PIPER | SANDLER

August 31, 2026

Weekly Healthcare Market Update

John Henningsgard

CO-HEAD OF HEALTHCARE
MINNEAPOLIS

Keith Kleven

CO-HEAD OF HEALTHCARE
MINNEAPOLIS

Jeff Cohen

MANAGING DIRECTOR
ALBANY

Jeff Fivecoat

MANAGING DIRECTOR
COLUMBUS

Nessy Shems

MANAGING DIRECTOR
BOSTON

Todd Van Deventer

MANAGING DIRECTOR
KANSAS CITY

Frank Kaul

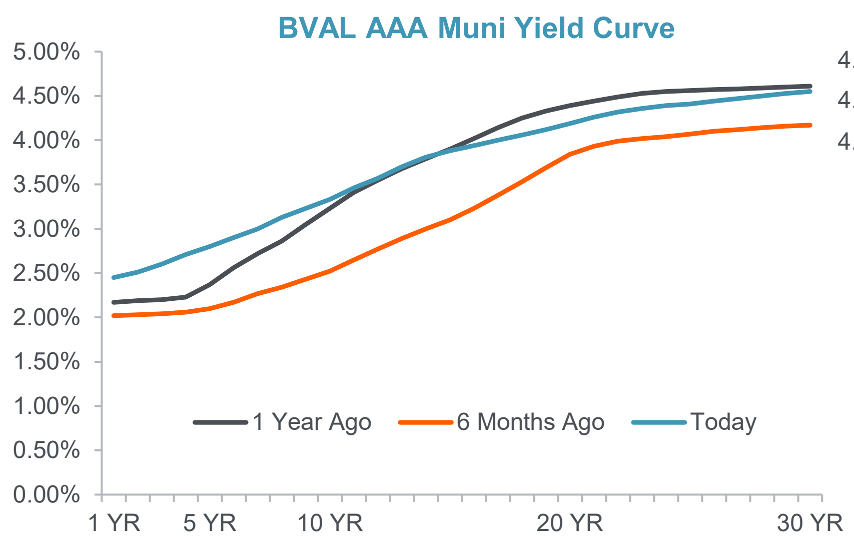
DIRECTOR
MINNEAPOLIS

Capital Markets Update

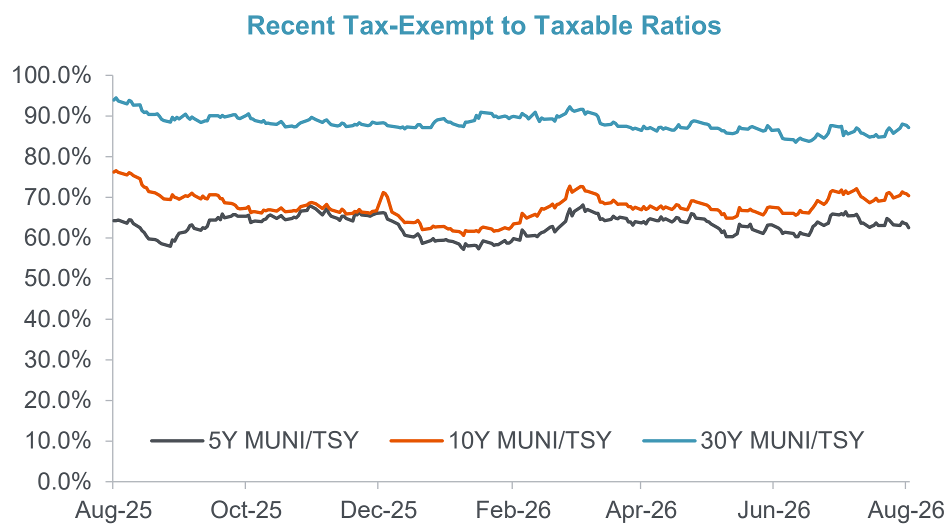
Market Commentary

The Treasury yield curve flattened last week, with the 2-year yield rising 10 basis points to 4.34% as Fed Chair Warsh's comments reinforced expectations for tighter monetary policy. Warsh emphasized that, although the economy remains resilient, inflation is still well above the Fed's 2% target. As a result, market participants are now pricing in approximately one and a half Fed rate hikes by year-end 2026. In contrast, the 30-year yield declined 5 basis points to 5.22%, supported by a sharp decline in oil prices and weaker consumer confidence data. Municipal yields increased modestly as the market absorbed heavy issuance and a higher-than-expected inflation reading. Municipal bond funds recorded $1.442 billion of inflows last week, up from $838 million the prior week. Negotiated issuance is expected to total approximately $9.6 billion this week. Over the weekend, U.S. forces struck Iranian rocket launchers near the Strait of Hormuz, pushing oil prices above $90 per barrel. The resulting increase in energy prices could place upward pressure on long-term yields this week. In addition to these developments, investors will focus on Friday's employment report and additional Fed commentary.

US Treasury Market			Tax-Exempt Market			Tax-Exempt to Taxable Ratios		
US Treasury	Current Yield	Weekly Change	BVAL "AAA" Muni Yield	Current Yield	Weekly Change	Muni / TSY Ratio	Current Ratio	Previous Week
1 Year	4.15%	12 bps	1 Year	2.45%	2 bps	5Y Muni / TSY	62.5%	63.2%
5 Year	4.48%	5 bps	5 Year	2.80%	0 bps	10Y Muni / TSY	70.4%	69.8%
10 Year	4.73%	-1 bps	10 Year	3.33%	2 bps	30Y Muni / TSY	87.2%	85.8%
20 Year	5.21%	-4 bps	20 Year	4.19%	5 bps			
30 Year	5.22%	-5 bps	30 Year	4.55%	3 bps			



Source: Bloomberg



Source: Bloomberg, Treasury.gov

Note: Rates as of August 28, 2026.

Healthcare Market Update

Pricings last week

Piper Sandler priced a new issue for Valley Medical Center (WA) last week.

Selected Healthcare Financings Priced the Week of 8/24/2026							
Borrower	Par Amount ($000s)	Rating (M/S/F)	Spread	Coupon/Yield	Maturity	Tax Status	Purpose
Valley Medical Center (WA)	$146,950	A2/NR/NR	0.57%	5.00% / 4.03%	2037	Tax-exempt	Refunding
SSM Health (MO)	$457,460	NR/A+/AA-	0.47%	5.00% / 3.78%	2036	Tax-exempt	New Money + Refunding
Adventist Healthcare (MD)	$425,260	NR/BBB/NR	0.68%	5.25% / 4.86%	2046	Tax-exempt	New Money + Refunding
Holland Community Hospital (MI)	$85,620	NR/A+/AA-	0.49%	5.00% / 3.55%	2034	Tax-exempt	New Money + Refunding
Total	**$1,115,290**						

Expected pricings this week

St. Charles Health System (OR) and Premier Health Partners (OH) are expected to be in the market this week.

Selected Healthcare Financings Expected the Week of 8/31/2026					
Borrower	Par Amount ($000s)	Rating (M/S/F)	Expected Pricing Date	Tax Status	Purpose
St. Charles Health System (OR)	$206,650	A2/A/NR	9/2	Tax-exempt	Refunding
Premier Health Partners (OH)	$187,470	A3/NR/A-	9/2	Tax-exempt	New Money + Refunding
Premier Health Partners (OH)	$153,195	A3/NR/A-	9/2	Taxable	New Money + Refunding
Infirmary Health System (AL)	$59,240	NR/A-/NR	9/1	Tax-exempt	Refunding
Total	**$606,555**				

Recent rating actions

Selected Moody's Rating Actions for the Week of 8/24		
Borrower	Rating (Outlook)	Note
Spartanburg Regional (SC)	A2 (Sta)	Rating Affirmed
Marshall Health Network (WV)	Ba1 (Sta)	Revised Stable
ECU Health (NC)	A2 (Sta)	Rating Affirmed

Selected S&P Rating Actions for the Week of 8/24		
Borrower	Rating (Outlook)	Note
Northwestern Memorial (IL)	AA+ (Sta)	Rating Affirmed
Meritus Health (MD)	A- (Sta)	Rating Affirmed
ECHD (TX)	BBB- (Sta)	Rating Affirmed

Selected Fitch Rating Actions for the Week of 8/24		
Borrower	Rating (Outlook)	Note
Sharp HealthCare (CA)	AA- (Pos)	Rating Affirmed
Beloit Health System (WI)	A (Sta)	Rating Affirmed
Stamford Health System (CT)	BBB+ (Sta)	Rating Affirmed

Note: Expected pricings based on the negotiated calendar released on Thursday, August 27.

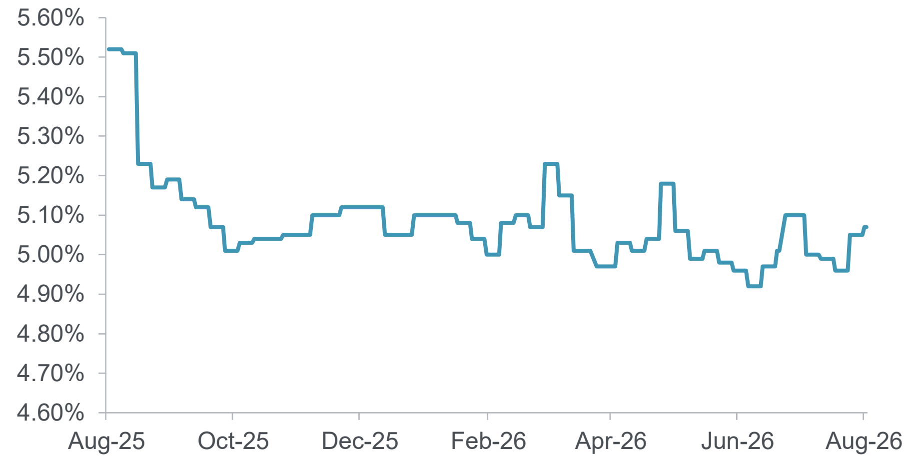
Rate Movements Last 12 Months

Long-term and short-term rates

Index	Current	Max	Min	Average
BBRBI	5.07%	5.52%	4.92%	5.08%
10Y Muni	3.33%	3.37%	2.52%	2.91%
10Y Treasury	4.73%	4.75%	3.88%	4.29%
SIFMA	2.28%	3.65%	1.28%	2.44%
SOFR	3.65%	4.51%	2.64%	3.78%
SIFMA/SOFR Ratio	62.5%	100.6%	35.0%	64.6%

Long-Term Rates

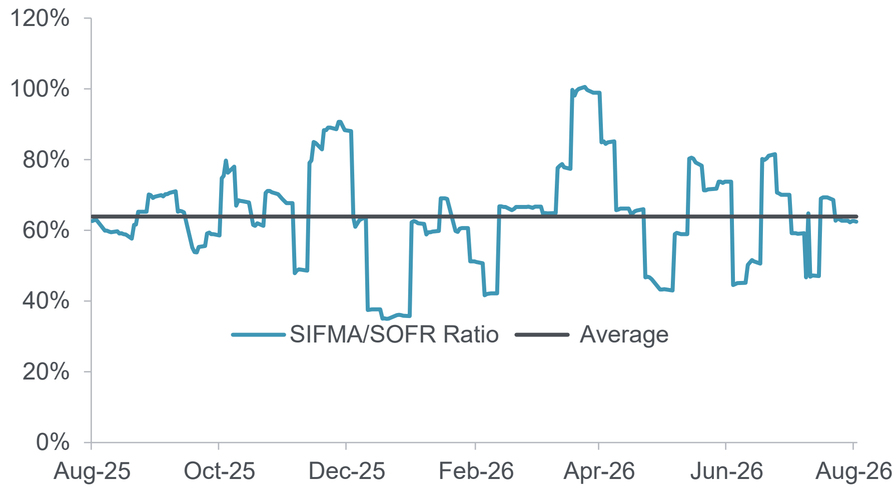
The Bond Buyer Revenue Bond Index



Source: Bond Buyer

Short-Term Rates

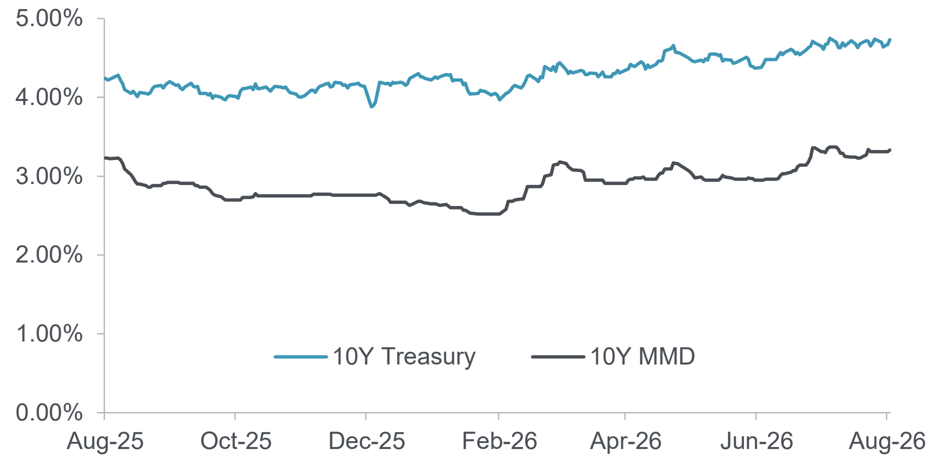
SIFMA/SOFR Ratio



Source: SIFMA, Bloomberg

Long-Term Rates

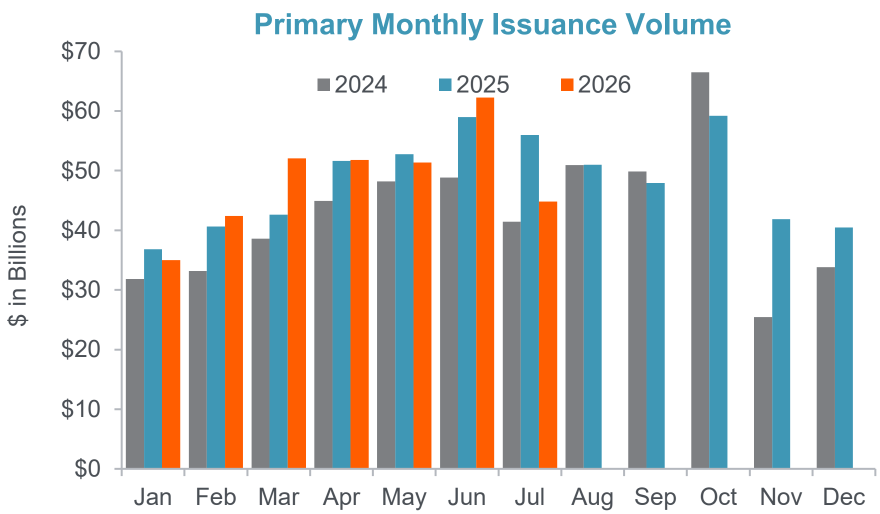
Tax-Exempt and Taxable Rates



Source: Treasury.gov, Bloomberg

Bond Buyer Revenue Bond Index (BBRBI) shows the average yield on a basket of 25 revenue bonds with 30-year maturities and an average rating equivalent to Moody's "A1" and S&P's "A+."
Bloomberg's BVAL AAA Callable Curve (Muni) is the yield curve of the highest-rated ("AAA" GO) municipal bonds.
SIFMA rate is a weekly short-term index comprised of tax-exempt variable rate bonds which serves as a benchmark floating rate.
Secured Overnight Financing Rate (SOFR) is a benchmark rate at which banks charge each other for short-term loans. SOFR is a replacement for LIBOR.

Municipal Bond Supply and Economic Calendar



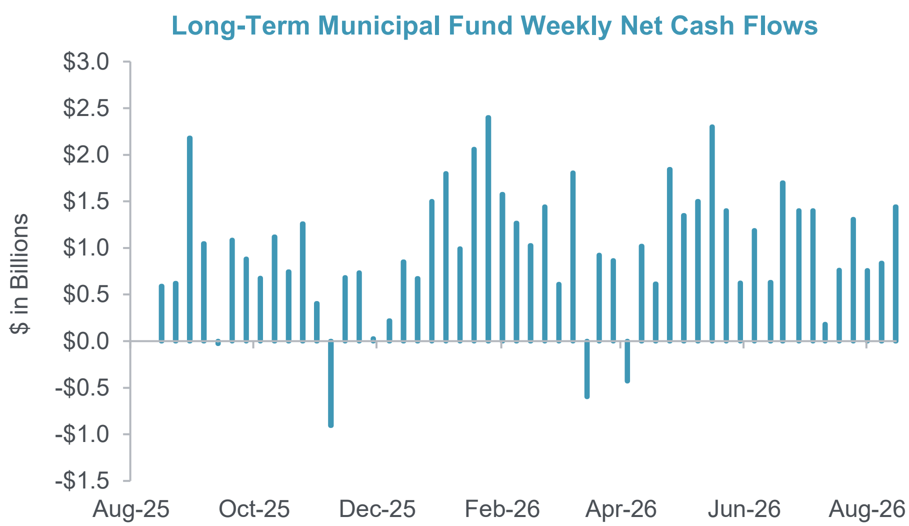
Source: Bond Buyer

Economic Outlook

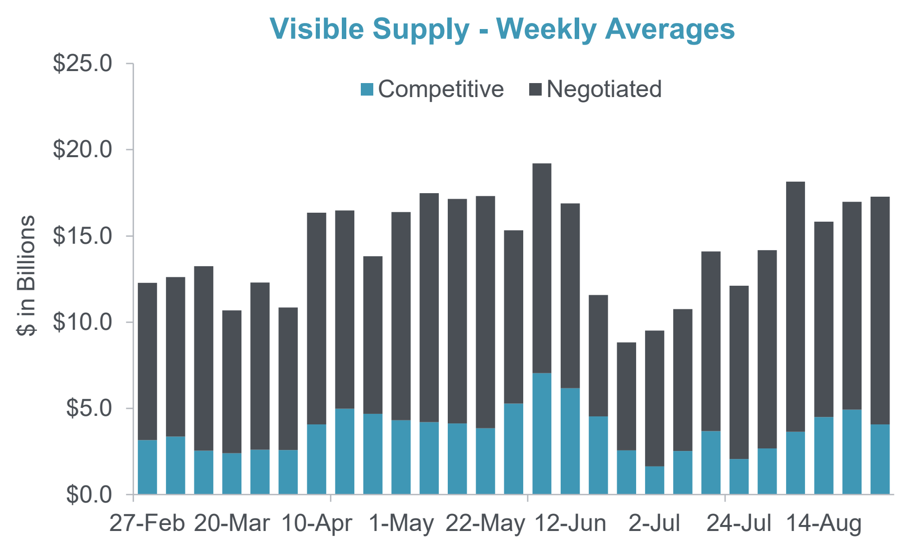
Monday, Aug 31	Tuesday, Sep 1	Wednesday, Sep 2
	ISM Manufacturing Index	EIA Petroleum Status Report
	JOLTS	ADP Employment Report
	Construction Spending	Factory Orders

Thursday, Sep 3	Friday, Sep 4	
Jobless Claims	Employment Situation	Reference Key
International Trade		Market Moving Indicator
Fed Balance Sheet		Merits Extra Attention

Source: Bloomberg.com



Source: Lipper



Source: Bond Buyer

Visible Supply reflects the dollar volume of bonds expected to reach the municipal market in the next 30 days.

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