

MONTHLY TECHNOLOGY COMMENT

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Peter Labé, CFA

STOCKS SHOULD RALLY INTO 2006

In this issue:

- *BUY THE FALLEN ANGELS (OR MOST OF THEM)*
- *Our view of how to deal with Dell*
- *Bull Market fever affecting psychology, good for the short term*
- *Big Report at Hewlett*
- *nVidia, Net App also strong*

NOT MANY CHANGES IN THE CLIMATE

On the economic front, GDP growth was 3.8% for the third quarter. This seems unsustainable in view of the hurricane aftermath, high energy prices, some cooling off of the housing sector and rising interest rates. Best guess seems to be 3% – 3 ½% per quarter next year. This is perfectly fine with us, and is not much changed from expectations last month. It will support a higher market in our view.

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.

Retail sales may have been an issue with all the cross-currents but the early reports on Christmas sales are very encouraging. This has probably helped the market.

Last time we remarked on the footrace between interest rates and the stock market. Confidence seems to be building for an absolute top of 5% on the Fed Funds rate, and more likely 4 ³/₄%. Anything like 4 ¹/₂ - 4 ³/₄% would be bullish in our view. Some people are interpreting the latest comments of the Fed, that future rate changes would not be accompanied by firm statements of direction, to mean we are nearing a period of slowing or stopping rate rises. While rates could be a moderating effect on the economy and market, right now at least the appearance is not overwhelming.

OUTLOOK FOR TECH STOCKS

With this background, we continue to believe tech stocks can outperform the market. Though our expectations are closer to moderate than they are to aggressive.

We have some examples to cite. Four of our companies in our universe reported this past month and three showed better than expected earnings and increased forward guidance. If this is how it's going to be, it will strengthen our case.

Four quarterly reports, three of them excellent and above expectations:

Company	2005 EPS	2004 EPS	Comments
Net App	\$0.21	\$0.16	Expectations were \$0.18. Revenue up 29%, also higher than expected.
Dell	\$0.39	\$0.33	Expectations were \$0.42. Revenue up 11%, expected much higher.
Hewlett-Packard	\$0.51	\$0.41	Expectations had been \$0.46. Revenue up 7%, higher than expected.
nVidia	\$0.42	\$0.15	Expectations were \$0.35. Revenue up 13%, as expected.

Source: Reuters

RECOMMENDED DEPLOYMENT

Our buy list now looks like the following:

Fallen Angels

Unisys
Lexmark

Growth

nVidia
Net App
EMC

Value-Growth

Hewlett-Packard
IBM

DATA STORAGE

Network Appliance (\$29.12 – Strong Buy)

Net App reported a strong quarter, better than expected revenue, earnings and forward guidance. Storage continues to be a strong point in the industry, and Net App continues to be the fastest grower. All these are about what we expected, the only issue for investors really is what price do you want to pay.

The quarter showed good demand for the mid-range filer product that last quarter had some transition issues, and everything looks in balance now. Net App also announced that it acquired privately held Decru, a leader in storage security platforms. This continues a trend of both EMC and Net App, to broaden out into security especially to enlarge on its opportunity. This looks like a superb acquisition.

Net App's alliance with IBM went a step further this month, with Net App joining a 10 founding member group in a new open source community designed to develop a common storage management platform. The benefits look some time off.

Guidance for the full fiscal year is for revenues to be in the range of 26-28% higher than last year. This in fact is a good proxy for the company's longer term growth rate, in our opinion. Our estimates for fiscal years to April 30, are **\$0.78 per share** for this year, **\$0.98** for next.

The stock seems reasonable selling for about 1x the growth rate, so we have no changes in opinion. In our view, should sell for 40.

EMC Corporation (\$13.93 – Buy)

No particular news on EMC this month. The quarter seems to be going ok. We have no changes in estimates or opinion. Stock should be selling 17-20.

SERVERS

Hewlett-Packard (\$29.67 – Strong Buy)

This month was a reporting month for H-P, the fourth fiscal quarter. Traditionally a strong quarter, it turned out to be glorious. Above expectations, and raised the guidance for the next year. Can't ask for more than that. New CEO Mark Hurd's glittering reputation is still rising!

We continue the stock as a Strong Buy but at \$30 or better have to consider whether it should be rated just Buy. Fine point.

What did we like here?

- The personal systems group grew revenue 9% with operating profit of \$200 million, up from \$77 million a year ago. Best performance in this group we can remember.
- Image and printing grew revenue 4%. Consumer hardware revenue decrease, almost offset by commercial hardware increasing. Supplies, the key, rose 7%. Operating profit of \$896 million was down from \$1 billion a year ago, but a year ago the operating margin was an abnormal 16.6% and this year's 13.2% is superb for this industry.
- Enterprise Storage and Servers, another sick puppy, had a 10% increase in revenue and operating profit of \$405 million, vs. \$100 million a year ago. Excellent performance.
- Services grew 6% but operating profit fell to \$322 million from \$375 million a year ago. Only soft report in the group.
- Software had an 11% revenue gain, and a profit of \$27 million vs. a loss of \$7 million. First profit we can remember!

The quarter had balanced revenue growth, good discipline, improved margins in key businesses and strong cash flow. Looking ahead, management guided next year to \$1.88 to \$1.95 per share non-GAAP estimates. Adjusted for expensing stock options, the estimates are **\$1.75 - \$1.82 per share and these are the numbers the management prefers**. The company forecasts revenue gain for next year of 1-3% adjusted for currency. We are not bothered by this, since all multinationals face a fierce headwind in

currency translation; besides, Mr. Hurd is typically conservative in revenue as well as earnings outlook.

This company is in the process of transition to a quality, moderate and consistent growth company, in our view. The leverage comes from P/E expansion and earnings expansion. The stock looks like \$40 to us, though nobody on Wall Street is that optimistic.

Sun Microsystems (\$3.77 – Sell)

We have no new observations on this one for this month.

International Business Machines (\$88.90 – Strong Buy)

No significant news this month. The company should have a strong fourth quarter with Services, z series product cycle, restructuring benefits, and microelectronics. Consensus numbers for IBM are **\$5.15 per share** this year, **\$5.65** next. No changes in estimates or opinion.

We are still thinking 100 here.

PCS AND RELATED

ATI Technologies (\$16.36 – Hold)

ATI is basking in the sunlight of the highly successful Microsoft Xbox 360, since its high performance graphics processor is the engine. It is to be remembered though, that the Sony Playstation 3, due out late next year, has even more powerful graphics and these are empowered by nVidia.

Anyway, the point of this note is that long-term chairman K.Y. Ho recently announced his retirement. Although it is too early to make any pronouncements, we are inclined to think this is not a plus. K.Y. was a long-standing and well-known figure in the industry. Incidentally, a commission in Ontario cleared K.Y. and his wife of insider trading allegations. We rate the stock a **Hold** though we like the industry.

nVidia Corp. (\$36.15 – Strong Buy)

This was a reporting month for nVidia and, as we expected, results beat expectations and forward guidance was raised. This is the fourth quarter in a row, and we do not think this is over.

The big picture is that nVidia has ample opportunity to grow even assuming PC unit growth slows down or declines for the next few quarters. This is based on expected

*increased penetration of the notebook and chipset markets, and a whole new generation of graphics processors. By the end of next year nVidia should have a nice tailwind, because while people add nothing for Windows Vista and Office 12 today, by this time next year they will – remember Windows Vista has greatly enhanced graphics support. Moreover, late next year the news will not be so much “Microsoft Xbox”, but much more “Sony Playstation 3”, which history says will sell better than Xbox and this is an nVidia designed graphics product. Our new estimates are **\$1.65** for the current year (fiscal to 1/31/06) and **\$2.25** for next year. This stock remains a **Strong Buy**.*

There is however **an investment issue in gross margins**. Gross margins this quarter were the highest in history, at 39.1%; moreover, projected gross margin in the fourth quarter is 40%. Historical data shows 37%-38% gross margins quarter after quarter throughout 2000, 2001, and 2002 (which we suggested were indicia of monopoly at that time). Now management says 45% gross margins are the objective for the new norm. Investors are worried about are these the peak, and are they sustainable.

We are less concerned. We see margins in the forties in calendar 2006, and hitting 45% sometime in calendar 2007, so we are not peaking right now. And, this is a different company today. The leadership position today is stronger than 2000-01-02, and we have a substantial royalty business (Playstation 3) which carries high gross margins that we did not have before.

Should be a \$50 stock.

Lexmark International (\$47.62 – Strong Buy)

There is nothing new at Lexmark that we are aware of, but the change in market climate favors computer and related hardware stocks that have been beaten up but still have some kind of future yet ahead. Lexmark fills this description admirably, and we think its time to put a toe in the water with a little nibble. We'll up the stock to **Buy** on this basis.

Lexmark's hardware business is divided roughly half in laser printing, and half in inkjet. The laser business is growing slowly, but profitably and there are no real issues at present. The inkjet business, which runs at steep losses but high unit growth, is where most of the problems are. When things are going well, the hardware business in total makes a small amount of money on our figures.

The great bulk of the profit is in supplies, where issues cropped up this past year.

It seems the company fell behind in inkjet hardware, both product and price, and suffered acutely as branded printer sales declined for the last several quarters. This in turn drove fewer supplies sales, and the channel suddenly had over-inventory of Lexmark supplies. This inventory correction will affect this quarter and not just last, and probably 1-2 quarters beyond that. Dell, the company's largest OEM account, was down last quarter year-over-year. It looks like too many printers were sold as part of “bundles” and users

either discarded or little used their printers. This led to over-estimates of supplies needs which made things worse.

What has to happen in 2006, is new products have to hit the streets before midyear (6-9 months is adequate lead time, we believe). These will be appropriately priced (I believe this is called “repositioning”) to restore price leadership. There should be no supplies inventory left by mid-year, so printer shipments will again carry profitable supplies revenue. We are expecting Dell shipments to be down modestly in 2006 vs. 2005, but the quality of those shipments will be drastically higher – and carry supplies growth.

In terms of earnings, we are assuming a down year in 2006, but the shape of the year – ever-stronger second half with favorable quarterly compares should drive the stock. The decline should slow in the first half and at least be stable the second half. In 2007, growth resumes. Without being scientific, earnings might be **\$3/share in 2006, \$4 in 2007, \$5.00 in 2008.**

Looks like \$75 to us.

Dell Computer (\$30.15 – Hold)

Dell has reported two shortfalls (which helped our sell recommendation!) But the stock is not in the 40s, it is now \$30. Shouldn't this qualify them as a “fallen angel” and thus be attractive? Probably yes, and our competitors will like it, but we say it is **too early**. From a fundamentals standpoint, we see a couple of weak industry quarters but a good solid bump from *Windows Vista, Office 12*, and new technology Intel processors. This is the kind of shape we like and what the market is buying at Unisys and Lexmark, for example.

The reason we think it is too early is the intellectual framework for the stock. There is a raging debate in institutional America as to what the growth rate is (note that on the Conference Call, practically every other question in the Q & A was pointed at growth rate). Since this can't be resolved right away, we think there is a risk now of dead money.

Our estimates for this year are **\$1.53 per share**, and for next year, **\$1.63**, with the out year at **\$1.88** (counts the “bump”) opening line.

In one of our prior issues, we pointed out that there is not a dime of recurring revenue here; this company has to build a new \$15 billion company every quarter – and as a marketer, since it is not a technology company as that term is used.

We feel comfortable with the stock here but are waiting for the right entry point. Our bet is that Wall Street eventually buys into a double-digit scenario, not single digit as feared today.

Gateway (\$3.04 – Hold)

The story of the third quarter in the PC industry was that demand met expectations, but underneath it, a substantial shift to low price, entry-level machines. This was a favorable development for Gateway, and in fact they reported a pretty good quarter. But they didn't make very much money. We have to consider the jury as still out on this one. No changes in estimates or opinion.

DATA SERVICES

Unisys Corp (\$6.15 – Strong Buy)

Last month, we raised Unisys to “Strong Buy” on the grounds the stock price was very low in relation to almost any statistical measure, while the new programs of focus within the Services Industry, the runoff of several bad or loss contracts, the benefits of a major restructuring to save \$250 million in costs, and with rising interest rates, likely improved performance in the pension fund, would add some offense.

We feel that same way today, nothing has changed. But as we said early on, Wall Street's appetite for “fallen angels” has increased and we expect Unisys to fully participate in that.

During the month, in connection with a brand launching program of months duration, Unisys issued a series of press releases:

- Plan to focus on 5 high-growth segments: enterprise security, Microsoft enterprise software, open source and LINUX support and solutions, outsourcing, and real time infrastructure.
- Alliance partners to play a stronger role.
- Team with IBM to deliver health and human services programs.
- Team with Microsoft in enterprise software.
- Joined with Oracle in several initiatives in areas like financial services, outsourcing, public sector and enterprise computing.
- Intel will work with Unisys in new solutions for government applications.
- The new world-wide sales team was identified and introduced.

All of this of course means nothing **unless** there is execution. We'll have to wait and see. Meantime, we think we are carrying conservative estimates. We are carrying \$0.17 per share in 2006 and \$0.47 in 2007 after bookkeeping provision for pensions as we estimate it, or if we assume \$0.30 per share for pension bookkeeping, **\$0.47 per share** for 2006 and **\$0.77** per share for 2007.

In the past, this stock has doubled or tripled for us. While we don't rule out a double here, *right now we are thinking about 9.*

PERFORMANCE AND RATING CHANGES

The only rating change this month was Lexmark International, restored to Strong Buy.

Upward estimate changes were made at nVidia, Hewlett, and Net App, one downward change at Dell. See Table I.

Readers are reminded that our quarterly and annual estimates are carried on First Call.

Performance this month was strong. The NASDAQ Composite outperformed the S&P 500 after months of generally being in line. Our universe, of course, did a lot better. For the month of November, the NASDAQ was up 5.3% and for the S&P 500, up 3.5%.

By sector, the data storage stocks were mixed as EMC declined slightly while Net App was up more than 6%. Servers were also mixed with IBM up almost 9%, Hewlett up close to 6% and Sun, on lower earnings estimates, down 6%. Although Dell stock lost more than 5% during the month, the other personal computer stocks increased, led by Lexmark up close to 15% and ATI up 13%. Gateway stock increased 7% and nVidia was up 8% in the month. In the wireless area, Research in Motion stock fell about 1% on renewed concerns over legal issues and Palm stock increased 11% during the period. The acquisition of PalmSource by ACCESS was completed during the month and PalmSource has been deleted from our universe. The services stocks were all up during November with Unisys stock leading the group increasing more than 20%. Accenture was up 8%, First Data 7% and Affiliated Computer 3%

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 7 stocks (44%) and 1 sell rating (6%). 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	52-week	E.P.S.			P/E		Rating	
		11/30/2005	Range	2003A	2004A	2005E	2006P	2005E		2006E
S&P 500*	SPX	1249	1246 1090	\$55.44	\$67.10	\$74.48	\$79.62	17	16	
NASDAQ Composite	COMP	2233	2220 1888							
Storage										
EMC Corp. (Dec)	EMC	13.83	15 - 11	\$0.19	\$0.37	\$0.53	\$0.65	26	21	BUY
Network Appl. (Apr)	NTAP	29.12	35 - 23	\$0.40	\$0.62	\$0.78	\$0.98	37	30	STRONG BUY
Servers										
Hewlett-Packard (Oct)*(1)	HPQ	29.67	30 - 18	\$1.16	\$1.34	\$1.62	A \$1.80	18	16	STRONG BUY
IBM Corp. (Dec)(1)	IBM	88.90	99 - 72	\$4.34	\$4.50	R \$5.15	\$5.65	17	16	STRONG BUY
Sun Micro. (Jun)*	SUNW	3.77	6 - 3	(\$0.24)	\$0.01	(\$0.07)	\$0.03	NMF	126	SELL
Personal Computers										
ATI Technologies (Aug.)*	ATYD	16.36	21 - 10	\$0.27	\$0.78	\$0.07	A \$0.40	234	41	HOLD
Dell (Jan fol.)	DELL	30.15	43 - 33	\$1.01	\$1.28	\$1.53	\$1.63	20	18	HOLD
Gateway (Dec)	GTW	3.04	7 - 2	(\$0.96)	(\$0.40)	\$0.12	\$0.19	25	16	HOLD
Lexmark (Dec)	LXK	47.62	91 - 60	\$3.34	\$4.13	\$3.00	\$4.00	16	12	STRONG BUY
nVidia (Jan fol.)	NVDA	36.15	34 - 13	\$0.50	\$0.57	\$1.67	\$2.25	22	16	STRONG BUY
Wireless										
palmOne (May)* ²	PALM	28.38	47 - 21	(\$0.11)	\$1.54	\$1.55	\$1.71	18	17	HOLD
Res. in Motion (Feb)* ¹	RIMM	61.13	104 - 60	\$0.48	\$2.10	\$2.55	\$3.37	24	18	HOLD
Services										
Accenture (Aug)*	ACN	28.44	28 - 21	\$1.05	\$1.23	\$1.46	A \$1.53	19	19	HOLD
Affiliated Computer (June)*	ACS	55.78	61 - 46	\$2.62	\$3.12	\$3.41	\$3.94	16	14	HOLD
First Data (Dec)*	FDC	43.27	45 - 37	\$1.96	\$2.16	\$2.28	\$2.57	19	17	HOLD
Unisys (Dec) ³	UIS	6.15	12 - 6	\$0.78	\$0.31	\$0.47	\$0.67	13	9	STRONG 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)	12/31/2003	12/31/2004	Prices				% chg November	2005 year to date
			8/31/2005	9/30/2005	10/31/2005	11/30/2005		
S&P 500	1112	1212	1220	1229	1207	1249	3.5%	3.1%
NASDAQ Composite	2003	2175	2152	2152	2120	2233	5.3%	2.6%
Storage								
EMC Corp. (Dec)	12.92	14.87	12.86	12.94	13.96	13.83	-0.9%	-7.0%
Network Appl. (Apr)	20.44	33.22	23.73	23.74	27.33	29.12	6.5%	-12.3%
Servers								
Hewlett-Packard (Oct) (1)	22.97	20.97	27.76	29.20	28.04	29.67	5.8%	41.5%
IBM Corp. (Dec)	92.68	98.58	80.62	80.22	81.88	88.90	8.6%	-9.8%
Sun Micro. (Jun)	4.47	5.39	3.80	3.93	4.00	3.77	-5.8%	-30.1%
Personal Computers								
ATI Technologies (Aug)	15.12	19.39	12.18	13.94	14.46	16.36	13.1%	-15.6%
Dell (Jan)	33.98	42.14	35.60	34.20	31.88	30.15	-5.4%	-28.5%
Gateway (Dec)	4.60	6.01	3.04	2.70	2.85	3.04	6.7%	-49.4%
Lexmark (Dec)	78.64	85.00	62.98	61.05	41.52	47.62	14.7%	-44.0%
nVidia (Jan)	23.20	23.56	30.68	34.28	33.55	36.15	7.7%	53.4%
Wireless								
Palm, Inc. (May)	11.75	31.55	34.18	28.33	25.64	28.38	10.7%	-10.0%
Res. in Motion (Feb)	33.42	82.42	78.30	68.30	61.49	61.13	-0.6%	-25.8%
Services								
Accenture (Aug)	26.32	27.00	24.40	25.46	26.31	28.44	8.1%	5.3%
Affiliated Computer (June)	54.46	60.19	51.95	54.60	54.11	55.78	3.1%	-7.3%
First Data (Dec)	41.09	42.54	41.55	40.00	40.45	43.27	7.0%	1.7%
Unisys (Dec)	14.85	10.18	6.65	6.64	5.11	6.15	20.4%	-39.6%

Palm Had a 20-1 reverse split in October 2002.

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

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

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

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

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

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

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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