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Weekly Research Highlighting Activist Investments

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HIGHLIGHTING ACTIVIST INVESTMENTS*Week Ending May 1, 2009*

| SYMBOL | COMPANY | INVESTOR |
|-----------------|--------------------------------|-------------------------------|
| ADF | ACM Managed Dollar Income Fund | Bulldog Investors |
| AMLN | Amylin Pharmaceuticals | Carl Icahn |
| BBEP | BreitBurn Energy Partners | Baupost Group |
| BBEP | BreitBurn Energy Partners | Quicksilver Resources |
| CHE | Chemed Corp | MMI Investors |
| CHG | CH Energy Group | GAMCO Investors |
| CLHL.PK | CLST Holdings | Red Oak Partners |
| COHM.PK | Coachmen Industries | GAMCO Investors |
| CPY | CPI Corp | Ramius Capital |
| FACT | Facet Biotech Corporation | Baupost Group |
| GEYH.OB | Global Employment Holdings | Victory Park Capital |
| GSIG | GSI Group | Stephen Bershad |
| IPAS | iPass Inc. | Foxhill Opportunity |
| KFS | Kingsway Financial | Joseph Stilwell |
| MCGC | MCG Capital | Springbok Capital Management |
| PIF | Insured Municipal Income Fund | Bulldog Investors |
| PRSC | Providence Service Corp | 73114 Investments |
| PWER | Power-One Inc | Bel Fuse Inc. |
| TDS | Telephone & Data Systems | GAMCO Investors |
| TDS | Telephone & Data Systems | Southeastern Asset Management |
| TLGD | Tollgrade Communications inc. | Ramius Capital |
| TMENE.OB | Thermoenergy Corp. | Quercus Trust |
| TXCC | Transwitch Corp | Brener International Group |
| ULU | Uluru Inc. | Brencourt Advisors |
| WOLF | Great Wolf Resorts | Hovde Capital Advisors |

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ACM Managed Dollar Income Fund (ADF)**Activist Investor:** *Bulldog Investors***Investor Info**

| | |
|---------------|-----------|
| Shares | 973,112 |
| % Outstanding | 5.26% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|-------------|
| Share Price | 5.53 |
| Revenue | 13M |
| Market Cap | 102M |
| Enterprise Value | 108M |
| Net Cash | -6M |
| EBITDA | N/A |
| 52 wk. range | 3.30 – 7.59 |
| EV/EBITDA | N/A |

Catalyst Info**Catalyst:**

On May 1 Bulldog disclosed they had sent a letter to the Board of ADF – a Closed-end Fund, earlier this year (Feb 6, 2009) urging them to consider increasing the size of their annual tender offer to at least 20% of the outstanding shares. (In previous years ADF has offered to repurchase 5% of the company's shares outstanding at a price equal to the net asset value per share.) In addition, Bulldog suggested that if this year's tender offer draws a much larger response from shareholders interested in tendering their shares, the board should consider taking further steps to address the discount including additional tender offers and open-ending or liquidating the Fund.

Comment:

According to Bulldog, ADF's threshold for conducting a tender offer is a 3% discount to Net Asset Value (NAV). As of May 1, 2009 ADF was trading at a 14.53% discount to NAV.

On May 1 ADF announced they would limit their tender offer to 5% of the Fund's outstanding shares.

Amylin Pharmaceuticals (AMLN)**Activist Investor:** *Carl Icahn***Investor Info**

| | |
|---------------|------------|
| Shares | 12,971,328 |
| % Outstanding | 9.43% |
| Cost Basis | 24.39 |

Company Info

| | |
|------------------|--------------|
| Share Price | 11.01 |
| Revenue | 837M |
| Market Cap | 1.5B |
| Enterprise Value | 1.5B |
| Net Cash | 0 |
| EBITDA | -188M |
| 52 wk. range | 5.50 – 35.00 |
| EV/EBITDA | Negative |

Catalyst Info**Catalyst:**

On April 30 AMLN announced they will allow Icahn and Eastbourne Capital to speak with each other in order to discuss ways to achieve a settlement agreement to the proxy fight.

Comment:

We previously covered AMN in numerous Catalyst Research Reports, highlighting Icahn's and Eastbourne's attempt to each replace five of twelve board members up for election this year.

***Brief Summary:** Icahn owns 9.5% and Eastbourne owns 12.5%. The Company's lenders have poison put options built into certain debt agreements, making a board change in control very costly – if not prohibitive. In addition, without this approval from the Company, AMLN's 15% poison pill bars Icahn and Eastbourne from discussing a combined slate of minority director nominees.*

Go to The Official Activist Blog™ to find out how to watch a live video and on-demand webcast of the 2-day trial (begins Monday May 4) determining the validity of the poison put takeover defense.

<http://activistinvesting.blogspot.com/>

BreitBurn Energy Partners (BBEP)**Activist Investor:** *Baupost Group***Investor Info**

| | |
|---------------|-----------|
| Shares | 8,495,939 |
| % Outstanding | 16.10% |
| Cost Basis | 7.40 |

Company Info

| | |
|------------------|--------------|
| Share Price | 6.94 |
| Revenue | 470M |
| Market Cap | 366M |
| Enterprise Value | 1.1B |
| Net Cash | -744M |
| EBITDA | 612M |
| 52 wk. range | 5.25 – 23.73 |
| EV/EBITDA | 1.8 |

Catalyst Info**Catalyst:**

On April 30 Baupost changed their filing status with the SEC from “passive” investor to “active” investor and announced that as a result of the company's recent announcement to temporarily suspend distributions to unitholders.

Comment:

On April 17 BBEP announced (i) its borrowing base under its credit facility has been redetermined to \$760M (from 900M), which exceeds current borrowing of \$717M; and (ii) it was temporarily suspending distributions to remain in compliance with its credit facility and to redirect cash to pay down debt.

See additional comments re: investor Quicksilver Resources below.

BreitBurn Energy Partners (BBEP)**Activist Investor:** *Quicksilver Resources***Investor Info**

| | |
|---------------|------------|
| Shares | 21,347,972 |
| % Outstanding | 40.45% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|--------------|
| Share Price | 6.94 |
| Revenue | 470M |
| Market Cap | 366M |
| Enterprise Value | 1.1B |
| Net Cash | -744M |
| EBITDA | 612M |
| 52 wk. range | 5.25 – 23.73 |
| EV/EBITDA | 1.8 |

Catalyst Info**Catalyst:**

On April 30 Quicksilver sent a letter to the Board of BBEP expressing their deep disappointment with the recent announcement to suspend quarterly distributions to its unitholders and requested that immediate action be taken to pay down the debt so that quarterly distributions can be restored.

In the letter Quicksilver commented that BBEP's actions only strengthens their conviction that management and the Board have an agenda that is in direct opposition to the interests of the non-management limited partners, who own more than 98% of the Common Units.

Quicksilver also suggested BBEP can repay debt by reducing G&A expense, specifically citing the high cost of maintaining two corporate offices in Houston and LA when the assets managed by these offices are in Michigan, Indiana, Kentucky and Wyoming.

Comment:

See additional comments re: investor Baupost Group above.

Chemed Corp. (CHE)**Activist Investor:** *MMI Investors***Investor Info**

| | |
|---------------|-----------|
| Shares | 800,000 |
| % Outstanding | 3.5% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|---------------|
| Share Price | 42.22 |
| Revenue | 1.2B |
| Market Cap | 945M |
| Enterprise Value | 1.1B |
| Net Cash | -147M |
| EBITDA | 164M |
| 52 wk. range | 29.00 – 50.79 |
| EV/EBITDA | 6.7 |

Catalyst Info**Catalyst:**

On April 28 MMI issued a letter to CHE shareholders comparing their five board nominees to the Company's incumbent directors.

On April 29, CHE issued a press release stating that MMI's nominees have been nominated only to advance MMI's agenda and that their nominees would add nothing to the board.

Comment:

We previously covered CHE in our February 13 Catalyst Research Report, highlighting MMI's demand that CHE pursue a tax-free spin-off of one of its two businesses - Roto-Rooter. MMI believes the spin-off could lead to potential value creation of 40% - 70%.

MMI is attempting to replace five of eleven directors up for election at the May 29 annual meeting. CHE has hired Lazard Frères and JP Morgan as financial advisors.

CH Energy Group (CHG)**Activist Investor:** *GAMCO Investors***Investor Info**

| | |
|---------------|-----------|
| Shares | 1,270,277 |
| % Outstanding | 8.0% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|---------------|
| Share Price | 46.45 |
| Revenue | 1.3B |
| Market Cap | 733M |
| Enterprise Value | 1.2B |
| Net Cash | -449M |
| EBITDA | 117M |
| 52 wk. range | 33.39 – 52.66 |
| EV/EBITDA | 10.3 |

Catalyst Info**Catalyst:**

On April 27 CHG entered into a settlement agreement with Gamco. Under the terms of the agreement CHG will appoint one individual nominated by Gamco to an expanded board of nine.

Comment:

We previously covered CHG in our February 20 2009 and November 28 2008 Catalyst Research Reports, highlighting Gamco's announcement that they intended to submit one or more nominees for director to the board of CHG at the next annual meeting. On February 18 Gamco nominated three individuals for election to CHG's board.

CLST Holdings, Inc. (CLHI.PK)**Activist Investor:** Red Oak Partners**Investor Info**

| | |
|---------------|-----------|
| Shares | 4,561,554 |
| % Outstanding | 22.19% |
| Cost Basis | 0.24 |

Company Info

| | |
|------------------|-------------|
| Share Price | 0.14 |
| Revenue | 0 |
| Market Cap | 3M |
| Enterprise Value | 28M |
| Net Cash | -24M |
| EBITDA | -2M |
| 52 wk. range | 0.07 - .040 |
| EV/EBITDA | Negative |

Catalyst Info**Catalyst:**

On April 28 Red Oak announced their plans to nominate directors for all board positions up for election at the next annual meeting. Red Oak announced their objective is to elect directors who will carry out their plan to liquidate the company. CLST recently postponed the annual meeting (previously scheduled for May 22) until September 25, 2009.

Comment:

We previously covered CLST in our March 6 and February 20 Catalyst Research Reports, highlighting Red Oak's intention to acquire up to 70% of CLST's stock via a tender offer. On February 6 the Company implemented a poison pill with a 5% trigger claiming it was done to preserve certain net operating loss carryforwards. As a result, Red Oak decided to abandon its tender offer.

On February 13 CLST filed a lawsuit against Red Oak, claiming they were attempting to undergo a "disguised tender offer". On March 2 Red Oak filed a derivative lawsuit against three of the company's officers and directors, alleging they have breached their fiduciary duty by acquiring several assets from a company partially owned by one of the officers and by issuing "a vast amount of stock to each of them personally without shareholder approval".

Coachmen Industries Inc. (COHM.PK)**Activist Investor:** GAMCO Investors**Investor Info**

| | |
|---------------|-----------|
| Shares | 2,619,569 |
| % Outstanding | 16.39% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|-------------|
| Share Price | 0.95 |
| Revenue | 100M |
| Market Cap | 15M |
| Enterprise Value | 18M |
| Net Cash | -3M |
| EBITDA | -9M |
| 52 wk. range | 0.25 - 3.76 |
| EV/EBITDA | Negative |

Catalyst Info**Catalyst:**

On April 29 Gamco sent a letter to COHM.PK advising them of their intention to vote against the company's proposal seeking shareholder approval to amend their Articles of Incorporation to authorize the issuance of 10,000,000 shares of preferred stock.

CPI Corp (CPY)**Activist Investor:** Ramius Capital**Investor Info**

| | |
|---------------|-----------|
| Shares | 1,724,488 |
| % Outstanding | 26.6% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|--------------|
| Share Price | 10.86 |
| Revenue | 463M |
| Market Cap | 72M |
| Enterprise Value | 151M |
| Net Cash | -78M |
| EBITDA | 42M |
| 52 wk. range | 1.00 - 27.34 |
| EV/EBITDA | 3.6 |

Catalyst Info**Catalyst:**

On April 24 Ramius nominated four individuals for election to CPY's board at the next annual meeting. Also on April 24, Ramius submitted an outline of a proposed settlement agreement in the interest of finding a mutually agreeable slate of directors to be nominated. The proposed settlement provides as follows: (i) increase the size of the Board to seven members, (ii) preserve a current director's re-nomination as an incumbent director, (iii) withdraw the re-nomination of one other incumbent director for election, and (iv) include in the company's slate of directors two of the three nominees that Ramius has included in their nomination letter.

Comment:

We previously covered CPY in our April 24 Catalyst Research Report, highlighting Ramius' announcement they may seek to nominate candidates for election to CPY's board at the 2009 annual meeting.

Facet Biotech Corporation (FACT)**Activist Investor:** Baupost Group**Investor Info**

| | |
|---------------|-----------|
| Shares | 4,374,407 |
| % Outstanding | 17.80% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|-------------|
| Share Price | 9.26 |
| Revenue | 18M |
| Market Cap | 228M |
| Enterprise Value | -143M |
| Net Cash | 372M |
| EBITDA | -159M |
| 52 wk. range | 5.86- 50.00 |
| EV/EBITDA | N/A |

Catalyst Info**Catalyst:**

On April 27 Baupost announced their intentions to discuss with the management and board of FACT changes to the composition of the board, as well as aspects of its business, operations, governance, strategy, capitalization, ownership and future plans for the business.

Comment:

On March 31 FACT announced they had received a notice from Roderick Wong of his intention to nominate five candidates for election to the five-person board. On April 30 two of Wong's nominees withdrew themselves as nominees. Wong holds 0.5% of FACT shares outstanding. Wong issued a press release calling for a substantial dividend followed by the sale of the company.

FACT was launched in December 2008 as a spin-off from PDL BioPharma.

Global Employment Holdings Inc. (GEYH.OB)**Activist Investor:** Victory Park Capital**Investor Info**

| | |
|---------------|-----------|
| Shares | 1,279,465 |
| % Outstanding | 12.13% |
| Cost Basis | 0.67 |

Company Info

| | |
|------------------|-------------|
| Share Price | 0.75 |
| Revenue | 168M |
| Market Cap | 8M |
| Enterprise Value | 40M |
| Net Cash | -32M |
| EBITDA | 7M |
| 52 wk. range | 0.13 – 2.05 |
| EV/EBITDA | 5.6 |

Catalyst Info**Catalyst:**

On April 16 Victory Park met with the board and management of GEYH to discuss the macroeconomic environment, including the capital markets, and potential strategies that the company may consider pursuing in an effort to strengthen its financial condition. The strategies included a potential restructuring transaction that may involve the exchange or conversion of Notes and/or Preferred Stock for shares of Common Stock.

GSI Group Inc. (GSIG)**Activist Investor:** Stephen Bershad**Investor Info**

| | |
|---------------|-----------|
| Shares | 3,471,100 |
| % Outstanding | 7.3% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|-------------|
| Share Price | 1.33 |
| Revenue | 308M |
| Market Cap | 55M |
| Enterprise Value | -127M |
| Net Cash | 183M |
| EBITDA | 36M |
| 52 wk. range | 0.43 – 8.34 |
| EV/EBITDA | Negative |

Catalyst Info**Catalyst:**

On April 23 Bershad met with company's CEO to discuss his interest in obtaining representation on the board of directors. Between April 24 and April 27, Mr. Bershad had multiple conversations with GSIG's Chairman who agreed to discuss his request with the full board of directors.

Comment:

On April 1 GSIG received a notice of delisting from NASDAQ for failure to file their 10K in a timely manner. On March 30, the company announced that it had identified errors related to timing of recognition of revenues during fiscal 2006.

iPass, Inc. (IPAS)**Activist Investor:** Foxhill Opportunity Fund**Investor Info**

| | |
|---------------|-----------|
| Shares | 4,116,862 |
| % Outstanding | 6.8% |
| Cost Basis | 2.76 |

Company Info

| | |
|------------------|-------------|
| Share Price | 1.20 |
| Revenue | 191M |
| Market Cap | 74M |
| Enterprise Value | 5M |
| Net Cash | 68M |
| EBITDA | 1M |
| 52 wk. range | 0.89 – 2.92 |
| EV/EBITDA | 3.9 |

Catalyst Info**Catalyst:**

On April 16 Foxhill formally withdrew their non-binding proposal to declassify the board of IPAS after being requested by the company to withdraw the proposal because they intended to include a binding proposal to declassify the board in its proxy statement.

Comment:

We previously covered IPAS in numerous Catalyst Research Reports (most recently on April 17), highlighting Foxhill Capital's letter to the board listing a number of demands, including: (i) the board engage an outside consultant to review the current business plan, (ii) develop stated goals for management and if these goals are not met, remove management, (iii) change management's compensation, (iv) initiate a sale of the Company. Before this, we covered Shamrock Capital's (9.8%) request for board representation last year. Shamrock was granted one seat in March 2008 but that individual has since resigned.

On February 27 nominated three people for election to the board. On April 17 we highlighted that activist investor Ramius Capital has accumulated 2,032,801 shares of IPAS (equivalent to approximately 3.4% of IPAS shares outstanding) since February. Ramius currently owns 5.1%.

Kingsway Financial Services (KFS)**Activist Investor:** Joseph Stillwell**Investor Info**

| | |
|---------------|-----------|
| Shares | 5,425,000 |
| % Outstanding | 9.9% |
| Cost Basis | 5.52 |

Company Info

| | |
|------------------|--------------|
| Share Price | 2.32 |
| Revenue | 1.5B |
| Market Cap | 128M |
| Enterprise Value | 173M |
| Net Cash | -46M |
| EBITDA | -240M |
| 52 wk. range | 1.28 – 14.83 |
| EV/EBITDA | Negative |

Catalyst Info**Catalyst:**

On April 23 KFS announced Joseph Stilwell has joined the board. On the same day KFS announced the appointment of a new CEO, effective immediately, and the election of a new Chairman of the Board.

Comment:

We previously covered KFS in our April 10, February 6, January 16, January 2, November 28, November 21, November 14 and November 7 Catalyst Research Reports, highlighting Stilwell's demand for KFS to call a special meeting for the purpose of removing and replacing two members of the board (including KFS's CEO).

Stilwell believes KFS should reduce overhead expenses by \$50M and also suggests KFS should not acquire another business, but rather sell their non-core businesses and use excess capital to retire debt. On January 7 Stilwell entered into a settlement agreement with KFS. Under the terms of the agreement, KFS's President and CEO resigned from the board and its board expanded from nine to ten, adding two individuals appointed by Stilwell. On January 30 Stilwell announced he had requisitioned a special shareholders meeting to reduce board payments and to remove whichever two directors most impede the exit from KFS's non-core lines.

MCG Capital Corporation (MCGC)**Activist Investor:** Springbok Capital Management**Investor Info**

| | |
|---------------|-----------|
| Shares | 7,554,600 |
| % Outstanding | 9.9% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|-------------|
| Share Price | 1.85 |
| Revenue | 135M |
| Market Cap | 141M |
| Enterprise Value | 731M |
| Net Cash | -591M |
| EBITDA | 100M |
| 52 wk. range | 0.46 – 8.37 |
| EV/EBITDA | 7.28 |

Catalyst Info**Catalyst:**

On April 24 MCGC announced they have entered into a settlement agreement with Springbok. Under the terms of the agreement MCGC will appoint one individual recommended by Springbok to the board. In addition, MCGC will reduce the size of the board to eight members no later than August 31, 2009.

Comment:

We previously covered MCGC in our March 13 2009 and November 21 2008 Catalyst Research Reports, highlighting Springbok's announcement that they had formed an investment group with Soundpost Partners and Lyrical Partners (together owning 9.7% of MCGC) for the purpose of discussing strategic alternatives with the Company, including a sale, the orderly liquidation of assets and return of cash to stockholders, the use of excess cash flow to repurchase shares, changes in the operating or investment strategy, changes in board composition, the hiring of an outside investment manager, the reinstatement of the dividend, and the replacement of management if they are unwilling or unable to act in the best interests of stockholders in a timely fashion.

Insured Municipal Income Fund Inc. (PIF)**Activist Investor:** Bulldog Investors**Investor Info**

| | |
|---------------|-----------|
| Shares | 2,078,913 |
| % Outstanding | 10.08% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|--------------|
| Share Price | 12.36 |
| Revenue | 23M |
| Market Cap | 256M |
| Enterprise Value | 295M |
| Net Cash | N/A |
| EBITDA | N/A |
| 52 wk. range | 7.78 – 13.10 |
| EV/EBITDA | N/A |

Catalyst Info**Catalyst:**

On April 29 Bulldog filed preliminary proxy materials for the purpose of replacing six directors up for election at this year's annual meeting.

Comment:

We previously covered PIF in our January 30, January 23, December 19 and June 20, 2008 Catalyst Research Reports, highlighting Bulldog's announcement that they will nominate a full slate of candidates for election as directors at the next annual meeting. In addition, Bulldog submitted a shareholder proposal requesting the board open-end the fund.

PIF is currently trading at discount equal to 8.02% of its net asset value.

Providence Service Corp. (PRSC)**Activist Investor:** 73114 Investments**Investor Info**

| | |
|---------------|-----------|
| Shares | 2,293,895 |
| % Outstanding | 18.6% |
| Cost Basis | 1.34 |

Company Info

| | |
|------------------|--------------|
| Share Price | 9.95 |
| Revenue | 692M |
| Market Cap | 128M |
| Enterprise Value | 336M |
| Net Cash | -209M |
| EBITDA | 33M |
| 52 wk. range | 0.68 – 29.63 |
| EV/EBITDA | 10.1 |

Catalyst Info**Catalyst:**

On May 1 73114 Investments filed preliminary proxy materials for the purpose of replacing two directors up for election at this year's annual meeting.

Comment:

We previously covered PRSC in our February 27, February 13 and January 23 Catalyst Research Reports, highlighting 73114's January 21 letter demanding to inspect certain books and records of the Company, including a stockholder list. On February 5 73114 (acting through Avalon Correctional Services (CITY.PK) and as the Providence Committee for Accountability) filed a preliminary consent soliciting statement seeking nine changes to PRSC's bylaws. On February 24 PRSC announced by-law amendments to improve corporate governance. The changes include: majority standard for the election of directors in uncontested elections, bylaw amendments to make it easier for stockholders to call a special meeting of stockholders, and bylaw amendments that make it easier for stockholders to nominate candidates for election at the Company's annual meetings. As a result of these changes 73114 withdrew their consent solicitation, but are still moving forward with the proxy contest to replace board members.

Power-One Inc. (PWER)**Activist Investor:** Bel Fuse Inc.**Investor Info**

| | |
|---------------|-----------|
| Shares | 7,338,998 |
| % Outstanding | 8.35% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|-------------|
| Share Price | 1.09 |
| Revenue | 518M |
| Market Cap | 96M |
| Enterprise Value | 153M |
| Net Cash | -58M |
| EBITDA | 12M |
| 52 wk. range | 0.33 – 3.19 |
| EV/EBITDA | 12.3 |

Catalyst Info**Catalyst:**

On April 29 Bel sent a letter to the board of PWER questioning the advisability of the company's recent agreement with Silver Lake Sumeru to make a \$60 million investment in the company, consisting of \$23.6 million of convertible preferred stock, \$36.4 million senior convertible notes, and 8.7 million warrants for shares of common stock. Bel also reiterated their request that the company divest their DC/DC converters business to eliminate a portion of its debt and focus its attention on the AC/DC power supplies and the Renewable Energy inverters segments.

Comment:

We previously covered PWER in our November 7, October 10, June 20 and February 29 2008 Catalyst Research Reports, highlighting Bel's rapid acquisition of PWER shares along with a letter on June 9 2008 where Bel expressed their view that PWER should divest the DC/DC converters business. In addition, Bel indicated in the letter that they are interested in acquiring the DC/DC business segment.

Telephone & Data Systems (TDS)**Activist Investor:** *GAMCO Investors***Investor Info**

| | |
|---------------|-----------|
| Shares | 4,878,254 |
| % Outstanding | 9.45% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|---------------|
| Share Price | 28.83 |
| Revenue | 5.1B |
| Market Cap | 3.2B |
| Enterprise Value | 4.1B |
| Net Cash | -835M |
| EBITDA | 1.3B |
| 52 wk. range | 21.24 – 54.00 |
| EV/EBITDA | 3.1 |

Catalyst Info**Catalyst:**

On April 27 TDS entered into a settlement agreement with Gamco. Under the terms of the agreement TDS will appoint two individuals nominated by Gamco to the board.

Comment:

We previously covered TDS in our March 20, February 20 2009 and May 16 2008 Catalyst Research Reports, highlighting a letter from Gamco to TDS's President and CEO asking (i) did you in fact receive an offer [to purchase the Company]?, and (ii) why did you feel it was appropriate not to disclose it to all shareholders?

On February 20 GAMCO nominated three individuals for election to the board at the 2009 annual meeting. Also on February 20 Southeastern Asset Management (9.9%) initiated a request under Section 220 of the DGCL to require TDS to disclose information related to its retention of a "nationally recognized consulting firm" and that firm's findings and recommendations to TDS. On March 19 GAMCO received a letter from TDS stating that two of four director nominees submitted by them for election to the board at the 2009 annual meeting are ineligible to serve as directors because they did not complete the company's questionnaire in a timely manner.

Telephone & Data Systems (TDS)**Activist Investor:** *Southeastern Asset Management***Investor Info**

| | |
|---------------|------------|
| Shares | 14,776,895 |
| % Outstanding | 27.3%% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|---------------|
| Share Price | 28.83 |
| Revenue | 5.1B |
| Market Cap | 3.2B |
| Enterprise Value | 4.1B |
| Net Cash | -835M |
| EBITDA | 1.3B |
| 52 wk. range | 21.24 – 54.00 |
| EV/EBITDA | 3.1 |

Catalyst Info**Catalyst:**

On April 28 Southeastern announced their support for the initiation of a shareholder forum to be conducted by Gary Lutin to address issues of importance to TDS stakeholders.

Background: Over the last few months, Southeastern has discussed various strategic alternatives with TDS's board and management, and Southeastern believes an open forum to hear the views of all stakeholders can aid in the pursuit of value enhancing opportunities.

Information about the Shareholder Forum can be obtained at www.shareholderforum.com/tds.

Comment:

See comments re: GAMCO above.

Tollgrade Communications Inc. (TLGD)**Activist Investor:** *Ramius Capital***Investor Info**

| | |
|---------------|-----------|
| Shares | 1,962,697 |
| % Outstanding | 15.5% |
| Cost Basis | 5.36 |

Company Info

| | |
|------------------|-------------|
| Share Price | 5.73 |
| Revenue | 57M |
| Market Cap | 73M |
| Enterprise Value | 12M |
| Net Cash | 60M |
| EBITDA | 2M |
| 52 wk. range | 3.00 – 7.14 |
| EV/EBITDA | 6.0 |

Catalyst Info**Catalyst:**

Ramius has increased their ownership in TLGD by 394,585 shares (equivalent to 15.5%) since February.

Comment:

We previously covered TLGD in our February 20, December 5, October 31 and June 13 Catalyst Research Reports, highlighting Ramius Capital's announcement that they had entered into a confidentiality agreement with TLGD in conjunction with the Company's April 11 2008 announcement that they have hired an investment adviser to help in its ongoing review of strategic alternatives. On November 30 Bradford Capital (11.7%) sent a letter to TLGD expressing their interest in acquiring the Company for \$5.50 to \$6.00 per share. On December 2 TLGD sent Bradford a letter stating that the indicative price range of between \$5.50 and \$6.00 per share does not reflect the strength of the company's cash position or the long-term value of the business, nor does it take into account the potential benefits of the strategy the company articulated in October. On February 11 Ramius nominate four individuals for election to the board of TLGD at the 2009 annual meeting.

Thermoenergy Corp. (TMENE.OB)**Activist Investor:** *Quercus Trust***Investor Info**

| | |
|---------------|------------|
| Shares | 23,333,334 |
| % Outstanding | 35.0% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|-------------|
| Share Price | 0.69 |
| Revenue | 0.5M |
| Market Cap | 35M |
| Enterprise Value | 39M |
| Net Cash | -3.5M |
| EBITDA | -9M |
| 52 wk. range | 0.20 – 1.65 |
| EV/EBITDA | Negative |

Catalyst Info**Catalyst:**

On April 27 Quercus announced they have proposed TMENE make changes to the composition of the board and management team. In addition, Quercus stated that if the changes are not made they intend to effect such changes, either at a meeting of shareholders or an action by written consent.

TranSwitch Corp. (TXCC)**Activist Investor:** *Brener International Group***Investor Info**

| | |
|---------------|-----------|
| Shares | 7,875,000 |
| % Outstanding | 5.92% |
| Cost Basis | 1.35 |

Company Info

| | |
|------------------|-------------|
| Share Price | 0.38 |
| Revenue | 42M |
| Market Cap | 60M |
| Enterprise Value | 60M |
| Net Cash | 0 |
| EBITDA | -12M |
| 52 wk. range | 0.20 – 1.15 |
| EV/EBITDA | Negative |

Catalyst Info**Catalyst:**

On April 28 Brener sent a letter to the CEO of TXCC expressing their shock that the company is seeking shareholder approval to increase the number of shares issuable pursuant to the 2008 Equity Incentive Plan by more than 10 million. If amended, the Plan will have 25 million shares subject to issuance, which translates into more than 16% of the company's stock outstanding. Brener suggested the company abandon the idea and instead require directors and managers to purchase the company's stock.

Comment:

We previously covered TXCC in our November 21, May 23 and May 16 2008 Catalyst Research Reports, highlighting a letter sent by Brener stating their dissatisfaction with the company's inability to take action to show confidence in the stock. In that letter, Brener demanded the company improve their financial communications and "get the company's story out to shareholders".

On May 20 Herbert Chen (15%) disclosed that he had previously sent a letter to TXCC's Chairman expressing his dissatisfaction with the Company's performance and requested a reconstitution of the Board. On November 19 Brener sent a letter to TXCC stating that there was, "no reason the company should not resume its stock buyback program."

Uluru Inc (ULU)**Activist Investor:** *Brencourt Advisors***Investor Info**

| | |
|---------------|------------|
| Shares | 10,586,589 |
| % Outstanding | 16.11% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|-------------|
| Share Price | 0.19 |
| Revenue | 1M |
| Market Cap | 12M |
| Enterprise Value | 5M |
| Net Cash | 8M |
| EBITDA | -8M |
| 52 wk. range | 0.11 – 2.25 |
| EV/EBITDA | Negative |

Catalyst Info**Catalyst:**

On April 20 Brencourt sent a letter to the board of ULU. In the letter Brencourt stated that, based upon their discussions with the company, it is clear that the company has been grossly mismanaged. In addition, Brencourt called on the board to appoint representatives of shareholders to fill vacancies on the board.

Great Wolf Resorts (WOLF)

*Activist Investor: Hovde Capital Advisors***Investor Info**

| | |
|---------------|-----------|
| Shares | 2,001,762 |
| % Outstanding | 6.5% |
| Cost Basis | Not Avail |

Company Info

| | |
|------------------|-------------|
| Share Price | 3.58 |
| Revenue | 246M |
| Market Cap | 111M |
| Enterprise Value | 604M |
| Net Cash | -493M |
| EBITDA | 57M |
| 52 wk. range | 0.61 – 8.38 |
| EV/EBITDA | 10.66 |

Catalyst Info**Catalyst:**

On April 23 Hovde sent a letter to the Chairman of WOLF resigning their two board seats (after learning they would not be re-nominated to the board for election at the next annual meeting). In the letter, Hovde expressed their deep disappointment that their fellow directors have not listened to their ideas for improving value. In addition Hovde stated their belief that WOLF's executive compensation is not appropriately tied to performance.

Comment:

We previously covered WOLF in our February 8 2008, January 25 2008, March 2 2007 and August 18 2006 Catalyst Research Reports, highlighting a letter sent by Hayground Asset Management (7.5%) to the board suggesting the company could receive more than \$16/share in a sale transaction. On March 1 2008 Hayground expressed their extreme disappointment with management's failure to explore a sale.

On January 18 2008 Hovde Capital requested WOLF remove two board members and appoint at least one member recommended by Hovde Capital to the board. In addition, Hovde requested WOLF examine strategic alternatives. On January 30 Hovde nominated three candidates for election to the board at the 2008 annual meeting and ultimately settled with the company for two board seats.

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