

MDRhythm®

MDRhythm® is an advanced, comprehensive, full-featured Healthcare Practice Management System available today. This Microsoft Windows™ based software was designed with significant input from practicing medical professionals, to address various functions required for all types of single or multi-provider (group) medical practices. MDRhythm® offers several advanced features, including comprehensive patient record keeping, scheduling, electronic medical and health records (EMR/EHR) including prescriptions, paper and electronic billing and auto posting of electronic EOBs, real-time accounting, requisition for diagnostic tests, fully integrated e-mail, enhanced reminders (to do list) system, and multi-report reporting capabilities. This software is also fully integrated with state of the art, professional word processing including mail merge. The underlying Microsoft SQL2000™ or SQL 2005 databases provide an enterprise solution for all sizes of healthcare practices on a local as well as wide area networks. It provides seamless integration with hand held devices or PDAs, Microsoft Office Products, and other "ODBC" compliant databases.

MDRhythm Advantages:

- MDRhythm® combines the functionalities of office management, e-mails, faxing, scanning, and electronic medical records including prescriptions in single software package.
- MDRhythm® is an easy to learn software, due to its user-friendly design. This seventh generation version of the software has been designed to enhance performance, and functionality based upon customer input.
- MDRhythm® operates under the graphical user interface (GUI) of Microsoft Windows™, which provides point and click ease of use for even the most complex medical practice management tasks.
- MDRhythm® allows true multitasking, i.e., the ability to post charges for one patient while scheduling another, and perhaps editing a third patient's record.
- MDRhythm® is extremely user friendly, and communicates very effectively with the user by displaying informative messages that simplify various choices, offer warnings, advise of incomplete or missing information, and prevent accidental erasure of important data.
- MDRhythm® provides interactive communication, which not only increases the accuracy of record keeping, but also allows new or inexperienced computer user(s) to be comfortable and productive from the very beginning.
- MDRhythm® provides an easy input and retrieval of patient information, including reports.
- MDRhythm® is fully compliant with HIPAA regulations and guidelines.
- MDRhythm® is highly competitive in price.
- MDRhythm® comes complete with current CPT4 Codes, ICD9-CM Codes, and list of insurance carriers for easy selection and addition to the custom lists for each practice. This allows the customer to reach operational status very quickly.

As evident from the Main Menu Bar (Figure 1), MDRhythm is graphical and provides an easy way to memorize each pictorial icon and its function. All main functions are included on this ICON bar for easy access. As the saying goes, "A picture is worth a thousand words."



Figure 1 - Main Menu Bar

Following are some of the important features of MDRhythm:

Patient Record Keeping

- Figure 2, shows the patient registration screen laid out the familiar, graphical CMS 1500 format.

MDRhythm - Patient Demographics									
PATIENT #: 81		DATE ENROLLED: 01/09/2003		RESPON. PHYSICIAN: GEORGE COVINGTON		OFF ICE: Techsoft, Inc		Save Quit	
Patient and Insured(Subscriber) Information									
PATIENT'S NAME (Last First MI) Smith Robert			PATIENT'S SEX M <input checked="" type="checkbox"/> F <input type="checkbox"/>		INSURED'S SEX M <input checked="" type="checkbox"/> F <input type="checkbox"/>		INSURED'S NAME (Last First MI) Smith Robert		
PATIENT'S ADDRESS (Street, City, State & Zip) 123 Main Street Anytown US 9999			PATIENT'S RELATIONSHIP TO INSURED SELF <input checked="" type="checkbox"/> SPOUSE <input type="checkbox"/> CHILD <input type="checkbox"/> OTHER <input type="checkbox"/>			INSURED'S ADDRESS (Street, City, State & Zip) add 123 Main Street Anytown US 9999			
PATIENT'S BIRTH DATE 08/22/1937		PATIENT'S SOC. SEC. # 111-00-0008		PATIENT'S STATUS Married <input type="checkbox"/> Single <input type="checkbox"/> Other <input type="checkbox"/>			INSURED'S BIRTH DATE 08/22/1937		INSURED'S SOC. SEC. # 111-00-0008
PATIENT'S TELEPHONE (Home, Work) (856)555-1212 (800)555-1212		PATIENT'S OCCUPATION Engineer			MEDICARE <input type="checkbox"/> MEDICAID <input type="checkbox"/>		INSURED'S TELEPHONE (Home, Work) (856)555-1212 (800)555-1212		
PATIENT'S DL # G1234567890		PATIENT'S EMPLOYER NAME ABC Construction		CHAMPUS <input type="checkbox"/> CHAMPVA <input type="checkbox"/>		INSURED'S EMPLOYER OR OCCUPATION ABC Construction			
EMERGENCY CONTACT (Name, Phone) Linda Smith (856)555-1212		FACA <input type="checkbox"/> OTHER <input type="checkbox"/>		GROUP HEALTH PLAN <input type="checkbox"/>		INSURED'S PLAN OR PROGRAM NAME Test Plan			
<input type="checkbox"/> Auto Accident (PIP)		Work-Comp <input type="checkbox"/>		REFERRED BY: Paul Smith		Det			
Insurance & Billing Information									
SEC / SUPPL. INSURANCE <input type="checkbox"/>		BILL TO: Insurance Patient		PRIMARY INSURANCE COMPANY: Aetna OR CODE					
PREAUTHORIZATION REQUIRED <input type="checkbox"/>		PLAN OR ID NUMBER: 111000008ABC		GROUP NO.: 22212345		ANNUAL DEDUCT: \$		CO-PAYMENT: \$	
		CAT NO.:		COVERAGE, % EXAM HOSP SURG		ADJUSTMENT AMT: \$			
General Notes & Other Information									
Notes:								<input type="checkbox"/> No Mailings	
Additional Info		Responsible Parties			Patient Log				

Figure 2 - Patient Demographics (Registration) Screen

- On screen buttons, check boxes, and drop down lists make entering and editing information fast and easy.
- The software saves users enormous amounts of time by automatically transferring existing information to where it is needed. With MDRhythm, data is never entered more than once.
- Critical Patient information is visible on a single screen, thus avoiding the time consuming task of memorizing related information on different screens.
- This single screen provides a great amount of information at your fingertips, yet it allows the user to save a new patient record with as little as the patient's name.
- As shown above, the Patient Registration Screen contains each patient's demographic information, the patient's responsible provider, insurance company, and billing information.

- The patient's primary insurance company is displayed, along with plan number, group number, coverage, annual deductions, co-payments, expiration date, etc.
- Multiple preauthorization as well as pre-certification numbers can be added and maintained for automatic assignment at the time of billing.
- In addition to Primary, workmen's compensation, and auto insurances, up to two supplementary insurance carriers can be selected for each patient. In order to reduce data entry time, commonly used information is presented in alphabetical lists (like insurance company names, referring provider names, etc.).

MDRhythm® allows the user instant access to all patient records at the click of a mouse. The patient names are displayed in an alphabetic order with quick search feature to locate the proper name instantly (Figure 3). Patients can be searched by Name, Chart Number, Social Security Number, Date of Birth, Insured's Name, Primary insurance ID Number or EMC ID Number.

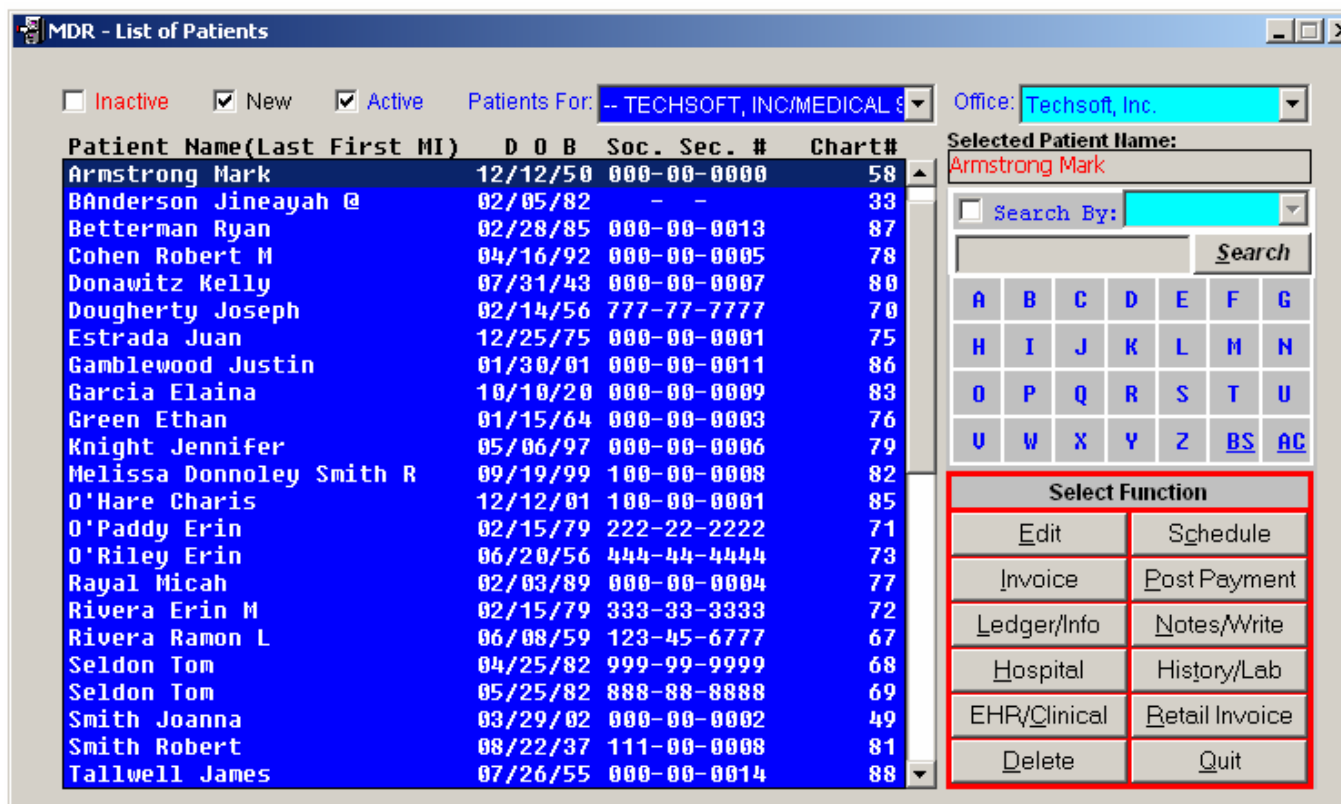


Figure 3 - Patient List Screen

Paper and Electronic Billing/Invoicing

Primary and supplementary billing in MDRhythm is very user friendly and highly productive. All billing information can be entered easily on a graphical screen with the important information quickly retrievable from lists. Based upon previous billing, default values are presented to save considerable amounts of time. In fact an entire invoice can be generated without touching the keyboard, a typical feature of this enhanced software. A complete check of missing or contradictory information is performed and the user is notified of any inconsistencies by means of on screen message boxes. This minimizes the error rate and results in quick payments. Invoices can be printed on one of several form types, including HCFA 1500, UB92, Superbill, Cash Invoice, or any custom forms the user creates using the form setup screen. These forms can also be generated on plain paper using a laser jet printer (see attachments for a sample of these invoices). **Electronic billing** is extremely simple and involves clicking just one button. The user can display all the information about the invoices to be transmitted before initiating the electronic filing.

This software comes complete with a listing of the current code numbers and descriptions for ICD-9-CM and the CPT-4 codes. Therefore, custom lists consisting of commonly used codes for each type of practice can be developed very quickly. Up to four charges can be assigned to each procedure code to allow automatic posting of charges for each procedure for different type of insurance carriers. The following picture (Figure 4) shows the main billing screen of this software.

MDRhythm - Invoicing

Inv. History Edit Prev Inv Group Codes ICD/CPT Codes Hosp/Misc Info Save Print Clear Quit

Pat Name: Witherspoon Timothy Chart#: 3 Inv. #: NEW Office: MOUNT LAUREL OF

Invoice To: PI - Amway Corporation Facility or Hospital: COOPER MEDICAL SYSTEM

Form Type: PI-Electronic Billing POS: 11 - Doctor's Office TOS: 1 - Medical Care Bill As: DAVID BRINSFIELD

Diagnosis or Nature of Illness or Injury

1.	900.0	INJURY TO CAROTID ARTERY	3.
2.			4.

Provider: Marion Jones

Charge List

Date of Service From	Date of Service To	PO S	CPT CODE	Description of Procedure or Services	Diag. Codes	C.L.	Charge \$	D/U	T/S
07/01/2002	07/01/2002	11	NSFEE	CHECK RETURNED FOR INSUFF FU	1	1	25.00	1	1
07/01/2002	07/01/2002	11	99214	OFFICE/OUTPATIENT VISIT, EST	1	1	100.00	1	1

Condition Related To: Reason

A. Employment for Adj:

B. Accident Auto Other

EMGR./EPSDT/COB Accept?

HOLD INVOICE!

INS PAYMENTS ONLY Previous Balance: \$66.00

Gross Amount: \$ 125.00
 Co-Pay Required: \$ 0.00
 Current Payments: \$ 0.00
 Current Adjustments: \$ 0.00
 Previous Payments: \$ 0.00
 Previous Adjustments: \$ 0.00
 Net Due: \$ 125.00

Payment Adjust

Figure - 4 Main Billing Screen

Co-payment requirements are displayed automatically to ensure proper collection from the patients. Any payments and/or adjustments at the time of invoicing can also be entered on the same color coded easy to read screen. For repeat visits, the previous invoice data can be imported to generate a complete current invoice in a fraction of a second. Any previously issued invoices can be viewed and or edited. Correcting errors, as well as deleting and un-deleting invoices, is as simple as one can imagine. The complete invoicing history of a patient, including unique CPT4 and ICD9 codes used, can also be displayed by clicking a single button.

Payment Posting & General Accounting

MDRhythm has powerful post payment and accounting features, which include editable entries and automatic supplementary billing. It provides real-time accounting, comprehensive post-payment functions, graphical ledger cards, activity reports, aging reports for both patients and insurance companies, invoiced procedure analysis, financial analysis reports, account summaries, batch invoicing contracted fees, allowable amounts and monthly statement capability. Statements can be printed on plain paper or sent electronically to our clearinghouse as a value added service.

Each invoice is tracked individually instead of tracking only the account balance. As evidenced on the picture below (Figure 5), a complete audit trail can be maintained while simultaneously reducing the amount of time required for posting. Payments can be posted in two different ways; either posting against the total invoice amount, or posting against each procedure code to allow a complete audit trail. Any balance remaining on an invoice can be billed automatically to the patient, supplemental insurance, or can be written-off or adjusted. Approved amounts by Medicare can be entered to automatically calculate the amounts of payments received and adjustments.

MDR - Post Payments

Paid Invoices Delete Post Payment Ledger Print Ledger Quit

Pat Name: Witherspoon Timothy S1Ins: None Specified
 Inv To : Patient/Responsible Party Inv# : 000012 Dated: 03/20/02 S2Ins: N

Srv. Date	Amount	Balance
02/19/2002	75.00	10.00
02/17/2002	75.00	56.00

Payment From: PI-Amway Corporation Payment Method: Check

Post Totals Only Copay Rqrd: 0.00

Check#/Credit Card# ID/EXP Chk. Date Post Date
 _____ 07/01/2002

Note for CPT : 99212 DOS: 02/19/02

Number of CPT codes: 1

CPT Code(s)	Invoice Amount	Amount Approved	Current Payments	Current Adjusts	Previous Payments	Previous Adjusts	Total Credits	Balance Due	Provider's Name
99212	75.00				60.00	5.00	65.00	10.00	Marion
Totals	75.00	0.00	0.00	0.00	60.00	5.00	65.00	10.00	

Reason For Adjustment/Refund: _____

Figure - 5 Payment Posting Screen

The **Ledger/information** screen (Figure 6) displays the patient demographics, the patient's ledger card, an account summary, and an aging report on the patient's account balance. The user can view a patient's treatment history with the click of the mouse. Also the system tracks each date of transmission or printing of invoices.

MDRhythm - Patient Ledger

Detailed Ledger Treatment Hist. Billing Print Stmt Print Ledger Print Demographics Retail Quit

Patient's Name: Jane Doe Birth Date: 01/01/1980
 Street Address: 123 Main Street SS Number : 345-67-8900
 City, ST & Zip: Altamonte Springs, NJ 08054 Home Tel.#: (888)888-8888
 Resp. Party : Jane Doe Chart# : 37
 Primary Ins. : CIGNA Ins. ID# : 1234444555
 1st Suppl. Ins: Aetna Ins. ID# : 23423242342
 2nd Suppl. Ins: None Last Visit: 10/31/2002
 Referred By : Smith Paul Next Visit: Unknown
 Last Statement: 10/17/2002

Ledger Card

D O S	Sent On	Inv Amt	Ins Prnt	Pat Pmt	Adj Amt	Ins Due	Pat Due	Total Due	PRV	OFC	USR
07/26/02	NOT SENT	75.00	53.60	0.00	8.00	13.40	0.00	13.40	DB	MOU	NG
08/09/02	10/30/02N	99.00	0.00	66.00	10.00	0.00	23.00	23.00	JT	MOU	NG
08/19/02	NOT SENT	99.00	0.00	0.00	0.00	99.00	0.00	99.00	JT	MOU	NG
08/19/02	NOT SENT	99.00	0.00	0.00	0.00	99.00	0.00	99.00	MJ	MOU	NG
09/27/02	NOT SENT	99.00	0.00	10.00	0.00	89.00	0.00	89.00	JT	MOU	GVT
10/01/02	10/01/02P	99.00	0.00	0.00	0.00	99.00	0.00	99.00	JT	MOU	NG
10/31/02	NOT SENT	99.00	63.20	0.00	20.00	5.80	10.00	15.80	JT	MOU	MNL
10/31/02	10/31/02P	25.00	0.00	0.00	0.00	25.00	0.00	25.00	JT	MOU	NG
Totals:		11 Visits	944.00	231.09	89.46	69.25	521.20	33.00	554.20		

Deposit Account: 11.54

To Collection Aged Days: 0 - 30 31 - 60 61 - 90 91 - 120 Over 120
 Balance: 178.80 99.00 198.00 13.40 65.00

Figure - 6 Patient Ledger Screen

The **accounting activities** for the day (day sheet), week, month, quarter, or year separated by user or provider can be displayed and printed easily by clicking the desired buttons. The following picture of this screen shows a typical day sheet (Figure 7):

Patient's Name	Trans Desc	Ref No	TYP	Amount		
CHRIS JARSEN	Inv to Resp Party	127	INU	50.00		
CHRIS JARSEN	From Aetna	202	PMT	50.00		
JAMES SUGARMAN	Inv to Aetna	125	INU	25.00		
JAMES SUGARMAN	Inv to Aetna	126	INU	250.00		
JAMES SUGARMAN	From Aetna	198	PMT	100.00		
JAMES SUGARMAN	From Aetna	199	PMT	20.00		
JAMES SUGARMAN	From Aetna	200	PMT	99.00		
JAMES SUGARMAN	Write off balance	201	ADJ	51.00		
JERRY EVANS	Inv to Medicare	129	INU	65.00		
JUNIOR SPIVEY	From Medicare	203	PMT	8.00		
JUNIOR SPIVEY	From Resp Party	204	PMT	20.00		
JUNIOR SPIVEY	Inv to Medicare	128	INU	35.00		
TOTALS	INV:	905.00	PMT:	605.00	ADJ:	186.00
	From Deposits:	0.00				
	Net Received:	605.00				
	Refunds:	0.00				
Total Number of Visits: 6						

Figure - 7 Daily/Weekly/Monthly/Yearly Accounting Information Screen

MDRhythm provides detailed **aging reports**. Users can select an aging report that lists all overdue invoices by patient (all patients that have unpaid invoices for X number of days or more), or they can generate an aging report that lists all overdue invoices by insurance company (All insurance companies that have unpaid invoices for X number of days or more. The user can select any number of days for the aging report (30 days or older, 43 days or older, etc.).

MDRhythm also provides a detailed **Invoiced Procedure Analysis**. With this function, any one or several CPT codes can be analyzed for frequency of use, and analyzed for the amounts billed and received.

MDRhythm also provides a **Financial Analysis**, which presents a breakdown of all the procedures performed by each provider, and the amounts billed and received by each provider for each of those procedures.

Scheduling & Time Management

MDRhythm provides an advanced and powerful scheduling system. Creating, canceling or modifying patient appointments is extremely easy to accomplish. Our scheduling system includes the ability to schedule for multiple providers and resources and tracks patient waiting times. The Search feature is among the most advanced of it's kind. The user can search by office, resource, provider, or even day of the week and time restrictions. Figure 8 lists the search results screen of available appointments.

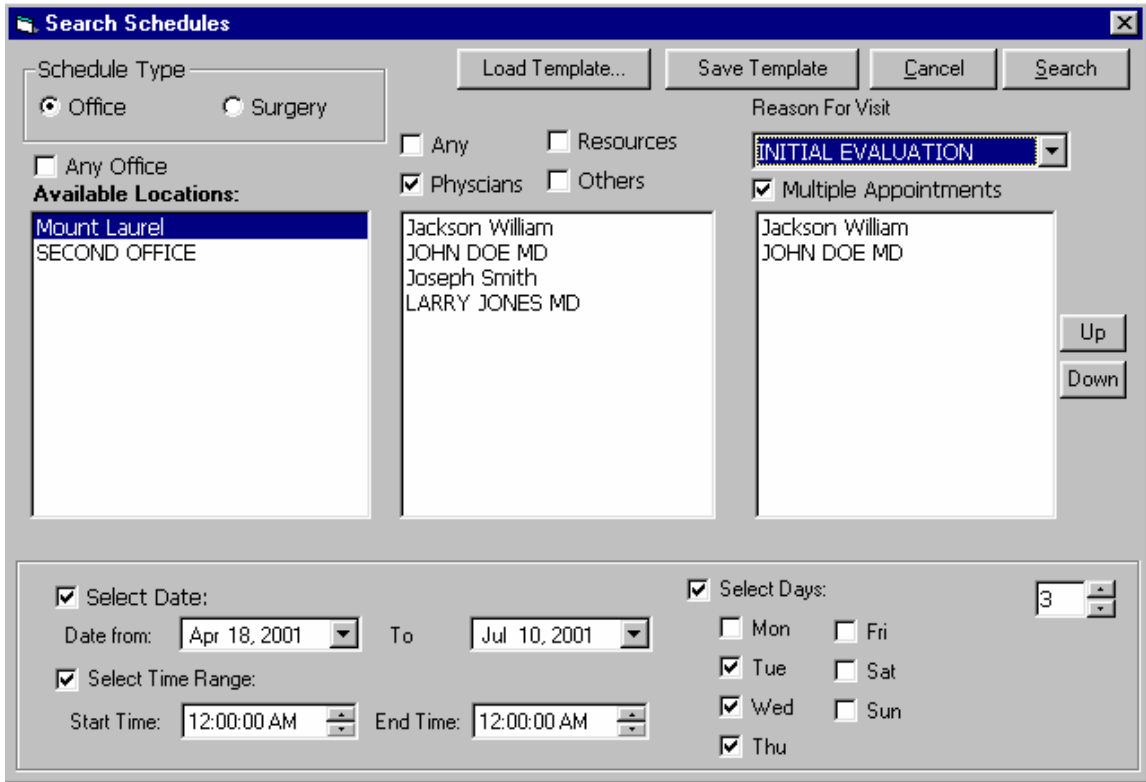


Figure – 8 Schedule Search Results Screen

The daily schedule screen (Figure 9) lists all the appointments for the day, shows the patient's name, chart number, home telephone number, reason for visit, a real-time status box (checked in, checked out, invoiced), balance due (patient's obligation) from previous visits, and patient co-pay and free text notes. All of this information is in an easy to read format.

MDRhythm - Daily Schedule									
Office <input checked="" type="radio"/> Surgery <input type="radio"/> Patients Only <input type="checkbox"/>		Total#5		For: MOUNT LAURE		GEORGE COVINGTON			
<< < Fri 01/26/2007 > >>		Add EP		Add NP		WList		Block Slot	
Cancel App		Next App		Print		Wk Sch		Quit	
Time	Patient's Name	Chart#	Note	Reason for Visit	Status	Bal Due	CoPay	Amt PD	
07:30 A	Betterman Ryan	87	Complaining of Chest Pain	CARDIOGRAM		200.00	0.00	0.00	
07:45 A	Betterman Ryan								
08:00 A	Open								
08:15 A	Vincent Price	HP110	New Patient - Back Pain	INITIAL OFFICE VISIT					
08:30 A	Vincent Price								
08:45 A	Rivera Erin M	72	Needs Flu Shot	FOLLOW UP VISIT		0.00	0.00	0.00	
09:00 A	Rivera Erin M								
09:15 A	Open								
09:30 A	SALES REP MEETING								
09:45 A	SALES REP MEETING								
10:00 A	Open								
10:15 A	Smith Robert	81	having difficulty breathing	RESPIATORY PROBLEMS		0.00	0.00	0.00	
10:30 A	Smith Robert								
10:45 A	Open								
11:00 A	Seldon Tom	68	Need blood work	LAB WORK		0.00	0.00	0.00	
11:15 A	Seldon Tom								
11:30 A	Seldon Tom								
11:45 A	Seldon Tom								
12:00 P	-----LUNCH-----								
12:15 P	-----LUNCH-----								
12:30 P	-----LUNCH-----								
12:45 P	-----LUNCH-----								
01:00 P	Open								
01:15 P	Open								

Figure - 9 Scheduling Screen

As can be seen from the choices available in the above figure, all scheduling/billing functions can be performed without ever leaving the Daily Schedule screen. Users can add a new or existing patient to the appointment list for the current date, or any date in the future, with the click of a button. Instead of typing out the patient's name, users can select an existing patient from an alphabetical list, saving time.

The patient's last date of visit and next appointment dates are displayed with click of a button. Time slots are variable and can be set to any length of time desired. The time required for a visit is automatically set based upon the reason for visit. One can even restrict how many patients are allowed per time slot, per hour, per shift or even per provider.

If desired, this software can track average waiting time and time spent with the provider. When a patient arrives for an appointment, users can check that patient in with a single mouse click. After the visit and/or examination, users can check that patient out with the click of a button. After the patient has left, users can be brought to the invoicing screen, complete with patient information, with the click of a button. Complete invoices can be generated instantaneously.

MDRhythm allows each provider to design his or her own **custom office hours** and **routing or fee slips**. MDRhythm allows the user to create different schedule slot times for each provider and or resource. It provides an office schedule and surgery schedule that can be fully customized. Switching between office and surgery schedules is as easy as clicking a button. Single appointment times or entire dates on the calendar can be edited. Each provider can set the amount of time slotted for each visit on his or her schedule. (10 minutes, 15 minutes, 20 minutes, etc.) Switching between different provider's schedules is as easy as pointing and clicking on the provider's name. Also, any schedule for any date can be easily printed on demand. Special notes can be added for each patient for each scheduled visit.

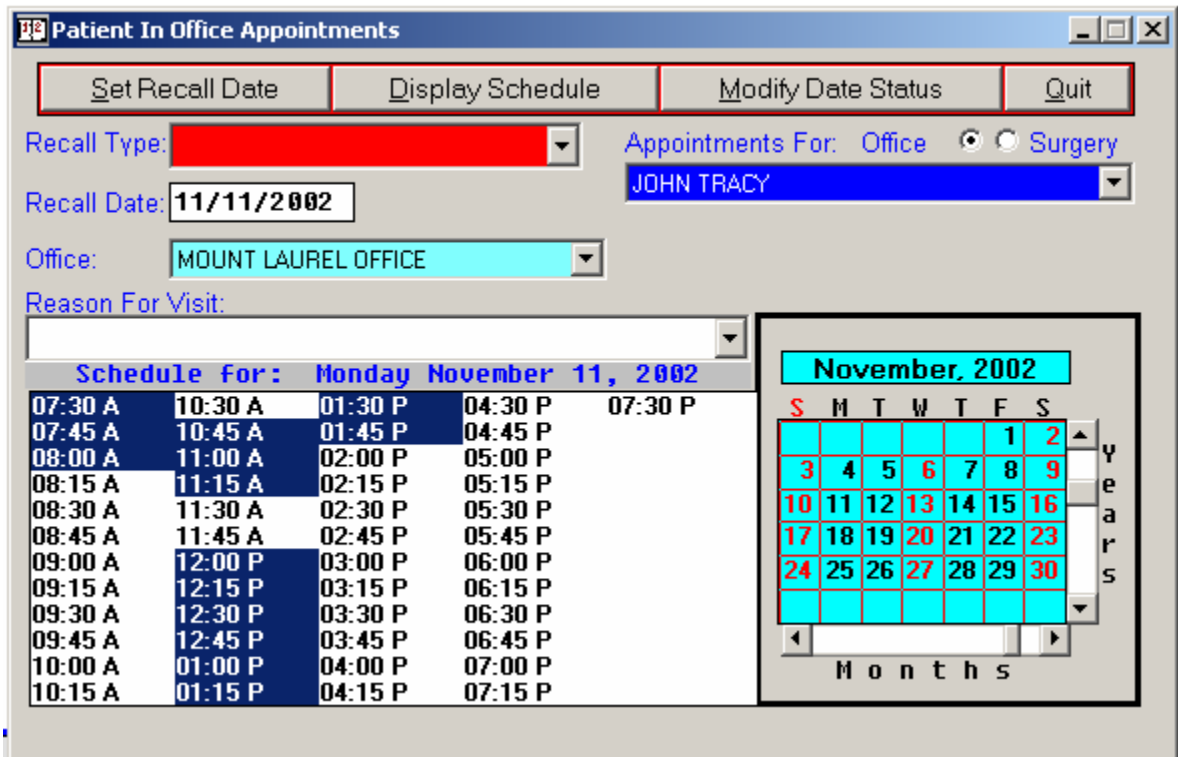


Figure 10 - Monthly Calendar Screen

The MDRhythm Monthly calendar (Figure 10) gives users the opportunity to mark and edit special dates on the graphical monthly calendar. From this screen, all the daily schedules can be viewed, new and existing patients can be scheduled, and any appointment times can be marked for a provider-selectable activity. In addition recalls can be set for future time periods such as 6 months one year etc. Different reasons for recall can be added and custom letters can be created for easy printing of patient recall letters and or labels. A user can modify the date status of any one date without resetting the entire schedule. When patients are displaced due to shorter day or an off day, the system retains their schedule date and time and keeps the list handy till all the displaced patients have been re-scheduled.

Integrated Reports:

Following are some of the **reports** available in MDRhythm (Figure 11). Due to our unique programming, the user is capable of designing different type of reports. In addition, several customized reports are available for various types of medical practices.

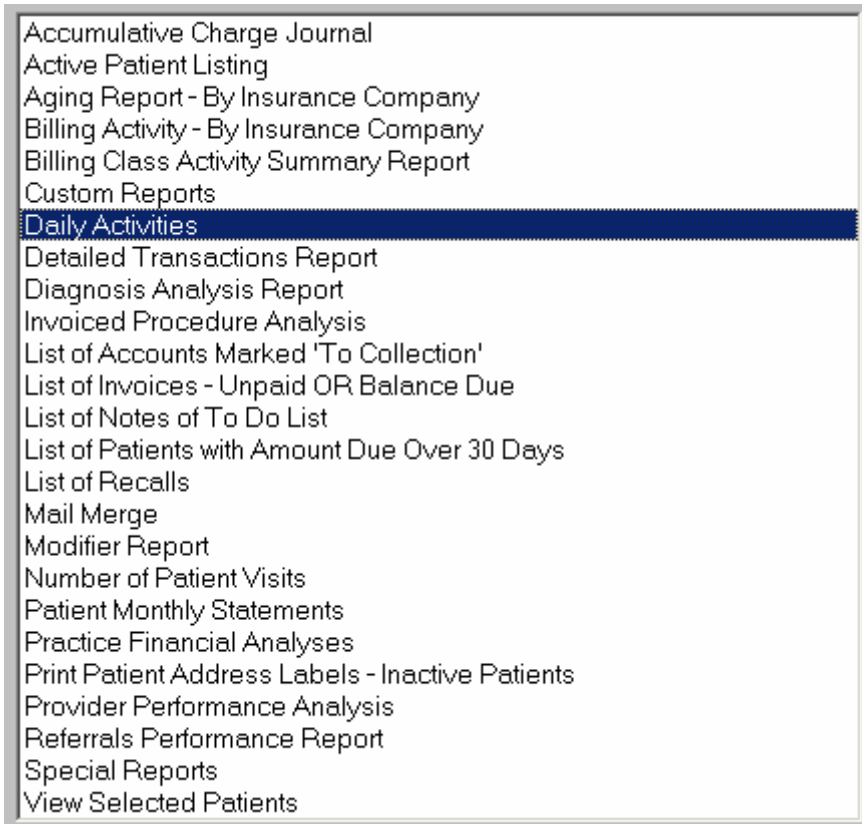


Figure - 11 List of Reports (Partial)

In addition to these sample screens, MDRhythm offers many other similar screens to make various tasks easy, simple, and productive to accomplish. We receive favorable comments on the systems simplicity, intuitiveness, breadth of function, and ease of learning.

We have attempted to briefly summarize the salient features of the MDRhythm software. This software includes many specific features for different type of specialties. If you require additional information, or clarification, please do not hesitate to call our office toll free at 1-800-432-7577 ext. 105. We thank for your time and hope to be of service to you in the very near future.