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IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF OREGON

CASCADE HEALTH SOLUTIONS fka MCKENZIE-WILLAMETTE HOSPITAL, an Oregon nonprofit corporation,

Plaintiff,

v.

PEACEHEALTH, a Washington State nonprofit corporation,

Defendant,

REGENCE BLUECROSS BLUESHIELD OF OREGON; PROVIDENCE HEALTH PLAN, PACIFICSOURCE HEALTH PLANS; and MCKENZIE-WILLAMETTE REGIONAL MEDICAL CENTER ASSOCIATES, LLC,

Co-Defendants/Intervenors.

No. 02-6032-HA

JUDGMENT

This action came for trial before the court and a jury, Honorable Ancer Haggerty, District Judge, Presiding. Plaintiff McKenzie-Willamette Hospital, an Oregon nonprofit corporation, was represented by Thomas M. Triplett, Nancy M. Erfle, and William B. Crow. Defendant, PeaceHealth, a Washington nonprofit organization, was represented by Peter H. Glade, James H. Sneed, and Linda M. Holleran.

The issues having been duly tried and the jury having duly reached its verdict; plaintiff being required by law to elect among its remedies; and it having elected the greater of the verdicts, based upon the jury's verdict, judgment is entered in favor of plaintiff McKenzie-Willamette Hospital and against PeaceHealth in the sum of \$16,200,000 with interest thereon from February 1, 2004, at the rate provided by law.

Plaintiff sought equitable relief under 15 USC § 26. The following parties intervened: Regence BlueCross BlueShield of Oregon, Providence Health Plan, PacificSource Health Plans, and McKenzie-Willamette Regional Medical Center Associates, LLC. Plaintiff, defendant, and

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intervenor McKenzie-Willamette Regional Medical Center Associates, LLC, have reached a settlement, and, pursuant to that settlement, plaintiff and intervenor McKenzie-Willamette Regional Medical Center Associates, LLC, have withdrawn this claim and stipulated that it be dismissed with prejudice. Defendant and the remaining intervenors have consented to the withdrawal of this claim and to its dismissal with prejudice. Accordingly, the claims for equitable relief are hereby dismissed with prejudice.

Dated this 2 day of May, 2005.

Submitted by:

William B. Crow, OSB #61018 Schwabe, Williamson & Wyatt Of Attorneys for Plaintiff

CERTIFICATE OF SERVICE

I hereby certify that on the 29th day of April, 2005, I served the foregoing JUDGMENT

on:

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by mailing to them a true and correct copy thereof, placed in a sealed envelope addressed to them at the addresses set forth above, and deposited in the U.S. Post Office at Portland, Oregon, on said day with postage prepaid.

William B. Crow, OSB #61018 Of Attorneys for Plaintiff