

Bowden Investment Group

BIG UPDATE

FEBRUARY 3, 2010

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UPCOMING EVENTS

FEB 8

ALUMNI DAY

GUEST SPEAKER

PAUL TAAFFE

DIRECTOR OF INVESTOR

RELATIONS—LOWE'S

COMPANIES, INC.

Letter from the President

After a tumultuous 2009, a lot of uncertainty remains about the economy as we enter 2010. While the markets are up over 50% since their March lows, unemployment, the housing market and companies' quarterly earnings have not been able to recover at the same pace. In January, the stock market pulled back after a nice run that closed out the previous year. A number of professionals believe that a significant market correction could occur in 2010.

In response to the recent developments in the economy, the Bowden Investment Group made changes to the Bowden Investment Fund in the end of

last year to better position ourselves for 2010. After a thorough examination of the portfolio, the BIG voted to sell Dolby Laboratories Inc (DLB) and Snap-On Inc (SNA) due to their weak performance and the discovery of promising alternatives. To replace these stocks, the BIG added: Big Lots Inc (BIG), Buffalo Wild Wings (BWLD), Aeropostale (ARO) and Chipotle Mexican Grill (CMG) to the portfolio. We believe these stocks are well positioned to prosper in the recovering economy and have plenty of upside with limited risk.

Apart from Bowden Investment Group's regular business,

four members of the class have been selected to participate in the CFA Global Investment Research Challenge where they will compete against graduates and undergraduates from Wake Forest, UNC, Duke, UNCC and NC AT&T. The challenge consists of writing an equity research report on Martin Marietta Materials and making a presentation to a panel of experts. The BIG team feels very confident that their knowledge and experience from managing the Bowden Investment Fund will give them a competitive advantage over other students. I look forward to updating everyone about their success!

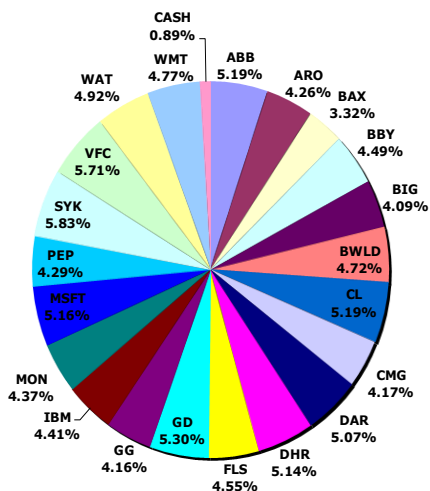
-Lev Kotliar

Portfolio Information

Ticker	Shares	12/31/2009	1/31/2010	Beg. Market Value	Current Market Value	Month \$ Change	Month % Change
ABB	200	18.98	18.03	3,796.00	3,606.00	(190.00)	-5.01%
ARO	90	33.55	32.89	3,019.50	2,960.10	(59.40)	-1.97%
BAX	40	58.37	57.59	2,334.80	2,303.60	(31.20)	-1.34%
BBY	85	38.72	36.65	3,291.20	3,115.25	(175.95)	-5.35%
BIG	100	28.65	28.41	2,865.00	2,841.00	(24.00)	-0.84%
BWLD	70	39.07	46.81	2,734.90	3,276.70	541.80	19.81%
CL	45	81.45	80.03	3,665.25	3,601.35	(63.90)	-1.74%
CMG	30	86.34	96.46	2,590.20	2,893.80	303.60	11.72%
DAR	452	8.37	7.79	3,783.24	3,521.08	(262.16)	-6.93%
DHR	50	74.62	71.35	3,731.00	3,567.50	(163.50)	-4.38%
FLS	35	93.16	90.17	3,260.60	3,155.95	(104.65)	-3.21%
GD	55	67.64	66.85	3,720.20	3,676.75	(43.45)	-1.17%
GG	85	39.73	33.96	3,377.05	2,886.60	(490.45)	-14.52%
IBM	25	129.23	122.39	3,230.75	3,059.75	(171.00)	-5.29%
MON	40	80.89	75.88	3,235.60	3,035.20	(200.40)	-6.19%
MSFT	127	30.00	28.18	3,810.00	3,578.86	(231.14)	-6.07%
PEP	50	60.29	59.62	3,014.50	2,981.00	(33.50)	-1.11%
SYK	78	49.95	51.92	3,896.10	4,049.76	153.66	3.94%
VFC	55	72.24	72.03	3,973.20	3,961.65	(11.55)	-0.29%
WAT	60	61.69	56.98	3,701.40	3,418.80	(282.60)	-7.63%
WMT	62	52.60	53.43	3,261.20	3,312.66	51.46	1.58%

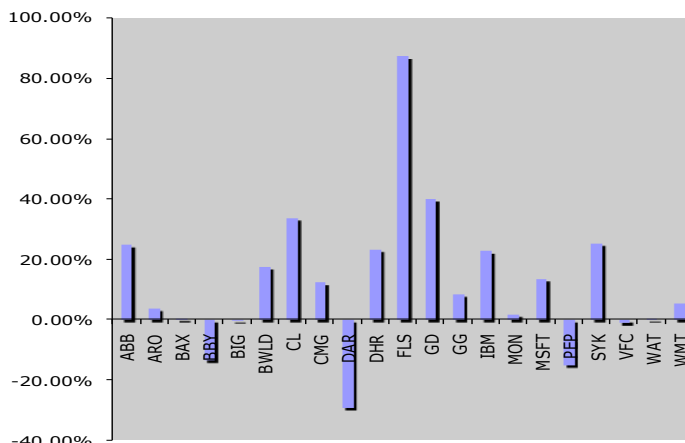
Portfolio Snapshot

STOCKS AS A PERCENTAGE OF PORTFOLIO VALUE



YTD RETURNS FOR 2010	
BOWDEN	S&P 500
-2.98%	-3.60%

STOCK RETURN SINCE PURCHASE



FUND HOLDINGS PLUS CASH		
BEG. MONTH MARKET VALUE	MONTH END MARKET VALUE	PERCENTAGE CHANGE
\$71,653.10	\$69,517.13	-2.98%

Domestic Outlook

The upcoming year will be exciting for the economy. Volatility will be a major issue both in the capital markets and commodities. The bullish run that we've experienced over the past several months may have already come to an end, and if not, I expect it to do so soon. Active trading has ramped up the prices of stocks as well as commodities, and these will have to fall soon (with the possible exception of Gold). Investors remember that the real economy, especially indicators such as unemployment, consumption, and housing data has improved either temporarily, or very little.

While consumer expenditures improved in November, they declined in December. Albeit partly due to poor weather condi-

tions across much of the nation, the decline also ebbs with the Christmas season, so we will no longer feel the effects of that boost. Unemployment will move little around ten percent, with only minor fluctuations, but it will remain practically flat for at least another year. Housing data is less encouraging, as housing starts went down in December, along with the number of new homes sold. Capital markets will not be able to resume long-term growth until these benchmarks improve.

- Andrew Turngren

International Outlook

The first month of the New Year has brought with it many changes and new challenges for all investors. One important event in the past month is the change in commodity prices. Two of the most important commodity indicators are crude oil futures and gold. Both ended the month down 8% and 9% respectively.

American and Chinese relations have been strained lately over a number of trading issues and America's decision to sell arms to Taiwan. Other news about China include reports that alternative energy development is increasing very quickly, surpassing countries like Denmark, Germany, Spain, and the US.

An additional point of interest is talks of Russia' political unrest; however, nothing disruptive has emerged. A disturbance

in Russia could impact the oil and natural gas markets and should also be closely monitored.

Overall, international markets have been down this past month; but with little new economic data, it is difficult to make an accurate assessment of the cause. However, we will continue to watch for emerging trends in an effort to predict the market patterns for the New Year.

-Michael Angolia