

The Merriam Report **CYT** 6/30/10 **CYTEC INDUSTRIES INC/DE/**

All amounts in millions except for earnings per share

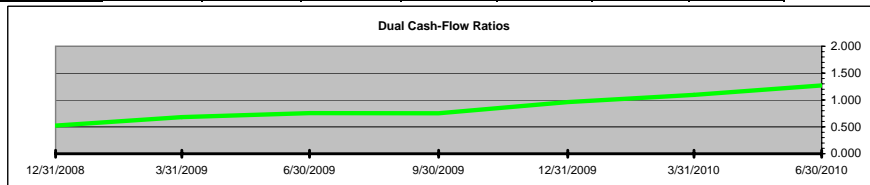
Quarterly period ending:	4	1	2	3	4	1	2	Averages
	12/31/2008	3/31/2009	6/30/2009	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
Earnings Per Share (Incl. Ext. Items)	\$ (7.280)	\$ (0.010)	\$ (0.520)	\$ 0.260	\$ 0.21000	\$ 0.500	\$ 1.240	\$ (0.800)
% Change in E.P.S. (from prev. qtr.)		99.9%	-5100.0%	150.0%	-19.2%	138.1%	148.0%	-763.9%
Total Revenues	69820.0	61200.0	68530.0	74020.0	75200.0	78680.0	87390.0	73548.6
% Change in Revenues (from prev. qtr.)		-12.3%	12.0%	8.0%	1.6%	4.6%	11.1%	4.2%
Cost of Revenues	57810.0	497800.0	603000.0	605400.0	610900.0	623200.0	666800.0	523558.6
Accounts Receivable:	53000.0	45230.0	46080.0	47430.0	46700.0	49340.0	50610.0	48341.4
% Change in Receivables (from prev. qtr.)		-14.7%	1.9%	2.9%	-1.5%	5.7%	2.6%	-0.5%
DSO's (# of days it took customers to pay)	69.1	67.3	61.2	58.3	56.5	57.1	52.7	60.3
Inventories:	56940.0	50860.0	42140.0	38770.0	35190.0	38100.0	38940.0	42991.4
% Change in Inventory (from prev. qtr.)		-10.7%	-17.1%	-8.0%	-9.2%	8.3%	2.2%	-5.8%
Inventory as a % of Sales	81.6%	83.1%	61.5%	52.4%	46.8%	48.4%	44.6%	59.76%
Prepaid Expenses:	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.0
Other Current Assets:	1940.0	2840.0	2720.0	3020.0	1900.0	2390.0	2190.0	2428.6
Property, Plant & Equip. (net):	111630.0	113080.0	117510.0	119370.0	117620.0	115670.0	113220.0	115442.9
% Change in P,P & E (from prev. qtr.)		1.3%	3.9%	1.6%	-1.5%	-1.7%	-2.1%	0.3%
Accounts Payable:	43960.0	37200.0	43110.0	49090.0	47860.0	53190.0	55930.0	47191.4
% Change in Payables (from prev. qtr.)		-15.4%	15.9%	13.9%	-2.5%	11.1%	5.2%	4.7%
Quarterly period ending:	12/31/2008	3/31/2009	6/30/2009	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
Total Liabilities:	216530.0	202290.0	201910.0	207880.0	200050.0	197910.0	196340.0	203272.9
Shareholder equity:	147470.0	140720.0	148760.0	153750.0	155890.0	157030.0	157780.0	151628.6
Retained Earnings (Accum. Deficit)	113350.0	112750.0	110200.0	111400.0	112320.0	114750.0	120860.0	113661.4
Operating Cash Flow (OCF)	191433.1	187253.6	189394.0	194434.2	198004.7	203244.6	212654.8	196631.3
OCF as % of Revenues	274.2%	306.0%	276.4%	262.7%	263.3%	258.3%	243.3%	269.17%
Balance Sheet Cash Flow (BSCF)	216520.1	202281.5	201900.8	207870.0	200040.4	197899.5	196329.1	203263.1
BSCF as % of Revenues	310.1%	330.5%	294.8%	280.8%	266.0%	251.5%	224.7%	279.75%
Spread between OCF & BSCF	-25087.0	-15027.9	-12506.8	-13435.9	-2035.6	5345.1	16325.7	-6631.8
Ratios								
Spread to Revenues	-35.93%	-24.56%	-18.25%	-18.15%	-2.71%	6.79%	18.68%	-0.106
Spread to OCF	0.884	0.926	0.938	0.935	0.990	1.027	1.083	0.969
MR Dual Cash-Flow Figure	0.525	0.680	0.756	0.754	0.963	1.095	1.270	0.863

The Merriam Report

Quarterly period ending:	12/31/08	3/31/09	6/30/09	9/30/09	12/31/09	3/31/10	6/30/10
MR Dual Cash-Flow Figure	0.525	0.680	0.756	0.754	0.963	1.095	1.270

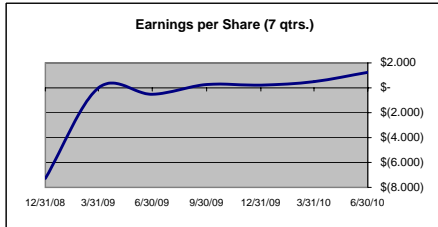
Merriam Report Signals:

- Recent Bearish
- Confirmed Bearish
- Recent Bullish
- Confirmed Bullish



MR Dual Cash-Flow Figure (avg.)

	12/31/08	03/31/09	06/30/09	09/30/09	12/31/09	03/31/10	06/30/10	
P/E	-5.1	-2.91	-2.71	-4.31	-728.4	103.87	18.01	1 -88.79
P/S	0.28	0	0.3	0.58	0.62	0.78	0.63	0 0.456
P/FCF	97.3833	0	7.5449	7.8136	4.7403	6.1591	6.2069	0 18.55
PEG	0.0256	0.0129	0.0103	0.0151	-7.3726	0.9555	0.136	1 -1.04
Earnings Yield	-0.196	-0.3442	-0.3695	-0.2322	-0.0014	0.0096	0.0555	1 -0.154
Cash to Total Asse	0.0153	0.0111	0.0177	0.0397	0.0735	0.0738	0.088	1 0.046
Debt-to-Assets	0.2219	0.2352	0.204	0.1908	0.2024	0.1943	0.1864	1 0.205

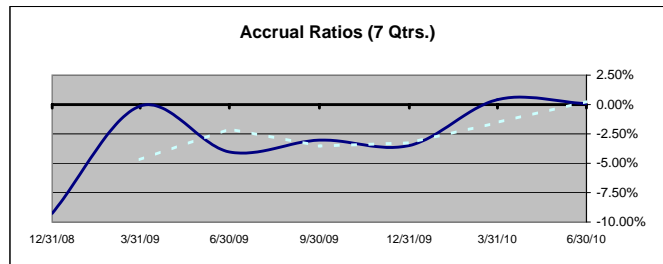


Accrual Ratios
Average Accruals

	12/31/08	3/31/09	6/30/09	9/30/09	12/31/09	3/31/10	6/30/10
Accrual Ratios	-9.26%	-0.13%	-4.03%	-3.03%	-3.49%	0.42%	0.07%
Average Accruals	-2.78%						

Revenue Metrics (as % of Sales)

	Recent Qtr.	Combined Avg.
Research & Development	2.11%	2.53%
Cost of Sales	76.30%	81.29%
S/G/A	9.61%	10.90%
Payables	64.00%	64.16%
	Recent Qtr.	Combined Avg.
Inventory / Revenues	\$ 0.446	\$ 0.585
Receivables / Revenues	\$ 0.579	\$ 0.657
Inventory & Receivables / Revenues	\$ 1.025	\$ 1.242
P,P&E / Revenues	\$ 1.296	\$ 1.570



Accrual Ratios: According to the MR model, a ratio of -5 or less is very bullish and a ratio of +5 or more is very bearish.

4.99% 1.29%

Summary of Merriam Report Signals

Dual Cash-Flow Figures

Recent Bullish

Confirmed Bullish

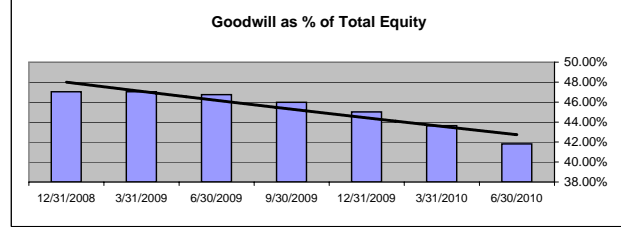
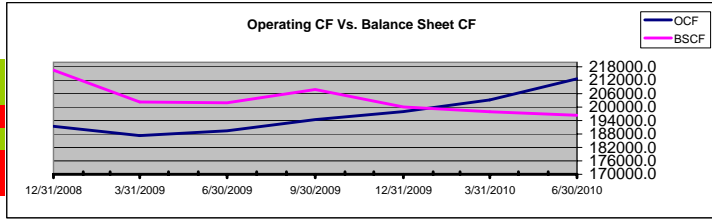
Operating Cash-Flow Trend
Balance Sheet Cash-Flow Trend

Bullish
Bullish

	12/31/08	3/31/09	6/30/09	9/30/09	12/31/09	3/31/10	6/30/10
OCF	191433.1	187253.6	189394.0	194434.2	198004.7	203244.6	212654.8
BSCF	216520.1	202281.5	201900.8	207870.0	200040.4	197899.5	196329.1

Comparison of Recent Quarter Changes to Average

EPS	Bullish	
Revenues	Bullish	
Accounts Receivable	Bearish	
Days Sales Outstanding	Bullish	
Inventory	Bearish	
Accounts Payable	Bearish	
Accrual Ratios	Bearish	



	12/31/08	3/31/09	6/30/09	9/30/09	12/31/09	3/31/10	6/30/10	AVG.	
Goodwill as % of Total Assets	19.06%	19.30%	19.83%	19.55%	19.72%	19.30%	18.63%	19.34%	1
Goodwill as % of Total Equity	47.04%	47.04%	46.75%	45.98%	45.03%	43.63%	41.81%	45.33%	1
	2.47	2.44	2.36	2.35	2.28	2.26	2.24	2.34	1
									3

Dual Cash Flow Trend	2
Financial Ratios (conventional)	5
Balance Sheet and Income Statement	4
Accrual Ratios	0
Revenue Metrics and Capital Productivity	6
Goodwill Trends	3
Merriam Report Score	20

CYTEC INDUSTRIES INC/DE/	6/30/2010	8/6/2010
Ending Period Share Price	39.99	\$ 49.97
Estimated Fair Value	\$ 44.03	
End Price to Est. FV	-9.17%	13.49%

\$ 4.04	\$ 44.03
-9.17%	