

## PJSC LEVERAGED COMPANY WATCHLIST

*December 21, 2006*

*A bi-weekly update of leveraged companies which have significantly changed in equity value or volatility. Coupled with size parameters utilized by PJSC, equity market cap changes of the indicated magnitudes historically anticipate opportunity. Companies highlighted in Orange are new additions, Yellow 10%+ weekly decliners, Blue 15%+ weekly gainers. Decliners and Gainers are segregated into two lists, reflected in pale yellow and blue backgrounds, respectively. A detailed explanation of PJSC methodology follows PJSC's Leveraged Company Watchlist.*

## PJSC LEVERAGED COMPANY WATCHLIST

*DECLINERS (WEEKLY 10%+ ↓)*

*December 21, 2006*

Company	Industry	Enterprise Value (\$mm)	EBITDA (\$mm)	Total Debt / EBITDA	Common Stock % Change			Volatility % Change
					2 Weeks	1 Month	LTM	
Mills Corp.	Retail REITs	\$7,081.0	\$427.3	10.3 x	(8.7) %	(5.7) %	(53.2) %	(57.6) %
Sirius Satellite Radio Inc.	Broadcasting and Cable TV	5,971.1	(583.2)	NM	(3.9)	(6.0)	(44.1)	(30.2)
XM Satellite Radio Holdings Inc.	Broadcasting and Cable TV	5,137.7	(293.1)	NM	2.2	3.6	(46.7)	(23.9)
Abitibi-Consolidated Inc.	Paper Products	4,535.2	666.9	5.2	6.9	0.4	(41.2)	14.5
Keops A/S	Real Estate Management and Development	2,835.6	118.7	21.4	(17.2)	(20.9)	(21.5)	7.2
Centennial Communications Corp.	Wireless Telecommunication Services	2,830.5	344.0	6.2	3.7	17.6	(53.7)	(64.4)
WCI Communities Inc.	Homebuilding	2,824.6	294.5	7.0	(3.7)	(5.5)	(32.4)	(32.3)
Spectrum Brands, Inc.	Household Products	2,794.5	294.1	7.7	9.4	26.4	(48.1)	(63.7)
• Ferrellgas Partners LP	Gas Utilities	2,450.8	208.8	5.3	(4.8)	(6.8)	4.1	151.6
* Adelpia Communications Corp.	Broadcasting and Cable TV	2,296.7	1,181.3	12.3	(64.3)	(64.3)	(78.7)	122.4
Revlon Inc.	Personal Products	1,959.3	170.5	8.6	(13.8)	(26.0)	(60.2)	(6.8)
Trump Entertainment Resorts Inc.	Casinos and Gaming	1,950.0	164.0	8.6	(15.5)	(16.2)	(8.3)	126.1
Isle of Capri Casinos Inc.	Casinos and Gaming	1,917.9	232.1	5.3	(11.0)	(4.2)	9.3	14.2
Tarragon Corp.	Homebuilding	1,883.3	126.3	12.2	5.0	2.5	(39.0)	(13.0)
Paramount Resources Ltd.	Oil and Gas Exploration and Production	1,862.2	72.5	6.2	(12.2)	(6.1)	(26.2)	(41.3)

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Radio One Inc.	Broadcasting and Cable TV	\$1,613.9	\$146.7	6.6 x	(0.7) %	(6.5) %	(38.3) %	(66.6) %
GMH Communities Trust	Residential REITs	1,552.6	90.9	10.5	(13.0)	(20.2)	(31.3)	(4.9)
Echo Investment SA	Real Estate Management and Development	1,505.4	41.9	8.0	(10.2)	4.2	131.4	(2.9)
Conexant Systems Inc.	Semiconductors	1,446.7	128.1	6.1	(10.0)	(5.9)	(12.0)	(56.1)
Crown Media Holdings Inc.	Broadcasting and Cable TV	1,439.9	119.8	9.0	14.3	(1.7)	(62.9)	2.9
Cedar Shopping Centers Inc.	Retail REITs	1,418.7	78.3	8.4	(10.4)	(8.0)	12.3	21.5
Fremont General Corporation (a)	Thriffs and Mortgage Finance	1,266.0	NM	NM	(1.5)	(4.0)	(31.5)	(32.6)
Gray Television Inc.	Broadcasting and Cable TV	1,221.0	122.9	7.0	5.7	15.1	(31.2)	(27.6)
Magna Entertainment Corp.	Casinos and Gaming	1,181.0	(7.4)	NM	(0.4)	3.2	(37.4)	(19.0)
• Emeritus Corp.	Healthcare Facilities	1,123.2	64.7	11.2	(1.0)	(4.5)	21.5	35.2
American Realty Investors Inc.	Real Estate Management and Development	1,112.3	49.8	19.4	(13.9)	(3.5)	(9.5)	NA
Journal Register Co.	Publishing	1,022.6	120.4	6.1	(3.1)	(13.2)	(51.9)	12.4
Wellman Inc.	Commodity Chemicals	864.9	63.9	9.4	(6.0)	(4.5)	(55.7)	(26.1)
Santander Bancorp (a)	Regional Banks	833.4	NM	NM	(1.8)	(0.3)	(29.6)	(49.9)
Emmis Communications Corp.	Broadcasting and Cable TV	830.4	92.6	5.7	(3.6)	(34.4)	(58.5)	(78.3)

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Ainsworth Lumber Co. Ltd.	Forest Products	\$801.1	\$122.5	7.3 x	11.0 %	(11.0) %	(62.6) %	(4.6) %
Levitt Corp.	Homebuilding	778.3	22.1	27.3	(7.6)	(0.2)	(45.5)	(32.6)
Mesa Air Group Inc.	Airlines	734.8	126.3	5.5	(4.2)	(9.5)	(22.7)	(12.6)
SIRVA Inc.	Diversified Commercial and Professional Services	726.6	(11.2)	NM	(4.7)	(17.5)	(58.8)	(72.0)
Fleetwood Enterprises Inc.	Automobile Manufacturers	706.2	21.5	13.3	(5.4)	2.6	(35.3)	(39.9)
* Tower Automotive Inc.	Auto Parts and Equipment	664.4	205.9	8.4	(8.3)	(20.0)	(20.0)	(42.7)
Salem Communications Corp.	Broadcasting and Cable TV	644.7	58.4	6.3	(1.2)	(2.2)	(33.0)	36.9
Directed Electronics, Inc.	Consumer Electronics	580.0	29.1	10.5	2.9	(21.6)	(19.1)	NA
Palm Harbor Homes Inc.	Homebuilding	566.7	35.8	8.2	2.1	0.6	(26.8)	(50.1)
Eagle Picher Holdings Inc.	Industrial Machinery	544.7	71.6	5.5	(80.0)	0.0	0.0	NA
Societe Industrie d'Aviation Latecoere	Aerospace and Defense	517.3	55.1	5.4	2.3	(6.2)	(40.0)	(23.9)
Intertape Polymer Group Inc.	Metal and Glass Containers	502.0	66.9	5.1	(10.9)	(17.7)	(49.0)	24.7
WCM Beteiligungs und Grundbesitz AG	Multi-Sector Holdings	499.4	38.1	12.5	(8.6)	(19.0)	(83.2)	(38.3)
Perlos Oyj	Electronic Equipment Manufacturers	494.2	46.6	5.8	(5.5)	(14.4)	(59.6)	(56.0)
Stratos Global Corp.	Wireless Telecommunication Services	488.4	67.7	5.5	(4.9)	(6.5)	(53.6)	(66.9)

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					2 Weeks	1 Month	LTM	
• James River Group, Inc. (a)	Property and Casualty Insurance	\$486.6	NM	NM	(3.5) %	7.1 %	57.7 %	41.7 %
Westmoreland Coal Co.	Coal and Consumable Fuels	469.0	\$42.0	7.2 x	(7.0)	(12.3)	(8.4)	(59.8)
Educate Inc.	Education Services	462.8	30.8	5.3	(2.7)	(4.3)	(37.6)	(74.8)
National Interstate Corp. (a)	Property and Casualty Insurance	443.5	NM	NM	(7.4)	(16.6)	21.5	(31.3)
Aegek SA	Construction and Engineering	439.0	30.4	10.9	(11.1)	2.6	(4.8)	(40.3)
Salton Inc.	Household Appliances	415.3	(1.3)	NM	(22.5)	(15.1)	3.9	(51.7)
Stefanel SpA	Apparel, Accessories and Luxury Goods	412.6	27.6	7.5	(3.6)	(5.8)	(16.8)	(82.0)
Comstock Homebuilding Companies Inc.	Homebuilding	410.9	11.3	30.3	(3.3)	4.8	(65.5)	(32.9)
Cost Plus Inc.	Homefurnishing Retail	409.4	33.7	5.4	(2.5)	(13.5)	(36.8)	(13.4)
R&G Financial Corp. (a)	Regional Banks	391.2	NM	NM	0.7	3.2	(45.0)	(2.8)
Milacron Inc.	Industrial Machinery	382.2	29.5	8.6	3.8	8.0	(36.7)	72.9
Alba plc	Consumer Electronics	357.2	1.5	100.7	(3.3)	(9.2)	(47.7)	0.3
PXRE Group Ltd. (a)	Reinsurance	353.8	NM	NM	1.9	0.0	(61.9)	(78.8)
Elbisco Holding SA	Packaged Foods and Meats	294.6	19.3	8.2	(2.4)	(12.5)	(57.7)	2.1
Imax Corp.	Movies and Entertainment	281.3	22.6	7.1	(3.9)	7.3	(49.0)	11.6

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Klonatex Group SA	Textiles	\$276.0	(\$27.3)	NM	0.0 %	5.3 %	(36.5) %	(47.0) %
C&D Technologies Inc.	Electrical Components and Equipment	267.5	17.0	9.1 x	13.5	18.4	(40.4)	(55.2)
American Homepatient Inc.	Healthcare Services	265.7	48.7	5.2	(19.3)	15.8	(62.5)	(38.8)
Sportech plc	Multi-Sector Holdings	264.4	5.2	33.3	(2.6)	(3.9)	(36.0)	(48.7)
Dominion Homes Inc.	Homebuilding	260.4	(2.5)	NM	(7.5)	(10.3)	(50.7)	(49.1)
• IFA Hotels & Touristik AG	Hotels, Resorts and Cruise Lines	247.4	34.4	5.3	(0.3)	13.1	11.7	41.8
Atlantis Plastics Inc.	Commodity Chemicals	234.5	34.8	6.0	(11.5)	(19.8)	(60.6)	(45.0)
ASAT Holdings Ltd.	Semiconductors	220.6	12.6	12.7	(25.5)	(28.6)	(29.6)	24.3
NetBank Inc. (a)	Thriffs and Mortgage Finance	206.5	NM	NM	(6.3)	(13.4)	(40.7)	56.7
Specialty Foods Group Income Fund	Packaged Foods and Meats	189.5	1.9	79.7	(20.0)	(46.7)	(96.0)	(56.5)
* FLYi Inc.	Airlines	159.2	(259.6)	NM	0.0	(33.3)	(87.5)	(22.5)

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*GAINERS (WEEKLY 15%+)*

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					2 Weeks	1 Month	LTM	
Las Vegas Sands Corp.	Casinos and Gaming	\$35,799.5	\$663.1	6.1 x	(4.3) %	(0.7) %	126.0 %	(53.6) %
Equity Office Properties Trust	Office REITs	34,407.0	1,997.4	7.6	(0.5)	(1.4)	62.4	(68.9)
Sacyr Vallehermoso SA	Construction and Engineering	31,759.6	1,336.7	11.5	0.0	(3.1)	137.4	(26.3)
Metrovacesa SA	Real Estate Management and Development	31,613.9	832.0	14.8	1.0	0.9	153.7	(17.8)
Actividades de Construcción y	Construction and Engineering	27,821.5	1,723.6	5.8	2.2	1.3	61.9	(52.1)
Fomento de Construcciones y	Construction and Engineering	21,611.9	1,570.7	5.8	1.2	4.8	66.0	(4.1)
Charter Communications Inc.	Broadcasting and Cable TV	20,274.1	1,940.0	9.7	(3.8)	13.3	141.7	(44.5)
Unibail Holding SA	Diversified REITs	15,803.0	781.1	5.0	2.8	1.4	65.1	(16.7)
Punch Taverns plc	Restaurants	15,572.0	1,124.2	9.1	6.5	10.3	49.5	14.5
* Calpine Corp.	Independent Power Producers and Energy	14,907.5	1,154.4	13.7	21.2	62.2	506.1	(4.3)
Enterprise Inns plc	Restaurants	13,966.7	1,018.0	6.1	4.1	15.3	41.8	2.4
Nortel Networks Corp.	Communications Equipment	13,824.5	167.0	26.7	16.0	22.5	(16.6)	(16.5)
• Immofinanz Immobilien Anlagen AG	Real Estate Management and Development	12,814.1	126.2	36.4	7.8	10.1	33.1	67.8
Klepierre SA	Retail REITs	12,561.4	463.4	8.6	8.1	9.4	75.9	10.1
Level 3 Communications Inc.	Alternative Carriers	11,990.5	568.0	11.6	(1.7)	8.9	93.5	(67.0)

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Mitchells & Butlers plc	Restaurants	\$10,853.6	\$805.1	5.6 x	(0.7) %	8.4 %	74.4 %	(31.6) %
SL Green Realty Corp.	Office REITs	9,186.4	280.7	6.8	(3.7)	(7.4)	71.9	(14.1)
* Delta Air Lines Inc.	Airlines	8,375.4	799.0	16.6	(3.7)	(8.5)	87.0	55.0
SeaDrill Limited	Oil and Gas Drilling	7,682.4	301.9	8.5	2.7	1.7	102.4	(68.0)
IVG Immobilien AG	Real Estate Management and Development	7,531.5	74.7	41.7	5.8	7.5	83.8	1.3
* Northwest Airlines Corp.	Airlines	6,577.8	900.0	9.9	33.5	68.7	753.3	52.0
* Delphi Corp.	Auto Parts and Equipment	6,152.6	(2.0)	NM	16.5	71.6	1,083.2	31.2
Greene King plc	Restaurants	6,138.6	463.1	6.2	7.9	10.6	53.3	26.5
Beni Stabili SpA	Real Estate Management and Development	5,849.8	234.5	14.8	8.0	20.4	39.8	7.2
Covanta Holding Corporation	Environmental and Facilities Services	5,748.4	514.4	5.4	(3.7)	(0.2)	42.9	(55.8)
Obrascon Huarte Lain SA	Construction and Engineering	5,259.8	465.1	5.7	8.5	7.7	78.1	(22.6)
Abengoa SA	Construction and Engineering	4,934.9	301.6	6.9	7.7	12.5	138.7	(33.0)
Wolverhampton & Dudley Breweries plc	Brewers	4,438.4	357.5	5.0	6.5	19.1	47.5	(12.1)
Domtar Inc.	Paper Products	3,759.0	351.8	5.5	11.9	7.2	43.4	0.0
Boardwalk Real Estate Investment Trust	Residential REITs	3,411.5	151.4	9.0	0.1	9.2	98.6	20.3

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Globe Trade Centre SA	Real Estate Management and Development	\$3,352.2	\$48.0	9.6 x	1.2 %	12.3 %	147.8 %	15.5 %
* Federal-Mogul Corp.	Auto Parts and Equipment	3,233.9	594.1	8.2	38.1	20.8	75.8	(9.8)
London Merchant Securities PLC	Real Estate Management and Development	2,855.6	90.1	9.7	2.6	2.1	NA	(33.3)
• Teixeira Duarte Engenharia e	Construction and Engineering	2,840.3	210.3	8.6	12.6	13.2	49.2	152.4
Shaftesbury plc	Real Estate Management and Development	2,806.6	78.1	11.2	7.9	10.0	63.1	(21.1)
Graphic Packaging Corp.	Paper Packaging	2,799.1	294.6	6.7	(3.7)	(1.2)	83.1	(42.5)
Bema Gold Corp.	Gold	2,619.9	44.0	8.0	(8.0)	(1.4)	74.7	(20.7)
John Laing plc	Construction and Engineering	2,578.1	(4.1)	NM	0.2	0.6	23.5	(91.9)
Alexander's Inc.	Retail REITs	2,558.0	93.9	11.4	(2.4)	2.8	64.8	31.2
Impregilo SpA	Construction and Engineering	2,539.0	113.0	11.0	1.3	6.0	54.7	(31.3)
Workspace Group plc	Real Estate Management and Development	2,262.9	70.6	9.2	5.8	5.5	61.1	11.4
ITC Holdings Corp.	Electric Utilities	2,248.2	108.1	5.6	0.6	4.6	39.7	(54.6)
Sponda Oyj	Real Estate Management and Development	2,148.3	94.0	9.4	10.1	17.7	56.3	20.0
Bon-Ton Stores Inc.	Department Stores	1,923.5	173.9	7.7	(4.3)	1.6	84.7	(30.1)
Priceline.com Inc.	Internet Retail	1,772.2	94.1	5.6	6.0	6.7	84.3	(50.5)

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Tembec Inc.	Paper Products	\$1,638.0	\$20.9	73.0 x	18.6 %	(8.4) %	12.5 %	(39.6) %
• Enbridge Income Fund	Oil and Gas Storage and Transportation	1,622.0	168.3	5.4	10.6	12.3	(8.4)	62.2
Premiere AG	Broadcasting and Cable TV	1,616.6	45.9	5.7	3.8	0.6	(9.9)	(50.8)
Orco Property Group SA	Real Estate Management and Development	1,602.2	(12.7)	NM	(2.3)	(0.6)	61.0	(38.7)
Saul Centers Inc.	Retail REITs	1,574.8	96.5	5.4	(1.9)	(1.6)	51.2	(60.3)
PrimaCom AG	Broadcasting and Cable TV	1,407.7	119.4	10.1	4.1	15.0	35.0	(72.9)
* Solutia Inc.	Diversified Chemicals	1,390.0	250.0	6.1	7.3	(1.7)	47.5	(50.3)
• InnVest REIT	Specialized REITs	1,227.6	94.3	6.0	4.0	8.7	10.7	88.8
• Klövern AB	Real Estate Management and Development	1,083.7	56.3	10.5	10.3	10.3	20.5	67.2
Marylebone Warwick Balfour Group plc	Real Estate Management and Development	1,052.5	77.6	7.5	9.1	10.6	61.1	37.4
Interoil Corp.	Integrated Oil and Gas	1,038.7	(6.0)	NM	2.7	21.7	3.7	(12.9)
• Jenoptik AG	Electronic Equipment Manufacturers	1,003.6	81.7	5.7	0.7	(2.0)	(2.5)	54.6
Waterford Wedgwood plc	Housewares and Specialties	936.7	(27.1)	NM	1.4	0.0	29.3	30.9
Orleans Homebuilders Inc.	Homebuilding	885.5	103.1	5.7	17.1	13.3	(13.3)	(32.7)
Affine SA	Diversified REITs	884.7	38.8	10.4	6.0	10.1	63.9	96.5

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Young Broadcasting Inc.	Broadcasting and Cable TV	\$797.4	\$62.6	13.3 x	16.6 %	21.8 %	7.0 %	138.4 %
Krispy Kreme Doughnuts Inc.	Restaurants	773.9	3.6	34.4	9.4	5.5	78.0	(33.3)
Wheeling-Pittsburgh Corp.	Steel	772.5	61.3	6.8	4.0	(4.7)	111.6	(71.4)
Kemira Growhow Oy	Fertilizers and Agricultural Chemicals	772.0	53.1	6.2	5.1	14.6	19.9	(19.2)
Golden Ocean Group Ltd.	Marine	725.1	55.6	5.5	17.8	26.5	162.0	(48.5)
American Skiing Co.	Leisure Facilities	706.5	50.8	6.6	11.8	23.9	9.6	(52.4)
Uniq plc	Packaged Foods and Meats	701.4	20.4	11.3	3.3	12.1	103.7	(39.7)
Libbey Inc.	Housewares and Specialties	622.6	54.5	8.9	5.3	5.7	16.7	(54.5)
Bell Microproducts Inc.	Technology Distributors	544.8	49.8	6.7	6.6	4.7	(5.7)	(63.9)
Standard Motor Products Inc.	Auto Parts and Equipment	528.8	47.9	5.4	10.8	14.0	65.8	(34.0)
Riviera Holdings Corp.	Casinos and Gaming	470.9	39.5	5.4	(0.1)	2.0	64.4	(57.7)
Constar International Inc.	Metal and Glass Containers	459.9	66.3	5.9	7.4	(6.7)	104.6	(48.9)
Gander Mountain Co.	Specialty Stores	440.3	36.1	8.2	20.5	13.2	69.0	(36.7)
Rotech Healthcare Inc.	Healthcare Services	432.3	74.3	5.1	36.7	49.3	(86.1)	(39.0)
Penton Media Inc.	Publishing	416.1	38.6	8.0	2.7	4.8	38.2	(76.0)

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*GAINERS (WEEKLY 15%+)*

*December 21, 2006*

Company	Industry	Enterprise Value (\$mm)	EBITDA (\$mm)	Total Debt / EBITDA	Common Stock % Change			Volatility % Change
					2 Weeks	1 Month	LTM	
Cadmus Communications Corp.	Publishing	\$392.2	\$35.3	5.4 x	17.4 %	29.6 %	4.7 %	22.2 %
Beasley Broadcast Group Inc.	Broadcasting and Cable TV	370.5	29.5	5.3	30.7	33.3	(32.3)	21.4
Applica Inc.	Household Appliances	323.7	16.4	9.9	14.7	17.3	381.9	(9.9)
Newcastle United plc	Movies and Entertainment	322.4	20.9	6.2	14.5	18.6	75.5	(22.8)
Grupo Soares da Costa SGPS SA	Construction and Engineering	310.6	41.7	5.7	0.0	0.0	101.2	(33.2)
Friendly Ice Cream Corp.	Restaurants	298.9	37.1	6.3	2.6	8.2	49.1	(9.6)
Hellenic Cables SA	Electrical Components and Equipment	284.9	7.2	16.0	1.7	6.0	244.1	(33.1)
Citizens Inc. (a)	Life and Health Insurance	279.0	NM	NM	0.6	0.0	20.9	(41.1)
FPI Ltd.	Packaged Foods and Meats	248.2	24.0	6.9	32.4	46.4	37.4	NA
Wolverine Tube Inc.	Industrial Machinery	232.5	34.5	6.9	21.9	10.3	(74.3)	(61.8)
* Allied Holdings Inc.	Trucking	221.8	34.9	8.9	32.9	73.8	88.3	NA
TRM Corp.	Diversified Commercial and Professional Services	208.2	7.4	24.0	55.5	86.8	(70.9)	131.4
Hines Horticulture Inc.	Agricultural Products	207.5	10.0	17.6	32.6	40.8	(47.4)	246.6
• Lazare Kaplan International Inc.	Apparel, Accessories and Luxury Goods	200.8	2.9	45.5	5.3	8.0	4.9	110.6
Emergem Resources Inc.	Diversified Metals and Mining	170.2	(21.5)	NM	15.1	(9.7)	(72.0)	98.4

\* In Reorganization

• Included based on Volatility % Change

(a) Market Capitalization used in place of Enterprise Value

## PJSC LEVERAGED COMPANY WATCHLIST

*GAINERS (WEEKLY 15%+ )*

*December 21, 2006*

<u>Company</u>	<u>Industry</u>	<u>Enterprise Value (\$mm)</u>	<u>EBITDA (\$mm)</u>	<u>Total Debt / EBITDA</u>	<u>Common Stock % Change</u>			<u>Volatility % Change</u>
					<u>2 Weeks</u>	<u>1 Month</u>	<u>LTM</u>	
Patientline plc	Health Care Technology	\$168.7	\$29.7	5.4 x	16.4 %	(35.3) %	(75.0) %	(28.9) %
* Home Products International Inc.	Housewares and Specialties	134.2	19.2	6.9	300.0	300.0	(63.1)	NA

\* In Reorganization

• Included based on Volatility % Change

### *PJSC Methodology*

*In our experience, the most useful leading indication of change in a company's prospects is the equity market. Specifically, we've found the top daily and weekly Percent Gainers and Losers traditionally appearing in the financial press a reliable indicator of material changes in corporate credit, more so than financial ratio analyses, bond ratings, quarterly operating reports or other commonly applied statistics.*

*With this premise, the PJSC Leveraged Company Watchlist is based upon a refined screen of changing common stock prices differentiating between Decliners and Gainers with the following selection criteria for either:*

*Price declines greater than 10% or price gains greater than 15% in the past week, OR declines greater than 15% or gains greater than 30% in the past month, OR declines greater than 20% or gains greater than 45% in the past six months, OR declines greater than 30% or gains greater than 60% in the past year, OR change in stock Volatility as calculated based on the past 10 trading days compared to stock Volatility calculated over the past year of greater than 33%. Volatility is defined as the annualized standard deviation of relative price changes for the referenced trading days' closing prices as calculated by Bloomberg.*

*With the preparation of the PJSC Leveraged Company Watchlist, weekly Gainers and Losers based on that bi-weekly period are highlighted in Blue or Yellow, respectively. New additions from the prior bi-weekly Watchlist appear in Orange. These new additions may include companies previously watchlisted. For ease of reference, Decliners and Gainers are segregated into two lists (reflected in pale yellow and blue backgrounds, respectively). Weekly price changes govern characterization as a "Decliner" or "Gainer" in the event of divergence in price movements over the course of the past year.*

*Watchlist companies are ranked in order by Total Enterprise Value (Net Debt plus Market Equity Capitalization, Net Debt adjusted to reflect market value for companies in reorganization) and limited to companies of greatest interest - companies likely to go through transition. The parameters governing screening of companies include the following: (1) Public and Incorporation in the U.S., Canada, or Western Europe; (2) Total Enterprise Value greater than \$100 million; (3) Annual Revenues greater than \$100 million; (4) Net Debt greater than \$100 million; and (5) Ratio of Total Funded Debt to EBITDA greater than 5.0 to 1 OR negative EBITDA, based on Last 12 Months ("LTM") results. Financial Service companies are evaluated substituting a market test of Short Interest Ratio exceeding 10.0x average daily stock volume for parameters (4) and (5), Net Debt and EBITDA ratios, respectively.*

*PJSC updates the Watchlist bi-weekly. Periodically we provide a brief commentary meant to highlight implications drawn from this tabulation. We welcome your comments and questions. Email address changes or requested additions or deletions should be sent to Adriana Ortega, [aortega@pjsolomon.com](mailto:aortega@pjsolomon.com).*

*Anders Maxwell  
March 2006*

*The information set forth in this PJSC Leveraged Company Watchlist does not constitute a recommendation or offer to buy or sell securities, is not intended and should not be considered to be personalized investment advice and is for informational purposes only. The information contained herein is believed to be reliable, but is not guaranteed by PJSC. From time to time, PJSC may provide advisory services to certain companies listed on the Watchlist. As a matter of firm policy, PJSC does not take investment positions in any client company. Employees and other persons associated with PJSC may personally own securities of companies that appear on the Watchlist, although firm policy prohibits any such persons from trading the securities of any client or potential client company.*

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