



10x45 BARGAIN HUNTER

Presented by the Research Team of

THE MANUAL OF
Ideas

"The critical investment factor is determining the intrinsic value of a business and paying a fair or bargain price." —Warren Buffett • December 13, 2009



Presented by the
Manual of Ideas
Research Team

Dear Fellow Idea Seekers,

We are pleased to bring you this latest issue of *10x45 Bargain Hunter*, our bi-weekly stock screening report. This report is based on market prices as of December 11th.

Sincerely,
Your Manual of Ideas Team

Special Offer

Get *10x45 Bargain Hunter* FREE with your subscription to the acclaimed monthly newsletter, *Downside Protection Report*.

✓ Start 30-Day FREE Trial

of *Downside Protection Report!*

www.manualofideas.com

About This Publication

10x45 Bargain Hunter is a bi-weekly screening service for investors looking to uncover hidden value in the stock market. *Bargain Hunter* is brought to you by the acclaimed Manual of Ideas research team.

Inspired by the Zeiss 10x45 Victory Rangefinding Binocular ("essential equipment for long range hunting and a reliable shot"), the *10x45 Bargain Hunter* is designed as an essential tool for every value investor's arsenal. Whether you run your own screens or not, we hope you'll find *10x45 Bargain Hunter* a valuable ally as you seek out undervalued companies trading in U.S. markets.

Top Three Screen Results, by Category

Company	Ticker	Price	Market Value	Enterprise Value		
"Magic Formula," based on Trailing Financials					Trailing EBIT / EV	
1	GigaMedia	GIGM	\$3.53	\$192mn	\$110mn	28%
2	Synta Pharma	SNTA	\$5.15	\$175mn	\$126mn	48%
3	PDL BioPharma	PDLI	\$6.91	\$827mn	\$1,043mn	28%
"Magic Formula," based on This Year's EPS Estimates					EPS Yield FY0	
1	Synta Pharma	SNTA	\$5.15	\$175mn	\$126mn	44%
2	GigaMedia	GIGM	\$3.53	\$192mn	\$110mn	14%
3	EarthLink	ELNK	\$8.19	\$877mn	\$452mn	13%
"Magic Formula," based on Next Year's EPS Estimates					EPS Yield FY1	
1	GigaMedia	GIGM	\$3.53	\$192mn	\$110mn	18%
2	Endo Pharma	ENDP	\$19.85	\$2,328mn	\$2,169mn	14%
3	* China Biologic	CBPO	\$9.20	\$208mn	\$177mn	12%
Contrarian: Shunned by the market, but not by insiders					Insider Buys	
1	Iridium Comms	IRDM	\$8.25	\$580mn	n/m	\$13,794mn
2	Western Refining	WNR	\$4.85	\$430mn	\$1,432mn	\$2,517mn
3	* GTC Biotherapeutics	GTCB	\$0.71	\$7mn	\$24mn	\$2,405mn
Contrarian: Biggest Losers (deleveraged & profitable)					Δ Price YTD	
1	Questcor Pharma	QCOR	\$4.15	\$266mn	\$193mn	-55%
2	* Ullicom	ULCM	\$9.48	\$104mn	\$24mn	-54%
3	EMS Technologies	ELMG	\$12.21	\$187mn	\$174mn	-53%
Value with Catalyst: Cheap Repurchasers of Stock					Δ Shares Q-Q	
1	* Mediacom	MCCC	\$4.60	\$310mn	\$3,629mn	-16%
2	* Chunghwa Telecom	CHT	\$18.13	\$19,341mn	\$17,107mn	-9%
3	LaBranche	LAB	\$2.46	\$132mn	n/m	-7%
Profitable Dividend Payors with Decent Balance Sheets					Div. Yield	
1	Am. Capital Agency	AGNC	\$26.82	\$518mn	\$432mn	21%
2	* Prospect Capital	PSEC	\$11.09	\$609mn	n/m	15%
3	MV Oil Trust	MVO	\$18.71	\$215mn	n/m	13%
Deep Value: Lots of Revenue, Low Enterprise Value					EV/Revenue	
1	Winn-Dixie Stores	WINN	\$10.50	\$576mn	\$451mn	.06x
2	Ingram Micro	IM	\$17.24	\$2,821mn	\$2,027mn	.07x
3	Tech Data	TECD	\$45.44	\$2,312mn	\$1,526mn	.07x
Deep Value: Neglected Gross Profiteers					EV/GP	
1	Molina Healthcare	MOH	\$21.06	\$538mn	\$76mn	.15x
2	Kindred Healthcare	KND	\$16.11	\$630mn	\$676mn	.17x
3	Winn-Dixie Stores	WINN	\$10.50	\$576mn	\$451mn	.22x
Activist Targets: Potential Sales, Liquidations or Recaps					NCAV / MV	
1	Ascent Media	ASMA	\$23.40	\$330mn	\$34mn	101%
2	* ModusLink Global	MLNK	\$9.14	\$419mn	\$240mn	52%
3	Ingram Micro	IM	\$17.24	\$2,821mn	\$2,027mn	87%

10x45 BARGAIN HUNTER is published bi-weekly by BeyondProxy LLC, P.O. Box 1375, New York, NY 10150. Website: www.manualofideas.com. Email: support@manualofideas.com. Please email or call if you have any subscription questions. Managing Editor: John Mihaljevic. Subscription \$99 per year. © Copyright 2009 by BeyondProxy LLC. All rights reserved. Photocopying, reproduction, quotation, or redistribution of any kind is strictly prohibited without written permission from the publisher. This newsletter bases screening results on techniques and sources believed to be reliable in the past and cannot guarantee future accuracy and results. The stocks listed in this newsletter should not be construed as investment recommendations. BeyondProxy's officers, directors, employees and/or principals (collectively "Related Persons") may have positions in and may, from time to time, make purchases or sales of the securities or other investments listed or discussed in this newsletter. John Mihaljevic, Chairman of BeyondProxy, is also a principal of Mihaljevic Capital Management LLC ("MCM"), which serves as the general partner of a private investment partnership. MCM may purchase or sell securities and financial instruments discussed in this newsletter at any time on behalf of the investment partnership or other accounts it manages. Use of this newsletter and its content is governed by the Terms of Use described in detail at www.manualofideas.com/terms.html. Pictured in the top left corner is the Zeiss 10x45 Victory Binocular with built-in laser rangefinder.

"Magic Formula," based on This Year's EPS Estimates

Companies with high returns on capital employed, trading at high earnings yields (based on this FY EPS estimates)

Company	Ticker	Price (\$)	Move To 52-Week		MV (\$mn)	EV (\$mn)	EV/Sales	This FY EPS Yield	EBIT/ Capital Employed	Tax Rate	Price to Tangible Book	Insiders		
			Low	High								% Own.	Buys/Sells	
1	Synta Pharma	SNTA	5.15	-77%	85%	175	126	.9x	44%	882%	n/m	5.7x	50%	4 / -
2	GigaMedia	GIGM	3.53	-1%	119%	192	110	.6x	14%	infinite	3%	1.6x	21%	- / 3
3	EarthLink	ELNK	8.19	-26%	9%	877	452	.6x	13%	461%	n/m	2.0x	9%	- / 8
4	Endo Pharma	ENDP	19.85	-21%	32%	2,328	2,169	1.5x	14%	256%	39%	6.7x	2%	- / -
5	Pre-Paid Legal	PPD	39.14	-32%	36%	429	427	.9x	14%	206%	38%	6.8x	33%	- / -
6	PRG-Schultz	PRGX	5.32	-53%	31%	123	112	.6x	11%	11750%	15%	>9.9x	25%	1 / -
7	Foster Wheeler	FWLT	27.89	-54%	28%	3,543	2,795	.5x	11%	infinite	13%	5.8x	0%	1 / 2
8	Centene	CNC	19.17	-22%	17%	870	713	.2x	10%	infinite	36%	2.6x	2%	- / -
9	China Sky One	CSKI	17.57	-43%	9%	293	244	2.2x	13%	114%	21%	3.0x	36%	- / -
10	j2 Global Comms	JCOM	19.49	-17%	29%	880	661	2.7x	9%	358%	30%	4.5x	4%	- / 8
11	Apollo Group	APOL	56.58	-7%	59%	8,761	8,381	2.1x	9%	461%	43%	>9.9x	17%	1 / 19
12	APAC Customer	APAC	5.09	-82%	38%	265	249	.9x	12%	97%	1%	5.4x	39%	- / 58
13	China Education	CEU	6.05	-87%	10%	179	142	4.0x	9%	203%	8%	3.9x	44%	- / -
14	GT Solar	SOLR	5.62	-55%	61%	807	602	1.2x	9%	infinite	39%	>9.9x	1%	- / 7
15	GameStop	GME	21.72	-8%	51%	3,579	3,734	.4x	12%	97%	36%	8.4x	6%	- / 5
16	KBR	KBR	18.10	-37%	37%	2,903	1,883	.2x	10%	149%	35%	1.9x	1%	- / 3
17	Aeropostale	ARO	31.97	-55%	40%	2,112	1,827	.9x	10%	123%	40%	4.7x	1%	- / 5
18	EMCOR Group	EME	25.16	-47%	5%	1,659	1,207	.2x	9%	203%	40%	5.4x	2%	- / 15
19	ITT Educational	ESI	90.94	-12%	47%	3,360	3,235	2.6x	9%	258%	39%	>9.9x	1%	1 / 1
20	Keryx Biopharma	KERX	2.80	-97%	23%	157	123	4.8x	8%	infinite	n/m	4.9x	13%	2 / -
21	VSE	VSEC	41.52	-53%	18%	213	209	.2x	12%	74%	39%	3.2x	22%	3 / 3
22	Corinthian Colleges	COCO	13.69	-2%	59%	1,199	997	.7x	12%	79%	39%	3.6x	9%	1 / 2
23	America's Car-Mart	CRMT	24.05	-63%	7%	282	316	1.0x	9%	192%	36%	1.7x	13%	- / 25
24	MIPS Technologies	MIPS	3.83	-74%	12%	173	140	2.1x	8%	infinite	59%	6.2x	1%	- / 1
25	Dresser-Rand Group	DRC	29.38	-48%	12%	2,424	2,596	1.0x	9%	126%	33%	>9.9x	1%	- / -
26	Fluor	FLR	39.86	-24%	47%	7,135	5,251	.2x	10%	99%	32%	2.3x	1%	- / 11
27	Cytokinetics	CYTK	3.06	-55%	81%	186	78	.9x	14%	64%	n/m	1.7x	7%	- / 24
28	True Religion	TRLG	18.51	-58%	56%	469	376	1.3x	10%	90%	38%	2.6x	8%	- / 3
29	Questcor Pharma	QCOR	4.15	-25%	132%	266	193	2.2x	9%	141%	26%	3.6x	14%	1 / 4
30	Actuate	ACTU	4.16	-37%	49%	189	149	1.2x	9%	121%	18%	5.6x	8%	3 / 20
31	* Allied Healthcare	AHCI	2.89	-67%	18%	130	95	.4x	10%	91%	26%	2.6x	1%	- / -
32	Energen	EGN	44.90	-48%	9%	3,222	3,783	2.6x	8%	546%	37%	1.6x	1%	1 / 3
33	SinoHub	SIHI	4.60	-55%	24%	113	115	1.1x	10%	71%	22%	3.9x	30%	- / -
34	Buckle	BKE	28.30	-32%	38%	1,310	1,217	1.4x	9%	93%	37%	4.1x	44%	- / 2
35	Sturm, Ruger & Co.	RGR	10.05	-42%	51%	192	139	.5x	14%	58%	38%	2.2x	1%	2 / 1
36	American Oriental	AOB	4.04	-19%	90%	316	341	1.2x	14%	57%	21%	1.9x	21%	- / -
37	China-Biotics	CHBT	15.48	-65%	23%	362	303	4.7x	8%	169%	29%	5.3x	46%	- / -
38	* Yongye International	YONG	8.58	-92%	40%	297	294	3.2x	9%	101%	79%	7.7x	31%	- / 1
39	* Hewlett-Packard	HPQ	50.05	-49%	3%	118,672	121,168	1.1x	9%	107%	19%	>9.9x	1%	- / 24
40	Garmin	GRMN	30.45	-51%	30%	6,110	5,081	1.7x	10%	71%	19%	2.6x	23%	- / 2
41	* Synopsys	SNPS	20.49	-18%	16%	3,011	1,843	1.4x	8%	553%	28%	3.7x	1%	- / 10
42	Nephros	NEP	6.85	-82%	2%	144	128	2.4x	11%	62%	31%	2.6x	34%	- / -
43	* Yuhe International	YUII	7.58	-96%	1%	119	113	2.3x	11%	61%	n/m	2.7x	61%	- / 7
44	* Innophos	IPHS	23.36	-68%	13%	498	620	.8x	14%	52%	23%	2.4x	17%	- / -
45	* Pioneer Southwest	PSE	20.79	-46%	9%	624	753	4.8x	12%	56%	1%	5.1x	69%	2 / 1

* New additions are highlighted.

Screening criteria: ► Market value > \$100 million ► ADRs and banks excluded ► Enterprise value to market value < 1.5
New additions are highlighted. MV = market value. EV = enterprise value. Number of insider transactions relates to most recent six-month period.