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By all accounts, 2015 was a transformative year as we brought together Building Materials Holding Corporation and Stock Building Supply to launch a new Company. BMC Stock Holdings, Inc. is now one of the nation's leading building solutions providers with annual revenue of nearly \$3 billion in 2015. The success of our integration is rooted in a shared commitment to customer satisfaction, common culture and aligned strategic objectives to deliver value creation and pursue *growth to be better and not simply to be bigger*. Nowhere is this reflected more than in our leadership, which unites the best talent from both legacy companies down through the divisional level. Their skills and talents are building a collaborative environment and a strong and thriving business, with industry-leading value-added products and services, an expansive geographic footprint and passionate sales and service teams.

Since forming BMC Stock we have already accomplished a great deal – and we are strongly positioned to accomplish much more as we move forward in 2016. Our teams across the Company are enthusiastically embracing the challenge of maximizing the potential opportunities resulting from our strengthened industry position. We have a disciplined approach to debt leverage and a strong balance sheet which provides the financial foundation to invest in the growth of our business, and do so in a way that is profitable and generates value for shareholders.

Through decisive action and aggressive execution of our integration plans, we have already secured approximately \$10 million of annual run rate cost synergies and have been able to increase our total cost synergy target from our initial estimates. Our team is now well underway in executing against our detailed plan to achieve an anticipated \$40 million to \$50 million in annual run rate cost synergies by the fourth quarter of 2017.

BMC Stock will continue to meet critical industry needs through our focus on value-added product offerings and technology-driven service solutions aimed at enhancing both the customer experience and shareholder returns. We remain committed to quality, reliability and innovation. We look forward to capitalizing on the tremendous growth opportunities in our industry as we continue to differentiate the Company from our competition and position BMC Stock as the building solutions provider of choice in the markets we serve.

Our key objectives are simple: achieving profitable growth through a commitment to growing our scale, expanding our core product and service offerings, enhancing the overall customer experience, constantly improving productivity and operational excellence as our business grows and extending our footprint in existing and new geographies.

On behalf of the entire BMC Stock team, I thank you for your continued support.

Sincerely,

Peter Alexander
President and Chief Executive Officer