

Event Notice
Dated May 8, 2008

Auction Results May 8, 2008

Issuer/Obligated Person: **Sisters of Mercy Health System (the “Corporation”)**

Issue to which this

Event Notice relates:

\$108,900,000 outstanding aggregate principal amount of Health and Educational Facilities Authority of the State of Missouri, Health Facilities Revenue Bonds (Sisters of Mercy Health System), Series 2004A, B, C (Short-Term Adjustable Rate Securities (STARSSM)) (the “Bonds”)

CUSIP Numbers:

Series 2004A: 60635R K71

Series 2004B: 60635R K89

Series 2004C: 60635R K97

Events Reported:

Most Recent Auction Results –May 8, 2008

Bonds Purchased by the Corporation in Auctions

In the auction for the Series 2004B Bonds on May 8, 2008, the Corporation purchased \$-0- principal amount of the Series 2004B Bonds in the auction.

As a result, the Corporation presently holds \$17,750,000 principal amount of the Series 2004A Bonds, \$21,175,000 of the Series 2004B Bonds, and \$30,775,000 of the Series 2004C Bonds.

Most Recent Auction Results

The Corporation has posted all auction results on the Sisters of Mercy web site at www.mercy.net under “Bond Auction Update” and will post all future auction results to the web site as soon as practicable after each auction.

The following table reflects the most recent auction results for the Series 2004B Bonds on May 8, 2008.

Series 2004B Bonds – May 8, 2008 Auction Results

Amount of Bonds Available for Sale in the Auction	\$0
Number of Bids Received	2
Amount of Bids Received	\$14,550,000
Number of Bids Received other than from Issuer, the Corporation or Brokers	1
Amount of Bids Received other than from Issuer, the Corporation or Brokers	\$200,000
Number of Bids by Brokers in the Auction	0
Amount of Bids by Brokers in the Auction	NA
Interest Rate Bid by Brokers in the Auction	NA
Number of Bids by the Corporation in the Auction	1
Amount of Bids by the Corporation in the Auction	\$14,350,000
Interest Rate Bid by the Corporation in the Auction	2.830%
Clearing Rate	.968%
Low Bid	2.830%
High Bid	10.000%
Median Bid	6.420%

Additional Bidding Information - Series 2004B Bonds:

Broker Name	Bid Rate (%)	E/P*	Principal Amount Bid
Bear Stearns & Co., Inc	2.830	P	\$ 14,350,000
Bear Stearns & Co., Inc.	10.000	P	200,000

* Existing or Potential

The information contained in this Event Notice has been submitted by the Corporation to report certain events and future plans of the Corporation with respect to the Bonds. Nothing contained in this Event Notice is, or should be construed as, a representation by the Corporation that the information included in this Event Notice constitutes all of the information that may be material to a decision to invest in, hold or dispose of any of the securities listed above, or any other securities of the Corporation.

For additional information, contact:

Jack Fox
Director of Treasury Services
Sisters of Mercy Health System
Phone: (314) 628-3642
Fax: (314) 628-3639
E-mail: fox1@mercy.net

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SISTERS OF MERCY HEALTH SYSTEM