

# First Mergers Group Case Study--Argan, Inc. (AMEX: AGX)

**Case Study:** Argan, Inc. (AMEX:AGX) Acquisitions  
**Acquisitions:** Gemma Power, Inc. & Southern Maryland Cable, Inc.  
**Deal Size:** >\$25 Million & >\$5 Million  
**Role:** Sell-Side Advisor  
**Closed:** December 2006

## Business Description

Gemma Power Systems LLC ([www.gemmapower.com](http://www.gemmapower.com)), is a leading power plant designer and builder with expertise in engineering, design, procurement and construction. The company has a solid success record not only in developing traditional energy plants but also in creating facilities for the rapidly growing alternative fuel industry, including biodiesel, ethanol, and other renewable energy sources. Argan Inc.'s merger with Gemma was completed on December 2006.

Southern Maryland Cable, Inc. ([www.smcinc.biz](http://www.smcinc.biz)), provides inside premise wiring services to the federal government including military installations and government office sites requiring high-level security clearance. The company also provides underground and aerial construction services and splicing to major telecommunications and utilities customers.



	<u>Pre-Dec. 2006</u>	<u>July 2008</u>
Market Cap (\$mil)	<\$30	>\$200
Average 30-Day Volume	N/A	32,000

## Stock Performance

