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### Notable Purchases

#### Great Plains Energy Inc.: \$14.35

(NYSE: GXP, Not Covered)

- GAMCO Investors Inc. Et Al – Original SC 13D

Shares Purchased:	N/A
Date of Purchase:	N/A
Purchase Price:	N/A
<b>Capital Committed (est.):</b>	N/A
Total Shares Owned:	5,980,808
% of Total Outstanding Shares:	5.0%
Market Cap:	\$1.7 billion

- On 5/04/09 GAMCO Investors Inc., institutional investors, disclosed holdings of 5,980,808 shares of GXP representing 5.0% of the total shares outstanding.
- Over the last twelve months the Company reported ROE of 5.7%, ROIC of 3.8% and revenue growth was 29.2% (Capital IQ).
- The Company reported a free cash flow yield of -35.6%, over the last twelve months (Capital IQ).
- The three analysts that cover the Company have a mean price target of \$17.00 (Capital IQ).
- Barclays Global Investors National Association, GAMCO Asset Management Inc., The Vanguard Group Inc., Hotchkis and Wiley Capital Management LLC, and Advisory Research Inc. are the top five holders as of the respective filing dates (Capital IQ).
- On 4/22/09 the Company announced it had reached an agreement "in principle" that would raise electric rates for its Missouri customers by \$95 million later this year. If approved by the commission, the settlement would raise the average residential customer's monthly bill by around \$12.60 beginning Sept. 1, the company said. Chairman and CEO Mike Chessar commented, "We believe the agreement is a fair settlement for all the parties involved and we look forward to approval by the Commission" (Associated Press).
- GAMCO Investors, Inc. together with its subsidiaries, provides investment advisory services primarily in the United States. The company offers its advisory services to a range of investors. The company was founded in 1976 and is based in Rye, New York (Capital IQ).
- **Description:** Great Plains Energy Incorporated, through its subsidiaries, engages in the generation, transmission, distribution, and sale of electricity in the United States. It generates electricity utilizing coal, nuclear, natural gas, oil, and wind resources. The company also provides retail electricity supply services. As of December 31, 2008, it served approximately 820,000 customers located in western Missouri and eastern Kansas comprising 722,000 residential and 96,000 commercial customers, as well as 2,800 industrials, municipalities, and other electric utilities. The company was founded in 1919 and is headquartered in Kansas City, Missouri (Capital IQ).

### GXP Company Snapshot

<u>Market Information</u>		<u>Profitability (LTM)</u>		<u>Valuation Metrics</u>		<u>LTM</u>	<u>2008</u>	<u>2009</u>
Current Price	\$14.35	Gross Margin	38.5%	EV/Revenues	2.9x	2.2x	2.0x	
52 Wk Hi	\$27.06	NI Margin	9.3%	EV/EBITDA	9.5x	6.3x	5.5x	
52 Wk Low	\$10.20	EBITDA Margin	31.1%	P/E	9.5x	11.9x	9.8x	
Insider Ownership	0%	ROA	2.6%					
Short Interest (% of float)	4%	ROE	5.7%	<u>Comps</u>	<u>LTM</u>	<u>2008</u>	<u>2009</u>	
Shares Outstanding (MM)	119.2	Earnings Per Share (EPS)	\$1.51	EV/Revenues	2.4x	2.1x	1.9x	
				EV/EBITDA	7.7x	7.3x	6.3x	
Market Value (\$MM)	1,737.4	<u>Leverage Metric (LTM)</u>		P/E	10.5x	11.4x	9.2x	
Debt (\$MM)	3,211.5	Total Debt/EBITDA	6.2x					
Cash (\$MM)	61.1	EBITDA/Interest Expense	4.7x					
Enterprise Value (\$MM)	4,887.8	Debt/Equity	124.0%	<u>CY Historical Multiples</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>Average</u>
Free Cash Flow (\$MM)	-618.7	Debt/Total Capitalization	55.4%	TEV/Revenue	1.4x	1.2x	3.0x	1.9x
				TEV/EBITDA	9.4x	7.3x	9.7x	8.8x
				P/E	8.3x	10.2x	12.3x	10.3x

Source: Wm Smith & Co. & Capital IQ

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<b>John Wiley &amp; Sons Inc.: \$33.67</b> <b>(NYSE: JW.A, Not Covered)</b> ➤ <b>Bradford Wiley II – Insider Filing (Director)</b>	Shares Purchased:	10,000
	Date of Purchase:	4/30/09
	Purchase Price:	\$35.00
	<b>Capital Committed (est.):</b>	\$350,000
	Total Shares Owned:	30,000
	% of Total Outstanding Shares:	Less than 1%
	Market Cap:	\$2.0 billion

- On 4/30/09 Bradford Wiley II, a member of the board of directors, purchased 10,000 shares of JW.A bringing his total holdings to 30,000 shares representing less than 1% of the total shares outstanding.
- Over the last twelve months the Company reported ROE of 24.2%, ROIC of 10.0% and revenue growth was 0.6% (Capital IQ).
- The Company reported a free cash flow yield of 10.1% over the last twelve months (Capital IQ).
- The analyst that covers the Company has a price target of \$35.00 (Capital IQ).
- E.P. Hamilton Trusts LLC, Pioneer Investment Management Inc., Private Capital Management LP, Eagle Asset Management Inc., and Columbia Management Advisors Inc. are the top five investors as of the respective filing dates (Capital IQ).
- On 3/25/09 the Company announced today the appointment of Stephen M. Smith as Executive Vice President, Chief Operating Officer, effective May 1, 2009. Mr. Smith will be responsible for the overall direction and leadership of Wiley’s global publishing businesses. “This appointment is tangible evidence of our commitment to the development of the next generation of leadership at Wiley,” stated President William Pesce (Business Wire).
- Bradford Wiley II, the filer, served as an Editor in Higher Education from 1989 to 1998. Mr. Wiley served as a newspaper journalist, viticulturist and winery manager. He served as Chairman of John Wiley & Sons Inc. since January 1993. Mr. Wiley has been a Director of John Wiley & Sons Inc. since 1979 (Capital IQ).
- **Description:** John Wiley & Sons, Inc., together with its subsidiaries, publishes print and electronic products that provide content and solutions. It produces professional and consumer books, and subscription products; scientific, technical, medical, and scholarly journals; encyclopedias; online products; and textbooks and educational materials, including integrated online teaching and learning resources for undergraduate and graduate students, teachers, and lifelong learners. The company serves professionals, consumers, researchers, students, and educators. It distributes its products through chains and online booksellers, independent bookstores, libraries, colleges and universities, warehouse clubs, corporations, direct marketing, and Web sites in the United States, Canada, Europe, Asia, and Australia. John Wiley & Sons, Inc. was founded in 1807 and is headquartered in Hoboken, New Jersey (Capital IQ).

**JW.A Company Snapshot**

<u>Market Information</u>		<u>Profitability (LTM)</u>		<u>Valuation Metrics</u>		<u>LTM</u>	<u>2008</u>	<u>2009</u>
Current Price	\$33.67	Gross Margin	68.0%	EV/Revenues	1.7x	1.8x	1.8x	
52 Wk Hi	\$54.75	NI Margin	8.1%	EV/EBITDA	8.9x	9.6x	9.0x	
52 Wk Low	\$18.74	EBITDA Margin	19.4%	P/E	14.8x	15.4x	12.8x	
Insider Ownership	8%	ROA	6.2%					
Short Interest (% of float)	1%	ROE	24.2%	<u>Comps</u>	<u>LTM</u>	<u>2008</u>	<u>2009</u>	
Shares Outstanding (MM)	58.2	Earnings Per Share (EPS)	\$2.27	EV/Revenues	1.2x	1.4x	1.3x	
				EV/EBITDA	5.1x	7.0x	6.3x	
Market Value (\$MM)	2,005.6	<u>Leverage Metric (LTM)</u>		P/E	9.2x	0.4x	-1.1x	
Debt (\$MM)	888.0	Total Debt/EBITDA	2.8x					
Cash (\$MM)	72.4	EBITDA/Interest Expense	6.0x	<u>CY Historical Multiples</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>Average</u>
Enterprise Value (\$MM)	2,821.2	Debt/Equity	208.8%	TEV/Revenue	2.0x	2.0x	1.6x	1.9x
Free Cash Flow (\$MM)	201.9	Debt/Total Capitalization	67.6%	TEV/EBITDA	11.5x	11.5x	8.5x	10.5x
				P/E	18.2x	19.7x	13.5x	17.2x

Source: Wm Smith & Co. & Capital IQ

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<b>Cavium Networks Inc.: \$14.06</b> <b>(NasdaqGM: CAVM, Not Covered)</b> ➤ Arthur D. Chadwick – Insider Filing (Chief Financial Officer) ➤ Syed Ali – Insider Filing (Founder and Chairman)	Shares Purchased: 75,000 Date of Purchase: 5/01/09 Purchase Price: \$12.78 - \$12.94
	<b>Capital Committed (est.):</b> \$962,353 Total Shares Owned: 1,830,562 % of Total Outstanding Shares: 4.4% Market Cap: \$529.2 million

- On 5/01/09 Arthur D. Chadwick, Chief Financial Officer, and Syed Ali, Founder and Chairman of the Board, purchased a combined 75,000 shares of CAVM bringing their total holdings to 1,830,562 representing 4.4% of the total shares outstanding.
- Over the last twelve months the Company reported an ROE of 1.2%, an ROIC of 1.0% and revenue growth was 44.4% (Capital IQ).
- The eight analysts that currently cover the Company have a mean price target of \$13.00 (Capital IQ).
- Alliance Venture Management, Fidelity Management & Research Company, Jennison Associates LLC, Artis Capital Management LP, and Turner Investment Partners Inc. are the top five holders as of the respective filing dates (Capital IQ).
- On 4/29/09 the Company reported Q1'09 revenues of \$20.4 million, and 11% increase year-over-year from \$18.3 million. Net loss totaled \$6.5 million, compared to net income of \$2.0 million in Q1'08 (Market Wire).
- Arthur D. Chadwick, Mr. Chadwick has been Chief Financial Officer, Secretary and Vice President of Finance & Administration of Cavium Networks Inc., since December 2004 and serves as its Principal Accounting Officer (Capital IQ).
- Syed Ali is a Founder and has been President and Chief Executive Officer of Cavium Networks Inc. since 2000. He serves as a Director of Cavium Networks Inc. and served as an Executive Director of Samsung Electronics. Mr. Ali earned a MSEE from the University of Michigan, Ann Arbor in 1981 and BSEE from Osmania University, Hyderabad, India in 1980 (Capital IQ).
- Description:** Cavium Networks, Inc. designs, develops, and markets semiconductor processors for intelligent and secure networks. Its semiconductor products enable customers to develop networking, wireless, storage, and electronic equipment that are application-aware and content-aware, and securely process voice, video, and data traffic at high speeds. The company's products also include a suite of embedded security protocols that enable unified threat management, secure connectivity, network perimeter protection network virtualization, broadband gateways, 3G/4G wireless infrastructure, storage systems, wireless HDMI cable replacement, and embedded video applications. The company sells its products directly or through contract manufacturing organizations and distributors to providers of networking, wireless, storage, and electronic equipment, as well as to original equipment manufacturers primarily in the United States, Japan, Taiwan, and the People's Republic of China. Cavium Networks, Inc. was founded in 2000 and is based in Mountain View, California (Capital IQ).

### CAVM Company Snapshot

<u>Market Information</u>		<u>Profitability (LTM)</u>		<u>Valuation Metrics</u>		<u>LTM</u>	<u>2008</u>	<u>2009</u>
Current Price	\$14.06	Gross Margin	55.8%	EV/Revenues	5.3x	5.6x	4.3x	
52 Wk Hi	\$26.58	NI Margin	-7.9%	EV/EBITDA	65.1x	393.0x	24.5x	
52 Wk Low	\$7.14	EBITDA Margin	8.1%	P/E	-81.7x	-484.8x	45.9x	
Insider Ownership	7%	ROA	-2.5%					
Short Interest (% of float)	20%	ROE	1.2%	<u>Comps</u>	<u>LTM</u>	<u>2008</u>	<u>2009</u>	
Shares Outstanding (MM)	41.2	Earnings Per Share (EPS)	(\$0.17)	EV/Revenues	1.2x	1.4x	1.3x	
				EV/EBITDA	5.1x	7.0x	6.3x	
Market Value (\$MM)	579.5	<u>Leverage Metric (LTM)</u>		P/E	9.2x	0.4x	-1.1x	
Debt (\$MM)	4.1	Total Debt/EBITDA	0.6x					
Cash (\$MM)	65.6	EBITDA/Interest Expense	16.9x	<u>CY Historical Multiples</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>Average</u>
Enterprise Value (\$MM)	517.9	Debt/Equity	3.2%	TEV/Revenue	0.0x	12.0x	3.9x	5.3x
Free Cash Flow (\$MM)	0.0	Debt/Total Capitalization	3.1%	TEV/EBITDA	0.0x	103.1x	24.0x	42.4x
				P/E	-12.6x	208.2x	397.2x	197.6x

Source: Wm Smith & Co. & Capital IQ

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† Definitions derived from SEC ([www.sec.gov](http://www.sec.gov))

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