

WAT	Waters Corp.	NA	NA	8:30AM	http://phx.corporate-ir.net/phoenix.zhtml?p=irol-eventDetails&c=77764&eventID=2490325
WSO	Watsco, Inc.	0.70	0.75	10:00AM	http://phx.corporate-ir.net/phoenix.zhtml?p=irol-eventDetails&c=94992&eventID=2493911
X	United States Steel Corp.	(2.77)	(3.02)	2:00PM	http://www.uss.com/corp/investors/index.asp

Conference Calls

No conference calls scheduled.

Company/Industry Analysis

ACV.N, Alberto Culver Co. (\$26.10) /Reiterate OW-Good Entry Point Post In-Line Q4

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4Q adjusted EPS of \$0.33 was relatively in line, with reinvestment of gross profit upside on higher-than-expected gross margins back into marketing. Given a tough comparison and heightened competitive activity, we view 4Q results as solid, and the key point is trends should improve in fiscal 2010 with lower commodity costs, Jonesboro margin expansion, easier comparisons, and positive FX. We think this is a good entry point into OW-rated Alberto-Culver for two key reasons: first, in the short term, we expect currency, favorable commodity costs, and easier comparisons to drive 2% EPS upside vs. consensus in 2010; and second, and more importantly, longer term we believe the market is not appropriately pricing in key positives for Alberto.

Rating: Overweight
Household & Personal Care: In-Line
Target: \$32.00
52-Week Range: \$27.89-19.32
Mkt. Cap(mm): \$2,600
ModelWare EPS: \$1.52 (FY 9/10), \$1.77 (FY 9/11)

IOC.N, InterOil Corporation (\$44.74) /Management Road Show and Antelope-2 Well Data Support Improved Risk/Reward Profile

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Our three-day, non-deal road show with management highlighted: 1) higher condensate yields (NGLs) and oil upside potential in the Antelope structure, 2) NGL stripping monetization could precede an upstream sell-down and LNG partnership, 3) valuation of IOC's exploration position could come to the forefront either via inclusion in an upstream sell-down or as positive drilling results in Antelope-2 continue, and 4) overall, the transformation of IOC is continuing on track with material drilling catalysts into mid-December. We are raising our scenario outlook and see 5:1 reward-to-risk (Bull-to-Bear) supporting investment at current levels, particularly given the recent pullback.

Rating: Overweight
Integrated Oil: Attractive
Target: \$73.00
52-Week Range: \$53.75-8.90
Mkt. Cap(mm): \$1,907

MON.N, Monsanto Company (\$70.69) /Putting Things in Context

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We are maintaining our OW rating on what we believe is the best positioned company in global agriculture. While Monsanto's reduction to its F2010 triple stack price increases (i.e., prices will now be up 7% instead of 8-10%) is still within the company's F2010 guidance, it has increased investor frustration levels and raised concerns over further price concessions (i.e., Monday's 6% share price drop against 4% of shares outstanding), which we think are unlikely. While our F2010 corn gross profit estimate remains in the middle of the company's unchanged guidance, barring a favorable market share response to the price concession, upside to our F2010 corn estimate is

Rating: Overweight
Agricultural Products: Attractive
Target: \$105.00
52-Week Range: \$94.95-63.47
Mkt. Cap(mm): \$39,376
ModelWare EPS: \$3.50 (FY 8/10)