
NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that a public hearing pursuant to Section 147(f) of the Internal Revenue Code of 1986, as amended (the "Code"), and Title 1 of Article 18-A of the New York State General Municipal Law will be held by the Town of Hempstead Industrial Development Agency (the "Issuer") on the 16th day of November, 2007, at 9:30 a.m., local time, at Lynbrook Village Hall, One Columbus Drive, Lynbrook, New York, in connection with the following matters:

CSH Lynbrook LP, a limited partnership duly formed and validly existing under the laws of the State of Delaware and authorized to transact business in the State of New York, on behalf of itself and/or the principals of CSH Lynbrook LP and/or an entity formed or to be formed on behalf of any of the foregoing (collectively, the "Company"), has requested that the Issuer finance certain costs of an industrial development facility consisting of the acquisition of an approximately 1 acre parcel of land located at 8 Freer Street, Lynbrook, Town of Hempstead, Nassau County, New York (more specifically known as Section 42, Block 143, Lots 8-24 and 82) (the "Land"), together with the existing four-story, 90,000 square foot building located thereon which contains one hundred twenty (120) assisted living units, common areas and above and underground parking (the "Buildings"), and the renovation, construction and equipping of the Buildings including, but not limited to, a new roof, upgrade and replacement of mechanical systems including the HVAC system, kitchen units, furniture, carpeting and paint (the "Improvements"), all to be leased by the Issuer to the Company and used by the Company as an assisted living facility (the Land, the Buildings and the Improvements, collectively the "Facility"), by issuing its industrial development revenue bonds (the "Bonds") under Section 142(a)(7) of the Code in an aggregate principal amount presently estimated to be approximately \$28,180,000, but not to exceed \$33,800,000. The Facility will be initially owned, operated and/or managed by the Company. The Issuer will acquire title to the Facility and lease or sell the Facility to the Company. At the end of the lease term or sale term, the Company will purchase the Facility from the Issuer.

The Bonds will be a special obligation of the Issuer payable solely out of lease rentals or sale payments and other amounts payable to the Issuer and certain other assets of the Issuer and the Company pledged to the repayment of the Bonds. The Bonds shall not be a debt of the State of New York or any political subdivision thereof, including the Town of Hempstead and neither the State of New York nor any political subdivision thereof, including the Town of Hempstead, shall be liable thereon.

The Issuer will, at the above-stated time and place, hear all persons with views in favor of or opposed to either the issuance of the Bonds or the location or nature of the Facility.

In addition to the issuance of the Bonds, the Issuer contemplates providing financial assistance to the Company with respect to the Facility in the form of exemptions from

mortgage recording taxes, exemptions from sales and use taxes and abatement of real property taxes, consistent with the policies of the Issuer.

A representative of the Issuer will, at the above-stated time and place, hear and accept written comments from all persons with views in favor of or opposed to either the issuance of the Bonds, the granting of other financial assistance contemplated by the Issuer or the location or nature of the Facility. At the hearing, all persons will have the opportunity to review the application for financial assistance filed by the Company with the Issuer, and an analysis of the costs and benefits of the proposed Facility.

Minutes of the hearing will be made available to Hon. Kate Murray, Supervisor, Town of Hempstead. Approval of the issuance of the Bonds by the Town of Hempstead, through Hon. Kate Murray, Supervisor, Town of Hempstead, is necessary in order for the interest on the Bonds to be excluded from gross income for federal income tax purposes.

Dated: October 15, 2007

TOWN OF HEMPSTEAD INDUSTRIAL
DEVELOPMENT AGENCY

By: Frederick E. Parola
Title: Executive Director and Chief Executive
Officer