

Value Line: More than a Stock Page




Sandra F. Barlow
BIVA Board Director

BETTER INVESTING
The Leader in Investment Education

Classes -To-Go! 4B

Disclaimer

- The information in this presentation is for educational purposes only and is not intended to be a recommendation to purchase or sell any of the stocks, mutual funds, or other securities that may be referenced.



2

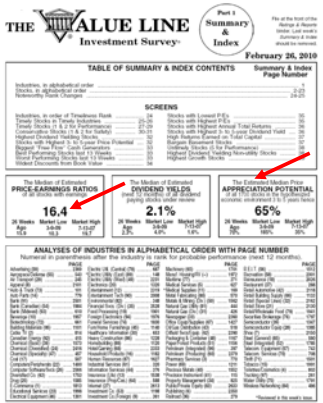
Three Parts of the Value Line Investment Survey

- Part I - Summary & Index*
- Part II - Selection & Opinion*
- Part III - Ratings & Reports*

3

Summary & Index

Part 1



4

BI investors like to buy good solid stocks at a good price.....

February 26, 2010

The Median of Estimated **PRICE-EARNINGS RATIOS** of all stocks with earnings

16.4

26 Weeks Ago	Market Low	Market High
15.9	3-9-09	7-13-07
	<u>10.3</u>	<u>19.7</u>

Estimated Median Price Appreciation

February 26, 2010

The Estimated Median Price **APPRECIATION POTENTIAL** of all 1700 stocks in the hypothesized economic environment 3 to 5 years hence

65%

26 Weeks Ago	Market Low	Market High
70%	3-9-09	7-13-07
	<u>185%</u>	35%

6

Useful Screens in Part I, such as....

- Conservative Stocks
- Highest Dividend Yielding Stocks
- Stocks with high 3-5 year appreciation potential (2 old BI favorites)
- Others

7

SCREENS

Industries, in order of Timeliness Rank	24	Stocks with Lowest P/Es	35
Timely Stocks in Timely Industries	25-26	Stocks with Highest P/Es	35
Timely Stocks (1 & 2 for Performance)	27-29	Stocks with Highest Annual Total Returns	36
Conservative Stocks (1 & 2 for Safety)	30-31	Stocks with Highest 3- to 5-year Dividend Yield	36
Highest Dividend Yielding Stocks	32	High Returns Earned on Total Capital	37
Stocks with Highest 3- to 5-year Price Potential	32	Bargain Basement Stocks	37
Biggest "Free Flow" Cash Generators	33	Untimely Stocks (5 for Performance)	38
Best Performing Stocks last 13 Weeks	33	Highest Dividend Yielding Non-utility Stocks	38
Worst Performing Stocks last 13 Weeks	33	Highest Growth Stocks	39
Widest Discounts from Book Value	34		

8

Partial Screen

STOCKS WITH HIGH 3- TO 5-YEAR PRICE APPRECIATION POTENTIAL

Some of the stocks tabulated below are very risky and appreciation potentialities tentative. Please read the full-page reports in Ratings & Reports to gain an understanding of the risks entailed. Some of these stocks may not be timely investment commitments. (See the Performance Ranks below.)

Page No.	Stock Name	Recent Price	5-year Potential	Time to Maturity	Safety Rank	Industry Group	Industry Rank	Page No.	Stock Name	Recent Price	5-year Potential	Time to Maturity	Safety Rank	Industry Group	Industry Rank
1880	ETI Tech. Inc.	1.52	40%	3	5	Scientific Equipment	76	1276	Energy Conversion	2.86	195%	5	5	Power Instrument	59
2229	Law Corp.	1.87	38%	5	5	Retail (Special Lines)	32	132	FDI Company	21.28	195%	4	3	Precision Instrument	41
1134	BankLife Holdings	2.75	35%	4	5	Retail Building Supply	67	672	Marine Sciences	28.42	195%	3	3	Biotechnology	72
2525	Amor Capital Ltd.	1.55	32%	4	5	Public-Private Equity	89	1088	Health Care Group	18.55	195%	4	4	Scientific Equipment	75
1749	United Rentals	7.14	32%	3	5	Machinery	65	676	Serimax, Inc.	2.65	195%	3	5	Biotechnology	72
5441	Grantford & Co. II	3.32	28%	4	4	Franchise (Svcs. Div.)	25	1965	Corp. Corp.	7.75	195%	2	5	Sewerage	10
2540	Forbes Investment	4.70	28%	3	4	Public-Private Equity	89	1018	Dean Foods	14.70	195%	5	3	Food Processing	18
146	Alcatel-Lucent ADR	2.70	28%	3	3	Telecom. Equipment	17	282	Avilly Inc.	68.44	195%	2	3	Educational Services	23
2625	100% OWNERS.COM	1.80	28%	4	4	Internet	27	2191	GameShip Corp.	58.89	195%	4	3	Retail (Special Lines)	32
1980	Green Education	7.95	28%	3	3	Educational Services	26	1764	GeoCorp Inc.	4.11	195%	2	5	Chemical Co.	33
718	Veranum Corp.	3.82	28%	3	4	Biotech. Services	70	642	Northwest Radiology	4.14	195%	5	4	Medical Services	5
254	Cell Tech. Inc.	4.30	28%	5	4	Environmental	42	412	Victor Corp.	12.15	195%	5	3	Petroleum (Integrated)	36
2011	Corinth Colleges	14.28	28%	3	3	Educational Services	23	2398	Uha Petroleum Corp.	68.84	195%	3	3	Petroleum Production	83
313	Sonic Corp.	0.44	28%	4	3	Restaurant	37	2634	Alkerm Capital Corp.	4.06	195%	-	5	Public-Private Equity	83
1344	Archdorf Inc.	4.30	28%	4	4	Electronics	21	194	Food Mktg.	10.32	195%	2	4	Auto & Truck	73
1628	Genomat, Inc.	7.88	28%	4	4	Drug	25	114	3P5 Pharms.	1.16	195%	3	5	Biotechnology	72
1388	Lawson Semic. ADR	8.91	28%	4	3	Semiconductor	39	113	OrionTech Ltd.	8.76	195%	3	3	Precision Instrument	41
2712	Broden Group	1.32	27%	5	5	Retail (Special Lines)	32	1582	Pitbull Corp.	10.17	195%	3	3	Chemical (Basic)	38
180	Dynalife Inc.	6.28	27%	3	4	Medical Supplies	11	2071	Serimax, Inc.	22.25	195%	4	2	Computer Software Svcs	25
1281	Isentis Technologies	18.36	26%	5	3	Semiconductor	39	2188	OrionTech & Banks	6.14	195%	3	3	Retail (Special Lines)	32
1932	Smart Balance	5.57	26%	3	4	Food Processing	19	1765	Gen Electric	96.94	195%	3	3	Diversified Co.	83
671	Via Pharms.	3.92	25%	4	3	Biotechnology	72	127	Healthcare Techn.	6.86	195%	3	4	Precision Instrument	41
1388	MEMC Elec. Matls.	12.86	25%	4	3	Semiconductor	39	252	AltoBlue Airways	5.12	195%	3	4	Air Transport	29
2384	Calumny Gold	0.88	24%	4	2	Metals	54	1821	Pharmat. Product	21.53	195%	5	3	Drug	54
884	FDI Corp.	2.80	24%	3	3	Insurance (Prop/Car)	64	691	RF. Resp. Devices	4.38	195%	4	4	Medical Equipment	54
1588	Sound Litho.	26.52	18%	7	2	Print	24	1143	Alma Servs.	7.98	195%	4	4	Scientific Equipment	81

11

Part 2 Selection & Opinion

12

Gross Domestic Product Chart 1

Real Annualized Percent Change - 2005 Chain-Weighted Dollars

Source: U.S. Dept. of Commerce

11

Value Line's Model Portfolios

- Portfolio 1 – Stocks with above average year-ahead price potential
- Portfolio 2 – Stocks for income and potential price appreciation
- Portfolio 3 – Stocks with long-term price growth potential
- Portfolio 4 – Stocks with above-average dividend yields

12

Portfolio 2 Income and Appreciation
2-26-10

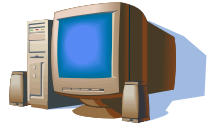
PORTFOLIO II: STOCKS FOR INCOME AND POTENTIAL PRICE APPRECIATION
(primarily suitable for more conservative investors)

Ratings & Reports Page	Ticker	Company	Recent Price	Time-Index	Safety	P/E	Yield%	Beta	Financial Strength	Industry Name
1504	AMT	Airbus Ltd.	54.39	2	1	13.1	2.9	0.60	Aaa	Drug
1540	AFL	Aflac Inc.	48.25	1	1	9.8	2.6	1.13	B+	Insurance (Life)
7574	ADP	Automatic Data Proc.	41.10	1	1	17.1	3.1	0.70	Aaa	Computer Software/Secs
1596	CB	Chubb Corp.	49.80	3	1	8.5	2.8	0.90	A	Insurance (Group/Gen)
1186	CLX	Clorox Co.	59.90	3	2	13.9	3.5	0.65	B+	Household Products
1961	KO	Coca-Cola	54.82	2	1	16.5	3.1	0.60	Aaa	Beverage
1187	CL	Colgate-Palmolive	30.62	2	1	16.9	2.6	0.55	Aaa	Household Products
1760	ITT	ITT Corp.	49.47	3	1	12.7	1.7	1.00	A+	Diversified Co.
1362	INTC	Intel Corp.	20.72	3	1	14.2	3.0	1.05	Aaa	Semiconductor
2308	JNJ	Johson & Johnson	63.68	3	1	13.0	3.2	0.60	Aaa	Medical Supplies
559	LMT	Lockheed Martin	76.03	3	1	9.9	3.1	0.85	Aaa	Aerospace/Defense
206	MCD	McDonald's Corp.	64.01	3	1	14.7	3.4	0.65	Aaa	Restaurant
215	MEDT	Medtronic, Inc.	42.97	2	1	13.0	2.0	0.75	Aaa	Medical Supplies
1369	MSH	Microchip Technology	27.20	3	1	21.8	5.0	1.00	B+	Semiconductor
2602	PMX	Paycom, Inc.	29.67	1	1	20.9	4.2	0.85	A	Computer Software/Secs
1071	PPG	PPG Inc.	61.11	3	1	15.4	3.1	0.60	Aaa	Beverage
1622	SNY	Sanoel-Aerents	36.75	2	1	11.1	4.4	0.75	A+	Drug
1932	SYT	Sycor Corp.	28.18	3	1	14.5	3.6	0.70	Aaa	Retail/Wholesale Food
713	TEF	Telcelmex S.A. ADR	49.96	3	2	9.0	5.8	0.85	B+	Telecom. Services
2149	WMT	Wal-Mart Stores	53.56	3	1	13.9	2.2	0.60	Aaa	Retail Store

13

Selection & Opinion also lists insider transactions

- You may be interested:
W H Gates, III sold 7 million shares of MSFT in February 2010



14

THE VALUE LINE Investment Survey®
www.value-line.com

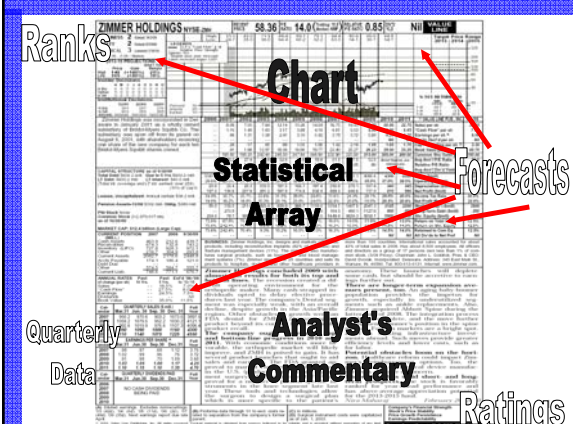
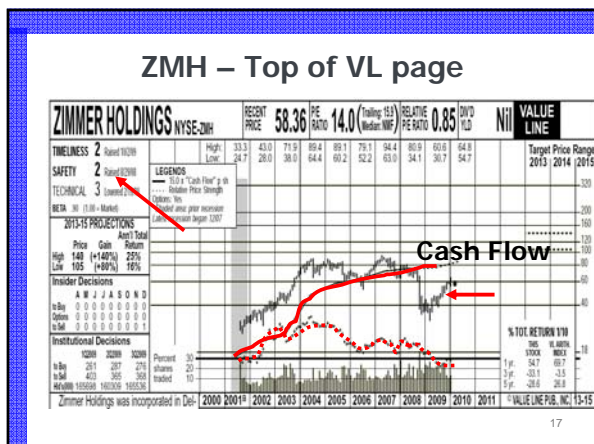
ISSUE 1
Pages 10-24
February 26, 2010

Section III Ratings and Reports

STOCK	PRICE	TIME-INDEX	SAFETY	P/E	YIELD%	BETA	FINANCIAL STRENGTH	INDUSTRY NAME
AMT	54.39	2	1	13.1	2.9	0.60	Aaa	Drug
AFL	48.25	1	1	9.8	2.6	1.13	B+	Insurance (Life)
ADP	41.10	1	1	17.1	3.1	0.70	Aaa	Computer Software/Secs
CB	49.80	3	1	8.5	2.8	0.90	A	Insurance (Group/Gen)
CLX	59.90	3	2	13.9	3.5	0.65	B+	Household Products
KO	54.82	2	1	16.5	3.1	0.60	Aaa	Beverage
CL	30.62	2	1	16.9	2.6	0.55	Aaa	Household Products
ITT	49.47	3	1	12.7	1.7	1.00	A+	Diversified Co.
INTC	20.72	3	1	14.2	3.0	1.05	Aaa	Semiconductor
JNJ	63.68	3	1	13.0	3.2	0.60	Aaa	Medical Supplies
LMT	76.03	3	1	9.9	3.1	0.85	Aaa	Aerospace/Defense
MCD	64.01	3	1	14.7	3.4	0.65	Aaa	Restaurant
MEDT	42.97	2	1	13.0	2.0	0.75	Aaa	Medical Supplies
MSH	27.20	3	1	21.8	5.0	1.00	B+	Semiconductor
PMX	29.67	1	1	20.9	4.2	0.85	A	Computer Software/Secs
PPG	61.11	3	1	15.4	3.1	0.60	Aaa	Beverage
SNY	36.75	2	1	11.1	4.4	0.75	A+	Drug
SYT	28.18	3	1	14.5	3.6	0.70	Aaa	Retail/Wholesale Food
TEF	49.96	3	2	9.0	5.8	0.85	B+	Telecom. Services
WMT	53.56	3	1	13.9	2.2	0.60	Aaa	Retail Store

15

Chart
Statistical Array
Analyst's Commentary
Forecasts
Ratings
Quarterly Data

Safety Rank

- Stocks ranked #1 and #2
 - have stronger than average finances
 - Have lower than average volatility
 - Tend to go down less than average in declining stock markets

TIMELINESS 2 Raised 10/2/09
SAFETY 2 Raised 8/29/08
TECHNICAL 3 Lowered 2/19/10
BETA .90 (1.00 = Market)

18

ZMH Capital Structure Box	
CAPITAL STRUCTURE as of 9/30/09	
Total Debt \$600.2 mill.	Due in 5 Yrs \$600.2 mill.
LT Debt \$600.2 mill.	LT Interest \$40.0 mill.
(Total int. coverage and LT int. earned: over 25X)	
(10% of Cap)	
Leases, Uncapitalized: Annual rentals \$38.2 mill.	
Pension Assets-12/08 \$302 mill. Oblig. \$380 mill	
Pfd Stock None	
Common Stock 212,979,017 shs. as of 10/20/09	
MARKET CAP: \$12.4 billion (Large Cap)	

Annual Rates of Change			
Easiest place to see trends			
ZMH 2-26-10			
ANNUAL RATES	Past	Past	Est'd '06-'08
of change (per sh)	10 Yrs.	5 Yrs.	to '13-'15
Sales	--	18.5%	7.0%
"Cash Flow"	--	27.5%	8.0%
Earnings	--	24.5%	7.5%
Dividends	--	--	Nil
Book Value	--	35.0%	11.5%

Questions?