

CONFIDENTIAL

OMB APPROVAL
OMB Number: 3235-0006
Expires: December 31, 2009
Estimated average burden hours per form 22.6

CONFIDENTIAL TREATMENT REQUESTED
 UNITED STATES
 SECURITIES AND EXCHANGE COMMISSION
 Washington, DC 20549

13FCON P 11/13/08

Form 13F

CONFIDENTIAL TREATMENT EXPIRED

NON-PUBLIC

Form 13F COVER PAGE
 Report for the Calendar Year or Quarter Ended: 3/31/2008
 Check here if Amendment[]: Amendment Number: _____

This Amendment (Check only one):
 is a restatement
 adds new holdings entries.

RECEIVED
 MAY 15 2008
 OFFICE OF THE SECRETARY

Institutional Investment Manager Filing this Report:

Name: MICHAEL R. MURPHY
 Address: 191 NORTH WACKER DRIVE, CHICAGO, ILLINOIS 60606

Form 13F File Number 28- 11638

The institutional investment manager filing this report and the person by whom it is signed hereby represent that the person signing the report is authorized to submit it, that all information contained herein is true, correct and complete, and that it is understood that all required items, statements, schedules, lists, and tables, are considered integral parts of this form.

Person Signing this Report on Behalf of Reporting Manager:

Name: Mark Buckley
 Title: Associate
 Phone: 312-265-9600

Signature, Place, and Date of Signing:

[Signature]
Chicago, Illinois
(City, State)
5/14/2008
(Date)

Report Type (Check only one):

- 13F HOLDINGS REPORT. (Check here if all holdings of this reporting manager are reported in this report.)
- 13F NOTICE. (Check here if no holdings reported are in this report, and all holdings are reported by other reporting manager(s).)
- 13F COMBINATION REPORT. (Check here if a portion of the holdings for this reporting manager are reported in this report and a portion are reported by other reporting manager(s).)

List of Other Managers Reporting for this Manager.

NONE



CONFIDENTIAL

Form 13F Summary Page

Report Summary:

Number of Other Included Managers:
2

Form 13F Information Table Entry Total:
2

Form 13F Information Table Value Total:
\$ 7,968 (thousands)

List of Other Included Managers:

Provide a numbered list of the name(s) and Form 13F file number(s) of all institutional investment managers with respect to which this report is filed, other than the manager filing this report.

No.	Form 13F File Number	Name
<u>1</u>	<u>28-11635</u>	<u>DANIEL J. DONOGHUE</u>
<u>2</u>	<u>28-11637</u>	<u>DISCOVERY GROUP I, LLC</u>

CONFIDENTIAL

13F Information Table

3/31/2008

CONFIDENTIAL TREATMENT REQUESTED

COLUMN 1	COLUMN 2	COLUMN 3	COLUMN 4	COLUMN 5	COLUMN 6	COLUMN 7	COLUMN 8					
NAME OF ISSUER	TITLE OF CLASS	CUSIP	VALUE (X \$1000)	SHRS OR PRN AMT	SH/ PRN SH	PUT/ CALL	INVESTMENT DISCRETION SHARED-OTHER	OTHER MANAGERS	SOLE	SHARED	NONE	Voting Authority
BOOKS-A-MILLION INC	COM	098570104	3,445	394,218	SH		SHARED-OTHER	1, 2		394,218		
SXC HEALTH SOLUTIONS INC	COM	78505P100	4,523	380,755	SH		SHARED-OTHER	1, 2		380,755		
Total			7,968	774,973						774,973		