

Pacific Health Care Organization, Inc. Reports Second Quarter 2015 Results

NEWPORT BEACH, Calif., Aug. 12, 2015 (GLOBE NEWSWIRE) – Pacific Health Care Organization, Inc., (the “Company”) (OTCQB: PFHO) today announced its financial results for the periods ended June 30, 2015.

Results

The Company reported net income of \$439,101, or \$0.55 per basic and fully diluted common share for the second quarter ended June 30, 2015 compared to net income of \$500,665, or \$0.62 per basic and fully diluted common share, for the second quarter ended June 30, 2014. For the first six months of 2015, the Company reported net income of \$947,342 or \$1.19 per basic and fully diluted common share, compared to net income of \$947,226 or \$1.18 per basic and fully diluted common share for the first six months of 2014.

Total revenues for the second quarter 2015 were \$2,261,105, compared to \$2,298,211 for the same period in 2014, a decrease of \$37,106 or 2 percent. For the first six months of 2015, the Company recorded total revenue of \$4,630,203 compared to total revenues of \$4,326,880 for the same period in 2014, an increase of \$303,323, or 7 percent.

Net cash provided by operations decreased to \$813,032 during the six months ended June 30, 2015, from \$847,619 for the same period in 2014, a decrease of \$34,587 or 4 percent. Cash balance at June 30, 2015 and December 31, 2014 was \$3,618,333 and \$2,946,025, respectively.

About Pacific Health Care Organization, Inc.

The Company is a specialty workers’ compensation managed care company providing a range of services primarily to California employers and claims administrators. Workers’ compensation costs continue to increase due to rising medical costs, inflation, fraud and other factors. Medical and indemnity costs associated with workers’ compensation in the state of California are billions of dollars annually. The Company’s focus goes beyond the medical cost of a claim, with the goal of reducing the entire cost of the claim, including medical, legal and administrative costs. Through its wholly-owned subsidiaries, the Company provides a range of effective workers’ compensation cost containment services, including but not limited to, Health Care Organizations, Medical Provider Networks, HCO + MPN, Workers’ Compensation Carve-Outs, Utilization Review, Medical Bill Review, Nurse Case Management and Lien Representation.

“Safe Harbor” Statement: Statements included in this press release, other than statements or characterizations of historical fact, are forward-looking statements. Forward-looking statements are based on management’s current judgment, expectations, estimates, projections and assumptions about future events. While management believes these assumptions are reasonable, such statements are not guarantees of future results and involve certain risks and uncertainties which are difficult to predict. Therefore, actual results and trends may differ materially from what is forecast in any forward-looking statement due to a variety of factors.

Additional information regarding these factors, such as the potential loss of one or more key customers, is contained in the Company's filings with the U.S. Securities and Exchange Commission (the "Commission"), including without limitation, its annual report on Form 10-K and its quarterly reports on Form 10-Q.

All forward-looking statements speak only as of the date they were made. The Company does not undertake any obligation to update or publicly release any revisions to any forward-looking statements to reflect events, circumstances or changes in expectations after the date of this press release.

To view the Company's quarterly report on Form 10-Q for the quarter ended June 30, 2015 filed with the Commission today and the Company's annual, quarterly and current reports and other information the Company files with the Commission go to: <http://www.sec.gov>. You may also view our annual report on Form 10-K on our website at <http://www.pacifichealthcareorganization.com>.

Pacific Health Care Organization, Inc.

1201 Dove Street, Suite 300

Newport Beach, California 92660

(949) 236-8925

Website: <http://www.pacifichealthcareorganization.com>

Contact: Fred Odaka – CFO

Email: fodaka@medexhco.com