

Stanley acquires Xmark Corp.

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NAPERVILLE, Ill.—The Stanley Works in May acquired Canadian RFID maker Xmark Corp. for \$45 million.

Xmark will report into the Stanley Mechanical Access Solutions Business.

Stanley, which boasts annual revenues of more than \$30 million, will leverage Xmark's production of RFID solutions for infant security under the Halo brand, wander protection systems for children under the Hugs brand, and hospital and asset tracking systems under the RoamAlert brand.

Under the terms, Xmark — previously a wholly-owned subsidiary of Verichip Corp. — will operate in Stanley Works' security segment, which develops physical security systems for buildings, airports and institutions.

The acquisition should be completed during the third or fourth quarter of this year following a vote by a majority of Verichip's stockholders. The deal is expected to have little or no impact on Stanley Works' earnings and cash flows in 2008.

In April, Stanley Convergent Security Solutions, formerly known as HSM electronic Protection Services, announced that it purchased A-1 as part of its drive to build its electronic security division. Stanley purchased HSM a little more than a year ago for \$545 million.