

Via Facsimile and U.S. Mail  
Mail Stop 6010

June 26, 2007

Philip S. Chan  
Chief Financial Officer  
Dynacq Healthcare, Inc.  
10304 Interstate 10 East, Suite 369  
Houston, TX 77029

**Re: Dynacq Healthcare, Inc.  
Form 10-K for Fiscal Year Ended August 31, 2006  
Filed November 21, 2006  
File No. 000-21574**

Dear Mr. Chan:

We have completed our review of your Form 10-K and have no further comments at this time.

Sincerely,

Jim B. Rosenberg  
Senior Assistant Chief  
Accountant