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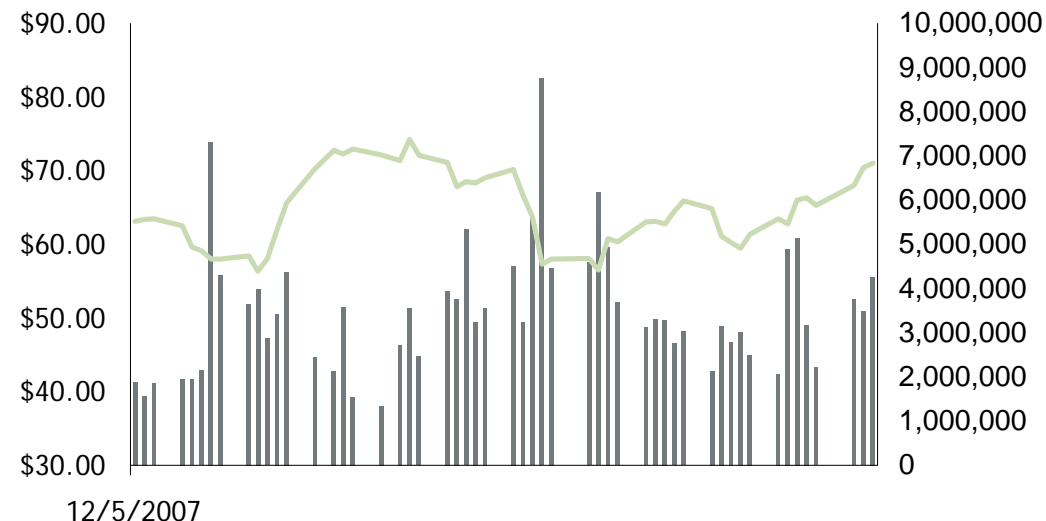
### BUSINESS DESCRIPTION

Agrium Inc. is an agricultural retailer and fertilizer producer in North and South America. The Company operates through three segments: Retail, Wholesale and Advanced Technologies. Their products are used in the agriculture industry, as well as for home and garden, turf and golf courses. Agrium was founded in 1931, and is based in Calgary, Alberta, Canada.

### INVESTMENT THESIS

We foresee that the demand for agricultural products will remain strong, thus keeping demand for fertilizers and nutrients high. The agriculture industry as a whole is rather correlated, but Agrium differentiates itself from its peers by investing in international opportunities and advanced technologies. We believe that Agrium's presence throughout the agriculture value chain and diversified portfolio of revenue is its biggest strength.

### STOCK PRICE PERFORMANCE



### FINANCIAL SUMMARY

#### Results of Operations

FY Ended Feb 14,

	2005	2006	2007
Revenue	\$3,294	\$4,193	\$5,270
<i>Growth</i>	16.1%	27.3%	25.7%
EBIT	500	72	715
<i>EBIT Margin</i>	15.2%	1.7%	13.6%
After-tax Earnings	300	43	429
<i>Net Margin</i>	9.1%	1.0%	8.1%
D&A	146	169	173
CapEx	-175	-209	-454
Interest Expense	-24	-15	-6
EPS Current Sh.	\$2.24	\$0.32	\$3.20

#### Balance Sheet Data

Total Debt (MM)	\$1,545.0
Cash & Equivalents	\$1,509.0
Net Debt	\$36.0

#### Credit Statistics

LTM

Total Debt/EBITDA	--
EBITDA/Interest	--

#### Valuation Multiples

	Industry
EV/Revenue	3.3x
EV/EBITDA	8.9x
EV/EBIT	10.7x
P/E	35.8x

#### Public Market Overview

Share Price (2/22/08)	\$70.85
<i>52 Week High</i>	\$76.14
<i>52 Week Low</i>	\$34.62
Diluted Shares Outstanding (MM)	134.00
<b>Market Value of Equity (B)</b>	<b>\$9.5</b>
Plus: Net Debt	0.0
<b>Enterprise Value</b>	<b>\$9.5</b>

#### Industry

	2005	2006	2007	LTM <sup>(1)</sup>
EV/Revenue	2.9x	2.3x	1.8x	--
EV/EBITDA	14.8x	39.5x	10.7x	--
EV/EBIT	19.1x	132.4x	13.3x	--
P/E	31.6x	220.8x	22.1x	#DIV/0!

(1) Figures as of 07/27/2007