

**SUPPLEMENTAL NOTICE CONCERNING RESULTS OF BID FOR  
AUCTION RATE SECURITIES  
DISTRICT OF COLUMBIA**

**Date: April 17, 2008**

**Securities: Frequency 7 Day (Wednesday)**

**CUSIP: 25484JAB6**

The District of Columbia has previously issued its \$49,975,000 aggregate principal amount Multimodal Revenue Bonds (American University Issue), Series 2006, Subseries 2006B dated August 16, 2006 (the "Bonds"), and loaned the proceeds of the Bonds to American University (the "University").

On April 14, 2008, American University filed a report of Material Development as a preliminary statement of American University's intent to bid on the Bonds and a Supplemental Notice supplementing the Report of Material Development. The purpose of this supplemental notice is to supplement the aforementioned notices with certain bid results.

**SUPPLEMENTAL NOTICE IS HEREBY GIVEN that:**

- (a) On Wednesday, April 16, 2008, American University submitted bids in the auction (the "Previous Auction") to purchase the entire principal amount of Bonds subject to auction. American University bid an interest rate of the then current SIFMA Index (as published by the Securities Industry and Financial Markets Association), which for the Previous Auction, was a rate of 1.80% for 350 shares. American University also submitted bids at 1.90% for 200 shares, and 2.00% for 155 shares. American University was able to purchase \$4,075,000 of the Bonds available during the Previous Auction, and now owns a total of \$36,425,000 of the Bonds. American University presently intends to submit Hold Orders in the auctions with respect to the Bonds it owns.
- (b) Attached hereto as Schedule A is certain information with respect to the Previous Auction.
- (b) Additional notices regarding this matter may be posted by the University.

**AMERICAN UNIVERSITY**

## SCHEDULE A

1. The amounts of Bonds for sale in the Previous Auction was \$925,000 in aggregate principal amount (Hold Orders were submitted for \$45,900,000).
2. The number of aggregate dollar amount of bids made as “hold at” or as “buy orders” in the Previous Auction was 9 bids with a dollar amount of \$32,275,000.
3. Upon current information, the University understands that the number of bids placed by bidders other than the current Broker Dealers, which are Morgan Stanley & Co. Incorporated (“Morgan Stanley”) and Lehman Brothers (“Lehman”), and other than the University was 6 bids totaling \$14,650,000.
4. The number, interest rate(s) and amounts of bids made by Morgan Stanley:
  - i. Number of Bids: 0
  - ii. Interest Rate(s): N/A
  - iii. Amount of Bids: 0
5. The number, interest rate(s) and amounts of bids made by Lehman:
  - i. Number of Bids: 0
  - ii. Interest Rate(s): N/A
  - iii. Amount of Bids: 0
6. The number, interest rate(s) and amounts of bids made by the University:
  - i. Number of Bids: 3
  - ii. Interest Rate(s): 1.80%, 1.90%, and 2.00%
  - iii. Amount of Bids: \$17,625,000
7. The clearing rate was 1.800%
8. The high, low and median bids received:
  - i. High: 6.000%
  - ii. Median: 3.500%
  - iii. Low: 1.800%

Also attached to this Schedule A is the Order Summary from Deutsche Bank Trust Company Americas, the Auction Agent for the Previous Auction (held April 16, 2008).

# Order Summary Report By Order Type

For securities auctioning 4/16/2008

**D.C. American University 2006 B    CUSIP: 25484JAB6    Code: AMRB    Deadline: 13:00    Winning rate: 1.800**

## Sell Orders

Broker		Order type	Shares Ordered	Shares Filled
Lehman Brothers	LEH	Sell	4	4
Morgan Stanley Inc.	MSI	Sell	1	1
Morgan Stanley Inc.	MSI	Sell	4	4
Morgan Stanley Inc.	MSI	Sell	15	15
Morgan Stanley Inc.	MSI	Sell	4	4
Morgan Stanley Inc.	MSI	Sell	9	9
<b>Subtotal:</b>			<u>37</u>	<u>37</u>

## Hold Orders

Broker		Order type	Shares Ordered	Shares Filled
Lehman Brothers	LEH	Hold	45	45
Morgan Stanley Inc.	MSI	Hold	1,791	1,791
<b>Subtotal:</b>			<u>1,836</u>	<u>1,836</u>

## Buy and Hold at Rate Orders

Broker		Order type	Rate	Shares Ordered	Shares Filled
Morgan Stanley Inc.	MSI	Buy	1.800	350	163
Morgan Stanley Inc.	MSI	Buy	1.900	200	0
Morgan Stanley Inc.	MSI	Buy	2.000	155	0
Morgan Stanley Inc.	MSI	Hold at Rate	3.500	5	0
Morgan Stanley Inc.	MSI	Hold at Rate	3.500	1	0
Morgan Stanley Inc.	MSI	Hold at Rate	4.450	120	0
Morgan Stanley Inc.	MSI	Buy	5.900	400	0
Morgan Stanley Inc.	MSI	Buy	6.000	30	0
Morgan Stanley Inc.	MSI	Buy	6.000	30	0
<b>Subtotal:</b>				<u>1,291</u>	<u>163</u>
<b>Total:</b>				<u>3,127</u>	<u>1,999</u>