



HIGH YIELD & DISTRESSED MARKET REVIEW

**Resources.  
Experience.  
Results.**

Chanin Capital Partners, a Duff & Phelps company, is a distinguished leader in providing financial advisory services to companies, creditors and stakeholders in distressed situations. Chanin bankers structure each transaction with the most favorable financial terms – then add value beyond the numbers. Investment Banking services are provided by Duff & Phelps Securities, LLC.

**ADDISON**  
a subsidiary of **Fedders Corporation**, has been acquired by **Roberts-Gordon LLC**, a portfolio company of **Eastport Operating Partners**

Financial advisor to Fedders Corporation

> RESTRUCTURING / SECTION 363 ASSET SALE

**DOCKERS**  
BY MOST  
a subsidiary of **AnchorBlue**, has been acquired by **Levi Strauss & Co.**

Financial advisor to Anchor Blue Group, Inc.

> RESTRUCTURING / SECTION 363 ASSET SALE

**DURA**  
**Automotive Systems**  
has completed a **Chapter 11 reorganization** \$1.5 billion

Financial advisor to the official committee of unsecured creditors

> RESTRUCTURING

**KEY PLASTICS L.L.C.**  
A Key Automotive Group Affiliate  
has completed a **Chapter 11 reorganization** \$307 million

Financial advisor to Key Plastics, LLC

> RESTRUCTURING

**lang**  
holdings  
has been acquired by **LHI Enterprises, Inc.**, an entity controlled by **Sun Capital Partners, Inc.** and **Catterton Partners**

Financial advisor to Lang Holdings, Inc.

> RESTRUCTURING / SECTION 363 ASSET SALE

**PALCO**  
and its subsidiary **Scotia Pacific Company LLC**  
has completed a **Chapter 11 reorganization** \$950 million

Financial advisor to the official committee of unsecured creditors

> RESTRUCTURING

**Pierre**  
**Pierre Foods**  
has completed a **Chapter 11 reorganization** \$380 million

Financial advisor to the plan sponsor

> RESTRUCTURING

**WESTWOOD ONE**  
has completed an **Out-of-Court restructuring** \$250 million

Financial advisor to the preferred shareholders

> RESTRUCTURING



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Issue 22

Week ending November 20, 2009

**M&A Announced Transactions - Source: Capital IQ**

Target	Date	Acquirer	Value (\$mm)	Industry
Birds Eye Foods, Inc.	11/19/2009	Pinnacle Foods Finance LLC	2,012.1	Packaged Foods and Meats
3Com Corporation	11/11/2009	Hewlett-Packard Company	3,400.7	Communications Equipment
Waste Services Inc.	11/11/2009	IESI-BFC Ltd.	734.1	Environmental and Facilities Services
Alder Biopharmaceuticals Inc.	11/10/2009	Bristol-Myers Squibb Co.	1,049.0	Pharmaceuticals
AdMob, Inc.	11/9/2009	Google Inc.	750.0	Internet Software and Services
ATI Enterprises, Inc.	11/9/2009	BC Partners	500.0	Education Services
Advanced Bionics Corporation	11/9/2009	Sonova Holding AG	494.2	Healthcare Equipment

**High Yield Credit Rating Upgrades for Last 2 Weeks - Source: Bloomberg**

Company Name	Date	Rating Type	Agency	Current	Last	Industry
Pinnacle Foods Group LLC	11/20/2009	LT Local Issuer Credit	S&P	B- *+	B-	Food-Misc/Diversified
Datatel Inc	11/19/2009	LT Local Issuer Credit	S&P	B	B *	Enterprise Software/Serv
Imax Corp	11/19/2009	LT Local Issuer Credit	S&P	B-	CCC+	Industr Audio&Video Prod
Graham Packaging Holdings Co	11/18/2009	LT Local Issuer Credit	S&P	B *+	B	Containers-Paper/Plastic
Momentive Performance Materials Inc	11/18/2009	LT Local Issuer Credit	S&P	CCC+ *+	CCC- *+	Chemicals-Specialty
Energy Future Holdings Corp	11/17/2009	LT Local Issuer Credit	S&P	B-	SD	Electric-Integrated
Viskase Cos Inc	11/17/2009	LT Local Issuer Credit	S&P	CCC+ *+	CCC+	Food-Misc/Diversified
Salem Communications Corp	11/16/2009	LT Local Issuer Credit	S&P	B- *	B- *	Radio
Advanced Micro Devices Inc	11/13/2009	LT Local Issuer Credit	S&P	B-	CCC+	Electronic Compo-Semicon
Libbey Inc	11/12/2009	LT Local Issuer Credit	S&P	B	SD	Housewares
Rock-Tenn Co	11/12/2009	LT Local Issuer Credit	S&P	BB+ *+	BB+	Containers-Paper/Plastic
Waste Services Inc	11/12/2009	LT Local Issuer Credit	S&P	B *+	B	Non-hazardous Waste Disp
Dollar Thrifty Automotive Group Inc	11/11/2009	LT Local Issuer Credit	S&P	B-	CCC *+	Rental Auto/Equipment
Emergency Medical Services Corp	11/11/2009	LT Local Issuer Credit	S&P	BB	BB-	Human Resources
Hospira Inc	11/10/2009	LT Local Issuer Credit	S&P	BBB+	BBB	Medical Products
Johnsontowne Holdings Inc	11/10/2009	LT Local Issuer Credit	S&P	B+	B	Soap&Cleaning Prepar
Lear Corp	11/10/2009	LT Local Issuer Credit	S&P	B	D	Auto/Trk Prts&Equip-Orig
PSS World Medical Inc	11/10/2009	LT Local Issuer Credit	S&P	BB+	BB *+	Medical Products
Red Hat Inc	11/10/2009	LT Local Issuer Credit	S&P	BB+	BB	Applications Software

**High Yield Credit Rating Downgrades for Last 2 Weeks - Source: Bloomberg**

Company Name	Date	Rating Type	Agency	Current Rating	Last Rating	Industry
Integra Telecom Inc	11/20/2009	LT Local Issuer Credit	S&P	SD	CC *	Satellite Telecom
Ceridian Corp	11/18/2009	LT Local Issuer Credit	S&P	B *	B	Commercial Services
White Birch Paper Co	11/17/2009	LT Local Issuer Credit	S&P	D	CCC+	Paper&Related Products
Mashantucket Western Pequot Tribe	11/16/2009	LT Local Issuer Credit	S&P	D	CCC *	Gambling (Non-Hotel)
Simmons Co	11/16/2009	LT Local Issuer Credit	S&P	D	SD	Home Furnishings
TTM Technologies Inc	11/16/2009	LT Local Issuer Credit	S&P	BB- *-	BB-	Circuit Boards
Texas Competitive Electric Holdings Co LLC	11/16/2009	LT Local Issuer Credit	S&P	SD	CC	Electric-Integrated
Turbo Alpha Ltd	11/16/2009	LT Local Issuer Credit	S&P	B- *-	B-	Investment Companies
Datatel Inc	11/13/2009	LT Local Issuer Credit	S&P	B *	B	Enterprise Software/Serv
Liberty Global Inc	11/13/2009	LT Local Issuer Credit	S&P	B+ *-	B+	Broadcast Serv/Program
St John Knits International Inc	11/13/2009	LT Local Issuer Credit	S&P	B+ *-	B+	Apparel Manufacturers
US Concrete Inc	11/13/2009	LT Local Issuer Credit	S&P	CCC+	B-	Bldg Prod-Cement/Aggreg
UnitedGlobalCom Inc	11/13/2009	LT Local Issuer Credit	S&P	B+ *-	B+	Broadcast Serv/Program
LNR Property Corp	11/12/2009	LT Local Issuer Credit	S&P	CCC	B-	Real Estate Mgmt/Service
Carter's Inc	11/11/2009	LT Local Issuer Credit	S&P	BB+ *-	BB+	Apparel Manufacturers
Libbey Inc	11/11/2009	LT Local Issuer Credit	S&P	SD	B *-	Housewares
Nextel Communications Inc	11/11/2009	LT Local Issuer Credit	S&P	BB *-	BB	Cellular Telecom
Sprint Nextel Corp	11/11/2009	LT Local Issuer Credit	S&P	BB *-	BB	Telephone-Integrated
Alcatel-Lucent USA Inc	11/9/2009	LT Local Issuer Credit	S&P	B	B+	Telecommunication Equip

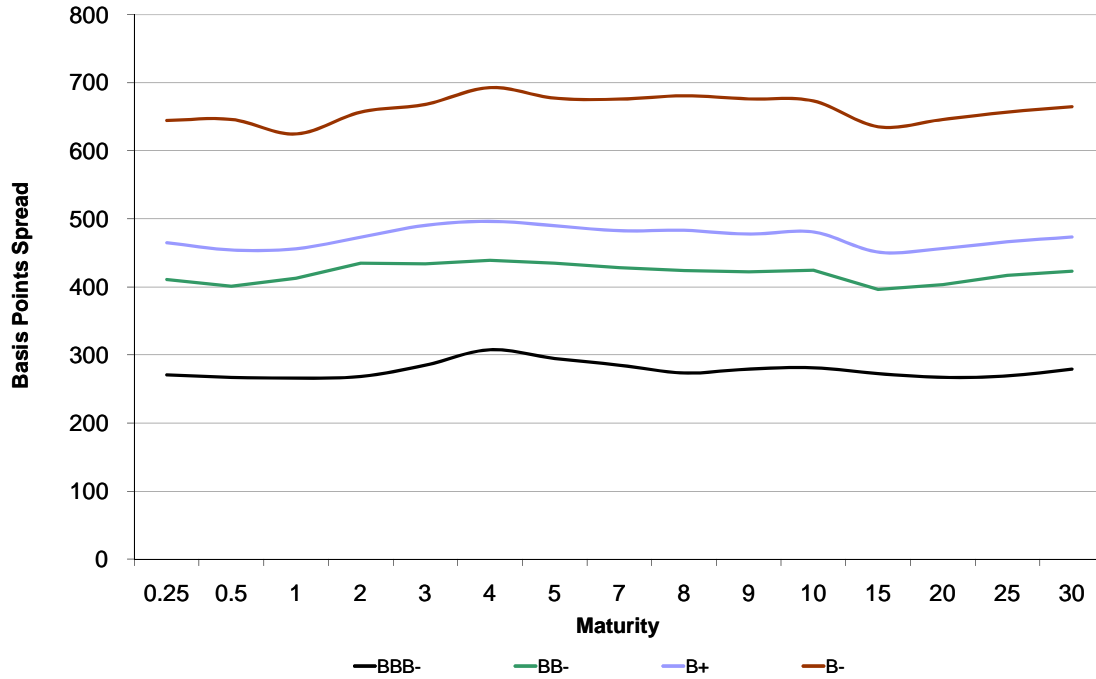


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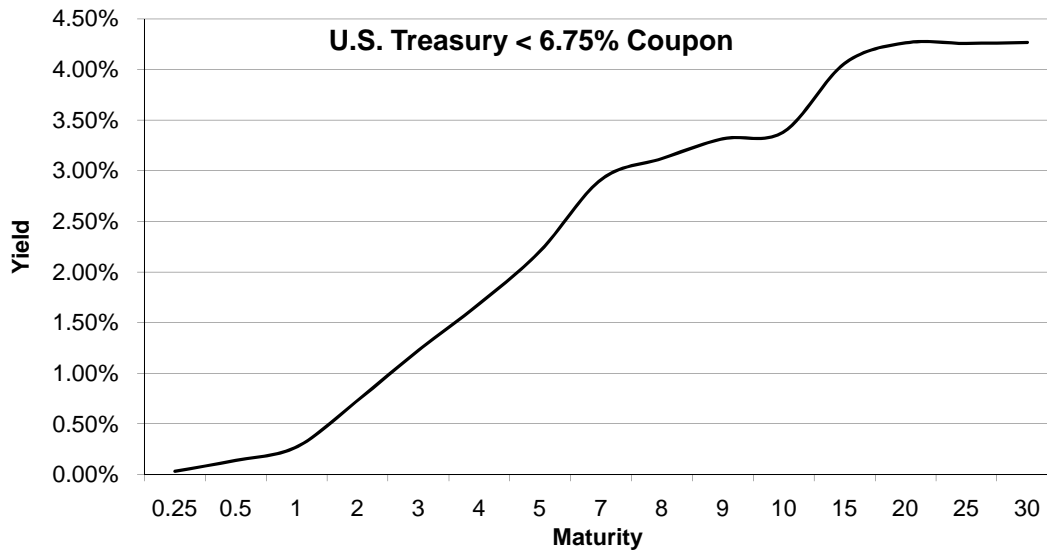
Week ending November 20, 2009

Bond Spread To US Treasury Data - Source: Bloomberg



Change in spread to US treasuries with coupons < 6.75% (7 Year)

	Time Period of Change			
	2 weeks	3 months	6 months	1 year
BBB-	8	(45)	(147)	(216)
BB-	2	(69)	(199)	(458)
B+	6	(133)	(300)	(476)
B-	4	(69)	(354)	(590)





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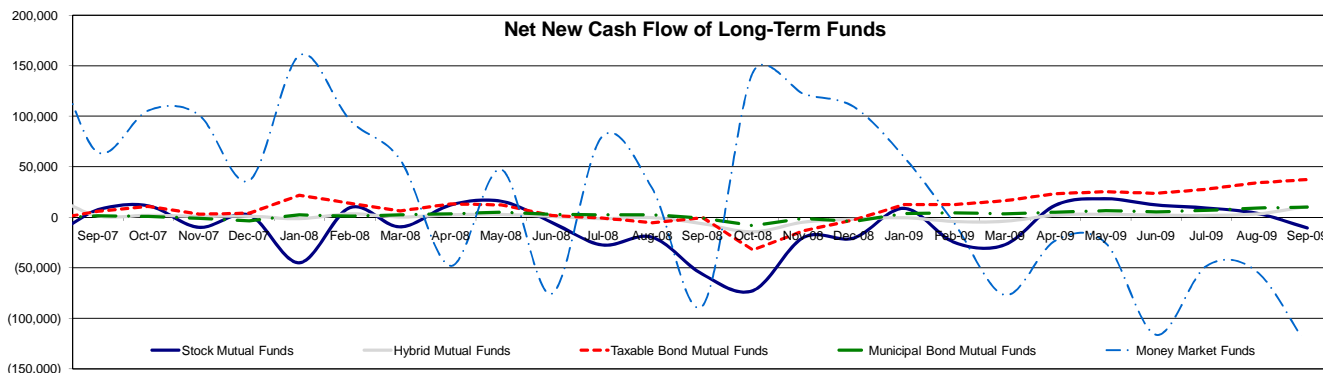
Week ending November 20, 2009

**Key Market Indicators - Source: Bloomberg**

	November 20, 2009		2 Week	2 Week	2 Week	2 Week	YTD	YTD
	Open	Close	High	Low	Change	Change %	Change	Change %
DJIA	10,332.44	10,318.16	10,437.42	10,197.47	294.74	2.94%	1,283.47	16.05%
Nasdaq	2,156.82	2,146.04	2,203.78	2,146.04	33.60	1.59%	513.83	31.48%
S&P 500	1,094.90	1,091.38	1,110.32	1,087.24	22.08	2.06%	159.58	17.13%
Russell 2000	585.68	584.68	602.87	580.32	4.33	0.75%	78.84	15.59%
OEX Volatility Index	22.63	22.19	24.24	21.63	(2.00)	(8.27%)	(17.00)	(43.38%)
Prime Rate	3.25%							
LIBOR	1 month	3 months	6 months	1 Year				
	0.24%	0.26%	0.49%	1.02%				

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

	Sep-09	Aug-09	Jul-09	Jun-09	May-09	Apr-09	Mar-09	YTD
Stock Mutual Funds	(\$10,533)	\$3,998	\$9,215	\$12,191	\$18,380	\$11,896	(\$27,148)	\$2,040
Hybrid Mutual Funds	\$10,596	\$3,139	\$1,794	\$1,910	\$2,797	\$2,068	(\$4,045)	\$13,613
Taxable Bond Funds	\$37,333	\$33,988	\$27,905	\$23,573	\$25,103	\$23,434	\$16,433	\$213,047
Municipal Bond Funds	\$10,120	\$9,044	\$6,796	\$5,379	\$6,535	\$5,093	\$3,478	\$54,645
Money Market Funds	(\$127,514)	(\$53,816)	(\$48,325)	(\$116,419)	(\$25,552)	(\$23,234)	(\$77,019)	(\$418,736)



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

Index	Oct-09 Level	Sep-09 Level	Aug-09 Level	Jul-09 Level	Jun-09 Level	May-09 Level	Apr-09 Level	YTD Return
Altman-NYU Defaulted Bank Loans Index	135.1	135.4	127.2	121.8	115.9	115.3	110.9	20.99%
Altman-NYU Defaulted Public Bonds Index	132.5	127.2	117.2	108.0	100.5	97.5	82.4	74.54%
Combined Bank Loan-Public Bond Index	149.3	147.1	136.9	128.9	121.6	119.7	109.8	40.94%
S&P 500 (Dividends Reinvested)	159.3	159.3	159.3	159.3	159.3	159.3	159.3	17.05%
Citigroup High Yield Index	229.8	234.2	225.8	217.9	202.6	202.2	191.5	48.57%

**Distressed News**

Story Description	Size (\$mil)	Date	*Source
Storage-Unit Manufacturer Taylor-Wharton Files For Chapter 11	250.0	11/20/2009	DBR
DeCODE Works To Sell Off Assets After Entering Chapter 11 Protection	313.9	11/18/2009	DBR
Simmons Bedding Doesn't Expect Regulators To Delay Its Sale	1,000.0	11/18/2009	DBR
NutraCea Seeks Chapter 11 Protection To Restructure Operations, Sell Assets	18.9	11/12/2009	DBR
Edge Petroleum Gets OK To Send Bankruptcy-Exit Plan To Creditors	244.2	11/12/2009	DBR
Bond Insurer Ambac Warns It May Seek Bankruptcy Protection	20,927.5	11/11/2009	DBR

\*Source: Daily Bankruptcy Review ("DBR")

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