease	(2,406)	—
Investment in direct financing leases - net	<u>\$ 604,777</u>	<u>\$ 601,938</u>
Properties subject to direct financing leases	<u>58</u>	<u>58</u>

As of March 31, 2017, the following minimum rents are due under our direct financing leases for the next five fiscal years (in thousands):

2018	2019	2020	2021	2022
\$51,319	\$52,626	\$53,917	\$55,199	\$56,488

New Ark Investment Inc.

On November 27, 2013, we closed an aggregate \$529 million purchase/leaseback transaction in connection with the acquisition of Ark Holding Company, Inc. ("Ark Holding") by 4 West Holdings Inc. At closing, we acquired 55 SNFs and 1 ALF operated by Ark Holding and leased the facilities back to Ark Holding, now known as New Ark Investment Inc. ("New Ark"), pursuant to four 50-year master leases with rental payments yielding 10.6% per annum over the term of the leases. The purchase/leaseback transaction is being accounted for as a direct financing lease.

The lease agreements allow the tenant the right to purchase the facilities for a bargain purchase price plus closing costs at the end of the lease term. In addition, commencing in the 41st year of each lease, the tenant will have the right to prepay the remainder of its obligations thereunder for an amount equal to the sum of the unamortized portion of the original aggregate \$529 million investment plus the net present value of the remaining payments under the lease and closing costs. In the event the tenant exercises either of these options, we have the right to purchase the properties for fair value at the time.

The 56 facilities represent 5,623 licensed beds located in 12 states, predominantly in the southeastern U.S. The 56 facilities are separated by region and divided amongst four cross-defaulted master leases. The four regions include the Southeast (39 facilities), the Northwest (7 facilities), Texas (9 facilities) and Indiana (1 facility).

Additionally, we own four facilities and lease them to New Ark under a master lease which expires in 2026. The four facility lease is being accounted for as an operating lease.

In March 2017, we executed sale agreements with two unrelated third parties to sell the 7 Northwest facilities with a carrying value of approximately \$36.4 million for \$34.0 million. As a result, we recorded an allowance for loss of approximately \$2.4 million. For the three months ended March 31, 2017, we recognized approximately \$0.8 million of direct financing lease income on a cash basis related to the Northwest facilities lease. The sale of these facilities is expected to close in the second quarter of 2017.

NOTE 4 – MORTGAGE NOTES RECEIVABLE

As of March 31, 2017, mortgage notes receivable relate to 27 fixed rate mortgages on 49 long-term care facilities. The mortgage notes are secured by first mortgage liens on the borrowers' underlying real estate and personal property. The mortgage notes receivable relate to facilities located in ten states that are operated by eight independent healthcare operating companies. We monitor compliance with mortgages and when necessary have initiated collection, foreclosure and other proceedings with respect to certain outstanding mortgage notes.

Mortgage interest income is recognized as earned over the terms of the related mortgage notes, using the effective yield method. Allowances are provided against earned revenues from mortgage interest when collection of amounts due becomes questionable or when negotiations for restructurings of troubled operators lead to lower expectations regarding ultimate collection. When collection is uncertain, mortgage interest income on impaired mortgage loans is recognized as received after taking into account the application of security deposits.

The outstanding principal amounts of mortgage notes receivable, net of allowances, were as follows:

	March 31, 2017	December 31, 2016
	(in thousands)	
Mortgage note due 2024; interest at 9.98%	\$ 112,500	\$ 112,500
Mortgage note due 2029; interest at 9.45%	411,807	412,140
Other mortgage notes outstanding ⁽¹⁾	124,323	118,637
Mortgage notes receivable, gross	648,630	643,277
Allowance for loss on mortgage notes receivable	(3,934)	(3,934)
Total mortgages — net	\$ 644,696	\$ 639,343

(1) Other mortgage notes outstanding have stated interest rates ranging from 8.35% to 12.0% and maturity dates through 2029.

NOTE 5 – OTHER INVESTMENTS

A summary of our other investments is as follows:

	March 31, 2017	December 31, 2016
	(in thousands)	
Other investment note due 2019; interest at 10.73%	\$ 49,521	\$ 49,458
Other investment note due 2020; interest at 14.00%	47,856	47,913
Other investment note due 2022; interest at 9.00%	31,987	31,987
Other investment note due 2030; interest at 6.66%	48,705	44,595
Other investment notes outstanding ⁽¹⁾	82,628	87,691
Other investments, gross	260,697	261,644
Allowance for loss on other investments	(4,798)	(4,798)
Total other investments	\$ 255,899	\$ 256,846

(1) Other investment notes have maturity dates through 2028 and interest rates ranging from 6.50% to 13.0%.

NOTE 6 – INVESTMENT IN UNCONSOLIDATED JOINT VENTURE

On November 1, 2016, we invested approximately \$50.0 million for an approximate 15% ownership interest in a joint venture operating as Second Spring Healthcare Investments. The other approximate 85% interest is owned by affiliates of Lindsey Goldberg LLC. We account for the joint venture using the equity method. On November 1, 2016, the joint venture acquired 64 SNFs from Welltower Inc. for approximately \$1.1 billion.

We receive asset management fees from the joint venture for services provided. For the three months ended March 31, 2017, we recognized \$0.5 million of asset management fees. These fees are included in miscellaneous income in the accompanying Consolidated Statement of Operations. The accounting policies for the unconsolidated joint venture are the same as those of the Company.

NOTE 7 – ASSETS HELD FOR SALE

The following is a summary of our assets held for sale:

	Properties Held For Sale	
	Number of Properties	Net Book Value (in thousands)
December 31, 2016	20	\$ 52,868
Properties sold/other ⁽¹⁾	(12)	(30,023)
Properties added ⁽²⁾	1	400
March 31, 2017 ⁽³⁾	9	\$ 23,245

(1) In the first quarter of 2017, we sold nine SNFs and two ALFs for approximately \$29.4 million in net proceeds recognizing a gain on sale of approximately \$3.6 million. One SNF classified as an asset held for sale at December 31, 2016 was no longer considered held for sale during the first quarter of 2017 and was reclassified back to leased properties at approximately \$5.1 million which represents the facility's then carrying value adjusted for depreciation that was not recognized while classified as held for sale.

(2) In the first quarter of 2017, we recorded a \$3.5 million impairment to reduce one ALF's net book value to its estimated fair value less costs to sell before it was reclassified to assets held for sale.

(3) We plan to sell the nine facilities classified as held for sale at March 31, 2017 over the next several quarters.

NOTE 8 – INTANGIBLES

The following is a summary of our intangibles as of March 31, 2017 and December 31, 2016 :

	March 31,	December 31,
	2017	2016
	(in thousands)	
Assets:		
Goodwill	\$ 643,692	\$ 643,474
Above market leases	\$ 22,443	\$ 22,476
In-place leases	167	167
Accumulated amortization	(16,180)	(15,864)
Net intangible assets	\$ 6,430	\$ 6,779
Liabilities:		
Below market leases	\$ 164,735	\$ 165,028
Accumulated amortization	(74,131)	(70,738)
Net intangible liabilities	\$ 90,604	\$ 94,290

Above market leases and in-place leases, net of accumulated amortization, are included in other assets on our Consolidated Balance Sheets. Below market leases, net of accumulated amortization, are included in accrued expenses and other liabilities on our Consolidated Balance Sheets. The net amortization related to the above and below market leases is included in our Consolidated Statements of Operations as an adjustment to rental income.

For the three months ended March 31, 2017 and 2016, our net amortization related to intangibles was \$3.1 million and \$4.3 million, respectively. The estimated net amortization related to these intangibles for the remainder of 2017 and the subsequent four years is as follows: remainder of 2017 – \$8.9 million; 2018 – \$10.5 million; 2019 – \$9.5 million; 2020 – \$9.3 million and 2021 – \$8.7 million. As of March 31, 2017 the weighted average remaining amortization period of above market leases (inclusive of in-place leases) and below market leases is approximately eight years and nine years, respectively.

The following is a reconciliation of our goodwill as of March 31, 2017:

	<u>(in thousands)</u>
Balance as of December 31, 2016	\$ 643,474
Add: foreign currency translation	218
Balance as of March 31, 2017	<u>\$ 643,692</u>

NOTE 9 – CONCENTRATION OF RISK

As of March 31, 2017, our portfolio of real estate investments consisted of 985 healthcare facilities, located in 42 states and the U.K. and operated by 77 third party operators. Our investment in these facilities, net of impairments and reserve for uncollectible loans, totaled approximately \$8.9 billion at March 31, 2017, with approximately 99% of our real estate investments related to long-term care facilities. Our portfolio is made up of 808 SNFs, 101 ALFs, 16 specialty facilities, one medical office building, fixed rate mortgages on 44 SNFs and four ALFs, and 11 facilities that are closed/held-for-sale. At March 31, 2017, we also held other investments of approximately \$255.9 million, consisting primarily of secured loans to third-party operators of our facilities.

At March 31, 2017, the three states in which we had our highest concentration of investments were Ohio (10%), Texas (9%) and Florida (9%). No single operator or manager generated more than 10% of our total revenues for the three months ended March 31, 2017.

NOTE 10 – STOCKHOLDERS' EQUITY

On April 13, 2017, the Board of Directors declared a common stock dividend of \$0.63 per share, increasing the quarterly common dividend by \$0.01 per share over the prior quarter, to be paid May 15, 2017 to common stockholders of record as of the close of business on May 1, 2017.

On January 12, 2017, the Board of Directors declared a common stock dividend of \$0.62 per share, increasing the quarterly common dividend by \$0.01 per share over the previous quarter. The common dividends were paid February 15, 2017 to common stockholders of record as of the close of business on January 31, 2017.

\$500 Million Equity Shelf Program

For the three months ended March 31, 2017, we issued 0.2 million shares of common stock at an average price of \$29.71 per share, net of issuance costs, generating net proceeds of \$6.8 million under our \$500 million Equity Shelf Program.

Dividend Reinvestment and Common Stock Purchase Plan

For the three months ended March 31, 2017, approximately 0.2 million shares of our common stock at an average price of \$30.67 per share were issued through our Dividend Reinvestment and Common Stock Purchase Program for gross proceeds of approximately \$7.3 million.

Accumulated Other Comprehensive Loss

The following is a summary of our accumulated other comprehensive loss, net of tax where applicable:

	As of and For the Three Months Ended March 31,	
	2017	2016
	(in thousands)	
Foreign Currency Translation:		
Beginning balance	\$ (54,948)	\$ (8,413)
Translation gain (loss)	4,273	(4,708)
Realized gain (loss)	61	(22)
Ending balance	(50,614)	(13,143)
Derivative Instruments:		
Beginning balance	(1,420)	(718)
Unrealized gain (loss)	490	(8,876)
Realized gain (loss)	764	-
Ending balance	(166)	(9,594)
Total accumulated other comprehensive loss	(50,780)	(22,737)
Add: portion included in noncontrolling interest	2,302	1,035
Total accumulated other comprehensive loss	\$ (48,478)	\$ (21,702)

NOTE 11 – TAXES

Since our inception, we have elected to be taxed as a REIT under the applicable provisions of the Internal Revenue Code (“Code”). A REIT is generally not subject to federal income tax on that portion of its REIT taxable income which is distributed to its stockholders, provided that at least 90% of such taxable income is distributed each tax year and certain other requirements are met, including asset and income tests. So long as we qualify as a REIT under the Code, we generally will not be subject to federal income taxes on the REIT taxable income that we distribute to stockholders, subject to certain exceptions.

If the Company fails to qualify as a REIT in any taxable year, the Company will be subject to federal income taxes on its taxable income at regular corporate rates and dividends paid to our stockholders will not be deductible by us in computing taxable income. Further, we will not be permitted to qualify for treatment as a REIT for federal income tax purposes for four years following the year in which qualification is denied, unless the Internal Revenue Service grants us relief under certain statutory provisions. Failing to qualify as a REIT could materially and adversely affect the Company’s net income; however, we believe we are organized and operate in such a manner as to qualify for treatment as a REIT. We test our compliance within the REIT taxation rules to ensure that we are in compliance with the REIT rules on a quarterly and annual basis. We review our distributions and projected distributions each year to ensure we have met and will continue to meet the annual REIT distribution requirements. In 2017, we expect to distribute dividends in excess of our taxable income.

As a result of our UPREIT Conversion, our Company and its subsidiaries may be subject to income or franchise taxes in certain states and municipalities. Also, as a result of our UPREIT Conversion, we created five wholly owned subsidiary REITs and added a sixth wholly owned subsidiary REIT as of January 1, 2016, all of which are subject to all of the REIT qualification rules set forth in the Code. We merged five of the wholly owned subsidiary REITs into a single wholly owned subsidiary REIT in December 2015, and then merged the sixth wholly-owned subsidiary REIT into our other wholly-owned subsidiary REIT in December 2016, which wholly-owned subsidiary REIT remains subject to all of the REIT qualification rules set forth in the Code.

Subject to the limitation under the REIT asset test rules, we are permitted to own up to 100% of the stock of one or more taxable REIT subsidiaries ("TRSs"). We have elected for two of our active subsidiaries to be treated as TRSs. One of our TRSs is subject to federal, state and local income taxes at the applicable corporate rates and the other is subject to foreign income taxes. As of March 31, 2017, our TRS that is subject to federal, state and local income taxes at the applicable corporate rates had a net operating loss carry-forward of approximately \$0.8 million. The loss carry-forward is fully reserved as of March 31, 2017, with a valuation allowance due to uncertainties regarding realization.

During the first quarter of 2017, we recorded approximately \$1.0 million of state and local income tax provision and approximately \$0.1 million of tax provision for foreign income taxes included in provision for income taxes on our Consolidated Statement of Operations.

NOTE 12 – STOCK-BASED COMPENSATION

Stock-based compensation expense was \$3.7 million and \$2.8 million for the three months ended March 31, 2017 and 2016, respectively:

Restricted Stock and Restricted Stock Units

Restricted stock and restricted stock units ("RSUs") are subject to forfeiture if the holder's service to us terminates prior to vesting, subject to certain exceptions for certain qualifying terminations of employment or a change in control of the Company. Prior to vesting, ownership of the shares/units cannot be transferred. Restricted stock has the same dividend and voting rights as our common stock. RSUs accrue dividend equivalents but have no voting rights. Restricted stock and RSUs are valued at the price of our common stock on the date of grant. We expense the cost of these awards ratably over their vesting period. We awarded 140,416 RSUs to employees on January 1, 2017.

Performance Restricted Stock Units and LTIP Units

Performance restricted stock units ("PRSUs") and long term incentive plan units ("LTIP Units") are subject to forfeiture if the performance requirements are not achieved or if the holder's service to us terminates prior to vesting, subject to certain exceptions for certain qualifying terminations of employment or a change in control of the Company. The PRSUs and the LTIP Units have varying degrees of performance requirements to be earned and vested, and each PRSU and LTIP Units award represents the right to a variable number of shares of common stock or partnership units. Each LTIP Unit once earned and vested is convertible into one Omega OP Unit in Omega OP, subject to certain conditions. The earning requirements are based on either the (i) total shareholder return ("TSR") of Omega or (ii) Omega's TSR relative to other real estate investment trusts in the MSCI U.S. REIT Index or FTSE NAREIT Equity Health Care Index TSR (both "Relative TSR"). Vesting in general requires that the employee remain employed by us until the date specified in the applicable PRSU or LTIP agreement, which may be later than the date that the TSR or Relative TSR requirements are satisfied. We expense the cost of these awards ratably over their service period.

Prior to vesting and the distribution of shares, ownership of the PRSUs cannot be transferred. Dividend equivalents on the PRSUs accumulate and with respect to PRSUs granted before 2015 are paid when the PRSUs vest and with respect to PRSUs granted in 2015 or later are paid once the PRSUs are earned. While each LTIP Unit is unearned, the employee receives a partnership distribution equal to 10% of the quarterly approved regular periodic distributions per Omega OP Unit. The remaining partnership distributions (which in the case of normal periodic distributions is equal to the total approved quarterly dividend on Omega's common stock) on the LTIP Units accumulate, and if the LTIP Units are earned, the accumulated distributions are paid.

The number of shares or units earned under the TSR PRSUs or LTIP Units depends generally on the level of achievement of Omega's TSR over the indicated performance period. We awarded 399,726 LTIP Units to employees on January 1, 2017.

The number of shares earned under the Relative TSR PRSUs depends generally on the level of achievement of Omega's TSR relative to other real estate investment trusts in the MSCI U.S. REIT Index or FTSE NAREIT Equity Health Care Index TSR over the performance period indicated. We awarded 285,338 Relative TSR PRSUs to employees on January 1, 2017.

The following table summarizes our total unrecognized compensation cost as of March 31, 2017 associated with restricted stock, restricted stock units, PRSU awards, and LTIP Unit awards to employees:

	Grant Year	Shares/ Units	Grant Date Average Fair Value Per Unit/ Share	Total Compensation Cost (in millions) (1)	Weighted Average Period of Expense Recognition (in months)	Unrecognized Compensation Cost (in millions)	Performance Period	Vesting Dates
RSUs								
3/31/15 RSU	2015	109,985	\$ 40.57	\$ 4.5	33	\$ 1.2	N/A	12/31/2017
4/1/15 RSU	2015	40,464	40.74	1.6	33	0.5	N/A	12/31/2017
Assumed Aviv RSU	2015	7,799	35.08	0.3	33	0.1	N/A	11/1/2017
3/17/16 RSU	2016	130,006	34.78	4.6	33	2.8	N/A	12/31/2018
1/1/2017 RSU	2017	140,416	31.26	4.3	36	4.0	N/A	12/31/2019
Restricted Stock Units								
Total		428,670	\$ 35.68	\$ 15.3		\$ 8.6		
TSR PRSUs and LTIP Units								
2016 TSR	2014	135,634	\$ 8.67	\$ 1.2	48	\$ 0.2	1/1/2014-12/31/2016	Quarterly in 2017
3/31/15 2017 LTIP Units	2015	137,249	14.66	2.0	45	0.9	1/1/2015-12/31/2017	Quarterly in 2018
4/1/2015 2017 LTIP Units	2015	54,151	14.80	0.8	45	0.4	1/1/2015-12/31/2017	Quarterly in 2018
3/17/2016 2018 LTIP Units	2016	372,069	13.21	4.9	45	3.6	1/1/2016-12/31/2018	Quarterly in 2019
1/1/2017 2019 LTIP Units	2017	399,726	12.61	5.0	48	4.7	1/1/2017-12/31/2019	Quarterly in 2020
TSR PRSUs & LTIP								
Total		1,098,829	\$ 12.69	\$ 13.9		\$ 9.8		
Relative TSR PRSUs								
2016 Relative TSR	2014	135,634	\$ 14.24	\$ 1.9	48	\$ 0.4	1/1/2014-12/31/2016	Quarterly in 2017
3/31/15 2017 Relative TSR	2015	137,249	22.50	3.1	45	1.4	1/1/2015-12/31/2017	Quarterly in 2018
4/1/2015 2017 Relative TSR	2015	54,151	22.91	1.2	45	0.6	1/1/2015-12/31/2017	Quarterly in 2018
3/17/2016 2018 Relative TSR	2016	307,480	16.45	5.1	45	3.7	1/1/2016-12/31/2018	Quarterly in 2019
1/1/2017 2019 Relative TSR	2017	285,338	18.04	5.1	48	4.8	1/1/2017-12/31/2019	Quarterly in 2020
Relative TSR PRSUs								
Total		919,852	\$ 17.78	\$ 16.4		\$ 10.9		
Grand Total		2,447,351	\$ 18.63	\$ 45.6		\$ 29.3		

(1) Total compensation costs are net of shares cancelled.

Director Restricted Stock Grants

As of March 31, 2017, we had 51,999 shares of restricted stock outstanding to directors. The directors' restricted shares are scheduled to vest over the next three years. As of March 31, 2017, the unrecognized compensation cost associated with outstanding director restricted stock grants is approximately \$1.1 million.

NOTE 13 – BORROWING ACTIVITIES AND ARRANGEMENTS

Secured and Unsecured Borrowings

The following is a summary of our borrowings:

	Maturity	Annual Interest Rate as of March 31, 2017	March 31, 2017	December 31, 2016
(in thousands)				
Secured borrowings:				
HUD mortgages assumed December 2011 ⁽¹⁾	2044	3.06%	\$ 54,636	\$ 54,954
Deferred financing costs – net			(584)	(589)
Total secured borrowings – net			<u>54,052</u>	<u>54,365</u>
Unsecured borrowings:				
Revolving line of credit	2018	2.25%	<u>123,000</u>	<u>190,000</u>
Tranche A-1 term loan	2019	2.48%	200,000	200,000
Tranche A-2 term loan	2017	2.44%	200,000	200,000
Tranche A-3 term loan	2021	2.48%	350,000	350,000
Omega OP term loan	2017	2.44%	100,000	100,000
2015 term loan	2022	3.80%	250,000	250,000
Deferred financing costs – net			(5,125)	(5,657)
Total term loans – net			<u>1,094,875</u>	<u>1,094,343</u>
2023 notes	2023	4.375%	700,000	700,000
2024 notes	2024	5.875%	400,000	400,000
2024 notes	2024	4.95%	400,000	400,000
2025 notes	2025	4.50%	250,000	250,000
2026 notes	2026	5.25%	600,000	600,000
2027 notes	2027	4.50%	700,000	700,000
Other	2018	-	3,000	3,000
Subordinated debt	2021	9.00%	20,000	20,000
Discount - net			(16,669)	(17,151)
Deferred financing costs – net			(27,393)	(27,703)
Total unsecured borrowings – net			<u>3,028,938</u>	<u>3,028,146</u>
Total secured and unsecured borrowings – net			<u>\$ 4,300,865</u>	<u>\$ 4,366,854</u>

(1) Reflects the weighted average annual contractual interest rate on the mortgages at March 31, 2017 excluding a third-party administration fee of approximately 0.5% annually. Secured by real estate assets with a net carrying value of \$64.8 million as of March 31, 2017.

Certain of our other secured and unsecured borrowings are subject to customary affirmative and negative covenants, including financial covenants. As of March 31, 2017 and December 31, 2016, we were in compliance with all affirmative and negative covenants, including financial covenants, for our secured and unsecured borrowings.

See Note 18 – Subsequent Events for additional details regarding new borrowings, the redemption of the \$400 million 5.875% Senior Notes due 2024 and the prepayment of the \$200 million senior unsecured incremental term loan facility (the “Tranche A-2 Term Loan Facility”) due 2017.

NOTE 14 – FINANCIAL INSTRUMENTS

The carrying amount of cash and cash equivalents, restricted cash and accounts receivable reported in the Consolidated Balance Sheets approximates fair value because of the short maturity of these instruments (i.e., less than 90 days) (Level 1).

At March 31, 2017 and December 31, 2016, the carrying amounts and fair values of our other financial instruments were as follows:

	March 31, 2017		December 31, 2016	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
(in thousands)				
Assets:				
Investments in direct financing leases – net	\$ 604,777	\$ 601,522	\$ 601,938	\$ 598,665
Mortgage notes receivable – net	644,696	652,487	639,343	644,961
Other investments – net	255,899	248,959	256,846	253,385
Total	\$ 1,505,372	\$ 1,502,968	\$ 1,498,127	\$ 1,497,011
Liabilities:				
Revolving line of credit	\$ 123,000	\$ 123,000	\$ 190,000	\$ 190,000
Tranche A-1 term loan	199,124	200,000	198,830	200,000
Tranche A-2 term loan	200,000	200,000	200,000	200,000
Tranche A-3 term loan	347,605	350,000	347,449	350,000
Omega OP term loan	100,000	100,000	100,000	100,000
2015 term loan	248,145	250,000	248,064	250,000
4.375% notes due 2023 – net	692,598	710,967	692,305	693,505
5.875% notes due 2024 – net	395,236	434,814	395,065	432,938
4.95% notes due 2024 – net	392,922	413,512	392,669	406,361
4.50% notes due 2025 – net	245,953	250,500	245,949	249,075
5.25% notes due 2026 – net	593,792	627,443	593,616	611,461
4.50% notes due 2027 – net	685,418	696,683	685,052	681,978
4.75% notes due 2028 – net	(440)	—	—	—
HUD debt – net	54,052	52,771	54,365	52,510
Subordinated debt – net	20,460	23,909	20,490	23,944
Other	3,000	3,000	3,000	3,000
Total	\$ 4,300,865	\$ 4,436,599	\$ 4,366,854	\$ 4,444,772

Fair value estimates are subjective in nature and are dependent on a number of important assumptions, including estimates of future cash flows, risks, discount rates and relevant comparable market information associated with each financial instrument (see Note 2 – Summary of Significant Accounting Policies in our Annual Report on Form 10-K for the year ended December 31, 2016). The use of different market assumptions and estimation methodologies may have a material effect on the reported estimated fair value amounts.

The following methods and assumptions were used in estimating fair value disclosures for financial instruments.

- Direct financing leases: The fair value of the investments in direct financing leases are estimated using a discounted cash flow analysis, using interest rates being offered for similar leases to borrowers with similar credit ratings (Level 3).
- Mortgage notes receivable: The fair value of the mortgage notes receivables are estimated using a discounted cash flow analysis, using interest rates being offered for similar loans to borrowers with similar credit ratings (Level 3).

- Other investments: Other investments are primarily comprised of notes receivable. The fair values of notes receivable are estimated using a discounted cash flow analysis, using interest rates being offered for similar loans to borrowers with similar credit ratings (Level 3).
- Revolving line of credit and term loans: The fair value of our borrowings under variable rate agreements are estimated using a present value technique based on expected cash flows discounted using the current market rates (Level 3).
- Senior notes and subordinated debt: The fair value of our borrowings under fixed rate agreements are estimated using a present value technique based on inputs from trading activity provided by a third party (Level 2).
- HUD debt: The fair value of our borrowings under HUD debt agreements are estimated using an expected present value technique based on quotes obtained by HUD debt brokers (Level 2).

NOTE 15 – LITIGATION

We are subject to various legal proceedings, claims and other actions arising out of the normal course of business. While any legal proceeding or claim has an element of uncertainty, management believes that the outcome of each lawsuit, claim or legal proceeding that is pending or threatened, or all of them combined, will not have a material adverse effect on our consolidated financial position or results of operations.

NOTE 16 – EARNINGS PER SHARE

The computation of basic earnings per share (“EPS”) is computed by dividing net income available to common stockholders by the weighted-average number of shares of common stock outstanding during the relevant period. Diluted EPS is computed using the treasury stock method, which is net income divided by the total weighted-average number of common outstanding shares plus the effect of dilutive common equivalent shares during the respective period. Dilutive common shares reflect the assumed issuance of additional common shares pursuant to certain of our share-based compensation plans, including stock options, restricted stock and performance restricted stock units and the assumed issuance of additional shares related to Omega OP Units held by outside investors.

The following tables set forth the computation of basic and diluted earnings per share:

	Three Months Ended	
	March 31,	
	2017	2016
	(in thousands, except per share amounts)	
Numerator:		
Net income	\$ 109,112	\$ 58,196
Less: net income attributable to noncontrolling interests	(4,672)	(2,641)
Net income available to common stockholders	<u>\$ 104,440</u>	<u>\$ 55,555</u>
Denominator:		
Denominator for basic earnings per share	197,013	188,228
Effect of dilutive securities:		
Common stock equivalents	347	1,175
Noncontrolling interest – OP units	8,814	8,947
Denominator for diluted earnings per share	<u>206,174</u>	<u>198,350</u>
Earnings per share – basic:		
Net income available to common stockholders	<u>\$ 0.53</u>	<u>\$ 0.30</u>
Earnings per share – diluted:		
Net income	<u>\$ 0.53</u>	<u>\$ 0.29</u>

NOTE 17 – CONSOLIDATING FINANCIAL STATEMENTS

As of March 31, 2017, we had outstanding: (i) \$700 million 4.375% Senior Notes due 2023, (ii) \$400 million 5.875% Senior Notes due 2024, (iii) \$400 million 4.95% Senior Notes due 2024, (iv) \$250 million 4.50% Senior Notes due 2025, (v) \$600 million 5.25% Senior Notes due 2026 and (vi) \$700 million 4.50% Senior Notes due 2027 (collectively, the “Senior Notes”). The Senior Notes are fully and unconditionally guaranteed, jointly and severally, by each of our subsidiaries that guarantee other indebtedness of Omega or any of the subsidiary guarantors. All of our subsidiaries that guarantee the Senior Notes also guarantee amounts outstanding under the Omega Credit Facilities and 2015 Term Loan Facility listed in Note 13– Borrowing Activities and Arrangements. In addition, all such subsidiary guarantors that are subsidiaries of Omega OP also guarantee amounts outstanding under the Omega OP Term Loan listed in Note 13– Borrowing Activities and Arrangements.

The following summarized condensed consolidating financial information segregates the financial information of the non-guarantor subsidiaries from the financial information of Omega Healthcare Investors, Inc. and the subsidiary guarantors under the Senior Notes. Our non-guarantor subsidiaries include, among others, all subsidiaries securing secured debt that is currently outstanding and our U.K. subsidiaries. The results and financial position of acquired entities are included from the dates of their respective acquisitions.

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATING BALANCE SHEET
Unaudited
(in thousands)

	March 31, 2017			
	Issuer & Subsidiary Guarantors	Non – Guarantor Subsidiaries	Elimination	Consolidated
ASSETS				
Real estate properties				
Real estate investments	\$ 6,934,468	\$ 647,197	\$ —	\$ 7,581,665
Less accumulated depreciation	(1,250,968)	(55,116)	—	(1,306,084)
Real estate investments – net	5,683,500	592,081	—	6,275,581
Investment in direct financing leases - net	604,777	—	—	604,777
Mortgage notes receivable - net	644,696	—	—	644,696
	6,932,973	592,081	—	7,525,054
Other investments - net	255,899	—	—	255,899
Investment in unconsolidated joint venture	40,152	—	—	40,152
Assets held for sale – net	23,245	—	—	23,245
Total investments	7,252,269	592,081	—	7,844,350
Cash and cash equivalents	31,851	8,498	—	40,349
Restricted cash	6,916	5,282	—	12,198
Accounts receivable – net	261,204	11,302	—	272,506
Goodwill	630,679	13,013	—	643,692
Investments in and advances to affiliates	569,978	—	(569,978)	—
Other assets	17,357	11,666	—	29,023
Total assets	\$ 8,770,254	\$ 641,842	\$ (569,978)	\$ 8,842,118
LIABILITIES AND EQUITY				
Revolving line of credit	\$ 123,000	\$ —	\$ —	\$ 123,000
Term loans - net	1,094,875	—	—	1,094,875
Secured borrowings - net	—	432,217	(378,165)	54,052
Unsecured borrowings – net	3,028,938	—	—	3,028,938
Accrued expenses and other liabilities	308,919	8,066	—	316,985
Deferred income taxes	—	9,746	—	9,746
Intercompany payable	—	4,986	(4,986)	—
Total liabilities	4,555,732	455,015	(383,151)	4,627,596
Equity:				
Common stock	19,676	—	—	19,676
Equity investment from affiliates	—	152,700	(152,700)	—
Common stock – additional paid-in capital	4,878,637	—	—	4,878,637
Cumulative net earnings	1,843,377	33,594	(33,594)	1,843,377
Cumulative dividends paid	(2,829,718)	—	—	(2,829,718)
Accumulated other comprehensive (loss) income	(48,478)	533	(533)	(48,478)
Total stockholders' equity	3,863,494	186,827	(186,827)	3,863,494
Noncontrolling interest	351,028	—	—	351,028
Total equity	4,214,522	186,827	(186,827)	4,214,522
Total liabilities and equity	\$ 8,770,254	\$ 641,842	\$ (569,978)	\$ 8,842,118

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATING BALANCE SHEET
(in thousands)

	December 31, 2016			
	Issuer & Subsidiary Guarantors	Non – Guarantor Subsidiaries	Elimination	Consolidated
ASSETS				
Real estate properties				
Real estate investments	\$ 6,923,469	\$ 642,889	\$ —	\$ 7,566,358
Less accumulated depreciation	(1,191,117)	(49,219)	—	(1,240,336)
Real estate investments – net	5,732,352	593,670	—	6,326,022
Investment in direct financing leases - net	601,938	—	—	601,938
Mortgage notes receivable - net	639,343	—	—	639,343
	6,973,633	593,670	—	7,567,303
Other investments - net	256,846	—	—	256,846
Investment in unconsolidated joint venture	48,776	—	—	48,776
Assets held for sale – net	52,868	—	—	52,868
Total investments	7,332,123	593,670	—	7,925,793
Cash and cash equivalents	87,098	6,589	—	93,687
Restricted cash	6,915	6,674	—	13,589
Accounts receivable – net	230,097	9,938	—	240,035
Goodwill	630,679	12,795	—	643,474
Investments in and advances to affiliates	569,194	—	(569,194)	—
Other assets	21,293	11,389	—	32,682
Total assets	\$ 8,877,399	\$ 641,055	\$ (569,194)	\$ 8,949,260
LIABILITIES AND EQUITY				
Revolving line of credit	\$ 190,000	\$ —	\$ —	\$ 190,000
Term loans - net	1,094,343	—	—	1,094,343
Secured borrowings - net	—	429,214	(374,849)	54,365
Unsecured borrowings – net	3,028,146	—	—	3,028,146
Accrued expenses and other liabilities	352,924	7,590	—	360,514
Deferred income taxes	—	9,906	—	9,906
Intercompany payable	—	7,890	(7,890)	—
Total liabilities	4,665,413	454,600	(382,739)	4,737,274
Equity:				
Common stock	19,614	—	—	19,614
Equity investment from affiliates	—	156,446	(156,446)	—
Common stock – additional paid-in capital	4,861,408	—	—	4,861,408
Cumulative net earnings	1,738,937	29,479	(29,479)	1,738,937
Cumulative dividends paid	(2,707,387)	—	—	(2,707,387)
Accumulated other comprehensive (loss) income	(53,827)	530	(530)	(53,827)
Total stockholders' equity	3,858,745	186,455	(186,455)	3,858,745
Noncontrolling interest	353,241	—	—	353,241
Total equity	4,211,986	186,455	(186,455)	4,211,986
Total liabilities and equity	\$ 8,877,399	\$ 641,055	\$ (569,194)	\$ 8,949,260

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATING STATEMENT OF OPERATIONS
Unaudited
(in thousands)

	Three Months Ended March 31, 2017			
	Issuer & Subsidiary Guarantors	Non – Guarantor Subsidiaries	Elimination	Consolidated
Revenue				
Rental income	\$ 177,645	\$ 14,892	\$ -	\$ 192,537
Income from direct financing leases	15,646	-	-	15,646
Mortgage interest income	15,956	-	-	15,956
Other investment income – net	8,759	-	(1,845)	6,914
Miscellaneous income	691	-	-	691
Total operating revenues	218,697	14,892	(1,845)	231,744
Expenses				
Depreciation and amortization	64,275	5,718	-	69,993
General and administrative	12,453	71	-	12,524
Acquisition costs	(41)	-	-	(41)
Impairment loss on real estate properties	7,638	-	-	7,638
Provision for uncollectible accounts	2,404	-	-	2,404
Total operating expenses	86,729	5,789	-	92,518
Income before other income and expense	131,968	9,103	(1,845)	139,226
Other income (expense):				
Interest income	-	4	-	4
Interest expense	(42,013)	(4,873)	1,845	(45,041)
Interest – amortization of deferred financing costs	(2,497)	(5)	-	(2,502)
Contractual settlement	10,412	-	-	10,412
Realized gain on foreign exchange	61	-	-	61
Equity in earnings	4,115	-	(4,115)	-
Total other expense	(29,922)	(4,874)	(2,270)	(37,066)
Income before gain on assets sold	102,046	4,229	(4,115)	102,160
Gain on assets sold - net	7,420	-	-	7,420
Income from continuing operations	109,466	4,229	(4,115)	109,580
Income tax expense	(986)	(114)	-	(1,100)
Income from unconsolidated joint venture	632	-	-	632
Net income	109,112	4,115	(4,115)	109,112
Net income attributable to noncontrolling interest	(4,672)	-	-	(4,672)
Net income available to common stockholders	\$ 104,440	\$ 4,115	\$ (4,115)	\$ 104,440

CONSOLIDATING STATEMENT OF COMPREHENSIVE INCOME
(in thousands)

	Three Months Ended March 31, 2017			
	Issuer & Subsidiary Guarantors	Non – Guarantor Subsidiaries	Elimination	Consolidated
Net income	\$ 109,112	\$ 4,115	\$ (4,115)	\$ 109,112
Other comprehensive income (loss)				
Foreign currency translation	4,334	-	-	4,334
Cash flow hedges	1,254	-	-	1,254
Total other comprehensive income (loss)	5,588	-	-	5,588
Comprehensive income	114,700	4,115	(4,115)	114,700
Comprehensive income attributable to noncontrolling interest	(4,911)	-	-	(4,911)
Comprehensive income attributable to common stockholders	\$ 109,789	\$ 4,115	\$ (4,115)	\$ 109,789

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATING STATEMENTS OF OPERATIONS
Unaudited
(in thousands)

	Three Months Ended March 31, 2016			
	Issuer & Subsidiary Guarantors	Non – Guarantor Subsidiaries	Elimination	Consolidated
Revenue				
Rental income	\$ 163,393	\$ 13,310	\$ -	\$ 176,703
Income from direct financing leases	15,442	-	-	15,442
Mortgage interest income	16,606	-	-	16,606
Other investment income – net	3,431	-	-	3,431
Miscellaneous income	697	-	-	697
Total operating revenues	199,569	13,310	-	212,879
Expenses				
Depreciation and amortization	57,279	5,154	-	62,433
General and administrative	10,343	112	-	10,455
Acquisition costs	2,429	1,342	-	3,771
Impairment loss on real estate properties	34,340	218	-	34,558
Provisions for uncollectible accounts	1,862	3,262	-	5,124
Total operating expenses	106,253	10,088	-	116,341
Income before other income and expense	93,316	3,222	-	96,538
Other income (expense):				
Interest income	5	3	-	8
Interest expense	(33,389)	(3,833)	-	(37,222)
Interest – amortization of deferred financing costs	(2,126)	(6)	-	(2,132)
Interest – refinancing costs	(298)	-	-	(298)
Realized loss on foreign exchange	(22)	-	-	(22)
Equity in earnings	(682)	-	682	-
Total other expense	(36,512)	(3,836)	682	(39,666)
Income before gain (loss) on assets sold	56,804	(614)	682	56,872
Gain on assets sold - net	1,571	-	-	1,571
Income from continuing operations	58,375	(614)	682	58,443
Income tax expense	(141)	(106)	-	(247)
Net income	58,234	(720)	682	58,196
Net income attributable to noncontrolling interest	(2,679)	38	-	(2,641)
Net income available to common stockholders	\$ 55,555	\$ (682)	\$ 682	\$ 55,555

CONSOLIDATING STATEMENT OF COMPREHENSIVE INCOME
(in thousands)

	Three Months Ended March 31, 2016			
	Issuer & Subsidiary Guarantors	Non – Guarantor Subsidiaries	Elimination	Consolidated
Net income	\$ 58,234	\$ (720)	\$ 682	\$ 58,196
Other comprehensive income (loss)				
Foreign currency translation	(4,730)	-	-	(4,730)
Cash flow hedges	(8,876)	-	-	(8,876)
Total other comprehensive income (loss)	(13,606)	-	-	(13,606)
Comprehensive income	44,628	(720)	682	44,590
Comprehensive income attributable to noncontrolling interest	(2,063)	38	-	(2,025)
Comprehensive income attributable to common stockholders	\$ 42,565	\$ (682)	\$ 682	\$ 42,565

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATING STATEMENTS OF CASH FLOWS
Unaudited
(in thousands)

	Three Months Ended March 31, 2017			
	Issuer & Subsidiary Guarantors	Non-Guarantor Subsidiaries	Elimination	Consolidated
Cash flows from operating activities				
Net income	\$ 109,112	\$ 4,115	\$ (4,115)	\$ 109,112
Adjustment to reconcile net income to cash provided by operating activities:				
Depreciation and amortization	64,275	5,718	—	69,993
Provision for impairment on real estate properties	7,638	—	—	7,638
Provision for uncollectible accounts	2,404	—	—	2,404
Amortization of deferred financing and refinancing costs	2,497	5	—	2,502
Accretion of direct financing leases	(3,016)	—	—	(3,016)
Stock-based compensation expense	3,744	—	—	3,744
Gain on assets sold – net	(7,420)	—	—	(7,420)
Amortization of acquired in-place leases - net	(3,096)	—	—	(3,096)
Effective yield receivable on mortgage notes	(593)	—	—	(593)
Equity in earnings	(4,115)	—	4,115	—
Change in operating assets and liabilities – net:				
Accounts receivable	(21,377)	—	—	(21,377)
Straight-line rent receivables	(10,444)	(1,303)	—	(11,747)
Lease inducements	447	—	—	447
Other operating assets and liabilities	(32,990)	(1,663)	—	(34,653)
Net cash provided by operating activities	<u>107,066</u>	<u>6,872</u>	<u>—</u>	<u>113,938</u>
Cash flows from investing activities				
Acquisition of real estate	(7,574)	—	—	(7,574)
Investment in construction in progress	(15,703)	—	—	(15,703)
Investments in U.K. subsidiaries	4,807	—	(4,807)	—
Investment in direct financing leases	(2,229)	—	—	(2,229)
Placement of mortgage loans	(5,749)	—	—	(5,749)
Distributions from unconsolidated joint venture	8,587	—	—	8,587
Proceeds from sale of real estate investments	45,848	—	—	45,848
Capital improvements to real estate investments	(8,199)	—	—	(8,199)
Proceeds from other investments	23,181	—	—	23,181
Investments in other investments	(22,144)	—	—	(22,144)
Collection of mortgage principal	333	—	—	333
Net cash provided by investing activities	<u>21,158</u>	<u>—</u>	<u>(4,807)</u>	<u>16,351</u>
Cash flows from financing activities				
Proceeds from credit facility borrowings	148,000	—	—	148,000
Payments on credit facility borrowings	(215,000)	—	—	(215,000)
Payments of other long-term borrowings	—	(318)	—	(318)
Payments of financing related costs	(563)	—	—	(563)
Receipts from dividend reinvestment plan	7,335	—	—	7,335
Payments for exercised options and restricted stock	(2,120)	—	—	(2,120)
Net proceeds from issuance of common stock	6,759	—	—	6,759
Dividends paid	(122,272)	—	—	(122,272)
Contributions from affiliates	—	(4,807)	4,807	—
Redemption of OP Units	(56)	—	—	(56)
Distributions to OP Unit Holders	(5,554)	—	—	(5,554)
Net cash used in financing activities	<u>(183,471)</u>	<u>(5,125)</u>	<u>4,807</u>	<u>(183,789)</u>
Effect of foreign currency translation on cash and cash equivalents	—	162	—	162
(Decrease) increase in cash and cash equivalents	(55,247)	1,909	—	(53,338)
Cash and cash equivalents at beginning of period	87,098	6,589	—	93,687
Cash and cash equivalents at end of period	<u>\$ 31,851</u>	<u>\$ 8,498</u>	<u>\$ —</u>	<u>\$ 40,349</u>

OMEGA HEALTHCARE INVESTORS, INC.
CONSOLIDATING STATEMENTS OF CASH FLOWS
Unaudited
(in thousands)

	Three Months Ended March 31, 2016			
	Issuer & Subsidiary Guarantors	Non-Guarantor Subsidiaries	Elimination	Consolidated
Cash flows from operating activities				
Net income	\$ 58,234	\$ (720)	\$ 682	\$ 58,196
Adjustment to reconcile net income to cash provided by operating activities:				
Depreciation and amortization	57,279	5,154	—	62,433
Provision for impairment on real estate properties	34,340	218	—	34,558
Provision for uncollectible accounts	1,862	3,262	—	5,124
Amortization of deferred financing and refinancing costs	2,424	6	—	2,430
Accretion of direct financing leases	(2,921)	—	—	(2,921)
Stock-based compensation	2,778	—	—	2,778
Gain on assets sold – net	(1,571)	—	—	(1,571)
Amortization of acquired in-place leases - net	(4,300)	—	—	(4,300)
Effective yield receivable on mortgage notes	(819)	—	—	(819)
Change in operating assets and liabilities – net:				
Accounts receivable	581	(21)	—	560
Straight-line rent receivables	(9,111)	(836)	—	(9,947)
Lease inducements	647	—	—	647
Other operating assets and liabilities	(10,793)	(8,514)	(682)	(19,989)
Net cash provided by (used in) operating activities	128,630	(1,451)	—	127,179
Cash flows from investing activities				
Acquisition of real estate	(401,700)	(14,404)	—	(416,104)
Investment in construction in progress	(16,316)	—	—	(16,316)
Deposit to acquire real estate	—	(113,816)	—	(113,816)
Investment in U.K. subsidiary	(127,239)	127,239	—	—
Placement of mortgage loans	(6,162)	—	—	(6,162)
Proceeds from sale of real estate investments	2,392	—	—	2,392
Capital improvements to real estate investments	(9,004)	(540)	—	(9,544)
Proceeds from other investments	1,461	—	—	1,461
Investments in other investments	(116,003)	—	—	(116,003)
Collection of mortgage principal	312	—	—	312
Net cash used in investing activities	(672,259)	(1,521)	—	(673,780)
Cash flows from financing activities				
Proceeds from credit facility borrowings	670,000	—	—	670,000
Payments on credit facility borrowings	(370,000)	—	—	(370,000)
Receipts of other long-term borrowings	350,000	—	—	350,000
Payments of other long-term borrowings	—	(309)	—	(309)
Payments of financing related costs	(3,552)	(24)	—	(3,576)
Receipts from dividend reinvestment plan	19,596	—	—	19,596
Payments for exercised options and restricted stock – net	(2,381)	—	—	(2,381)
Dividends paid	(107,500)	—	—	(107,500)
Redemption of OP Units	(10)	—	—	(10)
Distributions to OP Unit Holders	(5,131)	—	—	(5,131)
Net cash provided by (used in) financing activities	551,022	(333)	—	550,689
Effect of foreign currency translation on cash and cash equivalents	—	(105)	—	(105)
Increase (decrease) in cash and cash equivalents	7,393	(3,410)	—	3,983
Cash and cash equivalents at beginning of period	1,592	3,832	—	5,424
Cash and cash equivalents at end of period	\$ 8,985	\$ 422	\$ —	\$ 9,407

NOTE 18 – SUBSEQUENT EVENTS

On April 4, 2017, we issued (i) \$550 million aggregate principal amount of our 4.75% Senior Notes due 2028 (the “2028 Notes”) and (ii) an additional \$150 million aggregate principal amount of our existing 4.50% Senior Notes due 2025 (the “2025 Notes”, and together with the 2028 Notes collectively, the “Notes”). The 2028 Notes mature on January 15, 2028 and the 2025 Notes mature on January 15, 2025.

The 2028 Notes were sold at an issue price of 98.978% of their face value before the underwriters’ discount and the 2025 Notes were sold at an issue price of 99.540% of their face value before the underwriters’ discount. Our net proceeds from the Notes offering, after deducting underwriting discounts and expenses, were approximately \$690.7 million. The net proceeds from the Notes offering were used to (i) redeem all of our outstanding \$400 million aggregate principal amount of 5.875% Senior Notes due 2024 (the “2024 Notes”) on April 28, 2017, (ii) prepay the \$200 million Tranche A-2 Term Loan Facility on April 5, 2017 that otherwise would have become due on June 27, 2017, and (iii) repay outstanding borrowings under our revolving credit facility. As a result of the redemption of the 2024 Notes, during the second quarter of 2017, the Company will record approximately \$16.5 million in redemption related costs and write-offs, including \$11.8 million for the call premium and \$4.7 million in net write-offs associated with unamortized deferred financing costs.

Item 2 – Management’s Discussion and Analysis of Financial Condition and Results of Operations

Forward-Looking Statements, Reimbursement Issues and Other Factors Affecting Future Results

The following discussion should be read in conjunction with the financial statements and notes thereto appearing elsewhere in this document, including statements regarding potential future changes in reimbursement. This document contains forward-looking statements within the meaning of the federal securities laws. These statements relate to our expectations, beliefs, intentions, plans, objectives, goals, strategies, future events, performance and underlying assumptions and other statements other than statements of historical facts. In some cases, you can identify forward-looking statements by the use of forward-looking terminology including, but not limited to, terms such as “may,” “will,” “anticipates,” “expects,” “believes,” “intends,” “should” or comparable terms or the negative thereof. These statements are based on information available on the date of this filing and only speak as to the date hereof and no obligation to update such forward-looking statements should be assumed. Our actual results may differ materially from those reflected in the forward-looking statements contained herein as a result of a variety of factors, including, among other things:

- (i) those items discussed under “Risk Factors” in Part I, Item 1A to our annual report on Form 10-K for the year ended December 31, 2016, and in Part II, Item 1A of this report (if any);
- (ii) uncertainties relating to the business operations of the operators of our assets, including those relating to reimbursement by third-party payors, regulatory matters and occupancy levels;
- (iii) the ability of any operators in bankruptcy to reject unexpired lease obligations, modify the terms of our mortgages and impede our ability to collect unpaid rent or interest during the process of a bankruptcy proceeding and retain security deposits for the debtors’ obligations;
- (iv) our ability to sell closed or foreclosed assets on a timely basis and on terms that allow us to realize the carrying value of these assets;
- (v) our ability to manage, re-lease or sell any owned and operated facilities;
- (vi) the availability and cost of capital to us;
- (vii) changes in our credit ratings and the ratings of our debt securities;
- (viii) competition in the financing of healthcare facilities;
- (ix) regulatory and other changes in the healthcare sector;
- (x) changes in the financial position of our operators;
- (xi) the effect of economic and market conditions generally and, particularly, in the healthcare industry;
- (xii) changes in interest rates;
- (xiii) the amount and yield of any additional investments;
- (xiv) changes in tax laws and regulations affecting real estate investment trusts (“REITs”);
- (xv) the potential impact of changes in the skilled nursing facility (“SNF”) and assisted living facility (“ALF”) market or local real estate conditions on our ability to dispose of assets held for sale for the anticipated proceeds or on a timely basis, or to redeploy the proceeds therefrom on favorable terms; and
- (xvi) our ability to maintain our status as a real estate investment trust.

Overview

Omega Healthcare Investors, Inc. (“Omega,” “we,” “our” or the “Company”) has one reportable segment consisting of investments in healthcare-related real estate properties located in the United States and the United Kingdom. Our core business is to provide financing and capital to the long-term healthcare industry with a particular focus on SNFs and, to a lesser extent, ALFs, independent living facilities and rehabilitation and acute care facilities. Our core portfolio consists of long-term leases and mortgage agreements. All of our leases are “triple-net” leases, which require the tenants to pay all property-related expenses. Our mortgage revenue derives from fixed rate mortgage loans, which are secured by first mortgage liens on the underlying real estate and personal property of the mortgagor.

Omega was formed as a REIT and incorporated in the State of Maryland on March 31, 1992. In April 2015, Aviv REIT Inc., a Maryland corporation (“Aviv”), merged (the “Aviv Merger”) with and into a wholly owned subsidiary of Omega, pursuant to the terms of that certain Agreement and Plan of Merger, dated as of October 30, 2014 (the “Merger Agreement”), by and among the Company, Aviv, OHI Healthcare Properties Holdco, Inc., a Delaware corporation and a direct wholly-owned subsidiary of Omega (“Merger Sub”), OHI Healthcare Properties Limited Partnership, a Delaware limited partnership (“Omega OP”), and Aviv Healthcare Properties Limited Partnership, a Delaware limited partnership (the “Aviv OP”).

Prior to April 1, 2015 and in accordance with the Merger Agreement, Omega restructured the manner in which it holds its assets by converting to an umbrella partnership real estate investment trust structure (the “UPREIT Conversion”). As a result of the UPREIT Conversion and following the consummation of the Aviv Merger, substantially all of the Company’s assets are held by Omega OP.

Omega OP is governed by the Second Amended and Restated Agreement of Limited Partnership of OHI Healthcare Properties Limited Partnership, dated as of April 1, 2015 (the “Partnership Agreement”). Pursuant to the Partnership Agreement, the Company and Merger Sub are the general partners of Omega OP, and have exclusive control over Omega OP’s day-to-day management. As of March 31, 2017, the Company owned approximately 96% of the issued and outstanding units of partnership interest in Omega OP (“Omega OP Units”), and investors owned approximately 4% of the Omega OP Units.

Our portfolio of real estate investments at March 31, 2017, consisted of 985 healthcare facilities, located in 42 states and the United Kingdom and operated by 77 third party operators. Our gross investment in these facilities, net of impairments and before reserve for uncollectible loans, totaled approximately \$8.9 billion at March 31, 2017, with approximately 99% of our real estate investments related to long-term care facilities. Our portfolio is made up of: (i) 808 SNFs, (ii) 101 ALFs, (iii) 16 specialty facilities, (iv) one medical office building, (v) fixed rate mortgages on 44 SNFs and four ALFs and (vi) 11 facilities that are closed/held-for-sale. At March 31, 2017, we also held miscellaneous investments of approximately \$255.9 million, consisting primarily of secured loans to third-party operators of our facilities.

As of March 31, 2017 and December 31, 2016 we do not have any material properties or operators with facilities that are not materially occupied.

Our consolidated financial statements include the accounts of (i) Omega, (ii) Omega OP, and (iii) all direct and indirect wholly owned subsidiaries of Omega. All intercompany transactions and balances have been eliminated in consolidation, and our net earnings are reduced by the portion of net earnings attributable to noncontrolling interests.

Taxation

Since our inception, we have elected to be taxed as a REIT under the applicable provisions of the Internal Revenue Code (“Code”). A REIT is generally not subject to federal income tax on that portion of its REIT taxable income which is distributed to its stockholders, provided that at least 90% of such taxable income is distributed each tax year and certain other requirements are met, including asset and income tests. So long as we qualify as a REIT under the Code, we generally will not be subject to federal income taxes on the REIT taxable income that we distribute to stockholders, subject to certain exceptions.

If the Company fails to qualify as a REIT in any taxable year, the Company will be subject to federal income taxes on its taxable income at regular corporate rates and dividends paid to our stockholders will not be deductible by us in computing taxable income. Further, we will not be permitted to qualify for treatment as a REIT for federal income tax purposes for four years following the year in which qualification is denied, unless the Internal Revenue Service grants us relief under certain statutory provisions. Failing to qualify as a REIT could materially and adversely affect the Company’s net income; however, we believe we are organized and operate in such a manner as to qualify for treatment as a REIT. We test our compliance within the REIT taxation rules to ensure that we are in compliance with the REIT rules on a quarterly and annual basis. We review our distributions and projected distributions each year to ensure we have met and will continue to meet the annual REIT distribution requirements. In 2017, we expect to distribute dividends in excess of our taxable income.

As a result of our UPREIT Conversion, our Company and its subsidiaries may be subject to income or franchise taxes in certain states and municipalities. Also, as a result of our UPREIT Conversion, we created five wholly owned subsidiary REITs and added a sixth wholly owned subsidiary REIT as of January 1, 2016, all of which are subject to all of the REIT qualification rules set forth in the Code. We merged five of the wholly owned subsidiary REITs into a single wholly owned subsidiary REIT in December 2015, and then merged the sixth wholly-owned subsidiary REIT into our other wholly-owned subsidiary REIT in December 2016, which wholly-owned subsidiary REIT remains subject to all of the REIT qualification rules set forth in the Code.

Subject to the limitation under the REIT asset test rules, we are permitted to own up to 100% of the stock of one or more taxable REIT subsidiaries ("TRSs"). We have elected for two of our active subsidiaries to be treated as TRSs. One of our TRSs is subject to federal, state and local income taxes at the applicable corporate rates and the other is subject to foreign income taxes. As of March 31, 2017, our TRS that is subject to federal, state and local income taxes at the applicable corporate rates had a net operating loss carry-forward of approximately \$0.8 million. The loss carry-forward is fully reserved as of March 31, 2017, with a valuation allowance due to uncertainties regarding realization.

During the first quarter of 2017, we recorded approximately \$1.0 million of state and local income tax provision and approximately \$0.1 million of tax provision for foreign income taxes included in provision for income taxes on our Consolidated Statement of Operations.

Government Regulation and Reimbursement

The healthcare industry is heavily regulated. Our operators are subject to extensive and complex federal, state and local healthcare laws and regulations. These laws and regulations are subject to frequent and substantial changes resulting from the adoption of new legislation, rules and regulations, and administrative and judicial interpretations of existing law. The ultimate timing or effect of these changes, which may be applied retroactively, cannot be predicted. Changes in laws and regulations impacting our operators, in addition to regulatory non-compliance by our operators, can have a significant effect on the operations and financial condition of our operators, which in turn may adversely impact us. The following is a discussion of certain laws and regulations generally applicable to our operators, and in certain cases, to us.

Healthcare Reform. A substantial amount of rules and regulations have been issued under the Patient Protection and Affordable Care Act, as amended by the Health Care and Education and Reconciliation Act of 2010 (collectively referred to as the "Healthcare Reform Law"). We expect additional rules, regulations and interpretations under the Healthcare Reform Law to be issued that may materially affect our operators' financial condition and operations. For example, the new administration and certain members of Congress have affirmatively indicated that they will pursue repeal of, or significant amendment to, the Healthcare Reform Law. Even if the Healthcare Reform Law is not amended or repealed, the new administration could propose changes impacting implementation of the Healthcare Reform Law. The ultimate composition and timing of any legislation enacted under the new administration that would impact the current implementation of the Healthcare Reform Law remains uncertain. Given the complexity of the Healthcare Reform Law and the substantial requirements for regulation thereunder, the impact of the Healthcare Reform Law on our operators or their ability to meet their obligations to us cannot be predicted, whether in its current form or as amended or repealed.

Reform Requirements for Long-Term Care Facilities. On October 4, 2016, the Centers for Medicare and Medicaid Services ("CMS") issued a final rule modifying the conditions of participation in Medicare and Medicaid for SNFs. CMS stated that the regulations, last updated in 1991, were "necessary to reflect the substantial advances that had been made over the past several years in the theory and practice of service delivery and safety" within long-term care. The extensive modifications require SNFs to implement new processes; make changes to current practices; and create new policies and procedures within a short timeframe to remain in compliance with their conditions for participation. Changes include provisions related to staff training, discharge planning, infection prevention and control programs, and pharmacy services, among others. While many of the regulations become effective on November 28, 2016, some of the regulations become effective in Phase 2, beginning on November 28, 2017, with others becoming effective in Phase 3, beginning on November 28, 2019. According to CMS, it is estimated that the average cost for a SNF to implement the new regulations is estimated to be \$62,900 the first year and \$55,000 each year thereafter.

Reimbursement Generally. A significant portion of our operators' revenue is derived from government-funded reimbursement programs, consisting primarily of Medicare and Medicaid. As federal and state governments continue to focus on healthcare reform initiatives, and as the federal government and many states face significant current and future budget deficits, efforts to reduce costs by government payors will likely continue, which may result in reductions in reimbursement at both the federal and state levels. Additionally, new and evolving payor and provider programs, including but not limited to Medicare Advantage, dual eligible, accountable care organizations, and bundled payments could adversely impact our tenants' and operators' liquidity, financial condition or results of operations.

We currently believe that our operator coverage ratios are adequate and that our operators can absorb moderate reimbursement rate reductions and still meet their obligations to us. However, significant limits on the scope of services reimbursed and/or reductions of reimbursement rates could have a material adverse effect on our operators' results of operations and financial condition, which could adversely affect our operators' ability to meet their obligations to us.

Medicaid. State budgetary concerns, coupled with the implementation of rules under the Healthcare Reform Law, or prospective changes to the Healthcare Reform Law under the new administration, may result in significant changes in healthcare spending at the state level. Many states are currently focusing on the reduction of expenditures under their state Medicaid programs, which may result in a reduction in reimbursement rates for our operators. The need to control Medicaid expenditures by the states may be exacerbated by the potential for increased enrollment in Medicaid due to unemployment and declines in family incomes. Since our operators' profit margins on Medicaid patients are generally relatively low, more than modest reductions in Medicaid reimbursement or an increase in the number of Medicaid patients could adversely affect our operators' results of operations and financial condition, which in turn could negatively impact us.

The Healthcare Reform Law provided for Medicaid coverage to be expanded to all individuals under age 65 with incomes up to 133% of the federal poverty level, beginning January 1, 2014. While the federal government committed to paying the entire cost for Medicaid coverage for newly eligible beneficiaries from 2014 through 2016, the federal share declines to 95% in 2017, 94% in 2018, 93% in 2019, and 90% in 2020 and subsequent years. Although the Supreme Court ruled on June 28, 2012 that states could not be required to expand Medicaid or risk losing federal funding of their existing Medicaid programs, as of March 31, 2017, thirty-one (31) states and the District of Columbia have expanded Medicaid eligibility with additional states continuing to consider expansion.

Medicare. On July 29, 2016, CMS issued a final rule regarding the fiscal year ("FY") 2017 Medicare payment rates and quality programs for SNFs, which continues the trend of shifting Medicare payments from volume to value. Aggregate payments to SNFs effective October 1, 2016 for FY 2017 were expected to increase by \$920 million, or 2.4%, over FY 2016 payments. This reimbursement increase is attributable to a 2.7% market basket increase, reduced by 0.3% in accordance with the multifactor productivity adjustment required by law.

In addition to FY 2017 Medicare payment rates, SNFs continue to be impacted by the "Bipartisan Budget Act of 2015" ("BBA") signed on November 2, 2015 which provided \$80 billion in discretionary spending sequestration relief over two years, and extended Medicare sequestration, which generally cuts Medicare provider and plan payments by 2% across the board, for an additional year, through 2025. The FY 2025 sequestration will be "front loaded," such that a 4% reduction will apply during the first six months of the fiscal year and no reduction will be imposed during the second half of the fiscal year.

Furthermore, the "Medicare Access and CHIP Reauthorization Act of 2015" continues to have the potential to negatively impact Medicare revenues through the extension of the Medicare therapy cap exceptions process through December 31, 2017; modification of the requirement for manual medical review for services over the \$3,700 therapy thresholds; and extension of the application of therapy caps, and related provisions, to outpatient hospitals until January 1, 2018. The statutory Medicare Part B outpatient cap for occupational therapy is \$1,980 for 2017, with the combined cap for physical therapy and speech therapy also set at \$1,980 for 2017. While the caps do not apply to therapy services covered under Medicare Part A for SNFs and the exception process permits medically necessary therapy services beyond the cap limits, the caps apply in most other circumstances involving patients in SNFs or long-term care facilities who receive therapy services covered under Medicare Part B. Expiration of the therapy cap exceptions process in the future could have a material adverse effect on our operators' financial condition and operations, which could adversely impact their ability to meet their obligations to us.

As indicated above, reimbursement methodology reforms, such as value-based purchasing, continue to be increasingly prevalent and attempt to hold providers accountable for the cost and quality of care provided by redistributing a portion of a provider or facility's reimbursement based on the relative performance on designated economic, clinical quality, and patient satisfaction metrics. These reimbursement methodologies and similar programs are expected to expand, both in public and commercial health plans.

For example, the "Protecting Access to Medicare Act of 2014" called for the U.S. Department of Health and Human Services ("HHS") to develop a value based purchasing program for SNFs aimed at tying a reimbursement adjustment to lower readmission rates effective October 1, 2018, and on April 26, 2015, CMS announced its goal to have 30% of Medicare payments for quality and value through alternative payment models such as accountable care organizations or bundled payments by the end of 2016 and up to 50% by the end of 2018. In March 2016, CMS announced that its 30% target for 2016 had already been reached.

Additionally, CMS's bundled payment program for Lower Extremity Joint Replacement ("CJR") procedures went into effect on April 1, 2016, and is mandatory for all hospitals paid under the Medicare Inpatient Prospective Payment System that are located in the 67 selected metropolitan statistical areas. Through this bundled payment model, hospitals in the 67 selected metropolitan areas receive additional payments if quality and costs exceed defined parameters or, if not, must repay Medicare for a portion of the spending. On July 25, 2016, CMS proposed rulemaking to extend the CJR bundled payment models effective July 1, 2017 for both hip/femur fracture surgeries in the same 67 metropolitan as well as additional bundled payment models for heart attacks and bypass surgeries in 98 randomly selected metropolitan statistical areas. SNFs receiving Medicare revenues related to hospital discharges subject to CJR bundled payment programs in the identified geographic areas could be either positively or negatively affected by the CJR bundled payment program. CMS delayed the applicability date of the expanded CJR bundled payment pilot from July 1, 2017 until October 1, 2017 through an interim final rule with comment period published in the Federal Register on March 21, 2017. The interim final rule also modified the final rule entitled, "Advancing Care Coordination Through Episode Payment Models (EPMs); Cardiac Rehabilitation Incentive Payment Model; and Changes to the Comprehensive Care for Joint Replacement Model" published on January 3, 2017 until May 20, 2017.

Quality of Care Initiatives. In addition to quality or value based reimbursement reforms, CMS has implemented a number of initiatives focused on the quality of care provided by long term care facilities that could affect our operators. On December 2008, CMS released quality ratings for all of the nursing homes that participate in Medicare or Medicaid under its "Five Star Quality Rating System." Facility rankings, ranging from five stars ("much above average") to one star ("much below average") are updated on a monthly basis. SNFs are required to provide information for the CMS Nursing Home Compare website regarding staffing and quality measures. Based on this data and the results of state health inspections, SNFs are then rated based on the five-star rating system.

In August 2016, CMS announced a modification to the Five Star Quality Rating System through the introduction of new quality measures based primarily on Medicare claims data submitted by hospitals, including: (1) percentage of short-stay residents who were successfully discharged to the community; (2) percentage of short-stay residents who have had an outpatient emergency department visit; (3) percentage of short-stay residents who were re-hospitalized after a nursing home admission; (4) percentage of short-stay residents who made improvements in function; and (5) percentage of long-stay residents whose ability to move independently worsened. These ratings were incorporated into the nursing home rating system in July 2016 and were phased in through January 2017. Effective September 1, 2016, SNFs that received a Five Star Quality Indicators Survey deficiency cited at a Scope and Severity level J or higher are automatically and immediately assessed civil monetary penalties by CMS, with no opportunity to correct the deficiencies to avoid the heightened and costly monetary penalties. It is possible that this or any other ranking system could lead to future reimbursement policies that reward or penalize facilities on the basis of the reported quality of care parameters.

Office of the Inspector General Activities. The Office of Inspector General's (the "OIG") Work Plan for government fiscal year 2017, which describes projects that the OIG plans to address during the fiscal year, includes seven projects related specifically to nursing homes: (1) determining to what extent State agencies investigate serious nursing home complaints within the required timeframes; (2) unreported incidents of potential abuse and neglect in SNFs; (3) review of SNF Medicare reimbursement documentation (determine if it meets requirements for each particular resource utilization group); (4) the SNF Adverse Event Screening Tool, which will disseminate practical information about the SNF Adverse Event Trigger Tool; (5) review of the National Background Check Program for long-term care employees; (6) compliance with the SNF prospective payment system requirement related to a three-day qualifying inpatient hospital stay; and (7) review of potentially avoidable hospitalizations of Medicare and Medicaid-Eligible nursing facility residents and prevention and detection services provided by nursing homes.

Department of Justice. SNFs are under intense scrutiny for the quality of care being rendered to residents and appropriate billing practices. The Department of Justice launched ten regional Elder Justice Task Forces in 2016 which are coordinating and enhancing efforts to pursue SNFs that provide grossly substandard care to their residents. They are also focusing on therapy billing issues. These Task Forces are composed of representatives from the U.S. Attorneys' Offices, State Medicaid Fraud Control Units, state and local prosecutors' offices, HHS, State Adult Protective Services agencies, Long Term Care Ombudsmen programs, and law enforcement.

Fraud and Abuse. There are various federal and state civil and criminal laws and regulations governing a wide array of healthcare provider referrals, relationships and arrangements, including laws and regulations prohibiting fraud by healthcare providers. Many of these complex laws raise issues that have not been clearly interpreted by the relevant governmental authorities and courts.

These laws include: (i) federal and state false claims acts, which, among other things, prohibit providers from filing false claims or making false statements to receive payment from Medicare, Medicaid or other federal or state healthcare programs; (ii) federal and state anti-kickback and fee-splitting statutes, including the Medicare and Medicaid Anti-kickback statute, which prohibit the payment or receipt of remuneration to induce referrals or recommendations of healthcare items or services, such as services provided in a SNF; (iii) federal and state physician self-referral laws (commonly referred to as the Stark Law), which generally prohibit referrals by physicians to entities for designated health services (some of which are provided in SNFs) with which the physician or an immediate family member has a financial relationship; (iv) the federal Civil Monetary Penalties Law, which prohibits, among other things, the knowing presentation of a false or fraudulent claim for certain healthcare services and (v) federal and state privacy laws, including the privacy and security rules contained in the Health Insurance Portability and Accountability Act of 1996, which provide for the privacy and security of personal health information.

Violations of healthcare fraud and abuse laws carry civil, criminal and administrative sanctions, including punitive sanctions, monetary penalties, imprisonment, denial of Medicare and Medicaid reimbursement and potential exclusion from Medicare, Medicaid or other federal or state healthcare programs. Additionally, there are criminal provisions that prohibit filing false claims or making false statements to receive payment or certification under Medicare and Medicaid, as well as failing to refund overpayments or improper payments. Violation of the Anti-kickback statute or Stark Law may form the basis for a federal False Claims Act violation. These laws are enforced by a variety of federal, state and local agencies and can also be enforced by private litigants through, among other things, federal and state false claims acts, which allow private litigants to bring qui tam or whistleblower actions, which have become more frequent in recent years. A few of our operators have responded to subpoenas and other requests for information regarding their operations in connection with inquiries by the U.S. Department of Justice or other regulatory agencies.

Privacy. Our operators are subject to various federal, state and local laws and regulations designed to protect the confidentiality and security of patient health information, including the federal Health Insurance Portability and Accountability Act of 1996, as amended, the Health Information Technology for Economic and Clinical Health Act (“HITECH”), and the corresponding regulations promulgated thereunder (collectively referred to herein as “HIPAA”). The HITECH Act expanded the scope of these provisions by mandating individual notification in instances of breaches of protected health information, providing enhanced penalties for HIPAA violations, and granting enforcement authority to states’ Attorneys General in addition to the HHS Office for Civil Rights. HHS continued its auditing program in 2016 to assess compliance efforts by covered entities and business associates. Through a second phase of audits, which commenced for covered entities in July 2016, HHS focused on a review of policies and procedures adopted and employed by covered entities and their business associates to meet selected standards and implementation specifications of the HIPAA Privacy, Security, and Breach Notification Rules. Covered entities and business associates selected for a desk audit in 2016 have the potential to be selected for an on-site audit in 2017.

Various states have similar laws and regulations that govern the maintenance and safeguarding of patient records, charts and other information generated in connection with the provision of professional medical services. These laws and regulations require our operators to expend the requisite resources to secure protected health information, including the funding of costs associated with technology upgrades. Operators found in violation of HIPAA or any other privacy law or regulation may face large penalties. In addition, compliance with an operator’s notification requirements in the event of a breach of unsecured protected health information could cause reputational harm to an operator’s business.

Licensing and Certification. Our operators and facilities are subject to various federal, state and local licensing and certification laws and regulations, including laws and regulations under Medicare and Medicaid requiring operators of SNFs and ALFs to comply with extensive standards governing operations. Governmental agencies administering these laws and regulations regularly inspect our operators’ facilities and investigate complaints. Our operators and their managers receive notices of observed violations and deficiencies from time to time, and sanctions have been imposed from time to time on facilities operated by them. In addition, many states require certain healthcare providers to obtain a certificate of need, which requires prior approval for the construction, expansion or closure of certain healthcare facilities, which has the potential to impact some of our operators’ abilities to expand or change their businesses.

Americans with Disabilities Act (the “ADA”). Our properties must comply with the ADA and any similar state or local laws to the extent that such properties are public accommodations as defined in those statutes. The ADA may require removal of barriers to access by persons with disabilities in certain public areas of our properties where such removal is readily achievable. Should barriers to access by persons with disabilities be discovered at any of our properties, we may be directly or indirectly responsible for additional costs that may be required to make facilities ADA-compliant. Noncompliance with the ADA could result in the imposition of fines or an award of damages to private litigants. Our commitment to make readily achievable accommodations pursuant to the ADA is ongoing, and we continue to assess our properties and make modifications as appropriate in this respect.

Other Laws and Regulations. Additional federal, state and local laws and regulations affect how our operators conduct their operations, including laws and regulations protecting consumers against deceptive practices and otherwise generally affecting our operators’ management of their property and equipment and the conduct of their operations (including laws and regulations involving fire, health and safety; quality of services, including care and food service; residents’ rights, including abuse and neglect laws; and the health standards set by the federal Occupational Safety and Health Administration).

General and Professional Liability. Although arbitration agreements have been effective in limiting general and professional liabilities for SNF and long term care providers, there have been numerous lawsuits challenging the validity of arbitration agreements in long term care settings. As set forth in the recent conditions of participation final rule issued on October 4, 2016, CMS prohibited pre-dispute arbitration agreements between SNFs and residents effective November 28, 2016, thereby increasing potential liabilities for SNFs and long-term care providers. However, the authority of CMS to restrict the rights of these parties to arbitrate is continuing to be challenged by litigation in various jurisdictions, and enforcement by CMS has been suspended until a preliminary injunction issued by the U.S. District Court for the Northern District of Mississippi banning such enforcement by CMS is lifted.

Critical Accounting Policies and Estimates

Our financial statements are prepared in accordance with generally accepted accounting principles (“GAAP”) in the United States, and a summary of our significant accounting policies is included in Note 2 – Summary of Significant Accounting Policies to our Annual Report on Form 10-K for the year ended December 31, 2016. Our preparation of the financial statements requires us to make estimates and assumptions about future events that affect the amounts reported in our financial statements and accompanying footnotes. Future events and their effects cannot be determined with absolute certainty. Therefore, the determination of estimates requires the exercise of judgment. Actual results inevitably will differ from those estimates, and such differences may be material to the consolidated financial statements. We have described our most critical accounting policies in our 2016 Annual Report on Form 10-K in Item 7, Management’s Discussion and Analysis of Financial Condition and Results of Operations.

There have been no changes to our critical accounting policies or estimates since December 31, 2016. See Note 2 – Summary of Significant Accounting Policies to our Annual Report on Form 10-K for the year ended December 31, 2016.

Accounting Pronouncement Adopted in 2017

In March 2016, the Financial Accounting Standards Board (“FASB”) issued ASU 2016-09, *Compensation-Stock Compensation (Topic 718)* (“ASU 2016-09”). ASU 2016-09 amends the accounting for share-based payment transactions, including the income tax consequences, classification of awards as either equity or liabilities and classification on the statement of cash flows. This guidance is effective for annual and interim reporting periods of public entities beginning after December 15, 2016. We adopted this accounting standard on January 1, 2017, at which time the Company began prospectively accounting for excess tax benefits or tax deficiencies as an adjustment to income tax expense in our Consolidated Statements of Operations as opposed to the prior requirement that these excess tax benefits be recognized in additional paid-in capital and tax deficiencies be recognized either as an offset to accumulated excess tax benefits, if any, or in the income statement. The Company will continue to account for forfeitures as they occur and present employee taxes paid as a financing activity on our Consolidated Statements of Cash Flows. The adoption of this accounting standard did not have a material impact on our consolidated financial statements.

Recent Accounting Pronouncements - Pending Adoption

In 2014, the FASB issued ASU 2014-09, *Revenue from Contracts with Customers* (“ASU 2014-09”), which outlines a comprehensive model for entities to use in accounting for revenue arising from contracts with customers. ASU 2014-09 states that “an entity recognizes revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.” While ASU 2014-09 specifically references contracts with customers, it may apply to certain other transactions such as the sale of real estate or equipment. ASU 2014-09 is effective for the Company beginning January 1, 2018. In addition, the FASB has begun to issue targeted updates to clarify specific implementation issues of ASU 2014-09. These updates include ASU 2016-08, *Principal versus Agent Considerations (Reporting Revenue Gross versus Net)*, ASU 2016-10, *Identifying Performance Obligations and Licensing*, and ASU 2016-12, *Narrow-Scope Improvements and Practical Expedients*. The Company is currently evaluating the provisions of ASU 2014-09 and its related updates and will be closely monitoring developments and additional guidance to determine the potential impact of the new standard. The Company intends to adopt ASU 2014-09 and its subsequent updates in accordance with the modified retrospective approach. We do not expect the adoption of ASU 2014-09 and its updates to have a significant impact on our consolidated financial statements, as a substantial portion of our revenue consists of rental income from leasing arrangements and interest income from loan arrangements, both of which are specifically excluded from ASU 2014-09.

In February 2016, the FASB issued ASU 2016-02, *Leases* (“ASU 2016-02”), which amends the existing accounting standards for lease accounting, including requiring lessees to recognize most leases on their balance sheets and making targeted changes to lessor accounting. ASU 2016-02 will be effective for the Company beginning January 1, 2019. Early adoption of ASU 2016-02 as of its issuance is permitted. The new standard requires a modified retrospective transition approach for all leases existing at, or entered into after, the date of initial application, with an option to use certain transition relief. We are currently evaluating the impact of adopting ASU 2016-02 on our consolidated financial statements.

In June 2016, the FASB issued ASU 2016-13, *Financial Instruments - Credit Losses (Topic 326)* ("ASU 2016-13"), which changes the impairment model for most financial assets. The new model uses a forward-looking expected loss method, which will generally result in earlier recognition of allowances for losses. ASU 2016-13 is effective for annual and interim periods beginning after December 15, 2019 and early adoption is permitted for annual and interim periods beginning after December 15, 2018. We are currently evaluating the impact of adopting ASU 2016-13 on our consolidated financial statements.

Results of Operations

The following is our discussion of the consolidated results of operations, financial position and liquidity and capital resources, which should be read in conjunction with our unaudited consolidated financial statements and accompanying notes.

Three Months Ended March 31, 2017 and 2016

Operating Revenues

Our operating revenues for the three months ended March 31, 2017, totaled \$231.7 million, an increase of \$18.9 million over the same period in 2016. The \$18.9 million increase was primarily the result of: (i) \$15.8 million of rental income associated with acquisitions and lease amendments made throughout 2016 and (ii) a \$3.5 million increase in other investment income primarily related to new notes and additional funding to existing operators made throughout 2016 and 2017.

Operating Expenses

Operating expenses for the three months ended March 31, 2017, totaled \$92.5 million, a decrease of approximately \$23.8 million over the same period in 2016. The decrease was primarily due to: (i) a \$26.9 million decrease in provision for impairment losses due to fewer facilities impaired in the first quarter of 2017 compared to the same period in 2016, (ii) a \$3.8 million decrease in acquisition costs due to a fewer acquisitions in the first quarter of 2017 compared to the same period in 2016 and (iii) a \$2.7 million decrease in provision for uncollectible accounts, offset by a \$7.6 million increase in depreciation and amortization expense related to acquisitions completed in 2016.

Other Income (Expense)

For the three months ended March 31, 2017, total other expenses were \$37.1 million, a decrease of approximately \$2.6 million over the same period in 2016. The decrease was primarily related to a one-time \$10.4 million contractual settlement with an unrelated third party related to a contingent liability obligation that originated in 2012 and was resolved in the first quarter of 2017. The income from the contractual settlement was offset by a \$7.8 million increase in interest expense primarily related to higher debt balances outstanding to fund new investments.

National Association of Real Estate Investment Trusts Funds From Operations

Our funds from operations ("NAREIT FFO") for the three months ended March 31, 2017 was \$181.0 million compared to \$153.6 million for the same period in 2016.

We calculate and report NAREIT FFO in accordance with the definition of Funds from Operations and interpretive guidelines issued by the National Association of Real Estate Investment Trusts ("NAREIT"), and, consequently, NAREIT FFO is defined as net income (computed in accordance with GAAP), adjusted for the effects of asset dispositions and certain non-cash items, primarily depreciation and amortization and impairment on real estate assets, and after adjustments for unconsolidated partnerships and joint ventures. Adjustments for unconsolidated partnerships and joint ventures will be calculated to reflect funds from operations on the same basis. We believe that NAREIT FFO is an important supplemental measure of our operating performance. Because the historical cost accounting convention used for real estate assets requires depreciation (except on land), such accounting presentation implies that the value of real estate assets diminishes predictably over time, while real estate values instead have historically risen or fallen with market conditions. NAREIT FFO was designed by the real estate industry to address this issue. NAREIT FFO herein is not necessarily comparable to NAREIT FFO of other REITs that do not use the same definition or implementation guidelines or interpret the standards differently from us.

NAREIT FFO is a non-GAAP financial measure. We use NAREIT FFO as one of several criteria to measure the operating performance of our business. We further believe that by excluding the effect of depreciation, amortization, impairment on real estate assets and gains or losses from sales of real estate, all of which are based on historical costs and which may be of limited relevance in evaluating current performance, NAREIT FFO can facilitate comparisons of operating performance between periods and between other REITs. We offer this measure to assist the users of our financial statements in evaluating our financial performance under GAAP, and NAREIT FFO should not be considered a measure of liquidity, an alternative to net income or an indicator of any other performance measure determined in accordance with GAAP. Investors and potential investors in our securities should not rely on this measure as a substitute for any GAAP measure, including net income.

The following table presents our NAREIT FFO results for the three months ended March 31, 2017 and 2016:

	Three Months Ended	
	March 31,	
	2017	2016
	(in thousands)	
Net income	\$ 109,112	\$ 58,196
Deduct gain from real estate dispositions	(7,420)	(1,571)
	101,692	56,625
Elimination of non-cash items included in net income:		
Depreciation and amortization	69,993	62,433
Depreciation – unconsolidated joint venture	1,658	—
Add back impairments on real estate properties	7,638	34,558
NAREIT FFO ^(a)	<u>\$ 180,981</u>	<u>\$ 153,616</u>

(a) Includes amounts allocated to Omega stockholders and Omega OP Unit holders.

Portfolio and Recent Developments

The following table summarizes the significant acquisitions that occurred in the first quarter of 2017:

Number of Facilities		Country/ State	Total Investment	Land	Building & Site Improvements	Furniture & Fixtures	Initial Annual Cash Yield (%)
SNF	ALF						
-	1	VA	\$ 7.6	\$ 0.5	\$ 6.8	\$ 0.3	7.50

Asset Sales, Impairments and Other

During the first quarter of 2017, we sold 15 facilities for approximately \$45.8 million in net proceeds recognizing a gain of approximately \$7.4 million. Eleven of the sold facilities were previously classified as held for sale. In addition, we recorded a provision for impairment of approximately \$7.6 million on three facilities, one of which was reclassified to held for sale on March 31, 2017. We reduced the net book value of the impaired facilities to their estimated fair values or, with respect to the facility reclassified to held for sale, to its estimated fair value less costs to sell. To estimate the fair value of the facilities, we utilized a market approach and Level 3 inputs (which generally consist of non-binding offers from unrelated third parties). Our recorded impairments were primarily the result of a decision to exit certain non-strategic facilities and/or operators.

Liquidity and Capital Resources

At March 31, 2017, we had total assets of \$8.8 billion, total equity of \$4.2 billion and debt of \$4.3 billion, representing approximately 50.5% of total capitalization.

Financing Activities and Borrowing Arrangements

Certain of our other secured and unsecured borrowings are subject to customary affirmative and negative covenants, including financial covenants. As of March 31, 2017 and December 31, 2016, we were in compliance with all affirmative and negative covenants, including financial covenants, for our secured and unsecured borrowings.

\$500 Million Equity Shelf Program

For the three months ended March 31, 2017, we issued 0.2 million shares of common stock at an average price of \$29.71 per share, net of issuance costs, generating net proceeds of \$6.8 million under our \$500 million Equity Shelf Program.

Dividend Reinvestment and Common Stock Purchase Plan

For the three months ended March 31, 2017, approximately 0.2 million shares of our common stock at an average price of \$30.67 per share were issued through our Dividend Reinvestment and Common Stock Purchase Program for gross proceeds of approximately \$7.3 million.

Subsequent Events

On April 4, 2017, we issued (i) \$550 million aggregate principal amount of our 4.75% Senior Notes due 2028 (the "2028 Notes") and (ii) an additional \$150 million aggregate principal amount of our existing 4.50% Senior Notes due 2025 (the "2025 Notes", and together with the 2028 Notes collectively, the "Notes"). The 2028 Notes mature on January 15, 2028 and the 2025 Notes mature on January 15, 2025.

The 2028 Notes were sold at an issue price of 98.978% of their face value before the underwriters' discount and the 2025 Notes were sold at an issue price of 99.540% of their face value before the underwriters' discount. Our net proceeds from the Notes offering, after deducting underwriting discounts and expenses, were approximately \$690.7 million. The net proceeds from the Notes offering were used to (i) redeem all of our outstanding \$400 million aggregate principal amount of 5.875% Senior Notes due 2024 (the "2024 Notes") on April 28, 2017, (ii) prepay the \$200 million Tranche A-2 Term Loan Facility on April 5, 2017 that otherwise would have become due on June 27, 2017, and (iii) repay outstanding borrowings under our revolving credit facility. As a result of the redemption of the 2024 Notes, during the second quarter of 2017, the Company will record approximately \$16.5 million in redemption related costs and write-offs, including \$11.8 million for the call premium and \$4.7 million in net write-offs associated with unamortized deferred financing costs.

Dividends

In order to qualify as a REIT, we are required to distribute dividends (other than capital gain dividends) to our stockholders in an amount at least equal to (A) the sum of (i) 90% of our "REIT taxable income" (computed without regard to the dividends paid deduction and our net capital gain), and (ii) 90% of the net income (after tax), if any, from foreclosure property, minus (B) the sum of certain items of non-cash income. In addition, if we dispose of any built-in gain asset during a recognition period, we will be required to distribute at least 90% of the built-in gain (after tax), if any, recognized on the disposition of such asset. Such distributions must be paid in the taxable year to which they relate, or in the following taxable year if declared before we timely file our tax return for such year and paid on or before the first regular dividend payment after such declaration. In addition, such distributions are required to be made pro rata, with no preference to any share of stock as compared with other shares of the same class, and with no preference to one class of stock as compared with another class except to the extent that such class is entitled to such a preference. To the extent that we do not distribute all of our net capital gain or do distribute at least 90%, but less than 100% of our "REIT taxable income" as adjusted, we will be subject to tax thereon at regular ordinary and capital gain corporate tax rates.

For the three months ended March 31, 2017, we paid dividends of approximately \$122 million to our common stockholders.

Liquidity

We believe our liquidity and various sources of available capital, including cash from operations, our existing availability under our Omega Credit Facilities and expected proceeds from mortgage payoffs are adequate to finance operations, meet recurring debt service requirements and fund future investments through the next twelve months.

We regularly review our liquidity needs, the adequacy of cash flow from operations, and other expected liquidity sources to meet these needs. We believe our principal short-term liquidity needs are to fund:

- normal recurring expenses;
- debt service payments;
- capital improvement programs;
- common stock dividends; and
- growth through acquisitions of additional properties.

The primary source of liquidity is our cash flows from operations. Operating cash flows have historically been determined by: (i) the number of facilities we lease or have mortgages on; (ii) rental and mortgage rates; (iii) our debt service obligations; and (iv) general and administrative expenses. The timing, source and amount of cash flows provided by or used in financing activities and in investing activities are sensitive to the capital markets environment, especially to changes in interest rates. Changes in the capital markets environment may impact the availability of cost-effective capital and affect our plans for acquisition and disposition activity.

Cash and cash equivalents totaled \$40.3 million as of March 31, 2017, a decrease of \$53.3 million as compared to the balance at December 31, 2016. The following is a discussion of changes in cash and cash equivalents due to operating, investing and financing activities, which are presented in our Consolidated Statements of Cash Flows.

Operating Activities – Operating activities generated \$113.9 million of net cash flow for the three months ended March 31, 2017, as compared to \$127.2 million for the same period in 2016, a decrease of \$13.2 million which is primarily due to the timing of collection of contractual receivables.

Investing Activities – Net cash flow from investing activities was an inflow of \$16.4 million for the three months ended March 31, 2017, as compared to an outflow of \$673.8 million for the same period in 2016. The \$690.1 million increase in cash flow from investing activities related primarily to (i) a \$408.5 million reduction in acquisitions of real estate, (ii) a \$113.8 million cash deposit to acquire 10 care homes in the United Kingdom completed in the prior year, (iii) \$115.6 million from other investments – net primarily related to funding fewer other investments in 2017, (iv) a \$43.5 million increase in proceeds from the sale of real estate investments in 2017, as compared to the same period in 2016 and (v) an increase of \$8.6 million in distributions from our unconsolidated joint venture in 2017, as compared to the same period of 2016.

Financing Activities – Net cash flow from financing activities was an outflow of \$183.8 million for the three months ended March 31, 2017, as compared to an inflow of \$550.7 million for the same period in 2016. The \$734.5 million increase in cash outflow from financing activities was primarily related to (i) a net decrease in cash provided by our credit facility of \$367.0 million, in 2016 our credit facility provided \$300.0 million in cash as compared to a use of \$67.0 million in cash in 2017, (ii) a decrease of \$350 million in long-term borrowings resulting from the \$350 million senior unsecured incremental term loan facility obtained in January 2016, (iii) an increase of \$14.8 million in dividends paid, (iv) a decrease in net proceeds of \$12.3 million from our dividend reinvestment plan in 2017, as compared to the same period in 2016. Offsetting these outflows was a \$6.8 million increase in cash proceeds from the issuance of common stock in 2017, as compared to the same period in 2016.

Item 3 – Quantitative and Qualitative Disclosures about Market Risk

During the quarter ended March 31, 2017, there were no material changes in our primary market risk exposures or how those exposures are managed from the information disclosed under Item 7A of our Annual Report on Form 10-K for the year ended December 31, 2016.

Item 4 – Controls and Procedures

Disclosure controls and procedures (as defined in Rule 13a-15(e) under the Securities Exchange Act of 1934, as amended (the “Exchange Act”)) are controls and other procedures of an issuer that are designed to ensure that information required to be disclosed by the issuer in the reports that it files or submits under the Exchange Act is recorded, processed, summarized and reported within the time periods specified in the SEC’s rules and forms. Disclosure controls and procedures include, without limitation, controls and procedures designed to ensure that information required to be disclosed by an issuer in the reports that it files or submits under the Exchange Act is accumulated and communicated to the issuer’s management, including its principal executive and principal financial officers, or persons performing similar functions, as appropriate to allow timely decisions regarding required disclosure.

In connection with the preparation of this Form 10-Q, we evaluated the effectiveness of the design and operation of our disclosure controls and procedures as of March 31, 2017. Based on this evaluation, our Chief Executive Officer and Chief Financial Officer concluded that our disclosure controls and procedures were effective at a reasonable assurance level as of March 31, 2017.

Internal Control Over Financial Reporting

There were no changes in our internal control over financial reporting (as defined in Rules 13a-15(f) and 15d-15(f) under the Exchange Act) during the period covered by this report identified in connection with the evaluation of our disclosure controls and procedures described above that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

PART II – OTHER INFORMATION

Item 1 – Legal Proceedings

See Note 15 – Litigation to the Consolidated Financial Statements in Part I, Item 1 hereto, which is hereby incorporated by reference in response to this item.

Item 1A – Risk Factors

There have been no material changes to our risk factors as previously disclosed in Item 1A contained in Part I of our Annual Report on Form 10-K for the fiscal year ended December 31, 2016 and filed with the Securities and Exchange Commission (“SEC”) on February 24, 2017.

Item 2 – Unregistered Sales of Equity Securities and Use of Proceeds

During the quarterly period ended March 31, 2017, Omega issued an aggregate of 46,858 shares of Omega common stock, in exchange for an equivalent number of Omega OP Units tendered to Omega OP for redemption in accordance with the provisions of the Partnership Agreement. The Company issued these shares of Omega common stock in reliance on an exemption from registration under Section 4(a)(2) of the Securities Act of 1933, as amended, based upon factual representations received from the limited partners who received the Omega common stock.

Item 6—Exhibits

Exhibit No.		
4.1		Nineteenth Supplemental Indenture, dated as of March 17, 2017, among Omega Healthcare Investors, Inc., each of the subsidiary guarantors listed therein and U.S. Bank National Association, as trustee, related to the 5.875% Senior Notes due 2024, including the Form of 5.875% Senior Notes and Form of Subsidiary Guarantee related thereto.*
4.2		Twelfth Supplemental Indenture, dated as of March 17, 2017, among Omega Healthcare Investors, Inc., each of the subsidiary guarantors listed therein and U.S. Bank National Association, as trustee, related to the 4.950% Senior Notes due 2024, including the Form of 4.950% Senior Notes and Form of Subsidiary Guarantee related thereto.*
4.3		Eleventh Supplemental Indenture, dated as of March 17, 2017, among Omega Healthcare Investors, Inc., each of the subsidiary guarantors listed therein and U.S. Bank National Association, as trustee, related to the 4.50% Senior Notes due 2025, including the Form of 4.50% Senior Notes and Form of Subsidiary Guarantee related thereto.*
4.4		Eighth Supplemental Indenture, dated as of March 17, 2017, among Omega Healthcare Investors, Inc., each of the subsidiary guarantors listed therein and U.S. Bank National Association, as trustee, related to the 4.500% Senior Notes due 2027, including the Form of 4.500% Senior Notes and Form of Subsidiary Guarantee related thereto.*
4.5		Sixth Supplemental Indenture, dated as of March 17, among Omega Healthcare Investors, Inc., each of the subsidiary guarantors listed therein and U.S. Bank National Association, as trustee, related to the 5.250% Senior Notes due 2026, including the Form of 5.250% Senior Notes and Form of Subsidiary Guarantee related thereto.*
4.6		Third Supplemental Indenture, dated as of March 17, 2017, among Omega Healthcare Investors, Inc., each of the subsidiary guarantors listed therein and U.S. Bank National Association, as trustee, related to the 4.375% Senior Notes due 2023, including the Form of 4.375% Senior Notes and Form of Subsidiary Guarantee related thereto.*
4.7		Indenture, dated as of April 4, 2017, by and among Omega Healthcare Investors, Inc., each of the subsidiary guarantors listed therein, and U.S. Bank National Association, as trustee (Incorporated by reference to Exhibit 4.1 to the Company's Current Report on Form 8-K, filed with the SEC on April 4, 2017).
10.1		Form of 2017 Employment Agreement Amendments (Incorporated by reference to Exhibit 10.1 to the Company's Current Report on Form 8-K, filed with the SEC on January 13, 2017) for the Company's executive officers.+
12.1		Ratio of Earnings to Fixed Charges.*
31.1		Rule 13a-14(a)/15d-14(a) Certification of the Chief Executive Officer.*
31.2		Rule 13a-14(a)/15d-14(a) Certification of the Chief Financial Officer.*
32.1		Section 1350 Certification of the Chief Executive Officer.*
32.2		Section 1350 Certification of the Chief Financial Officer.*
101.INS		XBRL Instance Document.
101.SCH		XBRL Taxonomy Extension Schema Document.
101.CAL		XBRL Taxonomy Extension Calculation Linkbase Document.
101.DEF		XBRL Taxonomy Extension Definition Linkbase Document.
101.LAB		XBRL Taxonomy Extension Label Linkbase Document.
101.PRE		XBRL Taxonomy Extension Presentation Linkbase Document.

* Exhibits that are filed herewith.

+ Management contract or compensatory plan, contract or arrangement.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

OMEGA HEALTHCARE INVESTORS, INC.
Registrant

Date: May 5, 2017

By: /S/ C. TAYLOR PICKETT
C. Taylor Pickett
Chief Executive Officer

Date: May 5, 2017

By: /S/ ROBERT O. STEPHENSON
Robert O. Stephenson
Chief Financial Officer

NINETEENTH SUPPLEMENTAL INDENTURE
(Senior Notes due 2024)

THIS NINETEENTH SUPPLEMENTAL INDENTURE (this "Nineteenth Supplemental Indenture") is dated as of March 17, 2017, among OMEGA HEALTHCARE INVESTORS, INC., a Maryland corporation (the "Issuer"), each of the SUBSIDIARY GUARANTORS listed on Schedule I hereto (collectively, the "Subsidiary Guarantors"), each of the entities listed on Schedule II hereto (the "New Subsidiaries"), and U.S. BANK NATIONAL ASSOCIATION, a national banking association organized and existing under the laws of the United States of America, as trustee (the "Trustee").

WITNESSETH:

WHEREAS, the Issuer and the Subsidiary Guarantors have heretofore executed and delivered to the Trustee an Indenture, dated as of March 19, 2012 (as supplemented by that First Supplemental Indenture, dated as of July 2, 2012, that Second Supplemental Indenture, dated as of August 9, 2012, that Third Supplemental Indenture, dated as of September 24, 2012, that Fourth Supplemental Indenture, effective as of December 31, 2012, that Fifth Supplemental Indenture, dated as of August 1, 2013, that Sixth Supplemental Indenture, dated as of October 23, 2013, that Seventh Supplemental Indenture, dated as of February 14, 2014, that Eighth Supplemental Indenture, dated as of June 27, 2014, that Ninth Supplemental Indenture, dated as of November 25, 2014, that Tenth Supplemental Indenture, dated as of January 23, 2015, that Eleventh Supplemental Indenture, effective as of March 2, 2015, that Twelfth Supplemental Indenture, dated as of April 1, 2015, that Thirteenth Supplemental Indenture, dated as of August 4, 2015, that Fourteenth Supplemental Indenture, dated as of November 9, 2015, that Fifteenth Supplemental Indenture, dated as of March 29, 2016, that Sixteenth Supplemental Indenture, dated as of May 13, 2016, that Seventeenth Supplemental Indenture, dated as of August 9, 2016, and that Eighteenth Supplement Indenture, dated as of November 10, 2016; the "Indenture") providing for the issuance of the Issuer's 5-7/8% Senior Notes due 2024 (the "Notes");

WHEREAS, Section 9.01 of the Indenture authorizes the Issuer, the Subsidiary Guarantors and the Trustee, together, to amend or supplement the Indenture, without notice to or consent of any Holder of the Notes, for the purpose of making any change that would not materially adversely affect the rights of any Holder of the Notes;

WHEREAS, the Issuer has created or acquired the New Subsidiaries, which are required to become Subsidiary Guarantors pursuant to Section 4.14;

WHEREAS, in Section 1.01 of the Indenture, the term "Subsidiary Guarantors" is defined to include all Persons that become a Subsidiary Guarantor by the terms of the Indenture after the Closing Date; and

WHEREAS, Section 10.01 of the Indenture provides that each Subsidiary Guarantor shall be a guarantor of the Issuer's obligations under the Notes, subject to the terms and conditions described in the Indenture.

[19th Supplemental Indenture – 2024 Notes]

NOW, THEREFORE, in consideration of the foregoing and for other good and valuable consideration, the receipt of which is hereby acknowledged, the Issuer, the Subsidiary Guarantors, the New Subsidiaries and the Trustee mutually covenant and agree for the equal and ratable benefit of the Holders of the Notes as follows:

1. **CAPITALIZED TERMS.** Capitalized terms used herein without definition shall have the meanings assigned to them in the Indenture.
2. **AMENDMENT TO GUARANTEE.** The New Subsidiaries hereby agree, jointly and severally with all other Subsidiary Guarantors, to guarantee the Issuer's obligations under the Notes on the terms and subject to the conditions set forth in the Indenture, and to be bound by, and to receive the benefit of, all other applicable provisions of the Indenture as Subsidiary Guarantors. Such guarantee shall be evidenced by the New Subsidiaries' execution of Subsidiary Guarantees, the form of which is attached as Exhibit E to the Indenture, and shall be effective as of the effective date hereof.
3. **NO RECOURSE AGAINST OTHERS.** No past, present or future director, officer, employee, incorporator, stockholder, member or manager of the New Subsidiaries, as such, shall have any liability for any obligations of the Issuer or any Subsidiary Guarantor under the Notes, any Guarantees, the Indenture or this Nineteenth Supplemental Indenture or for any claim based on, in respect of, or by reason of, such obligations or their creation. Each Holder of the Notes, by accepting and holding a Note, waives and releases all such liability. Such waiver and release are part of the consideration for the issuance of the Notes.
4. **NEW YORK LAW TO GOVERN.** The laws of the State of New York shall govern and be used to construe this Nineteenth Supplemental Indenture.
5. **COUNTERPARTS.** The parties may sign any number of copies of this Nineteenth Supplemental Indenture. Each signed copy shall be an original, but all of them together shall represent the same agreement.
6. **EFFECT OF HEADINGS.** The Section headings herein are for convenience only and shall not affect the construction hereof.
7. **THE TRUSTEE.** The Trustee shall not be responsible in any manner whatsoever for or in respect of the validity or sufficiency of this Nineteenth Supplemental Indenture or for or in respect of the recitals contained herein, all of which recitals are made solely by the Issuer, the Subsidiary Guarantors and the New Subsidiaries.

[Remainder of Page Intentionally Left Blank]

[19th Supplemental Indenture – 2024 Notes]

IN WITNESS WHEREOF, the parties hereto have caused this Nineteenth Supplemental Indenture to be duly executed, all as of the date first above written.

ISSUER:

OMEGA HEALTHCARE INVESTORS, INC.,
a Maryland corporation

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

SUBSIDIARY GUARANTORS:

OHI HEALTHCARE PROPERTIES LIMITED PARTNERSHIP

By: OHI Healthcare Properties Holdco, Inc., as its Primary General Partner

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

**ON BEHALF OF EACH OF THE OTHER SUBSIDIARY GUARANTORS
LISTED ON SCHEDULE I**

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

[Signatures continued on the following page]

[Signature Page – 19th Supplemental Indenture – 2024 Notes]

NEW SUBSIDIARIES:

**ON BEHALF OF EACH OF THE NEW SUBSIDIARIES LISTED ON
SCHEDULE II**

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

[Signatures continued on the following page]

[Signature Page – 19th Supplemental Indenture – 2024 Notes]

Schedule I

SUBSIDIARY GUARANTORS

1. 11900 East Artesia Boulevard, LLC
2. 1200 Ely Street Holdings Co. LLC
3. 13922 Cerise Avenue, LLC
4. 1628 B Street, LLC
5. 2400 Parkside Drive, LLC
6. 2425 Teller Avenue, LLC
7. 245 East Wilshire Avenue, LLC
8. 3232 Artesia Real Estate, LLC
9. 3806 Clayton Road, LLC
10. 42235 County Road Holdings Co. LLC
11. 446 Sycamore Road, L.L.C.
12. 48 High Point Road, LLC
13. 523 Hayes Lane, LLC
14. 637 East Romie Lane, LLC
15. Alamogordo Aviv, L.L.C.
16. Albany Street Property, L.L.C.
17. Arizona Lessor - Infinia, LLC
18. Arkansas Aviv, L.L.C.
19. Arma Yates, L.L.C.
20. Avery Street Property, L.L.C
21. Aviv Asset Management, L.L.C.
22. Aviv Financing I, L.L.C.
23. Aviv Financing II, L.L.C.
24. Aviv Financing III, L.L.C.
25. Aviv Financing IV, L.L.C.
26. Aviv Financing V, L.L.C.
27. Aviv Foothills, L.L.C.
28. Aviv Healthcare Properties Operating Partnership I, L.P.
29. Aviv Liberty, L.L.C.
30. Avon Ohio, L.L.C.
31. Bala Cynwyd Real Estate, LP
32. Bayside Colorado Healthcare Associates, LLC
33. Bayside Street II, LLC
34. Bayside Street, LLC (f/k/a Bayside Street, Inc.)
35. Belleville Illinois, L.L.C.
36. Bellingham II Associates, L.L.C.
37. Bethel ALF Property, L.L.C.
38. BHG Aviv, L.L.C.
39. Biglerville Road, L.L.C.
40. Bonham Texas, L.L.C.
41. Bradenton ALF Property, L.L.C.

[Schedule I – 19th Supplemental Indenture – 2024 Notes]

42. Burton NH Property, L.L.C.
43. California Aviv Two, L.L.C.
44. California Aviv, L.L.C.
45. Camas Associates, L.L.C.
46. Canton Health Care Land, LLC (f/k/a Canton Health Care Land, Inc.)
47. Carnegie Gardens LLC
48. Casa/Sierra California Associates, L.L.C.
49. CFG 2115 Woodstock Place LLC
50. Champaign Williamson Franklin, L.L.C.
51. Chardon Ohio Property Holdings, L.L.C.
52. Chardon Ohio Property, L.L.C.
53. Chatham Aviv, L.L.C.
54. Chippewa Valley, L.L.C.
55. CHR Bartow LLC
56. CHR Boca Raton LLC
57. CHR Bradenton LLC
58. CHR Cape Coral LLC
59. CHR Fort Myers LLC
60. CHR Fort Walton Beach LLC
61. CHR Lake Wales LLC
62. CHR Lakeland LLC
63. CHR Pompano Beach Broward LLC
64. CHR Pompano Beach LLC
65. CHR Sanford LLC
66. CHR Spring Hill LLC
67. CHR St. Pete Bay LLC
68. CHR St. Pete Egret LLC
69. CHR Tampa Carrollwood LLC
70. CHR Tampa LLC
71. CHR Tarpon Springs LLC
72. CHR Titusville LLC
73. Clarkston Care, L.L.C.
74. Clayton Associates, L.L.C.
75. Colonial Gardens, LLC
76. Colonial Madison Associates, L.L.C.
77. Colorado Lessor - Conifer, LLC
78. Columbus Texas Aviv, L.L.C.
79. Columbus Western Avenue, L.L.C.
80. Colville Washington Property, L.L.C.
81. Commerce Nursing Homes, L.L.C.
82. Commerce Sterling Hart Drive, L.L.C.
83. Conroe Rigby Owen Road, L.L.C.
84. CR Aviv, L.L.C.
85. Crete Plus Five Property, L.L.C.
86. Crooked River Road, L.L.C.
87. CSE Albany LLC

[Schedule I – 19th Supplemental Indenture – 2024 Notes]

88. CSE Amarillo LLC
89. CSE Arden L.P.
90. CSE Augusta LLC
91. CSE Bedford LLC
92. CSE Blountville LLC
93. CSE Bolivar LLC
94. CSE Cambridge LLC
95. CSE Cambridge Realty LLC
96. CSE Camden LLC
97. CSE Canton LLC
98. CSE Casablanca Holdings II LLC
99. CSE Casablanca Holdings LLC
100. CSE Cedar Rapids LLC
101. CSE Centennial Village, LP
102. CSE Chelmsford LLC
103. CSE Chesterton LLC
104. CSE Claremont LLC
105. CSE Corpus North LLC
106. CSE Denver Iloff LLC
107. CSE Denver LLC
108. CSE Douglas LLC
109. CSE Elkton LLC
110. CSE Elkton Realty LLC
111. CSE Fairhaven LLC
112. CSE Fort Wayne LLC
113. CSE Frankston LLC
114. CSE Georgetown LLC
115. CSE Green Bay LLC
116. CSE Hilliard LLC
117. CSE Huntingdon LLC
118. CSE Huntsville LLC
119. CSE Indianapolis-Continental LLC
120. CSE Indianapolis-Greenbriar LLC
121. CSE Jacinto City LLC
122. CSE Jefferson City LLC
123. CSE Jeffersonville-Hillcrest Center LLC
124. CSE Jeffersonville-Jennings House LLC
125. CSE Kerrville LLC
126. CSE King L.P.
127. CSE Kingsport LLC
128. CSE Knightdale L.P.
129. CSE Lake City LLC
130. CSE Lake Worth LLC
131. CSE Lakewood LLC
132. CSE Las Vegas LLC
133. CSE Lawrenceburg LLC

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134. CSE Lenoir L.P.
135. CSE Lexington Park LLC
136. CSE Lexington Park Realty LLC
137. CSE Ligonier LLC
138. CSE Live Oak LLC
139. CSE Lowell LLC
140. CSE Marianna Holdings LLC
141. CSE Memphis LLC
142. CSE Mobile LLC
143. CSE Moore LLC
144. CSE North Carolina Holdings I LLC
145. CSE North Carolina Holdings II LLC
146. CSE Omro LLC
147. CSE Orange Park LLC
148. CSE Orlando-Pinar Terrace Manor LLC
149. CSE Orlando-Terra Vista Rehab LLC
150. CSE Pennsylvania Holdings, LP
151. CSE Piggott LLC
152. CSE Pilot Point LLC
153. CSE Pine View LLC
154. CSE Ponca City LLC
155. CSE Port St. Lucie LLC
156. CSE Richmond LLC
157. CSE Ripley LLC
158. CSE Ripon LLC
159. CSE Safford LLC
160. CSE Salina LLC
161. CSE Seminole LLC
162. CSE Shawnee LLC
163. CSE Spring Branch LLC
164. CSE Stillwater LLC
165. CSE Taylorsville LLC
166. CSE Texarkana LLC
167. CSE Texas City LLC
168. CSE The Village LLC
169. CSE Upland LLC
170. CSE Walnut Cove L.P.
171. CSE West Point LLC
172. CSE Whitehouse LLC
173. CSE Williamsport LLC
174. CSE Winter Haven LLC
175. CSE Woodfin L.P.
176. CSE Yorktown LLC
177. Cuyahoga Falls Property, L.L.C.
178. Dallas Two Property, L.L.C.
179. Danbury ALF Property, L.L.C.

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180. Darien ALF Property, L.L.C.
181. Delta Investors I, LLC
182. Delta Investors II, LLC
183. Denison Texas, L.L.C.
184. Desert Lane LLC
185. Dixie White House Nursing Home, LLC (f/k/a Dixie White House Nursing Home, Inc.)
186. Dixon Health Care Center, LLC (f/k/a Dixon Health Care Center, Inc.)
187. East Rollins Street, L.L.C.
188. Edgewood Drive Property, L.L.C.
189. Effingham Associates, L.L.C.
190. Elite Mattoon, L.L.C.
191. Elite Yorkville, L.L.C.
192. Encanto Senior Care, LLC
193. Falcon Four Property Holding, L.L.C.
194. Falcon Four Property, L.L.C.
195. Falfurrias Texas, L.L.C.
196. Florida ALF Properties, L.L.C.
197. Florida Four Properties, L.L.C.
198. Florida Lessor – Meadowview, LLC
199. Florida Real Estate Company, LLC
200. Fort Stockton Property, L.L.C.
201. Four Fountains Aviv, L.L.C.
202. Fredericksburg South Adams Street, L.L.C.
203. Freewater Oregon, L.L.C.
204. Fullerton California, L.L.C.
205. G&L Gardens, LLC
206. Gardnerville Property, L.L.C.
207. Georgia Lessor - Bonterra/Parkview, LLC
208. Germantown Property, L.L.C.
209. Giltex Care, L.L.C.
210. Glendale NH Property, L.L.C.
211. Golden Hill Real Estate Company, LLC
212. Gonzales Texas Property, L.L.C.
213. Great Bend Property, L.L.C.
214. Greenbough, LLC
215. Greenville Kentucky Property, L.L.C.
216. Heritage Monterey Associates, L.L.C.
217. HHM Aviv, L.L.C.
218. Hidden Acres Property, L.L.C.
219. Highland Leasehold, L.L.C.
220. Hobbs Associates, L.L.C.
221. Hot Springs Atrium Owner, LLC
222. Hot Springs Aviv, L.L.C.
223. Hot Springs Cottages Owner, LLC
224. Hot Springs Marina Owner, LLC

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- 225. Houston Texas Aviv, L.L.C.
- 226. Hutchinson Kansas, L.L.C.
- 227. Hutton I Land, LLC (f/k/a Hutton I Land, Inc.)
- 228. Hutton II Land, LLC (f/k/a Hutton II Land, Inc.)
- 229. Hutton III Land, LLC (f/k/a Hutton III Land, Inc.)
- 230. Idaho Associates, L.L.C.
- 231. Illinois Missouri Properties, L.L.C.
- 232. Indiana Lessor – Wellington Manor, LLC
- 233. Iowa Lincoln County Property, L.L.C.
- 234. Jasper Springhill Street, L.L.C.
- 235. Kansas Five Property, L.L.C.
- 236. Karan Associates Two, L.L.C.
- 237. Karan Associates, L.L.C.
- 238. Karissa Court Property, L.L.C.
- 239. KB Northwest Associates, L.L.C.
- 240. Kentucky NH Properties, L.L.C.
- 241. Kingsville Texas, L.L.C.
- 242. LAD I Real Estate Company, LLC
- 243. Leatherman 90-1, LLC (f/k/a Leatherman 90-1, Inc.)
- 244. Leatherman Partnership 89-1, LLC (f/k/a Leatherman Partnership 89-1, Inc.)
- 245. Leatherman Partnership 89-2, LLC (f/k/a Leatherman Partnership 89-2, Inc.)
- 246. Louisville Dutchmans Property, L.L.C.
- 247. Magnolia Drive Property, L.L.C.
- 248. Manor Associates, L.L.C.
- 249. Mansfield Aviv, L.L.C.
- 250. Massachusetts Nursing Homes, L.L.C.
- 251. McCarthy Street Property, L.L.C.
- 252. Meridian Arms Land, LLC (f/k/a Meridian Arms Land, Inc.)
- 253. Minnesota Associates, L.L.C.
- 254. Mishawaka Property, L.L.C.
- 255. Missouri Associates, L.L.C.
- 256. Missouri Regency Associates, L.L.C.
- 257. Montana Associates, L.L.C.
- 258. Monterey Park Leasehold Mortgage, L.L.C.
- 259. Mount Washington Property, L.L.C.
- 260. Mt. Vernon Texas, L.L.C.
- 261. Murray County, L.L.C.
- 262. Muscatine Toledo Properties, L.L.C.
- 263. N.M. Bloomfield Three Plus One Limited Company
- 264. N.M. Espanola Three Plus One Limited Company
- 265. N.M. Lordsburg Three Plus One Limited Company
- 266. N.M. Silver City Three Plus One Limited Company
- 267. New Hope Property, L.L.C.
- 268. Newtown ALF Property, L.L.C.

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- 269. Nicholasville Kentucky Property, L.L.C.
- 270. North Las Vegas LLC
- 271. North Royalton Ohio Property, L.L.C.
- 272. Norwalk ALF Property, L.L.C.
- 273. NRS Ventures, L.L.C.
- 274. Oakland Nursing Homes, L.L.C.
- 275. Ocean Springs Nursing Home, LLC (f/k/a Ocean Springs Nursing Home, Inc.)
- 276. October Associates, L.L.C.
- 277. Ogden Associates, L.L.C.
- 278. OHI (Connecticut), LLC
- 279. OHI (Illinois), LLC(f/k/a OHI (Illinois), Inc.)
- 280. OHI (Indiana), LLC
- 281. OHI (Iowa), LLC(f/k/a OHI (Iowa), Inc.)
- 282. OHI Asset (AR) Ash Flat, LLC
- 283. OHI Asset (AR) Camden, LLC
- 284. OHI Asset (AR) Conway, LLC
- 285. OHI Asset (AR) Des Arc, LLC
- 286. OHI Asset (AR) Hot Springs, LLC
- 287. OHI Asset (AR) Malvern, LLC
- 288. OHI Asset (AR) Mena, LLC
- 289. OHI Asset (AR) Pocahontas, LLC
- 290. OHI Asset (AR) Sheridan, LLC
- 291. OHI Asset (AR) Walnut Ridge, LLC
- 292. OHI Asset (AZ) Austin House, LLC
- 293. OHI Asset (CA), LLC
- 294. OHI Asset (CO), LLC
- 295. OHI Asset (CO) Brighton, LLC
- 296. OHI Asset (CO) Denver, LLC
- 297. OHI Asset (CO) Mesa, LLC
- 298. OHI Asset (CT) Lender, LLC
- 299. OHI Asset (FL) Eustis, LLC
- 300. OHI Asset (FL) Lake Placid, LLC
- 301. OHI Asset (FL) Lender, LLC
- 302. OHI Asset (FL) Lutz, LLC
- 303. OHI Asset (FL), LLC
- 304. OHI Asset (FL) Middleburg, LLC
- 305. OHI Asset (FL) Pensacola - Hillview, LLC
- 306. OHI Asset (FL) Pensacola, LLC
- 307. OHI Asset (FL) Sebring, LLC
- 308. OHI Asset (GA) Dunwoody, LLC
- 309. OHI Asset (GA) Macon, LLC
- 310. OHI Asset (GA) Moultrie, LLC
- 311. OHI Asset (GA) Roswell, LLC
- 312. OHI Asset (GA) Nashville, LLC
- 313. OHI Asset (GA) Snellville, LLC

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- 314. OHI Asset (GA) Valdosta, LLC
- 315. OHI Asset (ID) Holly, LLC
- 316. OHI Asset (ID) Midland, LLC
- 317. OHI Asset (ID), LLC
- 318. OHI Asset (IL), LLC
- 319. OHI Asset (IN) American Village, LLC
- 320. OHI Asset (IN) Anderson, LLC
- 321. OHI Asset (IN) Beech Grove, LLC
- 322. OHI Asset (IN) Clarksville, LLC
- 323. OHI Asset (IN) Clinton, LLC
- 324. OHI Asset (IN) Connersville, LLC
- 325. OHI Asset (IN) Crown Point, LLC
- 326. OHI Asset (IN) Eagle Valley, LLC
- 327. OHI Asset (IN) Elkhart, LLC
- 328. OHI Asset (IN) Forest Creek, LLC
- 329. OHI Asset (IN) Fort Wayne, LLC
- 330. OHI Asset (IN) Franklin, LLC
- 331. OHI Asset (IN) Greensburg, LLC
- 332. OHI Asset (IN) Indianapolis, LLC
- 333. OHI Asset (IN) Jasper, LLC
- 334. OHI Asset (IN) Kokomo, LLC
- 335. OHI Asset (IN) Lafayette, LLC
- 336. OHI Asset (IN) Madison, LLC
- 337. OHI Asset (IN) Monticello, LLC
- 338. OHI Asset (IN) Noblesville, LLC
- 339. OHI Asset (IN) Rosewalk, LLC
- 340. OHI Asset (IN) Salem, LLC
- 341. OHI Asset (IN) Seymour, LLC
- 342. OHI Asset (IN) Spring Mill, LLC
- 343. OHI Asset (IN) Terre Haute, LLC
- 344. OHI Asset (IN) Wabash, LLC
- 345. OHI Asset (IN) Westfield, LLC
- 346. OHI Asset (IN) Zionsville, LLC
- 347. OHI Asset (LA) Baton Rouge, LLC
- 348. OHI Asset (LA), LLC
- 349. OHI Asset (MD), LLC
- 350. OHI Asset (MD) Baltimore - Pall Mall, LLC
- 351. OHI Asset (MD) Baltimore - West Belvedere, LLC
- 352. OHI Asset (MD) Salisbury, LLC
- 353. OHI Asset (MI) Heather Hills, LLC
- 354. OHI Asset (MI), LLC
- 355. OHI Asset (MI) Carson City, LLC
- 356. OHI Asset (MO), LLC
- 357. OHI Asset (MO) Jackson, LLC
- 358. OHI Asset (MS) Byhalia, LLC
- 359. OHI Asset (MS) Cleveland, LLC

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- 360. OHI Asset (MS) Clinton, LLC
- 361. OHI Asset (MS) Columbia, LLC
- 362. OHI Asset (MS) Corinth, LLC
- 363. OHI Asset (MS) Greenwood, LLC
- 364. OHI Asset (MS) Grenada, LLC
- 365. OHI Asset (MS) Holly Springs, LLC
- 366. OHI Asset (MS) Indianola, LLC
- 367. OHI Asset (MS) Natchez, LLC
- 368. OHI Asset (MS) Picayune, LLC
- 369. OHI Asset (MS) Vicksburg, LLC
- 370. OHI Asset (MS) Yazoo City, LLC
- 371. OHI Asset (NC) Biscoe, LLC
- 372. OHI Asset (NC) Cornelius, LLC
- 373. OHI Asset (NC) Drexel, LLC
- 374. OHI Asset (NC) Fayetteville, LLC
- 375. OHI Asset (NC) Hallsboro, LLC
- 376. OHI Asset (NC) Marion, LLC
- 377. OHI Asset (NC) Marshville, LLC
- 378. OHI Asset (NC) Mocksville – 1007 Howard Street, LLC
- 379. OHI Asset (NC) Mocksville – 1304 Madison Road, LLC

- 380. OHI Asset (NC) Nashville, LLC
- 381. OHI Asset (NC) Raeford, LLC
- 382. OHI Asset (NC) Rocky Mount – 1558 S. Winstead, LLC
- 383. OHI Asset (NC) Rocky Mount – 415 N. Winstead, LLC
- 384. OHI Asset (NC) Salisbury, LLC
- 385. OHI Asset (NC) Saluda, LLC
- 386. OHI Asset (NC) Shallotte, LLC
- 387. OHI Asset (NC) Wadesboro, LLC
- 388. OHI Asset (NC) Waynesville, LLC
- 389. OHI Asset (NC) Wilmington, LLC
- 390. OHI Asset (NC) Winston Salem, LLC
- 391. OHI Asset (NY) 2nd Avenue, LLC
- 392. OHI Asset (NY) 93rd Street, LLC
- 393. OHI Asset (OH) Huber Heights, LLC
- 394. OHI Asset (OH) Lender, LLC
- 395. OHI Asset (OH), LLC
- 396. OHI Asset (OH) New London, LLC
- 397. OHI Asset (OR) Portland, LLC
- 398. OHI Asset (OH) Steubenville, LLC

- 399. OHI Asset (OH) Toledo, LLC
- 400. OHI Asset (OR) Troutdale, LLC
- 401. OHI Asset (OH) West Carrollton, LLC
- 402. OHI Asset (PA) GP, LLC
- 403. OHI Asset (PA) West Mifflin, LP
- 404. OHI Asset (PA), LLC
- 405. OHI Asset (PA), LP

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- 406. OHI Asset (SC) Aiken, LLC
- 407. OHI Asset (SC) Anderson, LLC
- 408. OHI Asset (SC) Easley Anne, LLC
- 409. OHI Asset (SC) Easley Crestview, LLC
- 410. OHI Asset (SC) Edgefield, LLC
- 411. OHI Asset (SC) Five Forks, LLC
- 412. OHI Asset (SC) Greenville Cottages, LLC
- 413. OHI Asset (SC) Greenville Griffith, LLC
- 414. OHI Asset (SC) Greenville Laurens, LLC
- 415. OHI Asset (SC) Greenville North, LLC
- 416. OHI Asset (SC) Greenville, LLC
- 417. OHI Asset (SC) Greer, LLC
- 418. OHI Asset (SC) Marietta, LLC
- 419. OHI Asset (SC) McCormick, LLC
- 420. OHI Asset (SC) Orangeburg, LLC
- 421. OHI Asset (SC) Pickens East Cedar, LLC
- 422. OHI Asset (SC) Pickens Rosemond, LLC
- 423. OHI Asset (SC) Piedmont, LLC
- 424. OHI Asset (SC) Simpsonville SE Main, LLC

- 425. OHI Asset (SC) Simpsonville West Broad, LLC
- 426. OHI Asset (SC) Simpsonville West Curtis, LLC
- 427. OHI Asset (TN) Bartlett, LLC
- 428. OHI Asset (TN) Collierville, LLC
- 429. OHI Asset (TN) Jamestown, LLC
- 430. OHI Asset (TN) Jefferson City, LLC
- 431. OHI Asset (TN) Memphis, LLC
- 432. OHI Asset (TN) Monterey, LLC
- 433. OHI Asset (TN) Rogersville, LLC
- 434. OHI Asset (TX) Anderson, LLC
- 435. OHI Asset (TX) Athens, LLC
- 436. OHI Asset (TX) Bryan, LLC
- 437. OHI Asset (TX) Burleson, LLC
- 438. OHI Asset (TX) College Station, LLC
- 439. OHI Asset (TX) Comfort, LLC
- 440. OHI Asset (TX) Diboll, LLC
- 441. OHI Asset (TX) Granbury, LLC
- 442. OHI Asset (TX) Hondo, LLC
- 443. OHI Asset (TX) Italy, LLC
- 444. OHI Asset (TX) Longview, LLC
- 445. OHI Asset (TX) Schertz, LLC
- 446. OHI Asset (TX) Winnsboro, LLC
- 447. OHI Asset (TX) Winnsboro ALF, LLC
- 448. OHI Asset (TX), LLC
- 449. OHI Asset (UT) Ogden, LLC
- 450. OHI Asset (UT) Provo, LLC
- 451. OHI Asset (UT) Roy, LLC

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- 452. OHI Asset (VA) Charlottesville - 1165 Pepsi Place, LLC
- 453. OHI Asset (VA) Charlottesville, LLC
- 454. OHI Asset (VA) Chesapeake, LLC
- 455. OHI Asset (VA) Farmville, LLC
- 456. OHI Asset (VA) Galax, LLC
- 457. OHI Asset (VA) Hillsville, LLC
- 458. OHI Asset (VA) Madison, LLC
- 459. OHI Asset (VA) Martinsville SNF, LLC
- 460. OHI Asset (VA) Mechanicsville, LLC
- 461. OHI Asset (VA) Midlothian, LLC
- 462. OHI Asset (VA) Norfolk, LLC
- 463. OHI Asset (VA) Portsmouth, LLC
- 464. OHI Asset (VA) Richmond - 2420 Pemberton Road, LLC
- 465. OHI Asset (VA) Richmond - 9101 Bon Air, LLC
- 466. OHI Asset (VA) Rocky Mount, LLC
- 467. OHI Asset (VA) Suffolk, LLC
- 468. OHI Asset (WA) Battle Ground, LLC
- 469. OHI Asset (WA) Fort Vancouver, LLC
- 470. OHI Asset (WV) Danville, LLC
- 471. OHI Asset (WV) Ivydale, LLC
- 472. OHI Asset CHG ALF, LLC

- 473. OHI Asset CSB LLC
- 474. OHI Asset CSE – E, LLC
- 475. OHI Asset CSE – U, LLC
- 476. OHI Asset CSE–E Subsidiary, LLC
- 477. OHI Asset CSE–U Subsidiary, LLC
- 478. OHI Asset HUD CFG, LLC
- 479. OHI Asset HUD Delta, LLC
- 480. OHI Asset HUD H-F, LLC
- 481. OHI Asset HUD SF CA, LLC
- 482. OHI Asset HUD SF, LLC
- 483. OHI Asset HUD WO, LLC
- 484. OHI Asset II (CA), LLC
- 485. OHI Asset II (FL), LLC
- 486. OHI Asset II (PA), LP
- 487. OHI Asset III (PA), LP
- 488. OHI Asset IV (PA) Silver Lake, LP
- 489. OHI Asset Management, LLC
- 490. OHI Asset RO PMM Services, LLC
- 491. OHI Asset RO, LLC
- 492. OHI Asset S-W, LLC
- 493. OHI Asset, LLC
- 494. OHI Healthcare Properties Holdco, Inc.
- 495. OHI Healthcare Properties Limited Partnership
- 496. OHI Mezz Lender, LLC
- 497. OHI Tennessee, LLC (f/k/a OHI Tennessee, Inc.)

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- 498. OHIMA, LLC (f/k/a OHIMA, Inc.)
- 499. Ohio Aviv Three, L.L.C.
- 500. Ohio Aviv Two, L.L.C.
- 501. Ohio Aviv, L.L.C.
- 502. Ohio Indiana Property, L.L.C.
- 503. Ohio Pennsylvania Property, L.L.C.
- 504. Oklahoma Two Property, L.L.C.
- 505. Oklahoma Warr Wind, L.L.C.
- 506. Omaha Associates, L.L.C.
- 507. Omega TRS I, Inc.
- 508. Orange ALF Property, L.L.C.
- 509. Orange Village Care Center, LLC (f/k/a Orange Village Care Center, Inc.)
- 510. Orange, L.L.C.
- 511. Oregon Associates, L.L.C.
- 512. Oso Avenue Property, L.L.C.
- 513. Ostrom Avenue Property, L.L.C.
- 514. Palm Valley Senior Care, LLC
- 515. Panama City Nursing Center LLC
- 516. Pavillion North Partners, LLC
- 517. Pavillion North, LLP
- 518. Pavillion Nursing Center North, LLC
- 519. Peabody Associates Two, L.L.C.
- 520. Peabody Associates, L.L.C.
- 521. Pennington Road Property, L.L.C.
- 522. Pensacola Real Estate Holdings I, LLC (f/k/a Pensacola Real Estate Holdings I, Inc.)
- 523. Pensacola Real Estate Holdings II, LLC (f/k/a Pensacola Real Estate Holdings II, Inc.)
- 524. Pensacola Real Estate Holdings III, LLC (f/k/a Pensacola Real Estate Holdings III, Inc.)
- 525. Pensacola Real Estate Holdings IV, LLC (f/k/a Pensacola Real Estate Holdings IV, Inc.)
- 526. Pensacola Real Estate Holdings V, LLC (f/k/a Pensacola Real Estate Holdings V, Inc.)
- 527. Pocatello Idaho Property, L.L.C.
- 528. Pomona Vista L.L.C.
- 529. Prescott Arkansas, L.L.C.
- 530. PV Realty-Clinton, LLC
- 531. PV Realty-Kensington, LLC
- 532. PV Realty-Willow Tree, LLC
- 533. Raton Property Limited Company
- 534. Ravenna Ohio Property, L.L.C.
- 535. Red Rocks, L.L.C.
- 536. Richland Washington, L.L.C.
- 537. Ridgecrest Senior Care, LLC

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- 538. Riverside Nursing Home Associates Two, L.L.C.
- 539. Riverside Nursing Home Associates, L.L.C.
- 540. Rockingham Drive Property, L.L.C.
- 541. Rose Baldwin Park Property L.L.C.
- 542. S.C. Portfolio Property, L.L.C.
- 543. Salem Associates, L.L.C.
- 544. San Juan NH Property, LLC
- 545. Sandalwood Arkansas Property, L.L.C.
- 546. Santa Ana-Bartlett, L.L.C.
- 547. Santa Fe Missouri Associates, L.L.C.
- 548. Savoy/Bonham Venture, L.L.C.
- 549. Searcy Aviv, L.L.C.
- 550. Sedgwick Properties, L.L.C.
- 551. Seguin Texas Property, L.L.C.
- 552. Sierra Ponds Property, L.L.C.
- 553. Skyler Boyington, LLC (f/k/a Skyler Boyington, Inc.)
- 554. Skyler Florida, LLC (f/k/a Skyler Florida, Inc.)
- 555. Skyler Maitland LLC
- 556. Skyler Pensacola, LLC (f/k/a Skyler Pensacola, Inc.)
- 557. Skyview Associates, L.L.C.
- 558. Southeast Missouri Property, L.L.C.
- 559. Southern California Nevada, L.L.C.
- 560. St. Joseph Missouri Property, L.L.C.

- 561. St. Mary's Properties, LLC (f/k/a St. Mary's Properties, Inc.)
- 562. Star City Arkansas, L.L.C.
- 563. Stephenville Texas Property, L.L.C.
- 564. Sterling Acquisition, LLC
- 565. Stevens Avenue Property, L.L.C.
- 566. Sun-Mesa Properties, L.L.C.
- 567. Suwanee, LLC
- 568. Texas Fifteen Property, L.L.C.
- 569. Texas Four Property, L.L.C.
- 570. Texas Lessor – Stonegate GP, LLC
- 571. Texas Lessor – Stonegate, Limited, LLC
- 572. Texas Lessor – Stonegate, LP
- 573. Texhoma Avenue Property, L.L.C.
- 574. The Suburban Pavilion, LLC (f/k/a The Suburban Pavilion, Inc.)
- 575. Tujunga, L.L.C.
- 576. Tulare County Property, L.L.C.
- 577. Twinsburg Ohio Property, LLC
- 578. VRB Aviv, L.L.C.
- 579. Washington Idaho Property, L.L.C.
- 580. Washington Lessor – Silverdale, LLC
- 581. Washington-Oregon Associates, L.L.C.
- 582. Watauga Associates, L.L.C.
- 583. Wellington Leasehold, L.L.C.

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- 584. West Pearl Street, L.L.C.
- 585. West Yarmouth Property I, L.L.C.
- 586. Westerville Ohio Office Property, L.L.C.
- 587. Weston ALF Property, LLC
- 588. Wheeler Healthcare Associates, L.L.C.
- 589. Whitlock Street Property, L.L.C.
- 590. Wilcare, LLC
- 591. Willis Texas Aviv, L.L.C.
- 592. Yuba Aviv, L.L.C.

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Schedule II

NEW SUBSIDIARIES

1. Cuyahoga Falls Property II, L.L.C.
2. OHI Asset (FL) Graceville, LLC
3. OHI Asset (FL) Marianna, LLC
4. OHI Asset (FL) Port St. Joe, LLC
5. OHI Asset (GA) Cordele, LLC
6. OHI Asset (KY) Beattyville, LLC
7. OHI Asset (KY) Louisville – 1120 Cristland, LLC
8. OHI Asset (KY) Louisville – 2529 Six Mile Lane, LLC
9. OHI Asset (KY) Morgantown, LLC
10. OHI Asset (KY) Owensboro, LLC
11. OHI Asset (TN) Cleveland, LLC
12. OHI Asset (TN) Columbia, LLC
13. OHI Asset (TN) Elizabethton, LLC
14. OHI Asset (TN) Memphis – 1150 Dovecrest, LLC
15. OHI Asset (TN) Monteagle, LLC
16. OHI Asset (TN) Mountain City, LLC
17. OHI Asset (TN) Nashville, LLC
18. OHI Asset (TN) Pigeon Forge, LLC
19. OHI Asset (TN) Rockwood, LLC
20. OHI Asset (TN) Rogersville – 109 Highway 70 North, LLC
21. OHI Asset (TN) South Pittsburg, LLC
22. OHI Asset (TN) Spring City, LLC
23. OHI Asset (TN) Westmoreland, LLC

[Schedule II – 19th Supplemental Indenture – 2024 Notes]

**TWELFTH SUPPLEMENTAL INDENTURE
(Senior Notes due 2024)**

THIS TWELFTH SUPPLEMENTAL INDENTURE (this "Twelfth Supplemental Indenture") is dated as of March 17, 2017 among OMEGA HEALTHCARE INVESTORS, INC., a Maryland corporation (the "Issuer"), each of the SUBSIDIARY GUARANTORS listed on Schedule I hereto (collectively, the "Subsidiary Guarantors"), each of the entities listed on Schedule II hereto (collectively, the "New Subsidiaries"), and U.S. BANK NATIONAL ASSOCIATION, a national banking association organized and existing under the laws of the United States of America, as trustee (the "Trustee").

WITNESSETH :

WHEREAS, the Issuer and the Subsidiary Guarantors have heretofore executed and delivered to the Trustee an Indenture, dated as of March 11, 2014 (as supplemented by that First Supplemental Indenture, dated as of June 27, 2014, that Second Supplemental Indenture, dated as of November 25, 2014, that Third Supplemental Indenture, dated as of January 23, 2015, that Fourth Supplemental Indenture, effective as of March 2, 2015, that Fifth Supplemental Indenture, dated as of April 1, 2015, that Sixth Supplemental Indenture, dated as of August 4, 2015, that Seventh Supplemental Indenture, dated as of November 9, 2015, that Eighth Supplemental Indenture, dated as of March 29, 2016, that Ninth Supplemental Indenture, dated as of May 13, 2016, that Tenth Supplemental Indenture, dated as of August 9, 2016, and that Eleventh Supplemental Indenture, dated as of November 10, 2016; the "Indenture"), providing for the issuance of the Issuer's 4.950% Senior Notes due 2024 (the "Notes");

WHEREAS, Section 9.01 of the Indenture authorizes the Issuer, the Subsidiary Guarantors and the Trustee, together, to amend or supplement the Indenture, without notice to or consent of any Holder of the Notes, for the purpose of making any change that would not materially adversely affect the rights of any Holder of the Notes;

WHEREAS, the Issuer has created or acquired the New Subsidiaries, which are required to become Subsidiary Guarantors pursuant to Section 4.14 of the Indenture;

WHEREAS, in Section 1.01 of the Indenture, the term "Subsidiary Guarantors" is defined to include all Persons that become a Subsidiary Guarantor by the terms of the Indenture after the Closing Date; and

WHEREAS, Section 10.01 of the Indenture provides that each Subsidiary Guarantor shall be a guarantor of the Issuer's obligations under the Notes, subject to the terms and conditions described in the Indenture.

NOW, THEREFORE, in consideration of the foregoing and for other good and valuable consideration, the receipt of which is hereby acknowledged, the Issuer, the Subsidiary Guarantors, the New Subsidiaries and the Trustee mutually covenant and agree for the equal and ratable benefit of the Holders of the Notes as follows:

[12th Supplemental Indenture – 2024 Notes]

1. CAPITALIZED TERMS. Capitalized terms used herein without definition shall have the meanings assigned to them in the Indenture.
2. AMENDMENT TO GUARANTEE. The New Subsidiaries hereby agree, jointly and severally with all other Subsidiary Guarantors, to guarantee the Issuer's obligations under the Notes on the terms and subject to the conditions set forth in the Indenture, and to be bound by, and to receive the benefit of, all other applicable provisions of the Indenture as Subsidiary Guarantors. Such guarantee shall be evidenced by the New Subsidiaries' execution of Subsidiary Guarantees, the form of which is attached as Exhibit E to the Indenture, and shall be effective as of the date hereof.
3. NO RECOURSE AGAINST OTHERS. No past, present or future director, officer, employee, incorporator, stockholder, member or manager of the New Subsidiaries, as such, shall have any liability for any obligations of the Issuer or any Subsidiary Guarantor under the Notes, any Guarantees, the Indenture or this Twelfth Supplemental Indenture or for any claim based on, in respect of, or by reason of, such obligations or their creation. Each Holder of the Notes, by accepting and holding a Note, waives and releases all such liability. Such waiver and release are part of the consideration for the issuance of the Notes.
4. NEW YORK LAW TO GOVERN. The laws of the State of New York shall govern and be used to construe this Twelfth Supplemental Indenture.
5. COUNTERPARTS. The parties may sign any number of copies of this Twelfth Supplemental Indenture. Each signed copy shall be an original, but all of them together shall represent the same agreement.
6. EFFECT OF HEADINGS. The Section headings herein are for convenience only and shall not affect the construction hereof.
7. THE TRUSTEE. The Trustee shall not be responsible in any manner whatsoever for or in respect of the validity or sufficiency of this Twelfth Supplemental Indenture or for or in respect of the recitals contained herein, all of which recitals are made solely by the Issuer, the Subsidiary Guarantors and the New Subsidiaries.

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[12th Supplemental Indenture – 2024 Notes]

IN WITNESS WHEREOF, the parties hereto have caused this Twelfth Supplemental Indenture to be duly executed, all as of the date first above written.

ISSUER:

OMEGA HEALTHCARE INVESTORS, INC.,
a Maryland corporation

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

SUBSIDIARY GUARANTORS:

OHI HEALTHCARE PROPERTIES LIMITED PARTNERSHIP

By: Omega Healthcare Investors, Inc. as General Partner

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

**ON BEHALF OF EACH OF THE OTHER SUBSIDIARY GUARANTORS
LISTED ON SCHEDULE I**

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

[Signatures continued on the following page]

[Signature Page – 12th Supplemental Indenture – 2024 Notes]

NEW SUBSIDIARIES:

**ON BEHALF OF EACH OF THE NEW SUBSIDIARIES LISTED ON
SCHEDULE II**

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

[Signatures continued on the following page]

[Signature Page – 12th Supplemental Indenture – 2024 Notes]

U.S. BANK NATIONAL ASSOCIATION,
as Trustee

By: /s/ David Ferrell
Name: David Ferrell
Title: Vice President

[Signature Page – 12th Supplemental Indenture – 2024 Notes]

Schedule I

SUBSIDIARY GUARANTORS

1. 11900 East Artesia Boulevard, LLC
2. 1200 Ely Street Holdings Co. LLC
3. 13922 Cerise Avenue, LLC
4. 1628 B Street, LLC
5. 2400 Parkside Drive, LLC
6. 2425 Teller Avenue, LLC
7. 245 East Wilshire Avenue, LLC
8. 3232 Artesia Real Estate, LLC
9. 3806 Clayton Road, LLC
10. 42235 County Road Holdings Co. LLC
11. 446 Sycamore Road, L.L.C.
12. 48 High Point Road, LLC
13. 523 Hayes Lane, LLC
14. 637 East Romie Lane, LLC
15. Alamogordo Aviv, L.L.C.
16. Albany Street Property, L.L.C.
17. Arizona Lessor - Infinia, LLC
18. Arkansas Aviv, L.L.C.
19. Arma Yates, L.L.C.
20. Avery Street Property, L.L.C
21. Aviv Asset Management, L.L.C.
22. Aviv Financing I, L.L.C.
23. Aviv Financing II, L.L.C.
24. Aviv Financing III, L.L.C.
25. Aviv Financing IV, L.L.C.
26. Aviv Financing V, L.L.C.
27. Aviv Foothills, L.L.C.
28. Aviv Healthcare Properties Operating Partnership I, L.P.
29. Aviv Liberty, L.L.C.
30. Avon Ohio, L.L.C.
31. Bala Cynwyd Real Estate, LP
32. Bayside Colorado Healthcare Associates, LLC
33. Bayside Street II, LLC
34. Bayside Street, LLC (f/k/a Bayside Street, Inc.)
35. Belleville Illinois, L.L.C.
36. Bellingham II Associates, L.L.C.
37. Bethel ALF Property, L.L.C.
38. BHG Aviv, L.L.C.
39. Biglerville Road, L.L.C.
40. Bonham Texas, L.L.C.
41. Bradenton ALF Property, L.L.C.
42. Burton NH Property, L.L.C.

[Schedule I – 12th Supplemental Indenture – 2024 Notes]

43. California Aviv Two, L.L.C.
44. California Aviv, L.L.C.
45. Camas Associates, L.L.C.
46. Canton Health Care Land, LLC (f/k/a Canton Health Care Land, Inc.)
47. Carnegie Gardens LLC
48. Casa/Sierra California Associates, L.L.C.
49. CFG 2115 Woodstock Place LLC
50. Champaign Williamson Franklin, L.L.C.
51. Chardon Ohio Property Holdings, L.L.C.
52. Chardon Ohio Property, L.L.C.
53. Chatham Aviv, L.L.C.
54. Chippewa Valley, L.L.C.
55. CHR Bartow LLC
56. CHR Boca Raton LLC
57. CHR Bradenton LLC
58. CHR Cape Coral LLC
59. CHR Fort Myers LLC
60. CHR Fort Walton Beach LLC
61. CHR Lake Wales LLC
62. CHR Lakeland LLC
63. CHR Pompano Beach Broward LLC
64. CHR Pompano Beach LLC
65. CHR Sanford LLC
66. CHR Spring Hill LLC
67. CHR St. Pete Bay LLC
68. CHR St. Pete Egret LLC
69. CHR Tampa Carrollwood LLC
70. CHR Tampa LLC
71. CHR Tarpon Springs LLC
72. CHR Titusville LLC
73. Clarkston Care, L.L.C.
74. Clayton Associates, L.L.C.
75. Colonial Gardens, LLC
76. Colonial Madison Associates, L.L.C.
77. Colorado Lessor - Conifer, LLC
78. Columbus Texas Aviv, L.L.C.
79. Columbus Western Avenue, L.L.C.
80. Colville Washington Property, L.L.C.
81. Commerce Nursing Homes, L.L.C.
82. Commerce Sterling Hart Drive, L.L.C.
83. Conroe Rigby Owen Road, L.L.C.
84. CR Aviv, L.L.C.
85. Crete Plus Five Property, L.L.C.
86. Crooked River Road, L.L.C.
87. CSE Albany LLC
88. CSE Amarillo LLC

[Schedule I – 12th Supplemental Indenture – 2024 Notes]

89. CSE Arden L.P.
90. CSE Augusta LLC
91. CSE Bedford LLC
92. CSE Blountville LLC
93. CSE Bolivar LLC
94. CSE Cambridge LLC
95. CSE Cambridge Realty LLC
96. CSE Camden LLC
97. CSE Canton LLC
98. CSE Casablanca Holdings II LLC
99. CSE Casablanca Holdings LLC
100. CSE Cedar Rapids LLC
101. CSE Centennial Village, LP
102. CSE Chelmsford LLC
103. CSE Chesterton LLC
104. CSE Claremont LLC
105. CSE Corpus North LLC
106. CSE Denver Iliff LLC
107. CSE Denver LLC
108. CSE Douglas LLC
109. CSE Elkton LLC
110. CSE Elkton Realty LLC
111. CSE Fairhaven LLC
112. CSE Fort Wayne LLC
113. CSE Frankston LLC
114. CSE Georgetown LLC
115. CSE Green Bay LLC
116. CSE Hilliard LLC
117. CSE Huntingdon LLC
118. CSE Huntsville LLC

119. CSE Indianapolis-Continental LLC
120. CSE Indianapolis-Greenbriar LLC
121. CSE Jacinto City LLC
122. CSE Jefferson City LLC
123. CSE Jeffersonville-Hillcrest Center LLC
124. CSE Jeffersonville-Jennings House LLC
125. CSE Kerrville LLC
126. CSE King L.P.
127. CSE Kingsport LLC
128. CSE Knightdale L.P.
129. CSE Lake City LLC
130. CSE Lake Worth LLC
131. CSE Lakewood LLC
132. CSE Las Vegas LLC
133. CSE Lawrenceburg LLC
134. CSE Lenoir L.P.

[Schedule I – 12th Supplemental Indenture – 2024 Notes]

- 135. CSE Lexington Park LLC
- 136. CSE Lexington Park Realty LLC
- 137. CSE Ligonier LLC
- 138. CSE Live Oak LLC
- 139. CSE Lowell LLC
- 140. CSE Marianna Holdings LLC
- 141. CSE Memphis LLC
- 142. CSE Mobile LLC
- 143. CSE Moore LLC
- 144. CSE North Carolina Holdings I LLC
- 145. CSE North Carolina Holdings II LLC
- 146. CSE Omro LLC
- 147. CSE Orange Park LLC
- 148. CSE Orlando-Pinar Terrace Manor LLC
- 149. CSE Orlando-Terra Vista Rehab LLC
- 150. CSE Pennsylvania Holdings, LP
- 151. CSE Piggott LLC
- 152. CSE Pilot Point LLC
- 153. CSE Pine View LLC
- 154. CSE Ponca City LLC
- 155. CSE Port St. Lucie LLC
- 156. CSE Richmond LLC
- 157. CSE Ripley LLC
- 158. CSE Ripon LLC
- 159. CSE Safford LLC
- 160. CSE Salina LLC
- 161. CSE Seminole LLC
- 162. CSE Shawnee LLC

- 163. CSE Spring Branch LLC
- 164. CSE Stillwater LLC
- 165. CSE Taylorsville LLC
- 166. CSE Texarkana LLC
- 167. CSE Texas City LLC
- 168. CSE The Village LLC
- 169. CSE Upland LLC
- 170. CSE Walnut Cove L.P.
- 171. CSE West Point LLC
- 172. CSE Whitehouse LLC
- 173. CSE Williamsport LLC
- 174. CSE Winter Haven LLC
- 175. CSE Woodfin L.P.
- 176. CSE Yorktown LLC
- 177. Cuyahoga Falls Property, L.L.C.
- 178. Dallas Two Property, L.L.C.
- 179. Danbury ALF Property, L.L.C.
- 180. Darien ALF Property, L.L.C.

[Schedule I – 12th Supplemental Indenture – 2024 Notes]

181. Delta Investors I, LLC
182. Delta Investors II, LLC
183. Denison Texas, L.L.C.
184. Desert Lane LLC
185. Dixie White House Nursing Home, LLC (f/k/a Dixie White House Nursing Home, Inc.)
186. Dixon Health Care Center, LLC (f/k/a Dixon Health Care Center, Inc.)
187. East Rollins Street, L.L.C.
188. Edgewood Drive Property, L.L.C.
189. Effingham Associates, L.L.C.
190. Elite Mattoon, L.L.C.
191. Elite Yorkville, L.L.C.
192. Encanto Senior Care, LLC
193. Falcon Four Property Holding, L.L.C.
194. Falcon Four Property, L.L.C.
195. Falfurrias Texas, L.L.C.
196. Florida ALF Properties, L.L.C.
197. Florida Four Properties, L.L.C.
198. Florida Lessor – Meadowview, LLC
199. Florida Real Estate Company, LLC
200. Fort Stockton Property, L.L.C.
201. Four Fountains Aviv, L.L.C.
202. Fredericksburg South Adams Street, L.L.C.
203. Freewater Oregon, L.L.C.
204. Fullerton California, L.L.C.
205. G&L Gardens, LLC
206. Gardnerville Property, L.L.C.
207. Georgia Lessor - Bonterra/Parkview, LLC
208. Germantown Property, L.L.C.
209. Giltex Care, L.L.C.
210. Glendale NH Property, L.L.C.
211. Golden Hill Real Estate Company, LLC
212. Gonzales Texas Property, L.L.C.
213. Great Bend Property, L.L.C.
214. Greenbough, LLC
215. Greenville Kentucky Property, L.L.C.
216. Heritage Monterey Associates, L.L.C.
217. HHM Aviv, L.L.C.
218. Hidden Acres Property, L.L.C.
219. Highland Leasehold, L.L.C.
220. Hobbs Associates, L.L.C.
221. Hot Springs Atrium Owner, LLC
222. Hot Springs Aviv, L.L.C.
223. Hot Springs Cottages Owner, LLC
224. Hot Springs Marina Owner, LLC
225. Houston Texas Aviv, L.L.C.

[Schedule I – 12th Supplemental Indenture – 2024 Notes]

226. Hutchinson Kansas, L.L.C.
227. Hutton I Land, LLC (f/k/a Hutton I Land, Inc.)
228. Hutton II Land, LLC (f/k/a Hutton II Land, Inc.)
229. Hutton III Land, LLC (f/k/a Hutton III Land, Inc.)
230. Idaho Associates, L.L.C.
231. Illinois Missouri Properties, L.L.C.
232. Indiana Lessor – Wellington Manor, LLC
233. Iowa Lincoln County Property, L.L.C.
234. Jasper Springhill Street, L.L.C.
235. Kansas Five Property, L.L.C.
236. Karan Associates Two, L.L.C.
237. Karan Associates, L.L.C.
238. Karissa Court Property, L.L.C.
239. KB Northwest Associates, L.L.C.
240. Kentucky NH Properties, L.L.C.
241. Kingsville Texas, L.L.C.
242. LAD I Real Estate Company, LLC
243. Leatherman 90-1, LLC (f/k/a Leatherman 90-1, Inc.)
244. Leatherman Partnership 89-1, LLC (f/k/a Leatherman Partnership 89-1, Inc.)
245. Leatherman Partnership 89-2, LLC (f/k/a Leatherman Partnership 89-2, Inc.)
246. Louisville Dutchmans Property, L.L.C.
247. Magnolia Drive Property, L.L.C.
248. Manor Associates, L.L.C.
249. Mansfield Aviv, L.L.C.
250. Massachusetts Nursing Homes, L.L.C.
251. McCarthy Street Property, L.L.C.
252. Meridian Arms Land, LLC (f/k/a Meridian Arms Land, Inc.)
253. Minnesota Associates, L.L.C.
254. Mishawaka Property, L.L.C.
255. Missouri Associates, L.L.C.
256. Missouri Regency Associates, L.L.C.
257. Montana Associates, L.L.C.
258. Monterey Park Leasehold Mortgage, L.L.C.
259. Mount Washington Property, L.L.C.
260. Mt. Vernon Texas, L.L.C.
261. Murray County, L.L.C.
262. Muscatine Toledo Properties, L.L.C.
263. N.M. Bloomfield Three Plus One Limited Company
264. N.M. Espanola Three Plus One Limited Company
265. N.M. Lordsburg Three Plus One Limited Company
266. N.M. Silver City Three Plus One Limited Company
267. New Hope Property, L.L.C.
268. Newtown ALF Property, L.L.C.
269. Nicholasville Kentucky Property, L.L.C.

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- 270. North Las Vegas LLC
- 271. North Royalton Ohio Property, L.L.C.
- 272. Norwalk ALF Property, L.L.C.
- 273. NRS Ventures, L.L.C.
- 274. Oakland Nursing Homes, L.L.C.
- 275. Ocean Springs Nursing Home, LLC (f/k/a Ocean Springs Nursing Home, Inc.)
- 276. October Associates, L.L.C.
- 277. Ogden Associates, L.L.C.
- 278. OHI (Connecticut), LLC
- 279. OHI (Illinois), LLC(f/k/a OHI (Illinois), Inc.)
- 280. OHI (Indiana), LLC
- 281. OHI (Iowa), LLC(f/k/a OHI (Iowa), Inc.)
- 282. OHI Asset (AR) Ash Flat, LLC
- 283. OHI Asset (AR) Camden, LLC
- 284. OHI Asset (AR) Conway, LLC
- 285. OHI Asset (AR) Des Arc, LLC
- 286. OHI Asset (AR) Hot Springs, LLC
- 287. OHI Asset (AR) Malvern, LLC
- 288. OHI Asset (AR) Mena, LLC
- 289. OHI Asset (AR) Pocahontas, LLC
- 290. OHI Asset (AR) Sheridan, LLC
- 291. OHI Asset (AR) Walnut Ridge, LLC
- 292. OHI Asset (AZ) Austin House, LLC
- 293. OHI Asset (CA), LLC
- 294. OHI Asset (CO), LLC
- 295. OHI Asset (CO) Brighton, LLC
- 296. OHI Asset (CO) Denver, LLC
- 297. OHI Asset (CO) Mesa, LLC
- 298. OHI Asset (CT) Lender, LLC
- 299. OHI Asset (FL) Eustis, LLC
- 300. OHI Asset (FL) Lake Placid, LLC
- 301. OHI Asset (FL) Lender, LLC
- 302. OHI Asset (FL) Lutz, LLC
- 303. OHI Asset (FL) Middleburg, LLC
- 304. OHI Asset (FL), LLC
- 305. OHI Asset (FL) Pensacola - Hillview, LLC
- 306. OHI Asset (FL) Pensacola, LLC
- 307. OHI Asset (FL) Sebring, LLC
- 308. OHI Asset (GA) Dunwoody, LLC
- 309. OHI Asset (GA) Macon, LLC
- 310. OHI Asset (GA) Moultrie, LLC
- 311. OHI Asset (GA) Nashville, LLC
- 312. OHI Asset (GA) Roswell, LLC
- 313. OHI Asset (GA) Snellville, LLC
- 314. OHI Asset (GA) Valdosta, LLC

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- 315. OHI Asset (ID) Holly, LLC
- 316. OHI Asset (ID) Midland, LLC
- 317. OHI Asset (ID), LLC
- 318. OHI Asset (IL), LLC
- 319. OHI Asset (IN) American Village, LLC
- 320. OHI Asset (IN) Anderson, LLC
- 321. OHI Asset (IN) Beech Grove, LLC
- 322. OHI Asset (IN) Clarksville, LLC
- 323. OHI Asset (IN) Clinton, LLC
- 324. OHI Asset (IN) Connersville, LLC
- 325. OHI Asset (IN) Crown Point, LLC
- 326. OHI Asset (IN) Eagle Valley, LLC
- 327. OHI Asset (IN) Elkhart, LLC
- 328. OHI Asset (IN) Forest Creek, LLC
- 329. OHI Asset (IN) Fort Wayne, LLC
- 330. OHI Asset (IN) Franklin, LLC
- 331. OHI Asset (IN) Greensburg, LLC
- 332. OHI Asset (IN) Indianapolis, LLC
- 333. OHI Asset (IN) Jasper, LLC
- 334. OHI Asset (IN) Kokomo, LLC
- 335. OHI Asset (IN) Lafayette, LLC
- 336. OHI Asset (IN) Madison, LLC
- 337. OHI Asset (IN) Monticello, LLC
- 338. OHI Asset (IN) Noblesville, LLC
- 339. OHI Asset (IN) Rosewalk, LLC
- 340. OHI Asset (IN) Salem, LLC
- 341. OHI Asset (IN) Seymour, LLC
- 342. OHI Asset (IN) Spring Mill, LLC
- 343. OHI Asset (IN) Terre Haute, LLC
- 344. OHI Asset (IN) Wabash, LLC
- 345. OHI Asset (IN) Westfield, LLC
- 346. OHI Asset (IN) Zionsville, LLC
- 347. OHI Asset (LA) Baton Rouge, LLC
- 348. OHI Asset (LA), LLC
- 349. OHI Asset (MD), LLC
- 350. OHI Asset (MD) Baltimore - Pall Mall, LLC
- 351. OHI Asset (MD) Baltimore - West Belvedere, LLC
- 352. OHI Asset (MD) Salisbury, LLC
- 353. OHI Asset (MI) Heather Hills, LLC
- 354. OHI Asset (MI), LLC
- 355. OHI Asset (MI) Carson City, LLC
- 356. OHI Asset (MO), LLC
- 357. OHI Asset (MO) Jackson, LLC
- 358. OHI Asset (MS) Byhalia, LLC
- 359. OHI Asset (MS) Cleveland, LLC
- 360. OHI Asset (MS) Clinton, LLC

[Schedule I – 12th Supplemental Indenture – 2024 Notes]

- 361. OHI Asset (MS) Columbia, LLC
- 362. OHI Asset (MS) Corinth, LLC
- 363. OHI Asset (MS) Greenwood, LLC
- 364. OHI Asset (MS) Grenada, LLC
- 365. OHI Asset (MS) Holly Springs, LLC
- 366. OHI Asset (MS) Indianola, LLC
- 367. OHI Asset (MS) Natchez, LLC
- 368. OHI Asset (MS) Picayune, LLC
- 369. OHI Asset (MS) Vicksburg, LLC
- 370. OHI Asset (MS) Yazoo City, LLC
- 371. OHI Asset (NC) Biscoe, LLC
- 372. OHI Asset (NC) Cornelius, LLC
- 373. OHI Asset (NC) Drexel, LLC
- 374. OHI Asset (NC) Fayetteville, LLC
- 375. OHI Asset (NC) Hallsboro, LLC
- 376. OHI Asset (NC) Marion, LLC
- 377. OHI Asset (NC) Marshville, LLC
- 378. OHI Asset (NC) Mocksville – 1007 Howard Street, LLC
- 379. OHI Asset (NC) Mocksville – 1304 Madison Road, LLC
- 380. OHI Asset (NC) Nashville, LLC
- 381. OHI Asset (NC) Raeford, LLC
- 382. OHI Asset (NC) Rocky Mount – 1558 S. Winstead, LLC
- 383. OHI Asset (NC) Rocky Mount – 415 N. Winstead, LLC
- 384. OHI Asset (NC) Salisbury, LLC
- 385. OHI Asset (NC) Saluda, LLC
- 386. OHI Asset (NC) Shallotte, LLC
- 387. OHI Asset (NC) Wadesboro, LLC
- 388. OHI Asset (NC) Waynesville, LLC
- 389. OHI Asset (NC) Wilmington, LLC
- 390. OHI Asset (NC) Winston Salem, LLC
- 391. OHI Asset (NY) 2nd Avenue, LLC
- 392. OHI Asset (NY) 93rd Street, LLC
- 393. OHI Asset (OH) Huber Heights, LLC
- 394. OHI Asset (OH) Lender, LLC
- 395. OHI Asset (OH), LLC
- 396. OHI Asset (OH) New London, LLC
- 397. OHI Asset (OR) Portland, LLC
- 398. OHI Asset (OH) Steubenville, LLC
- 399. OHI Asset (OH) Toledo, LLC
- 400. OHI Asset (OR) Troutdale, LLC
- 401. OHI Asset (OH) West Carrollton, LLC
- 402. OHI Asset (PA) GP, LLC
- 403. OHI Asset (PA) West Mifflin, LP
- 404. OHI Asset (PA), LLC
- 405. OHI Asset (PA), LP
- 406. OHI Asset (SC) Aiken, LLC

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- 407. OHI Asset (SC) Anderson, LLC
- 408. OHI Asset (SC) Easley Anne, LLC
- 409. OHI Asset (SC) Easley Crestview, LLC
- 410. OHI Asset (SC) Edgefield, LLC
- 411. OHI Asset (SC) Five Forks, LLC
- 412. OHI Asset (SC) Greenville Cottages, LLC
- 413. OHI Asset (SC) Greenville Griffith, LLC
- 414. OHI Asset (SC) Greenville Laurens, LLC
- 415. OHI Asset (SC) Greenville North, LLC
- 416. OHI Asset (SC) Greenville, LLC
- 417. OHI Asset (SC) Greer, LLC
- 418. OHI Asset (SC) Marietta, LLC
- 419. OHI Asset (SC) McCormick, LLC
- 420. OHI Asset (SC) Orangeburg, LLC
- 421. OHI Asset (SC) Pickens East Cedar, LLC
- 422. OHI Asset (SC) Pickens Rosemond, LLC
- 423. OHI Asset (SC) Piedmont, LLC
- 424. OHI Asset (SC) Simpsonville SE Main, LLC
- 425. OHI Asset (SC) Simpsonville West Broad, LLC
- 426. OHI Asset (SC) Simpsonville West Curtis, LLC
- 427. OHI Asset (TN) Bartlett, LLC
- 428. OHI Asset (TN) Collierville, LLC
- 429. OHI Asset (TN) Jamestown, LLC
- 430. OHI Asset (TN) Jefferson City, LLC
- 431. OHI Asset (TN) Memphis, LLC
- 432. OHI Asset (TN) Monterey, LLC
- 433. OHI Asset (TN) Rogersville, LLC
- 434. OHI Asset (TX) Anderson, LLC
- 435. OHI Asset (TX) Athens, LLC
- 436. OHI Asset (TX) Bryan, LLC
- 437. OHI Asset (TX) Burleson, LLC
- 438. OHI Asset (TX) College Station, LLC
- 439. OHI Asset (TX) Comfort, LLC
- 440. OHI Asset (TX) Diboll, LLC
- 441. OHI Asset (TX) Granbury, LLC
- 442. OHI Asset (TX) Hondo, LLC
- 443. OHI Asset (TX) Italy, LLC
- 444. OHI Asset (TX) Longview, LLC
- 445. OHI Asset (TX) Schertz, LLC
- 446. OHI Asset (TX) Winnsboro, LLC
- 447. OHI Asset (TX) Winnsboro ALF, LLC
- 448. OHI Asset (TX), LLC
- 449. OHI Asset (UT) Ogden, LLC
- 450. OHI Asset (UT) Provo, LLC
- 451. OHI Asset (UT) Roy, LLC
- 452. OHI Asset (VA) Charlottesville - 1165 Pepsi Place, LLC

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- 453. OHI Asset (VA) Charlottesville, LLC
- 454. OHI Asset (VA) Chesapeake, LLC
- 455. OHI Asset (VA) Farmville, LLC
- 456. OHI Asset (VA) Galax, LLC
- 457. OHI Asset (VA) Hillsville, LLC
- 458. OHI Asset (VA) Martinsville SNF, LLC
- 459. OHI Asset (VA) Madison, LLC
- 460. OHI Asset (VA) Mechanicsville, LLC
- 461. OHI Asset (VA) Midlothian, LLC
- 462. OHI Asset (VA) Norfolk, LLC
- 463. OHI Asset (VA) Portsmouth, LLC
- 464. OHI Asset (VA) Richmond - 2420 Pemberton Road, LLC
- 465. OHI Asset (VA) Richmond - 9101 Bon Air, LLC
- 466. OHI Asset (VA) Rocky Mount, LLC
- 467. OHI Asset (VA) Suffolk, LLC
- 468. OHI Asset (WA) Battle Ground, LLC
- 469. OHI Asset (WA) Fort Vancouver, LLC
- 470. OHI Asset (WV) Danville, LLC
- 471. OHI Asset (WV) Ivydale, LLC
- 472. OHI Asset CHG ALF, LLC
- 473. OHI Asset CSB LLC
- 474. OHI Asset CSE – E, LLC
- 475. OHI Asset CSE – U, LLC
- 476. OHI Asset CSE–E Subsidiary, LLC
- 477. OHI Asset CSE–U Subsidiary, LLC
- 478. OHI Asset HUD CFG, LLC
- 479. OHI Asset HUD Delta, LLC
- 480. OHI Asset HUD H-F, LLC
- 481. OHI Asset HUD SF CA, LLC
- 482. OHI Asset HUD SF, LLC
- 483. OHI Asset HUD WO, LLC
- 484. OHI Asset II (CA), LLC
- 485. OHI Asset II (FL), LLC
- 486. OHI Asset II (PA), LP
- 487. OHI Asset III (PA), LP
- 488. OHI Asset IV (PA) Silver Lake, LP
- 489. OHI Asset Management, LLC
- 490. OHI Asset RO PMM Services, LLC
- 491. OHI Asset RO, LLC
- 492. OHI Asset S-W, LLC
- 493. OHI Asset, LLC
- 494. OHI Healthcare Properties Holdco, Inc.
- 495. OHI Healthcare Properties Limited Partnership
- 496. OHI Mezz Lender, LLC
- 497. OHI Tennessee, LLC (f/k/a OHI Tennessee, Inc.)
- 498. OHIMA, LLC (f/k/a OHIMA, Inc.)

[Schedule I – 12th Supplemental Indenture – 2024 Notes]

- 499. Ohio Aviv Three, L.L.C.
- 500. Ohio Aviv Two, L.L.C.
- 501. Ohio Aviv, L.L.C.
- 502. Ohio Indiana Property, L.L.C.
- 503. Ohio Pennsylvania Property, L.L.C.
- 504. Oklahoma Two Property, L.L.C.
- 505. Oklahoma Warr Wind, L.L.C.
- 506. Omaha Associates, L.L.C.
- 507. Omega TRS I, Inc.
- 508. Orange ALF Property, L.L.C.
- 509. Orange Village Care Center, LLC (f/k/a Orange Village Care Center, Inc.)
- 510. Orange, L.L.C.
- 511. Oregon Associates, L.L.C.
- 512. Oso Avenue Property, L.L.C.
- 513. Ostrom Avenue Property, L.L.C.
- 514. Palm Valley Senior Care, LLC
- 515. Panama City Nursing Center LLC
- 516. Pavillion North Partners, LLC
- 517. Pavillion North, LLP
- 518. Pavillion Nursing Center North, LLC
- 519. Peabody Associates Two, L.L.C.
- 520. Peabody Associates, L.L.C.
- 521. Pennington Road Property, L.L.C.
- 522. Pensacola Real Estate Holdings I, LLC (f/k/a Pensacola Real Estate Holdings I, Inc.)

- 523. Pensacola Real Estate Holdings II, LLC (f/k/a Pensacola Real Estate Holdings II, Inc.)
- 524. Pensacola Real Estate Holdings III, LLC (f/k/a Pensacola Real Estate Holdings III, Inc.)
- 525. Pensacola Real Estate Holdings IV, LLC (f/k/a Pensacola Real Estate Holdings IV, Inc.)
- 526. Pensacola Real Estate Holdings V, LLC (f/k/a Pensacola Real Estate Holdings V, Inc.)
- 527. Pocatello Idaho Property, L.L.C.
- 528. Pomona Vista L.L.C.
- 529. Prescott Arkansas, L.L.C.
- 530. PV Realty-Ciinton, LLC
- 531. PV Realty-Kensington, LLC
- 532. PV Realty-Willow Tree, LLC
- 533. Raton Property Limited Company
- 534. Ravenna Ohio Property, L.L.C.
- 535. Red Rocks, L.L.C.
- 536. Richland Washington, L.L.C.
- 537. Ridgecrest Senior Care, LLC
- 538. Riverside Nursing Home Associates Two, L.L.C.

[Schedule I – 12th Supplemental Indenture – 2024 Notes]

- 539. Riverside Nursing Home Associates, L.L.C.
- 540. Rockingham Drive Property, L.L.C.
- 541. Rose Baldwin Park Property L.L.C.
- 542. S.C. Portfolio Property, L.L.C.
- 543. Salem Associates, L.L.C.
- 544. San Juan NH Property, LLC
- 545. Sandalwood Arkansas Property, L.L.C.
- 546. Santa Ana-Bartlett, L.L.C.
- 547. Santa Fe Missouri Associates, L.L.C.
- 548. Savoy/Bonham Venture, L.L.C.
- 549. Searcy Aviv, L.L.C.
- 550. Sedgwick Properties, L.L.C.
- 551. Seguin Texas Property, L.L.C.
- 552. Sierra Ponds Property, L.L.C.
- 553. Skyler Boyington, LLC (f/k/a Skyler Boyington, Inc.)
- 554. Skyler Florida, LLC (f/k/a Skyler Florida, Inc.)
- 555. Skyler Maitland LLC
- 556. Skyler Pensacola, LLC (f/k/a Skyler Pensacola, Inc.)
- 557. Skyview Associates, L.L.C.
- 558. Southeast Missouri Property, L.L.C.
- 559. Southern California Nevada, L.L.C.
- 560. St. Joseph Missouri Property, L.L.C.
- 561. St. Mary's Properties, LLC (f/k/a St. Mary's Properties, Inc.)

- 562. Star City Arkansas, L.L.C.
- 563. Stephenville Texas Property, L.L.C.
- 564. Sterling Acquisition, LLC
- 565. Stevens Avenue Property, L.L.C.
- 566. Sun-Mesa Properties, L.L.C.
- 567. Suwanee, LLC
- 568. Texas Fifteen Property, L.L.C.
- 569. Texas Four Property, L.L.C.
- 570. Texas Lessor – Stonegate GP, LLC
- 571. Texas Lessor – Stonegate, Limited, LLC
- 572. Texas Lessor – Stonegate, LP
- 573. Texhoma Avenue Property, L.L.C.
- 574. The Suburban Pavilion, LLC (f/k/a The Suburban Pavilion, Inc.)
- 575. Tujung, L.L.C.
- 576. Tulare County Property, L.L.C.
- 577. Twinsburg Ohio Property, LLC
- 578. VRB Aviv, L.L.C.
- 579. Washington Idaho Property, L.L.C.
- 580. Washington Lessor – Silverdale, LLC
- 581. Washington-Oregon Associates, L.L.C.
- 582. Watauga Associates, L.L.C.
- 583. Wellington Leasehold, L.L.C.
- 584. West Pearl Street, L.L.C.

- 585. West Yarmouth Property I, L.L.C.
- 586. Westerville Ohio Office Property, L.L.C.
- 587. Weston ALF Property, LLC
- 588. Wheeler Healthcare Associates, L.L.C.
- 589. Whitlock Street Property, L.L.C.
- 590. Wilcare, LLC
- 591. Willis Texas Aviv, L.L.C.
- 592. Yuba Aviv, L.L.C.

[Schedule I – 12th Supplemental Indenture – 2024 Notes]

Schedule II

NEW SUBSIDIARIES

1. Cuyahoga Falls Property II, L.L.C.
2. OHI Asset (FL) Graceville, LLC
3. OHI Asset (FL) Marianna, LLC
4. OHI Asset (FL) Port St. Joe, LLC
5. OHI Asset (GA) Cordele, LLC
6. OHI Asset (KY) Beattyville, LLC
7. OHI Asset (KY) Louisville – 1120 Cristland, LLC
8. OHI Asset (KY) Louisville – 2529 Six Mile Lane, LLC
9. OHI Asset (KY) Morgantown, LLC
10. OHI Asset (KY) Owensboro, LLC
11. OHI Asset (TN) Cleveland, LLC
12. OHI Asset (TN) Columbia, LLC
13. OHI Asset (TN) Elizabethton, LLC
14. OHI Asset (TN) Memphis – 1150 Dovecrest, LLC
15. OHI Asset (TN) Monteagle, LLC
16. OHI Asset (TN) Mountain City, LLC
17. OHI Asset (TN) Nashville, LLC
18. OHI Asset (TN) Pigeon Forge, LLC
19. OHI Asset (TN) Rockwood, LLC
20. OHI Asset (TN) Rogersville – 109 Highway 70 North, LLC
21. OHI Asset (TN) South Pittsburg, LLC
22. OHI Asset (TN) Spring City, LLC
23. OHI Asset (TN) Westmoreland, LLC

[Schedule II – 12th Supplemental Indenture – 2024 Notes]

ELEVENTH SUPPLEMENTAL INDENTURE
(Senior Notes due 2025)

THIS ELEVENTH SUPPLEMENTAL INDENTURE (this "Eleventh Supplemental Indenture") is dated as of March 17, 2017, among OMEGA HEALTHCARE INVESTORS, INC., a Maryland corporation (the "Issuer"), each of the SUBSIDIARY GUARANTORS listed on Schedule I hereto (collectively, the "Subsidiary Guarantors"), each of the entities listed on Schedule II hereto (collectively, the "New Subsidiaries"), and U.S. BANK NATIONAL ASSOCIATION, a national banking association organized and existing under the laws of the United States of America, as trustee (the "Trustee").

WITNESSETH :

WHEREAS, the Issuer and the Subsidiary Guarantors have heretofore executed and delivered to the Trustee an Indenture, dated as of September 11, 2014 (as supplemented by that First Supplemental Indenture, dated as of November 25, 2014, that Second Supplemental Indenture, dated as of January 23, 2015, that Third Supplemental Indenture, effective as of March 2, 2015, that Fourth Supplemental Indenture, dated as of April 1, 2015, that Fifth Supplemental Indenture, dated as of August 4, 2015, that Sixth Supplemental Indenture, dated as of November 9, 2015, that Seventh Supplemental Indenture, dated as of March 29, 2016, that Eighth Supplemental Indenture, dated as of May 13, 2016, that Ninth Supplement Indenture, dated as August 9, 2016, and that Tenth Supplemental Indenture, dated as of November 10, 2016; the "Indenture"), providing for the issuance of the Issuer's 4.50% Senior Notes due 2025 (the "Notes");

WHEREAS, Section 9.01 of the Indenture authorizes the Issuer, the Subsidiary Guarantors and the Trustee, together, to amend or supplement the Indenture, without notice to or consent of any Holder of the Notes, for the purpose of making any change that would not materially adversely affect the rights of any Holder of the Notes;

WHEREAS, pursuant to Section 4.14 of the Indenture, the New Subsidiaries are required to become Subsidiary Guarantors;

WHEREAS, in Section 1.01 of the Indenture, the term "Subsidiary Guarantors" is defined to include all Persons that become a Subsidiary Guarantor by the terms of the Indenture after the Closing Date; and

WHEREAS, Section 10.01 of the Indenture provides that each Subsidiary Guarantor shall be a guarantor of the Issuer's obligations under the Notes, subject to the terms and conditions described in the Indenture.

NOW, THEREFORE, in consideration of the foregoing and for other good and valuable consideration, the receipt of which is hereby acknowledged, the Issuer, the Subsidiary Guarantors, the New Subsidiaries and the Trustee mutually covenant and agree for the equal and ratable benefit of the Holders of the Notes as follows:

[11th Supplemental Indenture – 2025 Notes]

1. CAPITALIZED TERMS. Capitalized terms used herein without definition shall have the meanings assigned to them in the Indenture.
2. AMENDMENT TO GUARANTEE. The New Subsidiaries hereby agree, jointly and severally with all other Subsidiary Guarantors, to guarantee the Issuer's obligations under the Notes on the terms and subject to the conditions set forth in the Indenture, and to be bound by, and to receive the benefit of, all other applicable provisions of the Indenture as Subsidiary Guarantors. Such guarantee shall be evidenced by the New Subsidiaries' execution of Subsidiary Guarantees, the form of which is attached as Exhibit E to the Indenture, and shall be effective as of the effective date hereof.
3. NO RECOURSE AGAINST OTHERS. No past, present or future director, officer, employee, incorporator, stockholder, member, manager or controlling person of the New Subsidiaries, as such, shall have any liability for any obligations of the Issuer or any Subsidiary Guarantor under the Notes, any Guarantees, the Indenture or this Eleventh Supplemental Indenture or for any claim based on, in respect of, or by reason of, such obligations or their creation. Each Holder of the Notes, by accepting and holding a Note, waives and releases all such liability. Such waiver and release are part of the consideration for the issuance of the Notes.
4. NEW YORK LAW TO GOVERN. The laws of the State of New York shall govern and be used to construe this Eleventh Supplemental Indenture.
5. COUNTERPARTS. The parties may sign any number of copies of this Eleventh Supplemental Indenture. Each signed copy shall be an original, but all of them together shall represent the same agreement.
6. EFFECT OF HEADINGS. The Section headings herein are for convenience only and shall not affect the construction hereof.
7. THE TRUSTEE. The Trustee shall not be responsible in any manner whatsoever for or in respect of the validity or sufficiency of this Eleventh Supplemental Indenture or for or in respect of the recitals contained herein, all of which recitals are made solely by the Issuer, the Subsidiary Guarantors and the New Subsidiaries.

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[11th Supplemental Indenture – 2025 Notes]

IN WITNESS WHEREOF, the parties hereto have caused this Eleventh Supplemental Indenture to be duly executed, all as of the date first above written.

ISSUER:

OMEGA HEALTHCARE INVESTORS, INC.,
a Maryland corporation

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

SUBSIDIARY GUARANTORS:

OHI HEALTHCARE PROPERTIES LIMITED PARTNERSHIP

By: Omega Healthcare Investors, Inc. as General Partner

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

**ON BEHALF OF EACH OF THE OTHER SUBSIDIARY GUARANTORS
LISTED ON SCHEDULE I**

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

[Signatures continued on the following page]

[Signature Page – 11th Supplemental Indenture – 2025 Notes]

NEW SUBSIDIARIES:

**ON BEHALF OF EACH OF THE NEW SUBSIDIARIES LISTED ON
SCHEDULE II**

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

[Signatures continued on the following page]

[Signature Page – 11th Supplemental Indenture – 2025 Notes]

U.S. BANK NATIONAL ASSOCIATION,
as Trustee

By: /s/ David Ferrell
Name: David Ferrell
Title: Vice President

[Signature Page – 11th Supplemental Indenture – 2025 Notes]

Schedule I

SUBSIDIARY GUARANTORS

1. 11900 East Artesia Boulevard, LLC
2. 1200 Ely Street Holdings Co. LLC
3. 13922 Cerise Avenue, LLC
4. 1628 B Street, LLC
5. 2400 Parkside Drive, LLC
6. 2425 Teller Avenue, LLC
7. 245 East Wilshire Avenue, LLC
8. 3232 Artesia Real Estate, LLC
9. 3806 Clayton Road, LLC
10. 42235 County Road Holdings Co. LLC
11. 446 Sycamore Road, L.L.C.
12. 48 High Point Road, LLC
13. 523 Hayes Lane, LLC
14. 637 East Romie Lane, LLC
15. Alamogordo Aviv, L.L.C.
16. Albany Street Property, L.L.C.
17. Arizona Lessor - Infinia, LLC
18. Arkansas Aviv, L.L.C.
19. Arma Yates, L.L.C.
20. Avery Street Property, L.L.C
21. Aviv Asset Management, L.L.C.
22. Aviv Financing I, L.L.C.
23. Aviv Financing II, L.L.C.
24. Aviv Financing III, L.L.C.
25. Aviv Financing IV, L.L.C.
26. Aviv Financing V, L.L.C.
27. Aviv Foothills, L.L.C.
28. Aviv Healthcare Properties Operating Partnership I, L.P.
29. Aviv Liberty, L.L.C.
30. Avon Ohio, L.L.C.
31. Bala Cynwyd Real Estate, LP
32. Bayside Colorado Healthcare Associates, LLC
33. Bayside Street II, LLC
34. Bayside Street, LLC (f/k/a Bayside Street, Inc.)
35. Belleville Illinois, L.L.C.
36. Bellingham II Associates, L.L.C.
37. Bethel ALF Property, L.L.C.
38. BHG Aviv, L.L.C.
39. Biglerville Road, L.L.C.
40. Bonham Texas, L.L.C.
41. Bradenton ALF Property, L.L.C.
42. Burton NH Property, L.L.C.

[Schedule I – 11th Supplemental Indenture – 2025 Notes]

43. California Aviv Two, L.L.C.
44. California Aviv, L.L.C.
45. Camas Associates, L.L.C.
46. Canton Health Care Land, LLC (f/k/a Canton Health Care Land, Inc.)
47. Carnegie Gardens LLC
48. Casa/Sierra California Associates, L.L.C.
49. CFG 2115 Woodstock Place LLC
50. Champaign Williamson Franklin, L.L.C.
51. Chardon Ohio Property Holdings, L.L.C.
52. Chardon Ohio Property, L.L.C.
53. Chatham Aviv, L.L.C.
54. Chippewa Valley, L.L.C.
55. CHR Bartow LLC
56. CHR Boca Raton LLC
57. CHR Bradenton LLC
58. CHR Cape Coral LLC
59. CHR Fort Myers LLC
60. CHR Fort Walton Beach LLC
61. CHR Lake Wales LLC
62. CHR Lakeland LLC
63. CHR Pompano Beach Broward LLC
64. CHR Pompano Beach LLC
65. CHR Sanford LLC
66. CHR Spring Hill LLC
67. CHR St. Pete Bay LLC
68. CHR St. Pete Egret LLC
69. CHR Tampa Carrollwood LLC
70. CHR Tampa LLC
71. CHR Tarpon Springs LLC
72. CHR Titusville LLC
73. Clarkston Care, L.L.C.
74. Clayton Associates, L.L.C.
75. Colonial Gardens, LLC
76. Colonial Madison Associates, L.L.C.
77. Colorado Lessor - Conifer, LLC
78. Columbus Texas Aviv, L.L.C.
79. Columbus Western Avenue, L.L.C.
80. Colville Washington Property, L.L.C.
81. Commerce Nursing Homes, L.L.C.
82. Commerce Sterling Hart Drive, L.L.C.
83. Conroe Rigby Owen Road, L.L.C.
84. CR Aviv, L.L.C.
85. Crete Plus Five Property, L.L.C.
86. Crooked River Road, L.L.C.
87. CSE Albany LLC
88. CSE Amarillo LLC

[Schedule I – 11th Supplemental Indenture – 2025 Notes]

89. CSE Arden L.P.
90. CSE Augusta LLC
91. CSE Bedford LLC
92. CSE Blountville LLC
93. CSE Bolivar LLC
94. CSE Cambridge LLC
95. CSE Cambridge Realty LLC
96. CSE Camden LLC
97. CSE Canton LLC
98. CSE Casablanca Holdings II LLC
99. CSE Casablanca Holdings LLC
100. CSE Cedar Rapids LLC
101. CSE Centennial Village, LP
102. CSE Chelmsford LLC
103. CSE Chesterton LLC
104. CSE Claremont LLC
105. CSE Corpus North LLC
106. CSE Denver Iliff LLC
107. CSE Denver LLC
108. CSE Douglas LLC
109. CSE Elkton LLC
110. CSE Elkton Realty LLC
111. CSE Fairhaven LLC
112. CSE Fort Wayne LLC
113. CSE Frankston LLC
114. CSE Georgetown LLC
115. CSE Green Bay LLC
116. CSE Hilliard LLC
117. CSE Huntingdon LLC
118. CSE Huntsville LLC

119. CSE Indianapolis-Continental LLC
120. CSE Indianapolis-Greenbriar LLC
121. CSE Jacinto City LLC
122. CSE Jefferson City LLC
123. CSE Jeffersonville-Hillcrest Center LLC
124. CSE Jeffersonville-Jennings House LLC
125. CSE Kerrville LLC
126. CSE King L.P.
127. CSE Kingsport LLC
128. CSE Knightdale L.P.
129. CSE Lake City LLC
130. CSE Lake Worth LLC
131. CSE Lakewood LLC
132. CSE Las Vegas LLC
133. CSE Lawrenceburg LLC
134. CSE Lenoir L.P.

[Schedule I – 11th Supplemental Indenture – 2025 Notes]

- 135. CSE Lexington Park LLC
- 136. CSE Lexington Park Realty LLC
- 137. CSE Ligonier LLC
- 138. CSE Live Oak LLC
- 139. CSE Lowell LLC
- 140. CSE Marianna Holdings LLC
- 141. CSE Memphis LLC
- 142. CSE Mobile LLC
- 143. CSE Moore LLC
- 144. CSE North Carolina Holdings I LLC
- 145. CSE North Carolina Holdings II LLC
- 146. CSE Omro LLC
- 147. CSE Orange Park LLC
- 148. CSE Orlando-Pinar Terrace Manor LLC
- 149. CSE Orlando-Terra Vista Rehab LLC
- 150. CSE Pennsylvania Holdings, LP
- 151. CSE Piggott LLC
- 152. CSE Pilot Point LLC
- 153. CSE Pine View LLC
- 154. CSE Ponca City LLC
- 155. CSE Port St. Lucie LLC
- 156. CSE Richmond LLC
- 157. CSE Ripley LLC
- 158. CSE Ripon LLC
- 159. CSE Safford LLC
- 160. CSE Salina LLC
- 161. CSE Seminole LLC
- 162. CSE Shawnee LLC

- 163. CSE Spring Branch LLC
- 164. CSE Stillwater LLC
- 165. CSE Taylorsville LLC
- 166. CSE Texarkana LLC
- 167. CSE Texas City LLC
- 168. CSE The Village LLC
- 169. CSE Upland LLC
- 170. CSE Walnut Cove L.P.
- 171. CSE West Point LLC
- 172. CSE Whitehouse LLC
- 173. CSE Williamsport LLC
- 174. CSE Winter Haven LLC
- 175. CSE Woodfin L.P.
- 176. CSE Yorktown LLC
- 177. Cuyahoga Falls Property, L.L.C.
- 178. Dallas Two Property, L.L.C.
- 179. Danbury ALF Property, L.L.C.
- 180. Darien ALF Property, L.L.C.

[Schedule I – 11th Supplemental Indenture – 2025 Notes]

181. Delta Investors I, LLC
182. Delta Investors II, LLC
183. Denison Texas, L.L.C.
184. Desert Lane LLC
185. Dixie White House Nursing Home, LLC (f/k/a Dixie White House Nursing Home, Inc.)
186. Dixon Health Care Center, LLC (f/k/a Dixon Health Care Center, Inc.)
187. East Rollins Street, L.L.C.
188. Edgewood Drive Property, L.L.C.
189. Effingham Associates, L.L.C.
190. Elite Mattoon, L.L.C.
191. Elite Yorkville, L.L.C.
192. Encanto Senior Care, LLC
193. Falcon Four Property Holding, L.L.C.
194. Falcon Four Property, L.L.C.
195. Falfurrias Texas, L.L.C.
196. Florida ALF Properties, L.L.C.
197. Florida Four Properties, L.L.C.
198. Florida Lessor – Meadowview, LLC
199. Florida Real Estate Company, LLC
200. Fort Stockton Property, L.L.C.
201. Four Fountains Aviv, L.L.C.
202. Fredericksburg South Adams Street, L.L.C.
203. Freewater Oregon, L.L.C.
204. Fullerton California, L.L.C.
205. G&L Gardens, LLC
206. Gardnerville Property, L.L.C.
207. Georgia Lessor - Bonterra/Parkview, LLC
208. Germantown Property, L.L.C.
209. Giltex Care, L.L.C.
210. Glendale NH Property, L.L.C.
211. Golden Hill Real Estate Company, LLC
212. Gonzales Texas Property, L.L.C.
213. Great Bend Property, L.L.C.
214. Greenbough, LLC
215. Greenville Kentucky Property, L.L.C.
216. Heritage Monterey Associates, L.L.C.
217. HHM Aviv, L.L.C.
218. Hidden Acres Property, L.L.C.
219. Highland Leasehold, L.L.C.
220. Hobbs Associates, L.L.C.
221. Hot Springs Atrium Owner, LLC
222. Hot Springs Aviv, L.L.C.
223. Hot Springs Cottages Owner, LLC
224. Hot Springs Marina Owner, LLC
225. Houston Texas Aviv, L.L.C.

[Schedule I – 11th Supplemental Indenture – 2025 Notes]

- 226. Hutchinson Kansas, L.L.C.
- 227. Hutton I Land, LLC (f/k/a Hutton I Land, Inc.)
- 228. Hutton II Land, LLC (f/k/a Hutton II Land, Inc.)
- 229. Hutton III Land, LLC (f/k/a Hutton III Land, Inc.)
- 230. Idaho Associates, L.L.C.
- 231. Illinois Missouri Properties, L.L.C.
- 232. Indiana Lessor – Wellington Manor, LLC
- 233. Iowa Lincoln County Property, L.L.C.
- 234. Jasper Springhill Street, L.L.C.
- 235. Kansas Five Property, L.L.C.
- 236. Karan Associates Two, L.L.C.
- 237. Karan Associates, L.L.C.
- 238. Karissa Court Property, L.L.C.
- 239. KB Northwest Associates, L.L.C.
- 240. Kentucky NH Properties, L.L.C.
- 241. Kingsville Texas, L.L.C.
- 242. LAD I Real Estate Company, LLC
- 243. Leatherman 90-1, LLC (f/k/a Leatherman 90-1, Inc.)
- 244. Leatherman Partnership 89-1, LLC (f/k/a Leatherman Partnership 89-1, Inc.)
- 245. Leatherman Partnership 89-2, LLC (f/k/a Leatherman Partnership 89-2, Inc.)
- 246. Louisville Dutchmans Property, L.L.C.
- 247. Magnolia Drive Property, L.L.C.
- 248. Manor Associates, L.L.C.
- 249. Mansfield Aviv, L.L.C.
- 250. Massachusetts Nursing Homes, L.L.C.
- 251. McCarthy Street Property, L.L.C.
- 252. Meridian Arms Land, LLC (f/k/a Meridian Arms Land, Inc.)
- 253. Minnesota Associates, L.L.C.
- 254. Mishawaka Property, L.L.C.
- 255. Missouri Associates, L.L.C.
- 256. Missouri Regency Associates, L.L.C.
- 257. Montana Associates, L.L.C.
- 258. Monterey Park Leasehold Mortgage, L.L.C.
- 259. Mount Washington Property, L.L.C.
- 260. Mt. Vernon Texas, L.L.C.
- 261. Murray County, L.L.C.
- 262. Muscatine Toledo Properties, L.L.C.
- 263. N.M. Bloomfield Three Plus One Limited Company
- 264. N.M. Espanola Three Plus One Limited Company
- 265. N.M. Lordsburg Three Plus One Limited Company
- 266. N.M. Silver City Three Plus One Limited Company
- 267. New Hope Property, L.L.C.
- 268. Newtown ALF Property, L.L.C.
- 269. Nicholasville Kentucky Property, L.L.C.

- 270. North Las Vegas LLC
- 271. North Royalton Ohio Property, L.L.C.
- 272. Norwalk ALF Property, L.L.C.
- 273. NRS Ventures, L.L.C.
- 274. Oakland Nursing Homes, L.L.C.
- 275. Ocean Springs Nursing Home, LLC (f/k/a Ocean Springs Nursing Home, Inc.)
- 276. October Associates, L.L.C.
- 277. Ogden Associates, L.L.C.
- 278. OHI (Connecticut), LLC
- 279. OHI (Illinois), LLC(f/k/a OHI (Illinois), Inc.)
- 280. OHI (Indiana), LLC
- 281. OHI (Iowa), LLC(f/k/a OHI (Iowa), Inc.)
- 282. OHI Asset (AR) Ash Flat, LLC
- 283. OHI Asset (AR) Camden, LLC
- 284. OHI Asset (AR) Conway, LLC
- 285. OHI Asset (AR) Des Arc, LLC
- 286. OHI Asset (AR) Hot Springs, LLC
- 287. OHI Asset (AR) Malvern, LLC
- 288. OHI Asset (AR) Mena, LLC
- 289. OHI Asset (AR) Pocahontas, LLC
- 290. OHI Asset (AR) Sheridan, LLC
- 291. OHI Asset (AR) Walnut Ridge, LLC
- 292. OHI Asset (AZ) Austin House, LLC
- 293. OHI Asset (CA), LLC
- 294. OHI Asset (CO) Brighton, LLC
- 295. OHI Asset (CO) Denver, LLC
- 296. OHI Asset (CO) Mesa, LLC
- 297. OHI Asset (CO), LLC
- 298. OHI Asset (CT) Lender, LLC
- 299. OHI Asset (FL) Eustis, LLC
- 300. OHI Asset (FL) Lake Placid, LLC
- 301. OHI Asset (FL) Lender, LLC
- 302. OHI Asset (FL) Lutz, LLC
- 303. OHI Asset (FL), LLC
- 304. OHI Asset (FL) Middleburg, LLC
- 305. OHI Asset (FL) Pensacola - Hillview, LLC
- 306. OHI Asset (FL) Pensacola, LLC
- 307. OHI Asset (FL) Sebring, LLC
- 308. OHI Asset (GA) Dunwoody, LLC
- 309. OHI Asset (GA) Macon, LLC
- 310. OHI Asset (GA) Moultrie, LLC
- 311. OHI Asset (GA) Nashville, LLC
- 312. OHI Asset (GA) Roswell, LLC
- 313. OHI Asset (GA) Snellville, LLC
- 314. OHI Asset (GA) Valdosta, LLC

[Schedule I – 11th Supplemental Indenture – 2025 Notes]

- 315. OHI Asset (ID) Holly, LLC
- 316. OHI Asset (ID) Midland, LLC
- 317. OHI Asset (ID), LLC
- 318. OHI Asset (IL), LLC
- 319. OHI Asset (IN) American Village, LLC
- 320. OHI Asset (IN) Anderson, LLC
- 321. OHI Asset (IN) Beech Grove, LLC
- 322. OHI Asset (IN) Clarksville, LLC
- 323. OHI Asset (IN) Clinton, LLC
- 324. OHI Asset (IN) Connersville, LLC
- 325. OHI Asset (IN) Crown Point, LLC
- 326. OHI Asset (IN) Eagle Valley, LLC
- 327. OHI Asset (IN) Elkhart, LLC
- 328. OHI Asset (IN) Forest Creek, LLC
- 329. OHI Asset (IN) Fort Wayne, LLC
- 330. OHI Asset (IN) Franklin, LLC
- 331. OHI Asset (IN) Greensburg, LLC
- 332. OHI Asset (IN) Indianapolis, LLC
- 333. OHI Asset (IN) Jasper, LLC
- 334. OHI Asset (IN) Kokomo, LLC
- 335. OHI Asset (IN) Lafayette, LLC
- 336. OHI Asset (IN) Madison, LLC
- 337. OHI Asset (IN) Monticello, LLC
- 338. OHI Asset (IN) Noblesville, LLC
- 339. OHI Asset (IN) Rosewalk, LLC
- 340. OHI Asset (IN) Salem, LLC
- 341. OHI Asset (IN) Seymour, LLC
- 342. OHI Asset (IN) Spring Mill, LLC
- 343. OHI Asset (IN) Terre Haute, LLC
- 344. OHI Asset (IN) Wabash, LLC
- 345. OHI Asset (IN) Westfield, LLC
- 346. OHI Asset (IN) Zionsville, LLC
- 347. OHI Asset (LA) Baton Rouge, LLC
- 348. OHI Asset (LA), LLC
- 349. OHI Asset (MD), LLC
- 350. OHI Asset (MD) Baltimore - Pall Mall, LLC
- 351. OHI Asset (MD) Baltimore - West Belvedere, LLC
- 352. OHI Asset (MD) Salisbury, LLC
- 353. OHI Asset (MI) Heather Hills, LLC
- 354. OHI Asset (MI), LLC
- 355. OHI Asset (MI) Carson City, LLC
- 356. OHI Asset (MO) Jackson, LLC
- 357. OHI Asset (MO), LLC
- 358. OHI Asset (MS) Byhalia, LLC
- 359. OHI Asset (MS) Cleveland, LLC
- 360. OHI Asset (MS) Clinton, LLC

[Schedule I – 11th Supplemental Indenture – 2025 Notes]

- 361. OHI Asset (MS) Columbia, LLC
- 362. OHI Asset (MS) Corinth, LLC
- 363. OHI Asset (MS) Greenwood, LLC
- 364. OHI Asset (MS) Grenada, LLC
- 365. OHI Asset (MS) Holly Springs, LLC
- 366. OHI Asset (MS) Indianola, LLC
- 367. OHI Asset (MS) Natchez, LLC
- 368. OHI Asset (MS) Picayune, LLC
- 369. OHI Asset (MS) Vicksburg, LLC
- 370. OHI Asset (MS) Yazoo City, LLC
- 371. OHI Asset (NC) Biscoe, LLC
- 372. OHI Asset (NC) Cornelius, LLC
- 373. OHI Asset (NC) Drexel, LLC
- 374. OHI Asset (NC) Fayetteville, LLC
- 375. OHI Asset (NC) Hallsboro, LLC
- 376. OHI Asset (NC) Marion, LLC
- 377. OHI Asset (NC) Marshville, LLC
- 378. OHI Asset (NC) Mocksville – 1007 Howard Street, LLC
- 379. OHI Asset (NC) Mocksville – 1304 Madison Road, LLC
- 380. OHI Asset (NC) Nashville, LLC
- 381. OHI Asset (NC) Raeford, LLC
- 382. OHI Asset (NC) Rocky Mount – 1558 S. Winstead, LLC
- 383. OHI Asset (NC) Rocky Mount – 415 N. Winstead, LLC
- 384. OHI Asset (NC) Salisbury, LLC
- 385. OHI Asset (NC) Saluda, LLC
- 386. OHI Asset (NC) Shallotte, LLC
- 387. OHI Asset (NC) Wadesboro, LLC
- 388. OHI Asset (NC) Waynesville, LLC
- 389. OHI Asset (NC) Wilmington, LLC
- 390. OHI Asset (NC) Winston Salem, LLC
- 391. OHI Asset (NY) 2nd Avenue, LLC
- 392. OHI Asset (NY) 93rd Street, LLC
- 393. OHI Asset (OH) Huber Heights, LLC
- 394. OHI Asset (OH) Lender, LLC
- 395. OHI Asset (OH), LLC
- 396. OHI Asset (OH) New London, LLC
- 397. OHI Asset (OR) Portland, LLC
- 398. OHI Asset (OH) Steubenville, LLC
- 399. OHI Asset (OH) Toledo, LLC
- 400. OHI Asset (OR) Troutdale, LLC
- 401. OHI Asset (OH) West Carrollton, LLC
- 402. OHI Asset (PA) GP, LLC
- 403. OHI Asset (PA) West Mifflin, LP
- 404. OHI Asset (PA), LLC
- 405. OHI Asset (PA), LP
- 406. OHI Asset (SC) Aiken, LLC

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- 407. OHI Asset (SC) Anderson, LLC
- 408. OHI Asset (SC) Easley Anne, LLC
- 409. OHI Asset (SC) Easley Crestview, LLC
- 410. OHI Asset (SC) Edgefield, LLC
- 411. OHI Asset (SC) Five Forks, LLC
- 412. OHI Asset (SC) Greenville Cottages, LLC
- 413. OHI Asset (SC) Greenville Griffith, LLC
- 414. OHI Asset (SC) Greenville Laurens, LLC
- 415. OHI Asset (SC) Greenville North, LLC
- 416. OHI Asset (SC) Greenville, LLC
- 417. OHI Asset (SC) Greer, LLC
- 418. OHI Asset (SC) Marietta, LLC
- 419. OHI Asset (SC) McCormick, LLC
- 420. OHI Asset (SC) Orangeburg, LLC
- 421. OHI Asset (SC) Pickens East Cedar, LLC
- 422. OHI Asset (SC) Pickens Rosemond, LLC
- 423. OHI Asset (SC) Piedmont, LLC
- 424. OHI Asset (SC) Simpsonville SE Main, LLC
- 425. OHI Asset (SC) Simpsonville West Broad, LLC
- 426. OHI Asset (SC) Simpsonville West Curtis, LLC
- 427. OHI Asset (TN) Bartlett, LLC
- 428. OHI Asset (TN) Collierville, LLC
- 429. OHI Asset (TN) Jamestown, LLC
- 430. OHI Asset (TN) Jefferson City, LLC
- 431. OHI Asset (TN) Memphis, LLC
- 432. OHI Asset (TN) Monterey, LLC
- 433. OHI Asset (TN) Rogersville, LLC
- 434. OHI Asset (TX) Anderson, LLC
- 435. OHI Asset (TX) Athens, LLC
- 436. OHI Asset (TX) Bryan, LLC
- 437. OHI Asset (TX) Burleson, LLC
- 438. OHI Asset (TX) College Station, LLC
- 439. OHI Asset (TX) Comfort, LLC
- 440. OHI Asset (TX) Diboll, LLC
- 441. OHI Asset (TX) Granbury, LLC
- 442. OHI Asset (TX) Hondo, LLC
- 443. OHI Asset (TX) Italy, LLC
- 444. OHI Asset (TX) Longview, LLC
- 445. OHI Asset (TX) Schertz, LLC
- 446. OHI Asset (TX) Winnsboro, LLC
- 447. OHI Asset (TX) Winnsboro ALF, LLC
- 448. OHI Asset (TX), LLC
- 449. OHI Asset (UT) Ogden, LLC
- 450. OHI Asset (UT) Provo, LLC
- 451. OHI Asset (UT) Roy, LLC
- 452. OHI Asset (VA) Charlottesville - 1165 Pepsi Place, LLC

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- 453. OHI Asset (VA) Charlottesville, LLC
- 454. OHI Asset (VA) Chesapeake, LLC
- 455. OHI Asset (VA) Farmville, LLC
- 456. OHI Asset (VA) Galax, LLC
- 457. OHI Asset (VA) Hillsville, LLC
- 458. OHI Asset (VA) Midlothian, LLC
- 459. OHI Asset (VA) Madison, LLC
- 460. OHI Asset (VA) Martinsville SNF, LLC
- 461. OHI Asset (VA) Mechanicsville, LLC
- 462. OHI Asset (VA) Norfolk, LLC
- 463. OHI Asset (VA) Portsmouth, LLC
- 464. OHI Asset (VA) Richmond - 2420 Pemberton Road, LLC
- 465. OHI Asset (VA) Richmond - 9101 Bon Air, LLC
- 466. OHI Asset (VA) Rocky Mount, LLC
- 467. OHI Asset (VA) Suffolk, LLC
- 468. OHI Asset (WA) Battle Ground, LLC
- 469. OHI Asset (WA) Fort Vancouver, LLC
- 470. OHI Asset (WV) Danville, LLC
- 471. OHI Asset (WV) Ivydale, LLC
- 472. OHI Asset CHG ALF, LLC
- 473. OHI Asset CSB LLC
- 474. OHI Asset CSE – E, LLC
- 475. OHI Asset CSE – U, LLC
- 476. OHI Asset CSE–E Subsidiary, LLC
- 477. OHI Asset CSE–U Subsidiary, LLC
- 478. OHI Asset HUD CFG, LLC
- 479. OHI Asset HUD Delta, LLC
- 480. OHI Asset HUD H-F, LLC
- 481. OHI Asset HUD SF CA, LLC
- 482. OHI Asset HUD SF, LLC
- 483. OHI Asset HUD WO, LLC
- 484. OHI Asset II (CA), LLC
- 485. OHI Asset II (FL), LLC
- 486. OHI Asset II (PA), LP
- 487. OHI Asset III (PA), LP
- 488. OHI Asset IV (PA) Silver Lake, LP
- 489. OHI Asset Management, LLC
- 490. OHI Asset RO PMM Services, LLC
- 491. OHI Asset RO, LLC
- 492. OHI Asset S-W, LLC
- 493. OHI Asset, LLC
- 494. OHI Healthcare Properties Holdco, Inc.
- 495. OHI Healthcare Properties Limited Partnership
- 496. OHI Mezz Lender, LLC
- 497. OHI Tennessee, LLC (f/k/a OHI Tennessee, Inc.)
- 498. OHIMA, LLC (f/k/a OHIMA, Inc.)

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- 499. Ohio Aviv Three, L.L.C.
- 500. Ohio Aviv Two, L.L.C.
- 501. Ohio Aviv, L.L.C.
- 502. Ohio Indiana Property, L.L.C.
- 503. Ohio Pennsylvania Property, L.L.C.
- 504. Oklahoma Two Property, L.L.C.
- 505. Oklahoma Warr Wind, L.L.C.
- 506. Omaha Associates, L.L.C.
- 507. Omega TRS I, Inc.
- 508. Orange ALF Property, L.L.C.
- 509. Orange Village Care Center, LLC (f/k/a Orange Village Care Center, Inc.)
- 510. Orange, L.L.C.
- 511. Oregon Associates, L.L.C.
- 512. Oso Avenue Property, L.L.C.
- 513. Ostrom Avenue Property, L.L.C.
- 514. Palm Valley Senior Care, LLC
- 515. Panama City Nursing Center LLC
- 516. Pavillion North Partners, LLC
- 517. Pavillion North, LLP
- 518. Pavillion Nursing Center North, LLC
- 519. Peabody Associates Two, L.L.C.
- 520. Peabody Associates, L.L.C.
- 521. Pennington Road Property, L.L.C.
- 522. Pensacola Real Estate Holdings I, LLC (f/k/a Pensacola Real Estate Holdings I, Inc.)

- 523. Pensacola Real Estate Holdings II, LLC (f/k/a Pensacola Real Estate Holdings II, Inc.)
- 524. Pensacola Real Estate Holdings III, LLC (f/k/a Pensacola Real Estate Holdings III, Inc.)
- 525. Pensacola Real Estate Holdings IV, LLC (f/k/a Pensacola Real Estate Holdings IV, Inc.)
- 526. Pensacola Real Estate Holdings V, LLC (f/k/a Pensacola Real Estate Holdings V, Inc.)
- 527. Pocatello Idaho Property, L.L.C.
- 528. Pomona Vista L.L.C.
- 529. Prescott Arkansas, L.L.C.
- 530. PV Realty-Ciinton, LLC
- 531. PV Realty-Kensington, LLC
- 532. PV Realty-Willow Tree, LLC
- 533. Raton Property Limited Company
- 534. Ravenna Ohio Property, L.L.C.
- 535. Red Rocks, L.L.C.
- 536. Richland Washington, L.L.C.
- 537. Ridgecrest Senior Care, LLC
- 538. Riverside Nursing Home Associates Two, L.L.C.

[Schedule I – 11th Supplemental Indenture – 2025 Notes]

- 539. Riverside Nursing Home Associates, L.L.C.
- 540. Rockingham Drive Property, L.L.C.
- 541. Rose Baldwin Park Property L.L.C.
- 542. S.C. Portfolio Property, L.L.C.
- 543. Salem Associates, L.L.C.
- 544. San Juan NH Property, LLC
- 545. Sandalwood Arkansas Property, L.L.C.
- 546. Santa Ana-Bartlett, L.L.C.
- 547. Santa Fe Missouri Associates, L.L.C.
- 548. Savoy/Bonham Venture, L.L.C.
- 549. Searcy Aviv, L.L.C.
- 550. Sedgwick Properties, L.L.C.
- 551. Seguin Texas Property, L.L.C.
- 552. Sierra Ponds Property, L.L.C.
- 553. Skyler Boyington, LLC (f/k/a Skyler Boyington, Inc.)
- 554. Skyler Florida, LLC (f/k/a Skyler Florida, Inc.)
- 555. Skyler Maitland LLC
- 556. Skyler Pensacola, LLC (f/k/a Skyler Pensacola, Inc.)
- 557. Skyview Associates, L.L.C.
- 558. Southeast Missouri Property, L.L.C.
- 559. Southern California Nevada, L.L.C.
- 560. St. Joseph Missouri Property, L.L.C.
- 561. St. Mary's Properties, LLC (f/k/a St. Mary's Properties, Inc.)

- 562. Star City Arkansas, L.L.C.
- 563. Stephenville Texas Property, L.L.C.
- 564. Sterling Acquisition, LLC
- 565. Stevens Avenue Property, L.L.C.
- 566. Sun-Mesa Properties, L.L.C.
- 567. Suwanee, LLC
- 568. Texas Fifteen Property, L.L.C.
- 569. Texas Four Property, L.L.C.
- 570. Texas Lessor – Stonegate GP, LLC
- 571. Texas Lessor – Stonegate, Limited, LLC
- 572. Texas Lessor – Stonegate, LP
- 573. Texhoma Avenue Property, L.L.C.
- 574. The Suburban Pavilion, LLC (f/k/a The Suburban Pavilion, Inc.)
- 575. Tujung, L.L.C.
- 576. Tulare County Property, L.L.C.
- 577. Twinsburg Ohio Property, LLC
- 578. VRB Aviv, L.L.C.
- 579. Washington Idaho Property, L.L.C.
- 580. Washington Lessor – Silverdale, LLC
- 581. Washington-Oregon Associates, L.L.C.
- 582. Watauga Associates, L.L.C.
- 583. Wellington Leasehold, L.L.C.
- 584. West Pearl Street, L.L.C.

- 585. West Yarmouth Property I, L.L.C.
- 586. Westerville Ohio Office Property, L.L.C.
- 587. Weston ALF Property, LLC
- 588. Wheeler Healthcare Associates, L.L.C.
- 589. Whitlock Street Property, L.L.C.
- 590. Wilcare, LLC
- 591. Willis Texas Aviv, L.L.C.
- 592. Yuba Aviv, L.L.C.

[Schedule I – 11th Supplemental Indenture – 2025 Notes]

Schedule II

NEW SUBSIDIARIES

1. Cuyahoga Falls Property II, L.L.C.
2. OHI Asset (FL) Graceville, LLC
3. OHI Asset (FL) Marianna, LLC
4. OHI Asset (FL) Port St. Joe, LLC
5. OHI Asset (GA) Cordele, LLC
6. OHI Asset (KY) Beattyville, LLC
7. OHI Asset (KY) Louisville – 1120 Cristland, LLC
8. OHI Asset (KY) Louisville – 2529 Six Mile Lane, LLC
9. OHI Asset (KY) Morgantown, LLC
10. OHI Asset (KY) Owensboro, LLC
11. OHI Asset (TN) Cleveland, LLC
12. OHI Asset (TN) Columbia, LLC
13. OHI Asset (TN) Elizabethton, LLC
14. OHI Asset (TN) Memphis – 1150 Dovecrest, LLC
15. OHI Asset (TN) Monteagle, LLC
16. OHI Asset (TN) Mountain City, LLC
17. OHI Asset (TN) Nashville, LLC
18. OHI Asset (TN) Pigeon Forge, LLC
19. OHI Asset (TN) Rockwood, LLC
20. OHI Asset (TN) Rogersville – 109 Highway 70 North, LLC
21. OHI Asset (TN) South Pittsburg, LLC
22. OHI Asset (TN) Spring City, LLC
23. OHI Asset (TN) Westmoreland, LLC

[Schedule II – 11th Supplemental Indenture – 2025 Notes]

**EIGHTH SUPPLEMENTAL INDENTURE
(Senior Notes due 2027)**

THIS EIGHTH SUPPLEMENTAL INDENTURE (this "Eighth Supplemental Indenture") is dated as of March 17, 2017, among OMEGA HEALTHCARE INVESTORS, INC., a Maryland corporation (the "Issuer"), each of the entities listed on Schedule II hereto (the "New Subsidiaries") and U.S. BANK NATIONAL ASSOCIATION, a national banking association organized and existing under the laws of the United States of America, as trustee (the "Trustee").

WITNESSETH:

WHEREAS, the Issuer and each of its direct and indirect subsidiaries listed on Schedule I hereto (collectively, the "Subsidiary Guarantors") have heretofore executed and delivered to the Trustee an Indenture, dated as of March 18, 2015 (as supplemented by that First Supplemental Indenture, dated as of April 1, 2015, that Second Supplemental Indenture, dated as of August 4, 2015, that Third Supplemental Indenture, dated as of November 9, 2015, that Fourth Supplemental Indenture, dated as of March 29, 2016, that Fifth Supplemental Indenture, dated as of May 13, 2016, that Sixth Supplemental Indenture, dated as of August 9, 2016, and that Seventh Supplemental Indenture, dated as of November 10, 2016; the "Indenture") providing for the issuance of the Issuer's 4.500% Senior Notes due 2027 (the "Notes");

WHEREAS, Section 9.01(a)(4) of the Indenture authorizes the Issuer and the Trustee, together, to amend or supplement the Indenture, without notice to or consent of any Holder of the Notes and without the execution of such amendment or supplement by existing Subsidiary Guarantors, for the purpose of adding any additional Subsidiary Guarantee by any additional Guarantor;

WHEREAS, pursuant to Section 4.09 of the Indenture, the New Subsidiaries are required to become Subsidiary Guarantors;

WHEREAS, in Section 1.01 of the Indenture, the term "Subsidiary Guarantors" is defined to include all Persons that become a Subsidiary Guarantor by the terms of the Indenture after the Closing Date; and

WHEREAS, Section 10.01 of the Indenture provides that each Subsidiary Guarantor shall be a guarantor of the Issuer's obligations under the Notes, subject to the terms and conditions described in the Indenture.

NOW, THEREFORE, in consideration of the foregoing and for other good and valuable consideration, the receipt of which is hereby acknowledged, the Issuer, the New Subsidiaries and the Trustee mutually covenant and agree for the equal and ratable benefit of the Holders of the Notes as follows:

1. CAPITALIZED TERMS. Capitalized terms used herein without definition shall have the meanings assigned to them in the Indenture.

[8th Supplemental Indenture – 2027 Notes]

2. AMENDMENT TO GUARANTEE. The New Subsidiaries hereby agree, jointly and severally with all other Subsidiary Guarantors, to guarantee the Issuer's obligations under the Notes on the terms and subject to the conditions set forth in the Indenture, and to be bound by, and to receive the benefit of, all other applicable provisions of the Indenture as Subsidiary Guarantors. Such guarantee shall be evidenced by the New Subsidiaries' execution of Subsidiary Guarantees, the form of which is attached as Exhibit E to the Indenture, and shall be effective as of the date hereof.
3. NO RECOURSE AGAINST OTHERS. No past, present or future director, officer, employee, incorporator, stockholder, member, manager or controlling person of the New Subsidiaries, as such, shall have any liability for any obligations of the Issuer or any Subsidiary Guarantor under the Notes, any Guarantees, the Indenture or this Eighth Supplemental Indenture or for any claim based on, in respect of, or by reason of, such obligations or their creation. Each Holder of the Notes, by accepting and holding a Note, waives and releases all such liability. Such waiver and release are part of the consideration for the issuance of the Notes.
4. NEW YORK LAW TO GOVERN. The laws of the State of New York shall govern and be used to construe this Eighth Supplemental Indenture.
5. COUNTERPARTS. The parties may sign any number of copies of this Eighth Supplemental Indenture. Each signed copy shall be an original, but all of them together shall represent the same agreement.
6. EFFECT OF HEADINGS. The Section headings herein are for convenience only and shall not affect the construction hereof.
7. THE TRUSTEE. The Trustee shall not be responsible in any manner whatsoever for or in respect of the validity or sufficiency of this Eighth Supplemental Indenture or for or in respect of the recitals contained herein, all of which recitals are made solely by the Issuer and the New Subsidiaries.

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[8th Supplemental Indenture – 2027 Notes]

IN WITNESS WHEREOF, the parties hereto have caused this Eighth Supplemental Indenture to be duly executed, all as of the date first above written.

ISSUER:

OMEGA HEALTHCARE INVESTORS, INC.,
a Maryland corporation

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

NEW SUBSIDIARIES:

**ON BEHALF OF EACH OF THE NEW SUBSIDIARIES LISTED ON
SCHEDULE II**

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

[Signatures continued on the following page]

[Signature Page – 8th Supplemental Indenture – 2027 Notes]

U.S. BANK NATIONAL ASSOCIATION,
as Trustee

By: /s/ David Ferrell
Name: David Ferrell
Title: Vice President

[Signature Page – 8th Supplemental Indenture – 2027 Notes]

Schedule I

SUBSIDIARY GUARANTORS

1. 11900 East Artesia Boulevard, LLC
2. 1200 Ely Street Holdings Co. LLC
3. 13922 Cerise Avenue, LLC
4. 1628 B Street, LLC
5. 2400 Parkside Drive, LLC
6. 2425 Teller Avenue, LLC
7. 245 East Wilshire Avenue, LLC
8. 3232 Artesia Real Estate, LLC
9. 3806 Clayton Road, LLC
10. 42235 County Road Holdings Co. LLC
11. 446 Sycamore Road, L.L.C.
12. 48 High Point Road, LLC
13. 523 Hayes Lane, LLC
14. 637 East Romie Lane, LLC
15. Alamogordo Aviv, L.L.C.
16. Albany Street Property, L.L.C.
17. Arizona Lessor - Infinia, LLC
18. Arkansas Aviv, L.L.C.
19. Arma Yates, L.L.C.
20. Avery Street Property, L.L.C
21. Aviv Asset Management, L.L.C.
22. Aviv Financing I, L.L.C.
23. Aviv Financing II, L.L.C.
24. Aviv Financing III, L.L.C.
25. Aviv Financing IV, L.L.C.
26. Aviv Financing V, L.L.C.
27. Aviv Foothills, L.L.C.
28. Aviv Healthcare Properties Operating Partnership I, L.P.
29. Aviv Liberty, L.L.C.
30. Avon Ohio, L.L.C.
31. Bala Cynwyd Real Estate, LP
32. Bayside Colorado Healthcare Associates, LLC
33. Bayside Street II, LLC
34. Bayside Street, LLC (f/k/a Bayside Street, Inc.)
35. Belleville Illinois, L.L.C.
36. Bellingham II Associates, L.L.C.
37. Bethel ALF Property, L.L.C.
38. BHG Aviv, L.L.C.
39. Biglerville Road, L.L.C.
40. Bonham Texas, L.L.C.
41. Bradenton ALF Property, L.L.C.

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42. Burton NH Property, L.L.C.
43. California Aviv Two, L.L.C.
44. California Aviv, L.L.C.
45. Camas Associates, L.L.C.
46. Canton Health Care Land, LLC (f/k/a Canton Health Care Land, Inc.)
47. Carnegie Gardens LLC
48. Casa/Sierra California Associates, L.L.C.
49. CFG 2115 Woodstock Place LLC
50. Champaign Williamson Franklin, L.L.C.
51. Chardon Ohio Property Holdings, L.L.C.
52. Chardon Ohio Property, L.L.C.
53. Chatham Aviv, L.L.C.
54. Chippewa Valley, L.L.C.
55. CHR Bartow LLC
56. CHR Boca Raton LLC
57. CHR Bradenton LLC
58. CHR Cape Coral LLC
59. CHR Fort Myers LLC
60. CHR Fort Walton Beach LLC
61. CHR Lake Wales LLC
62. CHR Lakeland LLC
63. CHR Pompano Beach Broward LLC
64. CHR Pompano Beach LLC
65. CHR Sanford LLC
66. CHR Spring Hill LLC
67. CHR St. Pete Bay LLC
68. CHR St. Pete Egret LLC
69. CHR Tampa Carrollwood LLC
70. CHR Tampa LLC
71. CHR Tarpon Springs LLC
72. CHR Titusville LLC
73. Clarkston Care, L.L.C.
74. Clayton Associates, L.L.C.
75. Colonial Gardens, LLC
76. Colonial Madison Associates, L.L.C.
77. Colorado Lessor - Conifer, LLC
78. Columbus Texas Aviv, L.L.C.
79. Columbus Western Avenue, L.L.C.
80. Colville Washington Property, L.L.C.
81. Commerce Nursing Homes, L.L.C.
82. Commerce Sterling Hart Drive, L.L.C.
83. Conroe Rigby Owen Road, L.L.C.
84. CR Aviv, L.L.C.
85. Crete Plus Five Property, L.L.C.
86. Crooked River Road, L.L.C.
87. CSE Albany LLC

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88. CSE Amarillo LLC
89. CSE Arden L.P.
90. CSE Augusta LLC
91. CSE Bedford LLC
92. CSE Blountville LLC
93. CSE Bolivar LLC
94. CSE Cambridge LLC
95. CSE Cambridge Realty LLC
96. CSE Camden LLC
97. CSE Canton LLC
98. CSE Casablanca Holdings II LLC
99. CSE Casablanca Holdings LLC
100. CSE Cedar Rapids LLC
101. CSE Centennial Village, LP
102. CSE Chelmsford LLC
103. CSE Chesterton LLC
104. CSE Claremont LLC
105. CSE Corpus North LLC
106. CSE Denver Iloff LLC
107. CSE Denver LLC
108. CSE Douglas LLC
109. CSE Elkton LLC
110. CSE Elkton Realty LLC
111. CSE Fairhaven LLC
112. CSE Fort Wayne LLC
113. CSE Frankston LLC
114. CSE Georgetown LLC
115. CSE Green Bay LLC
116. CSE Hilliard LLC
117. CSE Huntingdon LLC
118. CSE Huntsville LLC
119. CSE Indianapolis-Continental LLC
120. CSE Indianapolis-Greenbriar LLC
121. CSE Jacinto City LLC
122. CSE Jefferson City LLC
123. CSE Jeffersonville-Hillcrest Center LLC
124. CSE Jeffersonville-Jennings House LLC
125. CSE Kerrville LLC
126. CSE King L.P.
127. CSE Kingsport LLC
128. CSE Knightdale L.P.
129. CSE Lake City LLC
130. CSE Lake Worth LLC
131. CSE Lakewood LLC
132. CSE Las Vegas LLC
133. CSE Lawrenceburg LLC

[Schedule I – 8th Supplemental Indenture – 2027 Notes]

134. CSE Lenoir L.P.
135. CSE Lexington Park LLC
136. CSE Lexington Park Realty LLC
137. CSE Ligonier LLC
138. CSE Live Oak LLC
139. CSE Lowell LLC
140. CSE Marianna Holdings LLC
141. CSE Memphis LLC
142. CSE Mobile LLC
143. CSE Moore LLC
144. CSE North Carolina Holdings I LLC
145. CSE North Carolina Holdings II LLC
146. CSE Omro LLC
147. CSE Orange Park LLC
148. CSE Orlando-Pinar Terrace Manor LLC
149. CSE Orlando-Terra Vista Rehab LLC
150. CSE Pennsylvania Holdings, LP
151. CSE Piggott LLC
152. CSE Pilot Point LLC
153. CSE Pine View LLC
154. CSE Ponca City LLC
155. CSE Port St. Lucie LLC
156. CSE Richmond LLC
157. CSE Ripley LLC
158. CSE Ripon LLC
159. CSE Safford LLC
160. CSE Salina LLC
161. CSE Seminole LLC
162. CSE Shawnee LLC
163. CSE Spring Branch LLC
164. CSE Stillwater LLC
165. CSE Taylorsville LLC
166. CSE Texarkana LLC
167. CSE Texas City LLC
168. CSE The Village LLC
169. CSE Upland LLC
170. CSE Walnut Cove L.P.
171. CSE West Point LLC
172. CSE Whitehouse LLC
173. CSE Williamsport LLC
174. CSE Winter Haven LLC
175. CSE Woodfin L.P.
176. CSE Yorktown LLC
177. Cuyahoga Falls Property, L.L.C.
178. Dallas Two Property, L.L.C.
179. Danbury ALF Property, L.L.C.

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180. Darien ALF Property, L.L.C.
181. Delta Investors I, LLC
182. Delta Investors II, LLC
183. Denison Texas, L.L.C.
184. Desert Lane LLC
185. Dixie White House Nursing Home, LLC (f/k/a Dixie White House Nursing Home, Inc.)
186. Dixon Health Care Center, LLC (f/k/a Dixon Health Care Center, Inc.)
187. East Rollins Street, L.L.C.
188. Edgewood Drive Property, L.L.C.
189. Effingham Associates, L.L.C.
190. Elite Mattoon, L.L.C.
191. Elite Yorkville, L.L.C.
192. Encanto Senior Care, LLC
193. Falcon Four Property Holding, L.L.C.
194. Falcon Four Property, L.L.C.
195. Falfurrias Texas, L.L.C.
196. Florida ALF Properties, L.L.C.
197. Florida Four Properties, L.L.C.
198. Florida Lessor – Meadowview, LLC
199. Florida Real Estate Company, LLC
200. Fort Stockton Property, L.L.C.
201. Four Fountains Aviv, L.L.C.
202. Fredericksburg South Adams Street, L.L.C.
203. Freewater Oregon, L.L.C.
204. Fullerton California, L.L.C.
205. G&L Gardens, LLC
206. Gardnerville Property, L.L.C.
207. Georgia Lessor - Bonterra/Parkview, LLC
208. Germantown Property, L.L.C.
209. Giltex Care, L.L.C.
210. Glendale NH Property, L.L.C.
211. Golden Hill Real Estate Company, LLC
212. Gonzales Texas Property, L.L.C.
213. Great Bend Property, L.L.C.
214. Greenbough, LLC
215. Greenville Kentucky Property, L.L.C.
216. Heritage Monterey Associates, L.L.C.
217. HHM Aviv, L.L.C.
218. Hidden Acres Property, L.L.C.
219. Highland Leasehold, L.L.C.
220. Hobbs Associates, L.L.C.
221. Hot Springs Atrium Owner, LLC
222. Hot Springs Aviv, L.L.C.
223. Hot Springs Cottages Owner, LLC
224. Hot Springs Marina Owner, LLC

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- 225. Houston Texas Aviv, L.L.C.
- 226. Hutchinson Kansas, L.L.C.
- 227. Hutton I Land, LLC (f/k/a Hutton I Land, Inc.)
- 228. Hutton II Land, LLC (f/k/a Hutton II Land, Inc.)
- 229. Hutton III Land, LLC (f/k/a Hutton III Land, Inc.)
- 230. Idaho Associates, L.L.C.
- 231. Illinois Missouri Properties, L.L.C.
- 232. Indiana Lessor – Wellington Manor, LLC
- 233. Iowa Lincoln County Property, L.L.C.
- 234. Jasper Springhill Street, L.L.C.
- 235. Kansas Five Property, L.L.C.
- 236. Karan Associates Two, L.L.C.
- 237. Karan Associates, L.L.C.
- 238. Karissa Court Property, L.L.C.
- 239. KB Northwest Associates, L.L.C.
- 240. Kentucky NH Properties, L.L.C.
- 241. Kingsville Texas, L.L.C.
- 242. LAD I Real Estate Company, LLC
- 243. Leatherman 90-1, LLC (f/k/a Leatherman 90-1, Inc.)
- 244. Leatherman Partnership 89-1, LLC (f/k/a Leatherman Partnership 89-1, Inc.)
- 245. Leatherman Partnership 89-2, LLC (f/k/a Leatherman Partnership 89-2, Inc.)
- 246. Louisville Dutchmans Property, L.L.C.
- 247. Magnolia Drive Property, L.L.C.
- 248. Manor Associates, L.L.C.
- 249. Mansfield Aviv, L.L.C.
- 250. Massachusetts Nursing Homes, L.L.C.
- 251. McCarthy Street Property, L.L.C.
- 252. Meridian Arms Land, LLC (f/k/a Meridian Arms Land, Inc.)
- 253. Minnesota Associates, L.L.C.
- 254. Mishawaka Property, L.L.C.
- 255. Missouri Associates, L.L.C.
- 256. Missouri Regency Associates, L.L.C.
- 257. Montana Associates, L.L.C.
- 258. Monterey Park Leasehold Mortgage, L.L.C.
- 259. Mount Washington Property, L.L.C.
- 260. Mt. Vernon Texas, L.L.C.
- 261. Murray County, L.L.C.
- 262. Muscatine Toledo Properties, L.L.C.
- 263. N.M. Bloomfield Three Plus One Limited Company
- 264. N.M. Espanola Three Plus One Limited Company
- 265. N.M. Lordsburg Three Plus One Limited Company
- 266. N.M. Silver City Three Plus One Limited Company
- 267. New Hope Property, L.L.C.
- 268. Newtown ALF Property, L.L.C.

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- 269. Nicholasville Kentucky Property, L.L.C.
- 270. North Las Vegas LLC
- 271. North Royalton Ohio Property, L.L.C.
- 272. Norwalk ALF Property, L.L.C.
- 273. NRS Ventures, L.L.C.
- 274. Oakland Nursing Homes, L.L.C.
- 275. Ocean Springs Nursing Home, LLC (f/k/a Ocean Springs Nursing Home, Inc.)
- 276. October Associates, L.L.C.
- 277. Ogden Associates, L.L.C.
- 278. OHI (Connecticut), LLC
- 279. OHI (Illinois), LLC(f/k/a OHI (Illinois), Inc.)
- 280. OHI (Indiana), LLC
- 281. OHI (Iowa), LLC(f/k/a OHI (Iowa), Inc.)
- 282. OHI Asset (AR) Ash Flat, LLC
- 283. OHI Asset (AR) Camden, LLC
- 284. OHI Asset (AR) Conway, LLC
- 285. OHI Asset (AR) Des Arc, LLC
- 286. OHI Asset (AR) Hot Springs, LLC
- 287. OHI Asset (AR) Malvern, LLC
- 288. OHI Asset (AR) Mena, LLC
- 289. OHI Asset (AR) Pocahontas, LLC
- 290. OHI Asset (AR) Sheridan, LLC
- 291. OHI Asset (AR) Walnut Ridge, LLC
- 292. OHI Asset (AZ) Austin House, LLC
- 293. OHI Asset (CA), LLC
- 294. OHI Asset (CO) Brighton, LLC
- 295. OHI Asset (CO) Denver, LLC
- 296. OHI Asset (CO) Mesa, LLC
- 297. OHI Asset (CO), LLC
- 298. OHI Asset (CT) Lender, LLC
- 299. OHI Asset (FL) Eustis, LLC
- 300. OHI Asset (FL) Lake Placid, LLC
- 301. OHI Asset (FL) Lender, LLC
- 302. OHI Asset (FL) Lutz, LLC
- 303. OHI Asset (FL) Middleburg, LLC
- 304. OHI Asset (FL), LLC
- 305. OHI Asset (FL) Pensacola - Hillview, LLC
- 306. OHI Asset (FL) Pensacola, LLC
- 307. OHI Asset (FL) Sebring, LLC
- 308. OHI Asset (GA) Dunwoody, LLC
- 309. OHI Asset (GA) Macon, LLC
- 310. OHI Asset (GA) Moultrie, LLC
- 311. OHI Asset (GA) Nashville, LLC
- 312. OHI Asset (GA) Roswell, LLC
- 313. OHI Asset (GA) Snellville, LLC

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- 314. OHI Asset (GA) Valdosta, LLC
- 315. OHI Asset (ID) Holly, LLC
- 316. OHI Asset (ID) Midland, LLC
- 317. OHI Asset (ID), LLC
- 318. OHI Asset (IL), LLC
- 319. OHI Asset (IN) American Village, LLC
- 320. OHI Asset (IN) Anderson, LLC
- 321. OHI Asset (IN) Beech Grove, LLC
- 322. OHI Asset (IN) Clarksville, LLC
- 323. OHI Asset (IN) Clinton, LLC
- 324. OHI Asset (IN) Connersville, LLC
- 325. OHI Asset (IN) Crown Point, LLC
- 326. OHI Asset (IN) Eagle Valley, LLC
- 327. OHI Asset (IN) Elkhart, LLC
- 328. OHI Asset (IN) Forest Creek, LLC
- 329. OHI Asset (IN) Fort Wayne, LLC
- 330. OHI Asset (IN) Franklin, LLC
- 331. OHI Asset (IN) Greensburg, LLC
- 332. OHI Asset (IN) Indianapolis, LLC
- 333. OHI Asset (IN) Jasper, LLC
- 334. OHI Asset (IN) Kokomo, LLC
- 335. OHI Asset (IN) Lafayette, LLC
- 336. OHI Asset (IN) Madison, LLC
- 337. OHI Asset (IN) Monticello, LLC
- 338. OHI Asset (IN) Noblesville, LLC
- 339. OHI Asset (IN) Rosewalk, LLC
- 340. OHI Asset (IN) Salem, LLC
- 341. OHI Asset (IN) Seymour, LLC
- 342. OHI Asset (IN) Spring Mill, LLC
- 343. OHI Asset (IN) Terre Haute, LLC
- 344. OHI Asset (IN) Wabash, LLC
- 345. OHI Asset (IN) Westfield, LLC
- 346. OHI Asset (IN) Zionsville, LLC
- 347. OHI Asset (LA) Baton Rouge, LLC
- 348. OHI Asset (LA), LLC
- 349. OHI Asset (MD), LLC
- 350. OHI Asset (MD) Baltimore - Pall Mall, LLC
- 351. OHI Asset (MD) Baltimore - West Belvedere, LLC
- 352. OHI Asset (MD) Salisbury, LLC
- 353. OHI Asset (MI) Heather Hills, LLC
- 354. OHI Asset (MI), LLC
- 355. OHI Asset (MI) Carson City, LLC
- 356. OHI Asset (MO) Jackson, LLC
- 357. OHI Asset (MO), LLC
- 358. OHI Asset (MS) Byhalia, LLC
- 359. OHI Asset (MS) Cleveland, LLC

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- 360. OHI Asset (MS) Clinton, LLC
- 361. OHI Asset (MS) Columbia, LLC
- 362. OHI Asset (MS) Corinth, LLC
- 363. OHI Asset (MS) Greenwood, LLC
- 364. OHI Asset (MS) Grenada, LLC
- 365. OHI Asset (MS) Holly Springs, LLC
- 366. OHI Asset (MS) Indianola, LLC
- 367. OHI Asset (MS) Natchez, LLC
- 368. OHI Asset (MS) Picayune, LLC
- 369. OHI Asset (MS) Vicksburg, LLC
- 370. OHI Asset (MS) Yazoo City, LLC
- 371. OHI Asset (NC) Biscoe, LLC
- 372. OHI Asset (NC) Cornelius, LLC
- 373. OHI Asset (NC) Drexel, LLC
- 374. OHI Asset (NC) Fayetteville, LLC
- 375. OHI Asset (NC) Hallsboro, LLC
- 376. OHI Asset (NC) Marion, LLC
- 377. OHI Asset (NC) Marshville, LLC
- 378. OHI Asset (NC) Mocksville – 1007 Howard Street, LLC
- 379. OHI Asset (NC) Mocksville – 1304 Madison Road, LLC

- 380. OHI Asset (NC) Nashville, LLC
- 381. OHI Asset (NC) Raeford, LLC
- 382. OHI Asset (NC) Rocky Mount – 1558 S. Winstead, LLC
- 383. OHI Asset (NC) Rocky Mount – 415 N. Winstead, LLC
- 384. OHI Asset (NC) Salisbury, LLC
- 385. OHI Asset (NC) Saluda, LLC
- 386. OHI Asset (NC) Shallotte, LLC
- 387. OHI Asset (NC) Wadesboro, LLC
- 388. OHI Asset (NC) Waynesville, LLC
- 389. OHI Asset (NC) Wilmington, LLC
- 390. OHI Asset (NC) Winston Salem, LLC
- 391. OHI Asset (NY) 2nd Avenue, LLC
- 392. OHI Asset (NY) 93rd Street, LLC
- 393. OHI Asset (OH) Huber Heights, LLC
- 394. OHI Asset (OH) Lender, LLC
- 395. OHI Asset (OH), LLC
- 396. OHI Asset (OH) New London, LLC
- 397. OHI Asset (OR) Portland, LLC
- 398. OHI Asset (OH) Steubenville, LLC

- 399. OHI Asset (OH) Toledo, LLC
- 400. OHI Asset (OR) Troutdale, LLC
- 401. OHI Asset (OH) West Carrollton, LLC
- 402. OHI Asset (PA) GP, LLC
- 403. OHI Asset (PA) West Mifflin, LP
- 404. OHI Asset (PA), LLC
- 405. OHI Asset (PA), LP

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- 406. OHI Asset (SC) Aiken, LLC
- 407. OHI Asset (SC) Anderson, LLC
- 408. OHI Asset (SC) Easley Anne, LLC
- 409. OHI Asset (SC) Easley Crestview, LLC
- 410. OHI Asset (SC) Edgefield, LLC
- 411. OHI Asset (SC) Five Forks, LLC
- 412. OHI Asset (SC) Greenville Cottages, LLC
- 413. OHI Asset (SC) Greenville Griffith, LLC
- 414. OHI Asset (SC) Greenville Laurens, LLC
- 415. OHI Asset (SC) Greenville North, LLC
- 416. OHI Asset (SC) Greenville, LLC
- 417. OHI Asset (SC) Greer, LLC
- 418. OHI Asset (SC) Marietta, LLC
- 419. OHI Asset (SC) McCormick, LLC
- 420. OHI Asset (SC) Orangeburg, LLC
- 421. OHI Asset (SC) Pickens East Cedar, LLC
- 422. OHI Asset (SC) Pickens Rosemond, LLC
- 423. OHI Asset (SC) Piedmont, LLC
- 424. OHI Asset (SC) Simpsonville SE Main, LLC

- 425. OHI Asset (SC) Simpsonville West Broad, LLC
- 426. OHI Asset (SC) Simpsonville West Curtis, LLC
- 427. OHI Asset (TN) Bartlett, LLC
- 428. OHI Asset (TN) Collierville, LLC
- 429. OHI Asset (TN) Jamestown, LLC
- 430. OHI Asset (TN) Jefferson City, LLC
- 431. OHI Asset (TN) Memphis, LLC
- 432. OHI Asset (TN) Monterey, LLC
- 433. OHI Asset (TN) Rogersville, LLC
- 434. OHI Asset (TX) Anderson, LLC
- 435. OHI Asset (TX) Athens, LLC
- 436. OHI Asset (TX) Bryan, LLC
- 437. OHI Asset (TX) Burleson, LLC
- 438. OHI Asset (TX) College Station, LLC
- 439. OHI Asset (TX) Comfort, LLC
- 440. OHI Asset (TX) Diboll, LLC
- 441. OHI Asset (TX) Granbury, LLC
- 442. OHI Asset (TX) Hondo, LLC
- 443. OHI Asset (TX) Italy, LLC
- 444. OHI Asset (TX) Longview, LLC
- 445. OHI Asset (TX) Schertz, LLC
- 446. OHI Asset (TX) Winnsboro, LLC
- 447. OHI Asset (TX) Winnsboro ALF, LLC
- 448. OHI Asset (TX), LLC
- 449. OHI Asset (UT) Ogden, LLC
- 450. OHI Asset (UT) Provo, LLC
- 451. OHI Asset (UT) Roy, LLC

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- 452. OHI Asset (VA) Charlottesville - 1165 Pepsi Place, LLC
- 453. OHI Asset (VA) Charlottesville, LLC
- 454. OHI Asset (VA) Chesapeake, LLC
- 455. OHI Asset (VA) Farmville, LLC
- 456. OHI Asset (VA) Galax, LLC
- 457. OHI Asset (VA) Hillsville, LLC
- 458. OHI Asset (VA) Madison, LLC
- 459. OHI Asset (VA) Martinsville SNF, LLC
- 460. OHI Asset (VA) Mechanicsville, LLC
- 461. OHI Asset (VA) Midlothian, LLC
- 462. OHI Asset (VA) Norfolk, LLC
- 463. OHI Asset (VA) Portsmouth, LLC
- 464. OHI Asset (VA) Richmond - 2420 Pemberton Road, LLC
- 465. OHI Asset (VA) Richmond - 9101 Bon Air, LLC
- 466. OHI Asset (VA) Rocky Mount, LLC
- 467. OHI Asset (VA) Suffolk, LLC
- 468. OHI Asset (WA) Battle Ground, LLC
- 469. OHI Asset (WA) Fort Vancouver, LLC
- 470. OHI Asset (WV) Danville, LLC
- 471. OHI Asset (WV) Ivydale, LLC
- 472. OHI Asset CHG ALF, LLC

- 473. OHI Asset CSB LLC
- 474. OHI Asset CSE – E, LLC
- 475. OHI Asset CSE – U, LLC
- 476. OHI Asset CSE–E Subsidiary, LLC
- 477. OHI Asset CSE–U Subsidiary, LLC
- 478. OHI Asset HUD CFG, LLC
- 479. OHI Asset HUD Delta, LLC
- 480. OHI Asset HUD H-F, LLC
- 481. OHI Asset HUD SF CA, LLC
- 482. OHI Asset HUD SF, LLC
- 483. OHI Asset HUD WO, LLC
- 484. OHI Asset II (CA), LLC
- 485. OHI Asset II (FL), LLC
- 486. OHI Asset II (PA), LP
- 487. OHI Asset III (PA), LP
- 488. OHI Asset IV (PA) Silver Lake, LP
- 489. OHI Asset Management, LLC
- 490. OHI Asset RO PMM Services, LLC
- 491. OHI Asset RO, LLC
- 492. OHI Asset S-W, LLC
- 493. OHI Asset, LLC
- 494. OHI Healthcare Properties Holdco, Inc.
- 495. OHI Healthcare Properties Limited Partnership
- 496. OHI Mezz Lender, LLC
- 497. OHI Tennessee, LLC (f/k/a OHI Tennessee, Inc.)

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- 498. OHIMA, LLC (f/k/a OHIMA, Inc.)
- 499. Ohio Aviv Three, L.L.C.
- 500. Ohio Aviv Two, L.L.C.
- 501. Ohio Aviv, L.L.C.
- 502. Ohio Indiana Property, L.L.C.
- 503. Ohio Pennsylvania Property, L.L.C.
- 504. Oklahoma Two Property, L.L.C.
- 505. Oklahoma Warr Wind, L.L.C.
- 506. Omaha Associates, L.L.C.
- 507. Omega TRS I, Inc.
- 508. Orange ALF Property, L.L.C.
- 509. Orange Village Care Center, LLC (f/k/a Orange Village Care Center, Inc.)
- 510. Orange, L.L.C.
- 511. Oregon Associates, L.L.C.
- 512. Oso Avenue Property, L.L.C.
- 513. Ostrom Avenue Property, L.L.C.
- 514. Palm Valley Senior Care, LLC
- 515. Panama City Nursing Center LLC
- 516. Pavillion North Partners, LLC
- 517. Pavillion North, LLP
- 518. Pavillion Nursing Center North, LLC
- 519. Peabody Associates Two, L.L.C.
- 520. Peabody Associates, L.L.C.
- 521. Pennington Road Property, L.L.C.
- 522. Pensacola Real Estate Holdings I, LLC (f/k/a Pensacola Real Estate Holdings I, Inc.)
- 523. Pensacola Real Estate Holdings II, LLC (f/k/a Pensacola Real Estate Holdings II, Inc.)
- 524. Pensacola Real Estate Holdings III, LLC (f/k/a Pensacola Real Estate Holdings III, Inc.)
- 525. Pensacola Real Estate Holdings IV, LLC (f/k/a Pensacola Real Estate Holdings IV, Inc.)
- 526. Pensacola Real Estate Holdings V, LLC (f/k/a Pensacola Real Estate Holdings V, Inc.)
- 527. Pocatello Idaho Property, L.L.C.
- 528. Pomona Vista L.L.C.
- 529. Prescott Arkansas, L.L.C.
- 530. PV Realty-Clinton, LLC
- 531. PV Realty-Kensington, LLC
- 532. PV Realty-Willow Tree, LLC
- 533. Raton Property Limited Company
- 534. Ravenna Ohio Property, L.L.C.
- 535. Red Rocks, L.L.C.
- 536. Richland Washington, L.L.C.
- 537. Ridgecrest Senior Care, LLC

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- 538. Riverside Nursing Home Associates Two, L.L.C.
- 539. Riverside Nursing Home Associates, L.L.C.
- 540. Rockingham Drive Property, L.L.C.
- 541. Rose Baldwin Park Property L.L.C.
- 542. S.C. Portfolio Property, L.L.C.
- 543. Salem Associates, L.L.C.
- 544. San Juan NH Property, LLC
- 545. Sandalwood Arkansas Property, L.L.C.
- 546. Santa Ana-Bartlett, L.L.C.
- 547. Santa Fe Missouri Associates, L.L.C.
- 548. Savoy/Bonham Venture, L.L.C.
- 549. Searcy Aviv, L.L.C.
- 550. Sedgwick Properties, L.L.C.
- 551. Seguin Texas Property, L.L.C.
- 552. Sierra Ponds Property, L.L.C.
- 553. Skyler Boyington, LLC (f/k/a Skyler Boyington, Inc.)
- 554. Skyler Florida, LLC (f/k/a Skyler Florida, Inc.)
- 555. Skyler Maitland LLC
- 556. Skyler Pensacola, LLC (f/k/a Skyler Pensacola, Inc.)
- 557. Skyview Associates, L.L.C.
- 558. Southeast Missouri Property, L.L.C.
- 559. Southern California Nevada, L.L.C.
- 560. St. Joseph Missouri Property, L.L.C.

- 561. St. Mary's Properties, LLC (f/k/a St. Mary's Properties, Inc.)
- 562. Star City Arkansas, L.L.C.
- 563. Stephenville Texas Property, L.L.C.
- 564. Sterling Acquisition, LLC
- 565. Stevens Avenue Property, L.L.C.
- 566. Sun-Mesa Properties, L.L.C.
- 567. Suwanee, LLC
- 568. Texas Fifteen Property, L.L.C.
- 569. Texas Four Property, L.L.C.
- 570. Texas Lessor – Stonegate GP, LLC
- 571. Texas Lessor – Stonegate, Limited, LLC
- 572. Texas Lessor – Stonegate, LP
- 573. Texhoma Avenue Property, L.L.C.
- 574. The Suburban Pavilion, LLC (f/k/a The Suburban Pavilion, Inc.)
- 575. Tujunga, L.L.C.
- 576. Tulare County Property, L.L.C.
- 577. Twinsburg Ohio Property, LLC
- 578. VRB Aviv, L.L.C.
- 579. Washington Idaho Property, L.L.C.
- 580. Washington Lessor – Silverdale, LLC
- 581. Washington-Oregon Associates, L.L.C.
- 582. Watauga Associates, L.L.C.
- 583. Wellington Leasehold, L.L.C.

[Schedule I – 8th Supplemental Indenture – 2027 Notes]

- 584. West Pearl Street, L.L.C.
- 585. West Yarmouth Property I, L.L.C.
- 586. Westerville Ohio Office Property, L.L.C.
- 587. Weston ALF Property, LLC
- 588. Wheeler Healthcare Associates, L.L.C.
- 589. Whitlock Street Property, L.L.C.
- 590. Wilcare, LLC
- 591. Willis Texas Aviv, L.L.C.
- 592. Yuba Aviv, L.L.C.

[Schedule I – 8th Supplemental Indenture – 2027 Notes]

Schedule II

NEW SUBSIDIARIES

1. Cuyahoga Falls Property II, L.L.C.
2. OHI Asset (FL) Graceville, LLC
3. OHI Asset (FL) Marianna, LLC
4. OHI Asset (FL) Port St. Joe, LLC
5. OHI Asset (GA) Cordele, LLC
6. OHI Asset (KY) Beattyville, LLC
7. OHI Asset (KY) Louisville – 1120 Cristland, LLC
8. OHI Asset (KY) Louisville – 2529 Six Mile Lane, LLC
9. OHI Asset (KY) Morgantown, LLC
10. OHI Asset (KY) Owensboro, LLC
11. OHI Asset (TN) Cleveland, LLC
12. OHI Asset (TN) Columbia, LLC
13. OHI Asset (TN) Elizabethton, LLC
14. OHI Asset (TN) Memphis – 1150 Dovecrest, LLC
15. OHI Asset (TN) Monteagle, LLC
16. OHI Asset (TN) Mountain City, LLC
17. OHI Asset (TN) Nashville, LLC
18. OHI Asset (TN) Pigeon Forge, LLC
19. OHI Asset (TN) Rockwood, LLC
20. OHI Asset (TN) Rogersville – 109 Highway 70 North, LLC
21. OHI Asset (TN) South Pittsburg, LLC
22. OHI Asset (TN) Spring City, LLC
23. OHI Asset (TN) Westmoreland, LLC

[Schedule II – 8th Supplemental Indenture – 2027 Notes]

**SIXTH SUPPLEMENTAL INDENTURE
(Senior Notes due 2026)**

THIS SIXTH SUPPLEMENTAL INDENTURE (this "Sixth Supplemental Indenture") is dated as of March 17, 2017, among OMEGA HEALTHCARE INVESTORS, INC., a Maryland corporation (the "Issuer"), each of the entities listed on Schedule II hereto (collectively, the "New Subsidiaries") and U.S. BANK NATIONAL ASSOCIATION, a national banking association organized and existing under the laws of the United States of America, as trustee (the "Trustee").

WITNESSETH:

WHEREAS, the Issuer and each of its direct and indirect subsidiaries listed on Schedule I hereto (collectively, the "Subsidiary Guarantors") have heretofore executed and delivered to the Trustee an Indenture, dated as of September 23, 2015 (as supplemented by that First Supplemental Indenture, dated as of November 9, 2015, that Second Supplemental Indenture, dated as of March 29, 2016, that Third Supplemental Indenture, dated as of May 13, 2016, that Fourth Supplemental Indenture, dated as of August 9, 2016, and that Fifth Supplemental Indenture, dated as of November 10, 2016; the "Indenture") providing for the issuance of the Issuer's 5.250 % Senior Notes due 2026 (the "Notes");

WHEREAS, Section 9.01(a)(4) of the Indenture authorizes the Issuer and the Trustee, together, to amend or supplement the Indenture, without notice to or consent of any Holder of the Notes and without the execution of such amendment or supplement by existing Subsidiary Guarantors, for the purpose of adding any additional Subsidiary Guarantee by any additional Guarantor;

WHEREAS, pursuant to Section 4.09 of the Indenture, the New Subsidiaries are required to become Subsidiary Guarantors;

WHEREAS, in Section 1.01 of the Indenture, the term "Subsidiary Guarantors" is defined to include all Persons that become a Subsidiary Guarantor by the terms of the Indenture after the Closing Date; and

WHEREAS, Section 10.01 of the Indenture provides that each Subsidiary Guarantor shall be a guarantor of the Issuer's obligations under the Notes, subject to the terms and conditions described in the Indenture.

NOW, THEREFORE, in consideration of the foregoing and for other good and valuable consideration, the receipt of which is hereby acknowledged, the Issuer, the New Subsidiaries and the Trustee mutually covenant and agree for the equal and ratable benefit of the Holders of the Notes as follows:

1. CAPITALIZED TERMS. Capitalized terms used herein without definition shall have the meanings assigned to them in the Indenture.

[6th Supplemental Indenture – 2026 Notes]

2. **AMENDMENT TO GUARANTEE.** The New Subsidiaries hereby agree, jointly and severally with all other Subsidiary Guarantors, to guarantee the Issuer's obligations under the Notes on the terms and subject to the conditions set forth in the Indenture, and to be bound by, and to receive the benefit of, all other applicable provisions of the Indenture as Subsidiary Guarantors. Such guarantee shall be evidenced by the New Subsidiaries' execution of Subsidiary Guarantees, the form of which is attached as Exhibit E to the Indenture, and shall be effective as of the date hereof.
3. **NO RECOURSE AGAINST OTHERS.** No past, present or future director, officer, employee, incorporator, stockholder, member, manager or controlling person of the New Subsidiaries, as such, shall have any liability for any obligations of the Issuer or any Subsidiary Guarantor under the Notes, any Guarantees, the Indenture or this Sixth Supplemental Indenture or for any claim based on, in respect of, or by reason of, such obligations or their creation. Each Holder of the Notes, by accepting and holding a Note, waives and releases all such liability. Such waiver and release are part of the consideration for the issuance of the Notes.
4. **NEW YORK LAW TO GOVERN.** The laws of the State of New York shall govern and be used to construe this Sixth Supplemental Indenture.
5. **COUNTERPARTS.** The parties may sign any number of copies of this Sixth Supplemental Indenture. Each signed copy shall be an original, but all of them together shall represent the same agreement.
6. **EFFECT OF HEADINGS.** The Section headings herein are for convenience only and shall not affect the construction hereof.
7. **THE TRUSTEE.** The Trustee shall not be responsible in any manner whatsoever for or in respect of the validity or sufficiency of this Sixth Supplemental Indenture or for or in respect of the recitals contained herein, all of which recitals are made solely by the Issuer and the New Subsidiaries.

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[6th Supplemental Indenture – 2026 Notes]

IN WITNESS WHEREOF, the parties hereto have caused this Sixth Supplemental Indenture to be duly executed, all as of the date first above written.

ISSUER:

OMEGA HEALTHCARE INVESTORS, INC.,
a Maryland corporation

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

NEW SUBSIDIARIES:

**ON BEHALF OF EACH OF THE NEW SUBSIDIARIES LISTED ON
SCHEDULE II**

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

[Signatures continued on the following page]

[Signature Page – 6th Supplemental Indenture – 2026 Notes]

U.S. BANK NATIONAL ASSOCIATION,
as Trustee

By: /s/ David Ferrell

Name: David Ferrell

Title: Vice President

[Signature Page – 6th Supplemental Indenture – 2026 Notes]

Schedule I

SUBSIDIARY GUARANTORS

1. 11900 East Artesia Boulevard, LLC
2. 1200 Ely Street Holdings Co. LLC
3. 13922 Cerise Avenue, LLC
4. 1628 B Street, LLC
5. 2400 Parkside Drive, LLC
6. 2425 Teller Avenue, LLC
7. 245 East Wilshire Avenue, LLC
8. 3232 Artesia Real Estate, LLC
9. 3806 Clayton Road, LLC
10. 42235 County Road Holdings Co. LLC
11. 446 Sycamore Road, L.L.C.
12. 48 High Point Road, LLC
13. 523 Hayes Lane, LLC
14. 637 East Romie Lane, LLC
15. Alamogordo Aviv, L.L.C.
16. Albany Street Property, L.L.C.
17. Arizona Lessor - Infinia, LLC
18. Arkansas Aviv, L.L.C.
19. Arma Yates, L.L.C.
20. Avery Street Property, L.L.C
21. Aviv Asset Management, L.L.C.
22. Aviv Financing I, L.L.C.
23. Aviv Financing II, L.L.C.
24. Aviv Financing III, L.L.C.
25. Aviv Financing IV, L.L.C.
26. Aviv Financing V, L.L.C.
27. Aviv Foothills, L.L.C.
28. Aviv Healthcare Properties Operating Partnership I, L.P.
29. Aviv Liberty, L.L.C.
30. Avon Ohio, L.L.C.
31. Bala Cynwyd Real Estate, LP
32. Bayside Colorado Healthcare Associates, LLC
33. Bayside Street II, LLC
34. Bayside Street, LLC (f/k/a Bayside Street, Inc.)
35. Belleville Illinois, L.L.C.
36. Bellingham II Associates, L.L.C.
37. Bethel ALF Property, L.L.C.
38. BHG Aviv, L.L.C.
39. Biglerville Road, L.L.C.
40. Bonham Texas, L.L.C.
41. Bradenton ALF Property, L.L.C.

[Schedule I – 6th Supplemental Indenture – 2026 Notes]

42. Burton NH Property, L.L.C.
43. California Aviv Two, L.L.C.
44. California Aviv, L.L.C.
45. Camas Associates, L.L.C.
46. Canton Health Care Land, LLC (f/k/a Canton Health Care Land, Inc.)
47. Carnegie Gardens LLC
48. Casa/Sierra California Associates, L.L.C.
49. CFG 2115 Woodstock Place LLC
50. Champaign Williamson Franklin, L.L.C.
51. Chardon Ohio Property Holdings, L.L.C.
52. Chardon Ohio Property, L.L.C.
53. Chatham Aviv, L.L.C.
54. Chippewa Valley, L.L.C.
55. CHR Bartow LLC
56. CHR Boca Raton LLC
57. CHR Bradenton LLC
58. CHR Cape Coral LLC
59. CHR Fort Myers LLC
60. CHR Fort Walton Beach LLC
61. CHR Lake Wales LLC
62. CHR Lakeland LLC
63. CHR Pompano Beach Broward LLC
64. CHR Pompano Beach LLC
65. CHR Sanford LLC
66. CHR Spring Hill LLC
67. CHR St. Pete Bay LLC
68. CHR St. Pete Egret LLC
69. CHR Tampa Carrollwood LLC
70. CHR Tampa LLC
71. CHR Tarpon Springs LLC
72. CHR Titusville LLC
73. Clarkston Care, L.L.C.
74. Clayton Associates, L.L.C.
75. Colonial Gardens, LLC
76. Colonial Madison Associates, L.L.C.
77. Colorado Lessor - Conifer, LLC
78. Columbus Texas Aviv, L.L.C.
79. Columbus Western Avenue, L.L.C.
80. Colville Washington Property, L.L.C.
81. Commerce Nursing Homes, L.L.C.
82. Commerce Sterling Hart Drive, L.L.C.
83. Conroe Rigby Owen Road, L.L.C.
84. CR Aviv, L.L.C.
85. Crete Plus Five Property, L.L.C.
86. Crooked River Road, L.L.C.
87. CSE Albany LLC

[Schedule I – 6th Supplemental Indenture – 2026 Notes]

88. CSE Amarillo LLC
89. CSE Arden L.P.
90. CSE Augusta LLC
91. CSE Bedford LLC
92. CSE Blountville LLC
93. CSE Bolivar LLC
94. CSE Cambridge LLC
95. CSE Cambridge Realty LLC
96. CSE Camden LLC
97. CSE Canton LLC
98. CSE Casablanca Holdings II LLC
99. CSE Casablanca Holdings LLC
100. CSE Cedar Rapids LLC
101. CSE Centennial Village, LP
102. CSE Chelmsford LLC
103. CSE Chesterton LLC
104. CSE Claremont LLC
105. CSE Corpus North LLC
106. CSE Denver Iliff LLC
107. CSE Denver LLC
108. CSE Douglas LLC
109. CSE Elkton LLC
110. CSE Elkton Realty LLC
111. CSE Fairhaven LLC
112. CSE Fort Wayne LLC
113. CSE Frankston LLC
114. CSE Georgetown LLC
115. CSE Green Bay LLC
116. CSE Hilliard LLC
117. CSE Huntingdon LLC
118. CSE Huntsville LLC
119. CSE Indianapolis-Continental LLC
120. CSE Indianapolis-Greenbriar LLC
121. CSE Jacinto City LLC
122. CSE Jefferson City LLC
123. CSE Jeffersonville-Hillcrest Center LLC
124. CSE Jeffersonville-Jennings House LLC
125. CSE Kerrville LLC
126. CSE King L.P.
127. CSE Kingsport LLC
128. CSE Knightdale L.P.
129. CSE Lake City LLC
130. CSE Lake Worth LLC
131. CSE Lakewood LLC
132. CSE Las Vegas LLC
133. CSE Lawrenceburg LLC

[Schedule I – 6th Supplemental Indenture – 2026 Notes]

134. CSE Lenoir L.P.
135. CSE Lexington Park LLC
136. CSE Lexington Park Realty LLC
137. CSE Ligonier LLC
138. CSE Live Oak LLC
139. CSE Lowell LLC
140. CSE Marianna Holdings LLC
141. CSE Memphis LLC
142. CSE Mobile LLC
143. CSE Moore LLC
144. CSE North Carolina Holdings I LLC
145. CSE North Carolina Holdings II LLC
146. CSE Omro LLC
147. CSE Orange Park LLC
148. CSE Orlando-Pinar Terrace Manor LLC
149. CSE Orlando-Terra Vista Rehab LLC
150. CSE Pennsylvania Holdings, LP
151. CSE Piggott LLC
152. CSE Pilot Point LLC
153. CSE Pine View LLC
154. CSE Ponca City LLC
155. CSE Port St. Lucie LLC
156. CSE Richmond LLC
157. CSE Ripley LLC
158. CSE Ripon LLC
159. CSE Safford LLC
160. CSE Salina LLC
161. CSE Seminole LLC
162. CSE Shawnee LLC
163. CSE Spring Branch LLC
164. CSE Stillwater LLC
165. CSE Taylorsville LLC
166. CSE Texarkana LLC
167. CSE Texas City LLC
168. CSE The Village LLC
169. CSE Upland LLC
170. CSE Walnut Cove L.P.
171. CSE West Point LLC
172. CSE Whitehouse LLC
173. CSE Williamsport LLC
174. CSE Winter Haven LLC
175. CSE Woodfin L.P.
176. CSE Yorktown LLC
177. Cuyahoga Falls Property, L.L.C.
178. Dallas Two Property, L.L.C.
179. Danbury ALF Property, L.L.C.

[Schedule I – 6th Supplemental Indenture – 2026 Notes]

180. Darien ALF Property, L.L.C.
181. Delta Investors I, LLC
182. Delta Investors II, LLC
183. Denison Texas, L.L.C.
184. Desert Lane LLC
185. Dixie White House Nursing Home, LLC (f/k/a Dixie White House Nursing Home, Inc.)
186. Dixon Health Care Center, LLC (f/k/a Dixon Health Care Center, Inc.)
187. East Rollins Street, L.L.C.
188. Edgewood Drive Property, L.L.C.
189. Effingham Associates, L.L.C.
190. Elite Mattoon, L.L.C.
191. Elite Yorkville, L.L.C.
192. Encanto Senior Care, LLC
193. Falcon Four Property Holding, L.L.C.
194. Falcon Four Property, L.L.C.
195. Falfurrias Texas, L.L.C.
196. Florida ALF Properties, L.L.C.
197. Florida Four Properties, L.L.C.
198. Florida Lessor – Meadowview, LLC
199. Florida Real Estate Company, LLC
200. Fort Stockton Property, L.L.C.
201. Four Fountains Aviv, L.L.C.
202. Fredericksburg South Adams Street, L.L.C.
203. Freewater Oregon, L.L.C.
204. Fullerton California, L.L.C.
205. G&L Gardens, LLC
206. Gardnerville Property, L.L.C.
207. Georgia Lessor - Bonterra/Parkview, LLC
208. Germantown Property, L.L.C.
209. Giltex Care, L.L.C.
210. Glendale NH Property, L.L.C.
211. Golden Hill Real Estate Company, LLC
212. Gonzales Texas Property, L.L.C.
213. Great Bend Property, L.L.C.
214. Greenbough, LLC
215. Greenville Kentucky Property, L.L.C.
216. Heritage Monterey Associates, L.L.C.
217. HHM Aviv, L.L.C.
218. Hidden Acres Property, L.L.C.
219. Highland Leasehold, L.L.C.
220. Hobbs Associates, L.L.C.
221. Hot Springs Atrium Owner, LLC
222. Hot Springs Aviv, L.L.C.
223. Hot Springs Cottages Owner, LLC
224. Hot Springs Marina Owner, LLC

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225. Houston Texas Aviv, L.L.C.
226. Hutchinson Kansas, L.L.C.
227. Hutton I Land, LLC (f/k/a Hutton I Land, Inc.)
228. Hutton II Land, LLC (f/k/a Hutton II Land, Inc.)
229. Hutton III Land, LLC (f/k/a Hutton III Land, Inc.)
230. Idaho Associates, L.L.C.
231. Illinois Missouri Properties, L.L.C.
232. Indiana Lessor – Wellington Manor, LLC
233. Iowa Lincoln County Property, L.L.C.
234. Jasper Springhill Street, L.L.C.
235. Kansas Five Property, L.L.C.
236. Karan Associates Two, L.L.C.
237. Karan Associates, L.L.C.
238. Karissa Court Property, L.L.C.
239. KB Northwest Associates, L.L.C.
240. Kentucky NH Properties, L.L.C.
241. Kingsville Texas, L.L.C.
242. LAD I Real Estate Company, LLC
243. Leatherman 90-1, LLC (f/k/a Leatherman 90-1, Inc.)
244. Leatherman Partnership 89-1, LLC (f/k/a Leatherman Partnership 89-1, Inc.)
245. Leatherman Partnership 89-2, LLC (f/k/a Leatherman Partnership 89-2, Inc.)
246. Louisville Dutchmans Property, L.L.C.
247. Magnolia Drive Property, L.L.C.
248. Manor Associates, L.L.C.
249. Mansfield Aviv, L.L.C.
250. Massachusetts Nursing Homes, L.L.C.
251. McCarthy Street Property, L.L.C.
252. Meridian Arms Land, LLC (f/k/a Meridian Arms Land, Inc.)
253. Minnesota Associates, L.L.C.
254. Mishawaka Property, L.L.C.
255. Missouri Associates, L.L.C.
256. Missouri Regency Associates, L.L.C.
257. Montana Associates, L.L.C.
258. Monterey Park Leasehold Mortgage, L.L.C.
259. Mount Washington Property, L.L.C.
260. Mt. Vernon Texas, L.L.C.
261. Murray County, L.L.C.
262. Muscatine Toledo Properties, L.L.C.
263. N.M. Bloomfield Three Plus One Limited Company
264. N.M. Espanola Three Plus One Limited Company
265. N.M. Lordsburg Three Plus One Limited Company
266. N.M. Silver City Three Plus One Limited Company
267. New Hope Property, L.L.C.
268. Newtown ALF Property, L.L.C.

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- 269. Nicholasville Kentucky Property, L.L.C.
- 270. North Las Vegas LLC
- 271. North Royalton Ohio Property, L.L.C.
- 272. Norwalk ALF Property, L.L.C.
- 273. NRS Ventures, L.L.C.
- 274. Oakland Nursing Homes, L.L.C.
- 275. Ocean Springs Nursing Home, LLC (f/k/a Ocean Springs Nursing Home, Inc.)
- 276. October Associates, L.L.C.
- 277. Ogden Associates, L.L.C.
- 278. OHI (Connecticut), LLC
- 279. OHI (Illinois), LLC(f/k/a OHI (Illinois), Inc.)
- 280. OHI (Indiana), LLC
- 281. OHI (Iowa), LLC(f/k/a OHI (Iowa), Inc.)
- 282. OHI Asset (AR) Ash Flat, LLC
- 283. OHI Asset (AR) Camden, LLC
- 284. OHI Asset (AR) Conway, LLC
- 285. OHI Asset (AR) Des Arc, LLC
- 286. OHI Asset (AR) Hot Springs, LLC
- 287. OHI Asset (AR) Malvern, LLC
- 288. OHI Asset (AR) Mena, LLC
- 289. OHI Asset (AR) Pocahontas, LLC
- 290. OHI Asset (AR) Sheridan, LLC
- 291. OHI Asset (AR) Walnut Ridge, LLC
- 292. OHI Asset (AZ) Austin House, LLC
- 293. OHI Asset (CA), LLC
- 294. OHI Asset (CO) Brighton, LLC
- 295. OHI Asset (CO) Denver, LLC
- 296. OHI Asset (CO) Mesa, LLC
- 297. OHI Asset (CO), LLC
- 298. OHI Asset (CT) Lender, LLC
- 299. OHI Asset (FL) Eustis, LLC
- 300. OHI Asset (FL) Lake Placid, LLC
- 301. OHI Asset (FL) Lender, LLC
- 302. OHI Asset (FL) Lutz, LLC
- 303. OHI Asset (FL) Middleburg, LLC
- 304. OHI Asset (FL), LLC
- 305. OHI Asset (FL) Pensacola - Hillview, LLC
- 306. OHI Asset (FL) Pensacola, LLC
- 307. OHI Asset (FL) Sebring, LLC
- 308. OHI Asset (GA) Dunwoody, LLC
- 309. OHI Asset (GA) Macon, LLC
- 310. OHI Asset (GA) Moultrie, LLC
- 311. OHI Asset (GA) Nashville, LLC
- 312. OHI Asset (GA) Roswell, LLC
- 313. OHI Asset (GA) Snellville, LLC

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- 314. OHI Asset (GA) Valdosta, LLC
- 315. OHI Asset (ID) Holly, LLC
- 316. OHI Asset (ID) Midland, LLC
- 317. OHI Asset (ID), LLC
- 318. OHI Asset (IL), LLC
- 319. OHI Asset (IN) American Village, LLC
- 320. OHI Asset (IN) Anderson, LLC
- 321. OHI Asset (IN) Beech Grove, LLC
- 322. OHI Asset (IN) Clarksville, LLC
- 323. OHI Asset (IN) Clinton, LLC
- 324. OHI Asset (IN) Connersville, LLC
- 325. OHI Asset (IN) Crown Point, LLC
- 326. OHI Asset (IN) Eagle Valley, LLC
- 327. OHI Asset (IN) Elkhart, LLC
- 328. OHI Asset (IN) Forest Creek, LLC
- 329. OHI Asset (IN) Fort Wayne, LLC
- 330. OHI Asset (IN) Franklin, LLC
- 331. OHI Asset (IN) Greensburg, LLC
- 332. OHI Asset (IN) Indianapolis, LLC
- 333. OHI Asset (IN) Jasper, LLC
- 334. OHI Asset (IN) Kokomo, LLC
- 335. OHI Asset (IN) Lafayette, LLC
- 336. OHI Asset (IN) Madison, LLC
- 337. OHI Asset (IN) Monticello, LLC
- 338. OHI Asset (IN) Noblesville, LLC
- 339. OHI Asset (IN) Rosewalk, LLC
- 340. OHI Asset (IN) Salem, LLC
- 341. OHI Asset (IN) Seymour, LLC
- 342. OHI Asset (IN) Spring Mill, LLC
- 343. OHI Asset (IN) Terre Haute, LLC
- 344. OHI Asset (IN) Wabash, LLC
- 345. OHI Asset (IN) Westfield, LLC
- 346. OHI Asset (IN) Zionsville, LLC
- 347. OHI Asset (LA) Baton Rouge, LLC
- 348. OHI Asset (LA), LLC
- 349. OHI Asset (MD), LLC
- 350. OHI Asset (MD) Baltimore - Pall Mall, LLC
- 351. OHI Asset (MD) Baltimore - West Belvedere, LLC
- 352. OHI Asset (MD) Salisbury, LLC
- 353. OHI Asset (MI) Heather Hills, LLC
- 354. OHI Asset (MI), LLC
- 355. OHI Asset (MI) Carson City, LLC
- 356. OHI Asset (MO) Jackson, LLC
- 357. OHI Asset (MO), LLC
- 358. OHI Asset (MS) Byhalia, LLC
- 359. OHI Asset (MS) Cleveland, LLC

[Schedule I – 6th Supplemental Indenture – 2026 Notes]

- 360. OHI Asset (MS) Clinton, LLC
- 361. OHI Asset (MS) Columbia, LLC
- 362. OHI Asset (MS) Corinth, LLC
- 363. OHI Asset (MS) Greenwood, LLC
- 364. OHI Asset (MS) Grenada, LLC
- 365. OHI Asset (MS) Holly Springs, LLC
- 366. OHI Asset (MS) Indianola, LLC
- 367. OHI Asset (MS) Natchez, LLC
- 368. OHI Asset (MS) Picayune, LLC
- 369. OHI Asset (MS) Vicksburg, LLC
- 370. OHI Asset (MS) Yazoo City, LLC
- 371. OHI Asset (NC) Biscoe, LLC
- 372. OHI Asset (NC) Cornelius, LLC
- 373. OHI Asset (NC) Drexel, LLC
- 374. OHI Asset (NC) Fayetteville, LLC
- 375. OHI Asset (NC) Hallsboro, LLC
- 376. OHI Asset (NC) Marion, LLC
- 377. OHI Asset (NC) Marshville, LLC
- 378. OHI Asset (NC) Mocksville – 1007 Howard Street, LLC
- 379. OHI Asset (NC) Mocksville – 1304 Madison Road, LLC
- 380. OHI Asset (NC) Nashville, LLC
- 381. OHI Asset (NC) Raeford, LLC
- 382. OHI Asset (NC) Rocky Mount – 1558 S. Winstead, LLC
- 383. OHI Asset (NC) Rocky Mount – 415 N. Winstead, LLC
- 384. OHI Asset (NC) Salisbury, LLC
- 385. OHI Asset (NC) Saluda, LLC
- 386. OHI Asset (NC) Shallotte, LLC
- 387. OHI Asset (NC) Wadesboro, LLC
- 388. OHI Asset (NC) Waynesville, LLC
- 389. OHI Asset (NC) Wilmington, LLC
- 390. OHI Asset (NC) Winston Salem, LLC
- 391. OHI Asset (NY) 2nd Avenue, LLC
- 392. OHI Asset (NY) 93rd Street, LLC
- 393. OHI Asset (OH) Huber Heights, LLC
- 394. OHI Asset (OH) Lender, LLC
- 395. OHI Asset (OH), LLC
- 396. OHI Asset (OH) New London, LLC
- 397. OHI Asset (OR) Portland, LLC
- 398. OHI Asset (OH) Steubenville, LLC
- 399. OHI Asset (OH) Toledo, LLC
- 400. OHI Asset (OR) Troutdale, LLC
- 401. OHI Asset (OH) West Carrollton, LLC
- 402. OHI Asset (PA) GP, LLC
- 403. OHI Asset (PA) West Mifflin, LP
- 404. OHI Asset (PA), LLC
- 405. OHI Asset (PA), LP

[Schedule I – 6th Supplemental Indenture – 2026 Notes]

- 406. OHI Asset (SC) Aiken, LLC
- 407. OHI Asset (SC) Anderson, LLC
- 408. OHI Asset (SC) Easley Anne, LLC
- 409. OHI Asset (SC) Easley Crestview, LLC
- 410. OHI Asset (SC) Edgefield, LLC
- 411. OHI Asset (SC) Five Forks, LLC
- 412. OHI Asset (SC) Greenville Cottages, LLC
- 413. OHI Asset (SC) Greenville Griffith, LLC
- 414. OHI Asset (SC) Greenville Laurens, LLC
- 415. OHI Asset (SC) Greenville North, LLC
- 416. OHI Asset (SC) Greenville, LLC
- 417. OHI Asset (SC) Greer, LLC
- 418. OHI Asset (SC) Marietta, LLC
- 419. OHI Asset (SC) McCormick, LLC
- 420. OHI Asset (SC) Orangeburg, LLC
- 421. OHI Asset (SC) Pickens East Cedar, LLC
- 422. OHI Asset (SC) Pickens Rosemond, LLC
- 423. OHI Asset (SC) Piedmont, LLC
- 424. OHI Asset (SC) Simpsonville SE Main, LLC
- 425. OHI Asset (SC) Simpsonville West Broad, LLC
- 426. OHI Asset (SC) Simpsonville West Curtis, LLC
- 427. OHI Asset (TN) Bartlett, LLC
- 428. OHI Asset (TN) Collierville, LLC
- 429. OHI Asset (TN) Jamestown, LLC
- 430. OHI Asset (TN) Jefferson City, LLC
- 431. OHI Asset (TN) Memphis, LLC
- 432. OHI Asset (TN) Monterey, LLC
- 433. OHI Asset (TN) Rogersville, LLC
- 434. OHI Asset (TX) Anderson, LLC
- 435. OHI Asset (TX) Athens, LLC
- 436. OHI Asset (TX) Bryan, LLC
- 437. OHI Asset (TX) Burleson, LLC
- 438. OHI Asset (TX) College Station, LLC
- 439. OHI Asset (TX) Comfort, LLC
- 440. OHI Asset (TX) Diboll, LLC
- 441. OHI Asset (TX) Granbury, LLC
- 442. OHI Asset (TX) Hondo, LLC
- 443. OHI Asset (TX) Italy, LLC
- 444. OHI Asset (TX) Longview, LLC
- 445. OHI Asset (TX) Schertz, LLC
- 446. OHI Asset (TX) Winnsboro, LLC
- 447. OHI Asset (TX) Winnsboro ALF, LLC
- 448. OHI Asset (TX), LLC
- 449. OHI Asset (UT) Ogden, LLC
- 450. OHI Asset (UT) Provo, LLC
- 451. OHI Asset (UT) Roy, LLC

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- 452. OHI Asset (VA) Charlottesville - 1165 Pepsi Place, LLC
- 453. OHI Asset (VA) Charlottesville, LLC
- 454. OHI Asset (VA) Chesapeake, LLC
- 455. OHI Asset (VA) Farmville, LLC
- 456. OHI Asset (VA) Galax, LLC
- 457. OHI Asset (VA) Hillsville, LLC
- 458. OHI Asset (VA) Madison, LLC
- 459. OHI Asset (VA) Martinsville SNF, LLC
- 460. OHI Asset (VA) Mechanicsville, LLC
- 461. OHI Asset (VA) Midlothian, LLC
- 462. OHI Asset (VA) Norfolk, LLC
- 463. OHI Asset (VA) Portsmouth, LLC
- 464. OHI Asset (VA) Richmond - 2420 Pemberton Road, LLC
- 465. OHI Asset (VA) Richmond - 9101 Bon Air, LLC
- 466. OHI Asset (VA) Rocky Mount, LLC
- 467. OHI Asset (VA) Suffolk, LLC
- 468. OHI Asset (WA) Battle Ground, LLC
- 469. OHI Asset (WA) Fort Vancouver, LLC
- 470. OHI Asset (WV) Danville, LLC
- 471. OHI Asset (WV) Ivydale, LLC
- 472. OHI Asset CHG ALF, LLC
- 473. OHI Asset CSB LLC
- 474. OHI Asset CSE – E, LLC
- 475. OHI Asset CSE – U, LLC
- 476. OHI Asset CSE–E Subsidiary, LLC
- 477. OHI Asset CSE–U Subsidiary, LLC
- 478. OHI Asset HUD CFG, LLC
- 479. OHI Asset HUD Delta, LLC
- 480. OHI Asset HUD H-F, LLC
- 481. OHI Asset HUD SF CA, LLC
- 482. OHI Asset HUD SF, LLC
- 483. OHI Asset HUD WO, LLC
- 484. OHI Asset II (CA), LLC
- 485. OHI Asset II (FL), LLC
- 486. OHI Asset II (PA), LP
- 487. OHI Asset III (PA), LP
- 488. OHI Asset IV (PA) Silver Lake, LP
- 489. OHI Asset Management, LLC
- 490. OHI Asset RO PMM Services, LLC
- 491. OHI Asset RO, LLC
- 492. OHI Asset S-W, LLC
- 493. OHI Asset, LLC
- 494. OHI Healthcare Properties Holdco, Inc.
- 495. OHI Healthcare Properties Limited Partnership
- 496. OHI Mezz Lender, LLC
- 497. OHI Tennessee, LLC (f/k/a OHI Tennessee, Inc.)

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- 498. OHIMA, LLC (f/k/a OHIMA, Inc.)
- 499. Ohio Aviv Three, L.L.C.
- 500. Ohio Aviv Two, L.L.C.
- 501. Ohio Aviv, L.L.C.
- 502. Ohio Indiana Property, L.L.C.
- 503. Ohio Pennsylvania Property, L.L.C.
- 504. Oklahoma Two Property, L.L.C.
- 505. Oklahoma Warr Wind, L.L.C.
- 506. Omaha Associates, L.L.C.
- 507. Omega TRS I, Inc.
- 508. Orange ALF Property, L.L.C.
- 509. Orange Village Care Center, LLC (f/k/a Orange Village Care Center, Inc.)
- 510. Orange, L.L.C.
- 511. Oregon Associates, L.L.C.
- 512. Oso Avenue Property, L.L.C.
- 513. Ostrom Avenue Property, L.L.C.
- 514. Palm Valley Senior Care, LLC
- 515. Panama City Nursing Center LLC
- 516. Pavillion North Partners, LLC
- 517. Pavillion North, LLP
- 518. Pavillion Nursing Center North, LLC
- 519. Peabody Associates Two, L.L.C.
- 520. Peabody Associates, L.L.C.
- 521. Pennington Road Property, L.L.C.
- 522. Pensacola Real Estate Holdings I, LLC (f/k/a Pensacola Real Estate Holdings I, Inc.)
- 523. Pensacola Real Estate Holdings II, LLC (f/k/a Pensacola Real Estate Holdings II, Inc.)
- 524. Pensacola Real Estate Holdings III, LLC (f/k/a Pensacola Real Estate Holdings III, Inc.)
- 525. Pensacola Real Estate Holdings IV, LLC (f/k/a Pensacola Real Estate Holdings IV, Inc.)
- 526. Pensacola Real Estate Holdings V, LLC (f/k/a Pensacola Real Estate Holdings V, Inc.)
- 527. Pocatello Idaho Property, L.L.C.
- 528. Pomona Vista L.L.C.
- 529. Prescott Arkansas, L.L.C.
- 530. PV Realty-Clinton, LLC
- 531. PV Realty-Kensington, LLC
- 532. PV Realty-Willow Tree, LLC
- 533. Raton Property Limited Company
- 534. Ravenna Ohio Property, L.L.C.
- 535. Red Rocks, L.L.C.
- 536. Richland Washington, L.L.C.
- 537. Ridgecrest Senior Care, LLC

[Schedule I – 6th Supplemental Indenture – 2026 Notes]

- 538. Riverside Nursing Home Associates Two, L.L.C.
- 539. Riverside Nursing Home Associates, L.L.C.
- 540. Rockingham Drive Property, L.L.C.
- 541. Rose Baldwin Park Property L.L.C.
- 542. S.C. Portfolio Property, L.L.C.
- 543. Salem Associates, L.L.C.
- 544. San Juan NH Property, LLC
- 545. Sandalwood Arkansas Property, L.L.C.
- 546. Santa Ana-Bartlett, L.L.C.
- 547. Santa Fe Missouri Associates, L.L.C.
- 548. Savoy/Bonham Venture, L.L.C.
- 549. Searcy Aviv, L.L.C.
- 550. Sedgwick Properties, L.L.C.
- 551. Seguin Texas Property, L.L.C.
- 552. Sierra Ponds Property, L.L.C.
- 553. Skyler Boyington, LLC (f/k/a Skyler Boyington, Inc.)
- 554. Skyler Florida, LLC (f/k/a Skyler Florida, Inc.)
- 555. Skyler Maitland LLC
- 556. Skyler Pensacola, LLC (f/k/a Skyler Pensacola, Inc.)
- 557. Skyview Associates, L.L.C.
- 558. Southeast Missouri Property, L.L.C.
- 559. Southern California Nevada, L.L.C.
- 560. St. Joseph Missouri Property, L.L.C.
- 561. St. Mary's Properties, LLC (f/k/a St. Mary's Properties, Inc.)
- 562. Star City Arkansas, L.L.C.
- 563. Stephenville Texas Property, L.L.C.
- 564. Sterling Acquisition, LLC
- 565. Stevens Avenue Property, L.L.C.
- 566. Sun-Mesa Properties, L.L.C.
- 567. Suwanee, LLC
- 568. Texas Fifteen Property, L.L.C.
- 569. Texas Four Property, L.L.C.
- 570. Texas Lessor – Stonegate GP, LLC
- 571. Texas Lessor – Stonegate, Limited, LLC
- 572. Texas Lessor – Stonegate, LP
- 573. Texhoma Avenue Property, L.L.C.
- 574. The Suburban Pavilion, LLC (f/k/a The Suburban Pavilion, Inc.)
- 575. Tujunga, L.L.C.
- 576. Tulare County Property, L.L.C.
- 577. Twinsburg Ohio Property, LLC
- 578. VRB Aviv, L.L.C.
- 579. Washington Idaho Property, L.L.C.
- 580. Washington Lessor – Silverdale, LLC
- 581. Washington-Oregon Associates, L.L.C.
- 582. Watauga Associates, L.L.C.
- 583. Wellington Leasehold, L.L.C.

[Schedule I – 6th Supplemental Indenture – 2026 Notes]

- 584. West Pearl Street, L.L.C.
- 585. West Yarmouth Property I, L.L.C.
- 586. Westerville Ohio Office Property, L.L.C.
- 587. Weston ALF Property, LLC
- 588. Wheeler Healthcare Associates, L.L.C.
- 589. Whitlock Street Property, L.L.C.
- 590. Wilcare, LLC
- 591. Willis Texas Aviv, L.L.C.
- 592. Yuba Aviv, L.L.C.

[Schedule I – 6th Supplemental Indenture – 2026 Notes]

Schedule II

NEW SUBSIDIARIES

1. Cuyahoga Falls Property II, L.L.C.
2. OHI Asset (FL) Graceville, LLC
3. OHI Asset (FL) Marianna, LLC
4. OHI Asset (FL) Port St. Joe, LLC
5. OHI Asset (GA) Cordele, LLC
6. OHI Asset (KY) Beattyville, LLC
7. OHI Asset (KY) Louisville – 1120 Cristland, LLC
8. OHI Asset (KY) Louisville – 2529 Six Mile Lane, LLC
9. OHI Asset (KY) Morgantown, LLC
10. OHI Asset (KY) Owensboro, LLC
11. OHI Asset (TN) Cleveland, LLC
12. OHI Asset (TN) Columbia, LLC
13. OHI Asset (TN) Elizabethton, LLC
14. OHI Asset (TN) Memphis – 1150 Dovecrest, LLC
15. OHI Asset (TN) Monteagle, LLC
16. OHI Asset (TN) Mountain City, LLC
17. OHI Asset (TN) Nashville, LLC
18. OHI Asset (TN) Pigeon Forge, LLC
19. OHI Asset (TN) Rockwood, LLC
20. OHI Asset (TN) Rogersville – 109 Highway 70 North, LLC
21. OHI Asset (TN) South Pittsburg, LLC
22. OHI Asset (TN) Spring City, LLC
23. OHI Asset (TN) Westmoreland, LLC

[Schedule II – 6th Supplemental Indenture – 2026 Notes]

**THIRD SUPPLEMENTAL INDENTURE
(Senior Notes due 2023)**

THIS THIRD SUPPLEMENTAL INDENTURE (this "Third Supplemental Indenture") is dated as of March 17, 2017, among OMEGA HEALTHCARE INVESTORS, INC., a Maryland corporation (the "Issuer"), each of the entities listed on Schedule II hereto (collectively, the "New Subsidiaries") and U.S. BANK NATIONAL ASSOCIATION, a national banking association organized and existing under the laws of the United States of America, as trustee (the "Trustee").

WITNESSETH:

WHEREAS, the Issuer and each of its direct and indirect subsidiaries listed on Schedule I hereto (collectively, the "Subsidiary Guarantors") have heretofore executed and delivered to the Trustee an Indenture, dated as of July 12, 2016 (as supplemented by that First Supplemental Indenture, dated as of August 9, 2016, and that Second Supplemental Indenture, dated as of November 10, 2016; the "Indenture") providing for the issuance of the Issuer's 4.375 % Senior Notes due 2023 (the "Notes");

WHEREAS, Section 9.01(a)(4) of the Indenture authorizes the Issuer and the Trustee, together, to amend or supplement the Indenture, without notice to or consent of any Holder of the Notes and without the execution of such amendment or supplement by existing Subsidiary Guarantors, for the purpose of adding any additional Subsidiary Guarantee by any additional Guarantor;

WHEREAS, pursuant to Section 4.09 of the Indenture, the New Subsidiaries are required to become Subsidiary Guarantors;

WHEREAS, in Section 1.01 of the Indenture, the term "Subsidiary Guarantors" is defined to include all Persons that become a Subsidiary Guarantor by the terms of the Indenture after the Closing Date; and

WHEREAS, Section 10.01 of the Indenture provides that each Subsidiary Guarantor shall be a guarantor of the Issuer's obligations under the Notes, subject to the terms and conditions described in the Indenture.

NOW, THEREFORE, in consideration of the foregoing and for other good and valuable consideration, the receipt of which is hereby acknowledged, the Issuer, the New Subsidiaries and the Trustee mutually covenant and agree for the equal and ratable benefit of the Holders of the Notes as follows:

1. CAPITALIZED TERMS. Capitalized terms used herein without definition shall have the meanings assigned to them in the Indenture.

2. **AMENDMENT TO GUARANTEE.** The New Subsidiaries hereby agree, jointly and severally with all other Subsidiary Guarantors, to guarantee the Issuer's obligations under the Notes on the terms and subject to the conditions set forth in the Indenture, and to be bound by, and to receive the benefit of, all other applicable provisions of the Indenture as Subsidiary Guarantors. Such guarantee shall be evidenced by the New Subsidiaries' execution of Subsidiary Guarantees, the form of which is attached as Exhibit C to the Indenture, and shall be effective as of the date hereof.
3. **NO RECOURSE AGAINST OTHERS.** No past, present or future director, officer, employee, incorporator, stockholder, member, manager or controlling person of the New Subsidiaries, as such, shall have any liability for any obligations of the Issuer or any Subsidiary Guarantor under the Notes, any Guarantees, the Indenture or this Third Supplemental Indenture or for any claim based on, in respect of, or by reason of, such obligations or their creation. Each Holder of the Notes, by accepting and holding a Note, waives and releases all such liability. Such waiver and release are part of the consideration for the issuance of the Notes.
4. **NEW YORK LAW TO GOVERN.** The laws of the State of New York shall govern and be used to construe this Third Supplemental Indenture.
5. **COUNTERPARTS.** The parties may sign any number of copies of this Third Supplemental Indenture. Each signed copy shall be an original, but all of them together shall represent the same agreement.
6. **EFFECT OF HEADINGS.** The Section headings herein are for convenience only and shall not affect the construction hereof.
7. **THE TRUSTEE.** The Trustee shall not be responsible in any manner whatsoever for or in respect of the validity or sufficiency of this Third Supplemental Indenture or for or in respect of the recitals contained herein, all of which recitals are made solely by the Issuer and the New Subsidiaries.

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[3rd Supplemental Indenture – 2023 Notes]

IN WITNESS WHEREOF, the parties hereto have caused this Third Supplemental Indenture to be duly executed, all as of the date first above written.

ISSUER:

OMEGA HEALTHCARE INVESTORS, INC.,
a Maryland corporation

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

NEW SUBSIDIARIES:

**ON BEHALF OF EACH OF THE NEW SUBSIDIARIES LISTED ON
SCHEDULE II**

By: /s/ Daniel J. Booth
Daniel J. Booth
Chief Operating Officer and Secretary

[Signatures continued on the following page]

[Signature Page – 3rd Supplemental Indenture – 2023 Notes]

U.S. BANK NATIONAL ASSOCIATION,
as Trustee

By: /s/ David Ferrell

Name: David Ferrell

Title: Vice President

[Signature Page – 3rd Supplemental Indenture – 2023 Notes]

Schedule I

SUBSIDIARY GUARANTORS

1. 11900 East Artesia Boulevard, LLC
2. 1200 Ely Street Holdings Co. LLC
3. 13922 Cerise Avenue, LLC
4. 1628 B Street, LLC
5. 2400 Parkside Drive, LLC
6. 2425 Teller Avenue, LLC
7. 245 East Wilshire Avenue, LLC
8. 3232 Artesia Real Estate, LLC
9. 3806 Clayton Road, LLC
10. 42235 County Road Holdings Co. LLC
11. 446 Sycamore Road, L.L.C.
12. 48 High Point Road, LLC
13. 523 Hayes Lane, LLC
14. 637 East Romie Lane, LLC
15. Alamogordo Aviv, L.L.C.
16. Albany Street Property, L.L.C.
17. Arizona Lessor - Infinia, LLC
18. Arkansas Aviv, L.L.C.
19. Arma Yates, L.L.C.
20. Avery Street Property, L.L.C
21. Aviv Asset Management, L.L.C.
22. Aviv Financing I, L.L.C.
23. Aviv Financing II, L.L.C.
24. Aviv Financing III, L.L.C.
25. Aviv Financing IV, L.L.C.
26. Aviv Financing V, L.L.C.
27. Aviv Foothills, L.L.C.
28. Aviv Healthcare Properties Operating Partnership I, L.P.
29. Aviv Liberty, L.L.C.
30. Avon Ohio, L.L.C.
31. Bala Cynwyd Real Estate, LP
32. Bayside Colorado Healthcare Associates, LLC
33. Bayside Street II, LLC
34. Bayside Street, LLC (f/k/a Bayside Street, Inc.)
35. Belleville Illinois, L.L.C.
36. Bellingham II Associates, L.L.C.
37. Bethel ALF Property, L.L.C.
38. BHG Aviv, L.L.C.
39. Biglerville Road, L.L.C.
40. Bonham Texas, L.L.C.
41. Bradenton ALF Property, L.L.C.

[Schedule I – 3rd Supplemental Indenture – 2023 Notes]

42. Burton NH Property, L.L.C.
43. California Aviv Two, L.L.C.
44. California Aviv, L.L.C.
45. Camas Associates, L.L.C.
46. Canton Health Care Land, LLC (f/k/a Canton Health Care Land, Inc.)
47. Carnegie Gardens LLC
48. Casa/Sierra California Associates, L.L.C.
49. CFG 2115 Woodstock Place LLC
50. Champaign Williamson Franklin, L.L.C.
51. Chardon Ohio Property Holdings, L.L.C.
52. Chardon Ohio Property, L.L.C.
53. Chatham Aviv, L.L.C.
54. Chippewa Valley, L.L.C.
55. CHR Bartow LLC
56. CHR Boca Raton LLC
57. CHR Bradenton LLC
58. CHR Cape Coral LLC
59. CHR Fort Myers LLC
60. CHR Fort Walton Beach LLC
61. CHR Lake Wales LLC
62. CHR Lakeland LLC
63. CHR Pompano Beach Broward LLC
64. CHR Pompano Beach LLC
65. CHR Sanford LLC
66. CHR Spring Hill LLC
67. CHR St. Pete Bay LLC
68. CHR St. Pete Egret LLC
69. CHR Tampa Carrollwood LLC
70. CHR Tampa LLC
71. CHR Tarpon Springs LLC
72. CHR Titusville LLC
73. Clarkston Care, L.L.C.
74. Clayton Associates, L.L.C.
75. Colonial Gardens, LLC
76. Colonial Madison Associates, L.L.C.
77. Colorado Lessor - Conifer, LLC
78. Columbus Texas Aviv, L.L.C.
79. Columbus Western Avenue, L.L.C.
80. Colville Washington Property, L.L.C.
81. Commerce Nursing Homes, L.L.C.
82. Commerce Sterling Hart Drive, L.L.C.
83. Conroe Rigby Owen Road, L.L.C.
84. CR Aviv, L.L.C.
85. Crete Plus Five Property, L.L.C.
86. Crooked River Road, L.L.C.
87. CSE Albany LLC

[Schedule I – 3rd Supplemental Indenture – 2023 Notes]

88. CSE Amarillo LLC
89. CSE Arden L.P.
90. CSE Augusta LLC
91. CSE Bedford LLC
92. CSE Blountville LLC
93. CSE Bolivar LLC
94. CSE Cambridge LLC
95. CSE Cambridge Realty LLC
96. CSE Camden LLC
97. CSE Canton LLC
98. CSE Casablanca Holdings II LLC
99. CSE Casablanca Holdings LLC
100. CSE Cedar Rapids LLC
101. CSE Centennial Village, LP
102. CSE Chelmsford LLC
103. CSE Chesterton LLC
104. CSE Claremont LLC
105. CSE Corpus North LLC
106. CSE Denver Iliff LLC
107. CSE Denver LLC
108. CSE Douglas LLC
109. CSE Elkton LLC
110. CSE Elkton Realty LLC
111. CSE Fairhaven LLC
112. CSE Fort Wayne LLC
113. CSE Frankston LLC
114. CSE Georgetown LLC
115. CSE Green Bay LLC
116. CSE Hilliard LLC
117. CSE Huntingdon LLC
118. CSE Huntsville LLC
119. CSE Indianapolis-Continental LLC
120. CSE Indianapolis-Greenbriar LLC
121. CSE Jacinto City LLC
122. CSE Jefferson City LLC
123. CSE Jeffersonville-Hillcrest Center LLC
124. CSE Jeffersonville-Jennings House LLC
125. CSE Kerrville LLC
126. CSE King L.P.
127. CSE Kingsport LLC
128. CSE Knightdale L.P.
129. CSE Lake City LLC
130. CSE Lake Worth LLC
131. CSE Lakewood LLC
132. CSE Las Vegas LLC
133. CSE Lawrenceburg LLC

[Schedule I – 3rd Supplemental Indenture – 2023 Notes]

134. CSE Lenoir L.P.
135. CSE Lexington Park LLC
136. CSE Lexington Park Realty LLC
137. CSE Ligonier LLC
138. CSE Live Oak LLC
139. CSE Lowell LLC
140. CSE Marianna Holdings LLC
141. CSE Memphis LLC
142. CSE Mobile LLC
143. CSE Moore LLC
144. CSE North Carolina Holdings I LLC
145. CSE North Carolina Holdings II LLC
146. CSE Omro LLC
147. CSE Orange Park LLC
148. CSE Orlando-Pinar Terrace Manor LLC
149. CSE Orlando-Terra Vista Rehab LLC
150. CSE Pennsylvania Holdings, LP
151. CSE Piggott LLC
152. CSE Pilot Point LLC
153. CSE Pine View LLC
154. CSE Ponca City LLC
155. CSE Port St. Lucie LLC
156. CSE Richmond LLC
157. CSE Ripley LLC
158. CSE Ripon LLC
159. CSE Safford LLC
160. CSE Salina LLC
161. CSE Seminole LLC
162. CSE Shawnee LLC
163. CSE Spring Branch LLC
164. CSE Stillwater LLC
165. CSE Taylorsville LLC
166. CSE Texarkana LLC
167. CSE Texas City LLC
168. CSE The Village LLC
169. CSE Upland LLC
170. CSE Walnut Cove L.P.
171. CSE West Point LLC
172. CSE Whitehouse LLC
173. CSE Williamsport LLC
174. CSE Winter Haven LLC
175. CSE Woodfin L.P.
176. CSE Yorktown LLC
177. Cuyahoga Falls Property, L.L.C.
178. Dallas Two Property, L.L.C.
179. Danbury ALF Property, L.L.C.

[Schedule I – 3rd Supplemental Indenture – 2023 Notes]

180. Darien ALF Property, L.L.C.
181. Delta Investors I, LLC
182. Delta Investors II, LLC
183. Denison Texas, L.L.C.
184. Desert Lane LLC
185. Dixie White House Nursing Home, LLC (f/k/a Dixie White House Nursing Home, Inc.)
186. Dixon Health Care Center, LLC (f/k/a Dixon Health Care Center, Inc.)
187. East Rollins Street, L.L.C.
188. Edgewood Drive Property, L.L.C.
189. Effingham Associates, L.L.C.
190. Elite Mattoon, L.L.C.
191. Elite Yorkville, L.L.C.
192. Encanto Senior Care, LLC
193. Falcon Four Property Holding, L.L.C.
194. Falcon Four Property, L.L.C.
195. Falfurrias Texas, L.L.C.
196. Florida ALF Properties, L.L.C.
197. Florida Four Properties, L.L.C.
198. Florida Lessor – Meadowview, LLC
199. Florida Real Estate Company, LLC
200. Fort Stockton Property, L.L.C.
201. Four Fountains Aviv, L.L.C.
202. Fredericksburg South Adams Street, L.L.C.
203. Freewater Oregon, L.L.C.
204. Fullerton California, L.L.C.
205. G&L Gardens, LLC
206. Gardnerville Property, L.L.C.
207. Georgia Lessor - Bonterra/Parkview, LLC
208. Germantown Property, L.L.C.
209. Giltex Care, L.L.C.
210. Glendale NH Property, L.L.C.
211. Golden Hill Real Estate Company, LLC
212. Gonzales Texas Property, L.L.C.
213. Great Bend Property, L.L.C.
214. Greenbough, LLC
215. Greenville Kentucky Property, L.L.C.
216. Heritage Monterey Associates, L.L.C.
217. HHM Aviv, L.L.C.
218. Hidden Acres Property, L.L.C.
219. Highland Leasehold, L.L.C.
220. Hobbs Associates, L.L.C.
221. Hot Springs Atrium Owner, LLC
222. Hot Springs Aviv, L.L.C.
223. Hot Springs Cottages Owner, LLC
224. Hot Springs Marina Owner, LLC

[Schedule I – 3rd Supplemental Indenture – 2023 Notes]

225. Houston Texas Aviv, L.L.C.
226. Hutchinson Kansas, L.L.C.
227. Hutton I Land, LLC (f/k/a Hutton I Land, Inc.)
228. Hutton II Land, LLC (f/k/a Hutton II Land, Inc.)
229. Hutton III Land, LLC (f/k/a Hutton III Land, Inc.)
230. Idaho Associates, L.L.C.
231. Illinois Missouri Properties, L.L.C.
232. Indiana Lessor – Wellington Manor, LLC
233. Iowa Lincoln County Property, L.L.C.
234. Jasper Springhill Street, L.L.C.
235. Kansas Five Property, L.L.C.
236. Karan Associates Two, L.L.C.
237. Karan Associates, L.L.C.
238. Karissa Court Property, L.L.C.
239. KB Northwest Associates, L.L.C.
240. Kentucky NH Properties, L.L.C.
241. Kingsville Texas, L.L.C.
242. LAD I Real Estate Company, LLC
243. Leatherman 90-1, LLC (f/k/a Leatherman 90-1, Inc.)
244. Leatherman Partnership 89-1, LLC (f/k/a Leatherman Partnership 89-1, Inc.)
245. Leatherman Partnership 89-2, LLC (f/k/a Leatherman Partnership 89-2, Inc.)
246. Louisville Dutchmans Property, L.L.C.
247. Magnolia Drive Property, L.L.C.
248. Manor Associates, L.L.C.
249. Mansfield Aviv, L.L.C.
250. Massachusetts Nursing Homes, L.L.C.
251. McCarthy Street Property, L.L.C.
252. Meridian Arms Land, LLC (f/k/a Meridian Arms Land, Inc.)
253. Minnesota Associates, L.L.C.
254. Mishawaka Property, L.L.C.
255. Missouri Associates, L.L.C.
256. Missouri Regency Associates, L.L.C.
257. Montana Associates, L.L.C.
258. Monterey Park Leasehold Mortgage, L.L.C.
259. Mount Washington Property, L.L.C.
260. Mt. Vernon Texas, L.L.C.
261. Murray County, L.L.C.
262. Muscatine Toledo Properties, L.L.C.
263. N.M. Bloomfield Three Plus One Limited Company
264. N.M. Espanola Three Plus One Limited Company
265. N.M. Lordsburg Three Plus One Limited Company
266. N.M. Silver City Three Plus One Limited Company
267. New Hope Property, L.L.C.
268. Newtown ALF Property, L.L.C.

[Schedule I – 3rd Supplemental Indenture – 2023 Notes]

- 269. Nicholasville Kentucky Property, L.L.C.
- 270. North Las Vegas LLC
- 271. North Royalton Ohio Property, L.L.C.
- 272. Norwalk ALF Property, L.L.C.
- 273. NRS Ventures, L.L.C.
- 274. Oakland Nursing Homes, L.L.C.
- 275. Ocean Springs Nursing Home, LLC (f/k/a Ocean Springs Nursing Home, Inc.)
- 276. October Associates, L.L.C.
- 277. Ogden Associates, L.L.C.
- 278. OHI (Connecticut), LLC
- 279. OHI (Illinois), LLC(f/k/a OHI (Illinois), Inc.)
- 280. OHI (Indiana), LLC
- 281. OHI (Iowa), LLC(f/k/a OHI (Iowa), Inc.)
- 282. OHI Asset (AR) Ash Flat, LLC
- 283. OHI Asset (AR) Camden, LLC
- 284. OHI Asset (AR) Conway, LLC
- 285. OHI Asset (AR) Des Arc, LLC
- 286. OHI Asset (AR) Hot Springs, LLC
- 287. OHI Asset (AR) Malvern, LLC
- 288. OHI Asset (AR) Mena, LLC
- 289. OHI Asset (AR) Pocahontas, LLC
- 290. OHI Asset (AR) Sheridan, LLC
- 291. OHI Asset (AR) Walnut Ridge, LLC
- 292. OHI Asset (AZ) Austin House, LLC
- 293. OHI Asset (CA), LLC
- 294. OHI Asset (CO) Brighton, LLC
- 295. OHI Asset (CO) Denver, LLC
- 296. OHI Asset (CO) Mesa, LLC
- 297. OHI Asset (CO), LLC
- 298. OHI Asset (CT) Lender, LLC
- 299. OHI Asset (FL) Eustis, LLC
- 300. OHI Asset (FL) Lake Placid, LLC
- 301. OHI Asset (FL) Lender, LLC
- 302. OHI Asset (FL) Lutz, LLC
- 303. OHI Asset (FL) Middleburg, LLC
- 304. OHI Asset (FL), LLC
- 305. OHI Asset (FL) Pensacola - Hillview, LLC
- 306. OHI Asset (FL) Pensacola, LLC
- 307. OHI Asset (FL) Sebring, LLC
- 308. OHI Asset (GA) Dunwoody, LLC
- 309. OHI Asset (GA) Macon, LLC
- 310. OHI Asset (GA) Moultrie, LLC
- 311. OHI Asset (GA) Nashville, LLC
- 312. OHI Asset (GA) Roswell, LLC
- 313. OHI Asset (GA) Snellville, LLC

[Schedule I – 3rd Supplemental Indenture – 2023 Notes]

- 314. OHI Asset (GA) Valdosta, LLC
- 315. OHI Asset (ID) Holly, LLC
- 316. OHI Asset (ID) Midland, LLC
- 317. OHI Asset (ID), LLC
- 318. OHI Asset (IL), LLC
- 319. OHI Asset (IN) American Village, LLC
- 320. OHI Asset (IN) Anderson, LLC
- 321. OHI Asset (IN) Beech Grove, LLC
- 322. OHI Asset (IN) Clarksville, LLC
- 323. OHI Asset (IN) Clinton, LLC
- 324. OHI Asset (IN) Connersville, LLC
- 325. OHI Asset (IN) Crown Point, LLC
- 326. OHI Asset (IN) Eagle Valley, LLC
- 327. OHI Asset (IN) Elkhart, LLC
- 328. OHI Asset (IN) Forest Creek, LLC
- 329. OHI Asset (IN) Fort Wayne, LLC
- 330. OHI Asset (IN) Franklin, LLC
- 331. OHI Asset (IN) Greensburg, LLC
- 332. OHI Asset (IN) Indianapolis, LLC
- 333. OHI Asset (IN) Jasper, LLC
- 334. OHI Asset (IN) Kokomo, LLC
- 335. OHI Asset (IN) Lafayette, LLC
- 336. OHI Asset (IN) Madison, LLC
- 337. OHI Asset (IN) Monticello, LLC
- 338. OHI Asset (IN) Noblesville, LLC
- 339. OHI Asset (IN) Rosewalk, LLC
- 340. OHI Asset (IN) Salem, LLC
- 341. OHI Asset (IN) Seymour, LLC
- 342. OHI Asset (IN) Spring Mill, LLC
- 343. OHI Asset (IN) Terre Haute, LLC
- 344. OHI Asset (IN) Wabash, LLC
- 345. OHI Asset (IN) Westfield, LLC
- 346. OHI Asset (IN) Zionsville, LLC
- 347. OHI Asset (LA) Baton Rouge, LLC
- 348. OHI Asset (LA), LLC
- 349. OHI Asset (MD), LLC
- 350. OHI Asset (MD) Baltimore - Pall Mall, LLC
- 351. OHI Asset (MD) Baltimore - West Belvedere, LLC
- 352. OHI Asset (MD) Salisbury, LLC
- 353. OHI Asset (MI) Heather Hills, LLC
- 354. OHI Asset (MI), LLC
- 355. OHI Asset (MI) Carson City, LLC
- 356. OHI Asset (MO) Jackson, LLC
- 357. OHI Asset (MO), LLC
- 358. OHI Asset (MS) Byhalia, LLC
- 359. OHI Asset (MS) Cleveland, LLC

- 360. OHI Asset (MS) Clinton, LLC
- 361. OHI Asset (MS) Columbia, LLC
- 362. OHI Asset (MS) Corinth, LLC
- 363. OHI Asset (MS) Greenwood, LLC
- 364. OHI Asset (MS) Grenada, LLC
- 365. OHI Asset (MS) Holly Springs, LLC
- 366. OHI Asset (MS) Indianola, LLC
- 367. OHI Asset (MS) Natchez, LLC
- 368. OHI Asset (MS) Picayune, LLC
- 369. OHI Asset (MS) Vicksburg, LLC
- 370. OHI Asset (MS) Yazoo City, LLC
- 371. OHI Asset (NC) Biscoe, LLC
- 372. OHI Asset (NC) Cornelius, LLC
- 373. OHI Asset (NC) Drexel, LLC
- 374. OHI Asset (NC) Fayetteville, LLC
- 375. OHI Asset (NC) Hallsboro, LLC
- 376. OHI Asset (NC) Marion, LLC
- 377. OHI Asset (NC) Marshville, LLC
- 378. OHI Asset (NC) Mocksville – 1007 Howard Street, LLC
- 379. OHI Asset (NC) Mocksville – 1304 Madison Road, LLC
- 380. OHI Asset (NC) Nashville, LLC
- 381. OHI Asset (NC) Raeford, LLC
- 382. OHI Asset (NC) Rocky Mount – 1558 S. Winstead, LLC
- 383. OHI Asset (NC) Rocky Mount – 415 N. Winstead, LLC
- 384. OHI Asset (NC) Salisbury, LLC
- 385. OHI Asset (NC) Saluda, LLC
- 386. OHI Asset (NC) Shallotte, LLC
- 387. OHI Asset (NC) Wadesboro, LLC
- 388. OHI Asset (NC) Waynesville, LLC
- 389. OHI Asset (NC) Wilmington, LLC
- 390. OHI Asset (NC) Winston Salem, LLC
- 391. OHI Asset (NY) 2nd Avenue, LLC
- 392. OHI Asset (NY) 93rd Street, LLC
- 393. OHI Asset (OH) Huber Heights, LLC
- 394. OHI Asset (OH) Lender, LLC
- 395. OHI Asset (OH), LLC
- 396. OHI Asset (OH) New London, LLC
- 397. OHI Asset (OR) Portland, LLC
- 398. OHI Asset (OH) Steubenville, LLC
- 399. OHI Asset (OH) Toledo, LLC
- 400. OHI Asset (OR) Troutdale, LLC
- 401. OHI Asset (OH) West Carrollton, LLC
- 402. OHI Asset (PA) GP, LLC
- 403. OHI Asset (PA) West Mifflin, LP
- 404. OHI Asset (PA), LLC
- 405. OHI Asset (PA), LP

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- 406. OHI Asset (SC) Aiken, LLC
- 407. OHI Asset (SC) Anderson, LLC
- 408. OHI Asset (SC) Easley Anne, LLC
- 409. OHI Asset (SC) Easley Crestview, LLC
- 410. OHI Asset (SC) Edgefield, LLC
- 411. OHI Asset (SC) Five Forks, LLC
- 412. OHI Asset (SC) Greenville Cottages, LLC
- 413. OHI Asset (SC) Greenville Griffith, LLC
- 414. OHI Asset (SC) Greenville Laurens, LLC
- 415. OHI Asset (SC) Greenville North, LLC
- 416. OHI Asset (SC) Greenville, LLC
- 417. OHI Asset (SC) Greer, LLC
- 418. OHI Asset (SC) Marietta, LLC
- 419. OHI Asset (SC) McCormick, LLC
- 420. OHI Asset (SC) Orangeburg, LLC
- 421. OHI Asset (SC) Pickens East Cedar, LLC
- 422. OHI Asset (SC) Pickens Rosemond, LLC
- 423. OHI Asset (SC) Piedmont, LLC
- 424. OHI Asset (SC) Simpsonville SE Main, LLC
- 425. OHI Asset (SC) Simpsonville West Broad, LLC
- 426. OHI Asset (SC) Simpsonville West Curtis, LLC
- 427. OHI Asset (TN) Bartlett, LLC
- 428. OHI Asset (TN) Collierville, LLC
- 429. OHI Asset (TN) Jamestown, LLC
- 430. OHI Asset (TN) Jefferson City, LLC
- 431. OHI Asset (TN) Memphis, LLC
- 432. OHI Asset (TN) Monterey, LLC
- 433. OHI Asset (TN) Rogersville, LLC
- 434. OHI Asset (TX) Anderson, LLC
- 435. OHI Asset (TX) Athens, LLC
- 436. OHI Asset (TX) Bryan, LLC
- 437. OHI Asset (TX) Burleson, LLC
- 438. OHI Asset (TX) College Station, LLC
- 439. OHI Asset (TX) Comfort, LLC
- 440. OHI Asset (TX) Diboll, LLC
- 441. OHI Asset (TX) Granbury, LLC
- 442. OHI Asset (TX) Hondo, LLC
- 443. OHI Asset (TX) Italy, LLC
- 444. OHI Asset (TX) Longview, LLC
- 445. OHI Asset (TX) Schertz, LLC
- 446. OHI Asset (TX) Winnsboro, LLC
- 447. OHI Asset (TX) Winnsboro ALF, LLC
- 448. OHI Asset (TX), LLC
- 449. OHI Asset (UT) Ogden, LLC
- 450. OHI Asset (UT) Provo, LLC
- 451. OHI Asset (UT) Roy, LLC

- 452. OHI Asset (VA) Charlottesville - 1165 Pepsi Place, LLC
- 453. OHI Asset (VA) Charlottesville, LLC
- 454. OHI Asset (VA) Chesapeake, LLC
- 455. OHI Asset (VA) Farmville, LLC
- 456. OHI Asset (VA) Galax, LLC
- 457. OHI Asset (VA) Hillsville, LLC
- 458. OHI Asset (VA) Madison, LLC
- 459. OHI Asset (VA) Martinsville SNF, LLC
- 460. OHI Asset (VA) Mechanicsville, LLC
- 461. OHI Asset (VA) Midlothian, LLC
- 462. OHI Asset (VA) Norfolk, LLC
- 463. OHI Asset (VA) Portsmouth, LLC
- 464. OHI Asset (VA) Richmond - 2420 Pemberton Road, LLC
- 465. OHI Asset (VA) Richmond - 9101 Bon Air, LLC
- 466. OHI Asset (VA) Rocky Mount, LLC
- 467. OHI Asset (VA) Suffolk, LLC
- 468. OHI Asset (WA) Battle Ground, LLC
- 469. OHI Asset (WA) Fort Vancouver, LLC
- 470. OHI Asset (WV) Danville, LLC
- 471. OHI Asset (WV) Ivydale, LLC
- 472. OHI Asset CHG ALF, LLC
- 473. OHI Asset CSB LLC
- 474. OHI Asset CSE – E, LLC
- 475. OHI Asset CSE – U, LLC
- 476. OHI Asset CSE–E Subsidiary, LLC
- 477. OHI Asset CSE–U Subsidiary, LLC
- 478. OHI Asset HUD CFG, LLC
- 479. OHI Asset HUD Delta, LLC
- 480. OHI Asset HUD H-F, LLC
- 481. OHI Asset HUD SF CA, LLC
- 482. OHI Asset HUD SF, LLC
- 483. OHI Asset HUD WO, LLC
- 484. OHI Asset II (CA), LLC
- 485. OHI Asset II (FL), LLC
- 486. OHI Asset II (PA), LP
- 487. OHI Asset III (PA), LP
- 488. OHI Asset IV (PA) Silver Lake, LP
- 489. OHI Asset Management, LLC
- 490. OHI Asset RO PMM Services, LLC
- 491. OHI Asset RO, LLC
- 492. OHI Asset S-W, LLC
- 493. OHI Asset, LLC
- 494. OHI Healthcare Properties Holdco, Inc.
- 495. OHI Healthcare Properties Limited Partnership
- 496. OHI Mezz Lender, LLC
- 497. OHI Tennessee, LLC (f/k/a OHI Tennessee, Inc.)

- 498. OHIMA, LLC (f/k/a OHIMA, Inc.)
- 499. Ohio Aviv Three, L.L.C.
- 500. Ohio Aviv Two, L.L.C.
- 501. Ohio Aviv, L.L.C.
- 502. Ohio Indiana Property, L.L.C.
- 503. Ohio Pennsylvania Property, L.L.C.
- 504. Oklahoma Two Property, L.L.C.
- 505. Oklahoma Warr Wind, L.L.C.
- 506. Omaha Associates, L.L.C.
- 507. Omega TRS I, Inc.
- 508. Orange ALF Property, L.L.C.
- 509. Orange Village Care Center, LLC (f/k/a Orange Village Care Center, Inc.)
- 510. Orange, L.L.C.
- 511. Oregon Associates, L.L.C.
- 512. Oso Avenue Property, L.L.C.
- 513. Ostrom Avenue Property, L.L.C.
- 514. Palm Valley Senior Care, LLC
- 515. Panama City Nursing Center LLC
- 516. Pavillion North Partners, LLC
- 517. Pavillion North, LLP
- 518. Pavillion Nursing Center North, LLC
- 519. Peabody Associates Two, L.L.C.
- 520. Peabody Associates, L.L.C.
- 521. Pennington Road Property, L.L.C.
- 522. Pensacola Real Estate Holdings I, LLC (f/k/a Pensacola Real Estate Holdings I, Inc.)
- 523. Pensacola Real Estate Holdings II, LLC (f/k/a Pensacola Real Estate Holdings II, Inc.)
- 524. Pensacola Real Estate Holdings III, LLC (f/k/a Pensacola Real Estate Holdings III, Inc.)
- 525. Pensacola Real Estate Holdings IV, LLC (f/k/a Pensacola Real Estate Holdings IV, Inc.)
- 526. Pensacola Real Estate Holdings V, LLC (f/k/a Pensacola Real Estate Holdings V, Inc.)
- 527. Pocatello Idaho Property, L.L.C.
- 528. Pomona Vista L.L.C.
- 529. Prescott Arkansas, L.L.C.
- 530. PV Realty-Clinton, LLC
- 531. PV Realty-Kensington, LLC
- 532. PV Realty-Willow Tree, LLC
- 533. Raton Property Limited Company
- 534. Ravenna Ohio Property, L.L.C.
- 535. Red Rocks, L.L.C.
- 536. Richland Washington, L.L.C.
- 537. Ridgecrest Senior Care, LLC

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- 538. Riverside Nursing Home Associates Two, L.L.C.
- 539. Riverside Nursing Home Associates, L.L.C.
- 540. Rockingham Drive Property, L.L.C.
- 541. Rose Baldwin Park Property L.L.C.
- 542. S.C. Portfolio Property, L.L.C.
- 543. Salem Associates, L.L.C.
- 544. San Juan NH Property, LLC
- 545. Sandalwood Arkansas Property, L.L.C.
- 546. Santa Ana-Bartlett, L.L.C.
- 547. Santa Fe Missouri Associates, L.L.C.
- 548. Savoy/Bonham Venture, L.L.C.
- 549. Searcy Aviv, L.L.C.
- 550. Sedgwick Properties, L.L.C.
- 551. Seguin Texas Property, L.L.C.
- 552. Sierra Ponds Property, L.L.C.
- 553. Skyler Boyington, LLC (f/k/a Skyler Boyington, Inc.)
- 554. Skyler Florida, LLC (f/k/a Skyler Florida, Inc.)
- 555. Skyler Maitland LLC
- 556. Skyler Pensacola, LLC (f/k/a Skyler Pensacola, Inc.)
- 557. Skyview Associates, L.L.C.
- 558. Southeast Missouri Property, L.L.C.
- 559. Southern California Nevada, L.L.C.
- 560. St. Joseph Missouri Property, L.L.C.
- 561. St. Mary's Properties, LLC (f/k/a St. Mary's Properties, Inc.)
- 562. Star City Arkansas, L.L.C.
- 563. Stephenville Texas Property, L.L.C.
- 564. Sterling Acquisition, LLC
- 565. Stevens Avenue Property, L.L.C.
- 566. Sun-Mesa Properties, L.L.C.
- 567. Suwanee, LLC
- 568. Texas Fifteen Property, L.L.C.
- 569. Texas Four Property, L.L.C.
- 570. Texas Lessor – Stonegate GP, LLC
- 571. Texas Lessor – Stonegate, Limited, LLC
- 572. Texas Lessor – Stonegate, LP
- 573. Texhoma Avenue Property, L.L.C.
- 574. The Suburban Pavilion, LLC (f/k/a The Suburban Pavilion, Inc.)
- 575. Tujunga, L.L.C.
- 576. Tulare County Property, L.L.C.
- 577. Twinsburg Ohio Property, LLC
- 578. VRB Aviv, L.L.C.
- 579. Washington Idaho Property, L.L.C.
- 580. Washington Lessor – Silverdale, LLC
- 581. Washington-Oregon Associates, L.L.C.
- 582. Watauga Associates, L.L.C.
- 583. Wellington Leasehold, L.L.C.

- 584. West Pearl Street, L.L.C.
- 585. West Yarmouth Property I, L.L.C.
- 586. Westerville Ohio Office Property, L.L.C.
- 587. Weston ALF Property, LLC
- 588. Wheeler Healthcare Associates, L.L.C.
- 589. Whitlock Street Property, L.L.C.
- 590. Wilcare, LLC
- 591. Willis Texas Aviv, L.L.C.
- 592. Yuba Aviv, L.L.C.

[Schedule I – 3rd Supplemental Indenture – 2023 Notes]

Schedule II

NEW SUBSIDIARIES

1. Cuyahoga Falls Property II, L.L.C.
2. OHI Asset (FL) Graceville, LLC
3. OHI Asset (FL) Marianna, LLC
4. OHI Asset (FL) Port St. Joe, LLC
5. OHI Asset (GA) Cordele, LLC
6. OHI Asset (KY) Beattyville, LLC
7. OHI Asset (KY) Louisville – 1120 Cristland, LLC
8. OHI Asset (KY) Louisville – 2529 Six Mile Lane, LLC
9. OHI Asset (KY) Morgantown, LLC
10. OHI Asset (KY) Owensboro, LLC
11. OHI Asset (TN) Cleveland, LLC
12. OHI Asset (TN) Columbia, LLC
13. OHI Asset (TN) Elizabethton, LLC
14. OHI Asset (TN) Memphis – 1150 Dovecrest, LLC
15. OHI Asset (TN) Monteagle, LLC
16. OHI Asset (TN) Mountain City, LLC
17. OHI Asset (TN) Nashville, LLC
18. OHI Asset (TN) Pigeon Forge, LLC
19. OHI Asset (TN) Rockwood, LLC
20. OHI Asset (TN) Rogersville – 109 Highway 70 North, LLC
21. OHI Asset (TN) South Pittsburg, LLC
22. OHI Asset (TN) Spring City, LLC
23. OHI Asset (TN) Westmoreland, LLC

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RATIO OF EARNINGS TO FIXED CHARGES

The following table sets forth our ratio of earnings to fixed charges on a reported basis for the periods indicated. Earnings consist of income from continuing operations plus fixed charges. Fixed charges consist of interest expense, amortization of deferred financing costs and costs related to retiring certain debt early. We have calculated the ratio of earnings to fixed charges by adding net income from continuing operations to fixed charges and dividing that sum by such fixed charges.

	Year Ended December 31,					Three Months Ended March 31,	
	2012	2013	2014	2015	2016	2017	2016
	(in thousands)						
Net Income	\$ 120,698	\$ 172,521	\$ 221,349	\$ 233,315	\$ 383,367	\$ 109,112	\$ 58,196
Interest expense ⁽¹⁾	106,096	92,048	126,869	183,208	175,561	47,543	39,652
Income before fixed charges	<u>\$ 226,794</u>	<u>\$ 264,569</u>	<u>\$ 348,218</u>	<u>\$ 416,523</u>	<u>\$ 558,928</u>	<u>\$ 156,655</u>	<u>\$ 97,848</u>
Capitalized interest	\$ 240	\$ 190	\$ —	\$ 3,701	\$ 6,594	\$ 1,989	\$ 1,720
Interest expense ⁽¹⁾	106,096	92,048	126,869	183,208	175,561	47,543	39,652
Total fixed charges	<u>\$ 106,336</u>	<u>\$ 92,238</u>	<u>\$ 126,869</u>	<u>\$ 186,909</u>	<u>\$ 182,155</u>	<u>\$ 49,532</u>	<u>\$ 41,372</u>
Earnings / fixed charge coverage ratio	<u>2.1x</u>	<u>2.9x</u>	<u>2.7x</u>	<u>2.2x</u>	<u>3.1x</u>	<u>3.2x</u>	<u>2.4x</u>

(1) Includes interest refinancing costs, gains and losses on refinancing and amortization of deferred financing costs.

RULE 13a-14(a)/15d-14(a) CERTIFICATION OF CHIEF EXECUTIVE OFFICER

Certification

I, C. Taylor Pickett, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of Omega Healthcare Investors, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
 - a. Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - b. Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - c. Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - d. Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
 - a. All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
 - b. Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: May 5, 2017

/S/ C. TAYLOR PICKETT

C. Taylor Pickett
Chief Executive Officer

RULE 13a-14(a)/15d-14(a) CERTIFICATION OF CHIEF FINANCIAL OFFICER**Certifications**

I, Robert O. Stephenson, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of Omega Healthcare Investors, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
 - a. Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - b. Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - c. Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - d. Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
 - a. All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
 - b. Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: May 5, 2017

/S/ ROBERT O. STEPHENSON
Robert O. Stephenson
Chief Financial Officer

**SECTION 1350 CERTIFICATION
OF THE CHIEF EXECUTIVE OFFICER**

I, C. Taylor Pickett, Chief Executive Officer of Omega Healthcare Investors, Inc. (the "Company"), hereby certify, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, 18 U.S.C. Section 1350, that to the best of my knowledge:

- (1) the Quarterly Report on Form 10-Q of the Company for the three months ended March 31, 2017 (the "Report") fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended; and
- (2) the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

Date: May 5, 2017

/S/ C. TAYLOR PICKETT

C. Taylor Pickett
Chief Executive Officer

**SECTION 1350 CERTIFICATION
OF THE CHIEF FINANCIAL OFFICER**

I, Robert O. Stephenson, Chief Financial Officer of Omega Healthcare Investors, Inc. (the "Company"), hereby certify, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, 18 U.S.C. Section 1350, that, to the best of my knowledge:

- (1) the Quarterly Report on Form 10-Q of the Company for the three months ended March 31, 2017 (the "Report") fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended; and
- (2) the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

Date: May 5, 2017

/S/ ROBERT O. STEPHENSON

Robert O. Stephenson
Chief Financial Officer
