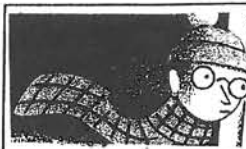


The Bowser Report

December 2011 - Vol. 35, No. 12



SEE OUR SPECIAL
HOLIDAY GIFT
SUBSCRIPTION
ON PAGE 2.

The status of the microcap market

INVESTING IN MICROCAPS THE BOWSER WAY

This is the method we've been advocating ever since Adam and Eve were having fun. We like it for these reasons:

- 1 - Because it's our baby.
- 2 - It works.
- 3 - It's simple. Buy each new Company of the Month.
- 4 - It's one of the biggest bargains in the investment world. For \$59 a year, you are cashing in our 24/7 research. (Even at \$64 it would be a bargain.) Hundreds of stocks are subject to our critical review.
- 5 - Our Selling Plan provides you with an exit plan.
- 6 - Requires little of your time.
- 7 - This is the plan we personally follow with great success. We even imagine that Ronald Reagan would have liked what we are doing.



Reagan

SEAT OF THE PANTS ANALYSIS

Regis Philbin, the 80-year-old TV personality, hosted his final episode of *Live With Regis and Kelly* on November 18. . . . In the Nov. 1 *Parade* magazine, he was asked: "Is there any other job

you could have seen yourself doing?" He replied: "I'm addicted to the stock market. But, I'm probably not smart enough to really get involved."



Philbin

There are Buckaroos who enjoy the challenge of rejecting or accepting each of our Companies of Month. They do not share with Regis the contention that the market is too complicated.

They come fully-equipped with biases. They may reject hi-tech issues, for example. Can't understand what those companies are doing.

They put on their forecaster's hat and anticipate what will happen to a stock in the future.

To wit: In June 2007, when we first mentioned Pizza Inn, it was trading at \$2.65 a share. Recently, it was over \$6.00--a 126% gain. Some "Seat-of-the-Pantsers" divined in their own minds that a little pizza company in such a crowded field would go nowhere. For awhile, it looked liked they were right. But, management prevailed.

Now, don't get us wrong. We aren't putting these good folks down. Some have been subscribers for over 20 years. They have their own way of measuring success.

-- continued on next page

Wishing you
a Bullish
New Year



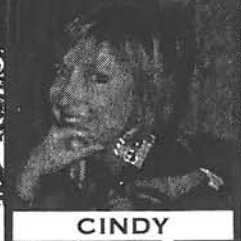
MAX



THOMAS



JEANINE



CINDY

Featuring blue chip penny stocks

HOW TO REVIVE MICROCAP INITIAL PUBLIC OFFERINGS

The small-cap market could get a shot-in-the-arm if there were more small-company IPOs. This would put more companies in the public-trading pool.

The Oct. 28 Wall Street Journal notes, in 2008/2009, there were fewer venture-backed IPOs than in any year since 1985. More disturbingly, the portion of IPOs of companies smaller than \$50 million in annual sales fell to 20% in the last decade--down from 80% in the 1990s.

This drop, according to David Weld, former vice-chairman of Nasdaq, is attributable to three key regulatory changes:

(1) The Spitzer Decree--a legal settlement that eliminated the ability to pay analysts directly from investment banking fees--made it tougher to attract research support for smaller companies.

(2) The Security Exchange Commission's FD (Fair Disclosure) regulation limits the ability of issuers to freely and fully communicate one-on-one with investors and analysts.

(3) The Sarbanes-Oxley Act was enacted after Enron's collapse and was supposed to eliminate all future fraud. What it has done is load-up small firms with a mountain of administrative expenses. What we have had since its enactment is Madoff and shady deals unveiled almost monthly.

Don't expect the government edicts to be wiped off of the books--something that very seldom happens.

However, entrepreneurship is still rampant in this country. Consequently, one way small companies have been able to go public and to raise new capital is to buy a "shell company," which is a firm that no longer has a viable business, but, it does have a public listing.

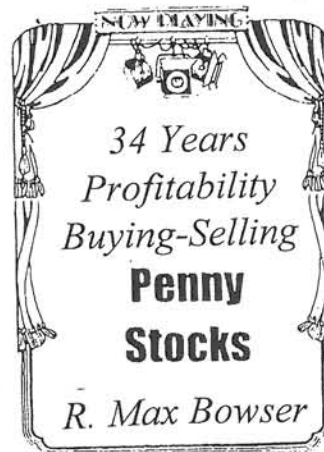
The SEC calls them "backdoor stock listings." Pointing out that since 2007 there have been 600 of them, with more than 150 involving Chinese firms, which might have accounting deficiencies or are "outright vessels of fraud."

To look into this, Mary Schapiro, SEC head, has formed an advisory committee. We note that on the committee are two CEOs of microcaps.

THE VAGARIES OF HIGH SPEED TRADING

The latest market fad is high-speed trading, which uses statistics and algorithms to drive electronic

\$30 Holiday Special Introduce Your Friends -Old & Young- To The Bowser Way



Included:

**Our 34-Year
Book**

PLUS

**6 Month
Subscription**

The Bowser Report

**A GIFT NOTE WILL BE SENT IN DECEMBER
FREE SHIPPING**

trading strategies. By some measures, the Oct. 10 Wall Street Journal estimates that 5 of every 10 stock trades in the U.S. are high-speed.

There have been some hitches due to human participation. Once, the market was shaken up just because the wrong key was hit on a computer and millions of shares were sold by mistake.

But, microcaps are not involved in this activity. They don't trade in the hundreds of thousands of shares or more that make this system viable.

Thus, this is a positive for these little companies, just as they aren't subject to short sales, because they are not eligible for the requisite margin calls, which is part of the short selling process.

SIMULATIONS PLUS signed a stock market purchase agreement with Prentke Romich Co. (PRC) of Wooster, OH, to sell SLP's wholly-owned Words+ subsidiary to PRC for \$2.1 million. SLP CEO Woltosz: "Earlier, the board decided to concentrate on the higher-margin pharmaceutical software."

BOWSER GAME PLAN RULES

- 1- DO NOT PAY more than \$3 for a stock.
- 2- CREATE A PORTFOLIO of 12 to 18 stocks.
- 3- DO NOT SELL when a stock goes over \$3 and is moved to Page 5.
- 4- DO NOT SELL when a stock moves to a lower category.
- 5- SELLING PLAN: Sell half of your holdings when the stock doubles from your purchase price; sell remainder if stock drops 25% from the most recent high after it has doubled. If the stock falls 50% from your purchase price before it has doubled, sell.
- 6- RECORD Proceeds from Sales.
- 7- PORTFOLIO EVALUATION = Value of current stocks + Proceeds from Sales.

COMPANY OF THE MONTH

American Shared Hospital Services, together with its subsidiaries, provides Gamma Knife stereotactic radiosurgery equipment and radiation therapy to 19 medical centers in 17 states, as of March 1, 2011.

Gamma Knife stereotactic radiosurgery is a non-invasive procedure and an alternative to conventional brain surgery or it can be an adjunct to conventional brain surgery.

Compared to conventional surgery, Gamma Knife radiosurgery usually involves shorter patient hospitalization, lower risk of complications and can be provided at a lower cost. Typically, Gamma Knife patients resume their pre-surgical activities one or two days after treatment.

The Gamma Knife treats patients with 201 single doses of gamma rays that are focused with great precision on small and medium-size, well-circumscribed and critically-located structures in the brain. During 2006, a new Gamma Knife model was introduced, which treats patients with 192 single doses of gamma rays and will also furnish the ability to perform procedures on areas of the upper cervical spine.

The Gamma Knife delivers a concentrated dose of gamma rays from Cobalt-60 sources housed in the Gamma Knife. The Cobalt-60 sources converge at the target area and deliver a dose that is high enough to destroy the diseased tissue without damaging surrounding healthy tissue.

Treated are selected malignant and benign brain tumors, arteriovenous malformations, and functional disorders--including trigeminal neuralgia (facial pain). Research is being conducted to determine if the Gamma Knife can be effective in the treatment of epilepsy and other functional disorders.

Finances

This is a capital-intensive situation because it is basically a leasing operation. Consequently, it has a higher percentage of debt than most of the companies we recommend.

However, the fact that the company's finances are in good order is indicated by a book value of \$5.30, which is almost twice the current price of the stock.

Also, a plus for the buyers of AMS is the comparatively small number of shares outstanding and the corresponding small float. Management is to be congratulated for not permitting share inflation.

Furthermore, a positive is the consistent history of profits and the surge in revenue during 2011.

AMS provides services through its 81% indirect interest in GK Financing--a California limited liability company. The remaining 19% of GKF is owned by GKV Investments--a U.S. subsidiary of Elekta AG, a Swedish company.

There are no legal proceedings involving the company or its properties of a material nature.

Marketing

American Shared Hospital Services markets through its preferred provider status with Elekta and a direct sales effort. There is also a v-p for sales and business development.

The fee per use agreement is typically for a ten-year term. The contracts most often call for a fee ranging from \$7,500 to \$9,500 per procedure. And, since the medical provider doesn't own the equipment, but just leases it, there are the following advantages:

(1) The medical center avoids the high cost of owning the equipment.

(2) The medical center avoids the risk of equipment under-utilization. AMS does not have minimum volume requirements.

(3) The medical center transfers the risk of technological obsolescence to AMS.

Management

Ernest A. Bates, M.D., 74, founder of the company, has served as chairman of the board and CEO since the firm's incorporation. He owns 18% of the outstanding shares (852,670).

A board-certified neurosurgeon, Dr. Bates is emeritus v-p on the board of trustees of John Hopkins University and also serves on the Board of Visitors of the John Hopkins Medical Center. Plus, he also participates in other medical organizations.

Craig K. Tagawa, 57, is the senior v-p, chief financial officer. Ernest R. Bates, 44, is the v-p of sales and business development, and is also the son of the CEO.

Future

Playing an important role in the AMS future is proton therapy, which is widely-regarded as the optimal radiation treatment for an increasing variety of cancers.

The company has invested quite a bit of capital in Mevion Medical Systems--formerly Still River Systems--the vehicle that will be used to promote the acceptance of proton therapy, which is pending FDA clearance.

AMS continues to negotiate financing for proposed proton therapy centers it is developing in Dayton, OH, Boston, MA, Orlando, FL and Long Beach, CA.

A development-stage company in Littleton, MA, is cooperating with scientists at MIT's Plasma Science and Fusion Center who are interested in treating cancer patients using proton beam radiation therapy.

There are 114 Gamma Knife sites in the U.S. and 276 units worldwide, with the latter expanding. Adana, Turkey, treated its first patient in March. Lima, Peru, and Sao Paulo, Brazil, will go online in 2012.

Office: Four Embarcadero Center, Ste. 3700, San Francisco, CA 94111, 415/788-5300, www.ashs.com. Recently, the company employed eleven people on a full-time basis.

American Shared Hospital Services

NYSE Amex: AMS

BOWSER RATING: 8

Last 24 Months--
\$1.00 to \$3.70

	2009	2010	2011(A)
REVENUE	\$16,768,000	\$16,675,000	\$17,721,000
NET INCOME	\$ 466,000	\$ 806,000	\$ 262,000
WORKING CAPITAL	\$ 6,497,000	\$ 7,631,000	\$ 5,842,000
BOOK VALUE	\$4.95	\$5.01	\$5.30
TOTAL SHARES	4,600,000	4,600,000	4,600,000
FLOAT	N/A	N/A	3,000,000
(A) 9 MONTHS ENDING SEPT. 30, 2011.			

MINIPRICED STOCKS IN BUYING RANGE

SYMBOLS: (N) NEW YORK STOCK EXCHANGE; (A) NYSE AMEX; (GM) NASDAQ GLOBAL MARKET, WAS NATIONAL MARKET; (CM) NASDAQ CAPITAL MARKET, WAS THE SMALLCAP MARKET; (GS) GLOBAL SELECT MARKET; (OP) PINK SHEETS; (OB) BULLETIN BOARD; (ADR) AMER. DEPOSITORY RECEIPTS; (NR) NOT RATED. #- PREVIOUSLY APPEARED ON THIS LIST, BUT WAS REMOVED BECAUSE IT HAS RISEN ABOVE \$3.00 A SHARE; @- FROM CONTINUOUS OPERATIONS; FIGURES IN PARENTHESIS ARE LOSSES. C- CANADIAN DOLLARS.

Market	Issue/Trading Symbol	Principal Business	Price 11/29/11	Long-Term Debt (Millions)	Updated Quarterly (Millions)	Income/Loss Updated Quarterly (Millions)	Shares Outstanding (Millions)	Bowser Rating	
CATEGORY ONE: OUR BEST PICKS									
	12/11(A) AMER SHARED HSPTL (AMS)	TURNKEY TECHNOLOGY SOLUTIONS	2.45	\$36.910	\$21.9	\$0.464	4.6	8	
	05/11(A) AVALON HOLDINGS(AWX)	WASTE MANAGEMENT	2.61	\$0.000	\$48.3	(\$0.500)	3.8	8	
	06/10(OB) BULLION MONARCH (BULM)	ROYALTIES ON GOLD MINING	0.88	\$0.000	\$6.2	\$2.417	38.5	8	
#	02/11(CM) CENTURY CASINOS (CNTY)	INT'L CASINO ENTERTAINMENT	2.40	\$9.394	\$73.6	\$2.509	23.8	8	
	04/09(A) COVER-ALL TECH (COVR)	PROPERTY/CASUALTY INSURANCE	1.49	\$0.000	\$19.7	\$3.052	25.1	NR	
	12/10(A) DIGITAL POWER (DPW)	SWITCHING POWER SUPPLIES	1.86	\$0.000	\$13.3	\$1.176	6.7	8	
#	08/06(A) FLEXIBLE SOLUTIONS (FSI)	SPECIALTY CHEMICALS	2.65	\$2.162	\$14.8	\$0.249	13.2	NR	
	07/11(A) FORTUNE INDUSTRIES (FFI)	PROFESSIONAL SERVICES/BUSINESSES	0.43	\$0.042	\$64.4	\$1.851	12.3	8	
	11/11(A) GLOBAL-SCAPE (GSB)	FILE TRANSFER SOFTWARE	2.00	\$0.000	\$20.6	\$1.291	18.1	9	
	08/11(A) GSE SYSTEMS (GVP)	SERVICES NUCLEAR & PETRO IND.	2.03	\$0.000	\$47.8	(\$0.301)	18.9	8	
	09/11(A) NEW CONCEPT ENERGY (GBR)	OIL & GAS/RETIREMENT PROPERTY	1.99	\$1.390	\$4.0	\$0.100	2.0	8	
	07/10(CM) R.F. MONOLITHICS (RFMI)	WIRELESS SOLUTIONS/COMPONENTS	1.03	\$2.400	\$32.5	\$0.228	10.9	8	
#	11/10(OP) SONO-TEK CORP (SOTK)	LIQUID SPRAY PRODUCTS	1.25	\$0.000	\$12.0	\$1.572	14.4	9	
#	10/11(A) VERSAR INC (VSR)	GLOBAL PROJECT MANAGEMENT	2.80	\$0.000	\$137.6	\$3.447	9.6	10	
		Office: 6850 Versar Center, Springfield, VA 22151, Tel: 703/750-3000, www.versar.com							
#	06/11(OB) VERTEX ENERGY (VTNR)	PROCESS/RECYCLE INDUSTRIAL WASTE	2.35	\$0.000	\$97.0	\$3.283	8.5	9	
CATEGORY TWO: WORTHY OF CONSIDERATION									
#	10/08(A) FIELDPOINT PETROLEUM (FPP)	NOW ABOVE \$3 A SHARE; SEE PAGE 5							
#	12/07(A) FULL HOUSE RESORTS (FLL)	MANAGES GAMING FACILITIES	2.60	\$0.000	\$80.8	\$3.717	18.7	8	
#	03/11(A) INTELLIGENT SYSTEMS(INS)	VENTURE CAPITAL FIRM	1.68	\$0.000	\$14.7	\$1.419	9.0	8	
#	12/06(A) ITERIS INC (ITI)	OUTDOOR MACH VISION SYS/SENSORS	1.27	\$0.000	\$60.9	(\$3.005)	34.4	8	
	04/11(OB) LIBERATOR MEDICAL (LBMH)	MEDICAL SUPPLIES FOR SENIORS	1.05	\$0.000	\$58.7	(\$1.106)	48.0	8	
#	10/09(CM) LRAD CORP (LRAD)	SOUND ACOUSTIC TECHNOLOGIES	1.75	\$0.000	\$25.3	\$5.666	32.3	8	
	06/07(OB) Parametric Sound (PAMT)	HSS Technology (Spin-off from LRAD)	0.73	\$0.000	\$0.1	(\$1.484)	17.0	NR	
#	08/10(OB) OUR PET'S CO (OPCO)	ACCESSORY & CONSUMABLE PET ITEMS	0.53	\$0.630	\$19.2	\$0.705	18.0	NR	
	09/10(CM) VALPEY FISCHER (VPF)	NOW ABOVE \$3 A SHARE; SEE PAGE 5							
CATEGORY THREE: VERY SPECULATIVE									
01/10(CM)	BRIDGELINE DIGITAL (BLIN)	SELL; SEE PAGE 5							
02/05(CM)	GIGA-TRONICS INC (GIGA)	INSTRUMENTS, DEFENSE; TELECOMM	1.50	\$0.383	\$19.3	(\$0.229)	5.0	NR	
#	02/10(CM) MANHATTAN BRIDGE (LOAN)	SHORT-TERM COMMERCIAL LOANS	0.98	\$0.500	\$1.2	\$0.191	3.3	8	
#	07/10(OP) REPRO-MED SYSTEMS (REPR)	DESIGN/PRODUCTION OF MEDICAL PROD	0.29	\$0.483	\$4.9	\$0.704	34.3	8	
#	06/08(A) TENGASCO INC (TGC)	DOMESTIC OIL/GAS OPERATIONS	0.74	\$4.321	\$16.6	\$0.854	59.2	8	

NOTE: We've assembled, in a bound booklet, a reproduction of the original company of the month write-up for each of the above stocks. This *Company of the Month* booklet is available for \$10.

GlobalSCAPE acquiring Seattle's TappIn

As we were going to press, GSB announced it's expanding its capabilities by acquiring privately-held, Seattle-based, mobile file sharing innovator TappIn Inc., formerly known as HomePipe Networks, Inc.

Founded in 2009, TappIn allows users to instantly access and securely share all files stored on an office or home computer from any web browser and all popular mobile devices, including Apple iPhone and iPad, Google Android and Windows Phone. The service will be known as TappIn by GlobalSCAPE.

With TappIn by GlobalSCAPE, users can safely access data directly from most operating systems and mobile devices. This eliminates the need for uploading, syncing or paying for additional cloud storage. TappIn service securely accesses the user's existing storage devices, allows sharing files of any size and provides encryption to safeguard content.

GSB paid \$9 million in cash for TappIn at closing on Dec. 2, 2011. TappIn's stockholders can receive an additional \$8 million over the next three years if specific revenue and solution development targets are achieved.

TappIn will operate as a wholly-owned subsidiary of GlobalSCAPE. All TappIn employees will

remain in Seattle. TappIn executives--Chris Hopen, Parvez Anandam, Doug Wheeler and Andrew Tull--will stay with GSB in senior leadership roles.

CATEGORY CHANGE

ITERIS INC.: Move from Cat 3 to Cat 2. As we note on Page 7, ITI has just reported an outstanding quarter. Also, it has made other positive moves.

CIMATRON LIMITED: Its board of directors has approved, subject to Israeli court approval, the distribution of up to US \$10 million to be effected over a 12 month period to shareholders.

"Our steady cash flows from operations, as well as free cash flows, make a cash distribution a good vehicle to unlock value to our shareholders," remarked Chairman Yossi Ben-Shalom.

ALLIANCE FIBER OPTIC PRODUCTS is revising the forward guidance that was provided previously with the third quarter press release on October 25. . . . Revenues for the 4th quarter are now expected to be below \$11 million based on existing customer orders. The reduction is due to a greater-than-expected slowdown in the Asian/European markets.

WE ENCOURAGE SUBSCRIBERS TO BUY OUR STOCKS WHEN THEY ARE \$3 OR LESS. HOWEVER, WHEN THEY GO ABOVE \$3, WE FOLLOW THEM IN THE FIRST GROUP BELOW. IN BOTH OF THE FOLLOWING LISTS, COLUMN 1 GIVES THE SHARE PRICE AS OF 11/29/11 PLUS THE CURRENT BOWSER RATING. COLUMN 2 IN THE FIRST LIST BELOW INCLUDES THE MONTH/YEAR WE ORIGINALLY RECOMMENDED THE ISSUE, THE PRICE PER SHARE THEN AND THE BOWSER RATING. (NR = Not rated)

FOLLOW-THROUGH

ISSUE/EXCHANGE/SYMBOL	1	2
CIMATRON LTD (CM:CIMT)	\$3.34(8)	02/08 \$2.75(8)
CVD EQUIPMENT(CM:CVV)	\$14.90(8)	07/05 \$2.03(9)
DGSE COMPANIES(A:DGSE)	\$7.41(8)	12/03 \$2.05(8)
EVOLVING SYSTEMS(CM:EVOL)	\$7.47(8)	05/09 \$3.68(8)
*Price adjusted: 1-for-2 rev. split 7/09		
FEMALE HEALTH CO(CM:FHCO)	\$4.08(9)	10/07 \$2.32(9)
FIELDPOINT PETROLEUM (A:FPP)	\$3.21(8)	10/08 \$2.24(8)
FOOD TECH SERVICE(CM:VIFL)	\$6.16(8)	01/07 \$2.50(8)
GOLDEN ENTERPRISES(GM:GLDC)	\$3.55(9)	02/09 \$2.35(9)

ISSUE/EXCHANGE/SYMBOL	1	2
IEC ELECTRONICS(A:IEC)	\$5.24(8)	07/08 \$1.99(8)
INVENTURE FOODS(CM:SNK)	\$4.14(8)	09/00 \$2.56(8)
KEY TRONIC(GM:KTCC)	\$4.80(8)	11/08 \$1.57(10)
METROPOLITAN HEALTH(N:MDF)	\$6.96(8)	01/08 \$2.36(9)
PIZZA INN (CM:PZZI)	\$5.72(8)	06/07 \$2.65(8)
RICHMONT MINES(A:RIC)	\$11.24(9)	10/98 \$2.56(8)
SIMULATIONS PLUS (CM:SLP)	\$3.13(9)	5/10 \$2.46(9)
VALPEY FISCHER (CM:VPF)	\$4.10(8)	09/10 \$2.38(9)
VERSTAR INC (A:VSR)	NOW \$2.80; SEE PAGE 4	

THE FOLLOWING WE SAID SHOULD BE SOLD:

(COLUMN 2 SHOWS THE DATE, PRICE AND BOWSER RATING WHEN WE RECOMMENDED THE STOCK BE SOLD)

CHINA PHARM HOLDINGS (A:CPHI)	\$0.77(NR)	11/11 \$0.90(NR)
ENVIROSTAR INC (A:EV1)	\$1.25(NR)	07/11 \$1.25(8)
RELM WIRELESS CORP (A:RWC)	\$1.10(NR)	05/11 \$1.45(NR)

	NOW IN BOWSER DATABASE	
TURBOSONIC TECH (OB:TSTA)		
WELLS GARDNER (A:WGA)	\$2.20(NR)	06/11 \$2.10(NR)
XFONE INC (A:XFN)	\$0.56(NR)	10/11 \$0.43(NR)

SELL BRIDGELINE DIGITAL

In reviewing what we have written about BLIN since it was our Company of the Month in Jan'10, the constant theme is that sales go up and net income goes down.

In Jan'10, it was profitable in contrast to the two previous years in which there were losses. Obviously, those profits were an anomaly. In the last two reported quarters, there have been losses on higher revenue.

As we previously noted, BLIN has difficulty selling its services/products at price points that will generate profits.

Last October, in a press release, the CEO reported record revenues and that bookings were on the upswing. Not once did he allude to the prospect of future net income.

The company produces software that is applicable to Internet activity. . . . In Dec'10, it was trading as high as \$1.45. But, the price has since sunk so much that Buckaroos using our 50% sell rule are out of the stock.

BRIEFS

EVOLVING SYSTEMS(EVOL) will distribute \$22 million in cash to stockholders in the form of \$2 per share in a one-time special cash dividend payable on Jan. 3 to holders of record Dec. 12. . . . ENVIROSTAR (EVI) will trade ex-dividend for its semi-annual dividend of 5¢ per share, payable Dec. 12. Considering the price of the stock, this comes out to a return of 3.38%. . . . VERSTAR(VSR) has executed an amendment to its line of credit that increases the amount from \$10 million to \$15 million and extends

the maturity date to Sept. 25, 2012. . . . RICHMONT MINES(RIC) announced it has completed more than 50,000 metres of drilling during the year 2011 on its Wasamac property. The results of this drilling will be revealed in the middle of December. . . . GSE SYSTEMS(GVP) entered into a new, two-year \$7.5 million revolving line of credit with Susquehanna Bank. The funds will be used for working capital purposes. The interest rate is 4.5%. . . . PIZZA INN's(PZZI) new concept, Pie Five Pizza, has "landed" in Dallas at 4447 N. Central Expressway (intersection of Knox & I-75) with the new restaurant. . . . LRAD CORP.(LRAD) received a \$960,000 follow-on order for additional LRAD systems at an international mining site. The LRAD systems will be integrated with radar from DeTect Inc., the world leader in avian radar for aircraft bird strike avoidance. The order is scheduled to ship this quarter. . . . METROPOLITAN HEALTH NETWORKS(MDF) received authorization to transfer the listing of its common stock from the NYSE Amex to the New York Stock Exchange effective Nov. 21. The current ticker symbol "MDF" continues to be used. . . . GSE SYSTEMS(GVP): Phillip M. Polefrone joined the company as senior v-p of work force solutions. He's had 26 years of military experience, which included being commanding officer of the USS Oklahoma City and commanding officer of the Naval Nuclear Power Training Unit. . . . CVD EQUIPMENT(CVV): The blog Seeking Alpha wrote: "Looking ahead 12 months with CVV, we see mounting backlogs that conservatively suggest \$48 million in revenue. Using a 2x revenue multiple would peg the enterprise value at \$97 million, giving it a market cap of \$121 million or \$24 per share (an increase of 50% from its current price).

CIMATRON CUSTOMERS BENEFITTING FROM NEW PRODUCTS

The latest version of CimatronE includes a large selection of enhancements for mold makers. These were on display at trade shows in Canada and in Germany.

CIMT announced a partnership with leading cutting tool producer Iscar in offering the Iscar Tool Advisor application within the CimatronE CAD/CAM solution. . . . The CimatronE-ITA innovation was first introduced at the EMO show in Germany and received significant praise from visitors.

<u>INSIDER TRADING</u>	<u>NAME</u>	<u>BUY/SELL</u>	<u>DATE</u>	<u>PRICE</u>	<u>HOLDINGS</u>
CVD Equipment	Charles, Glen (CFO)	S-1,000	11/18/11	\$16.54	14,000
	Gunther, Conrad Jr. (D)	S-9,522	11/16/11	\$17.09	23,478
	Swan, Bruce (D)	AS-8,700	11/01/11	\$16.18	24,000
	" "	AS-3,600	11/04/11	\$16.41	20,400
DGSE Companies Evolving Systems	Smith, L. S. (B/O)	S-219,924	11/01/11	\$7.63	1,628,014
	Ervine, Brian (CFO)	S-2,049	10/12/11	\$7.00	30,702
	" "	S-2,100	10/27/11	\$7.00	28,602
	" "	S-685	10/31/11	\$7.00	27,917
Inventure Foods	" "	AS-9,065	11/11/11	\$7.25	18,852
	Polhill, Larry (D)	S-1,335	11/17/11	\$4.01	4,250
	Iteris Inc	Mohaddes, Abbas (CEO)	B-20,000	11/16/11	\$1.26
Key Tronic Corp	Klawitter, Ronald (D)	B-1,100x	11/17/11	\$4.70	4,200x

AS-Automatic Sale; B/O-Large Shareholder; CEO-Chief Executive Officer; CFO-Chief Financial Officer
D-Director, x-indirect holdings.

BOWSER BUCKAROOS SPEAK

INHERITING A PORTFOLIO

My father, Robert Kahler, was a subscriber to your report. He passed away in February. He set up a custodial account for my daughter, which I now have. We have done nothing with it.

I recently subscribed to The Bowser Report and have read your book, "Making Dollars with Pennies." I want to manage this account using your principles, which is what my father was doing.

--Christopher Kahler, Norfolk, VA

We were sorry to learn of the demise of his father and appreciate his valuing the Bowser portfolio enough to pass it on to his daughter.

When an active Buckaroo dies, his survivor(s) may say, "I don't want anything to do with this. I don't understand stocks. Send me a refund on his or her remaining subscription."

Or, if it is a husband or wife acting as a team on a portfolio, when one dies, the other continues the activity.

Or, we have Chris's situation. We think he's honoring his father by picking up the mantle on behalf of his daughter. In fact, we asked Mr. Kahler to e-mail a list of the stocks in this dormant portfolio and we would comment on each one. Chris promptly complied. Following is what he has:

Core Molding Technologies(CMT)--Hold. Now around \$8/share.

Full House Resorts(FLL)--Hold.

Iteris Inc(ITI)--Hold. Just made an acquisition.

Metropolitan Health(MDF)--Hold. Now on NYSE.

XPO Logistics(XPO)--Hold. Was Express-1 Exp.

Food Technology Service(VIFL)--Hold.

Commerce Energy Group(CMNR). Was acquired some time ago at \$1.19/share. Have to talk to the Dad's broker. Normally, in an acquisition, the proceeds are swept into an account. Could be the Dad failed to remove CMNR's name from the list.

Electronic Game Card(EGMIQ). This was a fraud. Hopefully, Dad took a tax loss on this one.

A portfolio is like a garden. To grow, it must be watched and tended to. Chris has already indicated that's exactly what he's going to do.

DOWN MEMORY LANE

Recently, while going through some boxes of material, I came across a copy of The Bowser Report from July 2001, wherein you kindly featured my story.

It just so happens that this past October 16, our Ft. Myers newspaper, The News-Press, had a write-up celebrating the tenth anniversary of their Sunday magazine, Tropicaliz. It featured me and a photo I had taken.

Best regards as always to Cindy and the other members of your team.

--Robert Belcher, Fort Myers, FL

Bob is one of the 313 Buckaroos who has been with us for more than 20 years. And, the list is grow-

ing. Last month, we had a gentleman renew for five years.

Although Bob was born in Minnesota, he has spent most of his life in Fort Myers, where he was a mail carrier and had one route for 20 years. A gregarious chap, we're sure that everyone on his route knew his name.

The Jul'01 article had a photo of Mr. Belcher and his grandson, Evan. Both are shown intently studying Bob's Bowser portfolio. Then just a yardstick tall, Evan is now a "tall, slim, and very bright 7th grader."

SPREADSHEET

I have a couple of stock tracking templates I'd love to share with Jim and any of the Buckaroos who care to contact me. One is really simple and the other is quite sophisticated.

If they e-mail me--kirkz202@gmail.com--I'll make sure they get them.

--Kirk Ziegler, Ogden, UT

Last month, James Jones--our 2003 Investor of the Year--recalled that a Buckaroo several years back had a spreadsheet that he was willing to share. We couldn't track it down, but Kirk has come to the rescue.

WANTS MICROCAP UNIVERSE

I am interested in subscribing to your newsletter. A friend shared an issue with me and it piqued my interest.

I have two questions: (1) Does your newsletter list all microcap/penny stocks or just the ones you recommend?; (2) If not, what is the best source to find a listing of all microcap issues?

--Name Withheld, Collegeville, PA

This gentleman is incarcerated. He's joining a growing number of prisoners who are subscribers.

The Bowser Report is an ideal investment vehicle for someone in prison as we do all the research. Furthermore, comparatively little capital is needed to participate in our program.

In response to his question concerning a complete listing of microcap stocks, we do not know of such a publication. Our Bowser Database is the nearest thing to that.

Database

- ✓ Replaces our Directory of Small Stocks.
- ✓ Not available by yearly subscription. Single copy only.
- ✓ Constantly updated. New stocks added. Others deleted.
- ✓ Except for Company of Month issues, all stocks above \$5 eliminated.
- ✓ Each entry given a Bowser Rating.
- ✓ Thirteen fields of information on each stock.
- ✓ Now available. \$20 a copy. Free Shipping.

Beginner's Portfolio Up 175%

SOLD: AXK 50 Shares @ \$1.52 less \$10 commissions = \$142
BOUGHT: GSB 100 Shares @ \$1.71 less \$10 commissions = \$181

NOTE: Last month we miscalculated the results
 see page 8 for clarification

BOUGHT			SOLD			PROCEEDS		
Symbol	Cost	11/30/11	Symbol	Cost	11/30/11	Symbol	Cost	11/30/11
*VIFL	286/Feb '07	300	*KTCC	220/Oct '09	240	OPCO	100/Dec'10	60
TIII	252/Feb '07	140	*GIGA	192/Nov '09	79	CNTY	270/Mar'11	235
*PZZI	281/Dec '07	282	*LRAD	140/Jan '10	127	LBMH	151/Apr'11	107
*MDF	239/Mar '08	362	LOAN	120/Mar'10	95	FFI	61/Aug'11	48
TGC	163/Aug '08	75	RFMI	127/Aug'10	110	GVP	210/Sep'11	198
COVR	108/May '09	150	BULM	75/Sep'10	85	GBR	206/Oct'11	199
						GSB	181/Nov'11	200
								3,092
								10,026
								10,026

Cost for all stocks: \$4,766

* 50 shares

Gain: 13,118 minus \$4,766 = \$8,352
 Percentage of gain: 8,352 divided by \$4,766 X 100=175.0

Proceeds from sales: 10,026
 Current Value of Portfolio: 13,118

Comments: This is a simulated portfolio for those who would like to actively participate in the stock market... They want an approach that will serve as a learning situation... An investment of only \$200 to \$300 a monthly is required... With each new Company of the Month, 100 shares were purchased until we had 18... We use an internet broker... We follow the Bowser Game Plan. Portfolio started Sep. '01.

Iteris acquiring Berkley Transportation System

ITI has signed a definitive agreement to acquire all of the outstanding capital stock of Berkeley Transportation System(BTS), a privately-held company based in Berkeley, California.

BTS provides transportation performance measurement. Its state-of-the art system leverages its real-time data collection, diagnostic, fusion and warehousing platform to aggregate and compute performance measures.

This information is used to analyze how a transportation system is performing based on pre-determined stops, delays and travel time. Also, the system gives users an extensive set of reporting tools that allows for visualization and animation.

Since its inception in 1998, BTS has been involved in more than 20 projects and deployments, with customers ranging from the California DOT, Caltrans and the Alaska Dept. of Transportation plus Attikes Diadromes S.A., which operates the Attica Tollway in Greece.

"Berkeley Transportation Systems is a leader in performance measurement systems and their capabilities are a perfect complement to our iPerform software as well as our performance measurement and management initiative as a whole," said Abbas Mohaddes, president and CEO of Iteris.

"I believe the acquisition provides a key technology and a strong base from which to grow this area of our business and is consistent with our growth strategy."

Karl Petty, president and CEO of BTS: "We see tremendous opportunities in combining forces with Iteris to deliver performance measurement solutions to their large customer base."

Harnessing Video/Radar Sensor Fusion

In October, management announced the introduction of Vantage Vector, the latest edition to the company's portfolio of Vantage vehicle detection solutions. Shipments are expected to begin in the first quarter of 2012.

"Iteris is known for innovation in vehicle de-

tection and Vantage Vector demonstrates the ability of our market research and engineering teams to develop new technologies that better serve our customers and sustain our market leadership," said CEO Mohaddes.

"This premium product is based on sensor fusion by combining video and radar, and was developed for agencies that require enhanced detection for special applications. We expect the use of sensor fusion technology to contribute to the broader and more rapid adoption of video detection."

ITI Programs Aid Funding

"With the increased emphasis on accountability in transportation infrastructure expenditure, the U.S. Dept of Transportation as well as state DOTs are expected to use performance measures as a funding gate for agencies," observed Mr. Mohaddes.

"In light of the legislation mandating real-time interstate traffic programs by 2013 and metro area routes by 2016, we believe our recently-introduced iPerform offers a powerful solution needed to improve an agency's oversight and transportation network capabilities."

Editor's Note

That all of this is paying off is evidenced by the highlights from the second fiscal quarter that ended September 30:

- * Net sales and contract revenues up .15% to \$14.4 million.
- * Contract revenues up 27% to \$6.7 million
- * Net income totaled \$1.3 million vs. \$542,000 a year ago.
- * Cash at the end of quarter was \$22.8 million compared to \$12.5 million a year ago.
- * The company reported a \$1.1 million net gain on the sale of Vehicle Sensors' net assets.

CEO Mohaddes has backed up his faith in the company by buying 25,000 shares in the open market, paying between \$1.21 to \$1.26 each last month.

Although ITI doesn't have a formal shareholder relations program, Ginny Taylor, executive assistant, does a great fill-in job with a cheerful personality.



Abbas Mohaddes, CEO
 Iteris, Inc.

NOTES BY THE EDITOR

OUR HONORARY EDITOR

For the first time we are naming a Buckaroo as an Honorary Editor of The Bowser Report for a month. The lucky gentleman is Robert H. Belcher, Ft. Myers, FL.



Bob deserves this distinction as he has been one of our most enthusiastic correspondents over the years. His letters have been positive and constructive.

In this month's "Buckaroos Speak," we have printed another Belcher epistle.

Bowser goofs on the Beginner's Portfolio last month.

We miscalculated the value. Here's how: We sold half of our holdings in Metropolitan Health for \$350, but we showed a value of \$3,500, which increased the percentage of gain.

The Portfolio in reality was up only 173%, not 240% as we reported. And, we boasted in this column last month that the Beginner's had reached an all-time high. It hadn't. (Incidentally, it is now up to 175%.)

Paul Street, Anchorage, Alaska, is a Buckaroo who keeps a close eye on the Beginner's Portfolio. He is the one who alerted us to the error. And, he did it with good grace and humor. In fact, he ended his letter with "Don't ever stop with the 'Great Newsletter.'"

Paul also gave us a weather report: Really cold here in Alaska for November-- minus 10 to 15 degrees at night. Lots of snow, too."

GlobalSCAPE's management noted in our Company of the Month write-up, we didn't properly identify two of their main programs--CuteFTP Professional and CuteFTP home.

One permits a user to request a file from or send a file to an FTP server or host computer. The other is a program that incorporates various standards for encrypting data in certain situations.

* * *

Valpey-Fisher Corp. (VPF) has agreed to be purchased by Indiana-based CTS Corp. in an all cash deal worth \$18 million. CTS will pay \$4.15 in cash

FIVE BOWSER STOCKS' UP OR DOWN LAST MONTH

VALPEY FISHER	UP 59%	CIMATRON	DOWN 20%
R.F. MONOLITH	UP 48%	FORTUNE IND.	DOWN 19%
PIZZA INN	UP 33%	VERSAR	DOWN 15%
GSE SYSTEMS	UP 17%	FOOD TECH SVC	DOWN 14%
EVOLVING SYSTEMS	UP 8%	CVD EQUIPMENT	DOWN 12%

INTERESTING TIDBIT

Things that will Disappear in Our Lifetime

The Post Office

Get ready to imagine a world without the post office. They are so deeply in financial trouble that there is probably no way to sustain it long-term. E-mail, Fed Ex and UPS have just about wiped out the minimum revenue needed to keep the post office alive.

The Check

Britain is already laying the groundwork to do away with the check by 2018. It costs the financial system billions of dollars a year to process checks. Plastic cards and online transactions will lead to the eventual demise of the check.

The Newspaper

The younger generation simply doesn't read the newspaper. They certainly don't subscribe to a daily-delivered print edition. Papers may go the way of the milkman and the laundry man. As for reading the paper online, get ready to pay for it. The rise in mobile Internet devices and e-readers has caused all the newspaper/magazine publishers to form an alliance. They have met with Apple, Amazon and the major cell phone companies to develop a model for paid subscription services.

The Book

You say you will never give up on the physical book that you hold in your hand and turn the literal pages. You can browse a bookstore online and even read a preview chapter before you buy. Once you start flicking your fingers on the screen instead of the book, you find you are lost in the story and can't wait to see what happens next and you forget that you're holding a gadget instead of a book.

The Land Line Telephone

Unless you have a large family and make a lot of local calls, you don't need it anymore. Most people keep it simply because they've always had it. But, you are paying double charges for that extra service.

for each VPF share.

This is a great deal for those of us who paid \$4.27 or less for the stock. All we have to do is sit tight and wait for the deal to be consummated. Then the funds generated by the acquisition will be deposited in your brokerage account. There are no fees.

The deal is being challenged by some law firms who contend that the price is too low as it traded for \$4.37 March 1, 2011. Also there is some contention of possible breaches of fiduciary duty. (In the past, such litigation hasn't stopped deals.)

The Bowser Report

Published the second Thursday of each month.

Copyright © 2011 by R. Max Bowser, Editor/Publisher. All rights reserved. ISSN 0738-7288. Outside the U.S., Canada and Mexico \$68 a year via air mail. Extra copies \$5.00 each. Prices in U.S. currency. Enclose a mailing label from a recent issue when sending a change of address. Office Hours: Monday-Friday 9:00am - 3:00pm EST.

PO Box 6278, Newport News, VA 23606, 757/877-5979, Fax: 757/595-0622, \$59 Yearly

e-mail address: MiniStocks@aol.com Web site: www.thebowserreport.com

Subscribers shouldn't assume present and future recommendations will be profitable or will equal past performance, or that any theory can provide assurance of stock market gains. Factual material is obtained from sources believed to be reliable and can not be guaranteed. Not responsible for errors or omissions. The publisher and employees of The Bowser Report may from time to time have positions in securities mentioned herein.

WARRANT REGISTER

Buying Ford inexpensively

Warrants provide a back-door way of investing in this icon's recovery. They don't expire for one year and they aren't callable.

However, we must not go overboard. There is a negative. It is not practical to buy the common using the warrants. The exercise price is \$9.20 and if you add to that the current warrant's price of \$2.12, it would cost you \$11.32 to buy a share of common that you can buy in the open market for \$9.96.

Nevertheless, our objective is not to acquire the common using the warrants. Instead, you want to make money as the warrants appreciate. And, they are sensitive to the price of the common as we have observed. In other words, as the common goes up, the warrants will also rise during the remaining one year of their life, because of the wide interest in these equities.

The Ford recovery story is well-known. It avoided the economic collapse of 2008/09. And, with good management and an attractive line of new cars, a net income of \$6.958 billion was recorded in the first nine months of the current year. Profits also increased more than 200% between 2009 and 2010.

TCF Financial—a Midwest gem

This is a large Minnesota-based bank holding company that trades on the New York Stock Exchange.

The warrant technicals are favorable. They do not expire for 17 years. The combined common stock price and the strike price is well below the exercise price. They are not callable.

We have given the common a Bowser Rating of 6. But, TCF almost qualified for an 8. It is profitable, but not as much so as a year earlier. . . . In the first nine months of this year, interest

income was \$707,644,000, down from \$729,133,000 in 2010. Net income slipped to \$91,240,000 vs. \$115,839,000 a year ago. However, equity per share was up to \$10.83 vs. \$9.33 last year.

The Ford and TCF Financial warrants are replacing on our list AdCare Health Systems and Energy Service of America--both of which were redeemed.

HOMEOWNERS CHOICE declared a regular quarterly cash dividend on its common of 12.5 cents per share--a 25% increase over the previous quarterly rate of 10¢.

The dividend will be paid Dec. 16. In addition, management announced there will be a special dividend of 10% per common, which will also be paid Dec. 16.

The company's subsidiary, Homeowners Choice Property & Casualty Insurance Co., acquired the Florida policies of HomeWise Insurance Company.

"This acquisition nearly doubles the size of the company, without doubling administrative expenses," said NCII's CEO Paresh Patel.

CITIGROUP INC., which has \$5.8 billion of assets in South Africa, said it will provide direct custody and clearing services for institutional investors in Africa's largest economy. Citigroup is South Africa's sixth-largest lender.

Citigroup is still paying for its entanglement with the federal government during the 2008/09 financial crisis. Management's \$285 million settlement with U.S. regulators over a collapsed collateralized debt obligation was faulted by a federal judge as too lenient. Consequently, the company may have to pay more money to avoid admitting it did anything wrong, said lawyers following the case.

Company	Market/Symbol	Principle Business	Stock Price 11/28/11	Warrant Price 11/28/11	Conv. Ratio	Exer. Price	Expire Date	No. Wts	Bowser Rating
China Hydroelectric	N:CHC-WT	Hydroelectric power in China	1.40	0.04	1.00	3.45	12/31/13	6.0M	7
420 Lexington Ave., Ste. 860, New York, NY 10170, Tel: 646/467-9800, www.chinahydroelectric.com				CALL TERMS: \$23.00 for 20 out of 30 days					
Citigroup	NYSE:C-WTA	Investment banking	25.05	0.40	1.00	106.10	01/04/19	2.6M	8
399 Park Ave., New York, NY 10043, Tel: 212/559-1000, www.citigroup.com				CALL TERMS: Not Callable; Exercise price adj. for dividends above \$0.01					
Combimatrix	CM:CBMXW	Biotech development	1.84	0.16	1.00	9.00	05/01/14	1.1M	6
6500 Harbour Heights Parkway, Ste. 303, Mukilteo, WA 98275, Tel: 425/493-2000, www.combimatrix.com				CALL TERMS: 250% of exercise price for 20 days					
FairPoint Comm	OB:FRPZW	Communications in New England	4.57	0.10	1.00	48.81	01/24/18	3.6M	7
521 E. Morehead St., Ste. 250, Charlotte, NC 28202, Tel: 704/344-8180, www.fairpoint.com				CALL TERMS: Not Callable					
Flatworld Acquisition	OB:FWLWF	Seeking to buy another company	9.76	0.30	1.00	11.00	12/15/15	67.0M	NR
Palm Grove House, Road Town, Tortola VG1110, BVI, Tel: +1(284) 545-6127, www.flatworldcapital.com				CALL TERMS: \$16.50 for 20 out of 30 days					
Ford Motor Co.	NYSE:F-WT	Motor Vehicles	10.00	2.16	1.00	9.20	01/01/13	362.0M	8
One American Road, Dearborn, MI 48126, Tel: 313/322-3000, www.ford.com				CALL TERMS: Not Callable					
Homeowner's Choice	GM:HCCIW	Property/casualty insurance in FL	8.02	0.52	0.50	9.10	07/31/13	6.7M	8
145 NW Central Park Plaza, Ste. 115, Port St. Lucie, FL 34986, Tel: 772/204-9394, www.hcpici.com				CALL TERMS: \$11.38 for 10 out of 20 days					
Microvision Inc	CM:MVISW	Miniature images and displays	0.47	0.13	1.00	3.60	07/23/13	.6M	6
6222 185th Ave. N.E., Richmond, WA 98052, Tel: 425/415-6847, www.mvis.com				CALL TERMS: If common averages \$7.20 for 20 days					
NeoStem Inc	A:NBS-WT	Stem cell distribution	0.48	0.44	1.00	6.00	07/16/12	38.0M	6
420 Lexington Ave., Ste. 450, New York, NY 10170, Tel: 212/584-4180, www.neostem.com				CALL TERMS: \$8.00 for 20 days					
Owens Corning	NYSE:OC-WTB	Building materials worldwide	26.71	1.63	1.00	45.25	10/31/13	7.8M	8
One Owens Corning Parkway, Toledo, OH 43659, Tel: 419/248-8000, www.owenscorning.com				CALL TERMS: Not Callable					
Resolute Energy	NYSE:REN-WT	Petroleum/Natural Gas	12.68	2.25	1.00	13.00	09/25/14	1.7M	NR
100 Crescent Ct., Ste. 1200, Dallas, TX 75201, Tel: 214/615-2300, no web site				CALL TERMS: \$18.00 for 20 out of 30 days. Was Hicks Acquisition					
Stream Global	A:SGS-WT	EXPIRED							
20 Williams St., Suite 310, Wellesly, MA 02481, Tel: 781/304-1800, www.stream.com				CALL TERMS: \$11.50 FOR 20 of 30 days					
S&W Seed Company	CM:SANWW	Agricultural products	4.79	0.83	1.00	7.15	05/03/15	1.0M	8
2552 S Butte Ave, Five Points, CA 93624, Tel: 599/884-2535, www.svseedco.com				CALL TERMS: \$8.80 for 5 consecutive days/\$0.25					
TCF Financial	NYSE:TCB-WT	Bank Holding Company	9.79	1.83	1.00	16.93	11/14/18	3.2M	6
200 Lake Street East, Wayzata, MN 55391, Tel: 952/745-2760, www.tcfbank.com				CALL TERMS: Not Callable					
U-Swirl Inc.	PK:SWRLW	U-Swirl frozen yogurt	0.27	0.02	1.00	5.10	03/19/13	5.6M	7
1075 American Pacific, Ste. C, Henderson, NV 89074, Tel: 702/448-5301, www.healthyfastfood.com				CALL TERMS: 120% of ex price/5 days/\$0.25. Was Healthy Fast Food					
United Insurance Holdings	OB:UHCW	EXPIRED							
360 Central Ave., Ste. 900, St. Petersburg, FL 33701, Tel: 727/895-7737				CALL TERMS: \$11.50 for 20 out of 30 days					
USA Technologies	CG:USATW	Cashless remote management	1.13	0.02	1.00	2.20	12/31/11		7
100 Deerfield Lane, Ste. 140, Malvern, PA 19355, 610/989-0340, www.usatech.com				CALL TERMS: Not Callable					

	Quarter Ended	Current Sales	Same Period Last Year	Current Earnings	Same Period Last Year	Comments
Avalon Holdings Corp(AWX)	9/30/11	15,835,000	11,789,000	304,000	(2,000)	
Century Casinos Inc(CNTY)	9/30/11	20,344,000	17,910,000	1,423,000	321,000	(A)
Cimatron Ltd(CIMT)	9/30/11	9,600,000	8,700,000	0	300,000	(B)
Cover-All Technologies Inc(COVR)	9/30/11	3,406,965	4,651,532	(686,729)	413,970	
CVD Equipment Corporation(CVV)	9/30/11	8,844,000	4,032,000	1,239,000	143,000	(C)
DGSE Companies Inc(DGSE)	9/30/11	47,528,207	18,108,477	139,210	138,509	(D)
Digital Power Corporation(DPW)	9/30/11	3,024,000	2,174,000	449,000	103,000	(E)
Evolving Systems Inc(EVOL)	9/30/11	4,270,000	5,460,000	18,204,000	1,576,000	(F)
Fieldpoint Petroleum(FPP)	9/30/11	1,736,277	1,671,759	385,034	240,102	(G)
Flexible Solutions Int'l(FSI)	9/30/11	3,861,195	2,676,921	(92,293)	(155,415)	
Food Technology Service(VIFL)	9/30/11	1,011,650	815,275	416,825	319,411	(H)
Full House Resorts(FLL)	9/30/11	33,467,911	8,636,260	1,483,758	4,960,482	(I)
GlobalSCAPE Inc(GSB)	9/30/11	5,417,000	4,769,000	611,000	233,000	(J)
GSE Systems Inc(GVP)	9/30/11	12,549,000	11,904,000	858,000	(548,000)	(K)
Key Tronic Corporation(KTCC)	10/01/11	69,761,000	63,340,000	1,247,000	1,742,000	(L)
Metropolitan Health Netwks(MDF)	9/30/11	92,664,000	91,163,000	5,996,000	6,790,000	(M)
New Concept Energy Inc(GBR)	9/30/11	1,003,000	1,112,000	(57,000)	188,000	(N)
OurPet's Company(OPCO)	9/30/11	4,516,078	4,278,611	(285,055)	34,837	(O)
Parametric Sound Corp(PAMT)	9/30/11	79,000	607,000	(1,484,000)	(923,000)	(P)
Tengasco Inc(TGC)	9/30/11	4,400,000	3,300,000	1,200,000	200,000	(Q)
Wells-Gardner Electronics(WGA)	9/30/11	9,759,000	11,031,000	(152,000)	(176,000)	(R)

- (A) - Net earnings for CNTY increased at all its properties except Central City for the current quarter compared to last year.
- (B) - The new license year-over-year revenue growth is especially satisfying when recalling that last year's third quarter was exceptional in many ways. CIMT is getting positive feedback on the new product versions for both CimaTronE and for GibbsCAM. Early fourth quarter indications suggest a successful and profitable year.
- (C) - Backlog for CVV was \$18,410,000 as of this quarter, a 141% backlog increase over the same period last year and a 73% increase in backlog over December 31, 2010. \$31,024,000 in new orders were received during the nine months ending September 30, 2011.
- (D) - "I am pleased to announce our third consecutive quarter of very strong operating performance," said CEO William Oyster. "This performance was driven by continuing growth from DGSE's core business channels, contributions from our first two Bullion Express stores and contribution from our Southern Bullion Trading LLC acquisition that closed just 2 weeks prior to quarter end."
- (E) - Amos Kohn, CEO: "DPW's ongoing design wins for our custom products have resulted in purchase orders and annual purchase contracts for unique solutions in network applications, medical equipment devices, and MIL-STD products for the military industry. Also, we are continuing with our proven collaborative strategy of developing long-term relationships with key-targeted accounts."
- (F) - The highlight of this quarter for EVOL was the largest sale ever of its Dynamic SIM Allocation solution in a new market--Russia. License and services backlog grew by 140% year-over-year--the highest total in 2 years.
- (G) - "Being well positioned financially has allowed FPP management to continue its focus on building its production base and to proceed with the drilling of its first horizontal well," said Ray Reaves.
- (H) - VIFL CEO Dr. Richard Hunter: "Attaining over \$1,000,000 of revenue in a quarter represents a positive milestone for the company."

- (I) - "Our results for this quarter reflect solid performance at FLL's current properties as we recorded a sequential increase in revenue at our Rising Star Casino Resort, and the addition of two new casinos--Grand Lodge and Buffalo Thunder," said CEO Andre Hilliou.
- (J) - GSB announced an additional solution deployment, a major new release of the Wide Area File Services software, and the company's inclusion in "Software Magazine's" Software 500 ranking of the world's largest software and service providers.
- (K) - GVP's financial position at September 30, 2011 included cash and cash equivalents of \$17.7 million, working capital of \$29.4 million, and no long-term debt.
- (L) - For the first quarter of fiscal 2012, gross margin was 7% and operating margin was 2%, compared to 9% and 4% respectively, in the same period of fiscal 2011. For the coming quarter, given its anticipated growth and product mix, KTCC expects to see its gross margins in the range of 7% to 8%.
- (M) - MDF CEO Michael Earley: "Our company now owns and runs 33 medical centers and manages a network of more than 250 contracted, independent, primary care practices serving over 68,000 Medicare Advantage and Medicaid customers."
- (N) - A decrease in GBR's corporate general & administrative expenses from \$124,000 and \$447,000 respectively to \$101,000 and \$351,000 was due to decreased payroll costs.
- (O) - OPCO's "SmartScoop" product is quickly gaining market penetration in all market channels.
- (P) - These are yearly figures and represent the first full year of operations for PAMT as an independent company.
- (Q) - Jeffrey R. Bailey, TGC CEO: "We've drilled 7 wells--4 producers and 3 dry holes--since our last report and have been targeting the area of Trego County, Kansas, where we're drilling a fourth hole."
- (R) - Anthony Spier, CEO: "WGA's earnings performance this quarter came in as expected in a difficult slot machine manufacturing environment. Margins increased slightly by .2%, operating expenses declined by \$207,000."