

ADDITIONAL INQUIRIES

To Seller:

3. In response to question 11², you identified conflicts of interest, or apparent conflicts of interests, which were discussed at the Board's September 25, 2014, meeting. In respect to all aspects of the proposed transaction (including, but not limited to, the initial decision to seek affiliation with another entity and decisions relating to the disposition of charitable assets upon a sale), were any conflicts of interest (or apparent conflicts) identified at any Board meeting other than the September 25, 2014, meeting, at any committee meeting, or at any meeting of another subset of the Board, that involved any CMC Board member, officer, or key employee?

Response to Seller Question No. 3: Yes.

If so, fully explain the conflicts (or apparent conflicts), identify the director(s), officer(s), or employee(s) involved, and explain how the conflicts (or apparent conflicts) were addressed?

Response to Seller Question No. 3 (2nd part):

The same conflicts that were disclosed and identified at the September 25, 2014, Board meeting were recognized at the October 23, 2014, and November 20, 2014, Board meetings at which time motions were made and votes taken in connection with a potential gift to the University of Montana, and the creation of a new foundation (i.e. the Community Hospital Legacy Foundation) supporting the University of Montana Foundation. As a result of the conflicts identified in September, Board members Suzanne Peterson, Bill Johnston, and Barry Kenfield abstained from voting on the Community Hospital Legacy Fund proposal at the October 23, 2014, meeting; and Board members Bill Johnston and Barry Kenfield (Board member Suzanne Peterson was absent and did not participate or vote) abstained from voting on the gift to the University of Montana (through the University of Montana Foundation) at the November 20, 2014, meeting.

² This Question was submitted in our September 23, 2014, letter and responded to on October 31, 2014.