

Special Report

The Risk List

06.10.10, 06:00 PM EDT

Fifty companies flashing financial danger signs.

RANK	COMPANY	FINANCIAL RISK PERCENTILE	ACCOUNTING AND GOVERNANCE RANKING ¹	LTM REVENUE (\$MIL)	LTM NET INCOME AFTER EXTRAORDINARY ITEMS (\$MIL)
1	Pacific Ethanol	1	Very Aggressive	301	-295
2	MPG Office Trust	1	Aggressive	475	-689
3	Nextwave Wireless	1	Very Aggressive	61	-211
4	Jackson Hewitt Tax Service	1	Very Aggressive	229	-279
5	Zale	1	Very Aggressive	1,628	-155
6	NewLead Holdings	1	Aggressive	62	-182
7	YRC Worldwide	1	Very Aggressive	4,843	-622
8	Westwood One	1	Very Aggressive	347	NA
9	Rite Aid	1	Aggressive	25,669	-507
10	Cinedigm Digital Cinema	1	Aggressive	78	-24
11	Hovnanian Enterprises	1	Aggressive	1,463	-212
12	Sanyo Electric (ADS)	1	Aggressive	17,196	-526
13	Trans World Entertainment	1	Average	779	-40
14	Crown Media Holdings	2	Aggressive	277	-18
15	Borders Group	2	Average	2,721	-88
16	TerreStar	2	Average	5	-220
17	Transcontinental Realty Investors	2	Average	156	-79
18	Great Atlantic & Pacific Tea	2	Average	8,814	-877
19	Republic Airways Holdings	2	Very Aggressive	1,926	1
20	China Infrastructure Investment	2	Very Aggressive	48	3
21	Quality Distribution	2	Aggressive	625	-179
22	Ampal-American Israel	2	Aggressive	448	-42
23	MGM Mirage	2	Very Aggressive	5,937	-1,494
24	Delta Petroleum	2	Aggressive	168	-316
25	American Realty Investors	2	Average	183	-75
26	Cumulus Media	2	Aggressive	257	-124
27	Strategic Hotels & Resorts	2	Conservative	721	-241
28	Horizon Lines	2	Aggressive	1,172	-35
29	Medivation Inc.	2	Average	69	-67
30	Pacer International	2	Aggressive	1,579	3
31	BioFuel Energy	2	Average	419	-14
32	Bluegreen	2	Average	368	-15
33	Globalstar	2	Aggressive	65	-89

34	Animal Health International	2	Average	659	-29
35	Palm Harbor Homes	2	Conservative	298	-51
36	Spanish Broadcasting System	2	Aggressive	142	-4
37	Bon-Ton Stores	2	Average	3,047	18
38	Eastman Kodak	2	Aggressive	8,062	262
39	Evergreen Solar	2	Aggressive	295	-225
40	Lee Enterprises	3	Average	795	8
41	Beazer Homes USA	3	Aggressive	1,017	59
42	Gray Television	3	Average	280	-19
43	US Airways Group	3	Average	10,654	-147
44	Perfumania Holdings	3	Average	511	-16
45	MTR Gaming Group	3	Average	434	-27
46	Clear Channel Outdoor Holdings	3	Average	2,725	-828
47	Mercer International	3	Average	934	-43
48	Ashford Hospitality	3	Average	899	-257
49	TravelCenters of America	3	Average	5,117	-113
50	China BAK Battery	3	Aggressive	203	-13

All figures in U.S. dollars. Prices as of Apr. 30, 2010. Report was prepared on May 15, 2010.

NA: Not available.

Criteria: U.S.-listed non-financial corporations with market value greater than million and total assets greater than million.

¹Accounting and Governance Ranking: A measure by Audit Integrity of the transparency and statistical reliability of a corporation's financial reporting and governance practices. Companies rated Very Aggressive or Aggressive have proved to be much more likely to face class action litigation and financial restatements, and to suffer severe equity loss.

Sources: Audit Integrity; Bloomberg; Thomson Reuters Fundamentals via FactSet Research Systems.



http://www.forbes.com/lists/2010/19/risk-list-2-10_The-Risk-List_Rank.html