

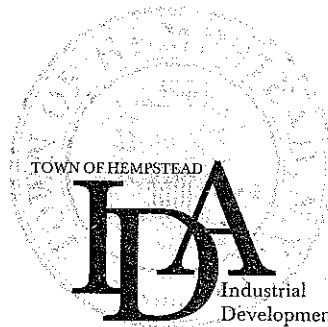
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MINUTES OF PUBLIC HEARING HELD ON  
September 25, 2007, 9:00 a.m.

TOWN OF HEMPSTEAD INDUSTRIAL DEVELOPMENT AGENCY  
(Apple Hospitality Five, Inc./Inland American Orchard Hotels, Inc. Facility)  
Consent to Merger and Release

Frederick E. Parola, Executive Director and Chief Executive Officer of the Town of Hempstead Industrial Development Agency (the "Agency") called the hearing to order.

Frederick E. Parola then appointed Edie Longo, Deputy Executive Director/CFO of the Agency, to record the minutes of the hearing.

The Executive Director then described how the proposed actions of the Agency differed from those proposed actions described in the Public Hearing Notice, that the new proposed actions did not in fact require a public hearing, and the described the proposed actions to be taken by the Agency and the location and nature of the Facility as follows:

The Agency has previously assisted in the acquisition of an industrial development facility to Apple Hospitality Five, Inc., (the "Original Company"), consisting of the acquisition of approximately 2.48 acres of land located at 1575 Privado Road in Westbury, Town of Hempstead, Nassau County, New York and the equipping of a four-story hotel located on the land consisting of approximately 80,000 square feet of space, containing approximately 140 guest rooms, together with, but not limited to, corporate meeting rooms, a business center, dining facilities, an exercise room and a pool, together with approximately 140 parking spaces for the hotel (the "Facility"), which Facility is currently leased by the Agency to AHF Westbury, Inc. (the "Successor Company"), pursuant to a certain Lease Agreement, dated as of December 1, 2003 (the "Lease Agreement"), of which such Lease Agreement was amended, assigned and assumed pursuant to a certain Assignment, Assumption and Amendment Agreement, dated as of August 1, 2005 (the "Assignment, Assumption and Amendment Agreement") and used by AHF Services Westbury, Inc. (the "Successor Sublessee").

There has been submitted to the Agency a request to consent to the change of ownership and control (the "Merger") of the Original Company to Inland American Orchard Hotels, Inc. ("Inland"), a business corporation duly organized and validly existing under the laws of the State of Delaware and authorized to transact business in the State of New York and a proposal to release the Original Company from any future liability with respect to the Facility and to consent to the assumption of such future liability by Inland, including any remaining liability under the Lease Agreement in connection with the AHF Westbury, Inc./AHF Services Westbury, Inc. 2005 Facility.

The Agency will consent to the Merger and release the Original Company from any future liability with respect to the Facility and the assumption of any such future liability by Inland, including any remaining liability under the Lease Agreement.

Fred Parola then opened the hearing for comments from the floor for or against the proposed financial assistance proposed by the Agency.

There being no persons present, the hearing was closed at 9:45 a.m.

*Eddie M. Longo*

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Deputy Executive Director/CFO