# UNITED STATES
# SECURITIES AND EXCHANGE COMMISSION
**WASHINGTON, D.C. 20549**

# FORM 8-K

**CURRENT REPORT**
**PURSUANT TO SECTION 13 OR 15(d) OF THE**
**SECURITIES EXCHANGE ACT OF 1934**

Date of Report (Date of earliest event reported):
April 26, 2007

# UNIFI, INC.
(Exact name of registrant as specified in its charter)

| | | |
|---|---|---|
| **New York** | **1-10542** | **11-21654951** |
| (State of Incorporation) | (Commission File Number) | (IRS Employer Identification No.) |

**7201 West Friendly Avenue**
**Greensboro, North Carolina 27410**
(Address of principal executive offices, including zip code)

**(336) 294-4410**
(Registrant's telephone number, including area code)

**Not Applicable**
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

o Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

o Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

o Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

o Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

**ITEM 2.02. RESULTS OF OPERATIONS AND FINANCIAL CONDITION.**

On April 26, 2007, Unifi, Inc. (the "Registrant") issued a press release announcing its operating results for its third fiscal quarter ended March 25, 2007, which press release is attached hereto as Exhibit 99.1 and is incorporated herein by reference.

**ITEM 7.01. REGULATION FD DISCLOSURE**.

On April 26, 2007, the Registrant will host a conference call to discuss financial results for its third fiscal quarter. The slide package prepared for use by executive management for this presentation is attached hereto as Exhibit 99.2. All of the information in the presentation is presented as of April 26, 2007, and Unifi does not assume any obligation to update such information in the future.

The information included in the preceding paragraph, as well as the exhibit referenced therein, shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended.

**ITEM 8.01. OTHER EVENTS**

On April 26, 2007, the Registrant issued a press release announcing its operating results for its third fiscal quarter ended March 25, 2007, which press release is attached hereto as Exhibit 99.1 and is incorporated herein by reference.

On April 26, 2007, the registrant issued the press release announcing its rationalization plans for its recently acquired Dillon South Carolina operations, which press release is attached hereto as Exhibit 99.3 and is incorporated herein by reference.

**ITEM 9.01. FINANCIAL STATEMENTS AND EXHIBITS.**

**(d) Exhibits.**

| EXHIBIT NO. | DESCRIPTION OF EXHIBIT |
|---|---|
| 99.1 | Press Release dated April 26, 2007 with respect to the Registrant's financial results for its third fiscal quarter ended March 25, 2007 |
| 99.2 | Slide Package prepared for use on April 26, 2007 in connection with the Registrant's third fiscal quarter earnings conference call to be held on April 26, 2007 |
| 99.3 | Press Release dated April 26, 2007 with respect to the Registrant's rationalization plans for its recently acquired Dillon South Carolina operations |

## SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

**UNIFI, INC.**

By: /s/ CHARLES F. MCCOY

Charles F. McCoy

Vice President, Secretary and General Counsel

Dated: April 26, 2007

**INDEX TO EXHIBITS**

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| 99.3 | Press Release dated April 26, 2007 with respect to the Registrant’s rationalization plans for its recently acquired Dillon South Carolina operations |

Exhibit 99.1

**For more information, contact:**
William M. Lowe, Jr.
Vice President
Chief Operating Officer
Chief Financial Officer
(336) 316-5664

# Unifi Announces Third Quarter Results

**GREENSBORO, N.C. — April 26, 2007** — Unifi, Inc. (NYSE:UFI) today released operating results for its third quarter ended March 25, 2007.

Net income for the current quarter, including discontinued operations, was a net loss of $13.2 million or $0.22 per share compared a net loss of $2.1 million or $0.04 per share for the prior March quarter. Net income from continuing operations for the current quarter was a net loss of $13.9 million or $0.23 per share compared to a net loss of $1.3 million or $0.03 per share for the prior March quarter. Included in the current quarter are pre-tax impairment charges totaling $12.9 million related to the write down of certain plants and equipment, as well as bankruptcy related charges of $3.5 million related to a customer that filed a voluntary petition to reorganize under Chapter 11 of the United States Bankruptcy Code.

Net sales from continuing operations for the current March quarter, including the sales from the Company's Dillon acquisition on January 1, 2007, of $178.2 million, were down $3.2 million or 1.8% compared to net sales of $181.4 million for the prior year March quarter.

Bill Lowe, Chief Operating Officer and Chief Financial Officer for Unifi, said, "Volumes rebounded in the March quarter as expected, and our pre-tax income for the current quarter would have been slightly positive, excluding the facility and equipment impairment charges and the customer bankruptcy charges. Nevertheless, we are taking steps to further maximize our facility utilization rate and improve operating results by moving all of our production from the recently acquired facility in Dillon, South Carolina, to our larger facility in Yadkinville, North Carolina, which will allow us to remain competitive in the marketplace through lower overall manufacturing costs."

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Net income for the first nine months of the Company's fiscal year 2007, including discontinued operations, was a net loss of $40.8 million or $0.75 per share compared to a net loss of $9.0 million or $0.17 per share for the prior year period. Net income from continuing operations for the first nine months of fiscal year 2007 was a net loss of $41.3 million or $0.75 per share compared to a net loss of $9.5 million or $0.18 per share for the prior year period. Net sales for fiscal year-to-date 2007 of $505.0 were down $50.6 million or 9.1% compared to net sales of $555.6 million for fiscal year-to-date 2006.

Total debt at the end of the current March quarter was $247.2 million, which is an increase of $41.1 million over the $206.1 million in debt at the end of the December 2006 quarter. Cash-on-hand at the end of the current March quarter was $26.8 million, which is down from the $35.6 million cash-on-hand at the end of the December 2006 quarter.

Subsequent to the close of the current March quarter, the Company received a $5.8 million dividend from its equity affiliate partner Parkdale America, which will be reported in the Company's fiscal year 2007 fourth quarter results.

Brian Parke, Chairman of the Board and Chief Executive Officer, said "While import pressures persist across many of our supply chains, we are pleased by the growth of our premium value-added product offering. In addition to strong volumes on existing premium value-added programs during the quarter, we also successfully launched Repreve, our 100% recycled polyester yarn. Our joint venture in China has significantly improved its capabilities in this area as well, and we now offer many of our innovative products to brands and retailers on a global basis."

Unifi, Inc. (NYSE: UFI) is a diversified producer and processor of multi-filament polyester and nylon textured yarns and related raw materials. The Company adds value to the supply chain and enhances consumer demand for its products through the development and introduction of branded yarns that provide unique performance, comfort and aesthetic advantages. Key Unifi brands include, but are not limited to: aio® — all-in-one performance yarns, Sorbtek®, A.M.Y.®, Mynx® UV, Repreve®, Reflexx®, MicroVista® and Satura®. Unifi's yarns and brands are readily found in home furnishings, apparel, legwear, and sewing thread, as well as industrial, automotive, military, and medical applications. For more information about Unifi, visit http://www.unifi.com.

Financial Statements to Follow

**UNIFI, INC.**
**CONSOLIDATED STATEMENTS OF OPERATIONS**
(Unaudited) (Amounts in Thousands Except Per Share Data)

| | For the Quarters Ended | | For the Nine Months Ended | |
|---|---|---|---|---|
| | March 25, 2007 | March 26, 2006 | March 25, 2007 | March 26, 2006 |
| Net sales | $ 178,202 | $ 181,398 | $ 505,041 | $ 555,617 |
| Cost of sales | 164,752 | 168,261 | 479,931 | 524,707 |
| Selling, general & administrative expenses | 11,177 | 10,184 | 32,854 | 31,132 |
| Provision for bad debts | 2,274 | 218 | 2,872 | 1,349 |
| Interest expense | 6,610 | 4,606 | 18,786 | 14,063 |
| Interest income | (707) | (1,542) | (2,217) | (5,012) |
| Other (income) expense, net | (2,462) | (589) | (2,705) | (1,138) |
| Equity in (earnings) losses of unconsolidated affiliates | (352) | 564 | 4,473 | (1,278) |
| Write down of long-lived assets | 12,870 | 815 | 16,072 | 2,315 |
| Restructuring charges | — | — | — | 29 |
| Loss from continuing operations before income taxes | (15,960) | (1,119) | (45,025) | (10,550) |
| Provision (benefit) from income taxes | (2,075) | 208 | (3,748) | (1,023) |
| Loss from continuing operations | (13,885) | (1,327) | (41,277) | (9,527) |
| Income (loss) from discontinued operations, net of tax | 666 | (790) | 463 | 556 |
| Net loss | $ (13,219) | $ (2,117) | $ (40,814) | $ (8,971) |
| | | | | |
| Earnings (losses) per common share (basic and diluted): | | | | |
| Net loss — continuing operations | $ (0.23) | $ (0.03) | $ (0.75) | $ (0.18) |
| Net income (loss) — discontinued operations | 0.01 | (0.01) | — | 0.01 |
| Net loss — basic and diluted | $ (0.22) | $ (0.04) | $ (0.75) | $ (0.17) |
| | | | | |
| Weighted average basic and diluted shares outstanding | 59,803 | 52,177 | 54,733 | 52,144 |

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**UNIFI, INC.**
**CONDENSED CONSOLIDATED BALANCE SHEETS**
(Unaudited) (Amounts in Thousands)

| | March 25, 2007 | June 25, 2006 |
|---|---|---|
| **Assets** | | |
| Cash and cash equivalents | $ 26,780 | $ 35,317 |
| Receivables, net | 99,442 | 93,236 |
| Inventories | 129,059 | 116,018 |
| Deferred income taxes | 14,060 | 11,739 |
| Assets held for sale | 7,346 | 17,418 |
| Restricted cash | 1,000 | — |
| Other current assets | 10,360 | 9,229 |
| Total current assets | 288,047 | 282,957 |
| Property, plant and equipment | 228,807 | 237,697 |
| Investments in unconsolidated affiliates | 184,249 | 190,217 |
| Intangible assets, net | 31,450 | — |
| Other noncurrent assets | 21,699 | 21,766 |
| | $ 754,252 | $ 732,637 |
| **Liabilities and Shareholders’ Equity** | | |
| Accounts payable | $ 59,922 | $ 68,916 |
| Accrued expenses | 27,897 | 23,869 |
| Income taxes payable | 503 | 2,303 |
| Current maturities of long-term debt and other current liabilities | 9,047 | 6,330 |
| Total current liabilities | 97,369 | 101,418 |
| Long-term debt and other liabilities | 243,593 | 202,405 |
| Deferred income taxes | 43,328 | 45,861 |
| Shareholders’ equity | 369,962 | 382,953 |
| | $ 754,252 | $ 732,637 |

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**UNIFI, INC.**
**CONSOLIDATED STATEMENTS OF CASH FLOWS**
(Unaudited) (Amounts in Thousands)

| | For the Nine Months Ended | |
|---|---|---|
| | March 25, 2007 | March 26, 2006 |
| Cash and cash equivalents at beginning of period | $ 35,317 | $ 105,621 |
| Operating activities: | | |
| Net loss | (40,814) | (8,971) |
| Adjustments to reconcile net loss to net cash used in continuing operating activities: | | |
| (Income) loss from discontinued operations | (463) | (556) |
| Net (earnings) loss of unconsolidated equity affiliates, net of distributions | 4,473 | 850 |
| Depreciation | 31,701 | 36,911 |
| Amortization | 1,967 | 962 |
| Stock based compensation | 1,433 | 421 |
| Net (gain) loss on asset sales | (1,593) | (180) |
| Non-cash write down of long-lived assets | 16,072 | 2,315 |
| Non-cash portion of restructuring charges | — | 29 |
| Deferred income tax | (5,342) | (3,797) |
| Provision for bad debts | 2,872 | 1,349 |
| Key executive life insurance proceeds, net | 1,761 | 1,661 |
| Other | 93 | (44) |
| Change in assets and liabilities, excluding effects of acquisitions and foreign currency adjustments | (15,771) | (7,531) |
| Net cash provided by (used in) continuing operating activities | (3,611) | 23,419 |
| Investing activities: | | |
| Capital expenditures | (5,502) | (9,767) |
| Acquisitions | (42,831) | (30,188) |
| Investment in foreign restricted assets | — | 171 |
| Collection of notes receivable | 766 | — |
| Change in restricted cash | (1,000) | 2,766 |
| Proceeds from sale of capital assets | 2,399 | 2,395 |
| Return of capital from equity affiliates | 229 | — |
| Key executive life insurance premiums | (217) | (217) |
| Other | (60) | 155 |
| Net cash used in investing activities | (46,216) | (34,685) |
| Financing activities: | | |
| Payment of long-term debt | — | (24,407) |
| Net borrowings of long-term debt | 40,000 | — |
| Other | (1,168) | 277 |
| Net cash provided by (used in) financing activities | 38,832 | (24,130) |
| Cash flows of discontinued operations: | | |
| Operating cash flow | 463 | (9,259) |
| Investing cash flow | — | 25,987 |
| Net cash provided by discontinued operations | 463 | 16,728 |
| Effect of exchange rate changes on cash and cash equivalents | 1,995 | 1,470 |
| Net decrease in cash and cash equivalents | (8,537) | (17,198) |
| Cash and cash equivalents at end of period | $ 26,780 | $ 88,423 |

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## CAUTIONARY STATEMENT ON FORWARD-LOOKING STATEMENTS

Certain statements included herein contain forward-looking statements within the meaning of federal security laws about Unifi, Inc.'s (the "Company") financial condition and results of operations that are based on management's current expectations, estimates and projections about the markets in which the Company operates, as well as management's beliefs and assumptions. Words such as "expects," "anticipates," "believes," "estimates," variations of such words and other similar expressions are intended to identify such forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties and assumptions, which are difficult to predict. Therefore, actual outcomes and results may differ materially from what is expressed or forecasted in, or implied by, such forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which reflect management's judgment only as of the date hereof. The Company undertakes no obligation to update publicly any of these forward-looking statements to reflect new information, future events or otherwise.

Factors that may cause actual outcome and results to differ materially from those expressed in, or implied by, these forward-looking statements include, but are not necessarily limited to, availability, sourcing and pricing of raw materials, pressures on sales prices and volumes due to competition and economic conditions, reliance on and financial viability of significant customers, operating performance of joint ventures, alliances and other equity investments, technological advancements, employee relations, changes in construction spending, capital expenditures and long-term investments (including those related to unforeseen acquisition opportunities), continued availability of financial resources through financing arrangements and operations, outcomes of pending or threatened legal proceedings, negotiation of new or modifications of existing contracts for asset management and for property and equipment construction and acquisition, regulations governing tax laws, other governmental and authoritative bodies' policies and legislation, and proceeds received from the sale of assets held for disposal. In addition to these representative factors, forward-looking statements could be impacted by general domestic and international economic and industry conditions in the markets where the Company competes, such as changes in currency exchange rates, interest and inflation rates, recession and other economic and political factors over which the Company has no control. Other risks and uncertainties may be described from time to time in the Company's other reports and filings with the Securities and Exchange Commission.

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**Exhibit 99.2**



# Unifi, Inc.

## Third Quarter Ended March 25, 2007

## Conference Call

# Cautionary Statement

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# Income Statement Highlights

(Amounts in thousands)

| | For the Quarters Ended | |
|---|---|---|
| | Mar. 2007 | Mar. 2006 |
| Total sales from continuing operations | $ 178,202 | $ 181,398 |
| Loss from continuing operations before income taxes | (15,960) | (1,119) |
| Loss from continuing operations | (13,885) | (1,327) |
| Selling, general and administrative expense | 11,177 | 10,184 |
| Interest expense | 6,610 | 4,606 |
| Depreciation expense | 10,252 | 12,223 |
| Net loss | (13,219) | (2,117) |

# Income Statement Highlights

(Amounts in thousands)

| | For the Nine Months Ended | |
|---|---|---|
| | Mar. 2007 | Mar. 2006 |
| Total sales from continuing operations | $ 505,041 | $ 555,617 |
| Loss from continuing operations before income taxes | (45,025) | (10,550) |
| Loss from continuing operations | (41,277) | (9,527) |
| Selling, general and administrative expense | 32,854 | 31,132 |
| Interest expense | 18,786 | 14,063 |
| Depreciation expense | 31,701 | 36,911 |
| Net loss | (40,814) | (8,971) |

# Balance Sheet Highlights

(Amounts in thousands, except percentages and days in receivables/payables)

| | March 2007 | December 2006 | September 2006 | June 2006 |
|---|---|---|---|---|
| Cash | $ 26,780 | $ 35,612 | $ 29,516 | $ 35,317 |
| Short-Term Debt | $ 7,223 | $ 6,236 | $ 3,807 | $ 4,626 |
| Long-Term Debt | 240,022 | 199,912 | 200,230 | 199,421 |
| Total Debt | $247,245 | $ 206,148 | $ 204,037 | $204,047 |
| Equity | $369,962 | $ 358,243 | $ 373,272 | $382,953 |
| Net Working Capital (1) | $169,915 | $ 133,688 | $ 151,968 | $141,586 |
| Days in receivable | 47.2 | 40.9 | 45.7 | 46.0 |
| Days in payables | 27.8 | 31.2 | 27.4 | 33.4 |

(1) Includes only Accounts Receivable, Inventories and Accounts Payable; excludes discontinued operations

# EBITDA Reconciliation to Pre-Tax Income

(Amounts in thousands)

| | Quarters Ended | | | |
|---|---|---|---|---|
| | September 2006 | December 2006 | March 2007 | Year-to-Date March 2007 |
| Pre-tax loss from continuing operations | $ (12,150) | $ (16,915) | $ (15,960) | $ (45,025) |
| Interest expense, net | 5,621 | 5,045 | 5,903 | 16,569 |
| Depreciation and amortization expense | 11,124 | 10,325 | 11,374 | 32,823 |
| Equity in (earnings) losses of unconsolidated affiliates | 1,949 | 2,876 | (352) | 4,473 |
| Cash distributions from equity affiliates | 229 | — | — | 229 |
| Non cash compensation | 2,128 | 609 | 236 | 2,973 |
| Write down of long-lived assets | 1,200 | 2,002 | 12,870 | 16,072 |
| Gains/losses on sale of PP&E | 240 | 1 | (1,834) | (1,593) |
| Hedging (gains) losses | 44 | (96) | (18) | (70) |
| Customer bankruptcy charges | — | — | 3,533 | 3,533 |
| Adjusted EBITDA | $ 10,385 | $ 3,847 | $ 15,752 | $ 29,984 |

# Non-GAAP
# Financial Measures

Non-GAAP Financial Measures

Included in this presentation are certain non-GAAP financial measures designed to complement the financial information presented in accordance with generally accepted accounting principles in the United States of America because management believes such measures are useful to investors.

EBITDA

EBITDA represents pre-tax income before interest expense, depreciation and amortization expense and loss or income from discontinued operations, adjusted to exclude restructuring charges, equity in earnings and losses of unconsolidated affiliates, impairment write-downs, non-cash compensation expense, gains and losses on sales of property, plant and equipment, hedging gains and losses and customer bankruptcy charges and to include cash distributions from equity affiliates. We present EBITDA as a supplemental measure of our performance and ability to service debt. We also present EBITDA because we believe such measure is frequently used by securities analysts, investors and other interested parties in the evaluation of companies in our industry and in measuring the ability of “high-yield” issuers to meet debt service obligations.

We believe EBITDA is an appropriate supplemental measure of debt service capacity, because cash expenditures on interest are, by definition, available to pay interest, and tax expense is inversely correlated to interest expense because tax expense goes down as deductible interest expense goes up; depreciation and amortization are non-cash charges. Equity in earnings and losses of unconsolidated affiliates is excluded because such earnings or losses do not have an impact on our ability to service our debt. Similarly, we include actual cash distributions from equity affiliates because such cash is available to service our debt. The other items excluded from EBITDA are excluded in order to better reflect our continuing operations.

In evaluating EBITDA, you should be aware that in the future we may incur expenses similar to the adjustments in this presentation. Our presentation of EBITDA should not be construed as an inference that our future results will be unaffected by unusual or non-recurring items. EBITDA is not a measurement of our financial performance under GAAP and should not be considered as an alternative to net income, operating income or any other performance measures derived in accordance with GAAP or as an alternative to cash flow from operating activities as a measure of our liquidity.

# Non-GAAP
# Financial Measures — Continued

Our EBITDA measure has limitations as an analytical tool, and you should not consider it in isolation or as a substitute for analysis of our results as reported under GAAP. Some of these limitations are:

- it does not reflect our cash expenditures, future requirements for capital expenditures or contractual commitments;
- it does not reflect changes in, or cash requirements for, our working capital needs;
- it does not reflect the significant interest expense or the cash requirements necessary to service interest or principal payments on our debt;
- although depreciation and amortization are non-cash charges, the assets being depreciated and amortized will often have to be replaced in the future, and our EBITDA measure does not reflect any cash requirements for such replacements;
- it is not adjusted for all non-cash income or expense items that are reflected in our statements of cash flows;
- it does not reflect the impact of earnings or charges resulting from matters we consider not be indicative of our ongoing operations;
- it does not reflect limitations on or costs related to transferring earnings from our subsidiaries to us; and
- other companies in our industry may calculate this measure differently than we do, limiting its usefulness as a comparative measure.

Because of these limitations, EBITDA should not be considered as a measure of discretionary cash available to us to invest in the growth of our business or as a measure of cash that will be available to us to meet our obligations, including those under the notes. You should compensate for these limitations by relying primarily on our GAAP results and using EBITDA only supplementally.

Exhibit 99.3

**For more information, contact:**
William M. Lowe, Jr.
Vice President
Chief Operating Officer
Chief Financial Officer
(336) 316-5664

**UNIFI ANNOUNCES RATIONALIZATION PLANS AT ITS RECENTLY ACQUIRED DILLON, SOUTH CAROLINA OPERATIONS**

**GREENSBORO, N.C. — April 26, 2007 —** Unifi, Inc. (NYSE: UFI) today announced that it will be shutting its recently acquired Dillon, South Carolina facility. The Company currently operates 42 texturing machines at the facility. The Company expects to close the facility by July 31, 2007 and move the entire production to its facility in Yadkinville, North Carolina. The Company acquired the Dillon facility on January 1, 2007 in a transaction valued at approximately $65.2 million.

“The closure of the Dillon, South Carolina facility is consistent with our strategy of making key acquisitions and addressing excess capacity to lower our manufacturing costs. Our largest facility in Yadkinville of over 800,000 square feet has both the footprint and equipment to accommodate the volume currently run in South Carolina. We continue to streamline our product mix and look to maximize our facility utilization rates to lower manufacturing costs to compete in the marketplace,” said Bill Lowe, Chief Operating Officer and Chief Financial Officer for Unifi. “We plan to move some texturing machines into our existing facilities and expect the impact on our customers to be seamless during the transition period.”

The South Carolina facility currently has approximately 355 employees. The Company estimates that it will add approximately 120 employees to its Yadkinville, North Carolina facility to accommodate the additional volume. Cash closure costs, including severance and equipment moves, is expected to be approximately $2.1 million with annual savings of approximately $5.0 million.

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Unifi, Inc. (NYSE: UFI) is a diversified producer and processor of multi-filament polyester and nylon textured yarns and related raw materials. The Company adds value to the supply chain and enhances consumer demand for its products through the development and introduction of branded yarns that provide unique performance, comfort and aesthetic advantages. Key Unifi brands include, but are not limited to: aio® — all-in-one performance yarns, Sorbtek®, A.M.Y.®, Mynx® UV, Repreve®, Reflexx®, MicroVista® and Satura®. Unifi's yarns and brands are readily found in home furnishings, apparel, legwear, and sewing thread, as well as industrial, automotive, military, and medical applications. For more information about Unifi, visit http://www.unifi.com.

**CAUTIONARY STATEMENT ON FORWARD-LOOKING STATEMENTS**

Certain statements included herein contain forward-looking statements within the meaning of federal security laws about Unifi, Inc.'s (the "Company") financial condition and results of operations that are based on management's current expectations, estimates and projections about the markets in which the Company operates, as well as management's beliefs and assumptions. Words such as "expects," "anticipates," "believes," "estimates," variations of such words and other similar expressions are intended to identify such forward-looking statements. These statements are not guarantees of future performance and involve certain risks, uncertainties and assumptions, which are difficult to predict. Therefore, actual outcomes and results may differ materially from what is expressed or forecasted in, or implied by, such forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which reflect management's judgment only as of the date hereof. The Company undertakes no obligation to update publicly any of these forward-looking statements to reflect new information, future events or otherwise.

Factors that may cause actual outcome and results to differ materially from those expressed in, or implied by, these forward-looking statements include, but are not necessarily limited to, availability, sourcing and pricing of raw materials, pressures on sales prices and volumes due to competition and economic conditions, reliance on and financial viability of significant customers, operating performance of joint ventures, alliances and other equity investments, technological advancements, employee relations, changes in construction spending, capital expenditures and long-term investments (including those related to unforeseen acquisition opportunities), continued availability of financial resources through financing arrangements and operations, outcomes of pending or threatened legal proceedings, negotiation of new or modifications of existing contracts for asset management and for property and equipment construction and acquisition, regulations governing tax laws, other governmental and authoritative bodies' policies and legislation, and proceeds received from the sale of assets held for disposal. In addition to these representative factors, forward-looking statements could be impacted by general domestic and international economic and industry conditions in the markets where the Company competes, such as changes in currency exchange rates, interest and inflation rates, recession and other economic and political factors over which the Company has no control. Other risks and uncertainties may be described from time to time in the Company's other reports and filings with the Securities and Exchange Commission.

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