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Via Email

Renuka.george@doj.ca.gov

Office of Attorney General
Healthcare Rights and Access, California Department of Justice
1300 I Street, 12th Floor
Sacramento, California 95814
Attention: Renuka George, Senior Assistant Attorney General, for Rob Bonta, Attorney General

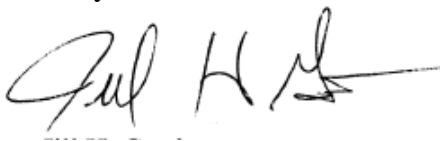
Re: Notice of Termination of Affiliation Agreement and Withdrawal of the Written Notice for the Proposed Affiliation of Beverly Community Hospital Association, Montebello Community Health Services, Inc., and Adventist Health System/West

Dear Ms. George:

This letter is provided in connection with the written notice and request for consent (the “Notice”) submitted on December 20, 2022 to the Office of the Attorney General (the “Attorney General”) of the proposed affiliation (the “Affiliation”) among Beverly Community Hospital Association d/b/a Beverly Hospital, a California nonprofit public benefit corporation (“Beverly”), Montebello Community Health Services, Inc., a California nonprofit public benefit corporation (“Montebello” and Beverly, the “Beverly Entities”), and Adventist Health System/West d/b/a Adventist Health, a California nonprofit religious corporation (“Adventist Health”).

As communicated through the parties’ discussions and correspondence with the Attorney General over the past several weeks, the Affiliation contemplated under the Affiliation Agreement is no longer viable due to the dire financial circumstances that the Beverly Entities are facing. Beverly Hospital does not have the resources to remain operational during the pendency of the Attorney General review, and it is unable to secure the necessary financing to do so without certainty regarding the outcome of potential conditions for sale. Thus, this letter serves as a notification that the parties have mutually terminated the Affiliation Agreement entered into by the parties on December 15, 2022, and accordingly, the Beverly Entities hereby withdraw the Notice from review by the Attorney General.

Sincerely,



Jill H. Gordon
Partner

JHG:ab