

**Notice of William Beaumont Hospital's Intended Participation  
in Auction Process, and Post-Auction Disclosure Concerning Borrower's Bidding in  
Auction of Bonds Issued for Its Benefit**

- Name of Conduit Borrower: William Beaumont Hospital
- Name of Issuer: City of Royal Oak Hospital Finance Authority
- Name of Bonds: Hospital Revenue Bonds (William Beaumont Hospital Obligated Group), Series 2006S
- CUSIP No.: 780486EY8
- Outstanding Par Amount: \$64,100,000
- Official Statement dated : March 14, 2006

**Statement of Intent:**

The Conduit Borrower intends to bid for the amount of Bonds specified below, at the interest rate set forth below, on the Auction Date set forth below. Completion of the Conduit Borrower's bid is subject to the availability of funds on the date of the Auctions.

After the establishment of the Auction Rate on the Auction Date, the Conduit Borrower intends to continue to submit bids in subsequent auctions. Thus, if following such Auction Date there remain any Bonds that have not been acquired by the Conduit Borrower pursuant to such auction, an Existing Owner will have the opportunity to submit a Sell Order at the next auction, and sell the Bonds held by such Existing Owner, in accordance with the same procedures currently applicable to the submission of Sell Orders by Existing Owners.

It should be noted that the interests of the Conduit Borrower are different from, and, in fact, may be contrary to, the interests of an investor because the Conduit Borrower is

seeking to establish the lowest interest rate on the Bonds, while an investor generally would seek the highest interest rate on the Bonds.

**Conduit Borrower Representations:**

The Conduit Borrower hereby represents that (a) the interest rate set forth below is not less than the interest rate reflected on the day prior to the Auction Date as the 7-Day SIFMA Municipal Swap Index, and (b) with respect to the Auction Date that is the subject of this notice, the Conduit Borrower will promptly give notice for such Auction Date of the same information as is outlined below for the immediately preceding Auction Date.

**Capitalized Terms and Auction Procedures:**


Capitalized terms used in this notice have the definitions set forth in the Official Statement, and the auction procedures are described in such document.

**Information:**

- Auction Date on which Conduit Borrower intends to bid: October 1, 2008
- Interest Rate being bid by the Conduit Borrower: 8.11% per annum.
- Amount of Bonds being bid for by the Conduit Borrower: 100%
- Information regarding immediately preceding Auction Date:

- total dollar amount of Bonds for sale in the auction (i.e., Bonds for which Sell Orders and Hold At Rate Orders but excluding Hold Orders were submitted) was \$60,375,000
- the number of Bids (i.e., Bonds for which Buy Orders and Hold At Rate Orders were submitted) received was 4, which aggregated \$64,475,000
- the number of Bidders (other than the Conduit Borrower and the Broker-Dealers) was 2
- with respect to Bids submitted by the Broker-Dealers, the respective number of Bids, interest rates on such Bids, and amount of Bids for each Broker-Dealer were as follows:
  - Broker-Dealer: Morgan Stanley and Co. Incorporated:
    - ♣ number of Bids: 0
    - ♣ interest rates: NA
    - ♣ amount of Bids: NA
  - Broker-Dealer: Goldman Sachs & Co.:
    - ♣ number of Bids: 0
    - ♣ interest rates: NA
    - ♣ amount of Bids: NA
- with respect to Bids submitted by the Conduit Borrower, the number of Bids, interest rates on such Bids, and amount of Bids were as follows:
  - ♣ number of Bids: 2
  - ♣ interest rates: 5.30%
  - ♣ amount of Bids: \$64,100,000
- Clearing Rate: 5.30%
- High Bid: 5.30%
- Low Bid: 1.25%
- Median Bid: 3.65%

**WILLIAM BEAUMONT HOSPITAL**

By:   
 Name: R. Joseph Bruni  
 Title: Vice President,  
 Treasury Administration  
 Date: September 25, 2008