

HIGH YIELD & DISTRESSED MARKET REVIEW

Issue 2

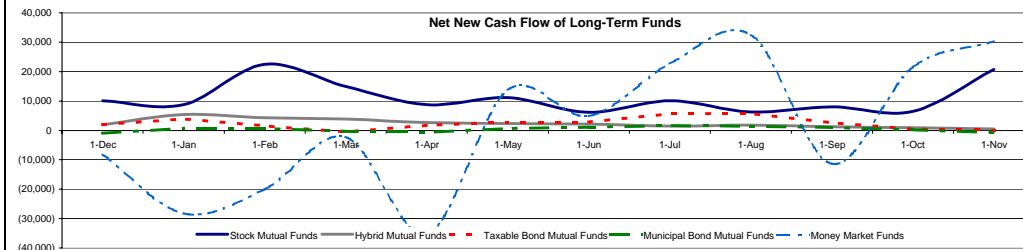
Week ending January 27, 2006

Key Market Indicators

	January 27, 2006		2 Week	2 Week	2 Week	2 Week	YTD	YTD
	Open	Close	High	Low	Change	Change %	Change	Change %
DJIA	10,809.47	10,907.21	10,907.21	10,667.39	(52.66)	(0.48%)	189.71	1.81%
Nasdaq	2,283.00	2,304.23	2,304.23	2,247.70	(12.81)	(0.55%)	98.91	4.49%
S&P 500	1,273.83	1,283.72	1,285.04	1,261.49	(3.89)	(0.30%)	35.43	2.84%
Russell 2000	728.48	732.22	732.22	703.62	23.78	3.36%	59.00	8.76%
OEX Volatility Index	12.42	11.97	14.56	11.91	0.74	6.59%	(0.10)	(0.83%)
Prime Rate	7.25%							
	1 month	3 months	6 months	1 Year				
LIBOR	4.57%	4.67%	4.79%	4.92%				

Net New Cash Flow of Mutual Funds - Source: Investment Company Institute (\$ in millions)

	Nov-05	Oct-05	Sep-05	Aug-05	Jul-05	Jun-05	May-05	YTD 2005
Stock Mutual Funds	\$20,707	\$6,454	\$7,964	\$6,306	\$10,078	\$6,128	\$11,189	\$125,485
Hybrid Mutual Funds	\$516	\$928	\$1,291	\$1,766	\$1,463	\$2,087	\$2,337	\$26,194
Taxable Bond Funds	\$200	\$503	\$2,720	\$5,824	\$5,673	\$2,850	\$2,858	\$26,992
Municipal Bond Funds	(\$722)	\$243	\$1,007	\$1,491	\$1,695	\$1,145	\$697	\$6,257
Money Market Funds	\$30,263	\$21,506	(\$11,406)	\$32,486	\$22,737	\$4,895	\$13,771	\$16,153



Altman-NYU Salomon Center Defaulted Securities Indexes (December 1995=100)

Index	Dec-05 Level	YTD Return
Altman-NYU Defaulted Bank Loans Index	184.0	7.19%
Altman-NYU Defaulted Public Bonds Index	140.0	(1.78%)
Combined Bank Loan-Public Bond Index	169.3	1.84%
S&P 500 (Dividends Reinvested)	226.0	4.92%
Citigroup High Yield Index	202.1	2.08%

Distressed News

Story Description	Size (\$mil)	Date	Source
General Motors Corp. posted a fourth-quarter loss of \$4.8 billion.	\$4,800.0	1/27/2006	DBR
EaglePicher Inc's Chapter 11 plan valued the reorganized company at \$476 million.	\$476.0	1/27/2006	DBR
Calpine Corp. was said to receive approval of \$2 billion in financing to help sustain operations.	\$2,000.0	1/26/2006	DBR
UAL Corp. announced its new stock will begin trading on the Nasdaq exchange early next month.	n/a	1/25/2006	DBR
Anchor Glass Container Corp.'s plan of emergence received an objection by GE Capital Corp.	n/a	1/23/2006	DBR
Foamex Corp.'s Chapter 11 plan was said by major shareholders to contain critical gaps.	n/a	1/20/2006	DBR

M&A Announced Transactions

Target	Date	Acquirer	Value (\$mil)	Industry
Progress Telecom LLC	1/26/2006	Level 3 Communications Inc	\$137.0	Telecommunications
Tandem Energy Corp	1/26/2006	Platinum Energy Resources Inc	\$105.0	Oil and Gas; Petroleum Refining
Felcor Lodging Trust Inc	1/25/2006	Hospitality Properties Trust	\$196.2	Hotels and Casinos
Pixar Inc	1/24/2006	Walt Disney Co	\$7,170.3	Motion Picture Production and Distribution
Indiana Toll Road	1/24/2006	Investor Group	\$3,850.0	Construction Firms
J.C. Ehrlich Co	1/24/2006	Rentokil Initial PLC	\$141.8	Agriculture, Forestry, and Fishing
Albertsons Inc	1/23/2006	Investor Group	\$17,073.8	Retail Trade-Food Stores
Kerr-McGee-Gulf of Mexico Pty	1/23/2006	W and T Offshore Inc	\$1,475.0	Oil and Gas; Petroleum Refining
Remington Oil & Gas Corp	1/23/2006	Cal Dive International Inc	\$1,331.6	Oil and Gas; Petroleum Refining
Sports Authority Inc	1/23/2006	Investor Group	\$983.5	Miscellaneous Retail Trade

DETROIT	LONDON	LOS ANGELES	NEW YORK
100 West Big Beaver Road	Suite 325, 2nd Floor	11150 Santa Monica Boulevard	330 Madison Avenue
Suite 200	Berkeley Square House	6th Floor	11th Floor
Troy, MI 48064	Berkeley Square	Los Angeles, CA 90025	New York, NY 10017
T 248.526.9605	London, W1J 6BD	T 310.445.4010	T 212.758.2629
F 248.526.9826	T 20.7887.6088	F 310.445.4028	F 212.758.2628

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The information contained in this newsletter has been compiled from a variety of news sources believed to be reliable. It is intended to provide general information about the high yield and distressed markets. It is not intended to be used as financial advice.

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M&A Announced Transactions (Continued)

Target	Date	Acquirer	Value (\$mil)	Industry
Polo Jeans Co	1/23/2006	Polo Ralph Lauren Corp	\$355.0	Textile and Apparel Products
PowerShares Capital Mgmt LLC	1/23/2006	Amvescap PLC	\$230.0	Investment & Commodity Firms,Dealers,Exchanges
Four Season Washington	1/23/2006	Strategic Hotel Capital Inc	\$168.9	Hotels and Casinos
Continental Life Ins Co	1/20/2006	Genworth Financial Inc	\$145.0	Insurance
Lafayette Morrison	1/20/2006	Investor Group	\$100.0	Real Estate; Mortgage Bankers and Brokers
Lifeline Systems Inc	1/19/2006	Koninklijke Philips Electronic	\$738.8	Business Services
Farnam Cos Inc	1/19/2006	Central Garden & Pet Co	\$287.0	Drugs
A4 Health Systems	1/19/2006	Allscripts Healthcare Solution	\$272.1	Business Services
AMP Resources LLC	1/19/2006	Raser Technologies Inc	\$263.1	Construction Firms
New South Cos Inc	1/19/2006	Canfor Corp	\$205.0	Wood Products, Furniture, and Fixtures
Burlington Coat Factory	1/18/2006	Bain Capital Inc	\$2,037.0	Retail Trade-General Merchandise and Apparel
Earle M Jorgensen Co	1/18/2006	Reliance Steel & Aluminum Co	\$682.6	Wholesale Trade-Durable Goods
Sempra Generation	1/18/2006	PNM Resources Inc	\$480.0	Electric, Gas, and Water Distribution
Creative Designs Intl Ltd	1/18/2006	JAKKS Pacific Inc	\$116.3	Miscellaneous Manufacturing
Boston Scientific Corp	1/17/2006	Abbott Laboratories	\$1,400.0	Measuring, Medical, Photo Equipment, Clocks
Undisclosed Oil&Gas Ppty	1/17/2006	Chesapeake Energy Corp	\$796.0	Oil and Gas; Petroleum Refining
First Washington Realty Inc	1/17/2006	Macquarie Countrywide Trust	\$269.8	Investment & Commodity Firms,Dealers,Exchanges
Standard Gypsum LP	1/17/2006	Temple-Inland Inc	\$178.1	Stone, Clay, Glass, and Concrete Products

High Yield Credit Rating Upgrades for Last 2 Weeks

Company Name	Date	Rating Type	Agency	Current	Last	Industry
Advanced Micro Devices Inc	1/27/2006	LT Local Issuer Credit	S&P	B+	B *+	Electronic Compo-Semicon
Cenveo Inc	1/27/2006	LT Local Issuer Credit	S&P	B+	B+ *	Printing-Commercial
Omega Healthcare Investors Inc	1/27/2006	LT Local Issuer Credit	S&P	BB	BB-	REITS-Health Care
MTR Gaming Group Inc	1/27/2006	Senior Unsecured Debt	Moody's	B2	B2 *-	Casino Hotels
Propex Fabrics Inc	1/26/2006	Bank Loan Debt	Moody's	B1	B3	Miscellaneous Manufactur
Hexcel Corp	1/26/2006	LT Local Issuer Credit	S&P	B+ *	B+	Advanced Materials/Prd
MTR Gaming Group Inc	1/26/2006	LT Local Issuer Credit	S&P	B+ *	B+ *	Casino Hotels
Xerox Corp	1/26/2006	LT Local Issuer Credit	S&P	BB- *	BB-	Office Automation&Equip
Xerox Credit Corp	1/26/2006	LT Local Issuer Credit	S&P	BB- *	BB-	Finance-Commercial
Propex Fabrics Inc	1/26/2006	Senior Unsecured Debt	Moody's	B3	Caa1	Miscellaneous Manufactur
SFBC International Inc	1/25/2006	Bank Loan Debt	Moody's	B2	B2 *-	Research&Development
FelCor Lodging Trust Inc	1/25/2006	LT Local Issuer Credit	S&P	B+	B	REITS-Hotels
Hard Rock Hotel Inc	1/25/2006	LT Local Issuer Credit	S&P	B+	B+ *	Casino Hotels
Felcor Lodging LP	1/25/2006	Senior Unsecured Debt	Moody's	B1 *+	B1	REITS-Hotels
Felcor Lodging LP	1/25/2006	Subordinated Debt	Moody's	B3 *+	B3	REITS-Hotels
Advanced Micro Devices Inc	1/24/2006	LT Local Issuer Credit	S&P	B *+	B	Electronic Compo-Semicon
Advanced Micro Devices Inc	1/24/2006	Senior Secured Debt	Moody's	Ba3	B2	Electronic Compo-Semicon
Cordova Funding Corp	1/24/2006	Senior Secured Debt	Moody's	Ba3	B3 *+	N.A.
Advanced Micro Devices Inc	1/24/2006	Senior Unsecured Debt	Moody's	B1	B3	Electronic Compo-Semicon
Advanced Micro Devices Inc	1/24/2006	Subordinated Debt	Moody's	B2	Caa1	Electronic Compo-Semicon
Global Cash Access Inc	1/23/2006	Bank Loan Debt	Moody's	Ba3	B2 *+	Commercial Serv-Finance
Global Cash Access Inc	1/23/2006	Senior Subordinate	Moody's	B3	Caa1 *+	Commercial Serv-Finance
Omega Healthcare Investors Inc	1/20/2006	Senior Unsecured Debt	Moody's	Ba3	B1	REITS-Health Care
Level 3 Communications Inc	1/19/2006	LT Local Issuer Credit	S&P	CCC+	SD	Telephone-Integrated
International Steel Group Inc	1/19/2006	Senior Unsecured Debt	Moody's	Ba1	Ba2	Steel-Producers
American Media Inc	1/18/2006	Bank Loan Debt	Moody's	B1	WR	Publishing-Periodicals
Allegheny Energy Inc	1/18/2006	LT Local Issuer Credit	S&P	BB+	BB-	Electric-Integrated
Allegheny Energy Supply	1/18/2006	LT Local Issuer Credit	S&P	BB+	BB-	Electric-Generation
Allegheny Generating Co	1/18/2006	LT Local Issuer Credit	S&P	BB+	BB-	Electric-Generation
Monongahela Power Co	1/18/2006	LT Local Issuer Credit	S&P	BB+	BB-	Electric-Integrated
Potomac Edison Co	1/18/2006	LT Local Issuer Credit	S&P	BB+	BB-	Electric-Integrated
West Penn Power Co	1/18/2006	LT Local Issuer Credit	S&P	BB+	BB-	Electric-Integrated
ZAO Gazprombank	1/18/2006	LT Local Issuer Credit	S&P	BB	BB-	Commer Banks Non-US
Aveta Inc	1/17/2006	LT Local Issuer Credit	S&P	B- *+	B-	Medical-HMO
Xerium Technologies Inc	1/17/2006	LT Local Issuer Credit	S&P	B+	B+ *	Paper&Related Products
Cordova Funding Corp	1/17/2006	Senior Secured Debt	Moody's	B3 *+	B3	N.A.
Tiete Certificates Grantor Trust	1/17/2006	Senior Secured Debt	Moody's	B3 *+	Caa2	Special Purpose Entity
Kyivstar GSM	1/16/2006	LT Local Issuer Credit	S&P	BB-	B+	Telecom Services
OAO Gazprom	1/16/2006	LT Local Issuer Credit	S&P	BB+	BB	Oil Comp-Explor&Prodn
Sibneft	1/16/2006	LT Local Issuer Credit	S&P	BB	BB-	Oil Comp-Integrated
Ahold Finance BV	1/16/2006	Senior Unsecured Debt	Moody's	Ba1	Ba2	Food-Retail
Ahold Finance Europe BV	1/16/2006	Senior Unsecured Debt	Moody's	Ba1	Ba2	Food-Retail
Ahold Finance USA Inc	1/16/2006	Senior Unsecured Debt	Moody's	Ba1	Ba2	Food-Retail
Ahold USA Inc	1/16/2006	Senior Unsecured Debt	Moody's	Ba1	Ba2	Food-Retail
Albert Heijn	1/16/2006	Senior Unsecured Debt	Moody's	Ba1	Ba3	Retail-Hypermarkets
Cosan SA Industria e Comercio	1/16/2006	Senior Unsecured Debt	Moody's	Ba2	Ba3	Sugar

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High Yield Credit Rating Upgrades for Last 2 Weeks (Continued)

Company Name	Date	Rating Type	Agency	Current	Last	Industry
Koninklijke Ahold NV	1/16/2006	Senior Unsecured Debt	Moody's	Ba1	Ba2	Food-Retail
Ahold Finance BV	1/16/2006	Subordinated Debt	Moody's	Ba2	Ba3	Food-Retail
Ahold Finance Europe BV	1/16/2006	Subordinated Debt	Moody's	Ba2	Ba3	Food-Retail
Ahold Finance USA Inc	1/16/2006	Subordinated Debt	Moody's	Ba2	Ba3	Food-Retail
Koninklijke Ahold NV	1/16/2006	Subordinated Debt	Moody's	Ba2	Ba3	Food-Retail
Phoenix Color Corp	1/13/2006	Bank Loan Debt	Moody's	B2	B2 ^-	Printing-Commercial
Warnaco Inc	1/13/2006	Bank Loan Debt	Moody's	Ba2	WR	Intimate Apparel
Concordia Bus AB	1/13/2006	LT Local Issuer Credit	S&P	B-	CC ^+	Transport-Services
Eschelon Operating Co	1/13/2006	Senior Secured Debt	Moody's	B3	Caa1	Telecommunication Equip
Phoenix Color Corp	1/13/2006	Senior Subordinate	Moody's	Caa1	Caa1 ^-	Printing-Commercial
BF Saul Reit	1/12/2006	LT Local Issuer Credit	S&P	B+ ^+	B+	REITS-Shopping Centers
Chevy Chase Bank FSB	1/12/2006	LT Local Issuer Credit	S&P	BB+ ^+	BB+	S&L/Thrifs-Eastern US
Penn National Gaming Inc	1/12/2006	LT Local Issuer Credit	S&P	BB	BB-	Racetracks

High Yield Credit Rating Downgrades for Last 2 Weeks

Company Name	Date	Rating Type	Agency	Current	Last	Industry
Affiliated Computer Services Inc	1/27/2006	LT Local Issuer Credit	S&P	BB+ ^-	BBB+	Computer Services
Mitsubishi Motors Corp	1/27/2006	LT Local Issuer Credit	S&P	CCC+	CCC+ ^+	Auto-Cars/Light Trucks
Standard Aero Holdings Inc	1/27/2006	LT Local Issuer Credit	S&P	B+ ^-	B+	Special Purpose Entity
General Motors Corp	1/26/2006	Issuer Rating	Moody's	B1 ^-	B1	Auto-Cars/Light Trucks
Cott Corp	1/26/2006	LT Local Issuer Credit	S&P	BB-	BB ^-	Beverages-Non-alcoholic
TDC A/S	1/26/2006	LT Local Issuer Credit	S&P	BB ^-	BBB+ ^-	Telephone-Integrated
United Rentals Inc	1/26/2006	LT Local Issuer Credit	S&P	BB- ^-	BB ^-	Rental Auto/Equipment
United Rentals North America Inc	1/26/2006	LT Local Issuer Credit	S&P	BB- ^-	BB ^-	Rental Auto/Equipment
General Motors Corp	1/26/2006	Senior Unsecured Debt	Moody's	B1 ^-	B1	Auto-Cars/Light Trucks
General Motors Nova Scotia Finance	1/26/2006	Senior Unsecured Debt	Moody's	B1 ^-	B1	Auto-Cars/Light Trucks
Vauxhall Motors Finance	1/26/2006	Senior Unsecured Debt	Moody's	B1 ^-	B1	Auto-Cars/Light Trucks
Lear Corp	1/25/2006	LT Local Issuer Credit	S&P	BB+ ^-	BB+	Auto/Trk Pns&Equip-Orig
Agrokor	1/25/2006	Senior Secured Debt	Moody's	B2	B1 ^-	Food-Misc/Diversified
ISP Chemco Inc	1/24/2006	LT Local Issuer Credit	S&P	BB-	BB	Chemicals-Specialty
International Specialty Holdings Inc	1/24/2006	LT Local Issuer Credit	S&P	BB-	BB	Chemicals-Specialty
International Specialty Products Inc	1/24/2006	LT Local Issuer Credit	S&P	BB-	BB	Chemicals-Specialty
Beckman Coulter Inc	1/24/2006	Subordinated Debt	Moody's	Ba1	Ba1 ^+	Medical Instruments
LifeCare Holdings Inc	1/23/2006	LT Local Issuer Credit	S&P	B ^-	B	Medical-Hospitals
Select Medical Corp	1/23/2006	Senior Unsecured Debt	S&P	B+ ^-	B+	Medical-Output/Home Med
Swift & Co	1/23/2006	Senior Subordinate	Moody's	Caa1	B3 ^-	Food-Meat Products
Swift & Co	1/23/2006	Senior Unsecured Debt	Moody's	B3	B2 ^-	Food-Meat Products
Central Garden and Pet Co	1/20/2006	Bank Loan Debt	Moody's	Ba2 ^-	Ba2	Consumer Products-Misc
Suncom Wireless Inc	1/20/2006	Bank Loan Debt	Moody's	B2 ^-	B2	Cellular Telecom
Central Garden and Pet Co	1/20/2006	LT Local Issuer Credit	S&P	BB ^-	BB	Consumer Products-Misc
Resorts International Holdings LLC	1/20/2006	LT Local Issuer Credit	S&P	CCC+	B	Inactive/Unknown
Total Access Communication PCL	1/20/2006	LT Local Issuer Credit	S&P	BB+	BB+ ^+	Cellular Telecom
Central Garden and Pet Co	1/20/2006	Senior Subordinate	Moody's	B1 ^-	B1	Consumer Products-Misc
Suncom Wireless Inc	1/20/2006	Senior Unsecured Debt	Moody's	Caa1 ^-	Caa1	Cellular Telecom
Suncom Wireless Inc	1/20/2006	Subordinated Debt	Moody's	Ca ^-	Ca	Cellular Telecom
Associated Materials Inc	1/19/2006	Bank Loan Debt	Moody's	B3	B2	Bldg&Construct Prod-Misc
Associated Materials Inc	1/19/2006	LT Local Issuer Credit	S&P	B-	B	Bldg&Construct Prod-Misc
Earle M Jorgensen Co	1/19/2006	LT Local Issuer Credit	S&P	B+ ^-	B+ ^+	Metal Processors&Fabrica
Getronics NV	1/19/2006	LT Local Issuer Credit	S&P	B+ ^-	B+	Computer Services
JSG Acquisitions	1/19/2006	LT Local Issuer Credit	S&P	B+	BB-	Special Purpose Entity
Premier Entertainment Biloxi LLC	1/19/2006	LT Local Issuer Credit	S&P	CCC	B- ^-	Casino Hotels
Young Broadcasting Inc	1/19/2006	LT Local Issuer Credit	S&P	CCC+	B-	Television
Premier Entertainment Biloxi LLC	1/19/2006	Senior Secured Debt	Moody's	Caa1	B3 ^-	Casino Hotels
Associated Materials Inc	1/19/2006	Subordinated Debt	Moody's	Caa2	Caa1	Bldg&Construct Prod-Misc
Sunny Delight	1/17/2006	Bank Loan Debt	Moody's	B2	B1	Beverages-Non-alcoholic
American Media Operations Inc	1/17/2006	LT Local Issuer Credit	S&P	B-	B	Publishing-Periodicals
Cooper-Standard Automotive Inc	1/17/2006	LT Local Issuer Credit	S&P	B+	BB- ^-	Rubber-Tires
Navistar Financial Corp	1/17/2006	LT Local Issuer Credit	S&P	BB- ^-	BB-	Finance-Commercial
Navistar International Corp	1/17/2006	LT Local Issuer Credit	S&P	BB- ^-	BB-	Auto-Med&Heavy Duty Trks
Focus DIY Finance PLC	1/13/2006	LT Local Issuer Credit	S&P	B-	B ^-	Retail-Home Furnishings
Cooper-Standard Automotive Inc	1/13/2006	Senior Unsecured Debt	Moody's	B3	B2 ^-	Rubber-Tires
Cooper-Standard Automotive Inc	1/13/2006	Subordinated Debt	Moody's	Caa1	B3 ^-	Rubber-Tires
Stratos Global Corp	1/12/2006	Bank Loan Debt	Moody's	B1	Ba2 ^-	Satellite Telecom
Quebecor World USA Inc	1/12/2006	Senior Subordinate	Moody's	B2	Ba3	Printing-Commercial
Bombardier Capital Funding LP	1/12/2006	Senior Unsecured Debt	Moody's	Ba2 ^-	Ba2	Diversified Manufact Op
Bombardier Capital Inc	1/12/2006	Senior Unsecured Debt	Moody's	Ba2 ^-	Ba2	Finance-Leasing Compan

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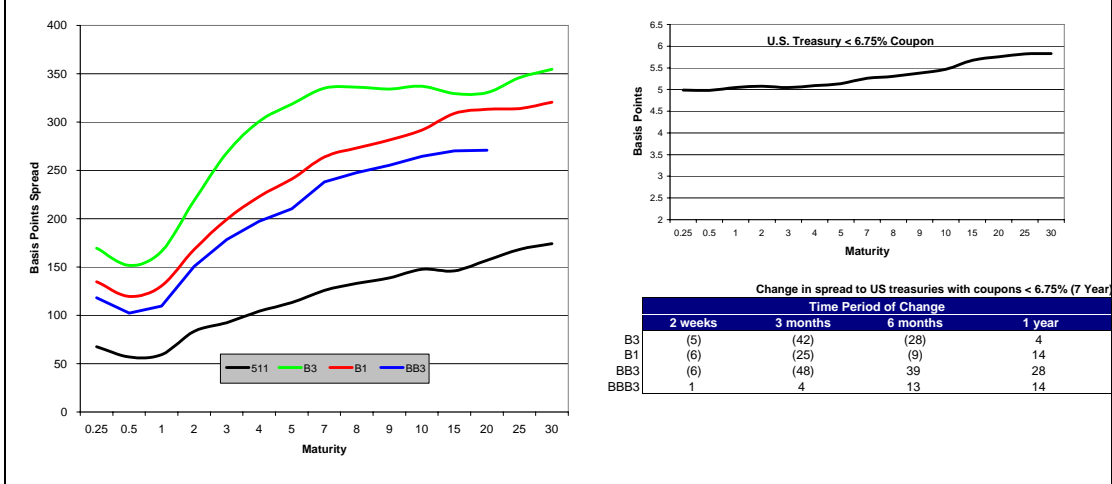
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High Yield Credit Rating Downgrades for Last 2 Weeks (Continued)

Company Name	Date	Rating Type	Agency	Current	Last	Industry
SFBC International Inc	1/5/2006	Bank Loan Debt	Moody's	B2 *	B2	Research&Development
SFBC International Inc	1/5/2006	LT Corp Family Rating	Moody's	B2 *	B2	Research&Development
FCE Bank Plc	1/5/2006	LT Local Issuer Credit	S&P	BB-	BB+ *	Finance-Auto Loans
Ford Credit Australia	1/5/2006	LT Local Issuer Credit	S&P	BB-	BB+ *	Finance-Auto Loans
Ford Motor Co	1/5/2006	LT Local Issuer Credit	S&P	BB-	BB+ *	Auto-Cars/Light Trucks
Ford Motor Credit Co	1/5/2006	LT Local Issuer Credit	S&P	BB-	BB+ *	Finance-Auto Loans
Ford Motor Credit Co NZ	1/5/2006	LT Local Issuer Credit	S&P	BB-	BB+ *	Finance-Auto Loans
Jo-Ann Stores Inc	1/5/2006	LT Local Issuer Credit	S&P	B+ *	BB- *	Retail-Fabric Store
Primus Financial Services Ltd	1/5/2006	LT Local Issuer Credit	S&P	BB-	BB+ *	Finance-Auto Loans
McLeodUSA Inc	1/4/2006	Bank Loan Debt	Moody's	C	Caa3 *	Telecom Services
McLeodUSA Inc	1/4/2006	LT Corp Family Rating	Moody's	C	Caa3 *	Telecom Services
Pliant Corp	1/4/2006	LT Local Issuer Credit	S&P	D	CC *	Containers-Paper/Plastic
Quebecor Media Inc	1/3/2006	Senior Unsecured Debt	Moody's	B3	B2	Multimedia
North Atlantic Holding Co Inc	12/30/2005	LT Local Issuer Credit	S&P	CCC	CCC+ *	Tobacco
North Atlantic Trading Co	12/30/2005	LT Local Issuer Credit	S&P	CCC	CCC+ *	Tobacco

Spread Analysis

Corporate Bond Spreads to US Treasury Notes with Coupons < 6.75%




Resources. Experience. Results.

For Chanin Capital Partners, 2005 brought continued success in our core advisory business – and extraordinary results for our clients. The Firm’s top-ranked Restructuring Group advised on 17 financial restructurings and recapitalizations, having an aggregate value of \$11 billion in liabilities. The Mergers & Acquisitions Group continued to build on its reputation as a leading advisor to middle market companies and financial sponsors, advising on 13 M&A transaction valued at \$1.8 billion. Chanin also completed \$377 million in corporate finance assignments, and issued a dozen final opinions and valuation reports.

Selected Financial Restructuring Transactions


November 2005



Recapitalization
Sale of the Company

Financial Advisor to certain Institutional Investors


October 2005



Consent Solicitation
\$800 million

Financial Advisor to Mercury Interactive Corp. in connection with a consent solicitation with holders of approximately \$800 million in debt securities


May 2005



Chapter 11 Reorganization
\$2.2 billion

Financial Advisor to the Ad-hoc Committee of Noteholders of Trump Casino Holdings

March 2005



Chapter 11 Reorganization
Sale of the Company

Financial Advisor to BellSouth and the Official Committee of Unsecured Creditors

Selected Mergers & Acquisitions and Corporate Finance Transactions


December 2005



Section 363 Asset Sale

Financial Advisor to Arlington Hospitality in connection with the sale of substantially all its assets to Sunburst Hospitality

December 2005



Sale of the Company

Financial Advisor to Brown International in connection with its sale to Atlas Pacific Engineering Co.


November 2005



Debt Financing
\$140 million

Financial Advisor to Teleguam Holdings, LLC, in connection with a dividend recapitalization transaction

June 2005




Sale of the Company

Financial Advisor to the Special Committee of the Board of Directors of Neff Corporation in connection with the sale of Odyssey Investment Partners

Selected Fairness Opinions and Valuation Reports

October 2005



Valuation Report

Rendered a valuation report to aaiPharma, Inc.


August 2005



Valuation Opinion

Delivered a valuation opinion to Sunterra Corporation in connection with the acquisition of the Embassy Vacation Resorts Poipu Point


July 2005



Valuation Report

Financial Advisor to the Official Committee of Preferred Equity Holders

June 2005



Fairness Opinion

Rendered a fairness opinion to the Independent Committee of the Board of Directors



A SPECIALTY INVESTMENT BANK