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Research Corporation

Welcome to OTC Growth Stock Watch newsletter. This letter will serve as an instructional brief that will explain how to use the newsletter to its fullest.

Every other month when you receive your newsletter, it will be segmented into four parts:

First, on the front page, is our "Market Commentary" which serves as a guide to what I believe the conditions of the market will be in the short and longer terms, usually based on current economic and political news. This will help you decide if the time is right overall to invest in any stock.

Secondly, on the front page, I list our new "Featured Stock of the Month." In that column, I talk about the featured company and why I like it based on fundamental criteria. Each OTCGSW recommendation has to meet a rigid set of performance criteria including a strong balance sheets, revenues and net profits that are on the rise of at least 20% annually for the past two years, niche products or services, and superior management. Because most of our featured stocks have strong cash positions and minimal or no long term debt, many times these companies will be bought out at stock prices much higher than we originally recommended them at. Keep in mind that all OTC Growth Stock Watch recommendations are meant to be held for at least one year, depending upon your personal investment goals and the fundamental performance of that particular stock.

Third, we have our "Corporate News Update" column. In this column we update you with the latest news that has transpired within our portfolio stocks during the previous month. Any new developments that have occurred during the previous month, help me make decisions as to what current recommendation of that particular stock should be. If one of the portfolio companies is not listed in the Corp. Updates for any particular month, the recommendation and performance of that stock at the time of publication, will be listed on the last page of the newsletter.

And fourth, the last page lists our currently active portfolio stocks, their performance to date, and a current recommendation as to whether to aggressively buy, strongly buy, buy, hold, sell or close out a position. Close outs are usually made after one of our portfolio stocks gets bought out, merges into another company, or gets listed on the New York Stock Exchange.

We also recommend that you have set specific goals for yourself in terms of knowing exactly when you want to get into a stock, and more importantly after you buy a stock, setting a price target where you will get out.

One recommended philosophy on investing in stocks is to sell half your investment when the price of the stock doubles in value, and let the rest ride as long as the same strong fundamentals are in place. If on the other hand, a stock drops 30-40% below where you purchased it, reevaluate the situation and if the fundamentals of the company have remained intact, consider doubling the amount of shares you own. Again if you decide to do this, make sure that you sell half your investment from the average price you purchased it at if and when it comes back. All in all, this method should allow you to build a nice portfolio of aggressive growth stocks.

If you have any questions in regards to any of this information, please contact me at 781 444 6100 and I will be happy to answer any of your questions.

Again, welcome aboard and enjoy investing!

A handwritten signature in black ink, appearing to read "Geoffrey Eiten".

Geoffrey Eiten, Publisher