Nutmeg Securities, Ltd. **EQUITY RESEARCH**

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MONTHLY TECHNOLOGY COMMENT

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CONTRA VIEW: STAYING BULLISH

In this issue:

- *We expect the next six months to be similar to 2003, not 2004, although starting from a higher base in 2005 suggests the returns should be less, though still good*
- *Adverse sentiment has been a help, penalty now may be to be out of these stocks*
- *Dell helps out*
- *GATEWAY – END OF AN ERA*
- *Upgrading NetApp, Unisys – we are now maxed out with 6 buy-rated stocks*

IT'S FUN TO BE CONTRA

Going in to May it was conventional wisdom the economy was going through another pause, that tech stocks were still over-owned, and the market outlook was gloomy. Traditionally, the market from May to November has not produced results.

What we have been wondering, is the economy a little better than that? Were tech stocks not so much over-owned as oversold? Could the market actually go up from here to November? Could gasoline prices actually go down in the summer driving season?

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.

In our opinion, the answers to these questions is "yes." As we suggested in the previous issue, a comforting fact has been the extreme pessimism that was around. A lot of times that is the seeding for a rally – one with legs, we think.

The psychology now, in our view, is beginning to shift. Instead of focusing on how to get out of them in order to perform, it now may be that if you are going to perform, you may have to be in them!

Anyway, we believe it's fun to be "contra", and we think it will be rewarding as well.

Remember, the situation in 2005 is analogous to 2003, not 2004. However, we are starting from a higher base than we did in 2003, accordingly, we expect less, though still good, return.

INTEREST RATES

The Federal Reserve bumped the fed funds rate another ¼ point to 3%. The bond market has been remarkably quiet (and low) and seems more concerned about the economy. Mr. Greenspan has no such qualms, evidently. We think he's right.

With 10-year treasuries at 4.2%, the climate is favorable for stocks from an asset allocation point of view. Fed policy is still somewhat accommodative, and we don't think it is time yet for rates to be a factor.

COMPANY NEWS SOMEWHAT ENCOURAGING

Customarily there are not that many companies reporting in May, but in general those that did held their own or better. Just in our little group, Dell had slightly above expectation results and increased guidance; Hewlett made the numbers despite many skeptics; nVidia blew the lights out with the strong quarter and increased guidance. Net App had a powerful quarter and maintained strong guidance.

More than just this, a lot of favorable conference presentations and anecdotal evidence came in.

WHAT WE THINK YOU SHOULD DO

We have gone to six outright Buys – the most we can do (by policy). We raised Net App from Buy to Strong Buy, and raised Unisys from Long Term Buy to Buy. To complete the changes, we reduced Gateway from Speculative Buy to Hold. IBM, Lexmark, EMC, and nVidia, previously rated Buys, were retained.

So, our lineup looks like this:

Growth High dynamics	Industry/Company Turn	Laggards Building Value
Network Appliance	Unisys	IBM
EMC		Lexmark
nVidia		

This is where we'd go, to position ourselves for the market we think we see ahead.

We'll talk about these issues in the text following.

Next we turn to our sector comments.

DATA STORAGE

Network Appliance ($28.76 – Strong Buy)

Net App reported late in the month (end of fiscal year) so that the conference call did not make this issue. Just eyeballing the numbers, however, we were quite pleased: Net App made our $0.17 per share estimate on slightly higher revenues. Guidance for the upcoming quarter, however, *didn't change.* On this news, the stock sold off. This gives us an excuse to upgrade the rating from **Buy** to **Strong Buy.**

- Revenues were up 34% in the fourth fiscal quarter and pro forma EPS rose 41%.
- For the fiscal year, revenues of $1.6 billion were up 37%, and pro forma earnings were $0.62, up 55%.
- Operating margins were a solid 16.9%.
- Cash is huge, $1.6 billion ($3.02 per share).

We have not changed any of our estimates, $0.78 for the current fiscal, $1.03 for the next, on 33-34% revenue gains. But we think the stock needs only a little help from the market and the economy, meaning a 40x multiple would be easily doable if not more. This is the classiest, strongest high growth situation among the majors. A target price of 41 leads us to the rating upgrade.

EMC ($14.06 – Strong Buy)

The most interesting development came out of EMC this month, even though nobody is going to change their sales and earnings estimates for next quarter or even this year, and that is the *Invista* virtualization product.

- The benefits of virtualization generally are typically increased utilization, platform independence, simplified management, and higher availability. The EMC implementation is an open, standards-based solution that has been in beta three quarters and will not be in general availability for another quarter or so. The target market is major systems of the Global 2000 in 2006. EMC does not expect its other products to be affected.

- Up to now there has not been a product from a major like *Invista.* Both IBM and Hitachi have virtualization products but not like this, and those are positioned to require interruption to data flow.

- The EMC product is a combination of hardware (router) and software. The router pools data so that it can be managed or moved. The concept is actually rather exciting.

We have not changed our estimates, $0.52 per share for this year, $0.65 next, but our confidence in a 30x multiple has increased, which would lead to a $20 stock.

SERVERS

International Business Machines ($75.55 – Strong Buy)

IBM stock is still in the doghouse following its earnings shortfall in April and conservative guidance. A key part of the shortfall was in services, particularly in short-term signings and particularly in Europe: Germany, Italy, France and Britain. The IBM response has been a rather major restructuring, with a planned reduction in 10,000-13,000 personnel in services operations in Europe. Billed as more than a cost-cutting move, IBM said it would make it more responsive (we agree). A $1.7 billion program that should payoff just as IBM said. We don't expect any of the savings to start showing up until early 2006, but we would not be surprised by better performance meantime.

- IBM traditionally has had a nice hardware portfolio that was very profitable if you threw in associated software, maintenance, and services. This is not a growth picture, however.

- The growth at IBM has to come from Services (we discount growth by acquisition or growth by buying stock back as being sources investors are unwilling to pay for). And, the company has hit upon the right part. Called by many names, "business process transformation" will do. By IBM estimates, this is a $3 billion market that grew 45% last year and 40% in the first quarter this year. This is a high value-add service and contracts should be quite profitable when the business stabilizes.

IBM has the largest, the highest quality and most dynamic user bases of any in the industry. This soft asset gives IBM great defensive strength as a stock and the hope for a little more offense. The new services initiatives and the restructuring suggest that for the intermediate term, there could be some pickup in fundamental performance. *At 16x next year's estimate (after expensing stock options, which competitors have not yet adopted) the stock is below the market multiple and the low end of multiples in the tech group. The estimates now are $4.85 per share this year and $5.40 next. On these numbers the stock, which has sold over 100 before, should sell over $100 again*.

Hewlett-Packard ($22.51 – Hold)

Hewlett reported its second fiscal quarter, with revenue up 7% and EPS of $1.37, all in line or a shade better. The market was comfortable with this, the first quarter reported by the new CEO, Mark Hurd. The composition of the quarter was a little different than we have been used to seeing:

- Imaging & printing – 5% revenue gain to $4.2 billion, operating profit $814 million, down $138 million. Hardware pricing actions, work force reduction costs, and mix shift were cited. Supplies rose 4%, but was up against a tough compare.
- Enterprise storage & servers: revenue of $4.2 billion, was up 6%, operating profit rose to $184 million from $119 million a year ago. Industry-standard servers were up nicely, storage down.
- Services grew 14% to $4.0 billion, operating profit fell to $292 million, about $40 million, a lot of restructuring costs were involved.
- Personal systems gained 6% to $6.4 billion, operating profit gained too, from $44 million to $142 million.

So, the quarter came through with inputs more from the outside groups and less from the Imaging and Printing. CEO Hurd cautioned analysts from too great expectations near term, as he completes his reviews.

Investors consider the low, low margins in the non-printing businesses an area of large opportunity, even the gains this quarter are to low margins. Mr. Hurd's impact is expected here. Printing margins, to the extent they are due to hardware pricing, should drive highly profitable supplies a quarter or so out. Both printing and personal systems channel inventories were stated to be 4-5 weeks, a comfortable area in our view.

Hewlett's strong cash flow, the $100 million work force reduction, and a new CEO bent on cost reduction and simplification of the company, are positive signs. Current estimates are $1.51 this year, $1.69 next. The multiple is still the lowest of the majors. We are going to observe the steps and strategies of the new CEO for now, rating the stock a comfortable Hold.

PC AND RELATED

Dell Computer Inc ($39.93 – Hold)

Dell's quarterly report was received with a good deal of relief. It was a good report, as pre-announced, and had some upward tilt on the guidance; it helped Dell and the whole technology group. *The one negative was growth was largely overseas.*

- Dell reported a 16% gain in revenue to $13.4 billion and a 32% gain in EPS to $0.37 per share. Dell's operating margin was 8.8%, up from 8.4% a year ago. This is very significant, since it looks sustainable and will have the result of modestly increasing everybody's estimate (including ours). This is only a few pennies on 2.5 billion shares, but significant nevertheless.
- Growth outside the U.S. almost reached 50%
- Mobility products (laptops, notebooks, etc), the industry's hottest category, grew 38%.
- Printer units were up 75% and three million cartridges have now been shipped.
- Net cash is around $9 billion.

Our estimates now are $1.57 per share for this year, $1.81 next. Dell looks close to fairly valued to us, and the $100 billion cap value leads us to believe there is nothing for us to contribute here now.

Gateway, Inc. ($3.46 – Hold)

The end of an era: Ted Waitt, founder and for many years chairman and CEO, retired from the board and stepped down as chairman. This kind of step was signaled when the company brought in a new management team headed by Wayne Inouye in the e-Machines acquisition, but we had thought it would be years before such a step took place. Not everything Ted did was right, but no one questioned his great vision and some of his great industry firsts. We personally are sad to see him go, and will miss him.

Newly elected chairman is long time director Richard D. Snyder. We know Rick personally and congratulate the board on an excellent choice. Currently CEO of Ardesta LLC of Ann Arbor, Michigan, a marketer of small tech devices, he has been on the Gateway board since 1991.

The "new" Gateway that will emerge is not well defined in our mind yet. For now, we feel better with a Hold rating than a "Speculative Buy" we carried while Ted was there.

nVidia ($27.10 – Strong Buy)

nVidia was one of those reporting this month, and showed a better-than-expected quarter, raised guidance, and estimates are going up all over the place as they did last quarter – we would not be surprised if we see it again after the next quarter. The fact is, things are going well at nVidia. Revenue for the quarter was $584 million, up 24%, and EPS of $0.36, was up 202%.

- *GeForce 6* family products, the new generation stuff, is now up to about two-thirds of graphics processors sold, and has moved market share on the desktop to 70%.
- There are now 100 product offerings using the company's SLI (dual processor) technology – no one else has this technology.
- 30 notebooks are now using *GeForce 6* which is major penetration this early.
- The chipset business, *nForce 4,* is rolling and rapidly approaching $400 million in annual revenue, strictly in the AMD market with Intel products still to come late this year.
- Microsoft X-box business is now finished but Sony Playstation 3 is on target and some revenues are recorded now; this is a big product technically and a promising future architecture.
- The company should have product in 5 of the top 7 cell phone manufacturers this summer.
- Last not least, the company shipped its first ever enterprise server platform – the Hewlett-Packard Proliant DL145 G2 server.

We've raised our estimates from $1.22 to $1.35 this year, mostly on margin expansion and some higher volumes, and brought our estimate next year from $1.78 to $1.85. This is an exciting company, lots of things going on, and traditionally a high multiple stock. The lowest target we see right now is 40. The company is broadening out its product cycle now and there is no sign of meaningful competition. ATI of Canada, who caught up once before, will have to come from awful far back if it is to get into this game.

Lexmark International ($68.44 – Strong Buy)

No news at Lexmark, but people always study Hewlett results mid-month for clues about Lexmark. In this case, we found nothing harmful in the numbers or conference call. There has also been a lot of publicity lately on the refillers, an industry sore spot, but not enough to damage the stocks we think.

Laser business continues to look good; the new $500 price point makes it very attractive, even at retail.

The next quarter to be reported is not expected to show any sequential improvement, with softness in the inkjet market and price competition continuing. We look for this to strengthen by the fourth quarter and consider the stock excellent value here.

We are holding our estimates of $4.44 this year and $4.85 next. At 16x next year's, the stock is awfully cheap. A modest multiple like 20x would yield a target of 97, we note. Continue to rate a Strong Buy.

DATA SERVICES

Unisys ($7.24 – Buy)

Not much news at Unisys, even though it has appeared at three consecutive investor conferences. Nevertheless, time is passing and that is key. There is a pretty good chance that Unisys has seen its low for the year in the $6.50 area. We are a month away from finishing the last of the really bad quarters operationally. Things should be better in the second half without much help from the economy, and materially better next year. The company is working off 3 loss contracts, 2 of which are finished mid-year, and one by yearend.

We have not changed our estimates of $0.48 per share this year and $0.74 per share next year. The stock should support a valuation of 10 or better. The cap value of the common is only $2.5 billion, less than half revenues. A cheap stock that periodically gets sponsorship and strong price action. We are raising it from Long Term Buy to Buy.

PERFORMANCE AND RATING CHANGES

In May, the market (S&P 500) was up 3%, while the NASDAQ Composite was up a solid 7.8%. Our universe participated in this quite well.

In storage, both EMC and Net App were up more than 7%. In servers, Hewlett was up 10%, while IBM continued to suffer and was down 1%. Sun was up 5%. In PC and related, the stars were nVidia, up 24%, and Dell, up 15%. ATI and Gateway were up 2%. Lexmark continued a longish period of erosion, being actually *down* in this market, 1%. In services, Unisys was up 12%, but our new monitor list was up only 0% - 8%.

Rating changes this month were Network Appliance from Buy to Strong Buy, Unisys from Long Term Buy to Buy, and Gateway, from Speculative Buy to Hold.

Principal earnings estimate changes, all upward, were at nVidia, to a lesser extent, Dell. Readers are reminded that our current quarterly and annual estimates are carried on First Call.

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 (37%) but no sell ratings. 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 5/31/2005	52-week Range	E.P.S. 2003A	E.P.S. 2004E		E.P.S. 2005E	E.P.S. 2006P	P/E 2004E	P/E 2005E	Rating
S&P 500*	SPX	1192	1229 1061	$55.44	$67.10	A	$70.50	$77.08	18	17	
NASDAQ Composite	COMP	2069	2192 1751								
Storage											
EMC Corp. (Dec)	EMC	14.06	15 - 9	$0.19	$0.37	A	$0.52	$0.65	38	27	STRONG BUY
Network Appl. (Apr)	NTAP	28.76	35 - 16	$0.40	$0.62	A	$0.78	$1.03	46	37	STRONG BUY
Servers											
Hewlett-Packard (Oct)*	HPQ	22.51	23 - 16	$1.16	$1.34	A	$1.47	$1.67	17	15	HOLD
IBM Corp. (Dec)*	IBM	75.55	99 - 72	$4.34	$4.50	R	$4.83	$5.39	17	16	STRONG BUY
Sun Micro. (Jun)*	SUNW	3.81	6 - 3	($0.24)	$0.00		$0.06	$0.07	NMF	64	HOLD
Personal Computers											
ATI Technologies (Aug.)*	ATYT	15.07	21 - 13	$0.27	$0.78	A	$1.02	$1.24	19	15	HOLD
Dell (Jan fol.)	DELL	39.93	43 - 33	$1.01	$1.28	A	$1.57	$1.81	31	25	HOLD
Gateway (Dec)	GTW	3.46	7 - 3	($0.96)	($0.40)	A	$0.15	u/r	NMF	23	HOLD
Lexmark (Dec)	LXK	68.44	98 - 64	$3.34	$4.13	A	$4.44	$4.85	17	15	STRONG BUY
nVidia (Jan fol.)	NVDA	27.10	30 - 9	$0.50	$0.57	A	$1.35	$1.85	48	20	STRONG BUY
Wireless											
palmOne (May)*[3]	PLMO	28.42	47 - 20	($0.11)	$1.46		$1.69	$1.60	19	17	HOLD
PalmSource (May)*[3]	PSRC	10.03	27 - 8	$0.10	$0.29		$0.18	$0.31	35	56	HOLD
Res. in Motion (Feb)*[2]	RIMM	82.82	104 - 52	$0.48	$2.10	A	$2.48	$3.36	39	33	HOLD
Services											
Accenture (Aug)*	ACN	23.28	28 - 21	$1.05	$1.23	A	$1.42	$1.58	19	16	HOLD
Affiliated Computer (June)*	ACS	51.73	61 - 46	$2.62	$3.12		$3.45	$3.91	17	15	HOLD
First Data (Dec)*	FDC	37.83	45 - 37	$1.96	$2.16	A	$2.33	$2.65	18	16	HOLD
Unisys (Dec)[4]	UIS	7.24	14 - 6	$0.78	$0.31	A	$0.48	$0.74	23	15	BUY

Notes: [1]Globix now trading post-bankruptcy. New Symbol GBXX. [2]Research in Motion split 2-for-1 on June 4, 2004.
[3]Palm became palmOne and PalmSource started trading October 29, 2003.
[4]Unisys 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	2/28/2005	Prices 3/31/2005	4/29/2005	5/31/2005	% chg May	2005 year to date
S&P 500	1112	1212	1204	1181	1157	1192	3.0%	-1.7%
NASDAQ Composite	2003	2175	2052	1999	1922	2069	7.6%	-4.9%
Storage								
EMC Corp. (Dec)	12.92	14.87	12.66	12.32	13.12	14.06	7.2%	-5.4%
Network Appl. (Apr)	20.44	33.22	30.01	27.66	26.67	28.76	7.8%	-13.4%
Servers								
Hewlett-Packard (Oct)	22.97	20.97	20.80	21.94	20.47	22.51	10.0%	7.3%
IBM Corp. (Dec)	92.68	98.58	92.58	91.38	76.38	75.55	-1.1%	-23.4%
Sun Micro. (Jun)	4.47	5.39	4.22	4.04	3.62	3.81	5.2%	-29.3%
Personal Computers								
ATI Technologies (Aug)	15.12	19.39	17.54	17.29	14.80	15.07	1.8%	-22.3%
Dell (Jan)	33.98	42.14	40.09	38.42	34.83	39.93	14.6%	-5.2%
Gateway (Dec)	4.60	6.01	4.70	4.03	3.41	3.46	1.5%	-42.4%
Lexmark (Dec)	78.64	85.00	80.13	79.97	69.45	68.44	-1.5%	-19.5%
nVidia (Jan)	23.20	23.56	28.99	23.76	21.93	27.10	23.6%	15.0%
Wireless								
palmOne (May)	11.75	31.55	23.82	25.38	21.43	28.42	32.6%	-9.9%
PalmSource (May)	21.77	12.74	10.12	9.04	8.89	10.03	12.8%	-21.3%
Res. in Motion (Feb)	33.42	82.42	66.11	76.42	64.41	82.82	28.6%	0.5%
Services								
Accenture (Aug)	26.32	27.00	25.55	24.15	21.70	23.28	7.3%	-13.8%
Affiliated Computer (June)	54.46	60.19	51.70	53.24	47.67	51.73	8.5%	-14.1%
First Data (Dec)	41.09	42.54	41.02	39.31	38.03	37.83	-0.5%	-11.1%
Unisys (Dec)	14.85	10.18	7.68	7.06	6.49	7.24	11.6%	-28.9%

Palm Had a 20-1 reverse split in October 2002. *Globix stock quoted is post-bankruptcy stock.*
Research in Motion split 2-for-1 on June 4, 2004.
Palm became palmOne and PalmSource 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

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

EMC
Buy 10/31/01 at $12.32
Strong Buy 3/28/02 at $11.92

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

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

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

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

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

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

Lexmark International
Hold 1/5/04 at $78.64
Strong Buy 3/31/04 at $92.00

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

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

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

PalmSource
u/r 10/31/03 at $38.17

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

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

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

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

Accenture	Affiliated Computer	First Data
Hold 5/2/05 at $21.70	Hold 5/2/05 at $47.67	Hold 5/2/05 at $38.03

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