



Most Attractive Stocks Trading Under \$10 Per Share

In mid January (1/23), we published our quarterly list of Russell 3000 stocks trading under \$10 per share that had positive valuations/fundamentals as well as attractive price charts. The table below summarizes the performance of those stocks from the open on 1/24 through today (4/16).

On an equal-weighted basis, the basket of stocks from the first quarter fell an average of 2.95% through today. This was significantly weaker than the 1.7% gain for the S&P 500, but slightly ahead of the 3.07% decline for the Russell 3000. While our universe for this list includes all stocks in the Russell 3000 with a price of less than \$10 per share, and therefore can include large cap names, because of the low share prices, most (if not all) of the names that typically make the list are usually small to mid cap, and therefore the Russell 2000 is probably a more apples to apples comparison. In this quarter's list, for example, just three stocks (ONNN, FTR, and RAD) have the necessary market cap (\$4+ bln) to even be considered for inclusion into the S&P 500.

Last quarter's list did not include a lot of winners as only four of the 19 stocks on the list saw positive returns, but with two of those winners seeing gains of more than 25%, they helped to balance out the weight of all the losers. Of the 15 stocks that finished down, Actuate (BIRT) and Parker Drilling (PKD) saw the largest declines with drops of over 20%.

On a cumulative basis, our Most Attractive Stocks Trading Under \$10 Per Share (MAU10) portfolio is up 66.9% since the start of 2012. Over that same time period, the Russell 2000 is up 53.0%, while the S&P 500 is up 46.2%. Against both indices, the MAU10 portfolio is outperforming since inception.

Last Quarter's List of M.A.U. Under \$10

Ticker	Name	Price (1/24 Open)	Price (4/16)	Change (%)
BIRT	Actuate	7.90	5.77	-26.96
BBCD	Brocade	9.53	9.69	1.68
BUSE	First Busey	5.75	5.59	-2.78
CBZ	CBIZ	9.18	8.89	-3.16
CDR	Cedar Realty	6.64	6.08	-8.43
COWN	Cowen Group	4.21	3.94	-6.53
DENN	Denny's	7.09	6.28	-11.42
GST	Gastar Exploration	6.60	6.29	-4.77
HBAN	Huntington Bancshares	9.67	9.29	-3.93
JBLU	JetBlue Airways	9.16	8.74	-4.59
KRG	Kite Realty Group	6.47	5.86	-9.43
MWW	Monster Worldwide	6.28	6.84	8.84
PKD	Parker Drilling	8.06	6.45	-20.04
RAD	Rite Aid	5.66	7.10	25.35
SHOR	ShoreTel	8.90	7.76	-12.81
SNV	Synovus Financial	3.57	3.28	-8.12
TQNT	TriQuint	8.74	13.36	52.86
WEN	Wendy's	9.13	8.49	-7.06
ZIXI	Zix	4.64	3.96	-14.66
Average				-2.95
S&P 500				1.71
Russell 2000				-3.07

Since Inception: January 2012	
Top Stocks Under \$10	66.9%
S&P 500	46.2%
Russell 2000	53.0%



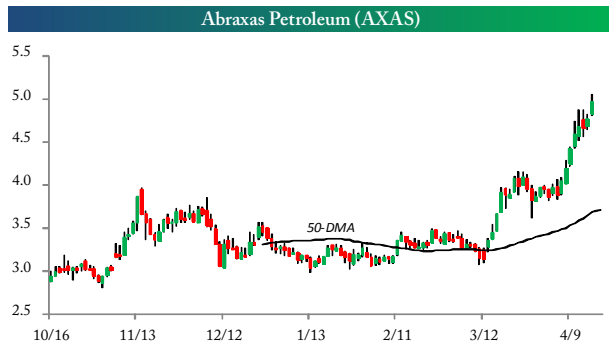
Below we provide our new list of the top stocks under \$10 for the first quarter. The 18 names highlighted have positive valuations/fundamentals as well as attractive price charts. As you'll see, three of the names (shaded) on the list were also on last quarter's list. Sectors with the most representation on this quarter's list are Technology, which has six stocks and Energy with four. We would note, however, that just because a stock from last quarter may not be on this quarter's list, it does not necessarily mean the stock is now unattractive. Instead, there are new stocks that currently look more attractive.

For each stock listed in the table below, we also provide its average daily volume along with each company's market cap. We would note that some of these stocks have relatively low average daily volumes and/or low market caps. Therefore, in addition to advising clients to do their own research before making any buy/sell decisions, we would also stress the importance of using limit orders with any trading decisions you make.

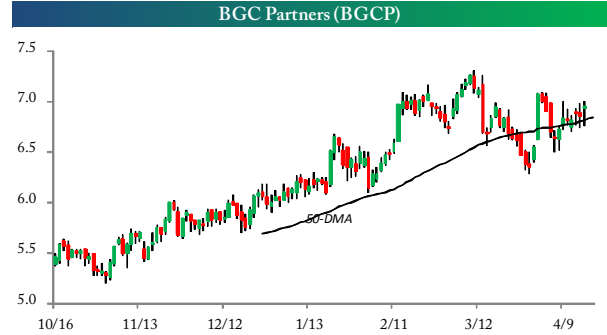
Most Attractive Russell 3000 Stocks Under \$10 Per Share

Ticker	Name	Sector	Price	Average Volume (Shares, '000s)	Market Cap (\$, mln)
AXAS	Abraxas Petroleum	Energy	4.96	1,346	460.9
BGCP	BGC Partners	Financials	6.98	1,125	2,166.5
CBR	CIBER	Technology	4.36	258	333.9
CMLS	Cumulus Media	Cons Discret.	6.66	1,560	1,451.7
CPE	Callon Petroleum	Energy	9.34	567	377.9
FLWS	1-800-Flowers.com	Consumer Discret.	5.66	224	359.2
FTR	Frontier Comm.	Telecom Services	5.77	10,166	5,774.0
GPK	Graphic Packaging	Materials	9.86	2,747	3,220.7
LIOX	Lionbridge Tech	Technology	5.96	507	385.0
LSCC	Lattice Semi	Technology	7.77	1,206	906.4
MWW	Monster Worldwide	Technology	6.86	2,202	660.3
OMN	OMNOVA Solutions	Materials	9.50	109	450.4
ONNN	ON Semiconductor	Technology	9.42	6,707	4,137.2
RAD	Rite Aid	Consumer Staples	7.08	24,924	6,843.0
SIMG	Silicon Image	Technology	6.29	623	492.5
TPLM	Triangle Petroleum	Energy	8.96	1,468	786.5
WEN	Wendy's	Cons Discret.	8.45	7,788	3,098.8
WRES	Warren Resources	Energy	4.80	688	350.8

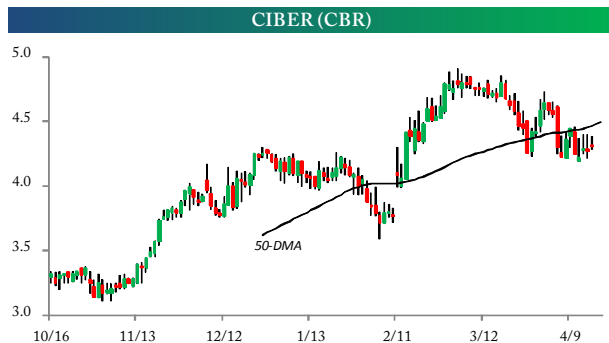
= On Last Quarter's List



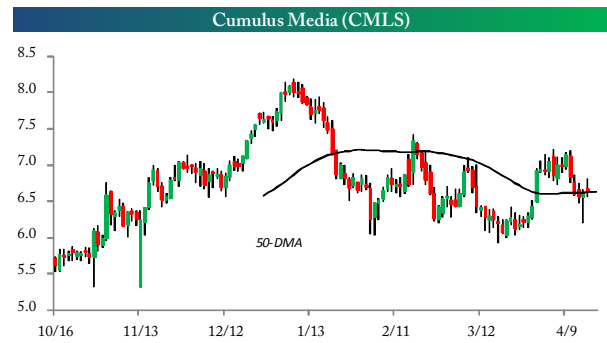
Abraxas Petroleum (AXAS) acquires producing oil and gas properties in Texas, Wyoming, and Canada. Abraxas also operates or owns an interest in various gas processing plants in Canada.



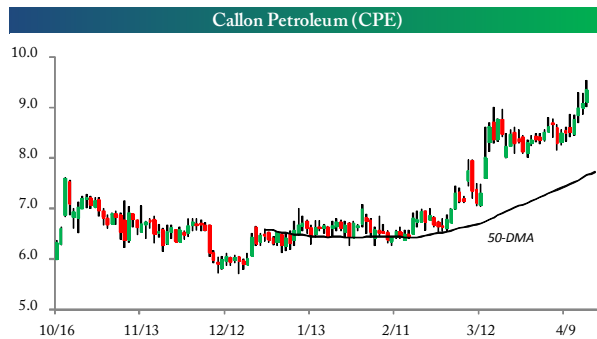
BGC Partners (BGCP) is a full-service, inter-dealer broker specializing in the trading of over-the-counter (OTC) financial instruments and related derivative products. The Company is active in the global fixed income, rates, foreign exchange, equity derivatives, credit derivatives, futures and structured product markets.



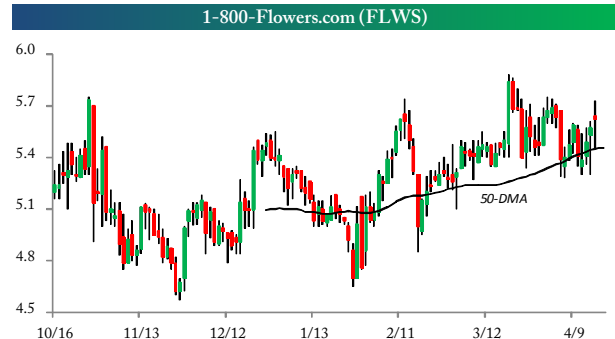
CIBER (CBR) is a diversified, system integration and IT services consulting firm. The Company's services are offered on a project or strategic staffing basis, in both custom and enterprise resource planning package environments, and across all technology platforms, operating systems, and infrastructures.



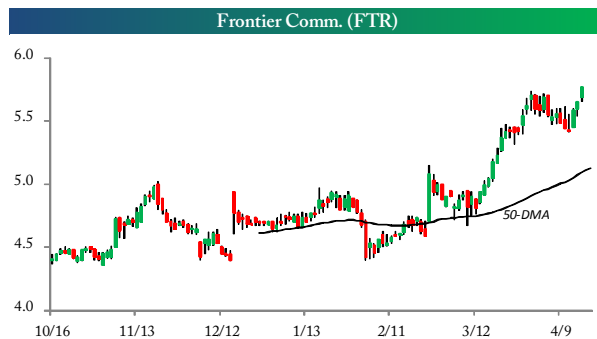
Cumulus Media (CMLS) is a radio broadcasting company that owns and operates radio stations in major media markets in the United States. The Company also operates a nationwide radio network.



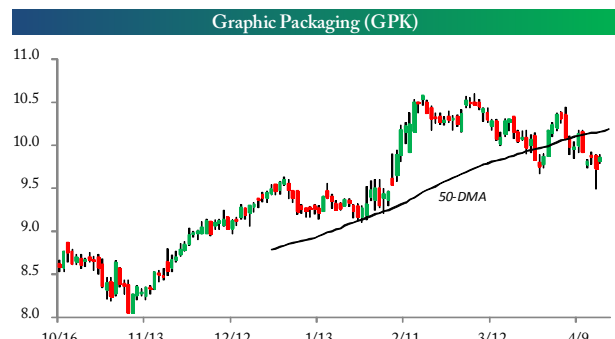
Callon Petroleum (CPE) acquires, develops, and explores oil and gas properties. The Company's properties are concentrated offshore in the Gulf of Mexico and onshore in Louisiana and Alabama.



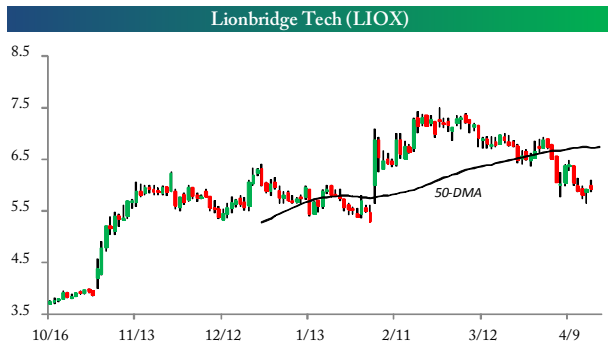
1-800-FLOWERS.COM (FLWS) is an e-commerce provider of floral products and gifts. The Company's product offerings, including fresh-cut and seasonal flowers, plants, floral arrangements, and home and garden merchandise, can be purchased online or by calling its toll-free telephone number.



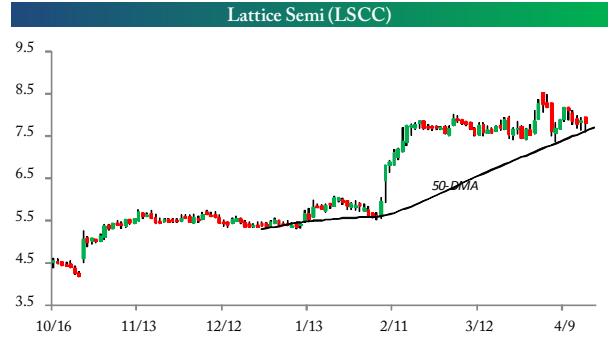
Frontier Communications (FTR) provides communications services to residential and business customers in rural areas and small and medium-sized towns and cities in the United States. The Company offers a variety of voice, data, Internet, and television services and products.



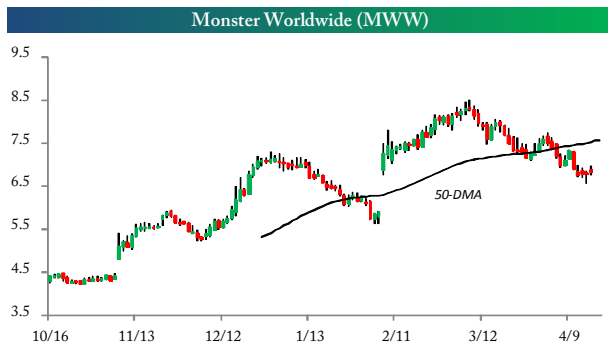
Graphic Packaging (GPK) is an integrated provider of paperboard and integrated paperboard packaging solutions to multinational beverage and consumer products companies. The Company manufactures folding cartons for frozen and non-frozen food and beverage products.



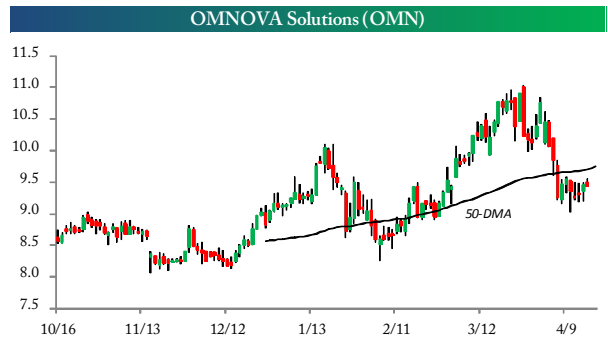
Lionbridge Technologies (LIOX) provides globalization and multilingual Internet services to technology companies worldwide. The Company's software, test, Web, and linguistic engineering groups create and maintain multilingual versions of its clients' software and hardware, as well as Web-based technical support, training materials, and sales and marketing information.



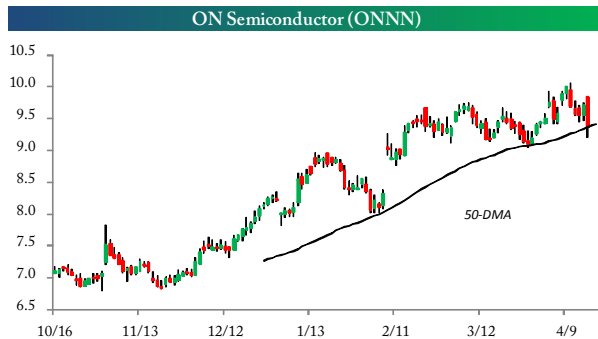
Lattice Semiconductor (LSCC) designs, develops, and markets high speed programmable logic devices. The Company's products provide electronic systems customers with quickly designed, easily configured components. Lattice markets its products to original equipment manufacturers of communication, computing, industrial, and military systems.



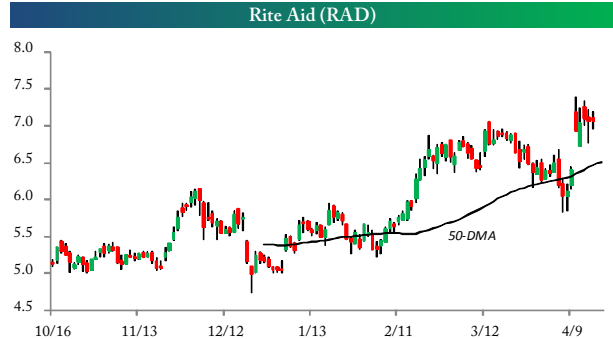
Monster Worldwide (MWW) is a global online employment solutions company. The Company offers customized solutions and advanced technologies across a variety of public and private sectors. Monster has a presence in the Americas, Europe and Asia and utilizes the web, mobile apps and social media to connect employers with job seekers at all levels.



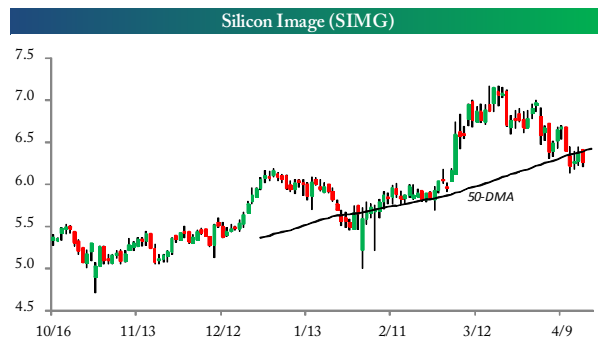
Omnova Solutions (OMN) develops, manufactures, and markets emulsion polymers, specialty chemicals, and decorative and building products for industrial, commercial, and consumer markets. The Performance Chemicals unit serves the paper, carpet, and textile industries. The Decorative & Building Products unit manufactures products such as wallcovering, coated fabrics, and vinyl woodgrain.



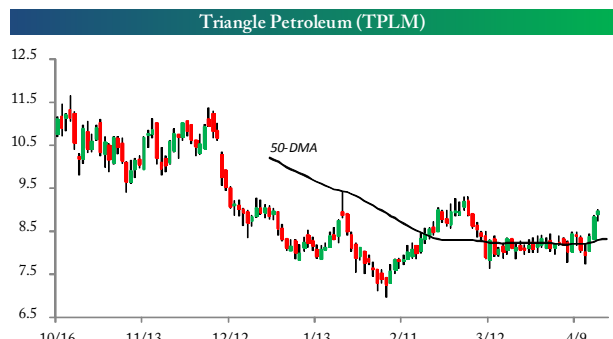
ON Semiconductor (ONNN) supplies analog, standard logic, and discrete semiconductors for data and power management. The Company's products include integrated circuits, and analog ICs. ON also offers discrete semiconductors in a variety of surface mount and standard packages.



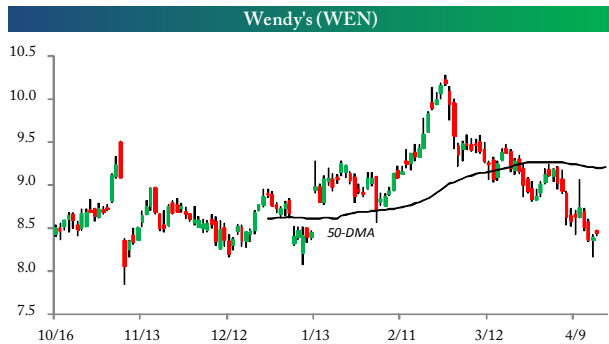
Rite Aid (RAD) operates a retail drugstore chain in various states and the District of Columbia. The Company's stores sell prescription drugs, as well as other products such as nonprescription medications, health and beauty aids, and cosmetics.



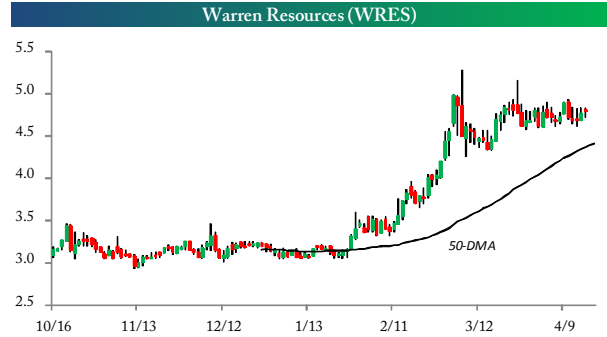
Silicon Image (SIMG) designs, develops, and markets semiconductor solutions for applications that require high-bandwidth, integrated solutions for high-speed data communications. The Company's products enable host systems to transmit digital video data and enable displays to receive and manipulate digital video data.



Triangle Petroleum (TPLM) is an oil and gas exploration company. The Company is focused on the acquisition and development of acreage in the Williston Basin in North Dakota and the development and exploitation of its existing asset base in the Maritimes Basin in Nova Scotia.



Wendy's (WEN) operates fast-food restaurants. The Company owns, operates, and franchises fast-food restaurants located throughout countries that include the United States, Singapore, the Middle East and North Africa, the Russian Federation, the Eastern Caribbean, Argentina, the Philippines and Japan.



Warren Resources (WRES) acquires and develops oil and gas properties. The Company's properties are located in several states in the United States. Warren Resources also serves as the managing general partner to affiliated partnerships and joint ventures.