

Most Attractive Stocks Trading Under \$10 Per Share

At the end of December, we published a list of 17 Russell 3000 stocks trading under \$10 per share that had positive valuations/fundamentals as well as attractive price charts. On an equal-weighted basis, this basket of stocks is up an average of 22.85% so far this year, compared to a gain of 11.58% for the S&P 500. Over the course of the quarter, five of these names also graduated from the under \$10 class as they are now trading in the double-digits.

Given the popularity of last quarter's list, now that the second quarter is nearly upon us, we decided to provide an update of the list to provide some potential new ideas. The eighteen names highlighted below are all stocks that once again fit the criteria we outlined in the first paragraph. As shown, four of the names (shaded) on the list were also on last quarter's list. 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 now some other stocks that currently look more attractive.

For each stock listed in the table below, we have also provided 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.

Top Stocks Under \$10: 12/31

Stock	12/30/2011	Current	% Change
SWHC	4.36	7.77	78.21
GCA	4.45	7.73	73.71
ACET	6.90	9.54	38.26
GY	5.32	6.95	30.64
INWK	9.31	11.90	27.82
BZ	6.70	8.30	23.88
RTEC	9.26	11.34	22.46
CALD	6.42	7.75	20.72
CDR	4.31	5.17	19.95
SUSQ	8.38	10.02	19.57
BBCN	9.45	11.07	17.14
IPG	9.73	11.36	16.75
KEY	7.69	8.48	10.27
KOG	9.50	9.90	4.21
MLNK	5.40	5.49	1.67
SLTM	3.14	3.01	-4.14
SURG	7.38	6.44	-12.74
Average		22.85	
S&P 500	1257.6	1403.28	11.58

Most Attractive Russell 3000 Stocks Under \$10 Per Share

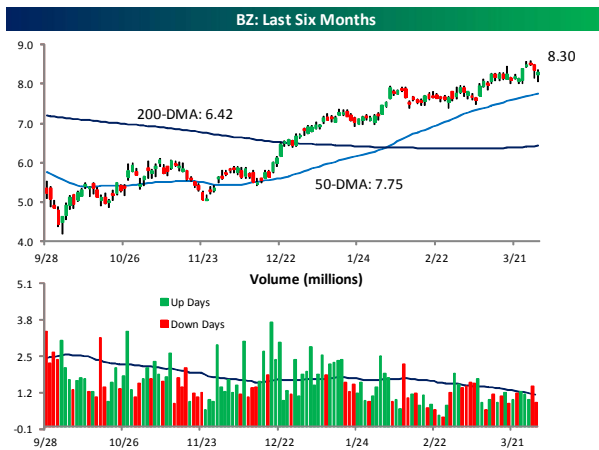
Ticker	Name	Sector	Price	Average Volume (Shs, '000s)	Market Cap (\$, mln)
ACET	Aceto	Industrials	9.54	135	256
AXTI	AXT	Technology	6.56	268	212
BZ	Boise	Materials	8.30	1,466	834
ERT	eResearchTechnology	Health Care	7.83	209	386
FCF	First Commonwealth Fin'l	Financials	6.21	618	652
GCA	Global Cash Access	Technology	7.73	710	503
JRN	Journal Communications	Cons. Discret.	5.54	144	301
LF	Leapfrog Enterprises	Cons. Discret.	8.47	778	582
MOVE	Move	Technology	9.75	264	385
PACR	Pacer International	Industrials	6.19	288	217
RF	Regions Financial	Financials	6.52	24,679	9,209
RT	Ruby Tuesday	Cons. Discret.	9.10	472	580
RUTH	Ruth's Hospitality	Cons. Discret.	7.63	174	269
SCLN	Sciclone Pharma	Health Care	6.44	254	373
SUNH	Sun Healthcare	Health Care	6.61	396	166
SUSQ	Susquehanna Banc.	Financials	10.02	1,819	1,881
TQNT	TriQuint Semi	Technology	6.83	4,819	1,136
XOXO	XO Group	Technology	9.41	194	254



ACET is engaged in the sourcing, regulatory support, quality assurance, marketing and distribution of pharmaceutical intermediates and active ingredients, finished dosage form generics, nutraceutical products, agricultural protection products and specialty chemicals.



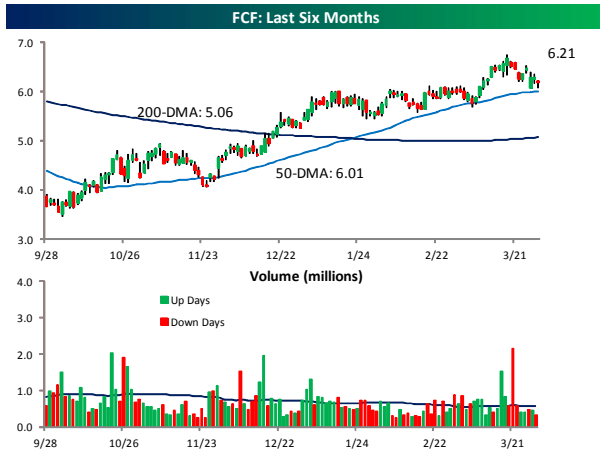
AXTI is a developer and producer of compound and single element semiconductor substrates.



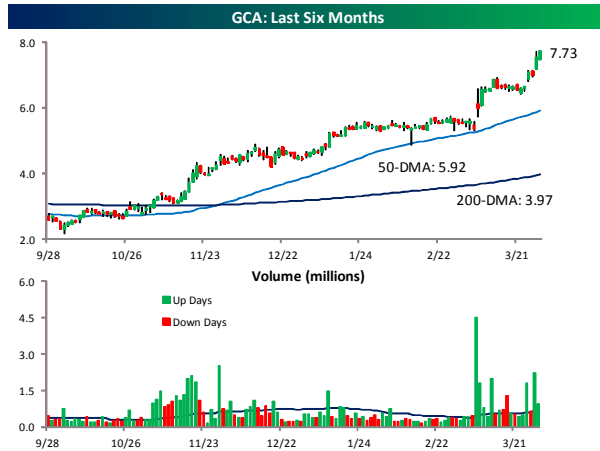
BZ manufactures paper products for communication, printing, and newspaper.



ERT provides Cardiac Safety solutions to evaluate the safety of new drugs. The Company enables the pharmaceutical, biotechnology and medical device industries to collect, interpret and distribute cardiac safety and clinical data.



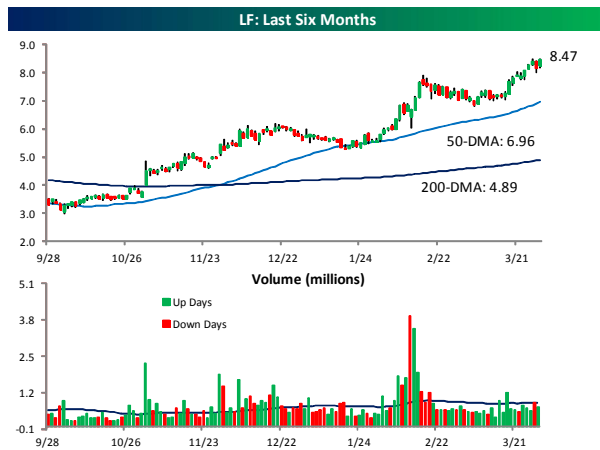
FCF provides an array of consumer and commercial banking services through its bank subsidiary, First Commonwealth Bank. FCB is a Pennsylvania bank and trust company operating in 115 community banking offices throughout western Pennsylvania.



GCA is a global provider of cash access and data intelligence services and solutions to the gaming industry.



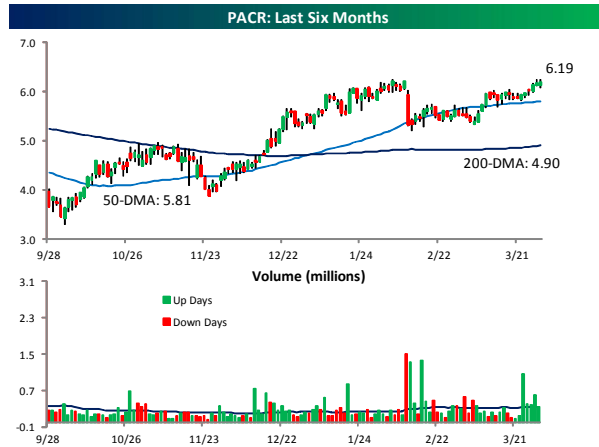
JRN operates through multiple business segments: publishing, broadcasting and corporate. The Company's publishing segment consists of the Milwaukee Journal Sentinel and several community newspapers. The company also owns 33 radio stations and 13 television stations in 12 states.



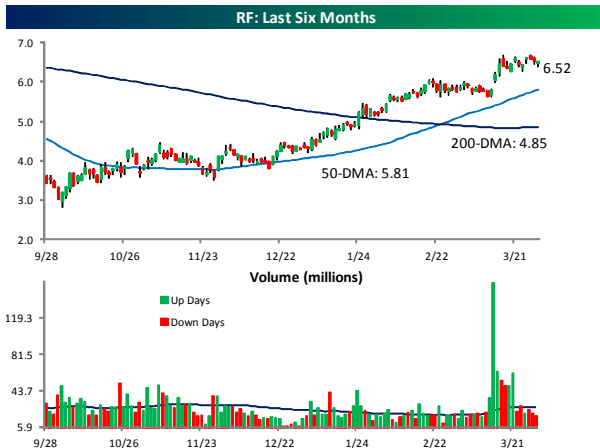
LF designs, develops and markets a family of technology-based learning platforms, related content and learning toys, primarily for infants and for children through age nine, both at home and in schools around the world.



MOVE operates an online network of Websites for real estate search, finance, moving and home enthusiasts and provides a resource for consumers seeking the online information and connections they need regarding real estate. The Company's consumer Websites are Move.com, REALTOR.com and Moving.com.



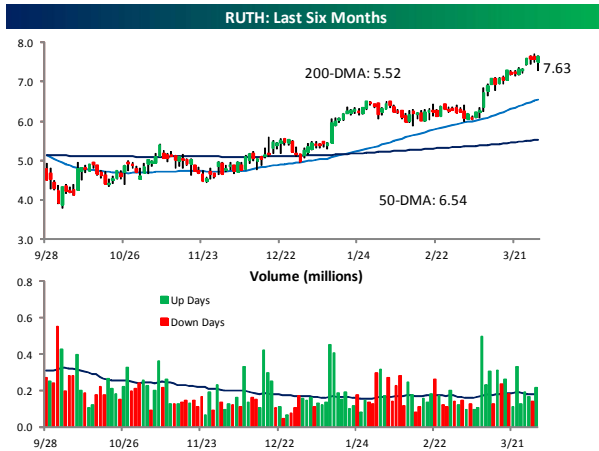
PACR is an asset-light transportation and global logistics service provider. The Company provides its transportation services from two operating segments: intermodal and logistics.



RF operates throughout the South, Midwest and Texas. The Company provides traditional commercial, retail and mortgage banking services, as well as other financial services in the fields of investment banking, asset management, trust, mutual funds, securities brokerage, insurance and other specialty financing.

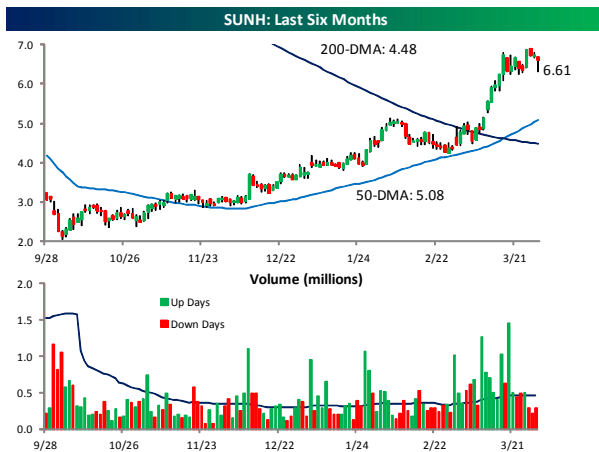


RT develops, operates and franchises casual dining restaurants in the United States, Guam, and 14 other countries under the Ruby Tuesday name.



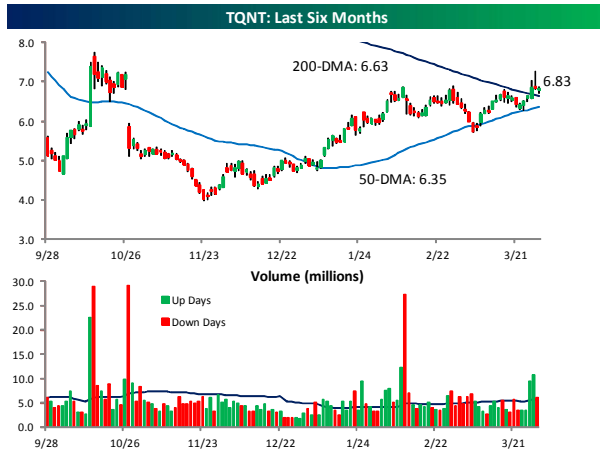
RUTH is a restaurant company focused on the upscale dining segment. The Company owns the Ruth's Chris Steak House, Mitchell's Fish Market, Columbus Fish Market, Mitchell's Steakhouse and Cameron's Steakhouse concepts.

SCLN is a global specialty pharmaceutical company that has a product portfolio of therapies for cancer and infectious diseases.



SUNH is a healthcare services company, serving principally the senior population. The Company operates in three segments: inpatient services, rehabilitation therapy services, and medical staffing services.

SUSQ provides a range of retail and commercial banking and financial services in the mid-Atlantic region. SUSQ also operates an asset management unit.



TQNT is a supplier of modules, components and foundry services for communications applications.

XOXO, formerly The Knot.com, is a media and technology company. The Company is engaged in the business of weddings, pregnancy and everything in between, providing young women with the information, products and advice to guide them through the transformative events of their lives.