

The Bowser Report

January 2011, Vol. 35, No. 1

NEXT COMPANY OF MONTH RECORDING

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FRIDAY, FEB. 11, AFTER 4 PM EST

RECORDING ON FOR ENTIRE WEEKEND

Our 2010 year in review

JANUARY: We were still licking our wounds from the bear market. There were recovery signs. The Beginners Portfolio was up 124%. A year earlier, the gain had stood at 88%. In Mar'09, Barron's reported that only six stocks reached yearly highs. By the middle of January, that figure had ballooned to 475.

FEBRUARY: Interviewed our friend, Fred Astman, the founder and chairman of First Wilshire Securities Management in Pasadena, CA. Although he's interested in stocks at various price points, through the years he has not been afraid of penny stocks. His firm has consistently outperformed the market whether it is a big-cap or a small-cap year. Wrote favorable article on Electronic Game Card (EGMI). Didn't know at that time it was a fake deal.

MARCH: We saluted Marq Apel, Bruce Township, MI, as our Investor of the Year. The photo accompanying the article showed Marq and his beautiful family--wife Rhonda and sons, Devon and Brandon. The interview revealed Marq's selling techniques. One of them is that if a stock doesn't double, but goes below his purchase price and there is a drop of 50%, he dumps it. The Apel rule is now part of the Bowser Selling Plan.

APRIL: Early in 2009, the bear market was playing havoc with most stocks, even those on the New York Stock Exchange. So, at that time, we selected 19 NYSE issues that had fallen into the penny stock category. We narrowed the 19 down to 10 that were trading for 75¢ a share or less. And, the editor invested \$1,787.16 in those 10. A year later, as the market recovered, they were worth \$3,303.51, an 85% return. Many Buckaroos actually bought what we called "The Terrible Ten" and also did very well.

MAY: We announced our Annual Historical Review which shows what has happened to each of our recommendations since 1977. LRAD announced it was spinning off its speaker line. Halliburton began buying Boots & Coots (WEL). We put a sell on Electronic Game Card, which had dwindled to a few pennies a share. Rock of Ages (ROAC) received a buy-out offer at \$4.38 from Swenson Granite. The offer was later sweetened.

JUNE: Richard Molinsky, a former New York City stockbroker, shared with us his passion for micro-caps. Now he spends his time investing for his own account. We jumped into the gold craze by choosing Bullion Monarch Mining. One of the big winners in our Warrant Register was BioTime (BTIM), which is in the stem-cell business. Suggested the sale of Winland Electronics (WEX), a long-time holding.

JULY: Medical Nutrition (MDNU) was our Company of the Month in April at \$2.20. By July, it was being acquired by the French-based Groupe Danone at \$4 a share. Danone, privately-held, also has a medical division. We commented on the gradual demise of

stock certificates. The British Petroleum oil spill in the Gulf of Mexico was dominating the news coverage. Buckaroo Ken Shimoto, Fargo, ND, suggested a company that could play a role in the cleanup.

AUGUST: Went on a rampage about companies purchasing their own stock. We don't like this. In many cases they are buying back shares that were issued in support of stock options. Our new book, 34 Years Profitably Buying-Selling Penny Stocks, was issued. Had a feature story on Bullion Monarch Mining, together with a photo of their handsome CEO, R. Don Morris. Our research department began working on our Facebook. There is a link on our website to it.

SEPTEMBER: We honored Educational Development by giving it our Microcap Horatio Alger Award. EDUC was a 1992 recommendation and is a successful publisher of children's books. The stock has been as high as \$26.25. Valpey Fisher (VPF) was the Company of the Month at \$2.38. It proved to be the biggest performer of all the stocks we picked in 2010. So far, it is up 44%. For the first time, we took notice of all the DGSE shares that NTR Metals is buying.

OCTOBER: To boast a little, the editor issued his "Penny Stock Manifesto," in which he vigorously defended this beleaguered category of stocks. The Beginner's Portfolio reached an all-time high, with a gain of 142%. (Later it went even higher.) Full House Resorts announced it was going to acquire a casino complex in Rising Sun, Indiana.

NOVEMBER: Joe MacDonald with the help of his wife, Dr. Mary Martin, recalled for us "The Wacky, Crazy Penny Stock Craze," which was at its height in the 1970s and 1980s--only ending when the SEC cracked down with tough regulations. Meyer Blinder, who eventually went to prison, was the most colorful broker of the period. In the "Notes by the Editor," we printed some wise political advice by Abraham Lincoln that is still applicable today.

DECEMBER: "Buzz" Heidtke, a former Nashville stockbroker and entrepreneur, shared with us some of his philosophy in operating his hedge fund, Mid-south Investors Fund LP. On page 6, Buckaroo Paul Kamke gave us a scare with the photo of himself in a Halloween outfit. On the warrant page, we observed that AdCare is adding to its nursing home chain. Based on what the Editor actually paid for it, this warrant netted him a gain of 16%.

CONGRATULATIONS GRADUATES

It's the goal of each Bulletin Board CEO that his stock graduate to Nasdaq or NYSE Amex. Two did this recently on waves of profits--ZAGG Inc. and Dynasil Corp.



Featuring blue chip penny stocks

EARNINGS

	Quarter Ended	Current Sales	Same Period Last Year	Current Earnings	Same Period Last Year	Comments
Ballantyne Strong Inc(BTN)	9/30/10	32,929,645	16,552,036	2,320,721	543,096	(A)
Bridgeline Digital Inc(BLIN)	9/30/10	6,892,000	5,325,000	(652,000)	197,000	
Bullion Monarch Mining(BULM)	10/31/10	1,411,196	1,449,616	604,639	655,423	(B)
China Pharma Holdings(CPHI)	9/30/10	18,680,390	15,522,953	5,484,927	7,163,228	(C)
CVD Equipment Corporation(CVV)	9/30/10	4,032,000	3,557,000	143,000	103,000	(D)
DGSE Companies Inc(DGSE)	9/30/10	18,108,477	16,280,397	138,509	269,741	(E)
Dynasil Corporation of Amer(DYSL)	9/30/10	42,969,762	34,363,674	3,234,381	1,551,298	(F)
Female Health Company(FHCO)	9/30/10	7,799,923	7,912,227	5,515,739	2,268,619	(G)
IEC Electronics Corporation(IEC)	9/30/10	27,287,000	18,273,000	1,628,000	903,000	(H)
LRAD Corporation(LRAD)	9/30/10	4,691,000	2,448,000	933,000	(1,177,000)	(I)
Simulations Plus Inc(SLP)	8/31/10	2,206,122	1,839,735	345,294	163,156	(J)
XETA Technologies(XETA)	10/31/10	24,544,000	18,053,000	15,000	(1,903,000)	(K)
XFONE Inc(XFN)	9/30/10	14,978,557	15,443,537	(1,263,943)	(1,649,747)	(L)

- (A) - BTN announced the appointment of Gary L. Cavey as president and CEO, replacing retiring CEO John P. Wilmers, who will remain with the company and focus on Ballantyne's growing business opportunities in Asia.
- (B) - There was a decrease in 2009 revenue of \$38,420 primarily due to a slight decrease in production at Newmont's Leeville Mine, from which BULM receives a 1% royalty.
- (C) - "Our well-balanced pharmaceutical portfolio continues to demonstrate healthy organic growth this quarter, led by Digestive Diseases, while Graniston and Vitamin B6 drove other product revenues during the reporting period," said CPHI's CEO Ms. Zhilin Li.
- (D) - As of the current period, CVV's backlog was approximately \$7,634,000--an increase of 200% --and 71% over the backlog of \$2,549,000 at December 31, 2009 and \$4,464,000 at June 30, 2010. Leonard Rosenbaum, CEO: "During the three months ended September 30, 2010 order levels are trending upward across a broad range of products. This trend has continued into the next period, as we received approximately \$5,061,000 of new product orders during the month of October."
- (E) - Net income and EBITDA were affected in the third quarter of 2010 by costs related to the redeployment of resources to prepare for higher anticipated revenues including filing advertising pipelines. The third quarter also reflects what DGSE expects to be the final expenses related to the Stanford International Bank transaction.
- (F) - Craig T. Dunham, CEO: "We believe that DYSL has a strong product line-up for 2011, highlighted by our dual mode nuclear detector technology that we expect to represent a leap

- forward in detecting threats from radiation in nuclear bombs and nuclear materials."
- (G) - CEO O.B. Parrish: "The fourth quarter was particularly strong with unit sales rising 19% and gross profit margins reaching 59%, compared with 48.5% in the prior-year quarter. This clearly reflects the favorable impact of FHCO's second-generation FC2 female condom upon profitability. Fourth quarter sales did not include revenues from either of the two delayed orders that caused us to report lower shipments in the third quarter of FY2010."
- (H) - "2010 was a strong year for IEC. Our backlog grew substantially despite the economy and was over \$90 million. More than half of this increase was due to organic growth," noted CEO W. Barry Gilbert.
- (I) - LRAD accomplished many of its goals this year: changing corporate identity; spinning off the HSS technology business; growing its LRAD business; and positioning the company for significant domestic/foreign military sales.
- (J) - 70% of SLP's FY10 pharmaceutical revenues were for recurring software licenses; revenues from its pharmaceutical consulting, collaboration, and training segment are growing steadily with over 15% of FY10 revenues coming from these.
- (K) - XETA's total revenue increased 36% during this quarter due to continued growth in service revenue and contribution from acquisitions. But, customer spending on equipment remained inconsistent.
- (L) - Revenue from XFN's Fiber-To-The-Premise (FTTP) business grew 29.5% to \$2.6 million. These revenues represented 17.6% of total revenue for the three months ended September 30, 2010.

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

Accelr8 Technology has geared up to improve on the following situation:

Every 6 minutes another American dies from a hospital-acquired infection(HAI). The U.S. Centers for Disease Control & Prevention estimates that 98,987 HAI fatalities occur annually.

The HAI mortality rate is more than double that from auto fatalities and far more than any type of cancer, except lung cancer.

For critically-ill patients, the physician must start adequate antibiotics within 2-4 hours of symptom onset. But, lab cultures typically take 2-3 days to identify organisms and assess their antibiotic susceptibility. The doctor has no choice but to start therapy without knowing the organism or its drug susceptibility.

AXK believes that its BACel system will identify the organism present in a patient's specimen and count the number of organisms of each type in less than 2 hours after receiving the specimen.

The BACel platform includes a fixed instrument and proprietary, single-use test cassettes. Each cassette tests a single patient specimen and then must be discarded.

Apparently, this system is the only new diagnostic technology under development that will address a clinically adequate range of species and antibiotic resistance mechanisms needed to help manage critical infectious diseases. As a consequence, Accelr8 does not have competition.

The company leases 6,400 sq. ft. of office and laboratory space in Denver, CO, for \$6,000 per month. AXK owns all of its laboratory equipment.

There are seven issued patents as of Jul'10, with additional U.S. and international patent filings in progress.

Finances

The investor will be rewarded by the commercialization of the BACel system.

However, in the meantime, management derives income from licensing OptiChem surface coatings that are used in microarraying components. As a coating for analytical devices, it offers superior noise rejection and a high capacity for target binding, compared with other bio-coatings. The coating is widely adaptable to virtually any base material, such as plastics.

Even with highly sophisticated designs, it can be economically scaled to high-volume production. In fact, OptiChem has been licensed to SCHOTT--a large glass company in Germany--and NanoString and Nanosphere in the U.S.

Late last year, the company received a notice it would get \$244,479 as part of a new Internal Revenue Code 48D program, created by the Patient Protection & Affordable Care Act. The grant was the maximum that could be given to a single applicant.

In June last year, the company entered into an agreement with a global pharmaceutical company which will assist in the development of BACel and will be first introduced to hospitals in Europe, where this sponsor is headquartered and where approval requirements are not as strict as in the U.S.

Accelr8 Technology

NYSE Amex: AXK
BOWSER RATING: 9

Last 24 Months--
\$0.68 to \$4.50

The process for getting approval from the U.S. Food & Drug Adm. is an expensive proposition, including clinical trials, etc. The global company will finance this procedure.

Foreign income last year of \$403,032 came from OptiChem revenues and license fees. The company has an operating loss carryforward of \$9.8 million and general business credits of \$265,000, which can be used to offset future income taxes.

Management

Thomas V. Geimer, 63, is the chief executive officer, the chief financial officer and chairman of the board. Previously, he founded and operated an investment banking firm. Mr. Geimer first became associated with Accelr8 in 1987.

David C. Houston, 66, is president. He founded and operated the Altro Group--a medical technology consulting firm. Among his clients were Pfizer, Boston Scientific and Becton Dickinson.

AXK has five full-time employees and agreements with three consultants, one of whom is a medical doctor and another is a college professor with a Ph.D. in Pharmaceutical Chemistry.

Mr. Geimer is the largest insider holder, owning 407,032 shares. Mr. Howson has 302,600. A large institutional holder is Merrill Lynch and Co., which owns 793,141 shares.

Editor's Note: Management is to be complimented on its conservative

ways. Many companies that are involved in developing a new process finance it by going into debt and selling oodles of stock. AXK has no long-term debt and a reasonable capitalization. Salaries are modest. But, most important, it is

profitable.

That the company only has five employees may be disconcerting to some. However, at this stage, that's all that's needed. As Accelr8 is accepted in the medical community, the staff will be expanded.

In fact, at the annual shareholders' meeting on December 14, management described new steps being taken to commercialize the BACel system, which include integrating its automated fluidics and microscopy instrumentation for international market introduction.

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MANHATTAN BRIDGE CAPITAL closed a \$500,000 private placement of three-year 6 5/8% notes to be held to maturity. The notes are secured by first mortgages or cash. A 5% fee was paid to the broker. There was \$55,000 in legal fees.

	2009	2010	2011(A)
REVENUES	\$1,270,000	\$2,246,000	\$466,362
NET INCOME(LOSS)	\$(714,000)	\$642,000	\$67,250
WORKING CAPITAL	\$867,568	\$676,000	\$824,344
BOOK VALUE	\$0.38	\$0.46	\$0.46
TOTAL SHARES	10,226,210	10,760,000	10,760,000
FLOAT	N/A	N/A	9,380,000

(A) THREE MONTHS ENDING 10/31/10.

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.

Made Original Appearance on List & Market	Issue/Trading Symbol	Principal Business	Price 1/05/11	Long-Term Debt (Millions)	Sales Updated Quarterly (Millions)	Income/Loss Updated Quarterly (Millions)	Shares Outstanding (Millions)	Bowser Rating
CATEGORY ONE: OUR BEST PICKS								
01/11(A)	ACCELER8 (AXK)	ANTIBIOTICS-HOSPITAL INFECTIONS	0.95	\$0.000	\$2.2	\$0.549	10.8	9
06/10(OB)	BULLION MONARCH (BULM)	ROYALTIES ON GOLD MINING	1.07	\$0.000	\$5.6	\$0.781	38.7	8
# 10/10(A)	CHINA PHARMA HLDGS(CPHI)	NOW ABOVE \$3 A SHARE; SEE PAGE 5 (FOLLOW-THROUGH)						
12/10(A)	DIGITAL POWER (DPW)	SWITCHING POWER SUPPLIES	1.74	\$0.000	\$9.8	\$0.075	6.7	8
02/10(CM)	MANHATTAN BRIDGE (LOAN)	SHORT-TERM COMMERCIAL LOANS	1.27	\$0.000	\$1.2	\$0.359	3.3	8
08/10(OB)	OUR PET'S CO (OPCO)	ACCESSORY & CONSUMABLE PET ITEMS	1.00	\$0.968	\$16.4	\$1.092	18.1	8
07/10(CM)	R.F. MONOLITHICS (RFMI)	WIRELESS SOLUTIONS/COMPONENTS	1.38	\$2.895	\$33.6	(\$0.312)	10.4	8
05/10(CM)	SIMULATIONS PLUS (SLP)	SOFTWARE FOR MEDICAL RESEARCH	2.74	\$0.000	\$10.7	\$2.156	15.8	9
11/10(OB)	SONO-TEK CORP (SOTK)	LIQUID SPRAY PRODUCTS	1.00	\$0.000	\$6.3	\$0.219	14.4	9
09/10(CM)	VALPEY FISHER (VPF)	NOW ABOVE \$3 A SHARE; SEE PAGE 5 (FOLLOW-THROUGH)						
CATEGORY TWO: WORTHY OF CONSIDERATION								
01/10(CM)	BRIDGELINE DIGITAL (BLIN)	WEB APPLICATION MANAGEMENT	1.47	\$3.025	\$23.6	(\$0.377)	11.2	NR
# 02/08(CM)	CIMATRON LTD (CIMT)	NOW ABOVE \$3 A SHARE; SEE PAGE 5 (FOLLOW-THROUGH)						
04/09(OB)	COVER-ALL TECH (COVR)	PROPERTY/CASUALTY INSURANCE	1.90	\$0.100	\$49.4	\$5.011	24.8	9
09/06(A)	EXPRESS-1 EXPEDITED (XPO)	EXPEDITED TRANSPORTATION	2.62	\$0.841	\$148.0	\$4.665	32.2	8
# 08/06(A)	FLEXIBLE SOLUTIONS (FSI)	SPECIALTY CHEMICALS	1.35	\$0.449	\$11.3	(\$0.139)	14.0	NR
# 12/06(A)	ITERIS INC (ITI)	OUTDOOR MACH VISION SYS/SENSORS	1.72	\$0.000	\$61.1	\$2.855	34.4	8
10/09(CM)	LRAD CORP (LRAD)	DIRECTED SOUND PRODUCTS	2.65	\$0.000	\$16.7	\$2.984	30.6	9
06/07(OB)	Parametric Sound (PAMT)	HSS Technology	0.37	Spin-off from LRAD				
06/07(CM)	PIZZA INN (PZZI)	PIZZA INN RESTAURANTS	1.97	\$0.451	\$41.5	\$0.927	8.0	8
# 02/04(CM)	TII NETWORK TECH (TIII)	NOW ABOVE \$3 A SHARE; SEE PAGE 5 (FOLLOW-THROUGH)						
# 03/03(A)	WELLS GARDNER ELEC (WGA)	ELECTRONIC VIDEO PRODUCTION	2.50	\$1.500	\$51.1	\$0.366	10.9	NR
# 12/08(GM)	XETA TECHNOLOGIES	SALE/INSTALL OF COMM. SYSTEMS	3.00	\$0.255	\$85.9	\$1.373	10.6	8
Office: 1814 W. Tacoma, Broken Arrow, OK 74012, Tel: 918/664-8200, Fax: 918/664-6876, www.xeta.com								
# 09/07(A)	XFONE INC (XFNI)	COMMUNICATIONS SERVICE PROVIDER	1.22	\$28.050	\$83.6	(\$3.564)	21.1	NR
CATEGORY THREE: VERY SPECULATIVE								
# 08/00(A)	ALPHA PRO TECH (APT)	PROTECTIVE APPAREL/ROOF PRODUCTS	1.64	\$0.000	\$55.4	\$6.386	22.4	NR
07/09(OB)	DAC TECH (DAAT)	SPORTING GOODS/GUN ACCESSORIES	0.42	\$0.000	\$11.6	\$0.072	5.8	NR
# 11/03(A)	ENVIROSTAR INC (EVI)	DRY CLEANING STORES/EQUIPMENT	1.12	\$0.000	\$20.9	\$0.475	7.0	8
# 02/05(CM)	GIGA-TRONICS INC (GIGA)	INSTRUMENTS, DEFENSE; TELECOMM	2.85	\$0.000	\$19.4	\$13.174	4.9	NR
07/10(OB)	REPRO-MED SYSTEMS (REPR)	PRODUCES MEDICAL DEVICES	0.14	\$0.514	\$4.2	\$0.895	35.6	NR
# 12/09 (A)	RELM WIRELESS CORP (RWC)	WIRELESS COMMUNICATIONS EQUIPMENT	1.79	\$2.000	\$26.4	(\$0.037)	13.4	NR
06/08(A)	TENGASCO INC (TGC)	DOMESTIC OIL/GAS OPERATIONS	0.64	\$4.321	\$12.3	(\$0.400)	59.2	8
11/09(OB)	TURBSONIC TECH (TSTA)	AIR POLLUTION CONTROL EQUIP	0.35	\$0.000	\$9.0	(\$1.397)	15.0	NR

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.

RICHMONT MINES EXPANDS OPERATIONS

RIC entered into an option agreement with SOQUEM Inc. to acquire the remaining 19% interest of the Monique property that Richmond does not own.

Richmont paid SOQUEM CAN\$350,000 upon signing the agreement. Also, RIC will spend CAN\$400,000 in completing exploration work on the property. This work should be done by February 28.

Additional drilling results from the Wasamac Mine provides further support for Richmont's plan to expand drilling to 20,000 metres.

Eben Esterhuizen and Alicia Sellitti, writing in a blog, note that big money managers are reducing their exposure to gold stocks. Specifically, seven gold stocks are exposed to this reduction. In Richmont's case, institutional investors cut its shares held from 9,962,554 to 8,579,250.

SONO-TEK CORP. purchased the Milton Industrial Park in Milton, NY. It is an improved 3.13 acre parcel of land comprised of five buildings of office/industrial space, with 50,000 sq. ft. of gross leasable floor area. At the present time, the park is 74% leased. SOTK has 19,000 sq. ft. of the park.

XETA TECHNOLOGIES: The Wingate by Wyndham Hotel, at a new operation in Frisco, Texas, has selected XETA's bundled suite of hospitality communications solutions. Its bundled H2IA, PBX and cable offering allows the hotel to have one point of contact for its communication systems.

DYNASIL CORP. OF AMERICA: Craig Dunham, CEO and president, and Peter Sulick, chairman, rang the Nasdaq stock market closing bell Dec. 17. This honor was in recognition of DYSL's revenue increase from \$2 million in 2004 to \$43 million in 2010. Net income growth during that period went from a \$0.2 million loss to a \$3.2 million profit.

ITERIS BUYING MERIDIAN ENVIRONMENTAL

ITI signed a stock purchase agreement to acquire Meridian Environmental Tech(MET)--a privately-held company based in Grand Forks, ND. MET is a leader in 511 advanced traveler information systems and maintenance decision support systems. The purchase price was \$4 million, plus an additional \$2 million under a 24-month earn-out provision.

Last month, Iteris was awarded a \$750,000 contract by the city of Oxnard, CA.

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 1/05/11 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	ISSUE/EXCHANGE/SYMBOL	1	2
ALLIANCE FIBER OPTICS(CM:AFOP)	\$17.11(8)	07/07 \$2.01(8) *	FULL HOUSE RESORTS(A:FLL)	\$3.40(8)	12/07 \$2.80(8)
*Price adjusted: 1-for-5 rev. split 8/10			GOLDEN ENTERPRISES(GM:GLDC)	\$3.46(9)	02/09 \$2.35(9)
BALLANTYNE STRONG(A:BTN)	\$8.01(8)	09/08 \$2.64(8)	IEC ELECTRONICS(A:IEC)	\$9.00(8)	07/08 \$1.99(8)
CHINA PHARMA HOLDINGS (A:CPHI)	\$3.05(8)	10/10 \$2.55(9)	INVENTURE FOODS(CM:SNAX)	\$4.38(8)	09/00 \$2.56(8)
CIMATRON LTD (CM:CIMT)	\$3.10(8)	02/08 \$2.75(8)	KEY TRONIC(GM:KTCC)	\$5.56(8)	11/08 \$1.57(10)
CVD EQUIPMENT(CM:CVV)	\$7.29(8)	07/05 \$2.03(9)	LML PAYMENT SYSTEMS (CM:LMLP)	\$3.49(8)	03/10 \$2.75(8)
DGSE COMPANIES(A:DGSE)	\$4.50(8)	12/03 \$2.05(8)	METROPOLITAN HEALTH(A:MDF)	\$4.56(8)	01/08 \$2.36(9)
DYNASIL CORP(DYSL:OB)	\$5.00(8)	08/09 \$1.35(8) *	RICHMONT MINES(A:RIC)	\$5.01(8)	10/98 \$2.56(8)
EVOLVING SYSTEMS(CM:EVOL)	\$8.19(8)	05/09 \$3.68(8)	ROCK OF AGES(GM:ROAC)	\$5.24(8)	03/09 \$1.72(9)
*Price adjusted: 1-for-2 rev. split 7/09			TII NETWORK TECH (CM:TIII)	\$3.15(8)	02/04 \$2.23(8)
FEMALE HEALTH CO(CM:FHCO)	\$5.81(9)	10/07 \$2.32(9)	VALPEY FISCHER (CM:VPF)	\$3.12(9)	09/10 \$2.35(9)
FIELDPOINT PETROLEUM (A:FPP)	\$4.00(8)	10/08 \$2.24(8)	XETA TECHNOLOGIES(GM:XETA)	NOW \$3.00; SEE PAGE 4	
FOOD SERVICE TECH (CM:VIFL)	\$3.89(8)	01/07 \$2.50(8)			

THE FOLLOWING WE SAID SHOULD BE SOLD:

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

COMMUNITY BANKERS TRUST (A:BTC)	\$1.08(NR)	11/10 \$1.04(NR)	PINNACLE DATA SYSTEMS(A:PNS)	\$1.30(NR)	09/10 \$1.40(NR)
ENCISION INC (OP:ECIA)	\$1.00(NR)	12/10 \$0.83(NR)	TEAMSTAFF INC(CM:TSTF)	\$0.50(NR)	07/10 \$0.50(NR)
ORSUS XELANT(A:ORS)	\$0.17(NR)	03/10 \$0.45(NR)	WINLAND ELECTRONICS(A:WEX)	\$0.90(NR)	06/10 \$0.89(NR)

BRIEFS

GOLDEN ENTERPRISES(GLDC) declared a quarterly dividend of \$.03125 per share, payable 1/26/11 to holders of record 1/14/11. . . . **ROCK OF AGES(ROAC)**: Institutional Shareholder Services, an independent proxy advisory firm, has recommended stockholders vote "For" the acquisition of ROAC by Swenson Granite at \$5.25 a share. . . . **TURBO-SONIC(TSTA)** was awarded a \$750,000 contract by a European utility, a \$1.25



million award by a South American manufactured wood products company and a \$1 million contract from a European chemical producer. . . . **COMMUNITY BANKERS TRUST(BTC)** says it will not comment on the unusual activity in its stock Jan. 6. . . . **RELM WIRELESS(RWC)** received a \$1.5 million order from the U.S. Dept. of Agriculture Forest Service. . . . **BULLION MONARCH(BULM)** added an independent director to its board. Nate Bryson has more than 10 years of financial, operational and legal experience. . . . **PIZZA INN (PZZI)**: CEO Charlie Morrison rang the Nasdaq stock market closing bell Jan. 6. Pizza Inn is back in Blytheville, AR, and has opened in Lewisville, TX. . . . **EXPRESS-1 EXPEDITED(XPO)** was recommended by The Cheap Investor(847) 697-5666. Editor Bill Mathews noted: "XPO has posted excellent growth in revenues and income. The stock has the potential to move at least 50% or higher if it becomes an acquisition target." . . . **WELLS-GARDNER(WGA)** has extended the employment contract of CEO Anthony Spier for three years to Dec. 31, 2014. . . . **EXPRESS-1 EXPEDITED(XPO)**: Concert Group Logistics, Downers Grove, IL, a subsidiary of XPO, has promoted Dominick Muzi to the newly created position of executive vp-sales. He'll guide the sales, marketing and domestic/international operations. . . . **FULL HOUSE(FLL)** increased the size of its Grand Victoria Casino and Resort acquisition financing facility to \$38 million.

INSIDER TRADING	NAME	BUY/SELL	DATE	PRICE	HOLDINGS
Alliance Fiber Optic Prods Inc	Chang, Peter C (CH)	AS-10,000	12/16/10	\$14.03	594,000
Community Bankers Trust Corp	Bozard, Richard F. (D)	B-2,500	11/29/10	\$0.80	9,710
	Dilliard, Alexander F., Jr. (D)	B-12,875	12/01/10	\$0.76-0.78	146,838
	Saunders, William E., Jr. (COO)	B-10,000	11/30/10	\$0.79	15,727
	Williams, Robin Traywick (D)	B-1,100	11/30/10	\$0.79	11,302
DGSE Companies Inc	NTR Metals, LLC (B/O)	B-600	11/29/10	\$4.13	3,050,500
	"	B-1,800	12/01/10	\$4.10	3,052,300
	"	B-300	12/02/10	\$4.05	3,052,600
	"	B-600	12/06/10	\$3.70	3,053,200
	"	B-300	12/07/10	\$3.84	3,053,500
	"	B-300	12/08/10	\$3.92	3,053,800
	"	B-300	12/09/10	\$4.20	3,054,100
	"	B-300	12/14/10	\$4.24	3,054,400
	"	B-300	12/15/10	\$4.25	3,054,700
	"	B-300	12/16/10	\$4.30	3,055,000
Female Health Company	Pope, Michael (VP)	S-40,000	12/08/10	\$5.713	44,797
Full House Resorts Inc	Miller, Mark J. (CFO)	B-2,900 X	11/24/10	\$2.95	141,900 X
Iteris Inc	McKhann, Gregory Sr. (VP)	AS-9,638	12/13/10	\$1.60	88,660
	"	AS-61,994	12/15/10	\$1.60	26,666
	Miller, Lloyd I. III (B/O)	B-2,447 X	12/09/10	\$1.52	2,556,042
LML Payment Systems Inc	Cooke, David C. (D)	B-4,000	12/01/10	\$2.94	4,000
	MacRae, Greg A. (D)	S-15,000	12/22/10	\$3.08-3.12	10,000
	"	S-10,000	12/23/10	\$3.08-3.15	0
Metropolitan Health Networks	Earley, Michael (CH)	S-60,000	11/29/10	\$4.263	498,132
	"	S-30,000	11/30/10	\$4.268	468,132
	"	S-26,666	12/01/10	\$4.379	441,466
	Guethon, Jose Alberto (P)	S-15,710	11/18/10	\$4.170	339,094
	"	S-64,501	11/19/10	\$4.152	274,593
	Palenzuela, Roberto L. (S)	S-6,957	12/13/10	\$4.60	150,074
	Sabo, Robert J. (CFO)	S-16,628	12/10/10	\$4.55-4.60	270,803
	"	S-3,372	12/13/10	\$4.60	267,431
Pizza Inn Inc	Amer. Hallmark Insurance Co of TX (N/A)	B-6,000	12/7/10	\$1.89	633,284
	"	B-14,000	12/23/10	\$1.89	647,284
RELM Wireless Corporation	Storey, David (CEO)	B-3,000	11/30/10	\$1.64	63,000
Simulations Plus Inc	Beran, Momoko A. (CFO)	S-5,000	12/6/10	\$2.78	299,752
	"	S-4,000	12/7/10	\$2.70	295,752
	"	S-10,371	12/8/10	\$2.72-2.73	285,381
	Woltosz, Virginia E. (T)	S-11,083	12/21/10	\$2.56	6,646,302

AS = Automatic Sale; B/O = Large shareholder; CEO = Chief Executive Officer; CFO = Chief financial officer
 CH = Chairman of the Board; COO = Chief Operating Officer; D = Director; N/A = Not Available; P = President; S = Secretary
 T = Treasurer; VP = Vice President; X = Indirect holdings.

Beginner's Portfolio Up 164%

NOTES: Because of an error, last month's gain should have been 158% and not 163% (see letter below). Beginning this month, LRAD and its spinoff PAMT are added together.

	Cost	1/3/11		Cost	1/3/11		Cost	1/3/11		
XPO	130/Oct '06	264	TGC	163/Aug '08	66	LRAD	140/Jan '10	285	Proceeds from Sales 8,165	
VIFL	286/Feb '07	390	COVR	108/May '09	185	LOAN	120/Mar '10	126		
TIII	252/Feb '07	319	ROAC	185/Jun '09	524	LMLP	240/Apr '10	348		
XFN	285/Oct '07	122	* DYSL	168/Sep '09	240	RFMI	127/Aug '10	134		
PZZI	281/Dec '07	191	* KTCC	220/Oct '09	267	BULM	75/Sep '10	119		
MDF	239/Mar '08	453	GIGA	192/Nov '09	278	OPCO	100/Dec '10	100		
Cost for all stocks: \$4,766			* 50 shares			Proceeds from sales:				4,411
Gain:	12,576	minus \$4,766 =	\$7,810	Current Value of Portfolio:						8,165
Percentage of gain:	7,810	divided by	\$4,766	X 100=163.9						12,576

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 month 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.

BOWSER BUCKAROOS SPEAK

PRISONER FINANCES

I appreciate your letter suggesting that I attempt to open an account with Scottrade. Since that time, I have published a book titled, "System Failure: A Critique of the Judicial System of the U.S."

However, as a result of my publisher deciding to simply sell my book and pocket the money, I have had to hire a business attorney (Marcus Coleman of Cincinnati, OH).

During the process of working with Marcus to regain control of my book, I executed a limited power of attorney to permit Mr. Coleman to purchase stocks and bonds in my name. Every broker he approached (Scottrade, Charles Schwab, Edward Jones, etc.) refused to allow him to purchase stocks in my name, stating that they had a policy of not doing business with prisoners.

Bear in mind there are 2.3 million of us in prison with 600,000 released every year and 6.4 million of us on probation or parole and another 30 million ex-felons in FBI files--WHAT A MARKET!

These same men spend \$20,000 a week at this 1,400-man prison commissary, with \$15,000 a month on food sales/fund raisers with the Red Cross, etc. It is not like we're all broke.

When Marcus told me no one wanted my business, I suggested he open a trust fund for me and buy and sell stocks/bonds at my direction. As such, I want to buy some of your stocks and see how I do.

--Name Withheld

FIVE DOUBLES

Just to let you know I have had five doubles since mid-November and have plowed the money back into three new picks. So, it looks like I can get my wife a nice mink or imitation fur for Christmas Looking forward to your December pick.

--Robert Schwind, Oslo, Norway

Bob is in his ninth year with us. He and his wife, Ana, very kindly sent us online Thanksgiving and Christmas greetings. This enthusiastic Buckaroo proves that even though you are overseas you can still invest in Bowser.

BEGINNER'S PORTFOLIO

I follow the Beginner's Portfolio very closely. . . . Per chance I'm mistaken, but it seems that, in the November edition someone inadvertently overlooked the fact that Dynasil (DYSL) only has 50 shares now in the Portfolio. Fifty shares were previously sold when the stock doubled.

The error has now migrated to the December portfolio. . . . Obviously, this is the fault of one of your interns. And, may you administer him or her a good beating with a wet noodle. ONLY KIDDING!

Just sent in a renewal for the best financial newsletter in the country.

--Paul Street, Anchorage, AK

Actually, Paul, the "Big Hornblower" himself was responsible for this error. His acute embarrassment is his punishment.

Mr. Street very thoughtfully recalculated the December portfolio. Recomputing the value of the DYSL holdings reduced the overall gain from 163% to 158%.

Having Paul is like adding an unpaid member of the staff!

MAKING MONEY WITH TII NETWORK

Bought TIII a few months ago for \$1.50 or so and sold it for \$2.08. Maybe I could have made more money in a few days, but you don't go broke taking your profits. Bought quite a few shares too.

Now onto buying Pizza Inn at \$1.85 or so.

--Todd Robertson, Concord, MA

Glad that Todd is on top of our stocks. They are now on an upward slope. . . . After Todd sold TIII, it went up to over \$3.00 a share.

RF MONOLITHICS has reached a milestone in the satellite radio market with the shipment of its one hundred millionth surface acoustic wave (SAW) filter used in satellite digital radio receivers, which is just one of the many applications for the SAW filter. RFMI continues to work with SIRIUS XM and satellite digital radio manufacturers.

WARRANT REGISTER

**BIG WARRANT
GAINER
LAST MONTH
MICROVISION
UP 86%**

Ascent Solar has unique technology

Founded in 2005, Ascent Solar Technologies Inc., a development stage company, is focused on commercializing flexible photovoltaic modules, using its proprietary technology.

The company plans to serve the integrated photovoltaic market, as well as specialty markets, such as defense, portable power, transportation and electronic integrated photovoltaic markets.

ASTI has a strategic alliance agreement with Kirloskar Integrated Technologies Limited. It has also entered into a joint development agreement with Global Warrant Inc.

From its inception in Oct'05 through Sept. 30, 2010, the company accumulated revenue of \$5,252,299, on which it lost \$67,506,509. In the latest quarter, sales were \$623,340, up from \$417,006, a year earlier, but the loss also increased from \$5.3 million last year to \$7.2 million this year.

In a losing situation such as this, the current assets figure is important. Now it is \$37.6 million, down from \$61.4 million in 2009.

There are 26,753,832 shares of common, which were as high as \$6.19 in 2010, while the class B warrants, which we are following, hit a high of \$1.39 last year.

Any appreciation in the warrants will come from investor fascination of solar energy and not because of performance figures.

NOTES

VAUGHAN FOODS is being removed. The warrants have not traded since 11/19/10. . . . AD-CARE HEALTH

is acquiring three Georgia nursing centers. . . . CALIPER LIFE SCIENCES has completed the previously-announced acquisition of privately-held Cambridge Research & Instrumentation. . . . HEALTHY FAST FOOD is opening a U-Swirl Frozen Yogurt Cafe in Meridian, Idaho. . . . MICROVISION signed a deal with Pioneer Corp. to put MVIS' head-up display technology into Pioneer's consumer, after-market and automotive products. . . . NEO-STEM: With the Shijiazhuang Third Hospital, NBS is offering orthopedic applications based on Neo-Stem's licensed technology. . . . STERLING BANCSHARES: TAC Capital LLC intends to nominate five directors at Sterling's annual shareholder meeting. TAC is an investment firm whose principal business is that of making equity and hedge fund investments. . . . USA TECHNOLOGIES exceeded 100,000 connections to its USALIVE Network. "Vending operators using our cashless solution are realizing a positive impact on their sales, margins and net operating profit," said USAT CEO George R. Jensen Jr. . . . VANTAGE DRILLING has a new contract in Southeast Asia, consisting of two wells and an option on another one. . . . STREAM GLOBAL SERVICES: Last month, insiders were heavy sellers of the common at \$3.75 to \$4.00 a share. Also, Stephen Loynd, with 15 years of strategic technology marketing experience, has been named Stream's Director of Vertical Marketing Strategies. . . . FREE-SEAS, a transporter of drybulk cargoes through the ownership and operation of a fleet of Handysize and Handymax vessels, announced last month that George Kalogeropoulos joined its board, replacing Kostas Koutsoubelis, who resigned for personal reasons. Mr. Kalogeropoulos has over 30 years of marine transportation experience.

Company	Market/Symbol	Principle Business	Stock Price 1/04/11	Warrant Price 1/04/11	Conv. Ratio	Exer. Price	Expire Date	No. Wts	Bowser Rating
AdCare Health Systems	A:ADK-WT	Long-term care facilities	4.00	1.75	1.00	2.50	12/11	1.40M	8
5057 Troy Rd., Springfield, OH 45502, Tel: 937/964-8974, www.adcarehealth.com			CALL TERMS: \$6.00 for 10 days/\$0.10						
Ascent Solar Technologies	CM:ASTIZ	Flexible photovoltaic (PV) modules	3.57	0.34	1.00	11.00	07/18/11	6.00M	7
12300 N. Grant St., Thornton, CO 80241, Tel: 720/872-5000, www.ascentsolar.com			CALL TERMS: Not Callable						
Caliper Life Sciences	GM:CALPW	Biotech/medical equipment	6.11	0.55	1.00	6.79	08/09/11	5.13M	7
Elm St., Hopkinton, MA 01748, Tel: 508/435-9500, www.caliperis.com			CALL TERMS: Not callable						
China Hydroelectric	N:CHC-WC	Hydroelectric power in China	7.34	0.30	1.00	15.00	01/25/14	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						
Combimatrix	GM:CBMXW	Biotech development	2.19	0.11	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						
Energy Services of America	A:ESA-WT	Contacting energy services	4.58	0.60	1.00	5.00	08/29/11	20.70M	8
2450 1st Ave., Huntington, WV 25703, Tel: 304/528-2791, www.energyservicesofamerica.com			CALL TERMS: \$8.50 for 20 out of 30 days						
Free Seas Inc.	GM:FREEZ	Shipping/dry bulk carriers	3.77	0.09	1.00	5.00	07/01/11	1.5M	8
89 Akti Miaouli & 4 Maurokordatou St. Piraeus, 185-38, Greece, Tel: 30-210-45-28-770, www.freeseas.gr			CALL TERMS: \$7.50/20 out of 30 days, 1-for-5 rev 10/10						
Healthy Fast Food, Inc	PK:HFFIW	U-Swirl frozen yogurt	0.40	0.05	1.00	5.10	03/19/13	1.0M	7
1075 American Pacific, Ste. C, Henderson, NV 89074, Tel: 702/448-5301, www.healthyfastfood.com			CALL TERMS: 120% of exercise price/5 days/\$0.25						
Microvision Inc	CM:MVISW	Miniature images and displays	2.15	0.54	1.00	3.60	07/23/13	6.7M	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	1.42	0.20	1.00	6.00	07/16/12	.6M	6
420 Lexington Ave., Ste. 450, New York, NY 10170, Tel: 212/584-4180, www.neoSTEM.com			CALL TERMS: \$8.00 for 20 days						
Seanergy Maritime Hldgs	GM:SHIPW	Shipping/dry bulk carriers	0.99	0.02	1.00	6.50	09/24/11	38.00M	8
1-3 Patriarchou, Glyfada, Athens 166-74, Greece, Tel: 30-210-96-38-461, www.seanergymaritime.com			CALL TERMS: \$14.25/20 out of 30 trading days						
Sterling Bancshares	GM:SBIBW	Texas bank holding company	7.03	2.42	1.00	7.18	12/12/18	2.62M	6
10260 Westheimer, Ste 100, Houston, TX 77042, Tel: 713/466-8300, www.banksterling.com			CALL TERMS: Not callable						
Stream Global	A:SGS-WT	Business process outsourcing	3.90	0.10	1.00	6.00	10/17/11	20.1M	7
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	3.25	0.40	1.00	7.15	05/03/15	1.40M	8
2552 S. Butte Ave., Five Points, CA 93624, Tel: 599/884-2535, www.swsseedco.com			CALL TERMS: \$8.80 for 5 consecutive days/\$0.25						
United Insurance Holdings	OB:UICW	Homeowners/small bus. Insurance	3.10	0.03	1.00	6.00	10/04/11	5.63M	6
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	1.28	0.14	1.00	2.20	12/31/11	7.28M	7
100 Deerfield Lane, Ste. 140, Malvern, PA 19355, 610/989-0340, www.usatech.com			CALL TERMS: Not callable						
Vantage Drilling Company	A:VTG-WT	Offshore drilling contractor	1.99	0.01	1.00	6.00	05/01/11	37.9M	7
777 Post Oak Blvd., Ste. 610, Houston, TX 77056, Tel: 281/404-4700, www.vantagedrilling.com			CALL TERMS: \$11.50 for 20 out of 30 days						

DGSE has its act together

DGSE's Companies' October revenues were over \$8 million, a monthly high for the year. November sales continued this trend and December was also strong.

The company is known for buying/selling jewelry, diamonds and rare coins. Precious metals are a big part of its operation. Has stores in Texas, South Carolina and California. But, increasingly, a big part of its business is online.

In 2006, DGSE acquired Superior Galleries in Beverly Hills, CA. Superior is a mirror image of DGSE's business. It was acquired for three million DGSE shares and the assumption of \$10 million in debt.

This acquisition caused a lot of trouble. Superior's management wasn't very good. The debt was owed to the Stanford Financial Group, which proved later to be a fraud-ridden operation.

The Stanford debt wound up in receivership court. Trying to straighten this out was a litigation expense for the company.



Pres. Wm. Oyster

In late May, DGSE reached a settlement with the court on the Stanford matter. DGSE's three million shares were returned and for a one-time \$3.6 million payment, the \$10 million debt was cancelled. The company now owns Superior outright.

Observing all of this was NTR Metals, a privately-held billion-dollar operation that is also located in Dallas. It began buying DGSE's shares. DGSE CEO L.S. Smith gave NTR an option that expires in May 2012 to buy one million DGSE shares for \$6 each that Dr. Smith personally owns. He will retain voting rights on these shares but NTR now has a pathway to eventually con-

trolling DGSE.

Ed's Note: CEO Smith and Pres. Wm. Oyster are to be complimented for putting the firm back into a high-growth mode. . . This was our Company of the Month in Dec'03 when it was \$2.07. Interestingly, in 2007 the stock doubled. But, earlier last year it was back to trading under \$3 and is now making a strong comeback.

NOTES BY THE EDITOR



Maybe you noticed! With this issue we are starting our 35th year. For 408 months, we've selected and researched a new stock. (In the early years we had more than one pick.)

But, the newsletter is more than the Company of the Month. Each edition is packed with information that takes days and many hours to compile. . . . Additionally, those years have witnessed refinement in our investment techniques. Buckaroos have made valuable contributions to this process.

* * *

One day last month we saw this advertisement on the Internet;

PENNY STOCK MILLIONAIRE

23-year-old college student John Bell is not like most of his classmates. In 2009 he turned a \$10,000 student loan into \$1,000,000 by betting on risky penny stocks.

John claims he can teach anyone how to make \$10,000 a month. He even taught his mother.

We were so thrilled with this great accomplishment that we toyed with the idea of closing down The Bowser Report and enjoying John Bell's \$10,000 a month. So we clicked and clicked on the Internet in an ef-

fort to get all of the details of this marvelous development. . . . This is what we found:

- (1) Instead of being a college student, some of the John Bell publicity identified him as a janitor who lost \$30,000 before making \$10,000 a month. The physical location of John Bell could not be nailed down.
- (2) He has a 62-page online book, How to Hack the Stock Market. The book costs \$4.95 with a 31-day money-back trial. After 31 days, you will be charged an extra \$124.05. But, once John Bell has your credit card number, the \$129 disappears into his pockets. With enough of these he could eventually collect \$10,000 a month.
- (3) His book reveals that his secret to making big money in penny stocks is to concentrate on spin offs. The book cites spin offs by Marriott Int'l and Briggs/Stratton as examples. Of course, these are not penny stocks.
- (4) In all of our years of dealing with pennies, spin-offs seldom occur. We had one last year by LRAD Corp. But, so far it hasn't been a big money maker for Buckaroos. This is an Internet scam--giving penny stocks once more a bad name.

* * *

An update on the St. Mark's Episcopal Church portfolio--the only one we manage besides our own. Last month, our broker sent John Andrews, the church treasurer, a check for \$1,000 from the portfolio account. . . . This is the fifth year the church has received \$1,000--meaning it's earning 10% yearly on the \$10,000 endowment given it by a parishoner.

FIVE BOWSER STOCKS UP OR DOWN LAST MONTH

ALLIANCE FIBER	UP 52%	BULLION	DOWN 16%
IEC ELECTRONIC	UP 48%	FIELDPOINT	DOWN 10%
CIMIATRON	UP 31%	XETA TECH	DOWN 10%
TII NETWORK	UP 27%	XPHONE	DOWN 9%
COVER-ALL TECH	UP 25%	SIMULATIONS	DOWN 7%

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DECEMBER	BUZZ HEIDTKE'S INVESTMENT WORLD

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SEPTEMBER	VALPEY FISHER CORP
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KOHN, AMOS	DEC-3
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MARTIN, MARY	APR-6, NOV-1
MacDONALD, JOE	APR-6, NOV-1
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MORGAN, TAYLOR	DEC-8
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OLSON, HARVEY	AUG-6
PEDERSON II, ROBERT	JAN-1
PENDLEBURY, ALLAN	JUN-6, SEP-7
PENNER, TERRY	MAR-7, JUN-6
RAN, ASSAF	APR-7
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ADVANCED PHOTONIX	AUG-SUPP
ALLIANCE FIBER OPTICS	JAN-5, FEB SUPP, APR-5, MAY SUPP, JUN-5 AUG-SUPP, 7, SEP-8, NOV-SUPP
ALPHA PRO TECH	APR-SUPP, JUN-6 & SUPP, AUG-2, 6, SEP-SUPP, DEC-5 & SUPP
BALLANTYNE STRONG	JAN-1, 5, MAR-8, MAY SUPP, JUN-SUPP
BOOTS & COOTS	JAN-5, MAR SUPP, JUN-SUPP, JUL-6, AUG-SUPP, OCT-5
BRIDGELINE SOFTWARE	FEB-5, MAR SUPP, APR-2, JUN-6 & SUPP AUG-2, OCT-SUPP, 4, NOV-5
BULLION MONARCH MINING	AUG-2, SEP-3, OCT-2 & 5, NOV-4, DEC-5
CALIPER LIFE SCIENCES	JAN-7, FEB SUPP
CIMATRON LIMITED	MAY-4 & SUPP, JUL-SUPP, OCT-SUPP, DEC-5 & SUPP
CHINA PHARMA HOLDINGS	DEC-4, 5
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CVD EQUIPMENT	JAN-2, MAY SUPP, JUN-5, AUG-2, SEP-SUPP, OCT-2, NOV-5
DAC TECH	JAN-8, APR-SUPP, JUN-4, SEP-6
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DYNASIL	JAN-2, 5, MAR-5 & SUPP, JUN-5 & SUPP, AUG-2, SEP-2, OCT-2, NOV-SUPP, 7, DEC-2
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ELECTRONIC GAME CARD	JAN-1, FEB-6, MAR-6, APR-8, MAY-5, OCT-7
ENCISION INC.	AUG-SUPP, DEC-5
ENVIRO-STAR	JUN-4 & SUPP, JUL-7, OCT-SUPP, DEC-SUPP
EVOLVING SYSTEMS	MAR-5, APR-2 & SUPP, JUN-5 & SUPP, JUL-4 AUG-5, 6, SEP-SUPP, OCT-4, NOV-5
EXPRESS-1 EXPEDITED	APR-5 & SUPP, JUN-5 & SUPP, AUG-5, NOV-3 DEC-SUPP
FEMALE HEALTH CO.	JAN-1, 2, FEB-5, MAY SUPP, JUL-5, SUPP, AUG-8 SEP-SUPP
FIELD POINT PETROLEUM	JAN-2, MAY-2 & SUPP, JUN-SUPP, JUL-5, AUG-1, 4, SEP-5, SUPP, DEC-SUPP

FLEXIBLE SOLUTIONS.....	APR-SUPP, JUN-SUPP, AUG-8, SEP-SUPP, NOV-5 DEC-SUPP
FOOD TECH.....	MAY-SUPP, JUN-SUPP, SEP-SUPP, DEC-SUPP
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REPRO-MED SYSTEMS, INC.....	JUL-8, NOV-SUPP, 6
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SIMULATIONS PLUS.....	JUL-2, AUG-2 & SUPP, SEP-5
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TII NETWORK.....	JUN-2, 4 & SUPP, SEP-5, SUPP, DEC-SUPP
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CALIPER LIFE SCIENCES.....	APR-SUPP, AUG-SUPP, SEP-SUPP, OCT-SUPP
CHINA HYDROELECTRIC.....	JUL-8, SUPP, AUG SUPP, SEP-SUPP OCT-SUPP, NOV-SUPP
COMBIMATRIX.....	AUG-SUPP, SEP-SUPP, OCT-SUPP, DEC-SUPP
COMMUNITY BANKERS TRUST.....	AUG-SUPP, SEP-SUPP, OCT-SUPP
ENERGY SERVIS OF AMERICA.....	AUG-SUPP, SEP-SUPP, OCT-SUPP
FREE SEAS.....	JUN-7, AUG-SUPP, SEP-SUPP, OCT-SUPP
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SEANERGY MARITIME HLDGS.....	AUG-SUPP, SEP-SUPP, OCT-SUPP NOV-SUPP
STERLING BANCSHARES.....	AUG-SUPP, SEP-SUPP, OCT-SUPP
STREAM GLOBAL.....	APR-SUPP, AUG-SUPP, SEP-SUPP, OCT-SUPP
VAUGHAN FOODS.....	MAR-SUPP, APR-SUPP
UNITED INSURANCE.....	APR-SUPP, JUL-SUPP, AUG-SUPP, SEP-SUPP OCT-SUPP
U-SWIRL.....	JAN-7, FEB-SUPP
USA TECH.....	JAN SUPP, MAR SUPP, APR-SUPP, MAY SUPP, AUG-SUPP SEP-SUPP, OCT-SUPP, NOV-SUPP
VANTAGE DRILLING CO.....	AUG-SUPP, SEP-SUPP, OCT-SUPP
VAUGHAN FOODS.....	AUG-SUPP, SEP-SUPP, OCT-SUPP



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