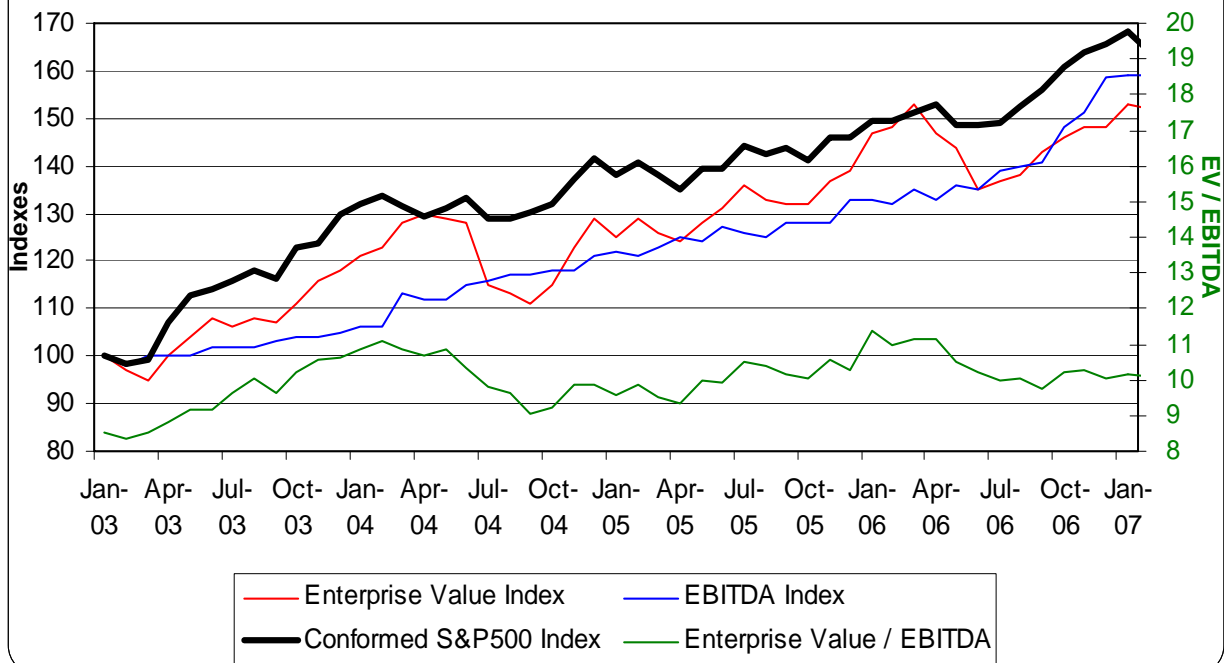


DISTRIBUTION NEWS

SW Distribution EV and EBITDA Indexes



MONTHLY STATS

KEY BENCHMARKS

Index	Price 01/31/07	Price 02/28/07	% Δ	YTD
Conformed S&P 500	168.1	164.4	(2.2%)	(0.8%)
SW Distribution EV	153.4	152.1	(0.8%)	3.9%
SW Distribution EBITDA	153.6	158.7	3.3%	4.8%

See Construction of the Indexes below.

**SW DISTRIBUTION EV INDEX
ONE MONTH
EV PERFORMANCE IN PERCENT**

Best 5 Company Tickers		Worst 5 Company Tickers	
IDGR	17.4%	BECN	(14.9%)
AVT	16.0%	LAWS	(12.4%)
NUCO	12.0%	PDCO	(11.1%)
CELL	10.6%	IFON	(11.0%)
HBP	9.7%	BLG	(8.8%)

■ **SW DISTRIBUTION INDEXES IN FEBRUARY**

- Enterprise Value (“EV”) Index decreased 0.8% to 152.1 from 153.4
- Cash Flow (“EBITDA”) Index increased 3.3% to 158.7 from 153.6
- Conformed S&P Index decreased 2.2% to 164.4 from 168.1
- Valuation Ratio (“EV/ EBITDA”) held steady at 10.1

■ **INDEX COMPANY VALLEY NATIONAL GASES TO BE REMOVED FROM THE INDEXES FOLLOWING ACQUISITION BY CAXTON-ISEMAN CAPITAL.**

Mergers & Acquisitions

- 2 Previously announced deals closed during February
- 2 Deals announced and closed during February
- 1 New deal announced but has not closed yet
- Below 4 month rolling average of 6.75 deals announced per month
- BLG abandoned its previously announced acquisition of Willis Roof Consulting
- Index company Valley National Gases (VLG) taken private

Earnings & Guidance

- 6 Strong earnings announced
- 9 Reasonably good earnings announced
- 9 Weak earnings announced
- 1 Index company raised guidance and 1 company affirmed guidance
- 2 Index companies re-released previously disclosed financial results
- Sharp y-o-y sales declines in BLDR (-22.5%), BLG (-25.7%), DW (-23.6%) and HBP (-12.6%)

Analysts & Ratings Agencies

- 7 Index companies receiving analyst upgrades
- 6 Index companies receiving analyst downgrades
- Analysts initiated coverage of 7 companies (3 at buy and 4 at hold)
- 1 Analyst increased estimates for the earnings of 1 index company, and 1 analyst decreased earnings estimates for another index company
- 2 Companies upgraded by ratings agencies
- 2 Index companies downgraded by ratings agencies (includes junior debt issued in connection to acquisition of VLG)
- 1 Index company's rating affirmed by both S&P and Moody's

Credit Markets

- 6 Index companies entered new credit agreements
- 1 Index company to restructure existing debt
- ABC and Kindred Healthcare have received regulatory clearance to combine their institutional pharmacy divisions into a new publicly traded company, but they have not yet obtained financing for the venture

Conclusions

- Slowing M&A activity
- Underwhelming earnings and sales announcements
- New credit appears available, but financing holding up ABC's spin-off of a division
- Housing-related companies showing effects of construction slowdown

Starshak Winzenburg & Co. does and seeks to do investment banking business with companies covered in this newsletter. As a result, readers should be aware that the firm may have a conflict of interest that could affect the objectivity of this report. See *Important Disclosures* below. If you have questions or comments about Distribution News, including requests for addition or deletion to the e-mail distribution list, please email info@swandco.com.

ABOUT THE SW DISTRIBUTION INDEXES

Construction of the Indexes

Each index is cap weighted based on the aggregate enterprise values and EBITDA for all of the index companies. The initial value of each index was set equal to 100 as of January 31, 2003, and each index was recomputed as of the last trading day of every month thereafter. Divisor adjustments were made to account for any company entering the indexes, in the case of an IPO after January 31, 2003 for example, and for any material acquisition or divestiture made by an index company after the start date of the indexes for which there was reported data available to us. As of June 30th, prior period SW Index values were restated based on an adjustment we made to reflect M&A transactions over the index period. All of the underlying financial data used to calculate the indexes and compile the news items have been provided by Bloomberg Financial Markets without any independent verification by us. Any errors, however, in making the index calculations are ours.

Company Selection Criteria and Categorization

The companies we selected for inclusion in the indexes and key financial metrics are listed in Appendix 1. The index companies are the 63 publicly held distribution companies based in the U.S. having an enterprise value of at least \$75 million on January 31, 2006 except that Hughes Supply and Valley National Gases were omitted from the indexes because of their acquisitions by Home Depot and Caxton-Iseman Capital. School Specialty, Inc. (SCHS) and Builders Firstsource, Inc. (BLDR) were added to the indexes as of May 31st. Advanced Marketing Services (MKTS) and Aviall (AVL) were deleted as of June 30 and September 30, respectively. Each index company was assigned to a category corresponding to its Global Industry Classification Standard Sector ("GICS").

SW Distribution EV Index

The SW Distribution EV Index tracks the aggregate enterprise value of the 63 selected distribution companies in the index as of the close of the last trading day in any month during the index period. Enterprise value ("EV") means market capitalization of a company's equity plus preferred stock plus total interest bearing debt (including capitalized leases) net of any cash. The aggregate EV for the entire group of index companies as of January 31, 2003 was assigned a base index value of 100. On the last trading day of every month thereafter, the index has been recalculated to reflect the corresponding changes in the components of aggregate EV, subject to any required divisor adjustments.

SW Distribution EBITDA Index

The SW Distribution EBITDA Index tracks the aggregate last twelve months of EBITDA reported by the 63 selected distribution companies in the index as of the close of the last trading day in any month during the index period. EBITDA means earnings before interest, taxes, depreciation and amortization, in certain cases adjusted by Bloomberg for items of income or expense thought to be non-recurring in nature. The aggregate EBITDA for the entire group of index companies as of January 31, 2003 was assigned a base index value of 100. On the last trading day of every month thereafter, the index has been recalculated to reflect the corresponding changes in the components of aggregate EBITDA, subject to any required divisor adjustments.

Graphing the Indexes and Conforming the S&P 500 Index

In order to illustrate the performance of each index over the index period, we plotted the successive monthly values for each index as a graph shown in the opening figure above. In order to show more clearly the SW Distribution Indexes in relation to the S&P 500 Index, we adjusted the S&P Index as of January 31, 2003 from its actual value of 856 to a conformed value of 100, and we made similar conforming adjustments to the actual S&P 500 Index for every month thereafter.

ABOUT STARSHAK WINZENBURG & CO.

Starshak Winzenburg & Co. is a private investment banking firm serving companies and not-for-profit entities since 1990. We provide valuation services in middle market M&A transactions, advise issuers in debt and equity offerings to institutional investors, and develop and implement solutions for early distress companies. The firm is a registered broker/dealer and a member of the NASD.

IMPORTANT DISCLOSURES

This newsletter does not provide investment advice, nor is it an offer to buy or sell or solicitation of any offer to buy or sell any security or to participate in any particular trading strategy. This newsletter was prepared by Starshak Winzenburg based on public information, and while we make every effort to use reliable, comprehensive information, we make no representation that it is accurate or complete, and we have no obligation to tell you when the information in this newsletter changes or to update this newsletter in any way.

Starshak Winzenburg does and seeks to do investment banking business with companies mentioned in this newsletter. We do not, however, engage in market making or specialized trading of securities of any company mentioned in this newsletter nor do we sell to or buy from customers the equity securities of any such company on a principal basis.

The trademarks and service marks contained in this newsletter are the property of their respective owners. Third-party data providers make no warranties or representations of any kind relating to the accuracy, completeness, or timeliness of the data they provide and shall not have liability for any damages of any kind relating to such data. GICS was developed by and is the exclusive property of Morgan Stanley & Co. Incorporated and S&P.

APPENDIX 1: DISTRIBUTION INDEX—MONTHLY SUMMARY OF INDEX COMPANIES

(in \$Millions, except multiples)

As of: Feb-07

Ticker	Name	Mkt Cap	Enterprise Value	LTM Sales	Sales Growth	Gross Margin	LTM EBITDA	EBITDA Margin	EV to LTM Sales	EV to LTM EBITDA	A/R Days	Inventory Turns	Inv. Days on Hand	Cash Cycle (Days)	Total Debt to EBITDA	# of Employees	LTM Sales (\$000's)	
Category: Consumer Discr																		
GPC	GENUINE PARTS CO	\$ 8,308	\$ 8,733	\$ 10,458	5.5%	31.3%	\$ 870	8.3%	0.8	10.0	42.1	3.2	113.1	107.5	0.6	32,000	\$ 327	
POOL	POOL CORP	\$ 1,780	\$ 2,030	\$ 1,910	6.2%	28.3%	\$ 180	9.4%	1.1	11.3	9.0	4.1	88.3	50.5	1.5	2,700	\$ 707	
LKQX	LKQ CORP	\$ 1,158	\$ 1,254	\$ 789	42.1%	45.3%	\$ 89	11.3%	1.6	14.1	20.5	3.8	96.4	103.0	1.1	3,370	\$ 234	
BLG	BUILDING MATERIALS HLDG CORP	\$ 606	\$ 892	\$ 3,245	-25.7%	22.4%	\$ 245	7.5%	0.3	3.6	36.2	12.2	29.9	47.1	1.5	17,000	\$ 191	
DW	DREW INDUSTRIES INC	\$ 621	\$ 670	\$ 729	-23.6%	21.1%	\$ 70	9.6%	0.9	9.5	12.9	6.3	58.3	46.4	0.8	4,541	\$ 161	
KEYS	KEYSTONE AUTOMOTIVE INDS INC	\$ 540	\$ 533	\$ 694	12.7%	44.7%	\$ 53	7.7%	0.8	10.0	31.5	2.9	126.0	129.6	-	3,761	\$ 184	
HDL	HANDLEMAN CO	\$ 154	\$ 234	\$ 1,341	9.4%	16.3%	\$ 8	0.6%	0.2	27.5	77.5	5.3	68.9	55.5	11.4	2,600	\$ 516	
ERS	EMPIRE RESOURCES INC	\$ 101	\$ 193	\$ 414	17.1%	7.7%	\$ 21	5.1%	0.5	9.1	48.2	4.5	81.5	101.1	4.4	50	\$ 8,288	
RENT	RENTRAK CORP	\$ 158	\$ 130	\$ 106	11.7%	30.8%	\$ 10	9.4%	1.2	13.0	61.6	509.1	0.7	(32.1)	0.1	201	\$ 528	
CRFT	CRAFTMADE INTERNATIONAL INC	\$ 87	\$ 112	\$ 113	-7.2%	31.4%	\$ 11	10.0%	1.0	9.9	61.5	3.7	99.0	126.6	1.8	131	\$ 862	
Count = 10	Category Trimmed Mean	\$ 640	\$ 742	\$ 1,154	4.0%	28.3%	\$ 85	8.4%	0.8	10.9	39.3	5.4	79.4	79.7	1.5	4,288	\$ 444	
Category: Consumer Staples																		
SYI	SYSCO CORP	\$ 20,336	\$ 22,021	\$ 33,888	7.5%	19.3%	\$ 1,944	5.7%	0.6	11.3	26.4	16.1	22.6	24.4	1.0	49,600	\$ 683	
SVU	SUPERVALU INC	\$ 7,681	\$ 17,101	\$ 31,746	127.0%	20.1%	\$ 1,659	5.2%	0.5	10.3	8.0	11.4	31.9	12.3	5.8	56,000	\$ 567	
AOI	ALLIANCE ONE INTERNATIONAL I	\$ 806	\$ 1,702	\$ 2,127	-10.9%	14.3%	\$ 188	8.9%	0.8	9.0	42.1	2.8	132.6	162.6	4.9	5,400	\$ 394	
UNFI	UNITED NATURAL FOODS INC	\$ 1,266	\$ 1,445	\$ 2,572	11.2%	18.9%	\$ 109	4.2%	0.6	13.3	23.2	7.5	48.4	50.7	1.8	4,500	\$ 572	
PFGC	PERFORMANCE FOOD GROUP CO	\$ 1,031	\$ 968	\$ 5,827	2.7%	13.3%	\$ 102	1.7%	0.2	9.5	13.0	16.5	22.1	16.0	0.1	7,000	\$ 832	
NAFC	NASH FINCH CO	\$ 402	\$ 753	\$ 4,632	-2.1%	8.7%	\$ 76	1.6%	0.2	9.9	15.0	15.9	22.9	19.9	4.6	n/a	n/a	
SPTN	SPARTAN STORES INC	\$ 510	\$ 625	\$ 2,264	12.7%	19.4%	\$ 70	3.1%	0.3	8.9	6.8	16.4	22.2	10.7	1.8	7,500	\$ 302	
Count = 7	Category Trimmed Mean	\$ 2,259	\$ 4,394	\$ 9,408	6.4%	17.1%	\$ 427	4.0%	0.4	10.0	17.1	13.5	29.6	24.6	2.8	21,667	\$ 558	
Category: Energy																		
SII	SMITH INTERNATIONAL INC	\$ 8,175	\$ 10,105	\$ 7,334	30.6%	32.0%	\$ 1,230	16.8%	1.4	8.2	69.5	4.0	92.1	123.2	0.9	14,697	\$ 499	
Count = 1	Category Trimmed Mean	\$ 8,175	\$ 10,105	\$ 7,334	30.6%	32.0%	\$ 1,230	16.8%	1.4	8.2	69.5	4.0	92.1	123.2	0.9	14,697	\$ 499	
Category: Healthcare																		
CAH	CARDINAL HEALTH INC	\$ 28,065	\$ 29,249	\$ 85,487	12.6%	6.3%	\$ 2,651	3.1%	0.3	11.0	16.9	11.0	33.2	11.2	1.1	55,000	\$ 1,554	
MCK	MCKESSON CORP	\$ 16,460	\$ 15,429	\$ 92,170	3.9%	4.5%	\$ 1,490	1.6%	0.2	10.4	25.4	10.5	34.9	16.8	0.7	26,400	\$ 3,491	
ABC	AMERISOURCEBERGEN CORP	\$ 9,966	\$ 9,934	\$ 63,275	14.1%	3.6%	\$ 891	1.4%	0.2	11.1	17.6	12.7	28.7	6.9	1.4	13,200	\$ 4,794	
HSIC	HENRY SCHEIN INC	\$ 4,589	\$ 4,813	\$ 5,153	11.6%	28.7%	\$ 370	7.2%	0.9	13.0	42.1	6.7	54.1	58.0	1.4	11,000	\$ 468	
PDCO	PATTERSON COS INC	\$ 4,645	\$ 4,708	\$ 2,754	4.0%	34.7%	\$ 353	12.8%	1.7	13.3	44.0	7.4	49.3	64.3	0.8	6,440	\$ 428	
OMI	OWENS & MINOR INC	\$ 1,328	\$ 1,756	\$ 5,534	35.9%	10.8%	\$ 132	2.4%	0.3	13.3	29.4	8.9	40.9	37.4	3.3	3,700	\$ 1,496	
PSSI	PSS WORLD MEDICAL INC	\$ 1,397	\$ 1,495	\$ 1,722	8.2%	28.5%	\$ 100	5.8%	0.9	14.9	45.2	7.0	52.4	53.2	1.5	3,214	\$ 536	
Count = 7	Category Trimmed Mean	\$ 7,411	\$ 7,328	\$ 32,441	10.1%	15.8%	\$ 647	4.0%	0.5	12.4	31.7	8.9	42.1	35.3	1.2	12,148	\$ 1,509	

APPENDIX 1: DISTRIBUTION INDEX—MONTHLY SUMMARY OF INDEX COMPANIES

(in \$millions, except multiples)

As of: Feb-07

Ticker	Name	Mkt Cap	Enterprise Value	LTM Sales	Sales Growth	Gross Margin	LTM EBITDA	EBITDA Margin	EV to LTM Sales	EV to LTM EBITDA	A/R Days	Inventory Turns	Inv. Days on Hand	Cash Cycle (Days)	Total Debt to EBITDA	# of Employees	LTM Sales (\$000's)	
Category: Industrials																		
GWW	WW GRAINGER INC	\$ 6,512	\$ 6,160	\$ 5,884	5.1%	40.0%	\$ 697	11.8%	1.0	8.8	33.7	4.4	83.7	83.9	0.0	17,074	\$ 345	
FAST	FASTENAL CO	\$ 5,333	\$ 5,303	\$ 1,809	16.8%	50.2%	\$ 354	19.5%	2.9	15.0	39.6	2.2	165.5	190.5	-	10,415	\$ 174	
WCC	WESCO INTERNATIONAL INC	\$ 3,570	\$ 4,665	\$ 5,321	11.3%	20.4%	\$ 394	7.4%	0.9	11.8	39.3	7.6	48.0	38.5	3.0	7,100	\$ 749	
MSM	MSC INDUSTRIAL DIRECT CO-A	\$ 2,852	\$ 3,042	\$ 1,424	35.9%	46.4%	\$ 257	18.0%	2.1	11.8	41.0	2.8	130.3	148.9	0.8	3,607	\$ 395	
AXE	ANIXTER INTERNATIONAL INC	\$ 2,268	\$ 3,026	\$ 4,939	26.5%	24.3%	\$ 372	7.5%	0.6	8.1	65.9	4.6	78.9	100.9	2.2	7,500	\$ 658	
USTR	UNITED STATIONERS INC	\$ 1,665	\$ 1,767	\$ 4,547	1.0%	16.6%	\$ 276	6.1%	0.4	6.4	25.2	5.6	64.7	50.0	0.4	6,000	\$ 758	
B	BARNES GROUP INC	\$ 1,176	\$ 1,567	\$ 1,260	19.0%	36.7%	\$ 159	12.6%	1.2	9.8	50.2	4.5	82.0	75.2	2.7	6,666	\$ 189	
WSO	WATSCO INC	\$ 1,400	\$ 1,406	\$ 1,801	-6.9%	25.7%	\$ 147	8.1%	0.8	9.6	37.8	4.8	76.1	80.8	0.4	3,200	\$ 563	
SCHS	SCHOOL SPECIALTY INC	\$ 786	\$ 1,198	\$ 1,077	-0.3%	42.8%	\$ 109	10.1%	1.1	11.0	21.8	4.7	77.0	71.0	3.8	2,800	\$ 385	
IBI	INTERLINE BRANDS INC	\$ 683	\$ 1,098	\$ 1,068	29.8%	38.3%	\$ 116	10.9%	1.0	9.5	43.7	3.6	101.7	109.3	3.6	n/a	n/a	
BECN	BEACON ROOFING SUPPLY INC	\$ 730	\$ 1,055	\$ 1,541	11.9%	24.2%	\$ 122	7.9%	0.7	8.7	38.2	7.4	49.6	55.7	3.0	2,641	\$ 583	
AIT	APPLIED INDUSTRIAL TECH INC	\$ 1,054	\$ 1,045	\$ 1,966	3.5%	27.2%	\$ 142	7.2%	0.5	7.4	40.2	6.6	55.2	71.7	0.5	4,683	\$ 420	
BLDR	BUILDERS FIRSTSOURCE INC	\$ 622	\$ 848	\$ 2,239	-22.5%	26.2%	\$ 169	7.5%	0.4	5.0	35.4	12.2	30.0	41.5	1.9	n/a	n/a	
KAMN	KAMAN CORP	\$ 549	\$ 611	\$ 1,206	7.1%	27.5%	\$ 70	5.8%	0.5	8.7	55.3	3.9	94.4	110.6	1.1	3,712	\$ 325	
PKOH	PARK-OHIO HOLDINGS CORP	\$ 207	\$ 562	\$ 1,027	9.8%	13.7%	\$ 76	7.4%	0.5	7.4	63.2	4.3	85.5	99.1	4.9	3,400	\$ 302	
LAWS	LAWSON PRODUCTS INC	\$ 334	\$ 313	\$ 518	13.0%	60.9%	\$ 36	6.9%	0.6	8.8	43.1	2.6	141.4	166.7	-	1,630	\$ 318	
RELL	RICHARDSON ELEC LTD	\$ 150	\$ 266	\$ 656	6.4%	24.3%	\$ 20	3.0%	0.4	13.5	62.7	4.2	87.0	112.2	6.5	1,268	\$ 517	
DXPE	DXP ENTERPRISES INC	\$ 155	\$ 181	\$ 255	57.2%	27.9%	\$ 20	7.7%	0.7	9.3	41.4	7.0	51.9	62.8	1.5	448	\$ 570	
HBP	HUTTIG BUILDING PRODUCTS INC	\$ 127	\$ 167	\$ 1,103	-12.6%	18.7%	\$ 2	0.2%	0.2	79.4	25.4	9.1	40.1	34.7	21.8	2,146	\$ 514	
IDGR	INDUSTRIAL DISTRIBUTION GRP	\$ 122	\$ 142	\$ 548	1.2%	22.1%	\$ 13	2.4%	0.3	10.7	50.6	7.3	50.0	57.8	1.5	1,300	\$ 421	
Count = 20	Category Trimmed Mean	\$ 1,034	\$ 1,272	\$ 1,623	9.4%	29.1%	\$ 147	8.0%	0.7	9.6	42.1	5.2	74.1	81.5	1.9	4,028	\$ 451	
Category: Information																		
AVT	AVNET INC	\$ 5,407	\$ 6,180	\$ 14,766	3.5%	13.0%	\$ 658	4.5%	0.4	9.4	65.0	8.2	44.5	60.2	1.8	10,900	\$ 1,355	
ARW	ARROW ELECTRONICS INC	\$ 4,706	\$ 5,608	\$ 13,577	18.0%	15.0%	\$ 686	5.0%	0.4	8.2	67.6	7.2	50.4	64.7	1.8	12,000	\$ 1,131	
CDWC	CDW CORP	\$ 4,866	\$ 4,515	\$ 6,785	13.5%	15.8%	\$ 450	6.6%	0.7	10.0	40.0	22.6	16.1	37.1	0.0	5,500	\$ 1,234	
IM	INGRAM MICRO INC-CL A	\$ 3,293	\$ 3,469	\$ 31,357	11.3%	5.4%	\$ 482	1.5%	0.1	7.2	37.7	12.1	30.1	23.9	1.1	13,700	\$ 2,289	
TECD	TECH DATA CORP	\$ 2,030	\$ 2,057	\$ 20,850	6.8%	4.7%	\$ 238	1.1%	0.1	8.7	38.3	12.8	28.5	30.1	0.7	8,200	\$ 2,543	
SCSC	SCANSOURCE INC	\$ 712	\$ 816	\$ 1,771	27.1%	10.2%	\$ 74	4.2%	0.5	11.0	58.9	7.4	49.5	57.4	1.4	916	\$ 1,934	
CELL	BRIGHTPOINT INC	\$ 612	\$ 576	\$ 2,425	7.4%	6.2%	\$ 61	2.5%	0.2	9.5	29.8	8.8	41.4	21.9	0.3	1,683	\$ 1,441	
BELM	BELL MICROPRODUCTS INC	\$ 208	\$ 528	\$ 3,279	4.4%	7.6%	\$ 38	1.2%	0.2	13.9	44.8	9.5	38.3	47.4	7.9	1,827	\$ 1,794	
NUHC	NU HORIZONS ELEC CORP	\$ 179	\$ 226	\$ 731	26.1%	15.3%	\$ 23	3.1%	0.3	9.9	53.2	5.8	63.3	96.1	2.3	659	\$ 1,110	
IFON	INFOSONICS CORP	\$ 61	\$ 66	\$ 241	74.1%	18.5%	\$ 4	1.6%	0.3	17.5	68.6	22.8	16.0	61.8	5.5	28	\$ 8,603	
Count = 10	Category Trimmed Mean	\$ 2,076	\$ 2,224	\$ 8,023	14.3%	11.0%	\$ 253	2.9%	0.3	10.1	50.7	11.1	37.4	47.8	1.9	5,211	\$ 1,715	

APPENDIX 1: DISTRIBUTION INDEX—MONTHLY SUMMARY OF INDEX COMPANIES

(in \$millions, except multiples)

As of: Feb-07

Ticker	Name	Mkt Cap	Enterprise Value	LTM Sales	Sales Growth	Gross Margin	LTM EBITDA	EBITDA Margin	EV to LTM Sales	EV to LTM EBITDA	A/R Days	Inventory Turns	Inv. Days on Hand	Cash Cycle (Days)	Total Debt to EBITDA	# of Employees	LTM Sales Employee (\$000's)	
Category: Materials																		
RS	RELIANCE STEEL & ALUMINUM	\$ 3,448	\$ 4,503	\$ 5,743	80.6%	25.2%	\$ 690	12.0%	0.8	6.5	32.9	6.6	54.9	67.8	1.6	5,600	\$ 1,025	
ARG	AIRGAS INC	\$ 3,239	\$ 4,156	\$ 3,073	12.1%	45.2%	\$ 463	15.1%	1.4	9.0	17.8	6.9	52.6	44.0	1.9	10,300	\$ 298	
RYI	RYERSON INC	\$ 902	\$ 1,933	\$ 5,909	8.5%	14.5%	\$ 233	3.9%	0.3	8.3	47.3	4.9	74.7	96.1	4.6	5,800	\$ 1,019	
ANDE	ANDERSONS INC/THE	\$ 741	\$ 950	\$ 1,458	20.7%	14.3%	\$ 79	5.4%	0.7	12.0	26.4	4.6	78.8	53.5	2.4	1,224	\$ 1,191	
MYE	MYERS INDUSTRIES INC	\$ 596	\$ 788	\$ 863	-16.0%	27.9%	\$ 95	11.1%	0.9	8.3	50.3	6.4	57.2	74.4	2.4	n/a	n/a	
CAS	CASTLE (A.M.) & CO	\$ 490	\$ 731	\$ 1,083	28.2%	28.8%	\$ 97	8.9%	0.7	7.6	50.3	4.6	79.1	81.2	2.5	1,604	\$ 675	
NUCO	NUCO2 INC	\$ 388	\$ 419	\$ 124	11.2%	53.6%	\$ 35	28.2%	3.4	12.0	38.0	193.8	1.9	(8.6)	0.9	700	\$ 177	
VLG	VALLEY NATIONAL GASES INC	\$ 260	\$ 332	\$ 220	0.6%	51.4%	\$ 38	17.1%	1.5	8.8	43.1	7.9	46.0	40.3	1.8	748	\$ 294	
Count = 8	Category Trimmed Mean	\$ 1,059	\$ 1,496	\$ 2,073	13.6%	32.2%	\$ 168	11.6%	1.0	9.0	39.7	6.2	60.7	60.2	2.1	2,995	\$ 662	
Index Totals																		
Count = 63	High	\$ 28,065	\$ 29,249	\$ 92,170	127.0%	60.9%	\$ 2,651	28.2%	3.4	79.4	77.5	509.1	165.5	190.5	21.8	56,000	\$ 8,603	
	Low	\$ 61	\$ 66	\$ 106	-25.7%	3.6%	\$ 2	0.2%	0.1	3.6	6.8	2.2	0.7	(32.1)	-	28	\$ 161	
	Median	\$ 902	\$ 1,198	\$ 1,966	11.2%	22.4%	\$ 122	7.2%	0.6	9.9	40.0	6.9	52.6	57.8	1.5	4,500	\$ 567	
	Trimmed Mean	\$ 1,777	\$ 2,049	\$ 3,564	11.0%	23.3%	\$ 216	6.7%	0.6	10.2	39.4	7.3	58.4	62.5	1.9	5,656	\$ 741	

APPENDIX 2: FEBRUARY DAILY DIARY

Date	Ticker	Company	Summary of News Items
2/05/07	ABC	AmerisourceBergen	Expects to close on the previously announced transaction with Kindred Healthcare, Inc during the second quarter of 2007. The two companies plan to spin off their institutional pharmacy divisions into an independent, publicly traded company, which will be named PharMerica Corporation. The agreement was previously expected to be completed by March 31. The companies have received regulatory clearance, but not yet obtained finance.
2/16/07	ABC	AmerisourceBergen	Declared a dividend of 5 cents per share on common stock.
2/28/07	ABC	AmerisourceBergen	Moody's upgraded AmerisourceBergen's outlook from "stable" to "positive".
2/07/07	ANDE	The Andersons	Announced that it expects to exceed its previously released earnings guidance of \$1.90 to \$2.10. The year-end audit is not yet completed.
2/08/07	ANDE	The Andersons	Released financial results for the 4th quarter and year 2006. For the quarter, sales were \$463 million, a 20.5% increase from the 4th quarter of 2005, net income was \$13.8 million, a 10.2% decrease, and diluted EPS \$0.76. For the year, sales were \$1.46 billion, a 12.4% increase, net income was \$36.3 million, a 39.3% increase, and diluted EPS \$2.19.
2/12/07	ANDE	The Andersons	Analyst Farha Aslam of Stephens Inc downgraded The Andersons from "overweight" to "equalweight".
2/13/07	ANDE	The Andersons	Analyst Charlie Rentschler of Wall Street Access downgraded The Andersons from "buy" to "hold", with a price target of \$45 per share.
2/28/07	ANDE	The Andersons	Announced a quarterly cash dividend of \$0.0475 per share.
2/08/07	AOI	Alliance One International	Released financial results for their 3rd quarter, ended Dec. 1. Sales for the quarter were \$458 million, a 10.9% decrease from the 3rd quarter of 2005, with a net loss of \$23.7 million, a slight decrease from last year. Diluted loss per share was \$0.12.
2/28/07	AOI	Alliance One International	Announced a private offering of \$150 million in unsecured senior notes due 2012. The company intends to use the proceeds to repay its existing senior secured term loans. Alliance One also announced that it will rework the existing senior secured credit facility.
2/23/07	ARG	Airgas, Inc	Unveiled three products to control gas stream purity in gas chromatography to at least 99.9999%.
2/26/07	ARG	Airgas, Inc	Announced that it will increase prices, rents, and service charges on packaged and bulk gasses, effective April 1 or as contracts permit.
2/07/07	ARW	Arrow Electronics	Signed a distribution agreement with Luminary Micro to market their microcontroller products in India.
2/22/07	ARW	Arrow Electronics	Released financial information for the 4th quarter and year 2006. For the quarter, sales were \$3.49 billion, an 18% increase, net income was \$128 million, and diluted EPS \$1.04. For the year, sales were 13.6 billion and net income \$388 million, increasing by 21% and 53% respectively, and diluted EPS \$2.09. These results include a number of factors that make comparison with previously published guidance difficult.
2/05/07	AVT	Avnet	Signed a distribution agreement with CAO Group to distribute CAO's high brightness LED devices and solid state illumination in North America.
2/08/07	AVT	Avnet	Expanded its distribution agreement with Amphol to include more of their connector and cable products.
2/12/07	AVT	Avnet	Signed a distribution agreement with Lowry Computer Products, to expand their catalog of identification and data collection systems.
2/13/07	AVT	Avnet	Will distribute Utimaco's security encryption products in the United States and Canada.
2/14/07	AVT	Avnet	Named John E. Paget to be global president of its Technology Solutions division.
2/15/07	AVT	Avnet	Signed a distribution agreement with AMETEK Pittman, Inc. Avnet will market their PITTMAN brand niche motors.
2/27/07	AVT	Avnet	Merrill Lynch raised its estimate on AVT from \$36 to \$45.
2/12/07	AXE	Anixter International	Announced that it intends to offer \$275 million in Convertible Senior notes; the company will use the proceeds to purchase \$100 million worth of its common stock. Fitch Ratings assigned the notes a "BB-" rating.

APPENDIX 2: FEBRUARY DAILY DIARY

Date	Ticker	Company	Summary of News Items
2/15/07	B	Barnes Group	Released financial results for the 4th quarter and year 2006. For the quarter, net sales were \$328 million, a 19% increase, and net income was \$18.5 million, a 91% increase. For the year, net sales increased 14% to \$1.26 billion, and net income increased 36% to \$73.8 million. Diluted EPS were \$0.34 for the quarter and \$1.39 for the year.
2/15/07	B	Barnes Group	Declared a quarterly dividend of \$0.125 per share.
2/26/06	B	Barnes Group	Announced the acquisition of Di-Dro Manifold systems product line from Di-Dro Manifold systems. Terms were not disclosed.
2/08/07	BECN	Beacon Roofing Supply	Released financial results for its 1st quarter ended Dec. 31. Sales were \$380.2 million, a 11.9% increase from the last 1 st quarter, but net income fell to \$8.805 million, a 31.8% decrease. Diluted EPS were \$0.20.
2/13/07	BECN	Beacon Roofing Supply	StarMine expects Beacon to revise down or fall short of their earnings targets; StarMine forecasts EPS of \$0.05.
2/13/07	BECN	Beacon Roofing Supply	Analyst Robert Kelly of Sidoti & Company took up coverage of Beacon, rating it "buy" with a price target of \$23 per share.
2/06/07	BELM	Bell Microproducts	Subsidiary Total Tec signed a partnership agreement with Sand Technology to provide customers with hardware and software for advanced data management.
2/26/07	BLDR	Builders FirstSource	Analyst Trey Grooms of Stephens Inc. upgraded Builders FirstSource from "equalweight" to "overweight".
2/26/07	BLDR	Builders FirstSource	Analyst Michael Cox of Piper Jaffray & Co. took up new coverage of Builders FirstSource, rating it "outperform" with a price target of \$23 per share.
2/09/07	BLG	Building Materials Holding Corporation	Called off its proposed acquisition of Willis Roof Consulting.
2/05/07	BLG	Building Materials Holding Corporation	Announced financial results for the 4th quarter and year 2006. For the quarter, sales were \$608 million, a 26% decrease from the 4th quarter of 2005. Net income was \$4.5 million, down significantly from the \$33.5 million last year. EPS were \$0.15, compared to \$1.13. For the year, sales increased by 11% over 2005 to \$3.2 billion, but net income decreased 21% to \$102.1 million. EPS were \$3.45, down 96 cents from 2005. The company attributed the 4th quarter slowness to the contracting housing market.
2/06/07	CAH	Cardinal Health	Reached an agreement with the Food and Drug Administration over the manufacture and sale of its Alaris SE pumps. Cardinal researched appropriate corrective action after finding that the pumps could possibly over-dose patients.
2/14/07	CAH	Cardinal Health	Signed a distribution agreement with Abaxis to distribute their blood analysis systems to health care providers in the United States.
2/26/07	CAH	Cardinal Health	Unveiled a new application to streamline point-of-care technology and monitoring through a single interface.
2/09/07	CDWC	CDW Corp.	Announced that sales for the month of January increased 11.9% over last year; average daily sales were \$27.4 million.
2/12/07	CDWC	CDW Corp.	Upgraded from "market perform" to "strong buy" by Raymond James analyst Brian Alexander, with a price target of \$75 per share.
2/14/07	CDWC	CDW Corp	Was named to CRO magazine's list of "100 Best Corporate Citizens".
2/06/07	CELL	Brightpoint	Reported financial results for the 4th quarter and year 2006. For the quarter, revenue increased 7% from last year to \$677.2 million, net income was \$9.7 million, a 9% increase. Diluted EPS came to \$0.19, up \$0.01 from last year. For the year, revenue was \$2.4 billion, a 13% increase, net income was \$35.6 million, up from \$10.4 million in 2005, with diluted EPS of \$0.70, compared to \$0.21. The company handled 53.5 million wireless devices, a 27% increase from 2005.
2/06/07	CELL	Brightpoint	Signed a distribution agreement with D-Link to distribute their Internet Protocol communications and network solutions, especially to small and medium businesses.
2/19/07	CELL	Brightpoint	Announced a new \$165 million five-year senior secured revolving credit facility led by Banc of America Securities LLC.
2/19/07	CELL	Brightpoint	Announced an agreement to acquire all the outstanding stock of Dangaard Telecom A/S for \$308 million. Both Boards of Directors have approved the acquisition, which may be completed by June or July.

APPENDIX 2: FEBRUARY DAILY DIARY

Date	Ticker	Company	Summary of News Items
2/20/07	CELL	Brightpoint	CIBC World Markets analyst Ittai Kidron upgraded Brightpoint from "sector perform" to "sector outperform".
2/20/07	CELL	Brightpoint	Lazard Capital Markets analyst Christin Armacost upgraded Brightpoint from "hold" to "buy". The price target is \$15 per share.
2/21/07	CELL	Brightpoint	S&P revised its outlook on Brightpoint from "stable" to "negative".
2/26/07	CELL	Brightpoint	Analyst William Choi of Jefferies upgraded Brightpoint from "hold" to "buy", with a price target of \$15 per share.
2/07/07	CRFT	Craftmade International	Released financial results for its 2nd quarter, ended Dec. 31. Net sales fell to \$26.6 million, an 11.6% decrease, net income was \$1.50 million, and diluted earnings per share were \$0.29.
2/13/07	DW	Drew Industries	Released financial results for the 4th quarter and year 2006. For the quarter, net sales were \$138 million, a 24% decrease from the last 4th quarter, and net income decreased 61% to \$3.65 million. Diluted EPS were \$0.17. For the year, net sales were \$729 million, a 8% increase over 2005, net income decreased 7% to \$31.0 million, and diluted EPS were \$1.42.
2/23/07	DW	Drew Industries	Analyst Ivan Feinseth of Matrix USA downgraded Drew Industries from "strong buy" to "buy".
2/16/07	DXPE	DXP Enterprises	Analyst Richard Nelson of J Giordano Securities rated DXP Enterprises "hold" in new coverage. The price target is \$36.50 per share.
2/09/07	GPC	Genuine Parts Co.	Analyst Ivan Feinseth of Matrix USA downgraded Genuine Parts from "strong buy" to "buy".
2/19/07	GPC	Genuine Parts Co.	Increased the regular quarterly dividend from \$1.35 to \$1.46.
2/20/07	GPC	Genuine Parts Co.	Released financial results for the 4th quarter and year 2006. For the quarter, sales increased 6% to \$2.54 billion, net income was \$119 million, a modest increase, and diluted EPS were \$0.70. For the year, sales were \$10.5 billion, a 7% increase, net income was \$475.4 million, a 9% increase, and diluted EPS \$2.76.
2/01/07	GWW	W.W. Grainger	Announced that its 2007 product catalog will advertise 23,000 new items, a 20% increase over last year.
2/07/07	GWW	W.W. Grainger	Re-released per-share financial results, after miscalculating the number of outstanding common shares. For the 4th quarter ended Dec. 31, EPS are \$1.13, and for the full year, \$4.24.
2/12/07	GWW	W.W. Grainger	Announced that sales for the month of January grew by 8% over January 2006, in part due to an increase in seasonal products demanded by the cold weather.
2/06/07	HBP	Huttig Building Products	Released financial results for the 4th quarter and year ended December 31, 2006. For the quarter, sales were \$231.1 million, down 13% from the 4th quarter of 2005, with a net loss for the quarter of \$4.1 million, and diluted earnings per share (\$0.21). For the year, sales were \$1.103 billion, with a net operating loss of \$4.1 million, and diluted EPS (\$0.38). The results were within the company's previously stated expectations for the year.
2/20/07	HBP	Huttig Building Products	Will close a distribution center in New York, citing a downturn in the housing market.
2/06/07	IM	Ingram Micro	Announced plans to open an office in Johannesburg, South Africa, together with MB Technologies Ltd. The office will distribute computer components, and will serve South Africa, Ethiopia, and Liberia.
2/15/07	IM	Ingram Micro	Released financial results for the 4th quarter and year 2006. For the quarter, net sales were \$8.85 billion, an 11% increase, and net income was \$91.7 million, a 8.7% increase. For the year, net sales increased 8.8% to \$31.4 billion, and net income increased 23% to \$266 million. Diluted EPS were \$0.53 for the quarter and \$1.56 for the year.
2/01/07	KAMN	Kaman Corp.	The rating of Kaman's unsecured revolving credit facility was affirmed at a stable BBB- by Standard & Poor's Rating Services.
2/21/07	KAMN	Kaman Corp.	Declared a regularly quarterly dividend of \$0.125 per share of common stock.
2/07/07	KEYS	Keystone Automotive	Rated "market perform" in new coverage by Raymond James analyst Samuel Darkatsh.
2/14/07	KEYS	Keystone Automotive	Analyst Ivan Feinseth of Matrix USA upgraded Keystone Automotive from "hold" to "buy".

APPENDIX 2: FEBRUARY DAILY DIARY

Date	Ticker	Company	Summary of News Items
2/27/07	LKQX	LKQ Corporation	Released results for the 4th quarter and year 2006. For the quarter, revenues were \$204 million, a 42% increase over that period a year ago, and net income was \$10.2 million, a 23% increase. For the year, revenues were \$789 million, a 44% increase, and net income was \$44.4, a 44% increase. Diluted EPS were \$0.18 for the quarter and \$0.80 for the year.
2/06/07	MCK	McKesson Corp.	Signed a \$15 million agreement to supply Baton Rouge General Medical Center, a community hospital, with technology, file access, and automation services.
2/26/07	MCK	McKesson Corp.	Closed on the acquisition of Physician Micro Systems, Inc. Terms were not disclosed.
2/26/07	MCK	McKesson Corp.	Unveiled the Red Hat Enterprise Healthcare Platform, an open-source healthcare service.
2/27/07	MCK	McKesson Corp.	Will settle a lawsuit with shareholders of D&K Healthcare Resources, acquired by McKesson in 2005, for \$18.7 million. The settlement will not affect 4th quarter results as the company had already set aside funds for the settlement.
2/27/07	MCK	McKesson Corp.	Announced plans to sell \$1 billion in Senior notes. The proceeds will be used to pay for the acquisition of Per-Se Technologies in November. Fitch Ratings gave the proposed notes a BBB+ rating. McKesson's outlook was affirmed by S&P and Moody's.
2/28/07	MCK	McKesson Corp.	Sold \$1 billion of its previously announced notes.
2/01/07	MYE	Myers Industries	Closed on the previously announced sale of the European segment to LINPAC Materials Handling, for \$96.4 million.
2/08/07	MYE	Myers Industries	Declared a regular dividend of \$0.0525 per share.
2/23/07	MYE	Myers Industries	Released results for the 4th quarter and year 2006. Net sales were \$194 million for the last quarter and \$780 million for the year, 1.7% and 5.8% increases respectively; net income for the quarter was \$10.7 million, a 23% increase, but a net loss of \$72.4 million for the year, due to losses from discontinued operations. Diluted EPS were \$0.31 for the quarter and diluted loss per share for the year was \$2.07.
2/27/07	MYE	Myers Industries	Analyst Ivan Feinseth of Matrix USA downgraded Myers Industries from "hold" to "sell."
2/14/07	NAFC	Nash Finch	Analyst Karen Howland of Lehman Brothers downgraded Nash Finch from "overweight/neutral" to "equalweight" with a price target of \$32 per share.
2/27/07	NAFC	Nash Finch	Declared a regular quarterly dividend of \$0.18 per share of common stock.
2/02/07	NUHC	Nu Horizons Electronics	Entered a new \$150 million secured revolving credit agreement. Citibank is the Administrative Agent; 8 banks are involved in the syndicate.
2/05/07	NUHC	Nu Horizons Electronics	Announced a distribution agreement with P.A. Semi to distribute their BRWficient family of microprocessors on 4 continents.
2/28/07	NUHC	Nu Horizons Electronics	Signed a distribution agreement with Supermicro, Inc to market all Supermicro's computer hardware products in North America.
2/01/07	OMI	Owens & Minor	Increased its borrowing capacity in an existing credit facility with Bank of America from \$250 million to \$350 million.
2/05/07	OMI	Owens & Minor	Analyst Joel M. Ray of Davenport & Co upgraded Owings & Minor from "neutral" to "buy".
2/22/07	PDCO	Patterson Companies	Released financial results for their 3rd quarter. Sales were \$709 million, a 4% increase from the 3rd quarter last year, net income was \$58.6 million, up 8%, and diluted EPS was \$0.39.
2/27/07	PFGC	Performance Food Group	Released results for the 4th quarter and year 2006. For the quarter, net sales were \$1.48 billion, a 2.7% increase, but net earnings fell 29% to \$12.9 million. For the year, sales were \$5.83 billion, a 1.8% increase, and net earnings fell 82% to \$42.8 million. Diluted EPS were \$0.37 for the quarter and \$1.25 for the year.
2/09/07	POOL	Pool Corporation	Announced a new mortgage brokerage service to help their customers finance their swimming pools.
2/14/07	POOL	Pool Corporation	Reported financial results for the 4th quarter and year 2006. For the quarter, net sales were \$318 million, a 6% increase over last year, but the net loss for the quarter was \$5.00 million. For the year, net sales increased 23% to \$1.37 billion, and net income increased 18% to \$95.0 million. Diluted EPS for the quarter were (\$0.10) and for the year \$1.74.

APPENDIX 2: FEBRUARY DAILY DIARY

Date	Ticker	Company	Summary of News Items
2/06/07	RENT	Rentrak	Released financial results for its 3rd quarter ended Dec. 31, 2006. Revenues increased 12% from last year to \$26.8 million. Operating income was \$1.5 million, and net income \$0.10 per diluted share.
2/06/07	RENT	Rentrak	Announced six new networks have subscribed to its OnDemand Essentials VOD measurement system, as well as three new MSO partners, Armstrong, Elijah Telephone, Inc, and Wide Open West.
2/09/07	RENT	Rentrak	Re-released certain 3rd quarter financial results. Due to a one-time adjustment, earnings were reduced by \$0.02 per share.
2/05/07	RS	Reliance Steel & Aluminum	Closed on the previously announced acquisition of the Edmonton, Alberta based Encore Group of companies. Terms were not disclosed.
2/15/07	RS	Reliance Steel & Aluminum	Released financial results for the 4th quarter and year 2006. For the quarter, net sales were \$1.57 billion, an 80% increase, and net income was \$74.6 million, a 23% increase. For the year, net sales increased 71% to \$5.74 billion, and net income increased 73% to \$354 million. Diluted EPS were \$0.98 for the quarter and \$4.92 for the year. The company thanked increased demand for metals and their acquisitions for the increases, and expected 2007 profits to be even higher. Shares gained in trading following these announcements.
2/14/07	RYI	Ryerson Inc.	Released financial results for the 4th quarter and year 2006. For the quarter, net sales were \$1.41 billion, an 8.5% increase over last year, giving a net loss of \$4.4 million, compared to a net income of \$6.3 million last year, and diluted EPS were (\$0.17). For the year, net sales increased 2.2% to \$5.91 billion, but net income fell 27% to \$71.6 million, with diluted EPS \$2.50.
2/15/07	RYI	Ryerson Inc.	Harbinger Capital Partners, Ryerson's largest investor, requested a change in the company's directors, noting that its financial performance seems to be worsening.
2/16/07	RYI	Ryerson Inc.	S&P cut Ryerson's rating from "BB-" to "B+" due to its lackluster performance.
2/13/07	SCHS	School Specialty	Reported 3rd quarter financial results. Revenues were \$132 million, level with the last 3rd quarter, leading to a net loss of \$18.8 million, a significantly smaller loss than last year. This is traditionally the industry's weakest quarter. Diluted EPS were (\$0.88).
2/26/07	SCSC	ScanSource, Inc	Named Motorola's "Enterprise Mobility Distributor of the Year".
2/07/07	SII	Smith International	Increased its quarterly dividend to \$0.10 per share.
2/06/07	SPTN	Spartan Stores	Analyst Ivan Feinseth of Matrix USA downgraded Spartan Stores from "buy" to "hold".
2/07/07	SPTN	Spartan Stores	Analyst Ivan Feinseth of Matrix USA upgraded Spartan from "hold" to "buy".
2/06/07	SVU	SuperValu	Announced that it is putting Redbox DVD Rental Kiosks in its grocery stores.
2/08/07	SVU	SuperValu	Declared a regular quarterly dividend of \$0.165 per share.
2/14/07	SVU	SuperValu	Announced that it will consolidate its distribution centers in Pennsylvania and Maryland to one facility in Lancaster, PA, and work to further automate that existing facility.
2/20/07	SVU	SuperValu	Morgan Stanley took up coverage of SuperValu, rating it "equalweight".
2/21/07	SVU	SuperValu	Supervalu provided guidance for its 2008 diluted earnings per share at \$2.58 to \$2.77. The company affirmed its guidance for 2007 at \$2.34 to \$2.41.
2/26/07	SVU	SuperValu	Analyst Edward J. Kelly of Credit Suisse rated SuperValu "outperform" in new coverage. The price target is \$48 per share.
2/12/07	SYI	Sysco Corp	Analyst Ivan Feinseth of Matrix USA upgraded Sysco Corp. from "hold" to "buy".
2/01/07	TECD	Tech Data Corp	Announced a joint venture with Brightstar Corp. to enter the European wireless market. The two corporations have 50% ownership each of the new company, named Brightstar Europe Limited. Finalization of the agreement is expected soon.
2/06/07	TECD	Tech Data Corp	Analyst Ivan Feinseth of Matrix USA upgraded Tech Data from "hold" to "buy".
2/12/07	TECD	Tech Data Corp	Signed a distribution agreement with Crescendo Networks, to distribute Crescendo's acceleration products nationwide.

APPENDIX 2: FEBRUARY DAILY DIARY

Date	Ticker	Company	Summary of News Items
2/13/07	TECD	Tech Data Corp	Will market Motion Computing tablet PCs and accessories to resellers.
2/20/07	TECD	Tech Data Corp	Signed a distribution agreement with ABREVITY to market their information classification to businesses of all sizes.
2/20/07	UNFI	United Natural Foods	Reported financial results for its 2nd quarter, ended January 27. Net sales were \$668.5 million, an 11% increase, net income \$10.9 million, and diluted EPS \$0.25.
2/15/07	USTR	United Stationers	Released financial results for the 4th quarter and year 2006. For the quarter, net sales were \$1.11 billion, a modest increase, and net income was \$33.6 million, up 43%. For the year, net sales increased 6% to \$4.55 billion, and net income increased 36% to \$132 million. Diluted EPS were \$1.10 for the quarter and \$4.21 for the year.
2/6/07	VLG	Valley National Gases	Rated B1 by Moody's Investors Service in connection with its acquisition by Caxton-Iseman Capital. Moody's also assigned a Ba3 rating to VLG's \$215 million first lien credit facilities and a B3 rating to its \$75 million second lien term loan. The rating outlook is stable.
2/7/07	VLG	Valley National Gases	Rated a stable outlook by S&P, with a "B" corporate rating.
2/22/07	VLG	Valley National Gases	S&P revised its bank loan and recovery ratings. The bank loan was lowered to B from B+ and the recovery rating was revised to 2 from 1 reflecting a change to the bank loans stripping all proposed maintenance financial covenants from the first- and second-lien debt. The second-lien was increased from \$75 million to \$90 million; its rating remained CCC+.
2/28/07	VLG	Valley National Gases	CashFlowNews.com reported that VLG's free cash flow for the quarter ended December 31, 2006 was \$4.6 million, a 169% increase over the same quarter of 2005. For calendar year 2006, free cash flow was \$21 million, a 38% increase over 2005.
2/28/07	VLG	Valley National Gases	Announced completion of acquisition by Caxton-Iseman Capital for \$27.00 per share plus the assumption of debt (\$304 million total). The company was delisted from the American Stock Exchange upon the completion of the transaction.
2/01/07	WCC	Wesco International	Announced results for the 4th quarter and year 2006. In the 4th quarter of 2006, consolidated net sales increased to \$1.376 billion, up 11.3% over the 4th quarter of 2005, and net income increased 45% to \$58 million. Diluted earnings per share were \$1.10. For the year, net sales increased to \$5.321 billion, up 20.3% from 2005, net income more than doubled from \$104 million to \$217 million, and diluted EPS were \$4.14. The Board of Directors also authorized a stock repurchase program of up to \$400 million; Standard & Poor's Rating Services held its rating and outlook of Wesco at BB- and Stable.
2/13/07	WSO	Watsco	Reported financial results for the 4th quarter and year 2006. For the quarter, revenues fell 31% from the 4th quarter of 2005 to \$387 million, and net income fell 18% to \$11.5 million. For the year, revenue grew 7% to 1.80 billion, and net income grew 18% to \$82 million. Diluted earnings per share were \$0.42 cents for the quarter and \$2.96 for the year.
2/26/07	WSO	Watsco	Analyst Michael Cox of Piper Jaffray & Co. took up new coverage of Watsco, rating it "market perform" with a price target of \$58 per share.
2/27/07	WSO	Watsco	Increased its quarterly cash dividend from \$0.25 to \$0.33 cents per share.