

MONTHLY TECHNOLOGY COMMENT

Vol. VI, Issue #2

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SIT BACK AND ENJOY!

In this issue:

- *Where is all the housing, real estate, financial money going?*
- *Dusting off the old targets*
- *Rating changes at nVidia, Unisys, Lexmark*

SECTOR ALLOCATORS OUR FRIENDS

Some part of the strong tech market in 2006 is being attributed to money flowing out of housing, real estate, financials, etc. Where is it going to go? To tech, in part, and more industrial than retail. We don't have the foggiest notion whether this is true but the market acts this way and its ok with us if it's perceived as truth.

ECONOMY CONTINUES SUPPORTIVE

The feeling is growing, we think, that the economy is fairly steady and increasing at a moderate but healthy clip. Real estate hopefully can cool without a big downturn, retail sales can continue modestly up, factory orders are good, service activity modestly growing, and at least some evidence we will not have a recession this year. If interest rates remain under control and not moved much higher (January 31 the Fed is expected to

Disclosure

I, Peter Labé, certify that (1) the views expressed in this report reflect my personal views on all of the subject companies and securities, and (2) my opinions are not affected by my compensation which is derived solely from brokerage trade commission(s) which may or may not be of securities discussed in this report.

raise rates a quarter-point but hopefully will signal this is near the end), the stock market in the first half is probably not going to look too bad.

However, a lot of this thinking seems to us to *already* be in the market. Accordingly we are more cautious and more prone to sitting back and enjoying than we are to starting some new aggressive posture now.

Also, the economy is more wobbly than the quick overview summary. For example, retail spending can be influenced by significant gyrations in the automotive market. And, the housing strength has created values that are an important part of consumer retail spending.

Reports have come in now for the fourth quarter that GDP growth was 1.1%. Consumer spending was a 4-year low at 1.1% growth; business investment grew 2.8%, less than a third of the prevailing rate for 2 years; residential housing grew 3.5%, slowest in a year; the trade deficit widened; even defense spending dropped. This kind of performance was generally expected, as is the expectation of a rebound this quarter. The general thinking is we will have a slower year than last year, maybe 3% – 3.5% GDP growth, vs. 4.2% last year. We believe this is consistent with our outlook.

RISKS

There has been a geopolitical risk in the market right along with us this whole cycle. The latest manifestation, in Iran, is but one more reminder. The tech stock group should not, in our view, be singled out as a victim nor as a beneficiary. Our feeling right now is do nothing different.

A second risk that has been with us but poked its head up recently is the “haves” versus the “have-nots.” The Judge Alito hearings show what we mean quite clearly. The democrats are voting as a **bloc** here and on practically every issue. This is “new” this cycle. Our view is that a deeply bifurcated political background is not a high P/E background and yet another reason for our caution. (Last issue we described ourselves as “cautious bulls”).

TECH EARNINGS

We have to rate the industry’s fourth quarter performance now being reported as **mixed**. Apple and eBay had strong earnings, but weak guidance. IBM had very strong earnings but was light on revenue, particularly global services. Intel results and forecast were disappointing short term. Yahoo missed its targets.

These high-profile company reports offset strength pretty much everywhere else, as for example at EMC. Investors so far, though, have largely confined problems to the specific companies rather than the industry, with the result that market performance was pretty good, much as we thought.

Looking ahead, the second quarter should be pretty good. There will be a recovery element in the quarter, plus it is seasonally stronger than the first for much of the industry. We may have a chance to beat some guidance calls here.

WHAT DO WE WANT TO DO?

Well, to start we have made some rating changes. First, we are reducing **nVidia** from **Strong Buy** to **Hold**. This stock is far and away our most successful stock in 2005. We have been on this stock all the way from \$9 ½ to \$45, so we think it time to slowdown and pause for a minute (the fundamentals are still powerful, we note). Second, we are reducing **Unisys** from **Strong Buy** to **Buy**, and **Lexmark** from **Strong Buy** to **Buy**. In both cases, these “fallen angels” have had a sharp snap-back in the market and moved up nicely. These stocks are still “work-out” stories and will take time, so at these prices we feel justified in lowering the rating.

Since we took the data storage stocks off our Buy list last time (clients have had a year to accumulate EMC under 13 and Network Appliance under 30, time to sit back and watch) we now have only two stocks rated **Strong Buy**. These are **IBM**, which is acting quite poorly in the market, and **Hewlett-Packard**, which continues to act beautifully.

These are the stocks to accumulate now, in our opinion, for value, limited risk, some income, and at least moderate appreciation.

OUTLOOK FOR TECH STOCKS

Everybody else has been searching their drawers for all the old files with the old price targets. We can do that, too.

As I recall, in Data Storage we were using \$17-\$20 for the price objective of EMC, \$40 for Net App. EMC was based on a range of 26-30x multiples, depending on how growthy you thought EMC was. Net App was based on a 40 P/E, in turn based on 1.3 – 1.6x CAGR, depending on how aggressive one wanted to be.

IBM we had \$96, based on 17x, and for Hewlett, \$36-\$40, based on a 18x – 20x range. In a 16x multiple market, these look reasonable to us. We did not calculate an objective for Sun (too difficult).

We are in the process of re-calibrating Dell, and have not finished work on Lexmark, but I think we printed \$75 there a while back. nVidia for a long time has been with a \$50 target, or 22x conservative earnings estimates.

Finally Unisys, a difficult one, came out to \$8 or at one point, \$10. This too needs to be reexamined.

We are **not** real fond of targets, but they are a competitive necessity. Far more important, we think, is **why** you are, or should be, buying a stock.

We turn next to some Sector comments.

DATA STORAGE

EMC Corporation (\$13.40 – Hold)

EMC pre-announced (positively), and then reported numbers at the high end of the range for both revenue and earnings per share.

The company also announced that it would lay off 1,000 personnel; that took the market by surprise, but is a smart thing to do, we think.

The stock has been pretty neutral since the announcement. EMC is a classic example of a company that has done everything Wall Street has asked it to do, yet the stock has been flat for a year. Even here, the stock is selling at about 20x earnings estimated for 2006. All of the growth in 2005 was absorbed by investors reducing the multiple. It's selling about 4 multiples higher than the market, maybe that's enough, for now.

The small layoff/restructuring is smart. EMC has acquired a lot of companies, and there have to be some extras around. Moreover, EMC is a high cost storage provider and it wouldn't hurt to take some cost out of storage.

The quarter was nice. System revenue was up 19%, software 16%, and services (against a tough compare), 4%. Operating margins were a dazzling 19%, with a goal of 20% in 2006.

Guidance for 2006 is \$11.1 - \$11.3 billion, EPS \$0.63 - \$0.66 ex stock option expense of \$0.09. This is at the high end of where investors were thinking.

So, in sum, EMC might grow 15% a year in storage, but that would be augmented from a carefully selected group of software companies. The strategy might work, and certainly the early returns are encouraging. We maintain our usual high level of interest in EMC, but for now keep our Hold rating.

SERVERS

IBM (\$ 81.30 – Strong Buy)

IBM reported earnings of \$1.99 per share after \$0.12 per share of special charges. Without those charges, the \$2.11 per share easily beat consensus estimates of \$1.94. Despite this strong performance, the stock was down after the report. Concern appeared to be in revenues, and in particular Global Services. Revenue was down 1% (adjusting for sale of PCs) but would have been up 3% but for currency. Global Services was down 5%, down 1% if constant currency. New contract signings of \$11.5 billion were about in the middle of expectations.

We feel IBM stock is a Strong Buy here:

- **Z Series mainframe cycle (up 10% constant currency last quarter).**
- **Excellent Microelectronics outlook. IBM is riding all the major game boxes, Microsoft Xbox, Sony PlayStation, and Nintendo. Microelectronics was up 48% last quarter.**
- **Restructuring savings are large. Last 2 quarters took costs down about \$0.5 billion, most went to bottom line. Cost savings expected in 2006 are \$1.3 billion, some passed through to customers, some to bottom line.**
- **Service business pipeline is up, short-term business is expected to improve, and services revenue is expected to accelerate throughout 2006 to achieve mid-single digit growth in second half.**

IBM stock looks to us to be selling at about 14x, under the overall market valuation of perhaps 16x, and an especially good value. We are not in love with the services business but IBM has an awful lot of good things going for it. Strong Buy.

Hewlett-Packard (\$31.18 – Strong Buy)

The only news item of note this month was the report from unofficial sources that Blackstone Group and Hewlett were exploring a buyout of Computer Sciences (CSC – \$50.70 – Not Followed). CSC has a market cap of over \$9 billion and \$1 billion in debt. It is unclear if H-P is interested in just some pieces, or the whole thing at varying percentages of ownership. The point is that H-P's own service business is not as big as management would like, and some business combination here would help the stock. As with all these deals, we don't place a high probability.

It took awhile for the stock to break the 30 barrier, but it did, and is now trading near \$32. Investors have been too conservative here; we believe the stock could be \$36-\$40 easily. The combination of strong earnings, understated in conference call forecasts, and spreading over all the company's diversified operations, has a lot of appeal. **Strong Buy.**

Sun Microsystems (\$4.50 – Hold)

It looks to us like Sun lost a little more than we expected in their quarter, but we have no particular slant on the stock at this time.

PC'S AND RELATED

nVidia (\$44.96 – Hold)

nVidia rolled out its first GeForce 7 series, the *GeForce 7300GS*. This is a high powered forerunner of more to come in the graphics processor line. The company also unveiled two new *nForce 4* chipsets for the Intel processor market. At the Consumer Electronics Show, nVidia showed, with Dell, Quad SLI technology. This permits four processors, most likely an industry first. In the notebook line, nVidia introduced 3 or 4 new models of the *GeForceGo7* series to attack that market.

On the management front, Jeff Fisher, head of sales from the beginning, has now moved over to run graphics processors. The new head of sales is Jay Puri, who for 22 years had been in various marketing positions for Sun.

nVidia is a great, great company.

Lexmark International (\$48.57 – Buy)

Lexmark surprised investors with their fourth quarter report, showing a good profit above consensus, despite revenues in the lower end of the range. EPS was \$0.71 vs. \$0.40-0.50 predicted. The stock rallied sharply in response. The trouble is, we think, that this does not represent a turn in the business or a turn in the company. Therefore, over the short term we would not look for continued good stock performance. That will have to wait on improved company/industry conditions hopefully later this year. Although there is a lot of value in the stock, we lower our rating to Buy from Strong Buy, reflecting the higher price and what we perceive as a lengthy waiting time.

In 2005, Lexmark suffered considerable declines in units shipped, average selling prices, and mix, in inkjet printers. Supplies were flat, despite the retail channel stepping away from new commitments in the third and fourth quarters. On the laser, or business side of the house, Lexmark posted better results and this sector did not show the trauma of the inkjet market. Spreading over both markets is the branded business segment, for 18 months now Lexmark has been losing share. In the OEM side of the house, Dell (the largest customer) had a nice 15% gain, but this has been weakening and is now expected to be down looking ahead.

Lexmark has responded to these conditions as follows:

Long term

- Expand by broadening the market, developing new products for the better looking market segments
- Build the brand

Short term

- Reduce exposure in product areas that are weak, for example, the “bundle” market where printers go along as a throw-in but don’t really add the supplies volume needed to make it a profitable business
- Consolidate facilities, close Scotland
- Freeze the pension plan in 2006
- Lay off 825 people

The goal is to reduce cost \$80 million a year, perhaps \$50 million showing up in 2006.

The restructuring steps look reasonable, and are factored in to our revised EPS figures of \$3.00 per share in 2006 and \$3.60 as an opening line for 2007.

The troubles at Lexmark are not easily corrected. Branded business is still weak, and other than price, we wonder how it is to be reversed. Fundamentally, the inkjet market is changed. It is projected at very low growth rates over the next several years and some think may actually be declining; moreover, the usage in supplies may be changing to a much different (and lesser) set of assumptions.

If the laser business continues to hold up, and it looks like it will, and Lexmark absorbs the channel de-inventory, the shifts in OEM demand, re-positions the inkjet business, revitalizes the branded business, and gets the supplies business growing again, Lexmark can recover. Our thought is that this is 2008 right now.

Dell Computer (\$29.31 – Hold)

We have no new thoughts for this issue. We are not ready to buy it as yet, and will have more to say next issue.

Gateway (\$2.72 – Hold)

Gateway changed its reporting date to February 2, which of course does not meet our publishing deadlines. We’ll comment on this next time.

DATA SERVICES

Unisys (\$6.69 – Buy)

Another rebuilding year at Unisys? Yes sir, that's what it sounds like. This is a year investors will be comparing performance with company execution, and that's where it's at. There is no guidance as to earnings (if any) quarterly, year ahead, whatever, nothing. Ok by us, but thought you should know.

The quarter was actually pretty good. It was a good cash quarter, there was some traction on sales, Technology (the Unisys term for computer hardware) woke up and had some good results. Management restated its plan for positioning: focus on high growth markets, divest non-core businesses, reduce cost structure, enhance sales/marketing. Sounds good, let's see it done. Included in the plan is a reduction of \$250 million in the cost base by the end of 2007; sales and marketing had their rebuilding year in 2005. 2006 is considered a transitional year (hence no guidance) while 2008 is expected to see operating margins of 8-10% ex pension expense.

We believe Unisys is on the right track and we continue to rate the stock a **Buy**, recognizing some time will be needed. We really like this story!!

Our estimates for 2006 and 2007 are not ready at the time of this printing. We are converting to GAAP accounting numbers throughout, although we will keep releasing the pension figures as well. The numbers should be on First Call within a week.

PERFORMANCE AND RATING CHANGES

The performance of our universe was again pretty good.

The market, as measured by the S&P 500 was up 3% for the month, with the NASDAQ Composite up 4 ½%. This is a good indicator of the strength in tech.

In storage, Net App was up 16%, and EMC flat. In servers, Hewlett was up 9%, IBM down 1%, and Sun, up 7%. In the PC space, nVidia was up 23%, Lexmark 8%, and Gateway 8%. Dell was down 2%. In services, Unisys was up 15%.

Our rating changes this month are to move Lexmark and Unisys to Buy from Strong Buy, nVidia from Strong Buy to Hold.

We have made some estimate changes at Unisys and Lexmark which we do not deem consequential.

REGULATORY COMPLIANCE

Nutmeg Securities, Ltd. has implemented rules that conform to published SEC rules to address analyst conflicts. Accordingly, we note for the record that we have not acted as manager or co-manager for any equity offering, nor received investment banking fees from, any of the companies mentioned in this review. Further, we have footnoted in Table II where the analyst has a position in any of these securities. Next, we have some kind of Buy rating on 4 stocks (25%) and no sell rating (0%). We consider this somewhat unusual, but not in a case of an attractive investment sector. Finally, we note our investment performance can be gauged by comparing our recommendations which appear in Table I along with the prices at the time, with the NASDAQ Composite Index, which also appears in Table I.

Table I - Price, P/E and Rating

Company (FY)	Symbol	Price		E.P.S.			P/E			Rating
		1/31/2006	52-week Range	2004A	2005E	2006E	2007P	2005E	2006E	
S&P 500*	SPX	1280	1276 1136	\$67.10	\$75.28	\$81.55		17	16	
NASDAQ Composite	COMP	2306	2278 1890							
Storage										
EMC Corp. (Dec)	EMC	13.40	15 - 11	\$0.37	\$0.53	A \$0.65		25	21	HOLD
Network Appl. (Apr)	NTAP	31.20	35 - 23	\$0.62	\$0.78	\$0.98		40	32	HOLD
Servers										
Hewlett-Packard (Oct)*	HPQ	31.18	30 - 19	\$1.34	\$1.62	A \$1.83	\$2.13	19	17	STRONG BUY
IBM Corp. (Dec)*	IBM	81.30	99 - 72	\$4.50	R \$5.32	A \$5.81	\$6.36	15	14	STRONG BUY
Sun Micro. (Jun)*	SUNW	4.50	6 - 3	(\$0.02)	(\$0.17)	(\$0.07)	\$0.07	NMF	NMF	HOLD
Personal Computers										
ATI Technologies (Aug.)*	ATYT	17.85	20 - 10	\$0.78	\$0.07	A \$0.54	\$0.99	255	33	HOLD
Dell (Jan fol.)	DELL	29.31	42 - 28	\$1.28	\$1.53	\$1.63	\$1.90	19	18	HOLD
Gateway (Dec)	GTW	2.72	6 - 2	(\$0.40)	\$0.12	\$0.19	u/r	23	14	HOLD
Lexmark (Dec)	LXK	48.57	87 - 39	\$4.13	\$3.35	A \$3.00	\$3.60	14	16	BUY
nVidia (Jan fol.)	NVDA	44.96	39 - 20	\$0.57	\$1.67	\$2.25	\$2.75	27	20	HOLD
Wireless										
palmOne (May)* ²	PALM	39.48	37 - 21	\$1.54	\$1.62	\$1.88	\$2.01	24	21	HOLD
Res. in Motion (Feb)* ¹	RIMM	67.53	85 - 51	\$2.10	\$2.65	\$3.35	\$3.65	25	20	HOLD
Services										
Accenture (Aug)*	ACN	31.53	30 - 21	\$1.23	\$1.46	A \$1.56	\$1.78	22	20	HOLD
Affiliated Computer (June)*	ACS	62.60	61 - 46	\$3.12	\$3.38	\$3.90	\$4.36	19	16	HOLD
First Data (Dec)*	FDC	45.10	45 - 37	\$2.16	\$2.25	A \$2.54	\$2.79	20	18	HOLD
Unisys (Dec) ³	UIS	6.69	10 - 4	\$0.31	(\$0.46)	u/r	u/r	NMF	NA	BUY

Notes: ¹Research in Motion split 2-for-1 on June 4, 2004.

²Palm became palmOne and PalmSource which started trading October 29, 2003.

³Unisys estimates non-GAAP and exclude pension accounting.

* First Call consensus estimates.

u/r = under review

Source: Nutmeg Securities estimates, except as noted.

Table II - Price History

Company (FY)	Prices						% chg January	2006 year to date
	12/31/2003	12/31/2004	10/31/2005	11/30/2005	12/30/2005	1/31/2006		
S&P 500	1112	1212	1207	1249	1248	1280	2.5%	2.5%
NASDAQ Composite	2003	2175	2120	2233	2205	2306	4.6%	4.6%
Storage								
EMC Corp. (Dec)	12.92	14.87	13.96	13.83	13.62	13.40	-1.6%	-1.6%
Network Appl. (Apr)	20.44	33.22	27.33	29.12	27.00	31.20	15.6%	15.6%
Servers								
Hewlett-Packard (Oct) (1)	22.97	20.97	28.04	29.67	28.63	31.18	8.9%	8.9%
IBM Corp. (Dec) (1)	92.68	98.58	81.88	88.90	82.20	81.30	-1.1%	-1.1%
Sun Micro. (Jun)	4.47	5.39	4.00	3.77	4.19	4.50	7.4%	7.4%
Personal Computers								
ATI Technologies (Aug)	15.12	19.39	14.46	16.36	16.99	17.85	5.1%	5.1%
Dell (Jan)	33.98	42.14	31.88	30.15	29.95	29.31	-2.1%	-2.1%
Gateway (Dec)	4.60	6.01	2.85	3.04	2.51	2.72	8.4%	8.4%
Lexmark (Dec)	78.64	85.00	41.52	47.62	44.83	48.57	8.3%	8.3%
nVidia (Jan)	23.20	23.56	33.55	36.15	36.56	44.96	23.0%	23.0%
Wireless								
Palm, Inc. (May)	11.75	31.55	25.64	28.38	31.80	39.48	24.2%	24.2%
Res. in Motion (Feb)	33.42	82.42	61.49	61.13	66.01	67.53	2.3%	2.3%
Services								
Accenture (Aug)	26.32	27.00	26.31	28.44	28.87	31.53	9.2%	9.2%
Affiliated Computer (June)	54.46	60.19	54.11	55.78	59.18	62.60	5.8%	5.8%
First Data (Dec)	41.09	42.54	40.45	43.27	43.01	45.10	4.9%	4.9%
Unisys (Dec)	14.85	10.18	5.11	6.15	5.83	6.69	14.8%	14.8%

Research in Motion split 2-for-1 on June 4, 2004.

Palm became palmOne and PalmSource which started trading October 29, 2003.

Notes: (1) The author has a position in the common stock. (2) The author has a position in the debentures.

Source: Reuters.

DEFINITION OF OUR RATING SYSTEM

In general, we have three basic ratings of followed securities: Buy, Sell and Hold (Not Rated is a term we use where a security is not followed, or if followed, where not enough information is currently available to base an opinion).

BUY – is our rating for a stock that we consider currently attractive for purchase for most technology investors. It is a stock that we believe will outperform the market, as measured by the NASDAQ Composite, in a six to eighteen month timeframe. The recommendation could be based on industry or company fundamentals, on equity prices, or any one of a host of other factors, as assessed by the analyst.

We have also formed additional sub-categories of “BUY” rated stocks to make more clear our position. The most common of these are listed below:

- **STRONG BUY** – where the analyst feels a stock is especially attractive, in some cases due to recent price declines, in some where conventional wisdom on prospects is viewed as wrong, in some where there is a visible catalyst that will call attention to the security.
- **LONG-TERM BUY** – where the analyst considers the stock as fundamentally attractive but where fruition appears extended over a longer than normal period of time, or where the stock price currently is higher than levels where the analyst would rate the stock “BUY”.
- **SPECULATIVE BUY** – where the analyst considers the stock as very attractive on the price and the fundamentals but where well above average risk must be assumed by the investor.

HOLD – is our rating for a stock where prospects appear more or less in line with the market, or where we feel a compelling case cannot be made either for Buy or for SELL.

SELL – is our rating for a stock that in our opinion is likely to underperform the market as measured by the NASDAQ Composite in a six to eighteen month time frame.

Additional information on subjects in this report is available upon request.

Our recommendation changes on the securities mentioned in this report are as follow:

ATI Technologies
Hold 4/30/04 at \$14.57

Celestica
Hold 8/30/02 at \$22.97
Ended coverage 5/2/05 at \$11.50

Flextronics
Hold 8/30/02 at \$9.47
Ended coverage 5/2/05 at \$11.15

Hewlett-Packard
Sell 10/31/01 at \$16.83
LT Sell 12/31/02 at \$17.36
Hold 1/8/03 at \$19.65
Buy 5/5/03 at \$16.65
Strong Buy 5/30/03 at \$19.50
Buy 8/2/04 at \$20.15
Hold 9/1/04 at \$17.89
LT Buy 7/1/05 at \$23.51
Strong Buy 8/1/05 at \$24.62

Lexmark International
Hold 1/5/04 at \$78.64
Strong Buy 3/31/04 at \$92.00
Hold 11/1/05 at \$41.52
Strong Buy 12/1/05 at \$47.62
Buy 2/1/06 at \$48.57

palmOne
Sell 10/31/01 at \$48.60
Hold 1/31/02 at \$74.80
Sell 5/31/02 at \$31.80
Hold 8/30/02 at \$15.20

Sun Microsystems
Hold/LT Sell 10/31/01 at \$10.17
LT Buy 11/29/02 at \$4.29
Buy 1/8/03 at \$3.75
Hold 9/30/03 at \$3.31
LT Buy 1/5/04 at \$4.47
Hold 4/30/04 at \$3.90
Sell 7/1/05 at \$3.73
Hold 1/3/06 at \$4.19

Dell
Hold 10/31/01 at \$23.89
LT Buy 3/28/02 at \$26.11
Buy 8/9/02 at \$25.59
Hold 11/29/02 at \$28.60
Sell on 7/1/05 at \$39.46
Hold on 9/1/05 at \$35.60

Gateway
Value Buy 10/31/01 at \$5.65
Strong Buy 1/31/02 at \$5.21
Buy 2/28/02 at \$5.60
Strong Buy 3/25/02 at \$6.45
Buy 12/31/02 at \$3.14
Strong Buy 7/31/03 at \$5.11
Buy 4/30/04 at \$4.82
Speculative Buy 9/1/04 at \$4.39
Hold 6/1/05 at \$3.46

IBM
Hold 10/31/01 at \$108.77
Buy 1/5/05 at \$98.58
Strong Buy 5/2/05 at \$76.38

Network Appliance
Strong Buy 10/31/01 at \$13.30
Buy 9/1/04 at \$20.07
Strong Buy 6/1/05 at \$28.76
Hold 1/3/06 at \$27.00

PalmSource
u/r 10/31/03 at \$38.17
Acquired 11/14/05 at \$18.50

Taiwan Semi Mfg.
Hold 8/30/02 at \$8.17
Ended coverage 5/2/05 at \$8.61

EMC
Buy 10/31/01 at \$12.32
Strong Buy 3/28/02 at \$11.92
Buy 8/1/05 at \$13.69
Hold 1/3/06 at \$13.62

Globix
Spec. Buy 10/31/01 at \$0.56
Hold 1/31/02 at \$0.06
Ended coverage 5/2/05 at \$3.55

Jabil
Hold 8/30/02 at \$18.71
Ended coverage 5/2/05 at \$27.60

nVidia
LT Buy 10/31/01 at \$42.75
Buy 1/31/02 at \$65.74
Strong Buy 2/28/03 at \$52.01
u/r 6/28/02 at \$17.18
Buy 7/25/02 at \$15.07
Strong Buy 8/9/02 at \$9.42
Buy 5/30/03 at \$ 26.17
Strong Buy 6/30/03 at \$22.91
Buy 8/29/03 at \$18.17
Hold 9/30/03 at \$15.91
Strong Buy 1/5/04 at \$23.20
Hold 8/2/04 at \$15.42
Buy 8/9/04 at \$9.43
Hold 10/29/04 at \$14.47
Buy 3/1/05 at \$28.99
Strong Buy 4/1/05 at \$23.76
Hold 2/1/06 at \$44.96

Res. In Motion
Buy 10/31/01 at \$16.01
Strong Buy 2/28/02 at \$23.89
LT Buy 4/15/02 at \$20.39
Hold 2/28/03 at \$12.70

Unisys
Value Buy 10/31/01 at \$8.93
Buy 1/31/02 at \$12.50
Strong Buy 8/9/02 at \$7.82
Buy 7/31/03 at \$12.26
Strong Buy 8/29/03 at \$12.98
Buy 10/29/04 at \$10.62
Long Term Buy 1/5/05 at \$10.18
Buy 6/1/05 at \$7.24
Long Term Buy 8/1/05 at \$6.47
Strong Buy 11/1/05 at \$5.11
Buy 2/1/06 at \$6.69

Accenture
Hold 5/2/05 at \$21.70

Affiliated Computer
Hold 5/2/05 at \$47.67

First Data
Hold 5/2/05 at \$38.03

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