

REPORT OF INDEPENDENT AUDITORS

Board of Trustees  
University of Notre Dame du Lac  
Notre Dame, Indiana

In our opinion, the accompanying consolidated statements of financial position and the related consolidated statements of changes in unrestricted net assets, changes in net assets and cash flows present fairly, in all material respects, the financial position of the University of Notre Dame du Lac (the "University") at June 30, 2007 and 2006, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the University's management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these statements in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe our audits provide a reasonable basis for our opinion.

As discussed in Notes 7 and 8, the University adopted the provisions of SFAS 158 "Employers' Accounting for Defined Benefit Pension and Other Postretirement Benefit Plans" at June 30, 2007 and changed its method of accounting for pension and other postretirement benefit obligations. Also, as discussed in Note 1, the University adopted the provisions of FASB Interpretation No. 47 at June 30, 2006 and changed its method of accounting for conditional asset retirement obligations.

The image shows a handwritten signature in cursive script that reads "PricewaterhouseCoopers LLP". The signature is written in dark ink and is positioned above the printed name of the firm.

Chicago, Illinois

November 20, 2007