Intent to Bid: Presbyterian Intercommunity Hospital, Inc. (the "Borrower") hereby gives notice that it intends to submit one or more bids in connection with the auction to be held on October 24, 2008 (the "Next Auction") of the bonds referenced above (the "Bonds") that will be conducted by Wells Fargo Bank, National Association, as auction agent (the "Auction Agent").

A copy of the existing bidding procedures and further disclosure concerning the auction process may be obtained from UBS Securities LLC, as a broker-dealer for the Bonds (the "Broker-Dealer"), at the following address:

UBS
Municipal Securities Group
Short-Term Trading Desk
1285 Avenues of the Americas, 15th Floor
New York, NY 10019
Attention: Chris Long
Phone: (212) 713-4692

Effect on Auction Period Rate: Existing Holders and prospective bidders should take into account in their decision whether to buy, sell, or hold the Bonds that the Borrower will likely affect the Auction Period Rate by virtue of the Borrower's proposed bid in the Next Auction and its involvement in future auctions. The Borrower's interests will vary from those of other bidders or Holders of the Bonds. In particular, the Borrower would benefit from lower interest rates on the Bonds.
**Specifics of Borrower's Proposed Bid:** The Borrower has notified the Broker-Dealer that it wishes to submit a bid on the Borrower's behalf in the Next Auction. The Borrower expects to hold on $63,050,000 of Bonds purchased at the 4/11/08 through 10/17/08 auctions and to bid for approximately $10,950,000 of the remaining Bonds at an annual interest rate equal to the Securities Industry and Financial Markets Association ("SIFMA") Municipal Swap Index rate most recently published prior to October 24, 2008 plus 25 basis points. This rate may be obtained by contacting the Broker-Dealer or accessing the SIFMA website (www.sifma.org).

The completion of the Borrower's bid is subject to the availability of funds on the date of the Next Auction.

**Information Regarding Latest Auction:**

The Borrower is providing information on certain characteristics of the most recent auction on the attached Exhibit A. This information is also available at www.DACBond.com. This information has been obtained by the Borrower from sources it believes to be reliable other than the Broker-Dealer but Borrower does not guaranty the accuracy of such information.

**Information Regarding Results of the Next Auction:**

Promptly following the Next Auction, the Borrower will provide the following information with respect to the Next Auction: (1) the amount of securities for sale in the auction; (2) the number and aggregate dollar amount of bids made; (3) the number of bidders other than the Broker-Dealer and Borrower; (4) the number, interest rate(s) and amounts of bids, if any, made by the Broker-Dealer; (5) the number, interest rate(s) and amount(s) of bids, if any, made by the Borrower; (6) the clearing rate; and (7) the high, low, and median bids received. This information will be available at www.DACBond.com. The Borrower will obtain such information as quickly as practicable from sources it believes will be reliable, but it does not guaranty the timeliness or accuracy of such information.

**Borrower's Intention to Hold Bonds**

To the extent the Borrower's bids in the Next Auction are successful, and the Borrower becomes a Holder of the Bonds, it is the Borrower's intention to submit "hold" orders in future auctions, until such time as the Borrower chooses to sell any Bonds or until the Borrower provides a notice of redemption or a notice of mandatory tender for the Bonds.

**Disclosure Process:** The Borrower will provide future notices regarding its intentions to bid for the Bonds, if applicable, and information on the results of the Next Auction, by the following methods (which also have been used to disseminate this Notice): (1) filing a copy of the notice with the Nationally Recognized Municipal Securities Information Repositories; (2) issuing a press release to major financial news outlets (although there is no assurance that such organizations will publish or disseminate the information); (3) posting the notice at www.DACBond.com and on the Borrower's website at www.pih.net and (4) providing a copy to the Broker-Dealer, which has agreed to provide a link to www.DACBond.com on its website www.ibb.ubs.com/Institutions/firc.shtml
No Offer to Purchase Remaining Bonds

The Borrower has purchased $63,050,000 of Bonds purchased at the auctions held on April 11, 2008 through October 17, 2008. As set forth above, the Borrower proposes to bid for approximately $10,950,000 of Bonds in the Next Auction. The Borrower will not offer to purchase any remaining Bonds not purchased by it in the Next Auction from any other Holder.

Presbyterian Intercommunity Hospital, Inc.

By:

Name: Mitchell T. Thomas
Title: Senior Vice President and Chief Financial Officer

Date: October 21, 2008
Exhibit A

CITY OF WHITTIER HEALTH FACILITY REVENUE BONDS
(PRESBYTERIAN INTERCOMMUNITY HOSPITAL),
SERIES 2007 B
CUSIP: 966769CJ8

Information Concerning Most Recent Auction (Held October 17, 2008)

(1) The amount of securities for sale in the most recent auction (i.e. the total dollar amount of Bonds for which Hold Orders were not submitted): $875,000 (Hold Orders were submitted for $73,125,000)

(2) The number and aggregate dollar amount of bids made: 3 Bids were received for 479 units, which aggregated $11,975,000

(3) The number of bidders other than the Broker-Dealer and Borrower: 2

(4) The number, interest rate(s) and amounts of bids, if any, made by the Broker-Dealer:
   * Number of Bids: 0
   * Interest Rate(s): N/A
   * Amount of Bids: 0

(5) The number, interest rate(s) and amount(s) of bids, if any, made by the Borrower:
   * Number of Bids: 1
   * Interest Rate(s): 2.450%
   * Amount of Bids: $11,825,000

(6) The clearing rate: 2.450%

(7) The high, low, and median bids received:
   * High: 7.000%
   * Low: 2.450%
   * Median: 3.500%

Also attached to this Exhibit A is the Order Summary from Wells Fargo Bank, National Association, the Auction Agent, for the most recent auction (held October 17, 2008).
**Order Summary By Order Type**

For securities auctioning 10/17/2008

Presbyterian Intercommunity Hos 07B
CUSIP: 966769CJ8  Code: PIH07B  Deal No.: A-125  Deadline: 13:00  Winning Rate: 2.450%
Min Rate: 0.000%  Max Rate: 15.000%  All Hold: 2.300%

**Sell Orders**

<table>
<thead>
<tr>
<th>Broker</th>
<th>Holder Code</th>
<th>Order type</th>
<th>Shares</th>
<th>Shares</th>
</tr>
</thead>
<tbody>
<tr>
<td>Goldman, Sachs and Co.</td>
<td>GOLD</td>
<td>Sell</td>
<td>33</td>
<td>33</td>
</tr>
<tr>
<td>UBS Securities LLC</td>
<td>UBS</td>
<td>Sell</td>
<td>2</td>
<td>2</td>
</tr>
</tbody>
</table>

Subtotal: 35 35

**Hold Orders**

<table>
<thead>
<tr>
<th>Broker</th>
<th>Holder Code</th>
<th>Order type</th>
<th>Shares</th>
<th>Shares</th>
</tr>
</thead>
<tbody>
<tr>
<td>Goldman, Sachs and Co.</td>
<td>GOLD</td>
<td>Hold</td>
<td>375</td>
<td>375</td>
</tr>
<tr>
<td>UBS Securities LLC</td>
<td>UBS</td>
<td>Hold</td>
<td>2,550</td>
<td>2,550</td>
</tr>
</tbody>
</table>

Subtotal: 2,925 2,925

**Buy and Hold at Rate Orders**

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<th>Broker</th>
<th>Holder Code</th>
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<th>Shares</th>
<th>Shares</th>
</tr>
</thead>
<tbody>
<tr>
<td>UBS Securities LLC</td>
<td>UBS</td>
<td>Buy</td>
<td>2.450%</td>
<td>473</td>
<td>35</td>
</tr>
<tr>
<td>Goldman, Sachs and Co.</td>
<td>GOLD</td>
<td>Buy</td>
<td>3.500%</td>
<td>4</td>
<td></td>
</tr>
<tr>
<td>Goldman, Sachs and Co.</td>
<td>GOLD</td>
<td>Buy</td>
<td>7.000%</td>
<td>2</td>
<td></td>
</tr>
</tbody>
</table>

Subtotal: 479 35

Totals: 3,404 2,960