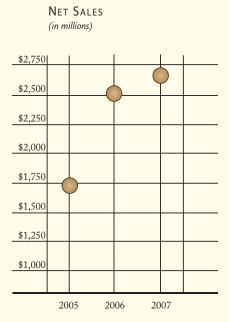
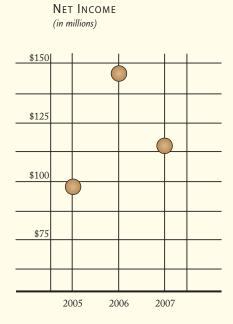




Financial & Operating Highlights

(In thousands, except per share data)		2007		2006		2005		2004		2003
SUMMARY OF OPERATIONS										
Net sales	\$ 2	,697,845	\$ 2	2,510,912	\$	1,729,923	\$	1,379,056	\$	999,078
Net income	\$	115,475	\$	148,869	\$	92,542	\$	79,416	\$	45,381
Diluted earning per share	\$	3.10	\$	4.00	\$	2.49	\$	2.15	\$	1.23
Dividends per share	\$	0.40	\$	0.40	\$	0.40	\$	15.40	\$	-
SIGNIFICANT YEAR-END DATA Cash and cash equivalents Ratio of current assets to current liabilities Long-term debt(including current portion) Debt as a percent of total capitalization Stockholders' equity Book value per share	\$ \$	308,618 2.8 to 1 354,481 33.3% 710,495 19.16	\$ \$ \$	200,471 3.0 to 1 344,152 36.9% 588,814 15.90	\$ \$ \$	129,685 2.4 to 1 316,190 42.8% 422,908 11.54	\$	47,449 2.5 to 1 315,978 47.3% 351,686 9.66	\$ \$ \$	255,088 4.6 to 1 14,272 1.7% 814,858 23.77
Capital expenditures	\$	29,870	\$	41,206	\$	18,449	\$	19,980	\$	27,236





To Our Stockholders, Customers & Employees

Mueller's results for 2007 were gratifying, considering the sharp decline in the housing market and the turbulence in the sub-prime mortgage market. Net income was \$115.5 million, or \$3.10 per diluted share, compared with \$148.9 million, or \$4.00 per share for the year 2006.

Net sales in 2007 totaled \$2.70 billion, compared with \$2.51 billion the year before. The sales increase was largely due to the acquisition of Extruded Metals, Inc. (Extruded) in February of 2007, and the increase in the price of copper, our principal raw material. The average price of copper in 2007 was \$3.22 per pound, or 4% higher than in 2006.

Housing starts in 2007 declined by 24.8%, following a decline of 12.9% the prior year. We may see an additional decline in starts in 2008 as inventories of new and existing unsold homes are at a high level and builders remain cautious. On a positive note, in 2007, the private non-residential construction market continued its upward trend and grew by 18.3%.

Operations

Although shipment volumes in our core products of copper tube and brass rod (excluding Extruded's volume) declined over 15% from 2006, we posted operating income of \$191.6 million in 2007. The volume declines we experienced were comparable to overall industry reductions due to lower demand.

We are pleased with the results of Extruded. Our expectations have been met and we are moving forward with plans to combine operations and activities to leverage our two brass rod mills. As we move forward with implementation, benefits will accrue.



Mueller is well positioned to take advantage of opportunities in our marketplace. On average, we have made one or more acquisitions per year over the past decade. We will continue our quest to acquire sound companies which are compatible with our core businesses.

-HARVEY KARP

Our manufacturing operations were challenged with significant fluctuations in demand due to the economic downturn as well as continued volatility of copper prices which ranged from a low of \$2.58 per pound in January to a high of \$3.62 per pound in July. We handled the U.S. changes with a more effective response than was the case in Europe and China. We are reviewing our options to address the impact of such volume fluctuation. We expect to implement measures to improve productivity and asset utilization. Finally, our commercial tube initiative has been recalibrated due to general business conditions. We will continue to seek opportunities to secure a firm position in this niche market.

As expected with improved management, our North American Trading operations exceeded the previous year's results. We believe opportunities exist to continue this improvement trend with better penetration in wholesale markets as well as maintaining significant presence within the retail channel.

Production of ABS plastic pipe began at our Ontario, California facility. Volume and margins have been significantly below expectations due to the severe decline in residential construction in California, Arizona, and Nevada. We're convinced, however, that when these markets improve, our geographic location and cost structure will prove to be a competitive advantage.

Financial Condition

Our financial position remains strong. With over \$300 million in cash at year end and an untapped credit facility of \$200 million, we have the financial wherewithal to take advantage of business and growth opportunities. Our capitalization remains conservative at 33 percent debt to total capital. Our operations in 2007 generated \$185.8 million of cash flow. Total capital expenditures were \$29.9 million during 2007. For 2008, we expect our capital expenditure opportunities will focus on consolidation, centralization, and standardization ensuring that we remain among the low-cost providers of our products.

Business Outlook

The year 2008 will be challenging as the national economy has slowed down and the housing market continues to contract. However, the U.S. economy has proven to be remarkably resilient, and we believe that later this year the housing market will bottom out and then gradually start to improve.

Also, we anticipate that our non-residential businesses, which constitute a significant portion of our total, will have another good year in 2008.

Mueller is well positioned to take advantage of opportunities in our marketplace. On average, we have made one or more acquisitions per year over the past decade. We will continue our quest to acquire sound companies which are compatible with our core businesses.

Closing

In October, 2007, Greg Christopher, 45 years old, was appointed Chief Operating Officer. Greg has been with Mueller for over 15 years and has excelled at the assignments he's undertaken. He has our full confidence and support.

In January, 2008, Scott Goldman, 55 years old, was named a director of our company. Scott is an expert in communications technology and has broad management experience. We welcome him to our Board.



Our financial position remains strong. With over \$300 million in cash at year end and an untapped credit facility of \$200 million, we have the financial wherewithal to take advantage of business and growth opportunities.

-WILLIAM O'HAGAN

Also, Larry Stoddard, 48 years old, was appointed President of our Standard Products Division in February of 2008. Larry is an industry veteran who will bring experience and market knowledge that will be important as we seek to broaden our product offerings and strengthen our position in the marketplace.

The undersigned, Bill O'Hagan, Chief Executive Officer, is pleased to report that after treatment my lung cancer is in remission. I remain active as CEO, although rehabilitation regimen may require absences from time to time. I will keep you informed of my progress.

The key to Mueller's success is the dedication, enthusiasm and initiative of our employees. We extend our thanks and appreciation to them for the results achieved in the past year.

Sincerely,

HARVEY L. KARP
CHAIRMAN OF THE BOARD

Harry J. Rayo

WILLIAM D. O'HAGAN

PRESIDENT AND CHIEF EXECUTIVE OFFICER

March 7, 2008

PLUMBING & REFRIGERATION							
	Locations	Products and Applications Standard Products	Customers				
	Fulton, MS Wynne, AR	 Water tube, in straight lengths and coils, for plumbing and construction Dehydrated coils and nitrogen-charged straight lengths for refrigeration and air-conditioning Industrial tube, in straight lengths and level-wound coils, for fittings, redraw, etc. Line sets for controlling the flow of refrigerant gases 	Plumbing wholesalers, home centers, and hardware wholesalers and co-ops Air-conditioning and refrigeration wholesalers and OEMs Mueller's copper fittings plants and OEMs				
	Fulton, MS Covington, TN	 Over 1,500 wrot copper elbows, tees and adapters, and assorted fittings for plumbing, heating, air- conditioning, and refrigeration 	Plumbing and air-conditioning wholesalers, home centers, hardware wholesalers and co- ops, and OEMs				
	Portage, MI Ontario, CA Fort Pierce, FL	· A broad line of over 1,000 PVC and ABS plastic fittings and valves, and plastic pipe for drain, waste and ventilation, and pressure applications in housing and commercial construction, recreational vehicles, and manufactured housing	Plumbing and air-conditioning wholesalers, home centers, hardware wholesalers and co-ops, and OEMs				
	Elk Grove Village, IL	Imports an extensive line of plumbing products including valves, faucets, malleable iron pipe fittings, steel nipples, and plumbing specialties	 Building product retailers Hardware co-ops and wholesalers Plumbing wholesalers Distributors to the manufactured housing and recreational vehicle industry 				
	Bilston, UK Birmingham, UK	 Copper tube in various lengths, diameters, and hardnesses for plumbing, refrigeration, and heating Industrial tube for redraw, copper fittings, etc. Imports an extensive line of plumbing products including valves, faucets, malleable iron pipe fittings, steel nipples, and plumbing specialties 	 Builders' merchants, plumbing, refrigeration, and heating wholesalers OEMs 				
Est Maria		Mexican Operations					
	Monterrey, Mexico	 Pipe nipple manufacturing Imports an extensive line of plumbing products including malleable iron pipe fittings, steel nipples, and plumbing specialties 	 Building product retailers Hardware co-ops and wholesalers Plumbing wholesalers 				





	ORIGINAL EQUIPMENT MANUFACTURER (OEM)							
	Locations	Products and Applications Industrial Products	Customers					
	Port Huron, MI Belding, MI	 A broad range of brass rod rounds, squares, hexagons, and special shapes in free machining, thread rolling, and forging alloys for numerous end products, including plumbing brass, valves and fittings, and industrial machinery and equipment 	OEMs, contract machining companies and distributors					
	Port Huron, MI	 Brass and aluminum hot forgings in various alloys for plumbing brass, valves and fittings, and industrial machinery and equipment 	· OEMs					
	Marysville, MI Brighton, MI	 Cold-formed aluminum and copper products for automotive, industrial, and recreational components High volume machining of aluminum, steel, brass and cast iron, forgings, impacts, and castings for automotive applications 	· OEMs					
	North Wales, PA	Shaped and formed tube, produced to tight tolerances, for baseboard heating, appliances, medical instruments, etc.	· OEMs					
		Engineered Products						
101	Hartsville, TN Carthage, TN	Valves and custom OEM products for refrigeration and air-conditioning applications	OEMs and refrigeration wholesalers					
	Jacksboro, TN Waynesboro, TN Middletown, OH	 Custom valves and gas train assemblies for the gas appliance and barbecue grill markets 	· OEMs					
	Jintan City, Jiangsu, China	Engineered, grooved copper tube products for refrigeration and air-conditioning applications.	· OEMs and refrigeration wholesalers					





10 Year Summary

(Dollars in thousands, except per share data)	2007	2006	2005	2004
INCOME STATEMENT DATA				
Net sales	\$2,697,845	\$2,510,912	\$1,729,923	\$1,379,056
Cost of goods sold	2,324,924	2,109,436	1,430,075	1,115,612
Gross profit	372,921	401,476	299,848	263,444
Depreciation and amortization	44,153	41,619	40,696	40,613
Selling, general, and administrative expense	143,284	140,972	127,394	106,400
Copper litigation settlement	(8,893)	_	_	, -
Impairment charge	2,756	_	_	3,941
Operating income	191,621	218,885	131,758	112,490
Interest expense	(22,071)	(20,477)	(19,550)	(3,974)
Other income, net	13,731	5,171	11,997	6,842
Income from continuing				
operations before income taxes	183,281	203,579	124,205	115,358
Income tax expense	(67,806)	(54,710)	(34,987)	(35,942)
Net income from continuing operations	115,475	148,869	89,218	79,416
Income (loss) from discontinued operations	_	_	3,324	, -
Net income	\$ 115,475	\$ 148,869	\$ 92,542	\$ 79,416
			·	·
Adjusted weighted average shares (000)	37,223	37,246	37,103	36,911
Diluted earnings per share	\$ 3.10	\$ 4.00	\$ 2.49	\$ 2.15
Dividends per share	\$ 0.40	\$ 0.40	\$ 0.40	\$ 15.40
BALANCE SHEET DATA				
Cash and cash equivalents	\$ 308,618	\$ 200,471	\$ 129,685	\$ 47,449
Current assets	940,347	776,194	624,276	462,928
Working capital	605,294	520,675	360,594	274,513
Total assets	1,449,204	1,268,907	1,116,928	971,328
Current liabilities	335,053	255,519	263,682	188,415
Debt	354,481	344,152	316,190	315,978
Stockholders' equity	710,495	588,814	422,908	351,686
, ,				
SELECTED OPERATING DATA				
Cash provided by operations	\$ 185,844	\$ 64,539	\$ 109,441	\$ 154,761
Capital expenditures	\$ 29,870	\$ 41,206	\$ 18,449	\$ 19,980
Number of employees	4,876	4,721	4,756	4,535
Current ratio	2.8 to 1	3.0 to 1	2.4 to 1	2.5 to 1
Return on average equity	17.8%	29.4%	23.9%	13.6%
Debt to total capitalization	33.3%	36.9%	42.8%	47.3%
Outstanding shares (000)	37,080	37,025	36,644	36,390
Book value per share	\$ 19.16	\$ 15.90	\$ 11.54	\$ 9.66
·				

2003	2002	2001	2000	1999	1998
\$ 999,078	\$ 952,983	\$ 969,106	\$ 1,157,660	\$ 1,110,361	\$ 854,030
815,849	744,781	740,366	887,635	840,364	657,664
183,229	208,202	228,740	270,025	269,997	196,366
38,954	37,440	39,461	34,043	32,901	21,127
94,891	85,006	83,750	90,344	91,420	69,784
-	-	-	-	-	-
_	-	_	_	_	-
49,384	85,756	105,529	145,638	145,676	105,455
(1,168)	(1,460)	(3,311)	(8,623)	(11,090)	(5,517)
3,220	4,171	2,187	7,066	8,317	4,359
51,436	88,467	104,405	144,081	142,903	104,297
(7,215)	(17,290)	(38,982)	(51,096)	(43,541)	(30,309)
44,221	71,177	65,423	92,985	99,362	73,988
1,160	6,815	1,532	(295)	(83)	1,457
\$ 45,381	\$ 77,992	\$ 66,955	\$ 92,690	\$ 99,279	\$ 75,445
36,861	37,048	37,245	38,096	39,605	39,644
\$ 1.23	\$ 2.11	\$ 1.80	\$ 2.43	\$ 2.51	\$ 1.90
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 255,088	\$ 217,601	\$ 121,862	\$ 100,268	\$ 149,454	\$ 80,568
575,591	502,871	403,913	405,171	440,746	382,324
451,494	393,996	302,425	287,322	287,685	239,750
1,060,420	990,471	916,065	910,276	904,080	874,694
124,097	108,875	101,488	117,849	153,061	142,574
14,272	18,166	50,973	106,884	149,870	194,549
814,858	753,523	672,933	614,105	569,430	502,122
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	, , , , ,	, ,	,	,	,
\$ 73,416	\$ 124,217	\$ 121,453	\$ 120,619	\$ 164,869	\$ 91,508
\$ 27,236	\$ 23,265	\$ 46,624	\$ 62,876	\$ 38,272	\$ 45,639
3,525	3,575	3,420	3,965	4,048	4,340
4.6 to 1	4.6 to 1	4.0 to 1	3.4 to 1	2.9 to 1	2.7 to 1
5.8%	10.9%	10.4%	15.7%	18.5%	16.4%
1.7%	2.4%	7.0%	14.8%	20.8%	27.9%
34,276	34,257	33,467	33,358	34,919	35,808
\$ 23.77	\$ 22.00	\$ 20.11	\$ 18.41	\$ 16.31	\$ 14.02

DIRECTORS & OFFICERS

Board of Directors

Harvey L. Karp Chairman of the Board, Mueller Industries, Inc.

Alexander P. Federbush (2)(3) Chairman, The Varick Group

Paul J. Flaherty (3)
Advisory Board Member,
AON Risk Services, Inc.

Gennaro J. Fulvio (1)(2) Member, Fulvio & Associates, LLP

Gary S. Gladstein (1)(3)
Independent Investor & Consultant

Scott J. Goldman Principal, The Goldman Group

Terry Hermanson (1)(2)
President,
Mr. Christmas Incorporated

William D. O'Hagan President and Chief Executive Officer, Mueller Industries, Inc.

- (1) Member of the Audit Committee
- (2) Member of the Compensation Committee
- (3) Member of the Nominating and Corporate Governance Committee

Executive Officers

Harvey L. Karp Chairman of the Board

William D. O'Hagan President and Chief Executive Officer Gregory L. Christopher Chief Operating Officer

Kent A. McKee Executive Vice President and Chief Financial Officer

James H. Rourke
President – Industrial Products

Larry J. Stoddard

President – Standard Products

Gary C. Wilkerson Vice President, General Counsel and Secretary

Other Officers and Management

James E. Browne Assistant Secretary

Richard W. Corman Vice President - Controller

Roy C. Harris Vice President and Chief Information Officer

Standard Products Division

Keith A. Baltz Vice President, Supply Chain Management

Michael W. Baum Vice President, Manufacturing – Tube Products

Michael L. Beasley Director of Information Systems

Brian Caulfield Vice President, Marketing

Daniel R. Corbin Vice President, Manufacturing – Fittings

John E. Dillon
Vice President, Sales Retail Division

Melanie K. Franks
Director of Shared Services

John B. Hansen Senior Vice President, Strategy か Industry Relations

Jeffrey A. Martin Vice President, Operations

Normand P. Lebel Vice President, Manufaturing か Engineering

Nicholas W. Moss President - Trading Group

Nadiem Umar Vice President, International Sales

European Operations Patrick W. Donovan President – European Operations

Peter J. Marsh Managing Director - Tube

Mark Millerchip

Managing Director - Primaflow

Industrial Products Division

James T. Davidson Vice President, Manufacturing – Forgings, Impacts, Micro Gauge

David G. Lockhart Vice President, Sales – Forgings, Impacts, Micro Gauge

Joseph J. Napolitan Vice President, Sales – Brass Rod

Kent H. Schenk
Division Controller

Engineered Products

Douglas J. Murdock President – Engineered Products

Jiquan Gao Chief Executive Officer Jiangsu Mueller-Xingrong Copper Co. Ltd.

Mexican Operations

Fabricio Bernal Vice President

SECURITY HOLDER INFORMATION

Annual Meeting

The annual meeting of stockholders will be held at the Company's headquarters at 8285 Tournament Drive, Suite 150, Memphis, TN 38125, 10:00 a.m. local time, May 1, 2008.

Form 10-K

The Company's Annual Report on Form 10-K is available on the Company's website at www.muellerindustries.com or upon written request:

c/o Mueller Industries, Inc. Suite 150 8285 Tournament Drive Memphis, TN 38125 Attention: Investor Relations

Market for Mueller Securities

- · Common stock is traded on the NYSE Symbol MLI.
- 6% Subordinated Debentures due 2014 are traded over-thecounter.

Transfer Agent, Registrar and Paying Agent

To notify the Company of address changes, lost certificates, dividend payments, or account consolidations, security holders should contact:

American Stock Transfer & Trust Company Shareholder Service Department 6201 15th Street Brooklyn, NY 11219

Toll Free: (800) 937-5449 Local & International: (718) 921-8124

Email: investors@amstock.com Web site: www.amstock.com

NYSE Certifications

The Company submitted an unqualified Section 12(a) CEO Certification to the NYSE in 2007. The Company filed with the SEC the CEO/CFO Certifications required under Section 302 of the Sarbanes-Oxley Act as an exhibit to the Company's Annual Report on Form 10-K for 2007 and 2006.

Independent Registered Public Accounting Firm

Ernst & Young LLP Memphis, Tennessee

CAPITAL STOCK INFORMATION

First quarter

The Company's Board of Directors declared a regular quarterly dividend of 10 cents per share on its common stock during each quarter of 2007 and 2006. Payment of dividends in the future is dependent upon the Company's financial condition, cash flows, capital requirements, earnings, and other factors.

The high, low, and closing prices of Mueller's common stock on the New York Stock Exchange for each fiscal quarter of 2007 and 2006 were as follows:

26.81

35.69

	High	Low	Close
2007			
Fourth quarter	\$ 38.59	\$ 27.15	\$ 29.57
Third quarter	38.94	28.76	36.14
Second quarter	35.95	29.46	34.44
First quarter	33.60	27.86	30.10
2006			
Fourth quarter	\$ 38.25	\$ 30.35	\$ 31.70
Third quarter	40.35	30.34	35.17
Second quarter	41.80	28.84	33.03

35.86

As of February 21, 2008, the number of holders of record of Mueller's common stock was approximately 1,450. On February 22, 2008, the closing price for Mueller's common stock on the New York Stock Exchange was \$29.43.

