

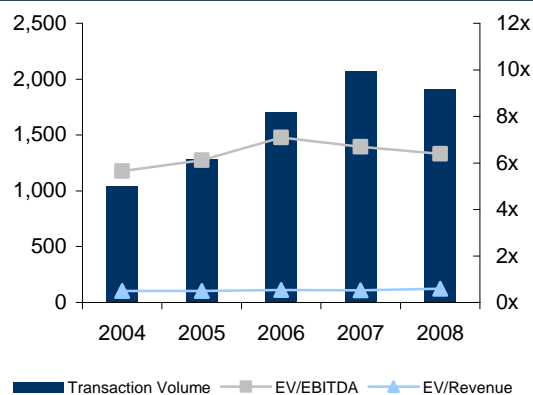


Overall M&A activity within the Retail sector decreased by 7.9% over the last twelve months ending December 31, 2008 with 1,911 deals reported compared to 2,075 deals completed during the same period last year. Median Enterprise Value ("EV") multiples were at 0.6X Revenue and 6.4X EBITDA.

QUARTERLY TRANSACTION METRICS

Aggregate Industry Metrics	Q1 '08	Q2 '08	Q3 '08	Q4 '08
Private Placements	102	109	110	91
M&A - United States Domestic	101	84	95	80
M&A - Cross Border Global	124	124	136	117
Median EV/EBITDA	5.1x	8.0x	5.8x	6.5x
Median EV/Revenue	0.6x	0.6x	0.5x	0.6x
Median Value (\$MM)	\$12.4	\$13.9	\$11.0	\$8.8
Sub-Sector Transaction Totals				
Catalog Retail	22	28	28	15
Internet Retail	82	95	111	106
Multiline Retail	27	22	27	24
Specialty Retail	352	347	342	283

LTM TRANSACTION METRICS AS OF 12/31,



Based upon Mosaic Capital research. Includes all companies with operations in a particular subsector. Valuation multiples include public transactions and premiums for control, which can vary significantly between public and private companies. Private company transactions also typically include valuation discounts for limited liquidity due to a lack of a public market.

About Mosaic Capital

Mosaic Capital LLC is the premier independent investment banking firm in Southern California, providing global transaction advisory and capital raising services to both healthy and distressed middle market companies through our senior advisors. As a member of IMAP we have offices in more than 35 countries, providing our clients local access to buyers and sellers worldwide. IMAP / Mosaic completed more than 250 transactions exceeding \$13 billion in transaction value in 2008, ranking us 6th worldwide by Thompson Financial for transactions under \$200 million. The private placement of debt and equity financing is provided through our affiliate Mosaic Capital Securities LLC (member FINRA/SIPC).

Mosaic Capital is active in the following sub-sectors within the Retail sector. We are available to discuss trends within these sub-sectors with owners and management teams, as well as their advisors.

Catalog Retail:

- Catalog Broadline Retail
- Catalog Food and Drug Retail
- Catalog Specialty Retail

Internet Retail:

- Online Beverage Retail
- Online Broadline Retail
- Online Food and Drug Retail
- Online Specialty Retail

Multiline Retail:

- Department Stores
- General Merchandise Stores

Specialty Retail:

- Apparel Retail
- Automotive Retail
- Computer and Electronics Retail
- Home Improvement Retail
- Home Furnishing Retail
- Specialty Stores

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