

Cover-All acquisition expands its horizon

COVR CEO John Roblin last month announced the acquisition of privately-held Moore Stephens Business Solutions LLC (MSBS). Based in New York City, MSBS is a provider of business intelligence and analytics to the insurance industry.

Highlights of the acquisition:

- (1) COVR, through its wholly-owned subsidiary, Cover-All Systems, acquired all of MSBS's assets (excluding working capital) for \$2,450,000, with no assumed indebtedness.
- (2) Of the purchase price, 96% was cash and a promissory note, with 4% in COVR stock.
- (3) The acquired business is expected to be immediately accretive of COVR's 2010 earnings.
- (4) In the past 12 months, MSBS generated over \$6 million in revenue.
- (5) The combined organization will total 55 customers, all of which are part of the same target market.
- (6) Seth Rachlin, CEO of MSBS, will join Cover-All as an executive v-p and will be managing di-



JOHN ROBLIN
CEO/CHAIRMAN
COVER-ALL TECH

rector of the new Business Intelligence unit.

"Thanks to our innovative strategy, customer focus, and talented results-oriented staff, I believe Cover-All Technologies has reached the point where we are ready for break-out growth. And, this acquisition is evidence of that," commented Mr. Roblin.

"With our strong balance sheet and cash position, we are now able to shift our focus from stabilization to cultivation and execute on the second part of our planned growth strategy--a strategy which includes immediate accretive acquisitions."

Cover-All, since 1981, has been developing software solutions for the property/casualty insurance industry. Mr. Roblin, 64, has been president and chief executive officer since 1999.

Editor's Note

Some great companies have been built on mergers. John Chambers' Cisco Systems immediately comes to mind. Others struggle with this approach. Buying another company is not always the path to happiness and glory.

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XETA buying Pyramid Communication Services

XETA signed a non-binding letter of intent to buy Pyramid Communications Services. . . . Headquartered in Dallas, TX, Pyramid is a privately-held company focused on communications equipment and applications, as well as related services.

Founded in 1998, Pyramid ended 2009 with revenues in excess of \$10 million.

"This acquisition is consistent with our plans to be an active consolidator of regional and local

business partners with significant integration, maintenance and repair service franchises," said XETA's CEO Greg Forrest. "Pyramid is a well-regarded firm with high-quality customers and a sizable service base across many industrial verticals.

"The acquired firm, with its presence in eight states and 22 markets, will strengthen the geographic coverage in our existing operations in the Central and Mountain Time zones. And, in addition to

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LRAD spinning off speaker line

LRAD Corp. is pursuing a plan to separate its HSS technology through a tax-free spin-off. Under this, most of the HSS-related assets will be contributed to a new subsidiary as a new, independent stand-alone public company named Parametric Sound Corp.

Parametric will finance, develop and introduce new HSS products. LRAD CEO Tom Brown: "The separation into two independent, publicly-traded companies is expected to offer benefits for stockholders, including:

- (1) Separate the risks of new HSS speaker development from the company's focus on its LRAD business and market growth.
- (2) Increase transparency into the different businesses of the two companies, allowing stockholders and investors to better evaluate the merits and prospects of each company. This is expected to enhance the like-

likelihood that each company will receive appropriate market recognition of its performance and potential."

Elwood G. Norris, a director of LRAD Corp., will become chairman and CEO of Parametric Sound and resign as an LRAD director. Also, Mr. Norris has agreed to advance funds to pay the costs of the separation and be reimbursed later by Parametric. Furthermore, since LRAD won't be contributing any cash or working capital, other than inventory, to the effort, Mr. Norris has further committed to arrange working capital for the new entity in amounts and terms yet to be determined.

It is currently contemplated that each LRAD stockholder will receive one share of Parametric common for every two shares of LRAD common he or she owns. A special meeting of stockholders will be held to seek approval of the spin-off.

COVER-ALL TECHNOLOGIES

Just this month, we learned that a company we had recommended in 2001 is now in the process of divesting a huge acquisition.

Wireless Telecom(NYSE Amex:WTT), in 2004, acquired privately-held, English-based Willtek Communications for \$7 million in cash and 8,000 WTT shares. The deal was expected to double the size of WTT. Both firms were in the communications field.

Last month, Wireless announced that it was selling Willtek to privately-held Aeroflex Inc., a Delaware corporation, for \$2,750,000 in cash and the assumption of certain liabilities.

With Willtek aboard, WTT's annual sales zoomed to the \$50 million range. Prior to the merger, they had been around \$22 million. But, there never was a corresponding doubling of earnings.

By last year, Wireless was reporting a downturn in sales and a loss. In May'09, we suggested that the shares be sold.

In their just-reported fourth quarter, Wireless classified Willtek as a discontinued operation with a loss of \$3,680,000. However, the company's remaining operations produced earnings of \$2,233,000.

WTT lost somewhere around \$4 million when one contrasts what was paid for the English outfit and what they got when it was sold. But, to a certain extent, money is fungible.

The worse part of the Willtex deal is the eight million shares that were issued. Not only were the 2004 shareholder's holdings diluted, but now the company is stuck with a bigger capitalization than it needs.

Now back to Cover-All's acquisition. . . . We think that CEO Roblin and his staff have carefully crafted the terms of this deal. Involved is a lot of cash and a promissory, but just a smidgen of stock. (We cringe when a small company enters into an all-stock acquisition.)

Also, COVR has not assumed any of MSBS's indebtedness. Further, by citing the WTT case, we are not inferring that all penny-stock companies should not make acquisitions. Only if all such mergers were failures would they go out of favor.

COVR, a Bulletin Board issue, has appreciated 64% since it was our Company of the Month in Apr'09 at 90¢ a share.

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XETA TECHNOLOGIES

providing economies of scale in those areas, XETA will gain seasoned management talent and an experienced technical work force."

XETA Technologies sells, installs and services advanced communication technologies for small, medium and Fortune 1000 enterprise customers. It has a 28-year operating history and over 1,600 customers from coast to coast.

This stock has been part of the Bowser stable for 17 years. It started out at \$1.92 a share. Recently, it's been trading around \$3.70 a share.

FULL HOUSE RESORTS received a favorable decision in the arbitration proceedings initiated against it by Harrington Raceway(HRI). FLL will continue to receive fees from HRI.

HALLIBURTON TO BUY BOOTS & COOTS

The giant oil service company said on April 9 that it will purchase WEL in a deal valued at around \$232 million.

Halliburton is offering Boots & Coots shareholders \$1.73 in cash and \$1.27 of stock for each WEL share. The offer was a 28% premium for WEL's shares at the time of the offer.

Editor's Note

We have been following this stock for four years. And, in hindsight, we realize that when management acquired Houston-based Oil States International in an all-stock deal--that was a negative development.

As a result, the stock was not able to climb very much above its \$2.27 price in 2006. This offer has resulted in a boost to its highest level.

Rather than winding up with a small number of Halliburton shares, many Buckaroos, including the editor, are electing to sell at the current trading price which is near the \$3 offer that's part of the deal.

As with most recent buy-outs, the usual batch of plaintiff lawyers have started investigations on this offer. We have not heard what they learned in their previous examinations, such as that of Glob Med Tech.

FIELD POINT PETROLEUM OFFERS UPDATE

FPP recently revealed that production is averaging more than 300 BOEPD (barrels of oil equivalent per day). This includes production for the fourth quarter of 2009 and this first quarter of 2010.

In the fourth quarter of 2009, oil production was 19,300 barrels and natural gas 47,071 mcf. This represents increases of 39% for oil and 26% for gas over the same quarter in 2008.

CEO Ray Reaves: "In large part, the overall increases in production are due to the acquisition of the South Vacuum Field, the Block Field and the re-completion of the Korczak well that came online in Oct'09. By occurring late in the year, these production increases resulted in only a 10% increase on a BOE basis for the 2009 year as compared to 2008.

"This did not offset the decline in oil/gas commodity prices that the industry experienced in 2009, resulting in lower revenue compared to year-end results for 2008. Nonetheless, this significant increase in daily production, combined with the more favorable commodity prices of today, gives us a reason to have a very optimistic outlook for 2010.

"The price fluctuations that occurred in this industry during the last year keeps us ever mindful of the importance of continuing to build our production base. Fortunately, FieldPoint is positioned such that we have been able to continue our commitment to develop new programs that can materially expand our production levels even during times such as this recent market downturn."

After the above assessment was made by Mr. Reaves, he announced that FPP has received an offer from Cimarex Energy Co.(NYSE:XEC) to enter into a farmout agreement covering 50% of all of the Field Point leasehold interest in section 15 of Lea County, New Mexico. The proposal includes drilling a horizontal well. There is at least one horizontal well with 5-10 miles of the subject area that came in producing 400 to 800 barrels of oil per day.

COMPANY OF THE MONTH

Simulations Plus Inc. has two software operations, but its primary one involves medical market research, which includes these products:

ADMET Predictor: Every drug molecule that fails in clinical trials, and every approved drug that gets withdrawn from the market, was bad from the time its structure was first drawn by a chemist or generated by a computer.

So, the ability to predict unsuitable characteristics of new molecules as early as possible offers the promise of avoiding costly programs that end up in late-stage failures.

Although not every failure mode can be predicted in this manner, those which can reduce the number of expensive failures. (ADMET is an acronym for the main factors considered--Absorption, Distribution, Metabolism, Excretion, Toxicity.)

Several independent studies have been published that compare the accuracy of software programs like ADMET Predictor. In almost every case, the SLP product has been ranked first in accuracy.

ClassPharmer continues to evolve into a tool for medicinal and computational chemists. Coupled with ADMET Predictor, the two programs provide the capability for chemists to search through huge libraries of compounds to find the most interesting classes and molecules that are active against a particular target.

DDDPlus sales have continued to grow as more formulation scientists recognize the value of this one-of-a-kind simulation software in their work. During 2009, improvements were added, including numerous user-convenience features, as well as more sophisticated handling of dosage forms that incorporate multiple polymers for controlled release formation.

GastroPlus has a "gold standard" status in the industry for its class of simulation software. At an annual conference of the American Association of Pharmaceutical Scientists, GastroPlus was mentioned by every speaker in several different sessions.

GastroPlus can guide project decisions, such as: (1) The best estimate for "first dose in human" for a new drug; (2) Whether a new drug compound is likely to be absorbed at high enough levels to achieve the desired blood concentrations needed for effective therapy; (3) Whether the absorption process is affected by certain enzymes and transporter proteins in the intestinal tract; and (4) What the likely variations in blood and tissue concentration levels of a new drug would be in a large population, in different age groups and different ethnic groups.

Words+ Inc.

This is SLP's other major operation. Founded in 1981, this involves software and specialized hardware for use by persons with disabilities.

Four new products were recently introduced by Words+. An interesting one is Eyegaze technology that allows people to operate a computer or a com-

munication device by simply looking at the screen and has been a major breakthrough for people with severe disabilities.

In the first six months ending Feb. 28, of the \$5,386,771 total revenue, \$1,425,000 came from Words+.

Simulations Plus

Nasdaq: SLP

BOWSER RATING: 9

Last 24 Months--
\$1.32 to \$8.63

\$676,000.

Finances

What is impressive about Simulations Plus is the consistent profitability of its operations. For example, in 2006, when sales were half of what they are now, there was still net income of

In the latest quarter, net income was up 74.1% to \$641,000 from \$368,000 in the same 2009 period. And, in commenting on these results, CEO Walt Woltosz said:

"These results represent a new record second quarter and first six months for both revenues and earnings. Shareholder equity grew to \$11.5 million from \$10.6 million. Cash flow remains strong with no debt.

"We think that the aggressive marketing and sales programs we began last year are bearing fruit. Also, more and more, the pharmaceutical industry is adopting simulation and modeling tools to increase productivity.

"We believe there is a fundamental change underway in how drugs are designed and developed with greater reliance on computer modeling that keeps getting better in a variety of ways."

The company is not subject to legal proceedings. In addition, it has renewed a share repurchase program.

In a new development as of January, management launched a new product--its Biorelevant Solubility Database, which will assist pharmaceutical scientists in estimating the effects of physiological fluids on the solubility of drug-like molecules.

Chief Scientist Dr. Michael Bolger: "One of the keys to understanding is to know how soluble a new drug will be in the different environments of the stomach, small intestine and colon."

Management

Walter S. Woltosz, 64, is a co-founder and has been the Chief Executive Officer, President and Chairman of the Board since the firm's incorporation in 1996.

The other co-founder is Mr. Woltosz's wife--Virginia, 58--who is the Senior V-P and Secretary. She and Mr. Woltosz are the largest shareholders, together owning 41.2% of the stock.

The second largest shareholder is Ms. Momoko A. Beran (5.08%). Since 1996, she has been the Chief Financial Officer. Also, Ms. Beran, 57, is Director of Human Resources and Director of Facilities and Equipment.

Office: 42505 10th Street West, Lancaster, CA 93534, Tel: 661/723-7723, www.simulations-plus.com.

	2008	2009	2010(A)
SALES	\$8,967,970	\$9,143,271	\$5,386,771
NET INCOME	\$1,725,569	\$1,412,084	\$1,070,666
WORKING CAPITAL	\$7,954,631	\$9,328,059	\$10,153,327
BOOK VALUE	\$0.61	\$0.67	\$0.72
TOTAL SHARES	16,297,400	15,700,382	16,054,176
FLOAT	N/A	N/A	6,800,000

(A) SIX MONTHS ENDING 2/28/10.

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) AMERICAN 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.

DATE STOCK MADE ORIGINAL APPEARANCE ON LIST & MARKET	ISSUE/TRADING SYMBOL	PRINCIPAL BUSINESS	PRICE 5/05/10	LONG-TERM DEBT (MILLIONS)	ANNUAL SALES UPDATED QUARTERLY (MILLIONS)	ANNUAL NET INCOME/LOSS UPDATED QUARTERLY (MILLIONS)	SHARES OUT-STANDING (MILLIONS)	BOWSER RATING
CATEGORY ONE: OUR BEST PICKS								
07/07(CM)	ALLIANCE FIBER OPTICS(AFOP)	OPTIC COMPONENTS/INTEGRATED MOD	1.52	\$0.812	\$30.6	\$1.772	42.5	8
1/10(CM)	BRIDGELINE DIGITAL(BLIN)	* WEB APPLICATION MANAGEMENT	1.26	\$0.000	\$22.9	\$0.812	11.2	9
		*Was Bridgeline Software						
07/09(OB)	DAC TECH(DAAT)	SPORTING GOODS/GUN ACCESSORIES	0.61	\$0.000	\$14.7	\$0.554	6.3	8
08/09(OB)	DYNASIL CORP (DYSL)	MAKER OPTICAL PRODUCTS	2.85	\$8.387	\$53.4	\$2.248	11.4	8
# 01/07(CM)	FOOD TECH SERVICE(VIFL)	COMMERCIAL FOOD IRRADIATION	2.20	\$0.000	\$2.5	\$0.559	2.6	8
# 12/07(A)	FULL HOUSE RESORTS(FLL)	NOW ABOVE \$3 A SHARE; SEE PAGE 5 (FOLLOW-THROUGH)						
03/10(CM)	LML PAYMENT SYS(LMLP)	ELECTRONIC FINANCIAL CLEARANCING	1.79	\$0.000	\$14.9	\$1.428	27.1	8
10/09(CM)	LRAD CORP(LRAD)	DIRECTED SOUND PRODUCTS	1.57	\$0.000	\$18.7	\$0.776	30.6	8
		*Was American Technology Corp						
02/10(CM)	MANHATTAN BRIDGE(LOAN)	SHORT-TERM COMMERCIAL LOANS	1.25	\$0.000	\$1.0	\$0.236	3.3	9
04/10(CM)	MEDICAL NUTRITION(MDNU)	OTC NUTRITION/HEALTH PRODUCTS	2.80	\$0.000	\$16.1	\$0.483	14.4	8
05/10(CM)	SIMULATIONS PLUS (SLP)	SOFTWARE FOR MEDICAL RESEARCH	2.46	\$0.000	\$10.2	\$1.921	16.1	9
CATEGORY TWO: WORTHY OF CONSIDERATION								
04/06(A)	BOOTS & COOTS INT'L(WEL)	OIL WELL CONTROL	2.95	\$35.359	\$195.1	\$6.000	79.2	NR
# 01/09(A)	COMMUNITY BANKERS (BTC)	BANK/FINANCIAL HOLDING COMPANY	2.78	\$0.000	\$39.4	\$(29.335)	21.5	NR
# 02/08(CM)	CIMATRON LTD(CIMT)	SOFTWARE FOR MACHINE TOOLS	1.77	\$0.000	\$33.0	\$(0.030)	9.2	8
04/09(OB)	COVER-ALL TECH(COVR)	PROPERTY/CASUALTY INSURANCE SOLU	1.66	\$0.000	\$44.6	\$3.297	25.2	9
# 11/03(A)	ENVIROSTAR INC(EVI)	DRY CLEANING STORES/EQUIPMENT	1.14	\$0.000	\$20.0	\$0.242	7.1	NR
09/06(A)	EXPRESS-1(XPO)	EXPEDITED TRANSPORTATION	1.51	\$1.202	\$100.1	\$1.705	32.0	8
# 10/08(A)	FIELDPOINT PETROLEUM(FPP)	DOMESTIC OIL/GAS OPERATIONS	2.62	\$6.745	\$3.9	\$1.235	8.5	NR
# 08/06(A)	FLEXIBLE SOLUTIONS(FSI)	SPECIALTY CHEMICALS	1.89	\$0.449	\$9.8	\$(0.743)	14.1	8
# 02/05(CM)	GIGA-TRONICS INC(GIGA)	INSTRUMENTS, DEFENSE; TELECOMM	2.27	\$0.000	\$20.9	\$2.101	4.8	8
# 09/00(CM)	INVENTURE GROUP(SNAK)	NOW ABOVE \$3 A SHARE; SEE PAGE 5 (FOLLOW-THROUGH)						
# 12/06(A)	ITERIS INC(ITI)	OUTDOOR MACH VISION SYS/SENSORS	1.69	\$0.000	\$58.7	\$9.396	34.2	8
06/07(CM)	PIZZA INN(PZZI)	PIZZA INN RESTAURANTS	1.96	\$0.659	\$41.5	\$1.496	8.0	8
11/09(OB)	TURBSONIC TECH(TSTA)	AIR POLLUTION CONTROL EQUIP	0.49	\$0.000	\$23.4	\$0.942	15.0	NR
# 03/03(A)	WELLS GARDNER ELEC(WGA)	ELECTRONIC VIDEO PRODUCTS	2.03	\$1.500	\$52.5	\$0.749	10.4	NR
# 09/07(A)	XFONE INC (XFN)	COMMUNICATIONS SERVICE PROVIDER	1.18	\$28.050	\$85.0	\$4.200@	18.4	NR
CATEGORY THREE: VERY SPECULATIVE								
# 08/00(A)	ALPHA PRO TECH(APT)	PROTECTIVE APPAREL/ROOF PRODUCTS	2.07	\$0.000	\$59.7	\$9.00	22.4	9
# 12/03(A)	DGSE COMPANIES(DGSE)	PRECIOUS METALS/JEWELRY/CASH STORES	2.47	\$13.568	\$84.9	\$(7.794)	9.7	NR
# 11/06(OB)	ENCISION INC(ECIA)	MEDICAL DEVICE COMPANY	1.80	\$0.000	\$12.2	\$0.528	6.5	8
# 10/04(A)	PINNACLE DATA SYS(PNS)	TECHNOLOGY SOLUTIONS TO OEMs	1.01	\$0.000	\$35.6	\$(3.450)	7.8	NR
08/08(CM)	TEAMSTAFF INC(TSTF)	HEALTHCARE/ADMINISTRATIVE STAFFING	.96	\$0.000	\$44.8	\$(0.300)	4.9	NR
06/08(A)	TENGASCO INC (TGC)	DOMESTIC OIL/GAS OPERATIONS	.52	\$4.321	\$9.5	\$(0.070)	59.2	NR
# 02/04(CM)	TII NETWORK TECH(TIII)	OVERVOLTAGE PROTECTION DEVICES	1.40	\$0.000	\$27.4	\$0.073	13.5	NR
# 07/98(A)	WINLAND ELEC(WEX)	ELECTRONIC PRODUCTS OUTSOURCING	.90	\$0.600	\$22.8	\$(2.032)	3.7	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 \$10.00 a copy.

CATEGORY CHANGES

CIMATRON LIMITED: Move from Cat 3 to Cat 2. The industry in which CIMT operates should see better days as the economy improves, especially the manufacturing section.

The company is expanding its distribution network in Singapore, Malaysia and Thailand by becoming the official reseller and technical support provider for MyGrow Tech in those countries. MyGrow is a new firm founded by engineers with over 10 years experience in the manufacturing software field.

The results of the latest quarter were encouraging. Although revenue was down slightly, earnings of \$1,409,000 were double what they were a year ago. Also, the stock price has doubled from its low in March 2009.

DGSE COMPANIES: Move from Cat 2 to Cat 3. This is a company that has been with us since Dec'03. Stock-wise, the firm found its zenith in Dec'05, when it

reached a high of \$5.90 a share.

It is reasonable to expect DGSE to now be trading at a higher multiple. After all, the primary business is precious-metal trading, which has been on a rampage.

Also, we were surprised that last year DGSE sold its pawn shops. They prosper in an economic downturn. We're sure that management got a good price for the business.

For the Dec'09 quarter, revenue was down 12% and there was a \$1.5 million loss.

ROCK OF AGES RECEIVES GOING PRIVATE OFFER

ROAC got an unsolicited proposal from Swenson Granite Co. to purchase all outstanding shares of ROAC common for \$4.38 each in cash. Swenson already owns 29% of Rock of Ages.

ROAC's board will retain financial advisors and legal counsel to evaluate the proposal.

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 5/05/10 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
BALLANTYNE STRONG(A:BTN)	\$8.50(8)	09/08 \$2.64(8)	INVENTURE GROUP(CM:SNAK)	\$3.71(8)	09/00 \$2.56(8)
CVD EQUIPMENT(CM:CVV)	\$3.37(8)	07/05 \$2.03(9)	KEY TRONIC(GM:KTCC)	\$6.06(8)	11/08 \$1.57(10)
EVOLVING SYSTEMS(CM:EVOL)	\$7.19(8)	05/09 \$3.68(8)*	METROPOLITAN HEALTH(A:MDF)	\$3.50(8)	01/08 \$2.36(9)
*Price adjusted: 1-for-2 rev. split 7/09			RELM WIRELESS(A:RWC)	\$3.30(9)	12/09 \$2.19(9)
FEMALE HEALTH CO(CM:FHCO)	\$6.23(9)	10/07 \$2.32(9)	RICHMONT MINES(A:RIC)	\$4.45(8)	10/98 \$2.56(8)
FULL HOUSE RESORTS(A:FLL)	\$3.05(8)	12/07 \$2.80(8)	ROCK OF AGES(GM:ROAC)	\$3.44(8)	03/09 \$1.72(9)
GOLDEN ENTERPRISES(GM:GLDC)	\$3.01(9)	02/09 \$2.35(9)	XETA TECHNOLOGIES(GM:XETA)	\$3.90(8)	12/08 \$1.92(8)
IEC ELECTRONICS(A:IEC)	\$5.13(8)	07/08 \$1.99(8)			

THE FOLLOWING WE SAID SHOULD BE SOLD:

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

ADVANCED PHOTONIX(A:API)	\$0.56(NR)	12/09 \$0.65(NR)	HUDSON TECH(CM:HDSN)	\$2.60(NR)	10/09 \$1.22(NR)
AMERICAN ELEC. TECH(CM:AETI)	\$2.96(NR)	09/09 \$2.08(NR)	ORSUS XELENT(A:ORS)	\$0.41(NR)	03/10 \$0.45(NR)
CHINA SOLAR CLEAN (OB:CSOL)	\$0.33(6)	08/09 \$0.48(NR)	WIRELESS TELECOMIA:WTT)	NOW IN BOWSER DATABASE	

SELL ELECTRONIC GAMECARD

We're throwing in the towel. We were hoping that by now we would have heard more detailed info from management. Since we haven't, this, in our mind, confirms that something "fishy" is going on.

In March, G.C. Anderson was engaged as a strategic and financial advisor. In April, the company announced some management changes and said that it was beginning a forensic review of the circumstances regarding the withdrawal of audit opinions.

What's surprising is that, for a while, EGMI was trading between 16¢ and 23¢ on fairly heavy volume. For instance, on May 6, MarketWatch reported that the average daily volume was 460,000. And, the volume stayed at that level for some time.

We know there are many people who have ample reason to sell. But, who is buying? On May 6, the shares rose to 18¢ from the previous day's 17¢ and is evidence of buying.

Ian Cassel, who originally called our attention to Electronic Gamecard, had this to say about the stock on his May 1 blog (www.IanCassel.com):

"EGMI has been a complete disaster. But, when

you invest like I do, you're going to take your hits. I took a mid-six figure loss on EGMI. It hurt a lot, but I don't dwell on the past, as I have already recouped 70% of that loss in other successful stocks.

"I would encourage everyone to not become despondent because of EGMI. I have spoken to a few funds that invested in EGMI and many won't touch a Bulletin Board stock ever again."

BRIEFS

GOLDEN ENTERPRISES(GLDC) declared a quarterly cash dividend of \$.03125 per share payable April 28 to holders of record April 16. . . . **MEDICAL NUTRITION USA(MDNU)**: CEO Frank A. Newman: "There is always the possibility of an acquisition--something truly synergistic that would leverage the sales force by adding complementary products. That might entice us to use some of our cash. We remain vigilant for that kind of opportunity. . . . **METROPOLITAN HEALTH NETWORKS(MDF)**: Four months after announcing his planned resignation, Michael Earley has been reappointed chairman and CEO. The company also named six new independent directors, following the resignation of five. Certain large shareholders told the board they wanted Mr. Earley to remain as head of the company and for the board to be remade. . . . **XPHONE(XFN)** completed the fiber-to-the-premise build-out in Levelland, TX. . . . **RICHMONT MINES(RIC)** will begin a 10,000 meter drilling program on its 100%-owned Wasamac property, located in the heart of Quebec's Abitibi gold mining district. There are no royalties or back-in-rights on this property. . . . **RELM WIRELESS(RWC)** has been selected as one of a group of suppliers of P25 digital two-way radio subscriber equipment for the City of Phoenix, AZ. . . . **THE INVENTURE GROUP(SNAK)**, building on the success of its growing Burger King line of snack chips, SNAK added three new flavors--hot fries, cheese fries and hot & spicy onion rings. The company will expand its Bluffton, IN, plant by adding extruded snack production capabilities. The \$4 million expansion is expected to be completed by the third quarter of 2010. . . . **WELLS-GARDNER ELECTRONICS(WGA)** appointed S. David Silk as senior v-p of business development/engineering. He has been with Motorola for the last 19 years.

INSIDER TRADING	NAME	BUY/SELL	DATE	PRICE	HOLDINGS
Evolving Systems Inc.	Karen Singer (B/O)	B-8,472x	3/26/10	\$6.87	2,148,371x
		B-15,000x	3/31/10	\$6.73	2,163,371x
		B-4,905x	4/26/10	\$7.25	2,204,966x
Female Health Company	Richard E. Wenninger (D)	AS-10,000x	3/26/10	\$7.08	1,373,778x
		AS-10,000x	3/29/10	\$7.01	1,363,778x
		AS-10,000x	3/30/10	\$7.10	1,353,778x
		AS-10,000x	3/31/10	\$7.10	1,343,778x
		AS-10,000x	4/01/10	\$6.97	1,333,778x
		AS-10,000x	4/05/10	\$6.78	1,323,778x
		AS-10,000x	4/06/10	\$6.49	1,313,778x
		AS-10,000x	4/07/10	\$6.15	1,303,778x
		AS-10,000x	4/08/10	\$6.14	1,293,778x
Full House Resorts	Andre Hilliou (CEO)	AS-3,400x	4/09/10	\$6.20	1,290,378x
		AS-16,600x	4/12/10	\$6.21	1,273,778x
		B-3,000x	4/06/10	\$2.71	300,500x
		B-1,500x	4/07/10	\$2.69	302,000x
		S-19,500x	4/23/10	\$3.24	3,152,300x
Metropolitan Health	James D. Paulson (B/O)	S-3,000x	4/26/10	\$3.20	3,149,300x
		S-60,500	4/01/10	\$3.15	2,979,214
		S-68,039	4/22/10	\$3.11	2,911,175
		S-4,492	4/28/10	\$3.14	2,906,683
Inventure Group	Mark S. Howells (D)	S-33,050	4/29/10	\$3.14	2,873,633
		S-3,115	4/27/10	\$3.75	451,186
		B-10,378	4/09/10	\$3.33	728,851
Rock of Ages Corp	North Star Investment (B/O)	B-475	4/12/10	\$3.29	729,326
		B-2,262	4/06/10	\$3.50	2,262
XETA Technologies	Donald T. Duke (D)	B-744	4/06/10	\$3.50	744
		Eric Grimshaw (D)	B-744	4/06/10	\$3.50

AS=Automatic sale; B/O=Large shareholder; CEO=Chief executive officer; D=Director; x= indirect holdings.

Beginner's Portfolio Up 134% (For April)

BOUGHT: 100 shares LMLP @ \$2.30 + \$10 commission = \$240

SOLD: 100 shares GLOB @ 1.22 - \$10 commission = \$112

Cost			3/30/10			Cost			3/30/10			Proceeds			
	Cost	3/30/10		Cost	3/30/10		Cost	3/30/10		Cost	3/30/10	From			
WEL	177/May '06	242	MDF	239/Mar '08	310	* KTCC	220/Oct '09	261							
XPO	130/Oct '06	155	TGC	163/Aug '08	51	GIGA	192/Nov '09	230					Sales		
VIFL	286/Feb '07	290	COVR	108/May '09	120	TSTA	80/Dec '09	59				GLOB	112		
TIIL	252/Feb '07	139	ROAC	185/Jun '09	334	LRAD	140/Jan '10	145				LMLP	(240)		
XFN	285/Oct '07	145	EGMI	110/Jul '09	18	LOAN	120/Mar '10	130					7,833		
PZZI	281/Dec '07	205	DYSL	168/Sep '09	269	LMLP	240/Apr '10	233							
												3,336			
Cost for all stocks: \$4,766												* 50 shares			
Gain: 11,169 - \$4,766 = \$6,403														Proceeds from sales:	7,833
Percentage of gain: 6,403 divided by \$4,766 X 100=134.3														Current Value of Portfolio:	\$11,169

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.

WE PRESENT TWO MONTHS OF BEGINNER'S PORTFOLIOS FOR COMPARATIVE PURPOSES

Beginner's Portfolio Up 136% (For May)

BOUGHT: 100 shares MDNU @ \$2.60 + \$10 commission = \$270

SOLD: 100 shares EGMI @ 20¢ - \$10 commission = \$10

Cost			5/3/10			Cost			5/3/10			Proceeds			
	Cost	5/3/10		Cost	5/3/10		Cost	5/3/10		Cost	5/3/10	From			
WEL	177/May '06	293	MDF	239/Mar '08	309	GIGA	192/Nov '09	254					Sales		
XPO	130/Oct '06	152	TGC	163/Aug '08	54	TSTA	80/Dec '09	51					7,833		
VIFL	286/Feb '07	236	COVR	108/May '09	170	LRAD	140/Jan '10	165				EGMI	10		
TIIL	252/Feb '07	140	ROAC	185/Jun '09	349	LOAN	120/Mar '10	125				MDNU	(270)		
XFN	285/Oct '07	125	DYSL	168/Sep '09	280	LMLP	240/Apr '10	178					7,573		
PZZI	281/Dec '07	200	* KTCC	220/Oct '09	318	MDNU	270/May '10	270							
												3,689			
Cost for all stocks: \$4,766												* 50 shares			
Gain: 11,262 - \$4,766 = \$6,496														Proceeds from sales:	7,573
Percentage of gain: 6,496 divided by \$4,766 X 100=136.3														Current Value of Portfolio:	\$11,262

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.

COMMUNITY BANKERS TRUST ISSUES 2009 REPORT CARD

BTC's 2009 loss was \$30.3 million after recording a non-cash \$31.5 million goodwill impairment charge, a provision for loan losses of \$19.1 million and an acquisition gain of \$20.3 million.

Total loans, excluding FDIC covered loans, grew \$55.3 million, or 10.6%. The ratio of allowance for loan losses to loans, excluding FDIC covered loans, increased from 1.33% at 12/31/08 to 3.14% at 12/31/09.

The ratio of allowance for loan losses to non-performing assets, excluding FDIC covered assets, increased from 69.85% 9/30/09 to 83.18% 12/31/09.

Non-accrual loans, excluding FDIC covered assets, declined during the quarter by 2.7%, or \$561,000 to \$20 million.

Note: At the request of the Federal Deposit Insurance Corp. (FDIC), BTC took over two failing banks. FDIC kept the troubled assets in those two banks. The clean assets that Community Bankers acquired from the FDIC have done very well as indicated below.

Interest yield on the FDIC-acquired loans was 9.39% during 2009. The total FDIC covered loan balance was \$150.9 million. The assets that came from the Suburban Federal Savings Bank required no allowance from loan losses.

Overall, the bank points out that liquidity remains strong with a large core deposit base, a relatively low loan-to-deposit ratio of 70.74% and no reliance on brokered deposits or wholesale funding resources.

Management says that it has capital ratios that are in excess of the definition of "well capitalized." Last month several personnel changes were announced. They effected most departments.

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.
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- ✓ Now available. \$20 a copy. Free Shipping.

BOWSER BUCKAROOS SPEAK

Warrant Call Terms

I was disappointed that the April newsletter did not alert your readers to the fact that the BioTime warrants were approaching the call range. And, if I am reading the newsletter correctly, the call terms are "200% of exercise price." Since the exercise price is \$2, that would make the call level to be \$4 per warrant for 20 days.

I believe the warrants have been over \$4 for 24 days. Unfortunately, I have been very busy and only sold 50% of my holdings prior to the 20 days.

I have been trying to contact my broker to see if the warrants have actually been called. Since the buying and selling of these warrants has been odd the last few days, I am thinking that might be the case.

--Mark Saunders, Pittsburgh, PA

Mark has been a Buckaroo for 27 years. In some previous correspondence on this subject, we were guilty of some misinformation. So, let's look at the situation:

(1) With the warrant price at \$5.68 and the common at \$7.64, it would not be economical for the new warrant holder to exercise: $\$4.00 + \$5.68 = \$9.68$, which is more than the common's current price. It would be cheaper to buy the common in the open market.

(2) If the warrants were purchased for \$3.63 or less, than exercising them makes sense: $\$4.00 + \$3.63 = \$7.63$.

Companies don't have a cavalier attitude as to redeeming the warrants. There are expense and legal aspects. A sufficient number of shares have to be registered with the SEC to cover the redemption.

When the company plans to redeem the warrants, a press release is issued. After all, this is a major development in their financial structure. Also, they want as many holders as possible to know about it. The greater number of redemptions, the more money the company will collect.

Converted Organics participated in a botched redemption. The notice of redemption was mailed Sept. 17, 2008. The redemption date was October 17, 2008.

There was not enough interest, so the redemption date was moved to Nov. 13, 2008 and the exercise price was reduced to \$6.46. Also, the conversion ratio was altered. Instead of one warrant being exchanged for one share of common, each warrant would bring 1.2763 shares.

It's understandable that Mark would think that the redemption process is automatic. Personally, we like to use our Selling Plan in dealing with warrants.

Proceeds From Sales

I need help. I must be doing something wrong. I use your system and I continue to lose money. Attached is my portfolio. As you can see, I'm losing. If your system works, what am I doing wrong?

--Clark Gottschalk, Tampa, FL

We appreciate Clark's thoughtfulness in sending us a copy of his portfolio. Most folks, when they have a complaint, don't give us an opportunity to examine their efforts.

In his portfolio, Mr. Gottschalk has 25 stocks. But, only 14 are of the Bowser variety. The time period involved is 3/17/08 through 1/26/10.

What Clark has done is what so many do in answering the question: "How are you doing?" They look at the cost and the current value. If the latter figure is up, they're as happy as a bird. But, if it's down, they're equally despondent.

In a twenty-month period, there must have been sales or buy-outs.

And, there were--which we put in Proceeds from Sales. Also, when ZAGG doubled, the first half of his holdings were sold. But, there wasn't any follow-up on our Selling Plan. The 25% drop was not executed, which would have put an extra \$757 in Proceeds.

The final figures: Cost of the 14 Bowsers, \$6,005.31; Current value, \$5,446; Proceeds from Sales, \$2,077; Final worth, $\$5,446 + \$2,077 = \$7,523$; Gain, $\$7,523 - \$6,005.31 = \$1,517.69$, a 25% gain for twenty months.

A Canadian Query

Thanks for sending me a copy of *The Bowser Report*. I enjoyed reading it. I have a few questions:

- (1) How does this work for Canadian members?
- (2) Do you cover any Canadian stocks sold through Canadian Stock Exchanges?
- (3) What are the Bowser Ratings?
- (4) In your experience, how much movement do you notice in the price of a stock once you have given it a high rating? How much head start, and, therefore, an advantage, would I have over others by being a subscriber?

--Zul Virani, Burnaby, BC

Mr. Virani, the answers to your four questions:

(1) We have many Canadian subscribers and they are able to function just as those in the U.S. In fact, we have subscribers in 13 other countries.

(2) Currently, we have three Canadian firms on our buy list: Alpha Pro Tech, TurboSonic Tech and Flexible Solutions. These trade on U.S. exchanges and may be on Canadian exchanges.

(3) The rating system covers 11 items, mostly pertaining to the balance sheet. If a stock scores a rating of at least eight, it's a buy. Our book, "Making Dollars with Pennies," which all new subscribers receive for free, explains in great detail how the ratings are assembled.

(4) Our recommendation can give a stock a short-term bounce. But, we think of them as being long-term investments.

The problem with socialism is sooner or later you run out of other people's money.

-- Margaret Thatcher



Our Historical Review-transparency to the extreme

Cindy Bowser, associate publisher of The Bowser Report, and her very able assistant--Tony Cetrone--once more bring us the Annual Historical Review.

In it, she notes what happened to every stock we've recommended since 1977. And, it's downright exhausting when we remember how we fretted and sweated over every one of those 572 issues.

Seventeen stocks each accumulated gains of 1,500% or more. . . . Also impressive--the forty-one-- with gains of 50% to 1,500%

One factor has been consistent in these Historical Reviews. There are more losing stocks. On the loss side 336. The gainers number 236.

LOOK AT THAT ROTTEN STOCK OF MINE! IT'S UP ANOTHER POINT TODAY!!



From this we learn two things: (1) These are not stocks you buy and hold. You have to use our Selling Plan. (2) You need to diversify.

While the gainers were outnumbered--my oh my--how they did gain! Add up all of the minuses and pluses --it comes to +107,993%, up from +75,160% last year.

More statistics: 43% of the stocks we have recommended are still in business, 33% are bankrupt, ceased trading, etc. and 24% have merged.

For a FREE copy of the Historical Review, send a self-addressed, stamped (61¢) No. 10 envelope and we will eagerly mail you the new edition.

NOTES BY THE EDITOR

How did we do in the BIG May 6 selloff? A memorable day for stock aficionados. Down almost 1,000 points at one time in the afternoon. Recovered somewhat. Was finally down 347.80 points at the close of the day.

The editor's personal portfolio of 40 stocks only dropped 8/10th of 1% on this disastrous day. . . . Obviously, this abnormal activity was caused by some sort of computer glitch. Probably involving high-frequency trading, which accounts for about two-thirds of the market's overall volume.

Our microcap issues are not mixed up with high-frequency trading, which is a positive for us. Most Buckaroos aren't hovering over their computers every day trading. They have to leave the house and go to work.

Another black eye for the professionals, who are capable of taking investors' money and recklessly playing with it.

Our portfolio was down just a little bit because there is always selling for personal reasons and the news of the day didn't encourage buying.

And, speaking of professionals, they are in a dither over the continuing popularity of small-cap stocks. "Don't the idiots who are buying these little ones know they you can only make money buying high-priced stocks?" . . . Both The Wall Street Journal and SmartMoney had feature articles on this conundrum.

FIVE BOWSER STOCKS UP OR DOWN LAST MONTH

BALLANTYNE	UP 57%	LML PAYMENT	DOWN 28%
PINNACLE DATA	UP 44%	ALPHA PRO	DOWN 21%
COVER-ALL TECH	UP 38%	ITERIS INC	DOWN 16%
ENCISION	UP 38%	FOOD TECH	DOWN 14%
INVENTURE GROUP	UP 29%	DAC TECH	DOWN 13%



We'll have folks write or phone us with "Do I have a winning stock for you! And, it's less than \$3 a share." . . . Such an enthusiastically-recommended one is Evergreen Solar. Only

trades for around \$1.25 and makes solar panels--part of future alternative energy--about which there is much talk and hope.

We took a close look at Massachusetts-based Evergreen(Nasdaq:ESLR). This is what we discovered:

- (1) The chief executive makes \$1 million+ a year.
- (2) There are 207 million shares outstanding.
- (3) Has indebtedness of \$357 million.
- (4) Consistently reports losses.
- (5) The more solar panels they sell, the more money they lose.
- (6) Management is good at raising additional capital. Right now ESLR is selling \$165 million in convertible senior secured notes.

Here's a financial firm that doesn't have to worry about being "too big to fail." We're thinking of tiny Manhattan Bridge Capital, our February Company of the Month. . . . Just as we were going to press, LOAN issued their March 31 quarterly results.

Gangbuster results. Revenue was 26% greater than a year ago. Net income more than doubled--up 64%. And, CEO Assaf Ran told shareholders: "I feel that our small loan market is reviving."

North American Galvanizing was our Company of the Month in Mar'06 at \$1.57 a share. In 2007, we honored CEO Ronald J. Evans and NGA with the Horatio Alger Award.

Once more the company is in the news. It is being purchased by AZZ Inc.(NYSE:AZZ), a Texas corporation --a specialty electrical equipment manufacturer. . . . Recently, it has been trading at \$5.35. But, AZZ is paying a premium by offering \$7.50 a share.

The Bowser Report

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WARRANT REGISTER

BIG WARRANT
GAINER
LAST MONTH
STREAM GLOBAL
UP 24%

NeoStem – a stem-cell player

NeoStem Inc. develops stem-cell-based therapies for anti-aging initiatives and is building a network of adult-stem-cell collection centers in the U.S. and China.

Our other stem-cell warrant, BioTime, has been a big winner for Buckaroos. However, the two approach this business from different angles. Also, BioTime is in better financial shape than NeoStem.

NBS provides adult-stem-cell collection, processing and storage services that enable healthy individuals to donate and store their stem cells for personal therapeutic use.

The company also focuses on developing a pipeline of regenerative therapies concentrated on orthopedic conditions in addition to developing wellness, cosmetic and anti-aging applications, plus anti-infective drugs and injectible products.

NeoStem sells its prescriptive drugs through hospitals in China. It has a collaborative research agreement with ImmuneRegen BioSciences.

NBS has a majority ownership of Erye Pharmaceuticals in China, which is a profitable, vertically-integrated maker of generic antibiotics with an extensive drug portfolio and pipeline.

A new adult stem cell collection center was opened in Austin, TX, last month as was one in Cambridge, MA, together with an R&D laboratory.

For the last three years, NeoStem has shown losses. However, revenue has spiked from just

\$232,000 in 2007 to \$11,565,000 last year. There are 37 million shares of common. The company is heavily leveraged with \$12 million in bank loans and notes in addition to \$7.2 million due to a related party.

Buckaroo Michael Zobnowski, Reading, PA, alerted us to NeoStem and last August he suggested we take a look at the FreeSeas warrants.

NOTES

QUANTUM GROUP(QNGPW) has been removed from our list because of poor performance. The common had dropped to 4¢ a share and the warrants were less than a penny. . . . ADCARE SYSTEMS had a record year in 2009. Revenues were \$26.7 million and net income was \$440,000. . . . COMBI-MATRIX is undergoing a restructuring. In an unusual move, in order to save money, the CEO is resigning. A replacement is being sought--apparently one with a smaller salary. Also, the company has retired all of its remaining convertible debt. . . . FREE-SEAS has new charters for three of its vessels. . . . MICROVISION: The MotleyFool.com says that MVIS is one of Wall Street's "best unknown stocks." The company received an \$8.5 million purchase order for its new PicoP Laser Projection Display Engine. . . . STREAM GLOBAL SERVICES opened a new service center in Egypt. It is also expanding to Beaverton, OR, where it aims to hire 500 new employees. . . . VAUGHAN FOODS extended its \$3.5 million revolving line of credit to July 1, 2010, with a division of The Private Bank of the Peninsula at Palo Alto, CA USA TECH added over 10,000 cashless connections in the latest quarter, increasing the total to 73,000.

Company	Market/Symbol	Principle Business	Stock Price 5/3/10	Warrant Price 5/3/10	Conv. Ratio	Exer. Price	Expire Date	No. Wts	Bowser Rating
AdCare Health Systems	A: ADK-WT	Long-term care facilities	5.50	3.00	1.00	2.50	12/11	1.40M	7
5057 Troy Rd., Springfield, OH 45502, Tel: 937/964-8974, www.adcarehealth.com									
BioTime Inc	A:BTIM-WT	Artificial blood products	7.96	5.89	1.00	2.00	10/31/10	2.70M	7
1301 Harbor Bay Pkwy, Ste. 100, Alameda, CA 94502, Tel: 510/521-3390, www.biotimeinc.com									
Caliper Life Sciences	GM: CALPW	Biotech/medical equipment	4.22	0.29	1.00	6.79	08/09/11	5.13M	8
Elm St., Hopkinton, MA 01748, Tel: 508/435-9500, www.caliperis.com									
Combimatrix	GM: CBMXW	Biotech development	3.82	0.44	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									
Community Bankers Trust	A: BTC-WT	Bank holding company	2.89	0.16	1.00	5.00	06/08/11	7.50M	8
4235 Innslake Dr., Glen Allen, VA 23060, Tel: 804/934-9999, www.cbtrustcorp.com									
Energy Services of America	A: ESA-WT	Contacting energy services	3.77	0.56	1.00	5.00	08/29/11	20.70M	8
2450 1st Ave., Huntington, WV 25703, Tel: 304/528-2791, no website.									
Free Seas Inc.	GM: FREEZ	Shipping/dry bulk carriers	1.42	0.17	1.00	5.00	07/01/11	1.5M	8
89 Akti Miaoli & 4 Maurokordatou St. Piraeus, 185-38, Greece, Tel: 30-210-45-28-770, www.freeseas.gr									
Healthy Fast Food, Inc	OB: HFFIW	U-Swirl frozen yogurt	0.90	0.13	1.00	5.10	03/19/13	1.0M	7
1075 American Pacific, Ste. C, Henderson, NV 89074, Tel: 702/448-5301, www.healthfastfood.com									
ICOP Digital	CM: ICOPW	Digital surveillance	0.28	0.01	1.00	6.19	07/08/10	2.66M	7
16801 W. 116th St., Lenexa, KS 66219, Tel: 913/338-5550, www.icop.com									
Microvision Inc	CM: MVISW	Miniature images and displays	3.31	1.19	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									
Millenium India Acquisition	CM: SMCGW	Financial/service co's in India	2.24	0.02	1.00	5.00	07/19/10	9.50M	8
330 East 38th St., Ste. 30F, New York, NY 10016, Tel: 917/640-2151, no web site.									
NeoStem Inc	A: NBS-WT	Stem cell distribution	2.54	0.37	1.00	1.65	07/16/12	.6M	6
420 Lexington Ave., Ste. 450, New York, NY 10170, Tel: 212/584-4180, www.neostem.com									
Seanergy Maritime Hldgs	GM: SHIPW	Shipping/dry bulk carriers	1.59	0.06	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									
Stream Global	A: SGS-WT	Business process outsourcing	6.90	0.82	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									
United Insurance Holdings	OB: UIHCW	Homeowners/small bus. Insurance	3.50	0.16	1.00	6.00	10/04/11	5.63M	6
360 Central Ave., Ste. 900, St. Petersburg, FL 33701, Tel: 727/895-7737									
USA Technologies	CG: USATW	Cashless remote management	0.87	0.20	1.00	2.20	12/31/11	7.28M	7
100 Deerfield Lane, Ste. 140, Malvern, PA 19355, 610/989-0340, www.usatech.com									
Vantage Drilling Company	A: VTG-WT	Offshore drilling contractor	1.79	0.04	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									
Vaughan Foods	OB: FOODW	Fresh vegs/fruits/prepared food	0.62	0.02	1.00	9.75	06/27/12	2.15M	7
	OB: FOODZ		0.62	0.05	1.00	13.00	06/27/12	2.15M	7
216 N.E. 12th St., Moore, OK 73160, Tel: 405/794-2530, www.vaughanfoods.com									

CALL TERMS:	CALL TERMS:	CALL TERMS:	CALL TERMS:	CALL TERMS:
\$6.00 for 10 days/\$0.10	200% of exercise price for 20 days	Not callable	250% of exercise price for 20 days	\$11.50 for 20 out of 30 days
\$8.50 for 20 out of 30 days	\$7.50/20 out of 30 days	120% of exercise price/5 days/\$0.25	Redeemable if gross sales exceed \$15 million	If common averages \$7.20 for 20 days
\$8.00 for 20 days	\$14.25/20 out of 30 trading days	\$11.50 FOR 20 of 30 days	\$11.50 for 20 out of 30 days	\$11.50 for 20 out of 30 days
				"A" 200% of exp/5 trade days/\$0.25 "B" Sales \$100 mil+ for 12 mo./\$0.25

EARNINGS

	Quarter Ended	Current Sales	Same Period Last Year	Current Earnings	Same Period Last Year	Comments
Alliance Fiber Optics(AFOP)	3/31/10	8,406,000	7,643,000	641,000	302,000	(A)
Ballantyne Strong Inc(BTN)	12/31/09	18,847,561	14,665,176	51,782	(2,318,525)	(B)
Cimatron Ltd(CIMT)	12/31/09	9,762,000	10,404,000	1,409,000	713,000	(C)
CVD Equipment(CVV)	12/31/09	10,575,019	18,146,741	179,024	631,781	(D)
DGSE Companies Inc(DGSE)	12/31/09	22,115,641	24,969,658	(1,502,455)	(8,984,172)	(E)
Female Health Co(FHCO)	12/31/09	5,488,674	5,344,838	(698,351)	1,633,391	(F)
Fieldpoint Petroleum(FPP)	12/31/09	1,428,833	1,232,249	(13,765)	(843,477)	(G)
Food Technology Service(VIFL)	12/31/09	640,739	641,734	(131,931)	112,200	(H)
Golden Enterprises Inc(GLDC)	2/26/10	31,348,255	30,162,920	1,014,232	734,759	(I)
IEC Electronics Corp(IEC)	3/26/10	25,232,000	16,335,000	1,036,000	2,619,000	(J)
Investure Group(SNAK)	3/27/10	31,396,190	29,718,835	1,246,397	887,175	(K)
Key Tronic Corp(KTCC)	4/03/10	51,697,000	44,233,000	4,414,000	262,000	(L)
Metropolitan Health Netwks(MDF)	3/31/10	93,042,035	90,440,732	7,129,238	4,034,471	(M)
Tengasco Inc(TGC)	12/31/09	2,900,000	2,600,000	(1,100,000)	(3,400,000)	(N)

- (A) - Peter Chang, pres.: "Even with more capital investment to meet increasing customer demands during the quarter, AFOP's balance sheet remains strong. At the end of our first quarter, our cash and short-term investments, together with our ARS Right, were about \$41 million, after the cash dividend payment in Jan'10."
- (B) - The increase in revenues was principally driven by sales of digital cinema equipment, which rose to \$6.9 million, compared to \$3.9 million a year ago reflecting growing global demand for digital projection systems from BTN, particularly from foreign customers.
- (C) - Danny Haran, pres.: "The combination of CIMT's higher revenues and continued tight budget control resulted in a strong bottom line in the fourth quarter."
- (D) - Pres. Leonard Rosenbaum: "2009 was a difficult year for CVV, but our current quotation activity is very high and new order levels have increased." These are yearly figures.
- (E) - For the year ending 12/31, revenues were \$85,369,679 vs. \$101,224,082. During fiscal 2009, DGSE sold its pawnshop operations.
- (F) - FHCO is still expecting unit sales to increase by 20-25% in fiscal 2010, exclusive of restructuring charges. Transition to the second-generation FC2 Female Condom is particularly encouraging.
- (G) - Costs on a per barrel equivalent basis decreased by \$6.13/barrel, contributing \$467,000 to the reduction in operating costs. FPP's proved reserves increased 33%, primarily due to the acquisition of additional oil & natural gas properties.
- (H) - CEO Dr. Richard Hunter: "We continue to generate over \$1 million per year in cash flow. In Dec'09, VIFL made the final debt payment owed to Nordion, plus it had \$610,000 cash on hand at the end of 2009."
- (I) - During the quarter, GLDC was able to generate positive results from improved margins and positive sales trends.
- (J) - CEO W. Barry Gilbert: "Consistent with past practice, we do not report our backlog during the year. IEC's current backlog is higher than the backlog figure reported in our 10K for fiscal 2009."
- (K) - SNAK's frozen fruit division--Radar Farms--posted a strong quarter with a 12.5% increase in net revenue to \$12 million.
- (L) - Pres. Craig Gates: "KTCC remained profitable for 25 consecutive quarters by continuing to control our costs, maintain strong operating efficiencies and improving our new product introduction processes."
- (M) - The total outstanding shares of MDF's common stock was reduced by 1.7 million shares from Dec. 31, 2009 to 39.7 million at Mar. 31, 2010.
- (N) - Jeffrey R. Baily, CEO: "During very late 2009 and so far in 2010, TGC has been returning to a more active capital investment program as cash flow has improved. We drilled one well in late 2009 that was a salt water disposal well and, in 2009, also performed two polymer treatments which added about 2900 barrels to our 2009 production. In early 2010, we have successfully drilled two wells --the Veverka C#2 and the Veverka B#3. The company's subsidiary--Manufactured Methane Corp.--has also improved its operational performance at Carter Valley in 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.