

UNITED STATES OF AMERICA FEDERAL TRADE COMMISSION WASHINGTON, D.C. 20580

Office of the Director Bureau of Competition

FEB 0 4 2009

Jeffrey S. Spigel, Esq. King & Spalding, LLP 1700 Pennsylvania Avenue, N.W. Washington, D.C. 20006

Re: St. Francis/Capella, File No. 051-0236

Dear Mr. Spigel:

The Commission has conducted an investigation involving a possible violation by Capella Healthcare Inc. of the Clayton Act and the Federal Trade Commission Act with regard to the sale of North Monroe Medical Center.

Upon further review of this matter, it now appears that no further action by the Commission is warranted at this time. Accordingly, the investigation has been closed. This action is not to be construed as a determination that a violation may not have occurred, just as the pendency of an investigation should not be construed as a determination that a violation has occurred. The Commission reserves the right to take such further action as the public interest may require.

Sincerely,

David P. Wales

Acting Bureau Director