

Weekly Update: Week ending February 10, 2012

XLM, and CSC, two of the portfolio's main laggards rallied the past week, which helped to offset PDEX's dip.

XLM's continued rally stems from the Baltic Dry Index reaching a floor, which may signal an increase in the shipping rates chargeable by the dry bulk carriers. The U.S. economy is stronger than forecasted in the previous year. As European bailout news subsides and bond yields will be kept low until 2014, investors are once again allocating capital into the equities market with optimism. Once the economy picks up, business and trade activity will follow suit, and XLM and the other dry bulk carriers will lock in higher shipping rates. Although the swing may take a few years, the overall sentiment is the worst may be over.

CSC reported improving margins and a CEO change, which will bring much needed change to a company riddled with SEC audits and contract dispute.

PDEX reported weaker sales and margins this past week, as the largest customer pulled back on orders. The lower revenue was anticipated and reported earlier by PDEX.

The portfolio's performance since inception and YTD, is 14.67% and 13.37%, respectively. Based off SN Valuation's trigger points, the performance since inception is 8.40%, which is underperforming the XLK, Spyder Technology sector benchmark by 2.74%. The portfolio had an alpha of roughly 1-2% leading up to the week, but XLK took over early this past week. Our portfolio is composed of 40% technology related companies. The portfolio is up 0.60% over S&P's 7.79% and at par with Wilshire 5000 at 8.39%.

We have been reading this December-February rally may not last for the long term. We will keep our eyes on technical indicators and developments on Greece's 2nd bailout.

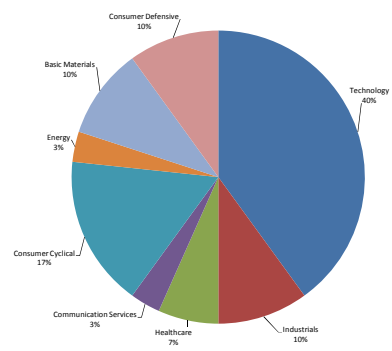
Sung Nam
SN VALUATION

Name	Ticker	Sector	Industry	Date of Report	Weighting	Market Price on Report	Suggested 1 Year Return	Suggested Price in 12 months	Suggested 5 Year Return	Suggested Price in Year 5	Today's Price	Change Yesterday	Action	Exit Price	Exit Date	Ex-Dividend Date	Dividend Date	Annual Dividend	Holding Period Performance	Portfolio Weighted
Huntsman Corp	HUN	Specialty Chemicals	Basic Materials	2011-10-24	3%	\$10.31	14.2%	\$11.77	94.0%	\$20.00	\$13.40	-1.40%	SOLD	\$12.94	2011-10-28	Dec 13, 2011	Dec 29, 2011	2.99%	25.51%	0.00%
Computer Sciences Corp	CSC	Information Technology Services	Technology	2011-10-25	3%	\$30.90	12.2%	\$34.68	78.0%	\$55.00	\$32.94	4.94%	Buy more positions			Dec 21, 2011	Jan 12, 2012	2.43%	6.60%	0.21%
Limelight Networks	LMT	Cloud Computing	Technology	2011-10-26	3%	\$11.17	6.1%	\$11.85	34.3%	\$15.00	\$12.61	-1.02%	SOLD	\$12.21	2012-01-11	Nov 28, 2011	Dec 14, 2011	5.39%	9.31%	0.00%
Excel Maritime Carriers Ltd	EXM	Shipping & Ports	Industrials	2011-10-28	3%	\$2.77	7.6%	\$2.98	44.4%	\$4.00	\$2.05	3.02%	Buy more positions			Nov 18, 2008	Dec 4, 2008	0.00%	-25.99%	-0.84%
Big Lots Inc	BIG	Discount Stores	Consumer Defensive	2011-10-31	3%	\$37.64	8.3%	\$40.75	48.8%	\$56.00	\$43.84	-0.32%	SOLD	\$41.32	2011-11-07	Aug 29, 2011	N/A	0.00%	9.78%	0.00%
Kindred Healthcare Inc	KND	Long-Term Care Facilities	Healthcare	2011-11-01	3%	\$11.65	11.4%	\$12.98	71.7%	\$20.00	\$12.70	-3.05%	SOLD	\$12.85	2011-12-06	N/A	N/A	0.00%	10.30%	0.00%
Volatility Index	VXX	VIX Short Term Futures	N/A	2011-11-10	3%	\$48.52	23.7%	\$60.00	N/A	N/A	\$24.48	0.00%	SOLD	\$40.00		N/A	N/A	0.00%	0.00%	0.00%
Newmont Mining Corp	NEM	Gold	Basic Materials	2011-11-25	3%	\$64.21	9.0%	\$70.00	51.8%	\$97.50	\$60.64	-0.10%	Buy more positions			Dec 6, 2011	Dec 29, 2011	2.31%	-5.56%	-0.18%
Coistar Inc	CSTR	Specialty Retail	Consumer Cyclical	2011-12-02	3%	\$42.69	7.1%	\$45.74	41.2%	\$60.29	\$57.31	-0.10%	SOLD	\$47.45	2011-12-09	N/A	N/A	0.00%	11.15%	0.00%
L.B. Foster Co	FSTR	Industrial Distribution	Industrials	2011-12-05	3%	\$28.17	5.4%	\$29.69	30.0%	\$36.62	\$32.01	-0.96%	SOLD	\$29.86	2012-01-12	Dec 7, 2011	Dec 22, 2011	0.31%	6.00%	0.00%
Murphy Oil Corp	MUR	Oil & Gas Integrated	Energy	2011-12-05	3%	\$54.78	5.8%	\$57.94	32.3%	\$72.50	\$61.37	0.28%	SOLD	\$58.11	2012-01-04	Feb 10, 2012	Feb 29, 2012	1.79%	6.08%	0.00%
Domtar Corp	UFS	Paper & Paper Products	Basic Materials	2011-12-08	3%	\$79.06	10.3%	\$87.19	63.2%	\$129.00	\$92.67	0.26%	SOLD	\$87.68	2012-01-20	Dec 13, 2011	Jan 16, 2012	1.51%	10.90%	0.00%
Telenav Inc	TNAV	Scientific & Technical Instruments	Technology	2011-12-13	3%	\$8.24	20.0%	\$9.89	148.8%	\$20.50	\$7.68	0.13%	Buy more positions			N/A	N/A	0.00%	-6.80%	-0.22%
Full House Resorts Inc	FLL	Resorts & Casinos	Consumer Cyclical	2011-12-15	3%	\$2.50	28.0%	\$3.20	244.0%	\$8.60	\$3.03	0.00%	Buy more positions			N/A	N/A	0.00%	21.20%	0.68%
MKS Instruments Inc	MKSI	Diversified Industrials	Industrials	2011-12-15	3%	\$25.93	6.8%	\$27.69	38.8%	\$36.00	\$31.61	-0.91%	SOLD	\$28.03	2011-12-21	Nov 29, 2011	Dec 15, 2011	1.90%	8.10%	0.00%
Kulicke And Soffa Industries Inc	KLIC	Semiconductor Equipment & Materials	Technology	2011-12-15	3%	\$8.56	19.7%	\$10.24	145.3%	\$21.00	\$11.37	-1.47%	SOLD	\$10.32	2012-01-09	Jun 10, 1985	N/A	0.00%	20.56%	0.00%
Joe's Jeans Inc	JOEZ	Apparel Manufacturing	Consumer Cyclical	2011-12-19	3%	\$0.52	15.1%	\$0.60	101.9%	\$1.05	\$0.69	-2.82%	SOLD	\$0.58	2012-01-13	N/A	N/A	0.00%	11.54%	0.00%
Kemet Corp	KEM	Electronic Components	Technology	2011-12-19	3%	\$6.75	15.7%	\$7.81	107.4%	\$14.00	\$9.96	0.71%	SOLD	\$7.95	2012-01-18	N/A	N/A	0.00%	17.78%	0.00%
Digital Generation Inc	DGIT	Communication Equipment	Technology	2011-12-23	3%	\$11.95	18.2%	\$14.13	131.0%	\$27.60	\$15.35	1.12%	SOLD	\$14.27	2012-02-02	N/A	N/A	0.00%	19.41%	0.00%
Omega Protein Corp	OME	Packaged Foods	Consumer Defensive	2011-12-28	3%	\$7.13	11.0%	\$7.91	68.3%	\$12.00	\$9.12	1.11%	SOLD	\$8.23	2012-01-19	N/A	N/A	0.00%	15.43%	0.00%
Crown Crafts Inc	CRWS	Apparel Manufacturing	Consumer Cyclical	2011-12-29	3%	\$3.28	11.9%	\$3.67	75.3%	\$5.75	\$3.93	0.77%	SOLD	\$3.70	2012-01-06	Dec 14, 2011	Jan 5, 2012	4.07%	12.80%	0.00%
Online Resources Corp	ORCC	Software - Infrastructure	Technology	2011-12-30	3%	\$2.30	9.4%	\$2.52	56.5%	\$3.60	\$2.92	2.10%	SOLD	\$2.51	2012-01-04	N/A	N/A	0.00%	9.13%	0.00%
Pro-Dex Inc	PDEX	Medical Instruments & Supplies	Healthcare	2011-12-31	3%	\$2.46	28.1%	\$3.15	245.5%	\$8.50	\$2.25	2.27%	Buy more positions			N/A	N/A	0.00%	-0.28%	0.15%
Mad Catz Interactive Inc	MCZ	Computer Systems	Technology	2012-01-01	3%	\$0.51	16.2%	\$0.59	111.8%	\$1.08	\$0.58	-13.43%	SOLD	\$0.63	2012-01-11	N/A	N/A	0.00%	23.53%	0.00%
Neutral Tandem Inc	IQNT	Telecom Services	Communication Services	2012-01-02	3%	\$10.69	13.2%	\$12.10	86.2%	\$19.90	\$12.45	#VALUE!	SOLD	\$12.29	2012-02-01	N/A	N/A	Error	14.97%	0.00%
GameStop Corp	GME	Specialty Retail	Consumer Cyclical	2012-01-03	3%	\$24.13	10.4%	\$26.64	64.1%	\$39.60	\$24.08	-1.67%	Buy more positions			N/A	N/A	0.00%	-0.21%	-0.01%
Network Engines Inc	NEI	Software - Application	Technology	2012-01-09	3%	\$1.26	11.8%	\$1.41	74.6%	\$2.20	\$1.32	-1.49%	Buy more positions			N/A	N/A	0.00%	4.76%	0.15%
Amtech Systems Inc	ASYS	Semiconductor Equipment & Materials	Technology	2012-01-10	3%	\$10.11	16.4%	\$11.77	113.6%	\$21.60	\$11.26	0.72%	Leave in portfolio			N/A	N/A	0.00%	11.37%	0.37%
inTest Corp	INTT	Semiconductors	Technology	2012-01-11	3%	\$2.98	11.1%	\$3.31	69.5%	\$5.05	\$3.75	9.33%	SOLD	\$3.50	2012-02-03	N/A	N/A	0.00%	17.45%	0.00%
Smithfield Foods Inc	SFD	Packaged Foods	Consumer Defensive	2012-02-07	3%	\$22.99	6.0%	\$24.36	33.5%	\$30.70	\$22.91	-1.16%	Buy more positions			Oct 30, 1996	N/A	0.00%	-0.35%	-0.01%
Emerson Radio Corp	MSN	Consumer Electronics	Technology	2012-01-31	3%	\$1.73	27.8%	\$2.21	241.0%	\$5.90	\$1.80	0.00%	Buy more positions			Mar 25, 2010	Mar 23, 2010	0.00%	4.05%	0.13%

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Sold Companies	Initiation Price	Exit Price	Return	Holding Period (Days)
HUN	10.31	12.94	25.51%	4
BIG	37.64	41.32	9.78%	7
KND	11.65	12.85	10.30%	35
CSTR	42.69	47.45	11.15%	7
MKSI	25.93	28.03	8.10%	6
MUR	54.78	58.11	6.08%	30
ORCC	2.30	2.51	9.13%	5
CRWS	3.28	3.70	12.80%	8
KLIC	8.56	10.32	20.56%	25
MCZ	0.51	0.63	23.53%	10
RIMG	11.17	12.21	9.31%	77
FSTR	28.17	29.86	6.00%	38
JOEZ	0.52	0.58	11.54%	25
KEM	6.75	7.95	17.78%	30
OME	7.13	8.23	15.43%	22
UFS	79.06	87.68	10.90%	43
INTT	2.98	3.50	17.45%	23
DGIT	11.95	14.27	19.41%	41
IQNT	10.69	12.29	14.97%	30
19		Average	13.67%	25

Industry	Number of Companies
Technology	12
Industrials	3
Healthcare	2
Communication Services	1
Consumer Cyclical	5
Energy	1
Basic Materials	3
Consumer Defensive	3
Total	30



Days since Initiation	109
Weighted Performance of Unsold Companies	0.02%
Weighted Performance including gain/loss of Sold Companies	8.40%
Weighted Performance of all Companies	14.67%
S&P 500 Performance Since Initiation	7.79%
Portfolio Alpha During Period of Unsold Companies	-7.78%
Portfolio Alpha During Period Including Sold Companies	0.60%
Portfolio Alpha During Period of all companies	6.88%
*Tech SPDR (XLK) Since Initiation	11.14%
Portfolio Alpha During Period of Unsold Companies	-11.12%
Portfolio Alpha During Period Including Sold Companies	-2.74%
Portfolio Alpha During Period of all companies	3.53%
*Wilshire 5000 Performance Since Initiation	8.39%
Portfolio Alpha During Period of Unsold Companies	-8.37%
Portfolio Alpha During Period Including Sold Companies	0.01%
Portfolio Alpha During Period of all companies	6.22%

Bear/Bull Market? Bull
 *VXX is held in the portfolio in the event we have a Bear market sentiment.

	Number of Companies
Gains	24
Gain is less than 5%	2
Gain is greater than 5%, but less than 10%	7
Gain is greater than 10%	15
No Change	0
Losses	6
Loss is less than -5%	2
Loss is greater than -5%, but less than -10%	3
Loss is greater than -10%	1