

## Event Notice Dated March 18, 2008

**Issuer/Obligated Person:** Stowers Institute for Medical Research  
Stowers Institute for Resource Development, Inc.  
Stowers Medical Institute, Inc.  
Stowers Resource Management, Inc.  
(collectively, the “**Institutions**”)

**Issues to which this Event Notice relates:**

\$215,000,000 principal amount of Health and Educational Facilities Authority of the State of Missouri Medical Research Facilities Revenue Bonds (Stowers Institute for Medical Research), Series 2000 (Auction Rate Bonds) (the “**Series 2000 Bonds**”)

\$75,000,000 principal amount of Health and Educational Facilities Authority of the State of Missouri Medical Research Facilities Revenue Bonds (Stowers Institute for Medical Research), Series 2002 (Auction Rate Bonds) (the “**Series 2002 Bonds**”, and together with the Series 2000 Bonds, the “**Bonds**”)

**CUSIP Numbers:** Series 2000 Bonds: **60635H UV9**  
Series 2002 Bonds: **60635H VN6**

**Event Reported:** **Institutions to Bid for Auction Rate Bonds**

### Update to Prior Event Notices Given by the Institutions

This Event Notice updates the Event Notices submitted by the Institutions to the Nationally Recognized Municipal Securities Information Repositories on February 25, 2008, and March 16, 2008, regarding the intention of the Institutions to bid for the Series 2000 Bonds and the Series 2002 Bonds while they remain Auction Rate securities. The following matters are reported in this updated Event Notice:

- The Institutions did not bid in the auction for the Series 2000 Bonds on Tuesday, March 18, 2008, and will not bid on the Series 2002 Bonds on Wednesday, March 19, 2009 because all required consents to the amendment to the Auction Agreement described below have just been obtained and the additional information in this Event Notice is just being publicly disseminated on March 18, 2008.
- Until further notice, the Institutions will post all auction results on the Stowers Institute for Medical Research web site at [www.stowersinstitute.org](http://www.stowersinstitute.org) under “Institute News – Bond Auction Results,” which is a button that appears in the upper right corner of the home page for Stowers Institute. The auction results for the Series 2000 Bonds on March 11 and the Series 2002 Bonds on March 12 are available on that web site. The auction results for the auctions on March 17 and 18 and all future auctions for each series of Bonds will also be posted on the website as soon as practicable after each auction is completed.
- Additional information regarding the results of the auctions for the Bonds on March 11, and 12, 2008 is included below.

- The Clearing Rate for the Series 2000 Bonds on Tuesday, March 18 was 10.255%. The complete results of the March 18 auction and the results of the March 19 auction for the Series 2002 Bonds will be posted on the Stowers web site and included in a future Event Notice, expected to be available on Thursday, March 20.
- The Institutions intend to bid for the Series 2000 Bonds on Tuesday, March 25, 2008.
- The Institutions intend to bid for the Series 2002 Bonds in on Wednesday, March 26.
- The Institutions intend to bid in all future auctions for the Bonds until such time as the Institutions provide further notice that it will not be doing so.
- The Institutions are prepared to purchase any Bonds from any owner thereof at any time at a purchase price equal to par plus accrued interest.

The following information is a repeat or update of the information included in the Event Notice dated March 16, 2008.

### **Institutions to Bid for Series 2000 and 2002 Auction Rate Bonds**

The Institutions have determined that commencing with the auction for the Series 2000 Bonds on Tuesday, March 25, 2008 and the auction for the Series 2002 Bonds on Wednesday, March 26, 2008, or as soon thereafter as practicable, the Institutions will submit bids for all outstanding Bonds of each series. The Institutions will follow the following procedures relating to the bids to be submitted by the Institutions with respect to each series of Bonds. The Institutions will:

- (i) submit a bid for 100% of the outstanding Bonds of that series;
- (ii) submit a bid to purchase the Bonds based on (until further notice) one week LIBOR plus a spread of 0.50%;
- (iii) purchase any Bonds allocated to the Institutions in that auction with funds of the Institutions or one of their affiliated entities, including funds available under existing or future credit facilities; and
- (iv) purchase any Bonds from any beneficial owner thereof immediately after each auction, as described below under "Purchase of Bonds after Auction Date."

### **Purchase of Bonds after Auction Dates**

The Institutions will promptly purchase from any beneficial owner of either series of Bonds any Bonds held by that beneficial owner after the auction dates specified above at a purchase price equal to par plus accrued and unpaid interest thereon. If any beneficial owner of Bonds is unable to sell his, her or its Bonds in the auction for each series of Bonds specified above, or would like to sell his, her or its Bonds after the auction results for the two auctions are specified, the beneficial owner should contact their broker or the contact person for the Institutions listed at the end of this Event Notice.

The Institutions are prepared to purchase any Bonds from any owner thereof at any time at a purchase price equal to par plus accrued interest. Please contact the contact person listed at the end of this Event Notice if you would like the Institutions to purchase your Bonds.

## Institutions Bidding in Future Auctions

Until further notice given by the Institutions to the Nationally Recognized Municipal Securities Information Repositories, the Institutions intend to bid in all future auctions for each series of Bonds in accordance with the procedures described above, and will purchase any Bonds from any beneficial owners after each auction, as described above.

## Most Recent Auction Experience

The following tables reflect the most recent auction experience for the Series 2000 Bonds on March 11, 2008 and the Series 2002 Bonds on March 12, 2008. The Maximum Rate on the Bonds, while in the Auction Rate mode, is 12% per annum.

### Series 2000 Bonds – March 11, 2008 Auction Results

Amount of Bonds Available for Sale in the Auction	\$85,750,000
Number of Bids Received	7
Amount of Bids Received	\$260,400,000
Number of Bids Received other than from Issuer, the Institutions or Broker	6
Amount of Bids Received other than from Issuer, the Institutions or Broker	\$45,400,000
Number of Bids by Broker in the Auction	1
Amount of Bids by Broker in the Auction	\$215,000,000
Interest Rate Bid by Broker in the Auction	10.050%
Number of Bids by the Institutions in the Auction	0
Amount of Bids by Institutions in the Auction	\$0
Interest Rate Bid by the Institutions in the Auction	NA
Clearing Rate	10.050%
Low Bid	7.000%
High Bid	10.050%

### Additional Bidding Information – Series 2000 Bonds:

Broker Name	Bid Rate (%)	E/P*	Principal Amount Bid
J.P. Morgan Securities, Inc.	7.00	E	\$ 100,000
J.P. Morgan Securities, Inc.	8.00	P	2,000,000
J.P. Morgan Securities, Inc.	8.00	P	300,000
J.P. Morgan Securities, Inc.	8.25	E	3,000,000
J.P. Morgan Securities, Inc.	8.25	P	10,000,000
J.P. Morgan Securities, Inc.	10.00	E	30,000,000
J.P. Morgan Securities, Inc.	10.05	P	215,000,000

\* Existing or Potential

### Series 2002 Bonds – March 12, 2008 Auction Results

Amount of Bonds Available for Sale in the Auction	\$3,475,000
Number of Bids Received	3
Amount of Bids Received	\$100,000,000
Number of Bids Received other than from Issuer, the Institutions or Broker	2
Amount of Bids Received other than from Issuer, the Institutions or Broker	\$25,000,000
Number of Bids by Broker in the Auction	1
Amount of Bids by Broker in the Auction	\$75,000,000
Interest Rate Bid by Broker in the Auction	8.755%
Number of Bids by the Institutions in the Auction	0
Amount of Bids by Institutions in the Auction	\$0
Interest Rate Bid by the Institutions in the Auction	NA
Clearing Rate	8.755%
Low Bid	4.500%
High Bid	8.755%

#### Additional Bidding Information – Series 2002 Bonds:

Broker Name	Bid Rate (%)	E/P*	Principal Amount Bid
J.P. Morgan Securities, Inc.	4.500	E	\$23,700,000
J.P. Morgan Securities, Inc.	4.500	P	1,300,000
J.P. Morgan Securities, Inc.	8.755	P	75,000,000

\* Existing or Potential

#### Amendments to Auction Documents

The Institutions have obtained all required consents to an amendment to the Auction Agency Agreement for each series of Bonds, to permit the Institutions to submit bids to purchase the Series 2000 Bonds and the Series 2002 Bonds while bearing interest at an Auction Rate.

#### Additional Financial Information Concerning the Institutions

The Institutions have consolidated (unaudited) Unrestricted Net Assets in excess of \$1,601 million as of December 31, 2007. The following is summary balance sheet data for the Institutions as of December 31, 2005, 2006 and 2007. The information for the years ended December 31, 2005 and 2006 is derived from the audited financial statements of the Institutions. The Institutions will provide a paper or electronic copy, at no cost, to any person requesting a copy of the same. The audit of the financial statements for the year ended December 31, 2007, has not been completed, but is expected to be completed by April 2008. A copy of the audited 2007 financial statements will be provided, at no cost, to any person upon request, as soon as those financial statements are available.

Attached as **Exhibit A** to this Event Notice is a table that sets forth certain consolidated balance sheet information for the Institutions for the three years ended December 31, 2005, 2006 and 2007.

**The information contained in this Event Notice has been submitted by the Institutions to report certain events and future plans of the Institutions with respect to the Bonds. Nothing contained in this Event Notice is, or should be construed as, a representation by the Institutions 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 Institutions.**

**For additional information, contact:**

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Date Submitted: March 18, 2008.

**STOWERS INSTITUTE FOR MEDICAL RESEARCH**

**STOWERS INSTITUTE FOR RESOURCE  
DEVELOPMENT, INC.**

**STOWERS MEDICAL INSTITUTE, INC.**

**STOWERS RESOURCE MANAGEMENT, INC.**

**Exhibit A**  
**To Event Notice**  
**Stowers Institute for Medical Research**  
**Stowers Institute for Resource Development, Inc.**  
**Stowers Medical Institute, Inc.**  
**Stowers Resource Management, Inc.**  
**Selected Consolidated Balance Sheet Information**  
*(\$ in millions)*

	<b><u>12/31/2005</u></b>	<b><u>12/31/2006</u></b>	<b><u>12/31/2007</u></b>
Cash & Equivalents	\$ 0.8	\$ 1.9	\$ 4.0
Investment in Mutual Funds	425.8	467.0	568.4
Investment in Securities	<u>1,527.2</u>	<u>1,446.4</u>	<u>1,265.7</u>
Total Investments	1,953.0	1,913.4	1,834.2
Dividend rec./other assets	86.1	88.2	78.0
Property	<u>226.4</u>	<u>227.3</u>	<u>220.1</u>
Total assets	\$ 2,266.3	\$ 2,230.9	\$ 2,136.2
Accounts Payable and accrued exp.	7.0	8.2	10.6
Annuity Payable, short-term	30.0	30.0	30.0
Annuity Payable, long-term	223.2	213.9	204.5
Bonds Payable	290.0	290.0	290.0
<b>Net assets</b>			
Unrestricted	1,716.1	1,688.8	1,601.0
Temporarily restricted	0.02	0.02	0.02
<b>Total net assets</b>	<b><u>\$ 1,716.1</u></b>	<b><u>\$ 1,688.8</u></b>	<b><u>\$ 1,601.0</u></b>
Total Liabilities and net assets	\$ 2,266.3	\$ 2,230.9	\$ 2,136.2

*Note: totals reflect 12/31 balances for obligated entities only*