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NEWS

Media Contact:

Mario Robleto

Audit Integrity

310-444-8820 x20

mrobleto@auditintegrity.com

Audit Integrity Publishes List of 30 Companies Most Likely to be Sued by Shareholders
Company Announces Upgraded Model to Predict Shareholder Lawsuits

Los Angeles, CA – July 16, 2008 - Audit Integrity today announced the launch of the AGR Litigation Model 2.0, a newly upgraded version of its shareholder litigation risk assessment model, which is widely used by insurance companies and financial institutions to identify corporations at greatest risk of shareholder class action lawsuits.

The new Litigation Model 2.0 includes numerous enhancements which improve its performance by almost 10% from the prior model. Specifically, the Litigation Model 2.0 accurately identified nearly 70% of those companies sued over the past several years, with the riskiest 10% of companies in the Model having accounted for more than 40% of shareholder litigation.

In addition to using publicly available financial data along with historical instances of shareholder litigation, the leading factor within the Model is the proprietary Audit Integrity Accounting & Governance Risk (AGR[®]) rating, a measure of corporate integrity based on financial transparency and corporate governance, and an indicator of companies most at risk due to aggressive corporate behavior.

“We are pleased that Audit Integrity continues to solicit our feedback and seeks to improve the precision of their Litigation Model. The AGR is a critical factor in Willis’ Integrated Solutions D&O Model” said Willis Executive Risks, COO Alexis Scott.

“Companies continue to put shareholders and other stakeholders at risk through aggressive or fraudulent behavior,” said Audit Integrity CEO Jack Zwingli. “Our clients rely on the AGR and the Litigation Model to provide an objective assessment of potential litigation risk. With AGR Litigation Model 2.0, we have improved the leading indicator of litigation risk, which can only help insurers and others identify companies most likely to be sued by shareholders.”

The attached table shows the riskiest company in each major industry sector. Many well-known companies show the highest risk for litigation, due in part to their size and visibility. Some companies included on the list and their 1-year litigation probability (the likelihood of being sued by shareholders in the next 12 months) are Boeing (NYSE: BA) 5.6%; Ford Motor Company (NYSE: F) 4.1%; American International Group (NYSE: AIG) 9.8%; Genentech, Inc. (NYSE: DNA) 8.0%, and Cisco Systems, Inc. (NASDAQ: CSCO) 8.3%.

A full copy of Audit Integrity's [*"The Audit Integrity Multi-Factor Litigation Model: The Market Leading Indicator of Class Action Lawsuits"*](#) is available at www.auditintegrity.com. Audit Integrity subscribers can access AGR Litigation Model rankings on 7,000 publicly traded corporations through website and data feed subscription.

About Audit Integrity

Audit Integrity is an independent research service firm that rates more than 7,000 public corporations for corporate integrity risk. These ratings are used by investors, insurers, auditors and corporate finance professionals. The ratings are available to investors at the Audit Integrity website and at Forbes.com. Detailed ratings with underlying metrics are available through direct feeds, Bloomberg and FactSet.

In addition to its flagship Accounting and Governance Risk (AGR) ratings, considered a proxy for corporate integrity, Audit Integrity also forecasts class action litigation risk, material financial restatement risk, and equity performance risk. The statistical correlation of these ratings with negative events and market returns has been confirmed by internal and third-party tests.

Audit Integrity was founded in 2002 and serves the financial and investment communities from offices in New York and Los Angeles. For more information, please visit www.auditintegrity.com.

Litigation Model 2.0 – 30 Companies With Highest 1 Year Litigation Probability
(By Industry Sector)

Healthcare				
Company Name	Market Cap	Industry	Current AGR	1 Year Prob
Hologic, Inc.	\$ 5,569.908	Medical Equipment & Supplies	29	11.6%
Inverness Medical Innovations, Inc.	\$ 2,573.534	Biotechnology & Drugs	41	8.9%
Genentech, Inc.	\$ 73,772.600	Biotechnology & Drugs	34	8.0%
Technology				
Cisco Systems, Inc.	\$ 157,191.500	Computer Peripherals	25	8.3%
Symantec Corporation	\$ 17,664.950	Software & Programming	18	8.0%
QUALCOMM, Inc.	\$ 76,644.970	Communications Equipment	25	8.0%
Financial				
UnitedHealth Group Inc.	\$ 41,087.860	Insurance (Accident & Health)	33	11.3%
American International Group, Inc.	\$ 97,065.780	Insurance (Prop. & Casualty)	37	9.8%
WellPoint, Inc.	\$ 27,150.760	Insurance (Accident & Health)	43	9.3%
Consumer Cyclical				
Ford Motor Company	\$ 17,980.840	Auto & Truck Manufacturers	29	4.1%
General Motors Corporation	\$ 11,815.640	Auto & Truck Manufacturers	40	3.9%
Iconix Brand Group, Inc.	\$ 788.101	Apparel/Accessories	32	3.7%
Services				
CVS Caremark Corporation	\$ 61,477.550	Retail (Drugs)	51	8.2%
MGM MIRAGE	\$ 14,490.170	Casinos & Gaming	46	7.7%
Whole Foods Market, Inc.	\$ 4,045.001	Retail (Grocery)	28	6.5%
Utilities				
Dominion Resources, Inc.	\$ 26,657.190	Electric Utilities	40	4.5%
Mirant Corporation	\$ 8,273.901	Electric Utilities	44	4.1%
Consumer/ Non-Cyclical				
The Coca-Cola Company	\$ 133,607.800	Beverages (Non-Alcoholic)	33	3.8%
The Procter & Gamble Company	\$ 204,122.600	Personal & Household Prods.	17	3.8%
Altria Group, Inc.	\$ 47,248.140	Tobacco	19	3.7%
Capital Goods				
The Boeing Company	\$ 65,428.990	Aerospace & Defense	43	5.6%
Goodrich Corporation	\$ 8,418.790	Aerospace & Defense	40	5.1%
Rockwell Collins, Inc.	\$ 10,657.240	Aerospace & Defense	48	4.5%

Transportation					
Delta Air Lines, Inc.	\$	2,095.836	Airline	14	2.6%
Kansas City Southern	\$	3,714.738	Misc. Transportation	14	1.7%
Energy					
Noble Corporation	\$	17,802.860	Oil Well Services & Equipment	35	2.0%
Marathon Oil Corporation	\$	37,832.520	Oil & Gas - Integrated	42	1.9%
ENSCO International Incorporated	\$	10,685.920	Oil Well Services & Equipment	34	1.9%
Basic Materials					
Freeport-McMoRan Copper & Gold Inc.	\$	47,837.340	Metal Mining	44	1.5%
Parker-Hannifin Corporation	\$	14,330.940	Misc. Fabricated Products	23	1.3%

Litigation Model 2.0 Methodology

At the root of Litigation Model 2.0 (and the company selection process) is the AGR rating, a proprietary factor which uncovers aggressive corporate practices with statistical links to shareholder litigation. In addition to AGR-based factors, Litigation Model 2.0 includes data on:

Company size - Larger, more visible companies attract more litigation

Industry sector - Volatile industries attract more litigation

Stock performance - Significant stock price declines are common precursors to shareholder litigation

The Audit Integrity Litigation Model 2.0 studies publicly available corporate data for evidence of aggressive practices and, without bias, calculates litigation probabilities based on links to real-world historical instances of shareholder litigation. Together, these factors are able to produce a highly effective and unique predictor of securities-based class action litigation.

For additional information, please visit <http://www.auditintegrity.com/methodology>.

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