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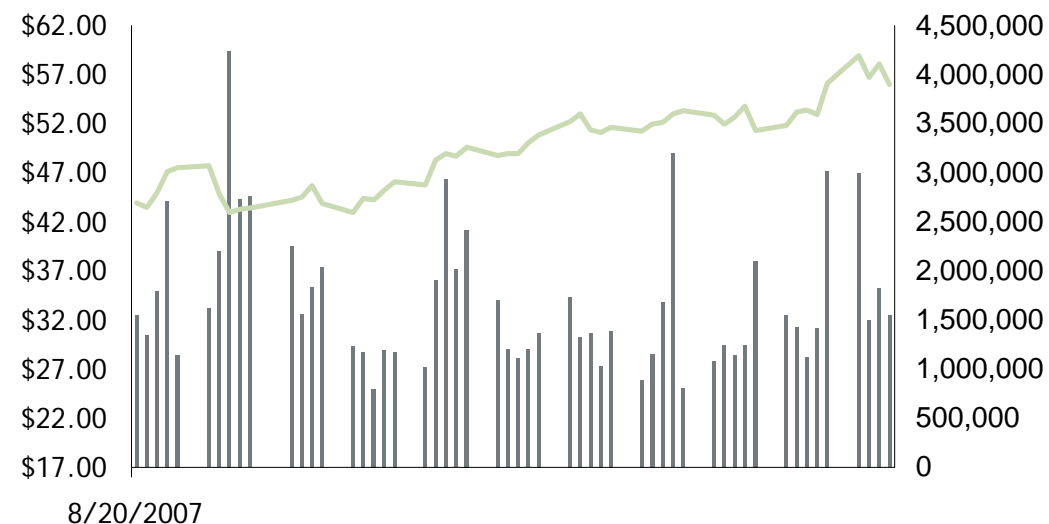
BUSINESS DESCRIPTION

Joy Global, Inc. engages in the manufacture, servicing, and distribution of mining equipment for the extraction of coal, and other minerals and ores worldwide. It operates in two segments, Underground Mining Machinery and Surface Mining Equipment. Its products are used in mining copper, coal, iron ore, oil sands, silver, gold, diamonds, phosphate, and other minerals and ores. The company was founded in 1884 and is headquartered in Milwaukee, Wisconsin.

INVESTMENT THESIS

We foresee the growth in emerging markets putting pressure on demand for energy consumption. With the global need for commodities, we feel that Joy Global can leverage its great product pipeline as well as its leading marketshare to capitalize on this upward trend in global growth.

STOCK PRICE PERFORMANCE



FINANCIAL SUMMARY

Results of Operations

	FY Ended Oct 30,			LTM ⁽¹⁾
	2004	2005	2006	
Revenue	\$1,399	\$1,928	\$2,402	\$2,500.7
<i>Growth</i>	<i>(95.4%)</i>	<i>37.7%</i>	<i>24.6%</i>	<i>4.1%</i>
EBIT	109	272	442	469.7
<i>EBIT Margin</i>	<i>7.8%</i>	<i>14.1%</i>	<i>18.4%</i>	<i>18.8%</i>
After-tax Earnings	55	148	416	295.4
<i>Net Margin</i>	<i>4.0%</i>	<i>7.7%</i>	<i>17.3%</i>	<i>11.8%</i>
D&A	46	42	41	50
CapEx	-21	-39	-49	-59
Interest Expense	-24	-15	-6	-28
EPS Current Sh.	\$0.51	\$1.37	\$3.85	\$2.73

Balance Sheet Data

Total Debt (MM)	\$1,034.4
Cash & Equivalents	\$101.3
Net Debt	\$933.1

Credit Statistics

	LTM
Total Debt/EBITDA	2.0x
EBITDA/Interest	-18.7x

Valuation Multiples

	Industry	2004	2005	2006	LTM ⁽¹⁾
EV/Revenue	3.3x	5.0x	3.6x	2.9x	2.8x
EV/EBITDA	8.9x	45.1x	22.3x	14.4x	13.4x
EV/EBIT	10.7x	64.4x	25.7x	15.8x	14.9x
P/E	35.8x	109.4x	40.9x	14.5x	20.5x

Public Market Overview

Share Price (11/01/07)	\$56.00
<i>52 Week High</i>	<i>\$65.50</i>
<i>52 Week Low</i>	<i>\$36.94</i>
Diluted Shares Outstanding (MM)	108.05
Market Value of Equity (B)	\$6.1
Plus: Net Debt	0.9
Enterprise Value	\$7.0

(1) Figures as of 07/27/2007