

CARDINAL HEALTH PARTNERS, L.P.

FINANCIAL REPORT

2nd QUARTER, 2007

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TO: The Limited Partners

FROM: John J. Park

DATE: July 14, 2007

SUBJECT: Portfolio Valuations for June 30, 2007

Investment securities held by Cardinal Health Partners, L.P. (the “Partnership”) have been valued in accordance with the Amended Standard Valuation Policy of the Partnership. In accordance with the Policy, restricted securities are valued at cost, until subsequent events of a significant nature indicate the need for a change. Public securities are valued at market unless they are subject to trading restrictions. This memorandum delineates the portfolio valuations as proposed by the General Partner for those investments not valued at cost as of June 30, 2007.

ACCENTCARE – In May 2005, the company completed a \$13.8 million insider led financing that included the conversion of \$10 million in promissory notes. The financing valued the equity of the company at \$36 million post-money. Concurrent with the financing, the company enacted a 100 to 1 reverse split of the outstanding common and preferred stock of the corporation. As a result, the financing significantly diluted non-participating investors, while preserving the existing liquidation preferences of previous preferred series. Cardinal was not a participant in the financing. The financing took the form of a Series D preferred priced at \$2.2334 per share, triggering the weighted average anti-dilution protection provided for in the Series A and Series B preferred stock. Due to the dilution sustained from this financing, we propose to reduce the valuation for the AccentCare investment to the Series D preferred price on the basis of common stock equivalents. This results in a total carrying value of \$428,721 for the AccentCare investment, with a corresponding accumulated unrealized loss on the investment of \$4,071,281 on our cost basis of \$4,500,002 as of June 30, 2007. This valuation represents no change from the valuation for AccentCare as of March 31, 2007.

Value Computation:

| | | |
|--------------------------------------|---|------------------|
| Series A Convertible Preferred Stock | | |
| 118,035 CSE's x \$2.2334 | = | \$263,619 |
| Series B Convertible Preferred Stock | | |
| 73,924 CSE's x \$2.2334 | = | <u>165,102</u> |
| Total Value | | <u>\$428,721</u> |

CARDINAL HEALTH PARTNERS, L.P.**Portfolio Valuations as of June 30, 2007****Page 2 of 3**

ATHENAHEALTH – On June 29, 2007, PSS World Medical, Inc. (NASDAQ: GS PSSI) made a \$22.5 million equity investment in AthenaHealth, purchasing approximately 5% of the current outstanding shares of the company. The investment was accomplished through a purchase of AthenaHealth Series C, Series D, and Series E convertible preferred stock. The shares were purchased at a price of \$15.30 per share, valuing the company at \$450 million. As part of the PSS transaction, Cardinal Health Partners, L.P. sold 227,611 shares of its Series C preferred stock holdings. Cardinal received \$3,482,448 from the sale and has recorded a realized gain of \$3,163,793. Post-sale, Cardinal continues to hold 1,915,246 shares of Athena Series C convertible preferred stock.

Given the strategic nature of the PSS investment, we propose to value our investment at \$10.17 per share, representing the midpoint between the PSS price of \$15.30 per share and previous carrying value for Athena of \$5.04 per share. This results in an investment valuation of \$19,478,052, with a corresponding unrealized gain of \$16,796,707 on our cost basis of \$2,681,345 as of June 30, 2007. This valuation represents an increase of \$8,678,053 from the valuation for AthenaHealth as of March 31, 2007.

Value Computation:

$$\begin{array}{rcl} \text{Series C Convertible Preferred Stock} & & \\ 1,915,246 \text{ shares} \times \$10.17 & = & \underline{\underline{\$19,478,052}} \end{array}$$

GROUP SOURCE SOLUTIONS / ESURG – In early 2001, the company made significant operational cutbacks in order to conserve operating capital. Accordingly, in Q1 2002 we reduced the value of the Esurg investment to a minimal value of \$1,000, until such time as the company attained additional financing or was acquired. In June of 2004, the company merged with ILS, Inc. and all of the Series C preferred was converted into common shares of the newly formed company, Group Source Solutions. In June of 2005, the company dissolved the merger, and did a \$2.5 million “re-start” financing, that further diluted our common stock holdings through a 10 to 1 reverse stock split. We propose to maintain the minimal \$1,000 value for this investment until the investment is sold or the company ceases operations. As of June 30, 2007, the Esurg investment is valued at \$1,000 resulting in a cumulative unrealized loss of \$3,998,999 on our cost basis of \$3,999,999. This valuation represents no change from the valuation as of March 31, 2007.

Value Computation:

$$\begin{array}{rcl} \text{Common Stock} & & \\ 74,211 \text{ shares} & = & \underline{\underline{\$1,000}} \end{array}$$

CARDINAL HEALTH PARTNERS, L.P.

Portfolio Valuations as of June 30, 2007

Page 3 of 3

NEXCURA – In November 2005, NexCura was acquired in a cash transaction by Thomson Financial. After settlement of outstanding liabilities and other costs, the total net consideration available to be distributed to the stockholders was \$2.9 million, subject to a 15% holdback (2 year cash escrow) related to the representations and warranties made by NexCura. At closing, Cardinal received a total of \$370,742 in cash, plus \$65,425 as its share of the escrowed funds. We propose to value the holdback funds held in escrow at \$50,000 representing a conservative estimate of the ultimate funds to be received by Cardinal. This amount is recorded on the balance sheet as Net Cash Held in Escrow. This valuation represents no change from the valuation for the NexCura escrow as of March 31, 2007.

Value Computation:

| | |
|--|-----------------|
| Series B & Series C Holdback Funds in Escrow | <u>\$50,000</u> |
|--|-----------------|

VISICU (formerly IC-USA) – On April 5, 2006, Visicu (NASDAQ:EICU) completed an initial public offering of its securities priced at \$16.00 per share. Concurrent with the IPO, all of the Cardinal Health Partners preferred stock holdings were converted 1 for 1 into 3,766,423 shares of Visicu common stock, with a combined cost basis of \$4,050,000. During December 2006, Cardinal sold 418,500 shares of Visicu in a series of open market transactions, netting proceeds of \$4,179,384. As a result of these sales, we have reduced the cost basis for the Visicu investment from \$4,050,000 to \$3,599,991 and recorded a realized gain of \$3,729,375.

Cardinal now holds 3,347,923 shares of Visicu common stock. All of these common shares are unrestricted and freely tradable. Accordingly, as is stipulated in the Cardinal Standard Valuation Policy, we propose to value our Visicu holdings at the closing market price for Visicu on June 30, 2007 of \$9.15 per share. This results in a total carrying value for the Visicu investment of \$30,633,495, producing an unrealized gain of \$27,033,504 on our cost basis of \$3,599,991. This valuation represents an increase of \$4,519,696 from our valuation for Visicu as of March 31, 2007.

Value Computation:

| | | |
|---------------------------|---|---------------------|
| Common Stock | | |
| 3,347,923 shares x \$9.15 | = | <u>\$30,633,495</u> |

CARDINAL HEALTH PARTNERS, L.P.
Preliminary Portfolio Investment Valuation Summary
For the Quarter Ended June 30, 2007

| Company | Investment | Fair Value 30-Jun-2007 | Fair Value 31-Mar-2007 | Change From Last Quarter | Reason For Change |
|--------------------------------|---------------------|-----------------------------------|-----------------------------------|-------------------------------------|--|
| AccentCare, Inc. | \$4,500,002 | \$428,721 | \$428,721 | \$0 | |
| AthenaHealth, Inc. | \$2,681,345 | \$19,478,052 | \$10,799,999 | \$8,678,053 | Sale of Shares, Mark-up to \$10.17. (note 1) |
| Esurg Corporation | \$3,999,999 | \$1,000 | \$1,000 | \$0 | |
| NexCura (formerly CancerFacts) | \$65,425 | \$50,000 | \$50,000 | \$0 | |
| VISICU, Inc. (formerly ICUSA) | \$3,599,991 | \$30,633,495 | \$26,113,799 | \$4,519,696 | Share Price Increase. (note 2) |
| Total | \$14,846,762 | \$50,591,268 | \$37,393,519 | \$13,197,749 | |

- (1) On June 29, 2007, PSS World Medical purchased 227,611 shares of Cardinal's holdings of AthenaHealth Series C convertible preferred stock at a price of \$15.30 per share. These shares have a cost basis of \$1.40 per share, producing a realized gain of \$3,163,793 from the sale. Cardinal continues to hold 1,915,246 shares of AthenaHealth Series C convertible preferred, which are now valued at \$10.17 per share, representing the midpoint between the price paid by PSS (a strategic investor) of \$15.30 per share and the previous carrying value for Athena of \$5.04 per share.
- (2) Cardinal holds 3,347,923 shares of Visicu common stock, all of which are unrestricted and freely tradable. These shares are valued at the closing market price for Visicu on June 29, 2007 of \$9.15 per share. The market value decrease for the period reflects the change in the market price from the closing price for Visicu on March 31, 2007 of \$7.80 per share.

CARDINAL HEALTH PARTNERS, L.P.
Income Statement
For The Period Ended June 30, 2007

| | Three Months Ended 6/30/2007 | Six Months Ended 6/30/2007 |
|---|------------------------------------|----------------------------------|
| Revenue: | | |
| Non Portfolio Income | \$5,541 | \$10,412 |
| Interest-Equivalent Amounts | 0 | 0 |
| Expenses: | | |
| Management Fee | 38,907 | 90,282 |
| Professional Fees | 7,788 | 15,338 |
| NVCA Dues & Expenses | 2,295 | 2,295 |
| Amortization of Organization Costs | 0 | 0 |
| Annual Meeting & Miscellaneous Expenses | 10 | 910 |
| Total Expenses | 49,000 | 108,825 |
| Net Operating Expense | (43,459) | (98,413) |
| Investment Income | 2,706 | 5,382 |
| Net Income Before Gains (Losses) | (40,753) | (93,031) |
| Realized Gains (Losses) | 3,163,793 | 3,163,793 |
| Unrealized Gains (Losses) | 13,516,404 | 2,133,465 |
| Net Income (Loss) | \$16,639,444 | \$5,204,227 |

CARDINAL HEALTH PARTNERS, L.P.
Balance Sheet
As of June 30, 2007

| ASSETS: | Period Ended 6/30/2007 | Period Ended 3/31/2007 |
|--|----------------------------|----------------------------|
| Cash and Short-Term Investments | \$4,057,482 | \$569,903 |
| Cash Held in Escrow (Net of Reserve of \$15,425) | 50,000 | 50,000 |
| Accrued Interest | 17,034 | 14,328 |
| Venture Capital Investments | 50,541,268 | 37,343,519 |
| Receivable from Portfolio Company | 0 | 0 |
| Other Assets | <u>155,416</u> | <u>155,416</u> |
| | <u><u>\$54,821,200</u></u> | <u><u>\$38,133,166</u></u> |
| LIABILITIES & CAPITAL: | | |
| Accrued Expenses and Payables | \$56,215 | \$7,625 |
| Investment due Portfolio Company | 0 | 0 |
| Partners' Accounts | <u>54,764,985</u> | <u>38,125,541</u> |
| Total Liabilities and Capital | <u><u>\$54,821,200</u></u> | <u><u>\$38,133,166</u></u> |

CARDINAL HEALTH PARTNERS, L.P.**Footnotes****As of June 30, 2007**

Note 1 - Cardinal Health Partners, L.P. is a Limited Partnership and as such is not subject to income taxes at the partnership level.

| Note 2 - Net Cash Held in Escrow: | <u>6/30/2007</u> | <u>3/31/2007</u> |
|-----------------------------------|------------------|------------------|
| NexCura Holdback Amount | \$65,425 | \$65,425 |
| Reserve Against Holdback | <u>(15,425)</u> | <u>(15,425)</u> |
| Total | <u>\$50,000</u> | <u>\$50,000</u> |

| Note 3 - Net Organization Costs: | <u>6/30/2007</u> | <u>3/31/2007</u> |
|----------------------------------|------------------|------------------|
| Organization Costs | \$179,000 | \$179,000 |
| Accumulated Amortization | <u>(179,000)</u> | <u>(179,000)</u> |
| Total | <u>\$0</u> | <u>\$0</u> |

| Note 4 - Other Assets: | <u>6/30/2007</u> | <u>3/31/2007</u> |
|------------------------------|------------------|------------------|
| GP Promissory Note Principal | \$155,041 | \$155,041 |
| Prepaid State Filing Fees | <u>375</u> | <u>375</u> |
| Total | <u>\$155,416</u> | <u>\$155,416</u> |

| Note 5 - Accrued Expenses: | <u>6/30/2007</u> | <u>3/31/2007</u> |
|-----------------------------------|------------------|------------------|
| Accounting & Audit | \$12,500 | \$6,250 |
| Management Fees | 38,907 | 0 |
| NVCA Dues, Annual Meeting & Other | 2,295 | 0 |
| Legal & Other Professional Fees | <u>2,513</u> | <u>1,375</u> |
| Total | <u>\$56,215</u> | <u>\$7,625</u> |

| Note 6 - Financial Highlights (Return & IRR): | <u>Net to LP's</u> | <u>Total Fund</u> |
|---|--------------------|-------------------|
| Year-to-Date Return on Net Assets | 11.45% | 12.21% |
| Internal Rate of Return Since Inception | 5.01% | 6.01% |

CARDINAL HEALTH PARTNERS, L.P.**Statement of Cash Flows
For The Period Ended June 30, 2007**

| | Three Months Ended 06/30/07 | Six Months Ended 06/30/07 |
|--|-----------------------------------|---------------------------------|
| Cash flows from operating activities | | |
| Net Income Before Gains (Losses) | (\$40,753) | (\$93,031) |
| Adjustments to reconcile net income before gains (losses) to net cash used in operating activities: | | |
| Accrued Interest Receivable | (2,706) | 17,204 |
| Net Organization Costs | - | - |
| Other Assets | - | 675 |
| Accrued Expenses & Payables | 48,590 | 34,465 |
| Net Cash used in Operating Activities | 5,131 | (40,687) |
| Cash flows from investing activities | | |
| Purchases of venture capital investments | - | - |
| Sales of venture capital investments | 3,482,448 | 3,482,448 |
| Net cash provided by investing activities | 3,482,448 | 3,482,448 |
| Cash flows from financing activities | | |
| Cash contributions by partners | - | - |
| Cash distribution to partners | - | (4,180,000) |
| Net cash used in financing activities | - | (4,180,000) |
| Net Change in Cash and Short Term Investments | 3,487,579 | (738,239) |
| Cash and Short Term Investments, beginning | 569,903 | 4,795,721 |
| Cash and Short Term Investments, ending | \$4,057,482 | \$4,057,482 |

CARDINAL HEALTH PARTNERS, L.P.
Schedule of Venture Capital Investments
As of June 30, 2007

| Company | Debt | Equity | Total Cost | Fair Value | Unrealized Gain (Loss) |
|-------------------------------|-------------|---------------|-------------------|-------------------|-------------------------------|
| AccentCare, Inc. | \$0 | \$4,500,002 | \$4,500,002 | \$428,721 | (\$4,071,281) |
| AthenaHealth, Inc. | 0 | 2,681,345 | 2,681,345 | 19,478,052 | 16,796,707 |
| E-Surg corporation | 0 | 3,999,999 | 3,999,999 | 1,000 | (3,998,999) |
| VISICU, Inc. (formerly ICUSA) | 0 | 3,599,991 | 3,599,991 | 30,633,495 | 27,033,504 |
| Totals | \$0 | \$14,781,337 | \$14,781,337 | \$50,541,268 | \$35,759,931 |

CARDINAL HEALTH PARTNERS, L.P.
Statement of Partners' Contributions Accounts
For The Period Ended June 30, 2007

| | Partners' Total Subscription | Contributions Account 3/31/2007 | Period Contributions in Cash | Period Contributions by Note | Contributions Account 6/30/2007 | Partners' Outstanding Subscription |
|---|------------------------------------|---------------------------------------|------------------------------------|------------------------------------|---------------------------------------|--|
| <u>Limited Partners:</u> | | | | | | |
| LACERA | \$10,000,000 | \$10,000,000 | \$0 | \$0 | \$10,000,000 | \$0 |
| Nassau Capital Funds, L.P. | 9,000,000 | 9,000,000 | 0 | 0 | 9,000,000 | 0 |
| The Robert Wood Johnson Foundation | 7,500,000 | 7,500,000 | 0 | 0 | 7,500,000 | 0 |
| The State Teachers Retirement System of Ohio | 6,992,127 | 6,992,127 | 0 | 0 | 6,992,127 | 0 |
| Northwestern University | 5,000,000 | 5,000,000 | 0 | 0 | 5,000,000 | 0 |
| Fleet Growth Resources (formerly Summit Bancorp) | 5,000,000 | 5,000,000 | 0 | 0 | 5,000,000 | 0 |
| National Union Fire Insurance Co. of Pittsburgh | 5,000,000 | 5,000,000 | 0 | 0 | 5,000,000 | 0 |
| Bank of America Capital Corporation/WIN 4 Holdings, LLC | 3,000,000 | 3,000,000 | 0 | 0 | 3,000,000 | 0 |
| Wachovia Bank Pension Plan & Trust | 3,000,000 | 3,000,000 | 0 | 0 | 3,000,000 | 0 |
| UNISYS | 2,500,000 | 2,500,000 | 0 | 0 | 2,500,000 | 0 |
| Venture Investment Associates II, LP | 2,000,000 | 2,000,000 | 0 | 0 | 2,000,000 | 0 |
| S.R. One, Limited | 1,500,000 | 1,500,000 | 0 | 0 | 1,500,000 | 0 |
| Hillside Capital Incorporated | 1,000,000 | 1,000,000 | 0 | 0 | 1,000,000 | 0 |
| | \$61,492,127 | \$61,492,127 | \$0 | \$0 | \$61,492,127 | \$0 |
| <u>General Partner:</u> | | | | | | |
| Cardinal Health Partners Management LLC | 621,133 | 621,133 | 0 | 0 | 621,133 | 0 |
| Total Partnership | \$62,113,260 | \$62,113,260 | \$0 | \$0 | \$62,113,260 | \$0 |

CARDINAL HEALTH PARTNERS, L.P.
Statement of Partners' Distributive Share of Net Assets
For The Period Ended June 30, 2007

| | Private Securities | Public Securities | Cash | Other Assets | Total Assets | Accrued Expenses and Other Liabilities | Net Assets 6/30/2007 |
|--|-----------------------|----------------------|-------------|-----------------|-----------------|--|-------------------------|
| <u>Limited Partners:</u> | | | | | | | |
| LACERA | \$2,909,281 | \$4,476,716 | \$592,952 | \$32,508 | \$8,011,457 | (\$8,215) | \$8,003,242 |
| Nassau Capital Funds, L.P. | 2,618,349 | 4,029,038 | 533,656 | 29,257 | 7,210,300 | (7,394) | 7,202,906 |
| The Robert Wood Johnson Foundation | 2,181,967 | 3,357,546 | 444,715 | 24,381 | 6,008,609 | (6,161) | 6,002,448 |
| The State Teachers Retirement System of Ohio | 2,034,127 | 3,130,055 | 414,584 | 22,729 | 5,601,495 | (5,744) | 5,595,751 |
| Northwestern University | 1,454,627 | 2,238,338 | 296,473 | 16,254 | 4,005,692 | (4,107) | 4,001,585 |
| Fleet Growth Resources (formerly Summit) | 1,454,627 | 2,238,338 | 296,473 | 16,254 | 4,005,692 | (4,107) | 4,001,585 |
| Pine Street I Holdings, LLC | 1,454,627 | 2,238,338 | 296,473 | 16,254 | 4,005,692 | (4,107) | 4,001,585 |
| WIN 4 Holdings, LLC | 872,790 | 1,343,022 | 177,887 | 9,753 | 2,403,452 | (2,465) | 2,400,987 |
| Wachovia Bank Pension Plan & Trust | 872,790 | 1,343,022 | 177,887 | 9,753 | 2,403,452 | (2,465) | 2,400,987 |
| UNISYS | 727,314 | 1,119,170 | 148,237 | 8,127 | 2,002,848 | (2,054) | 2,000,794 |
| Venture Investment Associates II, LP | 581,856 | 895,343 | 118,590 | 6,502 | 1,602,291 | (1,643) | 1,600,648 |
| S.R. One, Limited | 436,389 | 671,503 | 88,943 | 4,876 | 1,201,711 | (1,232) | 1,200,479 |
| Hillside Capital Incorporated | 290,932 | 447,677 | 59,296 | 3,251 | 801,156 | (822) | 800,334 |
| | \$17,889,676 | \$27,528,106 | \$3,646,166 | \$199,899 | \$49,263,847 | (\$50,516) | \$49,213,331 |
| <u>General Partner:</u> | | | | | | | |
| Cardinal Health Partners Management LLC | 2,018,097 | 3,105,389 | 411,316 | 22,551 | 5,557,353 | (5,699) | 5,551,654 |
| Total Partnership | \$19,907,773 | \$30,633,495 | \$4,057,482 | \$222,450 | \$54,821,200 | (\$56,215) | \$54,764,985 |

CARDINAL HEALTH PARTNERS, L.P.
Statement of Partners' Capital *
For the Three Months Ended June 30, 2007

| | Partners' Capital 04/01/07 | Net Capital Contributions | Non-Portfolio Income | Net Investment Income (Loss) | Realized Gains (Losses) | Total Income | Unrealized Gains (Losses) | Distributions | Partners' Capital 6/30/2007 |
|--|-------------------------------|------------------------------|-------------------------|---------------------------------|----------------------------|-----------------|------------------------------|---------------|--------------------------------|
| <u>Limited Partners:</u> | | | | | | | | | |
| LACERA | \$5,859,951 | \$0 | \$892 | (\$5,960) | \$407,487 | \$402,419 | \$1,740,872 | \$0 | \$8,003,242 |
| Nassau Capital Funds, L.P. | 5,273,944 | 0 | 804 | (5,365) | 366,738 | 362,177 | 1,566,785 | 0 | 7,202,906 |
| The Robert Wood Johnson Foundation | 4,394,982 | 0 | 669 | (4,472) | 305,615 | 301,812 | 1,305,654 | 0 | 6,002,448 |
| The State Teachers Retirement System of Ohio | 4,097,137 | 0 | 624 | (4,169) | 284,920 | 281,375 | 1,217,239 | 0 | 5,595,751 |
| Northwestern University | 2,929,942 | 0 | 446 | (2,982) | 203,743 | 201,207 | 870,436 | 0 | 4,001,585 |
| Fleet Growth Resources (formerly Summit) | 2,929,942 | 0 | 446 | (2,982) | 203,743 | 201,207 | 870,436 | 0 | 4,001,585 |
| Pine Street I Holdings, LLC | 2,929,942 | 0 | 446 | (2,982) | 203,743 | 201,207 | 870,436 | 0 | 4,001,585 |
| WIN 4 Holdings, LLC | 1,758,000 | 0 | 268 | (1,789) | 122,247 | 120,726 | 522,261 | 0 | 2,400,987 |
| Wachovia Bank Pension Plan & Trust | 1,758,000 | 0 | 268 | (1,789) | 122,247 | 120,726 | 522,261 | 0 | 2,400,987 |
| UNISYS | 1,464,972 | 0 | 223 | (1,491) | 101,872 | 100,604 | 435,218 | 0 | 2,000,794 |
| Venture Investment Associates II, LP | 1,171,991 | 0 | 178 | (1,193) | 81,497 | 80,482 | 348,175 | 0 | 1,600,648 |
| S.R. One, Limited | 878,986 | 0 | 133 | (894) | 61,123 | 60,362 | 261,131 | 0 | 1,200,479 |
| Hillside Capital Incorporated | 586,004 | 0 | 90 | (596) | 40,749 | 40,243 | 174,087 | 0 | 800,334 |
| | \$36,033,793 | \$0 | \$5,487 | (\$36,664) | \$2,505,724 | \$2,474,547 | \$10,704,991 | \$0 | \$49,213,331 |
| <u>General Partner:</u> | | | | | | | | | |
| Cardinal Health Partners Management LLC | 1,936,707 | 0 | 55 | (9,629) | 658,069 | 648,495 | 2,811,411 | 0 | 5,396,613 |
| Total Partnership | \$37,970,500 | \$0 | \$5,542 | (\$46,293) | \$3,163,793 | \$3,123,042 | \$13,516,402 | \$0 | \$54,609,944 |

*** - Partners' Capital by definition does not include Contributions made by the General Partners in the form of Promissory Notes.**

CARDINAL HEALTH PARTNERS, L.P.
Statement of Partners' Capital *
For the Six Months Ended June 30, 2007

| | Partners' Capital 01/01/07 | Net Capital Contributions | Non-Portfolio Income | Net Investment Income (Loss) | Realized Gains (Losses) | Total Income | Unrealized Gains (Losses) | Distributions | Partners' Capital 06/30/07 |
|--|-------------------------------|------------------------------|-------------------------|---------------------------------|----------------------------|-----------------|------------------------------|---------------|-------------------------------|
| <u>Limited Partners:</u> | | | | | | | | | |
| LACERA | \$8,005,582 | \$0 | \$1,676 | (\$13,322) | \$407,487 | \$395,841 | \$274,784 | (\$672,965) | \$8,003,242 |
| Nassau Capital Funds, L.P. | 7,205,011 | 0 | 1,510 | (11,991) | 366,738 | 356,257 | 247,306 | (605,668) | 7,202,906 |
| The Robert Wood Johnson Foundation | 6,004,203 | 0 | 1,257 | (9,992) | 305,615 | 296,880 | 206,088 | (504,723) | 6,002,448 |
| The State Teachers Retirement System of Ohio | 5,597,388 | 0 | 1,172 | (9,316) | 284,920 | 276,776 | 192,132 | (470,545) | 5,595,751 |
| Northwestern University | 4,002,756 | 0 | 838 | (6,662) | 203,743 | 197,919 | 137,392 | (336,482) | 4,001,585 |
| Fleet Growth Resources (formerly Summit) | 4,002,756 | 0 | 838 | (6,662) | 203,743 | 197,919 | 137,392 | (336,482) | 4,001,585 |
| Pine Street I Holdings, LLC | 4,002,756 | 0 | 838 | (6,662) | 203,743 | 197,919 | 137,392 | (336,482) | 4,001,585 |
| WIN 4 Holdings, LLC | 2,401,688 | 0 | 503 | (3,997) | 122,247 | 118,753 | 82,435 | (201,889) | 2,400,987 |
| Wachovia Bank Pension Plan & Trust | 2,401,688 | 0 | 503 | (3,997) | 122,247 | 118,753 | 82,435 | (201,889) | 2,400,987 |
| UNISYS | 2,001,379 | 0 | 419 | (3,331) | 101,872 | 98,960 | 68,696 | (168,241) | 2,000,794 |
| Venture Investment Associates II, LP | 1,601,117 | 0 | 335 | (2,665) | 81,497 | 79,167 | 54,957 | (134,593) | 1,600,648 |
| S.R. One, Limited | 1,200,830 | 0 | 251 | (1,998) | 61,123 | 59,376 | 41,218 | (100,945) | 1,200,479 |
| Hillside Capital Incorporated | 800,567 | 0 | 168 | (1,332) | 40,749 | 39,585 | 27,478 | (67,296) | 800,334 |
| | \$49,227,721 | \$0 | \$10,308 | (\$81,927) | \$2,505,724 | \$2,434,105 | \$1,689,705 | (\$4,138,200) | \$49,213,331 |
| <u>General Partner:</u> | | | | | | | | | |
| Cardinal Health Partners Management LLC | 4,357,996 | 0 | 104 | (21,516) | 658,069 | 636,657 | 443,760 | (41,800) | 5,396,613 |
| Total Partnership | \$53,585,717 | \$0 | \$10,412 | (\$103,443) | \$3,163,793 | \$3,070,762 | \$2,133,465 | (\$4,180,000) | \$54,609,944 |

* - Partners' Capital by definition does not include Contributions made by the General Partners in the form of Promissory Notes.

CARDINAL HEALTH PARTNERS, L.P.
Statement of Partners' Accounts *
For the Period from July 25, 1997 to June 30, 2007

| | Partners' Contributions Account | Partner Transfer | Non-Portfolio Income | Net Investment Income (Loss) | Realized Gains (Losses) | Total Income | Unrealized Gains (Losses) | Distributions | Partners' Account |
|--|---------------------------------------|---------------------|-------------------------|---------------------------------|----------------------------|-----------------|------------------------------|----------------|----------------------|
| <u>Limited Partners:</u> | | | | | | | | | |
| LACERA | \$10,000,000 | \$0 | \$33,757 | (\$1,268,821) | (\$81,901) | (\$1,316,965) | \$4,605,769 | (\$5,285,562) | \$8,003,242 |
| Nassau Capital Funds, L.P. | 9,000,000 | 0 | 30,380 | (1,141,943) | (73,708) | (1,185,271) | 4,145,195 | (4,757,018) | 7,202,906 |
| The Robert Wood Johnson Foundation | 7,500,000 | 0 | 25,317 | (951,616) | (61,424) | (987,723) | 3,454,326 | (3,964,155) | 6,002,448 |
| State Teachers Retirement System of Ohio | 6,992,127 | 0 | 23,607 | (887,178) | (57,265) | (920,836) | 3,220,413 | (3,695,953) | 5,595,751 |
| Northwestern University | 5,000,000 | 0 | 16,878 | (634,412) | (40,950) | (658,484) | 2,302,886 | (2,642,817) | 4,001,585 |
| Fleet Growth Resources (formerly Summit) | 5,000,000 | 0 | 16,878 | (634,412) | (40,950) | (658,484) | 2,302,886 | (2,642,817) | 4,001,585 |
| Natl' Union Fire Insurance Co. of Pittsburgh | 5,000,000 | (1,869,219) | 13,938 | (594,766) | (810,867) | (1,391,695) | (325,009) | (1,414,077) | 0 |
| Pine Street I Holdings, LLC | 0 | 1,869,219 | 2,940 | (39,646) | 769,917 | 733,211 | 2,627,895 | (1,228,740) | 4,001,585 |
| Bank of America Capital Corporation | 2,741,431 | (2,742,497) | 6,828 | (184,638) | 311,688 | 133,878 | 449,985 | (582,797) | 0 |
| WIN 4 Holdings, LLC | 258,569 | 2,742,497 | 3,298 | (196,007) | (336,257) | (528,966) | 931,747 | (1,002,860) | 2,400,987 |
| Wachovia Bank Pension Plan & Trust | 3,000,000 | 0 | 10,126 | (380,645) | (24,569) | (395,088) | 1,381,732 | (1,585,657) | 2,400,987 |
| UNISYS | 2,500,000 | 0 | 8,439 | (317,205) | (20,474) | (329,240) | 1,151,442 | (1,321,408) | 2,000,794 |
| Venture Investment Associates II, LP | 2,000,000 | 0 | 6,750 | (253,763) | (16,381) | (263,394) | 921,154 | (1,057,112) | 1,600,648 |
| S.R. One, Limited | 1,500,000 | 0 | 5,063 | (190,323) | (12,285) | (197,545) | 690,866 | (792,842) | 1,200,479 |
| Hillside Capital Incorporated | 1,000,000 | 0 | 3,375 | (126,884) | (8,190) | (131,699) | 460,578 | (528,545) | 800,334 |
| | \$61,492,127 | \$0 | \$207,574 | (\$7,802,259) | (\$503,616) | (\$8,098,301) | \$28,321,865 | (\$32,502,360) | \$49,213,331 |
| <u>General Partner:</u> | | | | | | | | | |
| Cardinal Health Partners Management LLC | 621,133 | 0 | 2,096 | (1,211,376) | (969,965) | (2,179,245) | 7,438,065 | (328,299) | 5,551,654 |
| Total Partners' Accounts | \$62,113,260 | \$0 | \$209,670 | (\$9,013,635) | (\$1,473,581) | (\$10,277,546) | \$35,759,930 | (\$32,830,659) | \$54,764,985 |

* - Statement of Partners' Accounts includes Contributions made by the General Partner in the form of Promissory Notes.

Cardinal Health Partners, L.P.
Comprehensive Investment Summary
For the Period from July 25, 1997 to June 30, 2007

| Company | Investment Cost | Assigned Fair Value | Unrealized Gain (Loss) | Proceeds + Realized Value | Realized Gain (Loss) | Cumulative Investment Return |
|---|----------------------------|------------------------------------|-----------------------------------|--|---------------------------------|---|
| <i>Public Company Investments</i> | | | | | | |
| VISICU, Inc. (formerly ICUSA) | \$4,050,000 | \$30,633,495 | \$27,033,504 | \$4,179,384 | \$3,729,375 | \$30,762,879 |
| <i>Private Company Investments</i> | | | | | | |
| AccentCare, Inc. | 4,500,002 | 428,721 | (4,071,281) | 0 | 0 | (4,071,281) |
| AthenaHealth, Inc. | 3,000,000 | 19,478,052 | 16,796,707 | 3,482,448 | 3,163,793 | 19,960,500 |
| E-Surg.com | 3,999,999 | 1,000 | (3,998,999) | 0 | 0 | (3,998,999) |
| NexCura, Inc. (formerly Cancerfacts) | 4,831,812 | 0 | 0 | 420,742 | (4,411,070) | (4,411,070) |
| <i>Fully Disposed Investments</i> | | | | | | |
| Cubist Pharmaceuticals | 3,999,998 | 0 | 0 | 12,066,659 | 8,066,661 | 8,066,661 |
| InLight/ProMedex | 3,334,443 | 0 | 0 | 0 | (3,334,443) | (3,334,443) |
| MedContrax (formerly Syntegra) | 3,771,267 | 0 | 0 | 21,804 | (3,749,463) | (3,749,463) |
| Molecular Mining Corporation | 1,350,000 | 0 | 0 | 350,000 | (1,000,000) | (1,000,000) |
| ParkStone | 5,500,000 | 0 | 0 | 0 | (5,500,000) | (5,500,000) |
| Pointshare Corporation | 3,850,001 | 0 | 0 | 143,012 | (3,706,989) | (3,706,989) |
| Sentinel Health Partners | 3,000,000 | 0 | 0 | 0 | (3,000,000) | (3,000,000) |
| Signature Plastic Surgery, Inc. | 4,785,000 | 0 | 0 | 23,455 | (4,761,545) | (4,761,545) |
| TechRx / NDCHealth | 4,115,000 | 0 | 0 | 17,949,440 | 13,834,440 | 13,834,440 |
| Wisebear | 1,000,000 | 0 | 0 | 195,660 | (804,340) | (804,340) |
| TOTAL INVESTMENTS | \$55,087,522 | \$50,541,268 | \$35,759,931 | \$38,832,604 | (\$1,473,581) | \$34,286,350 |