

CAIN BROTHERS IS PLEASED TO ANNOUNCE:



Cain Brothers is representing Memorial Health Systems Corporation in negotiating the terms of the sale of substantially all of its assets to Community Health Systems

Memorial Health Systems Corporation ("MHS") is comprised of the 100-bed Memorial Hospital, the Surgical Center of York and other outpatient and ancillary services located in York County, Pennsylvania.

MHS retained Cain Brothers to assist management and the Board of Directors in the exploration of strategic alternatives through a competitive search process.

In addition to the purchase price, which is not being disclosed at this time, Community Health Systems

("CHS") has agreed to build a replacement hospital within five years of the closing date. The partnership with CHS will also allow MHS to recruit specialists at a quicker pace than if it had remained a stand-alone hospital.

The transaction is subject to customary federal and state regulatory approvals, including review and approval by the Attorney General of the Commonwealth of Pennsylvania.

If you would like more information about this transaction or Cain Brothers' tax-exempt M&A expertise, please contact:

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Cain Brothers is a leading investment banking firm that focuses exclusively on the health care industry. The firm's clients include investor-owned and tax-exempt providers, payors, health care information technology and medical technology companies and financial sponsors. The firm has one of the largest teams of experienced bankers and capital markets professionals on Wall Street dedicated to the health care industry. Operating out of offices across the country, Cain Brothers creates custom-tailored, market-based capital raising, M&A, real estate, and strategic and financial advisory solutions for its clients.

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