

Message from the President and Chief Executive Officer

On behalf of our employees and our fellow trustees, we are pleased to report to you on our second quarter results for 2007.

Through the end of June 2007, and for the 35th consecutive month since becoming an income fund, we have continued to meet all of our distribution commitments. This represents just over \$200 million distributed to our unit holders. Our distributable cash payout ratio for the twelve month period ended June 30, 2007 was 99.9%. Our payout ratio, on a rolling twelve month basis, was negatively impacted by the second half of 2006, where we absorbed a material amount of inefficiencies associated with the build out of our distribution infrastructure.

We are very pleased with our second quarter results. Sales remain strong, reflected in our sixth straight consecutive quarter of same store sales growth. We made significant gains on managing key revenue and expense line items. Of note is the considerable progress we have made on the management of our delivery cost issues associated with the infrastructure changes in 2006. On this front, we believe we have turned the corner.

We are doing what we set out to do at the start of the year – and that is, staying focused on driving down our cost structure, improving upon operating efficiencies, and working to increase our EBITDA. With typically seasonally higher sales in the latter half of the year, we believe we are well positioned to take advantage of our new infrastructure and deliver strong results for the remainder of 2007.

The following are some key highlights, compared to the same period last year:

Change from prior year	Second Quarter 2007	Year to Date
Total Corporate Sales Growth	+7.3%	+8.6%
Corporate Same Store Sales Growth	+4.8%	+5.7%
EBITDA - \$	-0.6 million	+0.5 million
EBITDA - % change	-3.5%	+1.8%

As we said in our first quarter, our strategy remains on course for 2007. We will continue to drive the benefits of our prior year key strategic initiatives; rebannered and the distribution centre infrastructure build out.

On behalf of the Brick team, we thank you for your support.

“Kim Yost”

Kim Yost
President and CEO