

Dated: Date of Initial Delivery
Due: May 15, as shown on inside cover

The \$115,010,000 Hospital Revenue Refunding Bonds (Bronson Healthcare Group, Inc.), Series 2016 (the "Bonds") are being issued by the City of Kalamazoo Hospital Finance Authority (the "Authority") pursuant to a Bond Trust Indenture dated as of October 1, 2016 (the "Bond Indenture") between the Authority and The Bank of New York Mellon Trust Company, N.A., as trustee (in such capacity, the "Bond Trustee"). The proceeds of the Bonds will be loaned to Bronson Healthcare Group, Inc. (the "Corporation"), Bronson Methodist Hospital ("Bronson Methodist") and Bronson Nursing and Rehabilitation Center ("Bronson Nursing") pursuant to a Hospital Loan Agreement dated as of October 1, 2016 (the "Loan Agreement") between the Authority and the Corporation, on its own behalf and on behalf of Bronson Methodist and Bronson Nursing, and as Obligated Group Agent on behalf of an Obligated Group (the "Obligated Group"). The proceeds of the sale of the Bonds will be used to (i) refund certain portions of the Authority's outstanding Hospital Revenue Bonds (Bronson Methodist Hospital), Series 2006, Hospital Revenue and Revenue Refunding Bonds (Bronson Methodist Hospital), Series 2010 and Hospital Revenue Bonds (Bronson Healthcare Group, Inc.), Series 2011 A (Tax-Exempt); and (ii) pay the costs of issuing the Bonds and costs incidental to the refunding. The Bonds are limited obligations of the Authority payable solely from payments to be made by the Obligated Group pursuant to the Loan Agreement and pursuant to Note No. 8 to be issued by the Corporation, as a Member and as Obligated Group Agent on behalf of the Obligated Group, under the Master Indenture (as described herein) and from other amounts held by the Bond Trustee under the Bond Indenture. As provided under the Bond Indenture, the Authority has pledged and assigned Note No. 8 and assigned its rights under the Loan Agreement (except for certain unassigned rights of the Authority) to the Bond Trustee as security for the Bonds. The Bonds and the interest thereon are special obligations of the Authority and do not constitute general obligations or debt of the Authority, the City of Kalamazoo or the State of Michigan or of any political subdivision thereof within the meaning of any constitutional, charter or statutory limitation. The Authority has no taxing power. Interest on the Bonds will be payable on each May 15 and November 15, commencing November 15, 2016. The Bonds are issuable as fully registered bonds and are registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds. Beneficial Owners will not receive certificates representing their ownership interest in the Bonds purchased. Payments of principal of and interest on the Bonds will be made by the Bond Trustee to DTC and will be made to Beneficial Owners by DTC Participants or Indirect Participants. See "THE BONDS - Book-Entry-Only System." The Bonds will be issued in denominations of \$5,000 or integral multiples thereof.

The Bonds are subject to optional, mandatory and extraordinary redemption prior to maturity as more fully described herein. This cover page contains certain information for quick reference only. It is not a summary of the issue. Investors must read the entire Official Statement to obtain information essential to the making of an informed investment decision. The Bonds are offered when, as and if issued and accepted by the Underwriter, subject to prior sale and to the approval of legality by Miller, Canfield, Paddock and Stone, P.L.C., Bond Counsel. Certain legal matters will be passed upon for the Underwriter by Peck, Shaffer & Williams, A Division of Dinsmore & Shohl LLP, and for the Corporation by its Senior Vice President, Legal and Legislative Relations, James B. Falahee, Jr., Esq. It is expected that the Bonds in definitive form will be available for delivery through the facilities of DTC on or about October 25, 2016.