

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6047(e), 6057(b), and 6058(a) of the Internal Revenue Code (the Code). ▶ Complete all entries in accordance with the instructions to the Form 5500.	OMB Nos. 1210-0110 1210-0089 2012 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2012 or fiscal plan year beginning <u>01/01/2012</u> and ending <u>12/31/2012</u>	
A This return/report is for:	☐ a multiemployer plan; ☒ a multiple-employer plan; or ☐ a single-employer plan; ☐ a DFE (specify) ____
B This return/report is:	☐ the first return/report; ☐ the final return/report; ☒ an amended return/report; ☐ a short plan year return/report (less than 12 months).
C If the plan is a collectively-bargained plan, check here.	☐
D Check box if filing under:	☐ Form 5558; ☐ automatic extension; ☐ the DFVC program; ☐ special extension (enter description)

Part II	Basic Plan Information —enter all requested information				
1a Name of plan <u>MMC 401K SAVINGS AND RETIREMENT PLAN</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1b Three-digit plan number (PN) ▶</td> <td style="width: 20%; text-align: center;"><u>333</u></td> </tr> <tr> <td colspan="2">1c Effective date of plan <u>04/01/1994</u></td> </tr> </table>	1b Three-digit plan number (PN) ▶	<u>333</u>	1c Effective date of plan <u>04/01/1994</u>	
1b Three-digit plan number (PN) ▶	<u>333</u>				
1c Effective date of plan <u>04/01/1994</u>					
2a Plan sponsor's name and address; include room or suite number (employer, if for a single-employer plan) <u>MEDICAL MANAGEMENT CONSULTANTS, INC.</u> <u>8150 BEVERLY BLVD.</u> <u>LOS ANGELES, CA 90048</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td>2b Employer Identification Number (EIN) <u>95-3879274</u></td> </tr> <tr> <td>2c Sponsor's telephone number <u>310-659-3835</u></td> </tr> <tr> <td>2d Business code (see instructions) <u>561300</u></td> </tr> </table>	2b Employer Identification Number (EIN) <u>95-3879274</u>	2c Sponsor's telephone number <u>310-659-3835</u>	2d Business code (see instructions) <u>561300</u>	
2b Employer Identification Number (EIN) <u>95-3879274</u>					
2c Sponsor's telephone number <u>310-659-3835</u>					
2d Business code (see instructions) <u>561300</u>					

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature. Signature of plan administrator	<u>12/20/2013</u> Date	<u>MASHI RAHMANI</u> Enter name of individual signing as plan administrator
SIGN HERE	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE	Signature of DFE	Date	Enter name of individual signing as DFE
Preparer's name (including firm name, if applicable) and address; include room or suite number. (optional)			Preparer's telephone number (optional)

3a Plan administrator's name and address ☒ Same as Plan Sponsor Name ☐ Same as Plan Sponsor Address		3b Administrator's EIN 3c Administrator's telephone number
4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report: a Sponsor's name		4b EIN 4c PN
5 Total number of participants at the beginning of the plan year		5 3961
6 Number of participants as of the end of the plan year (welfare plans complete only lines 6a , 6b , 6c , and 6d).		
a Active participants.....	6a	1697
b Retired or separated participants receiving benefits.....	6b	0
c Other retired or separated participants entitled to future benefits.....	6c	538
d Subtotal. Add lines 6a , 6b , and 6c	6d	2235
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.....	6e	0
f Total. Add lines 6d and 6e	6f	2235
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item).....	6g	1368
h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested.....	6h	94
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)		7
8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions: 2A 2E 2F 2G 2J 2K 3B 3D 3H		
b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions:		
9a Plan funding arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor		9b Plan benefit arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor
10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)		
a Pension Schedules (1) ☐ R (Retirement Plan Information) (2) ☐ MB (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary (3) ☐ SB (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary		b General Schedules (1) ☒ H (Financial Information) (2) ☐ I (Financial Information – Small Plan) (3) ☐ <u>0</u> A (Insurance Information) (4) ☐ C (Service Provider Information) (5) ☒ D (DFE/Participating Plan Information) (6) ☐ G (Financial Transaction Schedules)

SCHEDULE D (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration	DFE/Participating Plan Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2012 This Form is Open to Public Inspection.
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For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012

A Name of plan <u>MMC 401K SAVINGS AND RETIREMENT PLAN</u>	B Three-digit plan number (PN) ►	<u>333</u>
C Plan or DFE sponsor's name as shown on line 2a of Form 5500 <u>MEDICAL MANAGEMENT CONSULTANTS, INC.</u>	D Employer Identification Number (EIN) <u>95-3879274</u>	

Part I	Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs) (Complete as many entries as needed to report all interests in DFEs)
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a Name of MTIA, CCT, PSA, or 103-12 IE: QUALIFIED PLAN VARIABLE ACCOUNT

b Name of sponsor of entity listed in (a): CHARLES SCHWAB

c EIN-PN <u>31-4156830-000</u>	d Entity code <u>P</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) <u>25908115</u>
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a Name of MTIA, CCT, PSA, or 103-12 IE: SCHWAB STABLE VALUE FUND ADVISOR CL

b Name of sponsor of entity listed in (a): CHARLES SCHWAB

c EIN-PN <u>31-4156830-000</u>	d Entity code <u>C</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) <u>7609955</u>
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a Name of MTIA, CCT, PSA, or 103-12 IE:

b Name of sponsor of entity listed in (a):

c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
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a Name of MTIA, CCT, PSA, or 103-12 IE:

b Name of sponsor of entity listed in (a):

c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
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a Name of MTIA, CCT, PSA, or 103-12 IE:

b Name of sponsor of entity listed in (a):

c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
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a Name of MTIA, CCT, PSA, or 103-12 IE:

b Name of sponsor of entity listed in (a):

c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
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a Name of MTIA, CCT, PSA, or 103-12 IE:

b Name of sponsor of entity listed in (a):

c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
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a Name of MTIA, CCT, PSA, or 103-12 IE:

b Name of sponsor of entity listed in (a):

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code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)

Part II Information on Participating Plans (to be completed by DFEs)

(Complete as many entries as needed to report all participating plans)

a Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
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plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2012 This Form is Open to Public Inspection
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For calendar plan year 2012 or fiscal plan year beginning 01/01/2012 and ending 12/31/2012		
A Name of plan MMC 401K SAVINGS AND RETIREMENT PLAN	B Three-digit plan number (PN) ►	333
C Plan sponsor's name as shown on line 2a of Form 5500 MEDICAL MANAGEMENT CONSULTANTS, INC.	D Employer Identification Number (EIN) 95-3879274	

Part I	Asset and Liability Statement
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1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a	254	578
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	908364	678721
(2) Participant contributions	1b(2)	230630	229797
(3) Other.....	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)		
(2) U.S. Government securities.....	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other.....	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)	349587	501571
(9) Value of interest in common/collective trusts.....	1c(9)	7220212	7531594
(10) Value of interest in pooled separate accounts.....	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)		
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds).....	1c(13)	20202347	25986476
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)		
(15) Other	1c(15)		

1d Employer-related investments:

		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	28911394	34928737

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through 1j)	1k	0	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	28911394	34928737
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Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income

		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	793460	
(B) Participants	2a(1)(B)	2989904	
(C) Others (including rollovers)	2a(1)(C)	96711	
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		3880075
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)		
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)	16590	
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		16590
(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)		
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)	586884	
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		586884
(3) Rents	2b(3)		
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)	30126745	
(B) Aggregate carrying amount (see instructions)	2b(4)(B)	28839725	
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		1287020
(5) Unrealized appreciation (depreciation) of assets: (A) Real estate	2b(5)(A)		
(B) Other	2b(5)(B)		
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		0

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts	2b(6)		35084
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		1164591
c Other income.....	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		6970244

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	2439197	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines 2e(1) through (3).....	2e(4)		2439197
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions).....	2g		19335
h Interest expense.....	2h		
i Administrative expenses: (1) Professional fees	2i(1)	140838	
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)	119481	
(4) Other	2i(4)	18780	
(5) Total administrative expenses. Add lines 2i(1) through (4).....	2i(5)		279099
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		2737631

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d.....	2k		4232613
l Transfers of assets:			
(1) To this plan.....	2l(1)		3019666
(2) From this plan	2l(2)		1234936

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☐ Unqualified (2) ☐ Qualified (3) ☒ Disclaimer (4) ☐ Adverse

b Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)?

☒ Yes ☐ No

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: **RBZ, LLP**

(2) EIN: **95-3439541**

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

4 CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete lines 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete lines 4j and 4l. MTIAs also do not complete line 4l.

During the plan year:

a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....

b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.).....

	Yes	No	Amount
4a		X	
4b		X	

	Yes	No	Amount
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.).....		X	
e Was this plan covered by a fidelity bond?.....	X		500000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.).....	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.).....	X		
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?.....		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.).....		X	
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.			

5a Has a resolution to terminate the plan been adopted during the plan year or any prior plan year?
 If "Yes," enter the amount of any plan assets that reverted to the employer this year..... ☐ Yes ☒ No Amount:

5b If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)

BOYD W. FLINDERS, M.D., 401(K) PROFIT SHARING PLAN & TRUST

UNIVERSITY FOOT & ANKLE INSTITUTE 401(K) PROFIT SHARING PLAN & TRUST

5b(2) EIN(s)	5b(3) PN(s)
95-3638027	001
71-0918827	001

Part V Trust Information (optional)

6a Name of trust

6b Trust's EIN

MMC 401(K) SAVINGS AND RETIREMENT PLAN

**FINANCIAL STATEMENTS
AND SUPPLEMENTAL INFORMATION**

**AS OF DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

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INDEPENDENT AUDITORS' REPORT

To the Administrative Committee of
MMC 401(K) SAVINGS AND RETIREMENT PLAN
Los Angeles, California

Report on Financial Statements

We were engaged to audit the accompanying financial statements of MMC 401(k) Savings and Retirement Plan (the "Plan"), which comprise the statements of net assets available for benefits as of December 31, 2012 and 2011, and the related statement of changes in net assets available for benefits for the year ended December 31, 2012, and the related notes to financial statements.

Management's Responsibility for the Financial Statements

Plan management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with the auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 4, which was certified by Charles Schwab Trust Company, the custodian of the Plan, except for comparing the information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan administrator that the custodian holds the Plan's investment assets and executes investment transactions. The Plan administrator has obtained a certification from the custodian as of December 31, 2012 and 2011 and for the year ended December 31, 2012, that the information provided to the Plan administrator by the custodian is complete and accurate.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis of Disclaimer of Opinion paragraph, we have not been able to obtain sufficient, appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.



INDEPENDENT AUDITORS' REPORT (Continued)

Other Matter

We were engaged for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule of assets held at year-end, which is the responsibility of Plan management, is presented for the purpose of additional analysis and is not a required part of the financial statements but is required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, it is inappropriate to and we do not express an opinion on the supplemental schedule referred to above.

Report on Form and Content in Compliance with DOL Rules and Regulations

The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America, and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

RBZ, LLP

October 15, 2013

MMC 401(K) SAVINGS AND RETIREMENT PLAN

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

DECEMBER 31, 2012 AND 2011

	<u>2012</u>	<u>2011</u>
Assets		
Participant directed investments, at fair value	<u>\$ 33,518,648</u>	<u>\$ 27,422,813</u>
Receivables		
Participant contributions	229,797	230,630
Employer contribution	678,721	908,364
Notes receivable from participants	<u>501,571</u>	<u>349,587</u>
Total Receivables	<u>1,410,089</u>	<u>1,488,581</u>
Net Assets Available for Benefits	<u><u>\$ 34,928,737</u></u>	<u><u>\$ 28,911,394</u></u>

See accompanying notes to financial statements.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

FOR THE YEAR ENDED DECEMBER 31, 2012

Additions to Net Assets Attributed to	
Net appreciation in fair value of investments	\$ 2,486,695
Interest and dividends from investments	<u>586,884</u>
	<u>3,073,579</u>
Interest Income from Notes Receivable from Participants	<u>16,590</u>
Contributions	
Participants (including rollovers of \$96,711)	3,086,615
Employer	<u>793,460</u>
	<u>3,880,075</u>
Total Additions	<u>6,970,244</u>
Deductions	
Benefits paid to participants	2,439,197
Certain deemed distributions	19,335
Administrative fees	<u>279,099</u>
Total Deductions	<u>2,737,631</u>
Net Increase before Transfers of Assets	<u>4,232,613</u>
Transfers of Assets to the Plan	3,019,666
Transfer of Assets from the Plan	<u>(1,234,936)</u>
	<u>1,784,730</u>
Net Assets Available for Benefits, beginning of year	<u>28,911,394</u>
Net Assets Available for Benefits, end of year	<u>\$ 34,928,737</u>

See accompanying notes to financial statements.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011 AND FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - DESCRIPTION OF THE PLAN

The following description of the MMC 401(k) Savings and Retirement Plan (the "Plan") provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

General

The Plan is a multiple-employer defined contribution plan covering substantially all employees of Medical Management Consultants, Inc., Medical Management Consultants International, Modern Medical Consultants, Inc. and other adopting subscribers (together the "Company"). Employees must be at least 21 years of age and complete one month of service to be eligible for elective deferrals. Additionally, employees must complete up to one year of continuous service to participate in matching contributions and discretionary profit-sharing contributions. The Charles Schwab Trust Company serves as the custodian of the Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Contributions

Each year, participants may contribute up to 25% of their pretax annual compensation, as defined in the Plan. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may also contribute amounts representing distributions from other qualified defined contribution plans. Participants direct the investment of their contributions into various investment options offered by the Plan. The Plan currently offers various mutual funds as investment options for participants. The Company may also make employer matching and profit-sharing contributions.

Participant Accounts

Each participant's account is credited with the participant's contribution and allocations of Plan earnings and charged with an allocation of administrative expenses. Allocations are based on a participant's earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Vesting

Participants are immediately vested in their contributions plus actual earnings thereon. Vesting in the Company's contribution is based on years of continuous service and a participant is 100% vested after six years of credited service.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011 AND FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - DESCRIPTION OF THE PLAN (Continued)

Notes Receivable from Participants

Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum of \$50,000 or 50 percent of their account balance, whichever is less. The loans are secured by the balance in the participant's account and bear interest rates ranging from 4.25% to 10.25% per annum, which is commensurate with local prevailing rates as determined by the Plan administrator. Principal and interest are paid ratably through payroll deductions over 1 to 15 years.

Payment of Benefits

On termination of service due to death, disability or retirement, a participant may elect to receive either a lump-sum amount equal to the value of the participant's vested interest in his or her account, or annual installments over a ten-year period. On termination of service for other reasons, a participant may receive the value of the vested interest in his or her account as a lump-sum distribution.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from these estimates.

Payment of Benefits

Benefits are recorded when paid.

Forfeitures

Forfeitures of non-vested employer's contributions are used to reduce future employer's contributions. During 2012, \$28,159 of forfeited participant accounts were used to reduce the employer contributions. At December 31, 2012, there were \$2,105 in forfeitures that have not yet been applied to reduce the employer's contributions.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011 AND FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investment Valuation and Income Recognition

Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Topic 820, *Fair Value Measurements and Disclosures*, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical assets or liabilities in active markets;
- Inputs other than quoted prices that are observable for the asset or liability; and
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Risks and Uncertainties

The Plan invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near-term and that such changes could materially affect participants' account balances and the amounts reported in the statement of net assets available for benefits.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

**DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Notes Receivable from Participants

Notes receivable from participants (or participant loans) are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent participant loans are reclassified as distributions based upon the terms of the Plan document.

Income Taxes

The Plan's federal income tax and informational returns for tax years 2010 and subsequent remain subject to examination by the Internal Revenue Service. The returns for California, the Plan's only state tax jurisdiction, remain subject to examination by the California Franchise Tax Board for tax years 2009 and subsequent.

Subsequent Events

The Plan has evaluated events subsequent to December 31, 2012, to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through October 15, 2013, the date the financial statements were available to be issued. Based upon this evaluation, it was determined no subsequent events occurred that require recognition or additional disclosure in the financial statements.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011 AND FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 3 - INVESTMENTS

The Plan's investments that represented five percent or more of the Plan's net assets available for benefits as of December 31 are as follows:

	<u>2012</u>	<u>2011</u>
Morley Stable Value 75	\$ 7,531,594	^
Alger Capital Appreciation A	3,666,132	^
Vanguard Total Stk Mkt Ind Sig	3,646,108	3,053,124
PIMCO Total Return	2,717,365	2,117,175
JPMorgan Smartretirement 2040	2,371,371	^
JPMorgan Smartretirement 2030	1,791,861	^
Schwab Stable Fund	*	7,220,212
Growth Fund of America R4	*	2,595,624
American Funds 2040	*	1,645,504
American Funds 2030	*	1,557,779
	<u>\$ 21,724,431</u>	<u>\$ 18,189,418</u>

*This fund was under 5% in 2012.

^This fund was under 5% in 2011.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2012:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds	\$ 25,987,054	\$ -	\$ -	\$ 25,987,054
Common/Collective Trust	<u>-</u>	<u>7,531,594</u>	<u>-</u>	<u>7,531,594</u>
	<u>\$ 25,987,054</u>	<u>\$ 7,531,594</u>	<u>\$ -</u>	<u>\$ 33,518,648</u>

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2011:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds	\$ 20,202,600	\$ -	\$ -	\$ 20,202,600
Common/Collective Trust	<u>-</u>	<u>7,220,213</u>	<u>-</u>	<u>7,220,213</u>
	<u>\$ 20,202,600</u>	<u>\$ 7,220,213</u>	<u>\$ -</u>	<u>\$ 27,422,813</u>

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

**DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 4 - INFORMATION CERTIFIED BY CUSTODIAN (UNAUDITED)

The following information is a summary of the unaudited information regarding the Plan's financial statements and supplemental information, which was prepared by the Charles Schwab Trust Company, the custodian of the Plan, as of December 31, 2012 and 2011 and for the year ended December 31, 2012, and furnished to the Plan administrator. The Plan administrator has obtained a certification from the custodian that such information is complete and accurate. The information certified by the custodian is summarized as follows:

- a. Investments, as indicated on the Statements of Net Assets Available for Benefits;
- b. Notes receivable from participants, as indicated on the Statements of Net Assets Available for Benefits;
- c. Net appreciation in fair value of investments, as indicated on the Statement of Changes in Net Assets Available for Benefits;
- d. Supplemental information of Assets Held at Year-End; and
- e. All investment balances and investment information in Note 3.

NOTE 5 - PLAN TERMINATION

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, participants will become 100% vested in their accounts.

NOTE 6 - TAX STATUS

The Plan has been amended since its inception and the Plan administrator believes that the Plan is currently designed and being operated in compliance with the applicable requirements of the Internal Revenue Code.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

**DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 7 - RELATED PARTY TRANSACTIONS

Certain Plan investments are shares of mutual funds managed by the Charles Schwab Trust Company. The Charles Schwab Trust Company is the custodian as defined by the Plan. In addition, all investments are held with the custodian. These transactions qualify as party-in-interest transactions.

The records of the Plan indicate no party-in-interest transactions, which are prohibited by ERISA and for which no statutory or administrative exemption exists.

SUPPLEMENTAL SCHEDULE

MMC 401(K) SAVINGS AND RETIREMENT PLAN

**EMPLOYER IDENTIFICATION NUMBER 95-3879274
PLAN NUMBER 001**

**FORM 5500, SCHEDULE H, LINE 4i
SCHEDULE OF ASSETS HELD AT YEAR-END**

DECEMBER 31, 2012

(a)	(b) Identity of Issue, Borrower, Lessor, or Similar Party	(c) Description of Investment Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	(d) Cost	(e) Current Value
	Alger Capital Appreciation A	Mutual Fund	\$ ^	\$ 3,666,132
	AM Funds Europacific Growth R	Mutual Fund	^	1,155,678
	American Funds New Perspect R	Mutual Fund	^	422,305
	Blackrock Global Allocation	Mutual Fund	^	825,034
	Buffalo Mid Cap Fund	Mutual Fund	^	708,390
	Hartford Inflation Plus R3	Mutual Fund	^	30,451
	JPMorgan Smartretirement 2010	Mutual Fund	^	323,974
	JPMorgan Smartretirement 2015	Mutual Fund	^	411,304
	JPMorgan Smartretirement 2020	Mutual Fund	^	1,172,653
	JPMorgan Smartretirement 2025	Mutual Fund	^	456,733
	JPMorgan Smartretirement 2030	Mutual Fund	^	1,791,861
	JPMorgan Smartretirement 2035	Mutual Fund	^	827,501
	JPMorgan Smartretirement 2040	Mutual Fund	^	2,371,371
	JPMorgan Smartretirement 2045	Mutual Fund	^	449,110
	JPMorgan Smartretirement 2050	Mutual Fund	^	556,588
	Morley Stable Value 75	Common/Collective Trust	^	7,531,594
	Oppenheimer International Bon	Mutual Fund	^	323,985
	Perkins Mid Cap Value Class A	Mutual Fund	^	329,730
	PIMCO Total Return	Mutual Fund	^	2,717,365
	Prudential High-Yield Z	Mutual Fund	^	51,565
	Royce Heritage	Mutual Fund	^	142,392
	T Rowe Price Real Estate Fund	Mutual Fund	^	306,474
	Vanguard Emerging Mkts Stk In	Mutual Fund	^	570,304
	Vanguard Mid Cap Index Signal	Mutual Fund	^	558,632
	Vanguard Sm Cap Growth Index	Mutual Fund	^	750,750
	Vanguard Total Stk Mkt Ind Sig	Mutual Fund	^	3,646,108
	Vanguard Windsor II Fund	Mutual Fund	^	1,304,412
	Victory Small Co Opportunity R	Mutual Funds	^	115,674
*	Charles Schwab Corporation Services	Cash and Cash Equivalents		<u>578</u>
				33,518,648
	Employer contributions			678,721
	Participant contributions			229,797
*	Notes receivable from participants	Interest rates ranging from 4.25% to 10.25%		<u>501,571</u>
				<u>\$ 34,928,737</u>

* Party-in-interest

^ Cost information not provided as assets are part of a pooled account plan that participants and beneficiaries directed with respect to assets allocated to his or her account.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

**FINANCIAL STATEMENTS
AND SUPPLEMENTAL INFORMATION**

**AS OF DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

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INDEPENDENT AUDITORS' REPORT

To the Administrative Committee of
MMC 401(K) SAVINGS AND RETIREMENT PLAN
Los Angeles, California

Report on Financial Statements

We were engaged to audit the accompanying financial statements of MMC 401(k) Savings and Retirement Plan (the "Plan"), which comprise the statements of net assets available for benefits as of December 31, 2012 and 2011, and the related statement of changes in net assets available for benefits for the year ended December 31, 2012, and the related notes to financial statements.

Management's Responsibility for the Financial Statements

Plan management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with the auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 4, which was certified by Charles Schwab Trust Company, the custodian of the Plan, except for comparing the information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan administrator that the custodian holds the Plan's investment assets and executes investment transactions. The Plan administrator has obtained a certification from the custodian as of December 31, 2012 and 2011 and for the year ended December 31, 2012, that the information provided to the Plan administrator by the custodian is complete and accurate.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis of Disclaimer of Opinion paragraph, we have not been able to obtain sufficient, appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.



INDEPENDENT AUDITORS' REPORT (Continued)

Other Matter

We were engaged for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule of assets held at year-end, which is the responsibility of Plan management, is presented for the purpose of additional analysis and is not a required part of the financial statements but is required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, it is inappropriate to and we do not express an opinion on the supplemental schedule referred to above.

Report on Form and Content in Compliance with DOL Rules and Regulations

The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America, and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

RBZ, LLP

October 15, 2013

MMC 401(K) SAVINGS AND RETIREMENT PLAN

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

DECEMBER 31, 2012 AND 2011

	<u>2012</u>	<u>2011</u>
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Total Receivables	<u>1,410,089</u>	<u>1,488,581</u>
Net Assets Available for Benefits	<u><u>\$ 34,928,737</u></u>	<u><u>\$ 28,911,394</u></u>

See accompanying notes to financial statements.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

FOR THE YEAR ENDED DECEMBER 31, 2012

Additions to Net Assets Attributed to	
Net appreciation in fair value of investments	\$ 2,486,695
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	<u>3,073,579</u>
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NOTES TO FINANCIAL STATEMENTS

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Vesting

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MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011 AND FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - DESCRIPTION OF THE PLAN (Continued)

Notes Receivable from Participants

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NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Estimates

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MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

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MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

**DECEMBER 31, 2012 AND 2011 AND
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MMC 401(K) SAVINGS AND RETIREMENT PLAN

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Alger Capital Appreciation A	3,666,132	^
Vanguard Total Stk Mkt Ind Sig	3,646,108	3,053,124
PIMCO Total Return	2,717,365	2,117,175
JPMorgan Smartretirement 2040	2,371,371	^
JPMorgan Smartretirement 2030	1,791,861	^
Schwab Stable Fund	*	7,220,212
Growth Fund of America R4	*	2,595,624
American Funds 2040	*	1,645,504
American Funds 2030	*	1,557,779
	<u>\$ 21,724,431</u>	<u>\$ 18,189,418</u>

*This fund was under 5% in 2012.

^This fund was under 5% in 2011.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2012:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds	\$ 25,987,054	\$ -	\$ -	\$ 25,987,054
Common/Collective Trust	<u>-</u>	<u>7,531,594</u>	<u>-</u>	<u>7,531,594</u>
	<u>\$ 25,987,054</u>	<u>\$ 7,531,594</u>	<u>\$ -</u>	<u>\$ 33,518,648</u>

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2011:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds	\$ 20,202,600	\$ -	\$ -	\$ 20,202,600
Common/Collective Trust	<u>-</u>	<u>7,220,213</u>	<u>-</u>	<u>7,220,213</u>
	<u>\$ 20,202,600</u>	<u>\$ 7,220,213</u>	<u>\$ -</u>	<u>\$ 27,422,813</u>

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

**DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 4 - INFORMATION CERTIFIED BY CUSTODIAN (UNAUDITED)

The following information is a summary of the unaudited information regarding the Plan's financial statements and supplemental information, which was prepared by the Charles Schwab Trust Company, the custodian of the Plan, as of December 31, 2012 and 2011 and for the year ended December 31, 2012, and furnished to the Plan administrator. The Plan administrator has obtained a certification from the custodian that such information is complete and accurate. The information certified by the custodian is summarized as follows:

- a. Investments, as indicated on the Statements of Net Assets Available for Benefits;
- b. Notes receivable from participants, as indicated on the Statements of Net Assets Available for Benefits;
- c. Net appreciation in fair value of investments, as indicated on the Statement of Changes in Net Assets Available for Benefits;
- d. Supplemental information of Assets Held at Year-End; and
- e. All investment balances and investment information in Note 3.

NOTE 5 - PLAN TERMINATION

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, participants will become 100% vested in their accounts.

NOTE 6 - TAX STATUS

The Plan has been amended since its inception and the Plan administrator believes that the Plan is currently designed and being operated in compliance with the applicable requirements of the Internal Revenue Code.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

**DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 7 - RELATED PARTY TRANSACTIONS

Certain Plan investments are shares of mutual funds managed by the Charles Schwab Trust Company. The Charles Schwab Trust Company is the custodian as defined by the Plan. In addition, all investments are held with the custodian. These transactions qualify as party-in-interest transactions.

The records of the Plan indicate no party-in-interest transactions, which are prohibited by ERISA and for which no statutory or administrative exemption exists.

SUPPLEMENTAL SCHEDULE

MMC 401(K) SAVINGS AND RETIREMENT PLAN

**EMPLOYER IDENTIFICATION NUMBER 95-3879274
PLAN NUMBER 001**

**FORM 5500, SCHEDULE H, LINE 4i
SCHEDULE OF ASSETS HELD AT YEAR-END**

DECEMBER 31, 2012

(a)	(b) Identity of Issue, Borrower, Lessor, or Similar Party	(c) Description of Investment Including Maturity Date, Rate of Interest, Collateral, Par or Maturity Value	(d) Cost	(e) Current Value
	Alger Capital Appreciation A	Mutual Fund	\$ ^	\$ 3,666,132
	AM Funds Europacific Growth R	Mutual Fund	^	1,155,678
	American Funds New Perspect R	Mutual Fund	^	422,305
	Blackrock Global Allocation	Mutual Fund	^	825,034
	Buffalo Mid Cap Fund	Mutual Fund	^	708,390
	Hartford Inflation Plus R3	Mutual Fund	^	30,451
	JPMorgan Smartretirement 2010	Mutual Fund	^	323,974
	JPMorgan Smartretirement 2015	Mutual Fund	^	411,304
	JPMorgan Smartretirement 2020	Mutual Fund	^	1,172,653
	JPMorgan Smartretirement 2025	Mutual Fund	^	456,733
	JPMorgan Smartretirement 2030	Mutual Fund	^	1,791,861
	JPMorgan Smartretirement 2035	Mutual Fund	^	827,501
	JPMorgan Smartretirement 2040	Mutual Fund	^	2,371,371
	JPMorgan Smartretirement 2045	Mutual Fund	^	449,110
	JPMorgan Smartretirement 2050	Mutual Fund	^	556,588
	Morley Stable Value 75	Common/Collective Trust	^	7,531,594
	Oppenheimer International Bon	Mutual Fund	^	323,985
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	Prudential High-Yield Z	Mutual Fund	^	51,565
	Royce Heritage	Mutual Fund	^	142,392
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	Vanguard Emerging Mkts Stk In	Mutual Fund	^	570,304
	Vanguard Mid Cap Index Signal	Mutual Fund	^	558,632
	Vanguard Sm Cap Growth Index	Mutual Fund	^	750,750
	Vanguard Total Stk Mkt Ind Sig	Mutual Fund	^	3,646,108
	Vanguard Windsor II Fund	Mutual Fund	^	1,304,412
	Victory Small Co Opportunity R	Mutual Funds	^	115,674
*	Charles Schwab Corporation Services	Cash and Cash Equivalents		<u>578</u>
				33,518,648
	Employer contributions			678,721
	Participant contributions			229,797
*	Notes receivable from participants	Interest rates ranging from 4.25% to 10.25%		<u>501,571</u>
				<u>\$ 34,928,737</u>

* Party-in-interest

^ Cost information not provided as assets are part of a pooled account plan that participants and beneficiaries directed with respect to assets allocated to his or her account.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

**FINANCIAL STATEMENTS
AND SUPPLEMENTAL INFORMATION**

**AS OF DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

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INDEPENDENT AUDITORS' REPORT

To the Administrative Committee of
MMC 401(K) SAVINGS AND RETIREMENT PLAN
Los Angeles, California

Report on Financial Statements

We were engaged to audit the accompanying financial statements of MMC 401(k) Savings and Retirement Plan (the "Plan"), which comprise the statements of net assets available for benefits as of December 31, 2012 and 2011, and the related statement of changes in net assets available for benefits for the year ended December 31, 2012, and the related notes to financial statements.

Management's Responsibility for the Financial Statements

Plan management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with the auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 4, which was certified by Charles Schwab Trust Company, the custodian of the Plan, except for comparing the information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan administrator that the custodian holds the Plan's investment assets and executes investment transactions. The Plan administrator has obtained a certification from the custodian as of December 31, 2012 and 2011 and for the year ended December 31, 2012, that the information provided to the Plan administrator by the custodian is complete and accurate.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis of Disclaimer of Opinion paragraph, we have not been able to obtain sufficient, appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.



INDEPENDENT AUDITORS' REPORT (Continued)

Other Matter

We were engaged for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedule of assets held at year-end, which is the responsibility of Plan management, is presented for the purpose of additional analysis and is not a required part of the financial statements but is required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, it is inappropriate to and we do not express an opinion on the supplemental schedule referred to above.

Report on Form and Content in Compliance with DOL Rules and Regulations

The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America, and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

RBZ, LLP

October 15, 2013

MMC 401(K) SAVINGS AND RETIREMENT PLAN

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

DECEMBER 31, 2012 AND 2011

	<u>2012</u>	<u>2011</u>
Assets		
Participant directed investments, at fair value	<u>\$ 33,518,648</u>	<u>\$ 27,422,813</u>
Receivables		
Participant contributions	229,797	230,630
Employer contribution	678,721	908,364
Notes receivable from participants	<u>501,571</u>	<u>349,587</u>
Total Receivables	<u>1,410,089</u>	<u>1,488,581</u>
Net Assets Available for Benefits	<u><u>\$ 34,928,737</u></u>	<u><u>\$ 28,911,394</u></u>

See accompanying notes to financial statements.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

FOR THE YEAR ENDED DECEMBER 31, 2012

Additions to Net Assets Attributed to	
Net appreciation in fair value of investments	\$ 2,486,695
Interest and dividends from investments	<u>586,884</u>
	<u>3,073,579</u>
Interest Income from Notes Receivable from Participants	<u>16,590</u>
Contributions	
Participants (including rollovers of \$96,711)	3,086,615
Employer	<u>793,460</u>
	<u>3,880,075</u>
Total Additions	<u>6,970,244</u>
Deductions	
Benefits paid to participants	2,439,197
Certain deemed distributions	19,335
Administrative fees	<u>279,099</u>
Total Deductions	<u>2,737,631</u>
Net Increase before Transfers of Assets	<u>4,232,613</u>
Transfers of Assets to the Plan	3,019,666
Transfer of Assets from the Plan	<u>(1,234,936)</u>
	<u>1,784,730</u>
Net Assets Available for Benefits, beginning of year	<u>28,911,394</u>
Net Assets Available for Benefits, end of year	<u>\$ 34,928,737</u>

See accompanying notes to financial statements.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011 AND FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - DESCRIPTION OF THE PLAN

The following description of the MMC 401(k) Savings and Retirement Plan (the "Plan") provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

General

The Plan is a multiple-employer defined contribution plan covering substantially all employees of Medical Management Consultants, Inc., Medical Management Consultants International, Modern Medical Consultants, Inc. and other adopting subscribers (together the "Company"). Employees must be at least 21 years of age and complete one month of service to be eligible for elective deferrals. Additionally, employees must complete up to one year of continuous service to participate in matching contributions and discretionary profit-sharing contributions. The Charles Schwab Trust Company serves as the custodian of the Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA).

Contributions

Each year, participants may contribute up to 25% of their pretax annual compensation, as defined in the Plan. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may also contribute amounts representing distributions from other qualified defined contribution plans. Participants direct the investment of their contributions into various investment options offered by the Plan. The Plan currently offers various mutual funds as investment options for participants. The Company may also make employer matching and profit-sharing contributions.

Participant Accounts

Each participant's account is credited with the participant's contribution and allocations of Plan earnings and charged with an allocation of administrative expenses. Allocations are based on a participant's earnings or account balances, as defined. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Vesting

Participants are immediately vested in their contributions plus actual earnings thereon. Vesting in the Company's contribution is based on years of continuous service and a participant is 100% vested after six years of credited service.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011 AND FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 1 - DESCRIPTION OF THE PLAN (Continued)

Notes Receivable from Participants

Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum of \$50,000 or 50 percent of their account balance, whichever is less. The loans are secured by the balance in the participant's account and bear interest rates ranging from 4.25% to 10.25% per annum, which is commensurate with local prevailing rates as determined by the Plan administrator. Principal and interest are paid ratably through payroll deductions over 1 to 15 years.

Payment of Benefits

On termination of service due to death, disability or retirement, a participant may elect to receive either a lump-sum amount equal to the value of the participant's vested interest in his or her account, or annual installments over a ten-year period. On termination of service for other reasons, a participant may receive the value of the vested interest in his or her account as a lump-sum distribution.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from these estimates.

Payment of Benefits

Benefits are recorded when paid.

Forfeitures

Forfeitures of non-vested employer's contributions are used to reduce future employer's contributions. During 2012, \$28,159 of forfeited participant accounts were used to reduce the employer contributions. At December 31, 2012, there were \$2,105 in forfeitures that have not yet been applied to reduce the employer's contributions.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011 AND FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investment Valuation and Income Recognition

Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Topic 820, *Fair Value Measurements and Disclosures*, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical assets or liabilities in active markets;
- Inputs other than quoted prices that are observable for the asset or liability; and
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Risks and Uncertainties

The Plan invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near-term and that such changes could materially affect participants' account balances and the amounts reported in the statement of net assets available for benefits.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

**DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Notes Receivable from Participants

Notes receivable from participants (or participant loans) are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent participant loans are reclassified as distributions based upon the terms of the Plan document.

Income Taxes

The Plan's federal income tax and informational returns for tax years 2010 and subsequent remain subject to examination by the Internal Revenue Service. The returns for California, the Plan's only state tax jurisdiction, remain subject to examination by the California Franchise Tax Board for tax years 2009 and subsequent.

Subsequent Events

The Plan has evaluated events subsequent to December 31, 2012, to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through October 15, 2013, the date the financial statements were available to be issued. Based upon this evaluation, it was determined no subsequent events occurred that require recognition or additional disclosure in the financial statements.

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011 AND FOR THE YEAR ENDED DECEMBER 31, 2012

NOTE 3 - INVESTMENTS

The Plan's investments that represented five percent or more of the Plan's net assets available for benefits as of December 31 are as follows:

	<u>2012</u>	<u>2011</u>
Morley Stable Value 75	\$ 7,531,594	^
Alger Capital Appreciation A	3,666,132	^
Vanguard Total Stk Mkt Ind Sig	3,646,108	3,053,124
PIMCO Total Return	2,717,365	2,117,175
JPMorgan Smartretirement 2040	2,371,371	^
JPMorgan Smartretirement 2030	1,791,861	^
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	<u>\$ 21,724,431</u>	<u>\$ 18,189,418</u>

*This fund was under 5% in 2012.

^This fund was under 5% in 2011.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2012:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds	\$ 25,987,054	\$ -	\$ -	\$ 25,987,054
Common/Collective Trust	<u>-</u>	<u>7,531,594</u>	<u>-</u>	<u>7,531,594</u>
	<u>\$ 25,987,054</u>	<u>\$ 7,531,594</u>	<u>\$ -</u>	<u>\$ 33,518,648</u>

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2011:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual Funds	\$ 20,202,600	\$ -	\$ -	\$ 20,202,600
Common/Collective Trust	<u>-</u>	<u>7,220,213</u>	<u>-</u>	<u>7,220,213</u>
	<u>\$ 20,202,600</u>	<u>\$ 7,220,213</u>	<u>\$ -</u>	<u>\$ 27,422,813</u>

MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

**DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 4 - INFORMATION CERTIFIED BY CUSTODIAN (UNAUDITED)

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- e. All investment balances and investment information in Note 3.

NOTE 5 - PLAN TERMINATION

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan termination, participants will become 100% vested in their accounts.

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MMC 401(K) SAVINGS AND RETIREMENT PLAN

NOTES TO FINANCIAL STATEMENTS

**DECEMBER 31, 2012 AND 2011 AND
FOR THE YEAR ENDED DECEMBER 31, 2012**

NOTE 7 - RELATED PARTY TRANSACTIONS

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The records of the Plan indicate no party-in-interest transactions, which are prohibited by ERISA and for which no statutory or administrative exemption exists.

SUPPLEMENTAL SCHEDULE

MMC 401(K) SAVINGS AND RETIREMENT PLAN

**EMPLOYER IDENTIFICATION NUMBER 95-3879274
PLAN NUMBER 001**

**FORM 5500, SCHEDULE H, LINE 4i
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DECEMBER 31, 2012

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^ Cost information not provided as assets are part of a pooled account plan that participants and beneficiaries directed with respect to assets allocated to his or her account.