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Downgrade Potential Across Credit Grades And Sectors

Global Fixed Income Research:

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Publication date: 23-Mar-06, 16:01:17 EST
Reprinted from RatingsDirect

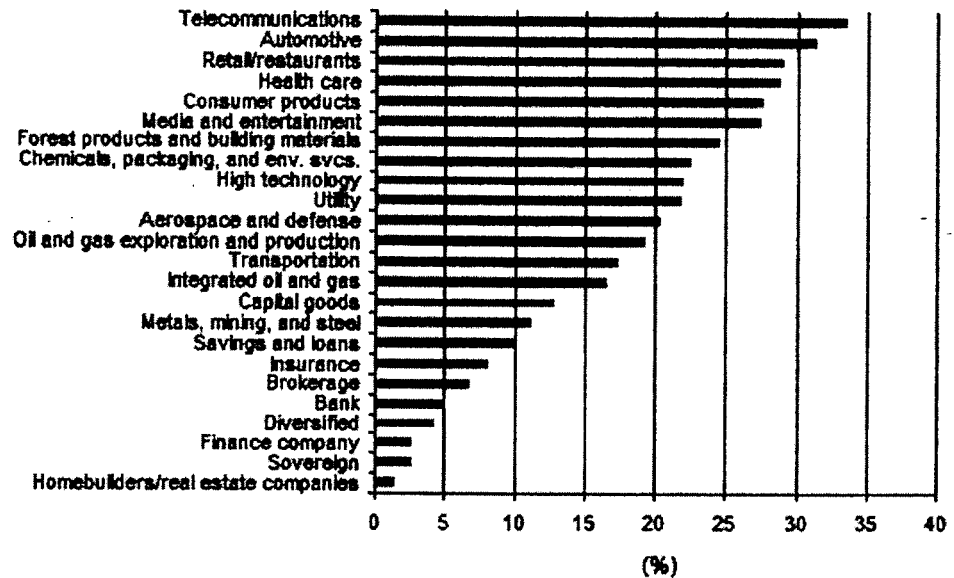
This month, we note the following key takeaways:

- The number of entities at risk of potential downgrades jumped to a high of 659 in mid-March, compared with 636 in mid-February. This count represents the highest since the commencement of this report last September.
- Almost 86% of those at risk of downgrades were located either in the U.S. or Europe.
- Telecommunications and automotive sectors appeared the most vulnerable to deterioration in credit quality, in terms of the count of issuers listed with a negative bias relative to the total rated universe.
- Many of the entities at risk of potential downgrades were in the consumer discretionary domain (telecommunications, automotive, retail/restaurants and health care), where pressures have been building (owing to greater consumer indebtedness, growing uncertainty about the housing outlook, and high energy prices) and momentum is expected to decelerate.
- Among industrial issuers listed with a negative bias, homebuilders/real estate companies appeared least vulnerable, with only 2% of total issuers listed with a negative bias as of Mar. 22, 2006.
- The greatest potential for downgrades was seen in the 'B+' rating designation, which constituted 19% of total potential downgrades globally.

Timely and ongoing surveillance of issuers at risk of downgrades can provide value to investors in their sectoral credit-allocation process as well as in hedging against potential capital losses arising from a rating downgrade. Indeed, in many of these sectors at risk of potential downgrades, the proportion of issuers listed with a negative bias (i.e. negative outlook or ratings on CreditWatch with negative implications) are currently at more elevated levels than have historically been recorded, highlighting the risks to credit quality. The fact that borrowing costs have not budged meaningfully from favorable lows, notwithstanding the turnaround in short-term benchmark rates, undoubtedly remains a favorable factor for many issuers.

Chart 1

Subsector Distribution Of Potential Downgrades As A Share Of Total Rated



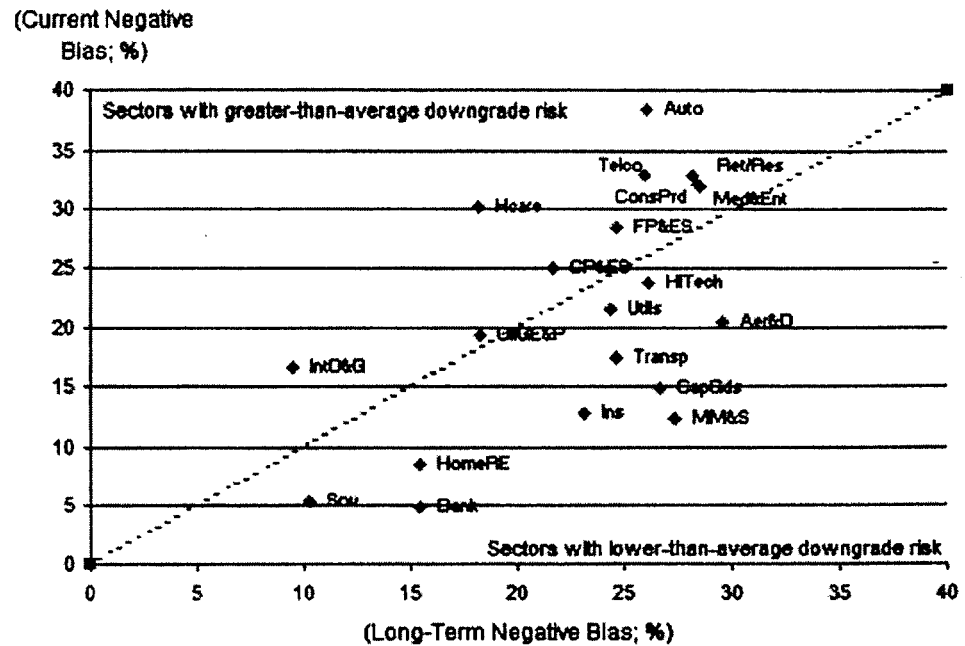
Data as of March 22, 2006. Source: Standard & Poor's Global Fixed Income Research.

Entities with either a negative outlook or with ratings on CreditWatch with negative implications are a good leading indicator of actual downgrades. A long-term study published by Standard & Poor's Global Fixed Income Research corroborates this unequivocally. CreditWatch status and outlooks are strong predictors of ratings behavior, both in the aggregate as well as when broken out by rating category, region, or sector. For all ratings on CreditWatch with negative implications, 64% are downgraded. Negative rating outlooks result in company downgrades 35% of the time.

As of Mar. 22, 2006, of the 659 entities listed with either a negative outlook or with ratings on CreditWatch with negative implications across all rating designations from 'AAA' to 'B-', 68% of the issuers were based in the U.S. The highest potential for downgrades was seen in the 'B+' rating designation, which constituted 19% of total potential downgrades globally. By comparison, 332 entities were poised to benefit from potential upgrades across the rating designations 'AA+' to 'B-'.

Of the 659 entities at risk of potential downgrade, five were rated 'AAA'. All 'AAA' rated issuers were based in Europe, and three of these entities were in the financial sector. The negative outlooks on two Austrian banks (HYPO TIROL BANK AG and Oberoesterreichische Landesbank AG) reflect expectations that existing state guarantees will be phased out over a transition period and that in the absence of explicit state guarantees, future counterparty credit ratings are expected to be lower. The negative outlook on France-based IXIS Corporate & Investment Bank reflects the end of CDC's guarantee on new debt issues and financial transactions from Jan. 23, 2007. At that time, the long-term counterparty credit rating on IXIS CIB will be lowered to the level of that of its new parent, CNCE. Among nonfinancials, one was a Switzerland-based consumer products company (Nestlé S.A.), and the other a Germany-based transportation entity (DFS Deutsche Flugsicherung GmbH). For a full list of entities listed with a negative bias, see Table 2.

Chart 2
Outlook/CreditWatch-Driven Assessment Of Relative Downgrade Vulnerability Across Sectors



Data as of March 22, 2006. Source: Standard & Poor's Global Fixed Income Research.

Globally, the top sectors most vulnerable to downgrades were telecommunications, automotive, retail/restaurants, health care, consumer products, and media and entertainment. In each case, the percentage of entities listed with a negative bias in proportion to the total number of ratings in the sector was higher than 28% or higher (see Chart 1). It is also noteworthy that in most of these sectors, the current negative bias exceeds the long-term average. Chart 2 displays a breakout of both the most recent distribution of negative bias (defined as the number of entities listed with either a negative outlook or a CreditWatch with negative implications on March 22, 2006 relative to the total rated population in each sector) as well as the long-term average of negative bias beginning in 1990 and ending in the fourth quarter of 2005. The dotted diagonal running across the chart indicates that the current negative bias exactly matches the long-term average negative bias. Sectors located to the left of the diagonal indicate higher-than-average risk of potential downgrade, whereas sectors to the right of the diagonal indicate lower-than-average risk.

Of the issuers listed at risk of potential downgrade within telecommunications, the majority (63%) are located in the U.S. Most of the entities listed with negative bias are in the integrated telecommunication services and wireless telecommunication services subcategories. Just over half (52%) of the telecommunications entities at risk of downgrade were rated speculative grade. The high level of merger and acquisition activity continues to be a major factor reshaping the telecommunications sector. Within wireless, the near-term threat is continuing wireless substitution, while an increasingly real threat over the next few years will come from alternative voice over Internet protocol (VoIP) providers.

Within the automotive sector, 82% of entities that are at risk are located in the U.S. More than half of the entities on the list belonged to the auto parts and equipment subcategory. The outlook for auto supplier credit quality is cloudy at best, since the North American auto suppliers' fortunes are tied in large part to those of automakers General Motors Corp., whose production levels are flat, and Ford Motor Co., whose production levels are

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declining. The sector has also been affected by high gasoline prices (which depresses consumer demand), and high raw material costs (little of which is recovered from the domestic automakers). Auto supplier earnings were also hurt by a spike in fuel and energy costs following Hurricanes Katrina and Rita, which caused a rapid escalation of already high rubber and plastic resin costs. Some vendors serving the sector have become increasingly concerned about the credit quality of auto suppliers, especially after the Oct. 8, 2005, bankruptcy filing of Delphi Corp. and, in some cases, have imposed tighter credit terms.

Within retail/restaurants, the majority (78%) was located in the U.S. and fell into the specialty stores, food and drug retail, and restaurant subcategories. The sector was plagued by cautious consumer spending and eroding profit margins because of rising costs from commodities, energy, and insurance. The food wholesale industry is under pressure from soft sales and profits in the supermarket sector caused by the incursion of nontraditional food retailers and cautious consumer spending. In addition, ongoing consolidation in the supermarket industry creates larger self-distributing chains, causing wholesale attrition in the low single digits. These factors can erode operators' distribution volume and profitability as well as their retail operations. Margins in the restaurant segment are likely to remain under pressure because utility prices are expected to stay high and sales trends will likely soften.

Within health care, vulnerability appeared in the U.S., particularly in the health care facilities, services and pharmaceuticals subcategories. The relative prominence of negative outlooks that currently exist among health service providers generally reflects previous financial sponsor decisions to tap relatively inexpensive and available capital to effect sizable payouts to owners. In a period of rising interest rates, these highly leveraged and low-rated issuers will be subject to increased carrying costs for their floating-rate borrowings, causing credit rating pressure. In the pharmaceutical segment, the preponderance of negative outlooks largely represents longer-term credit concerns, rather than prospects for downgrades in 2006.

Among consumer products, potential downgrades were concentrated mainly in the U.S. (89%). Within the U.S., weakness was concentrated in the food, beverage, and tobacco subgroup, as well as consumer durables and apparel. Nearly three quarters of the U.S. names at risk of potential downgrade within this sector was in the speculative-grade category. Sustained higher raw material and other costs are expected to largely offset moderately positive volume trends and any benefits of restructuring initiatives undertaken over the past several years in addition to selected pricing activity. Intense competition among consumer products companies and the shifting of the balance of power toward the retailer will continue to limit upside potential for issuers. The soft goods and apparel sector continues to face significant pressures, as has been the case over the past several years. The demanding retail environment has led to more promotional activity and contributed to slowing sales growth at some of the major textile and apparel companies. Domestic manufacturers continue to be hurt by pricing pressures arising from higher raw material costs, the influx of low-cost foreign imports, and a more demanding, value-conscious consumer.

The negative bias in media and entertainment was also concentrated in the U.S., which accounted for 78% of all entities at risk of potential downgrade. The outlook for the U.S. media and entertainment industry is less optimistic than previously, with traditional advertising representing an area of slowing momentum and potential negative surprises that could neutralize the expected boost from local elections and Winter Olympics. Publishing and printing subcategory was among the more vulnerable subcategories, the former owing to anemic ad spending and the latter sector continuing to confront challenging credit quality because of overcapacity, high levels of competition, and consolidation. In non-advertising-related sectors, movie exhibitors are hoping for a year of stronger releases after 2005 finished lower, and for the Hollywood studios, DVD sales growth may be slowing, with the huge-volume titles in release raising inventory risk. The music industry is still under siege from piracy, and industry legal efforts have not turned the tide of shrinking CD sales.

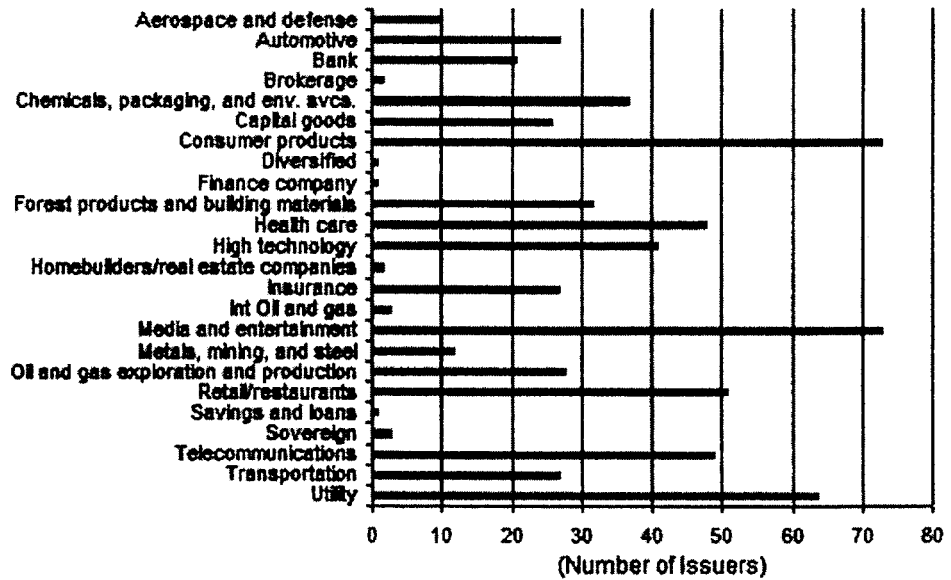
At the opposite end, homebuilders/real estate, sovereigns, and banks appeared least

vulnerable to downgrades, with only 3%, 2%, and 5%, respectively, of total issuers listed with a negative bias. Sectors such as diversified and finance companies were omitted because of small sample size.

In terms of absolute count of potential bond downgrades, the consumer products and media and entertainment sector led the potential downgrade list with 73 issuers each (see Chart 3).

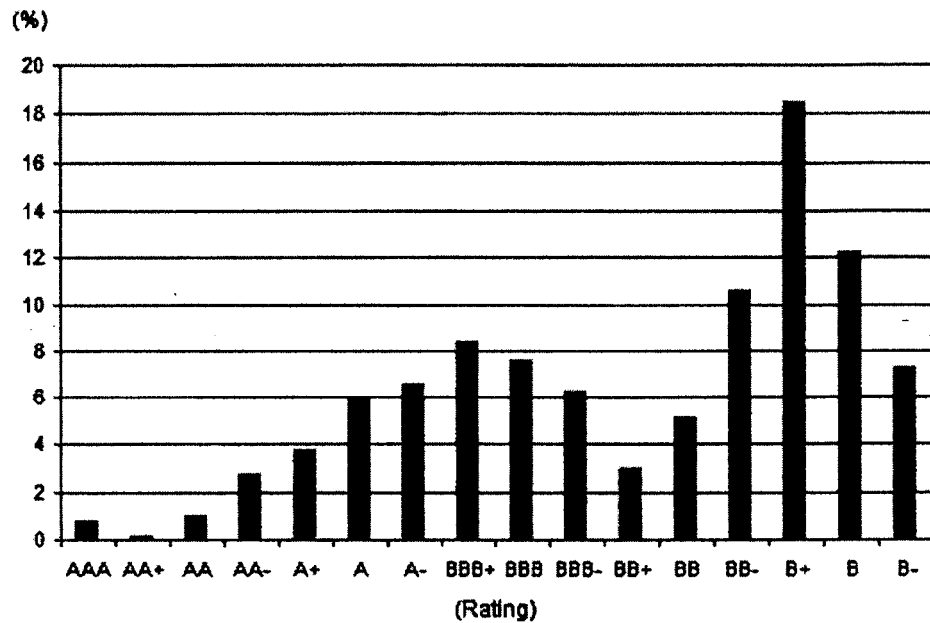
The 'B+' rating designation showed the most potential for rating downgrades, constituting 19% of the total global pool of potential downgrades (see Chart 4). By rating category, the preponderance of potential downgrades also appeared in the 'B' rating category—including the 'B+', 'B', and 'B-' rating designations—which constituted 38% of the total pool of potential downgrades. Of the 659 issuers on the current list, 43% are investment grade ('BBB-' or above), and the remaining 57% are speculative grade ('BB+' or below). The concentration in the speculative-grade segment is not surprising because speculative-grade ratings are generally associated with greater volatility.

Chart 3
Subsector Distribution Of Potential Downgrades By Count



Data as of March 22, 2006. Source: Standard & Poor's Global Fixed Income Research.

Chart 4

Rating Distribution Of Potential Downgrades

Data as of March 22, 2006. Source: Standard & Poor's Global Fixed Income Research.

Geographically, the U.S. constitutes the largest number of entities listed for potential downgrade, with 443, but that concentration in part reflects the larger rated population in the U.S. (see Table 1). European and U.S. entities together made up 86% of the potential bond downgrades.

Table 1 Negative CreditWatch And Outlook Distribution By Region			
Region	-Number of Issuers-		
	CreditWatch Negative	Outlook Negative	Total
Asia/Pacific	11	25	36
Canada	12	31	43
Eastern Europe/Middle East/Africa	2	6	8
Europe	38	83	121
Latin America		6	6
U.S.	110	335	445
Grand total	173	486	659

Data as of March 22, 2006. Source: Standard & Poor's Global Fixed Income Research.

Table 2 Issuers With Negative Outlook Or Ratings On CreditWatch Negative ('AAA' through 'C' Rating Categories)			
Rating	Issuer	Sector	Country
AAA/Negative	IXIS Corporate & Investment Bank (Caisse Nationale des Calsses d'Epargne et de Prevoyance)	Bank	France
AAA/Negative	DFS Deutsche Flugsicherung GmbH	Transportation	Germany
AAA/Negative	Nestle S.A.	Consumer products	Switzerland
AAA/Negative	HYPO TIROL BANK AG (Tyrol (State of))	Bank	Austria
	Oberoesterreichische Landesbank AG (Upper		

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AAA/Negative	Austria (State of)	Bank	Austria
AA+/Negative	Niederösterreichische Landesbank Hypothekenbank AG (Lower Austria (State of))	Bank	Austria
AA/Neg	Jefferson-Pilot Corp. (Jefferson Pilot Financial Group)	Insurance	U.S.
AA/Neg	Swiss Reinsurance Co.	Insurance	Switzerland
AA/Negative	Aéroports de Paris	Transportation	France
AA/Negative	American International Group Inc.	Insurance	U.S.
AA/Negative	Banco Popular Espanol, S.A.	Bank	Spain
AA/Negative	Fuji Photo Film Co. Ltd.	Capital goods	Japan
AA/Negative	Nicor Inc.	Utility	U.S.
AA-/Neg	Abertis Infraestructuras S.A.	Transportation	Spain
AA-/Neg	E.ON AG	Utility	Germany
AA-/Neg	Gaz de France S.A.*	Utility	France
AA-/Neg	HDI Haftpflichtverband der Deutschen Industrie VaG	Insurance	Germany
AA-/Negative	American United Life Insurance Co.	Insurance	U.S.
AA-/Negative	BASF AG	Chemicals, packaging, and env. svcs.	Germany
AA-/Negative	Dexia Crediop SpA (Dexia S.A.)	Bank	Italy
AA-/Negative	Electricite de France	Utility	France
AA-/Negative	International Lease Finance Corp.	Transportation	U.S.
AA-/Negative	Landsvirkjun	Utility	Iceland
AA-/Negative	Merck & Co. Inc.	Health care	U.S.
AA-/Negative	OKO Bank (OKO Osuuspankkien Keskuspankki Oyj)	Bank	Finland
AA-/Negative	Procter & Gamble Co.	Consumer products	U.S.
AA-/Negative	Prudential PLC	Insurance	U.K.
AA-/Negative	Republic of Italy	Sovereign	Italy
AA-/Negative	Singapore Post Ltd.	Consumer products	Singapore
AA-/Negative	Transpower New Zealand Ltd.	Utility	New Zealand
AA-/Negative	WGL Holdings Inc.	Utility	U.S.
A+/Neg	Cargill Inc.	Consumer products	U.S.
A+/Neg	First Data Corp.	High technology	U.S.
A+/Neg	Gas Natural SDG, S.A.	Utility	Spain
A+/Neg	Iberdrola S.A.	Utility	Spain
A+/Neg	Sherwin-Williams Co.*	Chemicals, packaging, and env. svcs.	U.S.
A+/Neg	Vodafone K.K. (Vodafone Group PLC)*	Telecommunications	Japan
A+/Negative	Allstate Corp.	Insurance	U.S.
A+/Negative	American Express Company	Finance company	U.S.
A+/Negative	ASM Brescia SpA*	Utility	Italy
A+/Negative	BRISA Auto-Estradas de Portugal S.A.	Transportation	Portugal
A+/Negative	Bristol-Myers Squibb Co.	Health care	U.S.
A+/Negative	Canadian Imperial Bank of Commerce	Bank	Canada
A+/Negative	Acea SpA (City of Rome)	Utility	Italy
A+/Negative	ATAC SpA (City of Rome)	Transportation	Italy
A+/Negative	Enel SpA*	Utility	Italy
A+/Negative	Energie AG Oberösterreich*	Utility	Austria
A+/Negative	Essent N.V.	Utility	Netherlands
A+/Negative	Hera SpA	Utility	Italy
		Oil and gas exploration and	

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A+/Negative	Motiva Enterprises LLC	production	U.S.
A+/Negative	N.V. NUON	Utility	Netherlands
A+/Negative	Nationwide Mutual Insurance Co. (Nationwide Mutual Insurance Intercompany Pool)	Insurance	U.S.
A+/Negative	RWE AG	Utility	Germany
A+/Negative	Security Mutual Life Insurance Co. of NY	Insurance	U.S.
A+/Negative	Torchmark Corp.	Insurance	U.S.
A+/Negative	UniCredito Italiano SpA	Bank	Italy
A/Neg	Aliant Inc.¶	Telecommunications	Canada
A/Neg	Allergan Inc.	Health care	U.S.
A/Neg	AT&T Inc.	Telecommunications	U.S.
A/Neg	BAA PLC*	Transportation	U.K.
A/Neg	BellSouth Corp.	Telecommunications	U.S.
A/Neg	BOC Group PLC (The)	Chemicals, packaging, and env. svcs.	U.K.
A/Neg	Boston Scientific Corp.	Health care	U.S.
A/Neg	Cingular Wireless LLC	Telecommunications	U.S.
A/Neg	Colonial Gas Co. (Eastern Enterprises)*	Utility	U.S.
A/Neg	Boston Gas Co. (Eastern Enterprises)*	Utility	U.S.
A/Neg	Endesa S.A.	Utility	Spain
A/Neg	FPL Group Inc.	Utility	U.S.
A/Neg	KeySpan Corp.*	Utility	U.S.
A/Neg	Copenhagen Airports A/S (Macquarie Airports (MAp))	Transportation	Denmark
A/Neg	National Grid PLC*	Utility	U.K.
A/Negative	Avon Products Inc.	Consumer products	U.S.
A/Negative	Bayerische Hypo- und Vereinsbank AG	Bank	Germany
A/Negative	Television Francaise 1 S.A. (Bouygues S.A.)	Media and entertainment	France
A/Negative	Britannia Building Society	Bank	U.K.
A/Negative	Campbell Soup Co.	Consumer products	U.S.
A/Negative	Cincinnati Financial Corp.	Insurance	U.S.
A/Negative	Corporacion Nacional del Cobre de Chile	Metals, mining, and steel	Chile
A/Negative	Deutsche Post AG	Transportation	Germany
A/Negative	Dublin Airport Authority PLC	Transportation	Ireland
A/Negative	ENECO Holding N.V.	Utility	Netherlands
A/Negative	Caribbean Utilities Co. Ltd. (Fortis Inc.)	Utility	Cayman Islands
A/Negative	Hillenbrand Industries Inc.	Health care	U.S.
A/Negative	Loews Corp.	Consumer products	U.S.
A/Negative	MetLife Inc.	Insurance	U.S.
A/Negative	New York Times Co. (The)	Media and entertainment	U.S.
A/Negative	Norsk Hydro ASA	Int Oil and gas	Norway
A/Negative	Oriental Land Co. Ltd.	Media and entertainment	Japan
A/Negative	Radian Group Inc.	Insurance	U.S.
A/Negative	Rede Ferroviaria Nacional REFER, E.P.	Transportation	Portugal
A/Negative	Telstra Corp. Ltd.	Telecommunications	Australia
A/Negative	Verizon Communications Inc.	Telecommunications	U.S.
A/Negative	Visa International Service Assn.	Brokerage	U.S.
A/Negative	WPS Resources Corp.	Utility	U.S.
A/Negative	Wyeth	Health care	U.S.
A-/Neg	ALLTEL Georgia Communications Corp.	Telecommunications	U.S.

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	(ALLTEL Corp.)		
A-/Neg	Alltel Communications Holdings of the Midwest Inc. (ALLTEL Corp.)	Telecommunications	U.S.
A-/Neg	Ciba Specialty Chemicals Holding Inc.	Chemicals, packaging, and env. svcs.	Switzerland
A-/Neg	Cofiroute	Transportation	France
A-/Neg	CVS Corp.	Retail/restaurants	U.S.
A-/Neg	Equitable Resources Inc.*	Utility	U.S.
A-/Neg	Guidant Corp.	Health care	U.S.
A-/Neg	MasterCard International	Brokerage	U.S.
A-/Neg	Telephone & Data Systems Inc.	Telecommunications	U.S.
A-/Neg	Toyota Tsusho Corporation	Diversified	Japan
A-/Negative	AGL Resources Inc.	Utility	U.S.
A-/Negative	Alcoa Inc.	Metals, mining, and steel	U.S.
A-/Negative	Mediocredito del Friuli-Venezia Giulia SpA (Autonomous Region of Friuli-Venezia Giulia)	Bank	Italy
A-/Negative	Avery Dennison Corp.	Chemicals, packaging, and env. svcs.	U.S.
A-/Negative	Banca Popolare di Vicenza ScpA	Bank	Italy
A-/Negative	BCE Inc.	Telecommunications	Canada
A-/Negative	BT Group PLC	Telecommunications	U.K.
A-/Negative	Cheung Kong (Holdings) Ltd.	Home/Real	Hong Kong
A-/Negative	Christchurch International Airport Ltd.	Transportation	New Zealand
A-/Negative	Clorox Co.	Consumer products	U.S.
A-/Negative	EnCana Corp	Oil and gas exploration and production	Canada
A-/Negative	Ethan Allen Interiors Inc.	Consumer products	U.S.
A-/Negative	George Weston Ltd.	Retail/restaurants	Canada
A-/Negative	Health Management Associates Inc.	Health care	U.S.
A-/Negative	Hitachi Software Engineering Co., Ltd.	High technology	Japan
A-/Negative	CitiPower Trust (The) (Hongkong Electric Holdings Ltd.)*	Utility	Australia
A-/Negative	Meiji Yasuda Life Insurance Company	Insurance	Japan
A-/Negative	Murphy Oil Corp.	Int Oil and gas	U.S.
A-/Negative	Noble Corporation	Oil and gas exploration and production	U.S.
A-/Negative	Peoples Energy Corp.	Utility	U.S.
A-/Negative	Republic of Hungary	Sovereign	Hungary
A-/Negative	RWE npower PLC	Utility	U.K.
A-/Negative	Schering-Plough Corp.	Health care	U.S.
A-/Negative	Science Applications International Corp.	High technology	U.S.
A-/Negative	Skandia Insurance Co. Ltd.	Insurance	Sweden
A-/Negative	Suzuki Motor Corp.*	Automotive	Japan
A-/Negative	Svenska Cellulosa Aktiebolaget SCA	Forest products and building materials	Sweden
A-/Negative	Telenor ASA	Telecommunications	Norway
A-/Negative	TNT N.V.¶	Transportation	Netherlands
A-/Negative	TransCanada PipeLines Ltd.	Utility	Canada
A-/Negative	UNIBAIL HOLDING	Home/Real	France
A-/Negative	Volkswagen AG	Automotive	Germany
A-/Negative	Woolworths Ltd.	Retail/restaurants	Australia
BBB+/Neg	Alberto-Culver Co.	Retail/restaurants	U.S.

BBB+/Neg	Ameren Corp.	Utility	U.S.
BBB+/Neg	Boots Group PLC	Retail/restaurants	U.K.
BBB+/Neg	CenturyTel Inc.	Telecommunications	U.S.
BBB+/Neg	Cinergy Corp.	Utility	U.S.
BBB+/Neg	Dow Jones & Co. Inc.¶	Media and entertainment	U.S.
BBB+/Neg	Emera Inc.¶	Utility	Canada
BBB+/Neg	Exelon Corp.	Utility	U.S.
BBB+/Neg	Knight Ridder Inc.	Media and entertainment	U.S.
BBB+/Neg	Linde AG	Chemicals, packaging, and env. svcs.	Germany
BBB+/Neg	McClatchy Co. (The)*	Media and entertainment	U.S.
BBB+/Neg	Merck KGaA*	Health care	Germany
BBB+/Neg	Mittal Steel Co. N.V.	Metals, mining, and steel	Netherlands
BBB+/Neg	Northern Border Partners L.P.	Utility	U.S.
BBB+/Neg	PEPCO Holdings Inc.¶	Utility	U.S.
BBB+/Neg	Portugal Telecom SGPS S.A.	Telecommunications	Portugal
BBB+/Neg	Repsol-YPF S.A.¶	Int Oil and gas	Spain
BBB+/Neg	Telecomunicaciones de Puerto Rico Inc.	Telecommunications	U.S.
BBB+/Neg	Thomson	High technology	France
BBB+/Neg	Tyco International Ltd.	Capital goods	Bermuda
BBB+/Neg	Vinci S.A.	Capital goods	France
BBB+/Neg	Wendy's International Inc.	Retail/restaurants	U.S.
BBB+/Neg	Whirlpool Corp.	Consumer products	U.S.
BBB+/Negative	Altadis S.A.	Consumer products	Spain
BBB+/Negative	Altria Group Inc.	Consumer products	U.S.
BBB+/Negative	AMVESCAP PLC	Bank	U.S.
BBB+/Negative	Aspen Insurance Holdings Ltd.	Insurance	Bermuda
BBB+/Negative	Barbados	Sovereign	Barbados
BBB+/Negative	Boardwalk Pipeline Partners LP	Utility	U.S.
BBB+/Negative	BPB PLC	Forest products and building materials	U.K.
BBB+/Negative	Buckeye Partners L.P.	Utility	U.S.
BBB+/Negative	Canadian Natural Resources Ltd.	Oil and gas exploration and production	Canada
BBB+/Negative	Canadian Oil Sands Ltd. (Canadian Oil Sands Trust)	Oil and gas exploration and production	Canada
BBB+/Negative	Compagnie de Saint-Gobain S.A.	Forest products and building materials	France
BBB+/Negative	ConAgra Foods Inc.	Consumer products	U.S.
BBB+/Negative	Empresa Nacional de Telecomunicaciones S.A. (ENTEL)	Telecommunications	Chile
BBB+/Negative	General Mills Inc.	Consumer products	U.S.
BBB+/Negative	Hellenic Telecommunications Organization S.A.	Telecommunications	Greece
BBB+/Negative	IPC Holdings, Ltd.	Insurance	Bermuda
BBB+/Negative	Kinder Morgan Energy Partners L.P.	Oil and gas exploration and production	U.S.
BBB+/Negative	Koninklijke KPN N.V.	Telecommunications	Netherlands
BBB+/Negative	Leighton Holdings Ltd.	Capital goods	Australia
BBB+/Negative	Aeroporti di Roma SpA (Macquarie Airports (MAp))	Transportation	Italy
BBB+/Negative	Manitoba Telecom Services Inc.	Telecommunications	Canada
BBB+/Negative	National Oilwell Inc.	Oil and gas exploration and production	U.S.

BBB+/Negative	Newell Rubbermaid Inc.	Consumer products	U.S.
BBB+/Negative	Orica Ltd.	Chemicals, packaging, and env. svcs.	Australia
BBB+/Negative	Portland General Electric Co.*	Utility	U.S.
BBB+/Negative	South Jersey Gas Co. (South Jersey Industries Inc.)	Utility	U.S.
BBB+/Negative	Talisman Energy Inc.	Oil and gas exploration and production	Canada
BBB+/Negative	Time Warner Inc.¶	Media and entertainment	U.S.
BBB+/Negative	Union Fenosa S.A.	Utility	Spain
BBB+/Negative	Vector Ltd.	Utility	New Zealand
BBB+/Negative	Weatherford International Ltd	Oil and gas exploration and production	Bermuda
BBB+/Negative	Wisconsin Energy Corp.	Utility	U.S.
BBB/Neg	Alinta Ltd.	Utility	Australia
BBB/Neg	Australian Gas Light Co.(The)*	Utility	Australia
BBB/Neg	AutoNation Inc.*	Automotive	U.S.
BBB/Neg	Autoroutes Paris-Rhin-Rhone	Transportation	France
BBB/Neg	Degussa AG	Chemicals, packaging, and env. svcs.	Germany
BBB/Neg	Entergy Corp	Utility	U.S.
BBB/Neg	GTECH Holdings Corp.	Media and entertainment	U.S.
BBB/Neg	Lafarge S.A.	Forest products and building materials	France
BBB/Neg	Lottomatica SpA	Media and entertainment	Italy
BBB/Neg	Mattel Inc.	Consumer products	U.S.
BBB/Neg	ONEOK Inc.	Utility	U.S.
BBB/Neg	Pilkington PLC	Forest products and building materials	U.K.
BBB/Neg	Reynolds & Reynolds Co. (The)	High technology	U.S.
BBB/Neg	SuperValu Inc.	Consumer products	U.S.
BBB/Neg	Toshiba Corp.	High technology	Japan
BBB/Neg	UGI Utilities Inc. (UGI Corp.)	Utility	U.S.
BBB/Negative	Accor S.A.	Media and entertainment	France
BBB/Negative	BAE Systems PLC	Aerospace and defense	U.K.
BBB/Negative	Beckman Coulter Inc.	Health care	U.S.
BBB/Negative	Cardinal Health Inc.	Retail/restaurants	U.S.
BBB/Negative	Cleco Corp.	Utility	U.S.
BBB/Negative	Convergys Corp.	High technology	U.S.
BBB/Negative	Crane Co.	Capital goods	U.S.
BBB/Negative	Deutsche Lufthansa AG	Transportation	Germany
BBB/Negative	Duquesne Light Holdings Inc.	Utility	U.S.
BBB/Negative	Elisa Corp.	Telecommunications	Finland
BBB/Negative	Empire District Electric Co.	Utility	U.S.
BBB/Negative	Furniture Brands International Inc.	Consumer products	U.S.
BBB/Negative	Government Development Bank for Puerto Rico	Bank	U.S.
BBB/Negative	Hawaiian Electric Industries Inc.	Utility	U.S.
BBB/Negative	International Paper Company	Forest products and building materials	U.S.
BBB/Negative	John Fairfax Holdings Ltd.*	Media and entertainment	Australia
BBB/Negative	Jones Apparel Group Inc.	Consumer products	U.S.
BBB/Negative	Kinder Morgan Inc.	Oil and gas exploration and production	U.S.

BBB/Negative	Laurentian Bank of Canada	Bank	Canada
BBB/Negative	Magellan Midstream Partners LP	Oil and gas exploration and production	U.S.
BBB/Negative	Marsh & McLennan Companies	Insurance	U.S.
BBB/Negative	Metro Inc.	Retail/restaurants	Canada
BBB/Negative	Minebea Co. Ltd.	Capital goods	Japan
BBB/Negative	Montpelier Re Holdings Ltd.	Insurance	Bermuda
BBB/Negative	Norbord Inc.	Forest products and building materials	Canada
BBB/Negative	PNM Resources Inc	Utility	U.S.
BBB/Negative	Rexam PLC	Chemicals, packaging, and env. svcs.	U.K.
BBB/Negative	RPM International Inc.	Chemicals, packaging, and env. svcs.	U.S.
BBB/Negative	Sealed Air Corp.	Chemicals, packaging, and env. svcs.	U.S.
BBB/Negative	Southern Union Co.	Utility	U.S.
BBB/Negative	Terasen Inc.	Utility	Canada
BBB/Negative	Universal Health Services Inc.	Health care	U.S.
BBB/Negative	Waddell & Reed Financial Inc.	Bank	U.S.
BBB/Negative	West Fraser Timber Co. Ltd.	Forest products and building materials	Canada
BBB-/Neg	Albertson's Inc.	Retail/restaurants	U.S.
BBB-/Neg	Black Hills Corp.	Oil and gas exploration and production	U.S.
BBB-/Neg	Bumiputra-Commerce Holdings Berhad*	Bank	Malaysia
BBB-/Neg	Falconbridge Ltd.	Metals, mining, and steel	Canada
BBB-/Neg	Inco Ltd.	Metals, mining, and steel	Canada
BBB-/Neg	Carolina Telephone & Telegraph Co. (Sprint Nextel Corp.)	Telecommunications	U.S.
BBB-/Neg	Centel Corp. (Sprint Nextel Corp.)	Telecommunications	U.S.
BBB-/Neg	Telesat Canada	Telecommunications	Canada
BBB-/Neg	ThyssenKrupp AG	Capital goods	Germany
BBB-/Neg	Vermont Electric Cooperative Inc	Utility	U.S.
BBB-/Neg	VNU N.V.	Media and entertainment	Netherlands
BBB-/Neg	Watson Pharmaceuticals Inc.*	Health care	U.S.
BBB-/Negative	American Axle & Manufacturing Holdings Inc.	Automotive	U.S.
BBB-/Negative	Ashland Inc.	Chemicals, packaging, and env. svcs.	U.S.
BBB-/Negative	Avnet Inc.	High technology	U.S.
BBB-/Negative	Big Lots Inc.	Retail/restaurants	U.S.
BBB-/Negative	Clear Channel Communications Inc.	Media and entertainment	U.S.
BBB-/Negative	CNA Financial Corp.	Insurance	U.S.
BBB-/Negative	Computer Associates International Inc.	High technology	U.S.
BBB-/Negative	Cytec Industries Inc.	Chemicals, packaging, and env. svcs.	U.S.
BBB-/Negative	Deluxe Corp.	Media and entertainment	U.S.
BBB-/Negative	Diversified Utility and Energy Trusts	Utility	Australia
BBB-/Negative	Electronic Data Systems Corp.	High technology	U.S.
BBB-/Negative	L-3 Communications Holdings Inc.	Aerospace and defense	U.S.
BBB-/Negative	Mashantucket Western Pequot Tribe	Media and entertainment	U.S.
BBB-/Negative	Methanex Corp.	Chemicals, packaging, and env. svcs.	Canada
		Forest products and building	

BBB-/Negative	Norske Skogindustrier ASA*	materials	Norway
BBB-/Negative	New York Community Bancorp, Inc	Savings and loans	U.S.
BBB-/Negative	Nexans S.A.	Capital goods	France
BBB-/Negative	Pioneer Corp.	Capital goods	Japan
BBB-/Negative	ProAssurance Corp.	Insurance	U.S.
BBB-/Negative	Sainsbury (J.) PLC	Retail/restaurants	U.K.
BBB-/Negative	Sappi Ltd.	Forest products and building materials	South Africa
BBB-/Negative	Scholastic Corp.	Media and entertainment	U.S.
BBB-/Negative	SEACOR Holdings Inc.	Oil and gas exploration and production	U.S.
BBB-/Negative	Skylark Co. Ltd.	Retail/restaurants	Japan
BBB-/Negative	Southwestern Energy Co.	Oil and gas exploration and production	U.S.
BBB-/Negative	Symbion Health Ltd.	Health care	Australia
BBB-/Negative	Universal American Financial Corp.	Insurance	U.S.
BBB-/Negative	Universal Corp.¶	Consumer products	U.S.
BBB-/Negative	Victor Co. of Japan Ltd. (JVC Corp.)	Capital goods	Japan
BB+/Neg	Affiliated Computer Services Inc.	High technology	U.S.
BB+/Neg	CBRL Group Inc.	Retail/restaurants	U.S.
BB+/Neg	Fresenius AG	Health care	Germany
BB+/Neg	Lear Corp.	Automotive	U.S.
BB+/Neg	Liberty Media Corp.	Media and entertainment	U.S.
BB+/Neg	Nippon Sheet Glass Co. Ltd.	Capital goods	Japan
BB+/Neg	Sensient Technologies Corp.	Consumer products	U.S.
BB+/Neg	Valentia Telecommunications upc	Telecommunications	Ireland
BB+/Negative	Allgemeine Hypothekbank Rheinboden AG	Bank	Germany
BB+/Negative	Citizens Communications Co.	Telecommunications	U.S.
BB+/Negative	Edison Funding Co.	Utility	U.S.
BB+/Negative	EMI Group PLC	Media and entertainment	U.K.
BB+/Negative	Kerr-McGee Corp.	Oil and gas exploration and production	U.S.
BB+/Negative	Nova Chemicals Corp.	Chemicals, packaging, and env. svcs.	Canada
BB+/Negative	Oriental Financial Group	Bank	U.S.
BB+/Negative	Rent-A-Center Inc.	Consumer products	U.S.
BB+/Negative	RJ Reynolds Tobacco Holdings Inc.	Consumer products	U.S.
BB+/Negative	Sears Canada Inc.	Retail/restaurants	Canada
BB+/Negative	Sears Holdings Corp.	Retail/restaurants	U.S.
BB+/Negative	Stena AB	Transportation	Sweden
BB/Neg	Asia Aluminum Holdings Limited	Metals, mining, and steel	China
BB/Neg	Aztar Corp.	Media and entertainment	U.S.
BB/Neg	Blyth Inc.	Consumer products	U.S.
BB/Neg	Bristow Group Inc.	Oil and gas exploration and production	U.S.
BB/Neg	Cinram International Inc.**	Media and entertainment	Canada
BB/Neg	Fairfax Financial Holdings Ltd.*	Insurance	Canada
BB/Neg	Ferro Corp.	Chemicals, packaging, and env. svcs.	U.S.
BB/Neg	Longview Fibre Co.*	Forest products and building materials	U.S.
BB/Neg	PanAmSat Corp.	Telecommunications	U.S.

BB/Neg	Pride International Inc.*	Oil and gas exploration and production	U.S.
BB/Neg	Royal Group Technologies Ltd.¶	Forest products and building materials	Canada
BB/Neg	Sanyo Electric Co. Ltd.	Capital goods	Japan
BB/Neg	TDC A/S	Telecommunications	Denmark
BB/Neg	Valhi Inc.*	Chemicals, packaging, and env. svcs.	U.S.
BB/Negative	Appleton Papers Inc.	Forest products and building materials	U.S.
BB/Negative	ArvinMeritor Inc.	Automotive	U.S.
BB/Negative	Bombardier Inc.	Aerospace and defense	Canada
BB/Negative	Brown Shoe Co. Inc.	Retail/restaurants	U.S.
BB/Negative	Cascades Inc.	Forest products and building materials	Canada-
BB/Negative	Constellation Brands Inc.	Consumer products	U.S.
BB/Negative	Cooper Tire & Rubber Co.	Automotive	U.S.
BB/Negative	EnerSys	Capital goods	U.S.
BB/Negative	GCI Inc.	Telecommunications	U.S.
BB/Negative	IKON Office Solutions Inc.	High technology	U.S.
BB/Negative	Jack in the Box Inc.	Retail/restaurants	U.S.
BB/Negative	Journal Register Co.	Media and entertainment	U.S.
BB/Negative	K2 Inc.	Consumer products	U.S.
BB/Negative	King Pharmaceuticals Inc.	Health care	U.S.
BB/Negative	LifePoint Hospitals Inc.	Health care	U.S.
BB/Negative	Morris Publishing Group LLC (Morris Communications Co. LLC)	Media and entertainment	U.S.
BB/Negative	NBTY Inc.	Consumer products	U.S.
BB/Negative	Reader's Digest Association Inc.	Media and entertainment	U.S.
BB/Negative	Rock-Tenn Co.	Forest products and building materials	U.S.
BB/Negative	Service Corp. International	Health care	U.S.
BB-/Neg	AAT Communications Corp.*	Telecommunications	U.S.
BB-/Neg	Aleris International Inc.*	Metals/mining	U.S.
BB-/Neg	Aurelia Energy N.V.	Oil and gas exploration and production	Netherlands
BB-/Neg	Baxi Holdings Ltd.*	Capital goods	U.K.
BB-/Neg	Beverly Enterprises Inc.	Health care	U.S.
BB-/Neg	Converse Technology Inc.*	High technology	U.S.
BB-/Neg	Doral Financial Corp.	Bank	U.S.
BB-/Neg	Duratek Inc.	Chemicals, packaging, and env. svcs.	U.S.
BB-/Neg	Hilite International Inc.	Automotive	U.S.
BB-/Neg	Hudson's Bay Co.	Retail/restaurants	Canada
BB-/Neg	Intelsat Ltd.	Telecommunications	Bermuda
BB-/Neg	Intrawest Corp.*	Media and entertainment	Canada
BB-/Neg	Kerzner International Ltd.*	Media and entertainment	Bahamas
BB-/Neg	Millennium Chemicals Inc. (Lyondell Chemical Company)*	Chemicals, packaging, and env. svcs.	U.S.
BB-/Neg	Navistar International Corp.	Automotive	U.S.
BB-/Neg	Softbank Corp.*	High technology	Japan
BB-/Neg	Stoneridge Inc.¶	Automotive	U.S.
BB-/Neg	Susquehanna Media Co.	Media and entertainment	U.S.

BB-/Neg	Swift & Company	Consumer products	U.S.
BB-/Neg	TNS Inc.*	High technology	U.S.
BB-/Neg	Tommy Hilfiger U.S.A. Inc.	Consumer products	U.S.
BB-/Neg	United Components Inc.*	Automotive	U.S.
BB-/Neg	United Rentals Inc.	Capital goods	U.S.
BB-/Negative	ACCO Brands Corp.	Consumer products	U.S.
BB-/Negative	Alaska Air Group Inc.	Transportation	U.S.
BB-/Negative	AMN Healthcare Inc.	Health care	U.S.
BB-/Negative	Angiotech Pharmaceuticals Inc.*	Health care	Canada
BB-/Negative	Buckeye Technologies Inc.*	Forest products and building materials	U.S.
BB-/Negative	Cable & Wireless PLC	Telecommunications	U.K.
BB-/Negative	Cirsa Business Corp. S.A.	Media and entertainment	Spain
BB-/Negative	Consolidated Communications Holdings Inc.	Telecommunications	U.S.
BB-/Negative	Cott Corp.	Consumer products	Canada
BB-/Negative	D&E Communications Inc.	Telecommunications	U.S.
BB-/Negative	Del Monte Foods Co.*	Consumer products	U.S.
BB-/Negative	Dole Food Co. Inc.	Consumer products	U.S.
BB-/Negative	Domtar Inc.	Forest products and building materials	Canada
BB-/Negative	DRS Technologies Inc.	Aerospace and defense	U.S.
BB-/Negative	Extencare Inc*	Health care	Canada
BB-/Negative	FairPoint Communications Inc.	Telecommunications	U.S.
BB-/Negative	Ford Motor Co.	Automotive	U.S.
BB-/Negative	Forest Oil Corp.	Oil and gas exploration and production	U.S.
BB-/Negative	GulfMark Offshore Inc.	Oil and gas exploration and production	U.S.
BB-/Negative	Hilcorp Energy I L.P.	Oil and gas exploration and production	U.S.
BB-/Negative	Iowa Telecommunications Services Inc.	Telecommunications	U.S.
BB-/Negative	Isle of Capri Casinos Inc.	Media and entertainment	U.S.
BB-/Negative	TFM S.A. de C.V. (Kansas City Southern)	Transportation	Mexico
BB-/Negative	Landry's Restaurants Inc.	Retail/restaurants	U.S.
BB-/Negative	Massey Energy Co.*	Metals, mining, and steel	U.S.
BB-/Negative	Mediacom Communications Corp.	Telecommunications	U.S.
BB-/Negative	M-real Corp.	Forest products and building materials	Finland
BB-/Negative	Navarre Corp.	High technology	U.S.
BB-/Negative	Newpark Resources Inc.	Oil and gas exploration and production	U.S.
BB-/Negative	Owens-Illinois Inc.	Chemicals, packaging, and env. svcs.	U.S.
BB-/Negative	PSEG Energy Holdings LLC (Public Service Enterprise Group Inc.)	Utility	U.S.
BB-/Negative	Quebecor World Inc.	Media and entertainment	Canada
BB-/Negative	Regal Entertainment Group	Media and entertainment	U.S.
BB-/Negative	Rotech Healthcare Inc.	Health care	U.S.
BB-/Negative	Sanmina-SCI Corp.	High technology	U.S.
BB-/Negative	Sequa Corp.	Aerospace and defense	U.S.
BB-/Negative	Sinclair Broadcast Group Inc.	Media and entertainment	U.S.
BB-/Negative	SSA Global Technologies Inc.	High technology	U.S.
BB-/Negative	Stater Bros. Holdings Inc.	Retail/restaurants	U.S.

BB-/Negative	Stillwater Mining Co.	Metals, mining, and steel	U.S.
BB-/Negative	Synagro Technologies Inc.	Chemicals, packaging, and env. svcs.	U.S.
BB-/Negative	TI Automotive Ltd.*	Automotive	U.K.
BB-/Negative	TravelCenters of America Inc.	Retail/restaurants	U.S.
BB-/Negative	Unisys Corp.	High technology	U.S.
BB-/Negative	USI Holdings Corp.	Insurance	U.S.
BB-/Negative	Workflow Management Inc.	Media and entertainment	U.S.
BB-/Negative	WRG Finance PLC	Chemicals, packaging, and env. svcs.	U.K.
B+/Neg	Activant Solutions Inc.¶	High technology	U.S.
B+/Neg	Aearo Corp. (Aearo Technologies Inc.)	Capital goods	U.S.
B+/Neg	Atlantic Mutual Insurance Co. (Atlantic Mutual Companies)*	Insurance	U.S.
B+/Neg	Bally Technologies Inc.	Media and entertainment	U.S.
B+/Neg	CFR Marfa S.A.¶	Transportation	Romania
B+/Neg	CMC Magnetics Corp.	High technology	Taiwan
B+/Neg	Dresser Inc.	Oil and gas exploration and production	U.S.
B+/Neg	Emmis Communications Corp.	Media and entertainment	U.S.
B+/Neg	Jo-Ann Stores Inc.	Retail/restaurants	U.S.
B+/Neg	Nash Finch Co.	Consumer products	U.S.
B+/Neg	National Beef Packing Company LLC¶	Consumer products	U.S.
B+/Neg	Pinnacle Entertainment Inc.*	Media and entertainment	U.S.
B+/Neg	SAZKA a.s.*	Media and entertainment	Czech Republic
B+/Neg	Sea Containers Ltd.	Transportation	Bermuda
B+/Neg	Select Medical Corp. (Select Medical Holdings Corp.)	Health care	U.S.
B+/Neg	SIRVA Inc.	Media and entertainment	U.S.
B+/Neg	Standard Aero Holdings Inc.	Aerospace and defense	Canada
B+/Neg	Stone Energy Corporation	Oil and gas exploration and production	U.S.
B+/Neg	Tele Columbus AG & Co. KG	Telecommunications	Germany
B+/Neg	Thilmany LLC*	Forest products and building materials	U.S.
B+/Negative	Affinity Group Holding Inc.	Media and entertainment	U.S.
B+/Negative	Alion Science and Technology Corp.	High technology	U.S.
B+/Negative	Allbritton Communications Co.	Media and entertainment	U.S.
B+/Negative	Alliance One International Inc.	Consumer products	U.S.
B+/Negative	AmeriPath Inc.	Health care	U.S.
B+/Negative	Antenna TV S.A.	Media and entertainment	Greece
B+/Negative	Apptis Inc.	High technology	U.S.
B+/Negative	Audatex Holdings LLC*	High technology	U.S.
B+/Negative	Berklinc/BenchCraft Holdings LLC	Consumer products	U.S.
B+/Negative	Billing Services Group LLC	High technology	U.S.
B+/Negative	CapRock Holdings Inc.	Telecommunications	U.S.
B+/Negative	Caribbean Restaurants LLC*	Retail/restaurants	U.S.
B+/Negative	Carrols Corp.	Retail/restaurants	U.S.
B+/Negative	Center for Diagnostic Imaging Inc.	Health care	U.S.
B+/Negative	Central Parking Corp.	Consumer products	U.S.
B+/Negative	Century Theatres Inc.	Media and entertainment	U.S.

B+/Negative	Cenveo Inc.	Media and entertainment	U.S.
B+/Negative	Chiquita Brands International Inc.	Consumer products	U.S.
B+/Negative	Cincinnati Bell Inc.	Telecommunications	U.S.
B+/Negative	Cinemark USA Inc.	Media and entertainment	U.S.
B+/Negative	Cognis Holding GmbH	Chemicals, packaging, and env. svcs.	Germany
B+/Negative	Collins & Aikman Floorcoverings Inc.	Consumer products	U.S.
B+/Negative	Concentra Inc.	Health care	U.S.
B+/Negative	CPI Holdco Inc.	Aerospace and defense	U.S.
B+/Negative	Data Transmission Network Corp.	Media and entertainment	U.S.
B+/Negative	Diagnostic Imaging Group LLC	Health care	U.S.
B+/Negative	Dollarama Group LP	Retail/restaurants	Canada
B+/Negative	Eastman Kodak Co.	Media and entertainment	U.S.
B+/Negative	Euramax International Inc.	Capital goods	U.S.
B+/Negative	FastenTech Inc.	Capital goods	U.S.
B+/Negative	Foodcorp (Proprietary) Ltd.	Consumer products	South Africa
B+/Negative	Gerresheimer Alpha GmbH	Chemicals, packaging, and env. svcs.	Germany
B+/Negative	Graphic Packaging International Inc.	Forest products and building materials	U.S.
B+/Negative	Gray Television Inc.	Media and entertainment	U.S.
B+/Negative	Hayes Lemmerz International Inc.	Automotive	U.S.
B+/Negative	Hexion Specialty Chemicals Inc.	Chemicals, packaging, and env. svcs.	U.S.
B+/Negative	HM Publishing Corp.	Media and entertainment	U.S.
B+/Negative	IAP Worldwide Services Inc.	Capital goods	U.S.
B+/Negative	IASIS Healthcare Corp.	Health care	U.S.
B+/Negative	Interpublic Group of Cos. Inc.	Media and entertainment	U.S.
B+/Negative	IPC Acquisition Corp.	High technology	U.S.
B+/Negative	Japan Airlines Corporation	Transportation	Japan
B+/Negative	Jarden Corp.*	Consumer products	U.S.
B+/Negative	Jean Coutu Group (PJC) Inc.*	Retail/restaurants	Canada
B+/Negative	Keystone Automotive Operations Inc.	Automotive	U.S.
B+/Negative	Knowledge Learning Corp.	Health care	U.S.
B+/Negative	Lenox Group Inc.	Consumer products	U.S.
B+/Negative	Majestic Star Casino LLC (The) (Majestic Holdco, LLC)	Media and entertainment	U.S.
B+/Negative	Mapco Express Inc.	Retail/restaurants	U.S.
B+/Negative	Mark IV Industries Inc.	Automotive	U.S.
B+/Negative	MarkWest Energy Partners LP	Utility	U.S.
B+/Negative	Masonite International Inc.	Forest products and building materials	Canada
B+/Negative	Matria Healthcare Inc.	Health care	U.S.
B+/Negative	Mauser Beteiligungs GmbH	Chemicals, packaging, and env. svcs.	Germany
B+/Negative	MedCath Holdings Corp.	Health care	U.S.
B+/Negative	Monitronics International Inc.	High technology	U.S.
B+/Negative	OfficeMax Inc.	Retail/restaurants	U.S.
B+/Negative	Oriental Trading Co. Inc.	Retail/restaurants	U.S.
B+/Negative	Perry Ellis International Inc.	Consumer products	U.S.
B+/Negative	Per-Se Technologies Inc.	High technology	U.S.
B+/Negative	Pierre Foods Inc.	Consumer products	U.S.

B+/Negative	Pinnacle Foods Group Inc.	Consumer products	U.S.
B+/Negative	Plastech Engineered Products Inc.	Automotive	U.S.
B+/Negative	Ply Gem Industries Inc.	Forest products and building materials	U.S.
B+/Negative	Polymer Holdings LLC	Chemicals, packaging, and env. svcs.	U.S.
B+/Negative	Pope & Talbot Inc.	Forest products and building materials	U.S.
B+/Negative	PQ Corporation	Chemicals, packaging, and env. svcs.	U.S.
B+/Negative	Protection One Alarm Monitoring Inc.	High technology	U.S.
B+/Negative	Psychiatric Solutions Inc.	Health care	U.S.
B+/Negative	Radiologix Inc.	Health care	U.S.
B+/Negative	Reddy Ice Holdings Inc.	Consumer products	U.S.
B+/Negative	Rent-Way Inc.	Retail/restaurants	U.S.
B+/Negative	RGIS Inventory Specialists	Retail/restaurants	U.S.
B+/Negative	Rite Aid Corp.	Retail/restaurants	U.S.
B+/Negative	Riverdeep Holdings PLC	Media and entertainment	Ireland
B+/Negative	Roundy's Supermarkets Inc.	Consumer products	U.S.
B+/Negative	Safety Products Holdings Inc.	Capital goods	U.S.
B+/Negative	Securus Technologies Inc.	High technology	U.S.
B+/Negative	SFX Entertainment Inc.	Media and entertainment	U.S.
B+/Negative	SGS International Inc.	Media and entertainment	U.S.
B+/Negative	Simmons Bedding Company	Consumer products	U.S.
B+/Negative	Smurfit Kappa Group Ltd.	Forest products and building materials	Ireland
B+/Negative	Solo Cup Company	Chemicals, packaging, and env. svcs.	U.S.
B+/Negative	Southern States Cooperative Inc.	Consumer products	U.S.
B+/Negative	Stanadyne Holdings Inc.	Automotive	U.S.
B+/Negative	Team Health Inc.	Health care	U.S.
B+/Negative	The Newark Group Inc.	Forest products and building materials	U.S.
B+/Negative	International Mill Service Inc. (Tube City IMS Corp.)	Metals, mining, and steel	U.S.
B+/Negative	U.S. Investigations Services Inc.	Consumer products	U.S.
B+/Negative	Unifrax Corp.	Capital goods	U.S.
B+/Negative	US Oncology Inc.	Health care	U.S.
B+/Negative	USEC Inc.	Metals, mining, and steel	U.S.
B+/Negative	Vestel Elektronik Sanayi Ve Ticaret A.S.	High technology	Turkey
B+/Negative	VICORP Restaurants Inc.	Retail/restaurants	U.S.
B+/Negative	Visteon Corp.	Automotive	U.S.
B+/Negative	Vitamin Shoppe Industries Inc.	Retail/restaurants	U.S.
B+/Negative	Vought Aircraft Industries Inc.	Aerospace and defense	U.S.
B+/Negative	Windsor Quality Food Company Ltd.	Consumer products	U.S.
B+/Negative	Wm. Bolthouse Farms Inc.	Consumer products	U.S.
B+/Negative	Wormick Co. (The)	Aerospace and defense	U.S.
B+/Negative	Wyle Laboratories Inc.	High technology	U.S.
B+/Negative	Xerium Technologies Inc.	Capital goods	U.S.
B/Neg	Belden & Blake Corp.	Oil and gas exploration and production	U.S.
B/Neg	Getronics N.V.	High technology	Netherlands
B/Neg	Hawaiian Telcom Communications Inc.	Telecommunications	U.S.

B/Neg	Hollywood Theaters Inc.	Media and entertainment	U.S.
B/Neg	Inn of the Mountain Gods Resort and Casino	Media and entertainment	U.S.
B/Neg	LifeCare Holdings Inc.	Health care	U.S.
B/Neg	Pier 1 Imports Inc.*	Consumer products	U.S.
B/Neg	PRIMEDIA Inc.	Media and entertainment	U.S.
B/Neg	Progressive Gaming International Corporation*	Media and entertainment	U.S.
B/Neg	Reno De Medici SpA	Chemicals, packaging, and env. svcs.	Italy
B/Neg	Sunny Delight Beverages Co.¶	Consumer products	U.S.
B/Neg	Triumph HealthCare Holdings Inc.	Health care	U.S.
B/Neg	True Temper Sports Inc.¶	Consumer products	U.S.
B/Negative	Affinia Group Inc.	Automotive	U.S.
B/Negative	Agrokor d.d.	Consumer products	Croatia -
B/Negative	American Pacific Corp.	Chemicals, packaging, and env. svcs.	U.S.
B/Negative	American Safety Razor Co.	Consumer products	U.S.
B/Negative	American Wholesale Insurance Group, Inc.	Insurance	U.S.
B/Negative	AMF Bowling Worldwide Inc.	Media and entertainment	U.S.
B/Negative	Amscan Holdings Inc.	Consumer products	U.S.
B/Negative	Ardagh Glass Group PLC	Chemicals, packaging, and env. svcs.	Ireland
B/Negative	Atlantic Broadband Finance LLC	Telecommunications	U.S.
B/Negative	B&G Foods Holding Corp.	Consumer products	U.S.
B/Negative	Brand Services Inc.	Oil and gas exploration and production	U.S.
B/Negative	Brookstone Inc.*	Retail/restaurants	U.S.
B/Negative	Carmike Cinemas Inc.	Media and entertainment	U.S.
B/Negative	CasaBlanca Resorts	Media and entertainment	U.S.
B/Negative	CCS Medical	Health care	U.S.
B/Negative	COMSYS IT Partners Inc.	Media and entertainment	U.S.
B/Negative	Continental Airlines Inc.	Transportation	U.S.
B/Negative	Damovo Group S.A.	Telecommunications	U.K.
B/Negative	Del Laboratories Inc.	Consumer products	U.S.
B/Negative	DoubleClick Inc.	Media and entertainment	U.S.
B/Negative	El Pollo Loco Inc.	Retail/restaurants	U.S.
B/Negative	EuroFresh Inc.	Consumer products	U.S.
B/Negative	Eye Care Centers of America Inc.	Retail/restaurants	U.S.
B/Negative	Fage Dairy Industry S.A.	Consumer products	Greece
B/Negative	FGX International Inc.	Retail/restaurants	U.S.
B/Negative	FHC Health Systems Inc.	Insurance	U.S.
B/Negative	Fraser Papers Inc.	Forest products and building materials	Canada
B/Negative	Friendly Ice Cream Corp.	Retail/restaurants	U.S.
B/Negative	General Motors Corp.	Automotive	U.S.
B/Negative	General Nutrition Centers Inc.	Retail/restaurants	U.S.
B/Negative	Greektown Holdings LLC	Media and entertainment	U.S.
B/Negative	GXS Corp.	High technology	U.S.
B/Negative	Hanger Orthopedic Group Inc.	Health care	U.S.
B/Negative	Harry & David Operations Corp.	Retail/restaurants	U.S.
B/Negative	Head N.V.	Media and entertainment	Netherlands
B/Negative	Hines Horticulture Inc.	Consumer products	U.S.

B/Negative	HIT Entertainment Ltd.	Media and entertainment	U.S.
B/Negative	Hunter Fan Company*	Consumer products	U.S.
B/Negative	InSight Health Services Corp.	Health care	U.S.
B/Negative	Integrated Alarm Services Group Inc.	High technology	U.S.
B/Negative	Interactive Health LLC	Consumer products	U.S.
B/Negative	InterDent Inc.	Health care	U.S.
B/Negative	Language Line Holdings Inc.	Media and entertainment	U.S.
B/Negative	LBC Holdings LLC	Chemicals, packaging, and env. svcs.	France
B/Negative	Leiner Health Products Inc.	Consumer products	U.S.
B/Negative	Linens 'n Things Inc.	Consumer products	U.S.
B/Negative	Marquee Holdings Inc.	Media and entertainment	U.S.
B/Negative	MD Beauty Incorporated	Consumer products	U.S.
B/Negative	Metaldyne Corp.	Automotive	U.S.
B/Negative	Montecito Broadcast Group, LLC	Media and entertainment	U.S.
B/Negative	MedQuest Inc. (MQ Associates Inc.)	Health care	U.S.
B/Negative	MSC - Medical Services Company	Health care	U.S.
B/Negative	Nabi Biopharmaceuticals	Health care	U.S.
B/Negative	Nyco Holdings 2 ApS	Health care	Denmark
B/Negative	Petro Stopping Centers Holdings L.P.	Retail/restaurants	U.S.
B/Negative	Polypore International Inc.	Capital goods	U.S.
B/Negative	Pregis Corporation	Chemicals, packaging, and env. svcs.	U.S.
B/Negative	Reliant Energy Inc.¶	Utility	U.S.
B/Negative	Restaurant Co. (The)	Retail/restaurants	U.S.
B/Negative	Spanish Broadcasting System Inc.	Media and entertainment	U.S.
B/Negative	Spheris Inc.	Health care	U.S.
B/Negative	SS&C Technologies Inc.	High technology	U.S.
B/Negative	Susser Holdings LLC	Retail/restaurants	U.S.
B/Negative	Tenet Healthcare Corp.	Health care	U.S.
B/Negative	Time Warner Telecom Inc.	Telecommunications	U.S.
B/Negative	TriMas Corp.	Capital goods	U.S.
B/Negative	Ultrapetrol (Bahamas) Ltd	Transportation	Argentina
B/Negative	Vitro S.A. de C.V.	Forest products and building materials	Mexico
B-/Neg	Advanstar Communications Inc.	Media and entertainment	U.S.
B-/Neg	American Media Operations Inc.	Media and entertainment	U.S.
B-/Neg	Global Automotive Logistics S.A.S.	Automotive	France
B-/Neg	IT Holding SpA	Consumer products	Italy
B-/Neg	Leap Wireless International Inc.*	Telecommunications	U.S.
B-/Neg	Nortel Networks Ltd. (Nortel Networks Corp.)*	High technology	Canada
B-/Neg	Viskase Companies Inc.	Chemicals, packaging, and env. svcs.	U.S.
B-/Negative	Amkor Technology Inc.	High technology	U.S.
B-/Negative	ASAT Holdings Ltd.	High technology	Hong Kong
B-/Negative	Blockbuster Inc.	Retail/restaurants	U.S.
B-/Negative	Blue Ridge Paper Products Inc.	Forest products and building materials	U.S.
B-/Negative	Concordia Bus AB	Transportation	Sweden
B-/Negative	Conexant Systems Inc.	High technology	U.S.
B-/Negative	Constar International Inc.	Chemicals, packaging, and env. svcs.	U.S.

B-/Negative	Cornell Companies Inc.	Consumer products	U.S.
B-/Negative	Danka Business Systems PLC	High technology	U.S.
B-/Negative	Dave & Buster's Inc.	Retail/restaurants	U.S.
B-/Negative	Dayton Superior Corp.	Forest products and building materials	U.S.
B-/Negative	Di Giorgio Corp.	Consumer products	U.S.
B-/Negative	Dobson Communications Corp.	Telecommunications	U.S.
B-/Negative	Dunkin' Brands Inc.	Retail/restaurants	U.S.
B-/Negative	Dura Automotive Systems Inc.	Automotive	U.S.
B-/Negative	Eagle Family Foods Inc.	Consumer products	U.S.
B-/Negative	Focus DIY (Finance) PLC	Retail/restaurants	U.K.
B-/Negative	Haight's Cross Communications Inc.	Media and entertainment	U.S.
B-/Negative	Heckler & Koch GmbH*	Aerospace and defense	Germany
B-/Negative	Kerasotes Showplace Theatres Holdings LLC	Media and entertainment	U.S.
B-/Negative	Kinetek Inc.	Capital goods	U.S.
B-/Negative	MAAX Holdings Inc.	Forest products and building materials	Canada
B-/Negative	Manila Electric Co.	Utility	Philippines
B-/Negative	Millar Western Forest Products Ltd. (Millar Western Industries Ltd.)	Forest products and building materials	Canada
B-/Negative	MMI Products Inc.	Forest products and building materials	U.S.
B-/Negative	Mothers Work Inc.	Retail/restaurants	U.S.
B-/Negative	MSX International Inc.	Automotive	U.S.
B-/Negative	North American Energy Partners Inc	Oil and gas exploration and production	Canada
B-/Negative	ORBIMAGE Inc.	Telecommunications	U.S.
B-/Negative	Pathmark Stores Inc.	Retail/restaurants	U.S.
B-/Negative	Portola Packaging Inc.	Chemicals, packaging, and env. svcs.	U.S.
B-/Negative	Rompetrol Group N.V. (The)	Oil and gas exploration and production	Romania
B-/Negative	Rural Cellular Corp.	Telecommunications	U.S.
B-/Negative	Schefenacker AG	Automotive	Germany
B-/Negative	Standard Motor Products Inc.	Automotive	U.S.
B-/Negative	Thermadyne Holdings Corporation	Capital goods	U.S.
B-/Negative	Uno Restaurant Holdings Corp.**	Retail/restaurants	U.S.
B-/Negative	US Airways Group Inc.	Transportation	U.S.
B-/Negative	US LEC Corp.	Telecommunications	U.S.
B-/Negative	Vertis Inc.	Media and entertainment	U.S.
B-/Negative	Wise Metals Group LLC	Metals, mining, and steel	U.S.

Parent companies are listed in parentheses. *Indicates an issuer new to the lists since the Feb. 22, 2006, commentary. †Indicates an issuer moving to a negative outlook from CreditWatch Negative or to CreditWatch Negative from a negative outlook since the Feb. 22, 2006, commentary. Data as of March 22, 2006. Source: Standard & Poor's Global Fixed Income Research.

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