



Debt & Derivative Advisors

Leaders in Healthcare Finance

Market Update: Healthcare

www.soundcapital.com

February 3rd, 2009

Talk to one of our Debt and Derivative Advisors:

Johan Rosenberg (952) 746-6030	Farah Lotia (952) 746-6171	Steve Johnson (952) 746-6035	Andrew Deming (952) 746-6036
John Trefethen (952) 746-6040	Cynthia Heneage (952) 746-6045	Erik Kelly (952) 746-6055	Josh Dooley (952) 746-6056

General High Grade and Healthcare Yield Curves

	AAA GO	Insured Healthcare	A Healthcare	Swaps	
				SIFMA	67% of LIBOR
2 Yr	1.18	1.93	2.98	1.46	1.10
5 Yr	1.79	2.65	3.78	2.21	1.64
10 Yr	2.94	3.90	4.98	2.81	2.03
20 Yr	4.71	5.42	6.68	3.29	2.24
30 Yr	5.00	5.72	6.93	3.36	2.23

Healthcare Market News

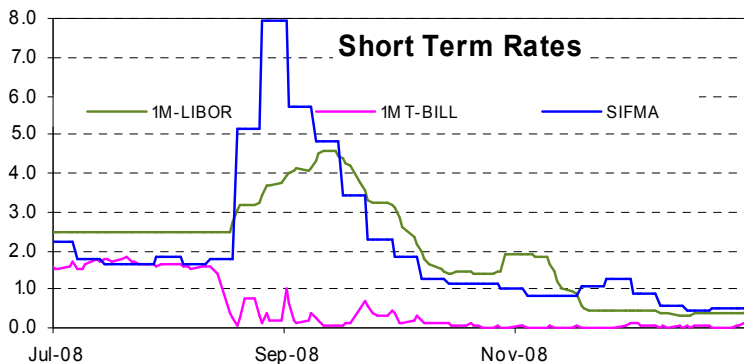
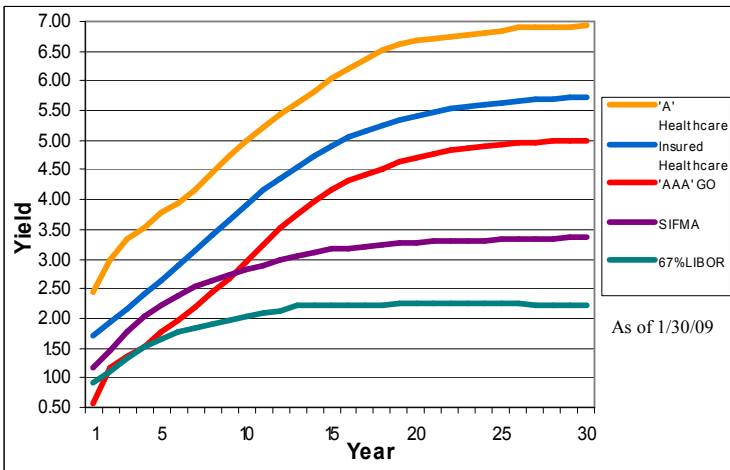
The Dow and the S&P 500 both displayed some volatility before ending the week in slightly negative territory, closing at 8,000.86 (-0.9%) and 825.88 (-0.7%), respectively.

New home sales plunged 14.7% to a record low, while supply rose to a record high, as deals on foreclosed existing homes accounted for an increasing percentage of sales. Weekly jobless claims also rose to 588,000, and the Conference Board's consumer confidence measure hit a record low.

In fixed income, Treasury yields rose across the curve, increasing by 14 basis points on the short end, 22 to 24 basis points through the mid range, and 27 basis points on the long end. The AAA GO muni yield curve also steepened, with yields up 9 to 27 basis points.

As has been the case over the past several months, most healthcare sales are still lingering on the day-to-day calendar. In healthcare this week, Baptist Healthcare System, KY has \$217MM scheduled for likely sale.

On the general municipal calendar, there is a light \$4.4Bn scheduled this week. Highlights include: 1) \$950MM Los Angeles Unified School District, CA, 2) \$614MM State of Georgia, and 3) \$450MM Dormitory Authority of the State of New York.



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MuniMarket Pulse podcast - Rick Profita of Wells Fargo Says "There are Still Great Credits Around"
Go to <http://podcast.derivactiv.com>.



New Issue Summary

Recent Healthcare Transactions—Issues over \$20MM

Week of sale	\$MM	Issuing Authority	Borrower	ST	Type	Rating (M/SP/F)	Due (20XX)	Manager	Comp /Neg
26-Jan	169.8	North Carolina Med Care Comm	Wakemed	NC	Rev	Aa2/AAA/AAA	10-19, 29, 38	Citigroup	N
19-Jan	120.0	Maryland Health & Higher Ed Auth	Anne Arundel Health System	MD	Rev	A3/A-/A-	12-15, 19, 29, 39	Citigroup	N
19-Jan	213.8	Tarrant Co Educ Fac Auth	Baylor Health Care System	TX	Rev	Aa2/AA-/---	09-19, 24, 29	Goldman Sachs	N
19-Jan	90.0	Washington Hlth Fac Auth	Seattle Cancer Care Alliance	WA	Rev	A3/---/A+	10-19, 24, 29, 38	Merrill Lynch	N

Highlighted 'A' Healthcare Issue Details & Spread Analysis

Washington Health Fac Auth Seattle Cancer Center	Maturity	Yield	+/- "AAA" GO
A3/---/A+	2010	3.48	2.26
Pricing Date: 1/19/09	2011	4.22	2.90
\$90.0MM Negotiated	2012	4.33	2.80
	2013	4.55	2.80
	2014	4.79	2.82
	2015	5.01	2.82
	2016	5.23	2.83
	2017	5.45	2.83
	2018	5.67	2.82
	2019	5.91	2.78
	2024	7.00	2.96
	2029	7.38	2.87
	2038	7.63	2.89

Highlighted Insured Healthcare Issue Details & Spread Analysis

North Carolina Medical Care Comm Wakemed	Maturity	Yield	+/- "AAA" GO
Aa2/AAA/AAA	2010	2.40	1.12
Pricing Date: 1/26/09	2011	2.66	1.25
\$169.8MM Negotiated	2012	2.76	1.11
	2013	3.00	1.09
	2014	3.24	1.11
	2015	3.47	1.11
	2016	3.65	1.06
	2017	3.91	1.09
	2018	4.13	1.06
	2019	4.37	0.99
	2029	5.63	0.76
	2038	5.88	0.80

Issuers and borrowers may request SCM to perform a spread analysis on any issue. Call 952-996-0180.

Upcoming Healthcare Transactions—Issues over \$20MM

Week of sale	\$MM	Issuing Authority	Borrower	ST	Type	Rating (M/SP/F)	Due (20XX)	Manager	Comp /Neg
2-Feb	217.5	Kentucky Econ Dev Auth	Baptist Healthcare	KY	Rev	Aa3/---/AA-		Goldman Sachs	N

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