

Intellectual Property Prospector

IP Assets Owned by Firms in Transition

October 16, 2006
Volume 1, Number 3
Prospector Profiles in this Issue

Company Name	Reference Number	Category Profile
AMH Holdings, Inc.	06.0037	Low Rating
Anvil Knitwear, Inc.	06.0038	Bankruptcy
Chiquita Brands International, Inc.	06.0039	Covenant Problems
Copytele, Inc.	06.0040	Loss/Deficit
DeCrane Aircraft Holdings, Inc.	06.0041	Low Rating
GenCorp, Incorporated	06.0042	Low Rating
IA Global, Inc.	06.0043	Miscellaneous
Information Architects Corp.	06.0044	Loss/Deficit
Interactive Health LLC	06.0045	Low Rating
Ion Media Networks, Inc.	06.0046	Low Rating
K&F Industries Holdings, Inc.	06.0047	Low Rating
Manaris Corporation	06.0048	Audit Concerns
MetaMorphix, Incorporated	06.0049	Audit Concerns
North Atlantic Trading Co.	06.0050	Low Rating
Pacer Health Corp.	06.0051	Loss/Deficit
Playtex Products, Inc.	06.0052	Low Rating
Simmons Company	06.0053	Low Rating
Standard Aero Holdings, Inc.	06.0054	Low Rating
USA Technologies, Inc.	06.0055	Audit Concerns
West Corporation	06.0056	Low Rating

(Click on Reference Number to go directly to Company Profile)

Intellectual Property Prospector identifies United States and Canadian companies with more than \$1 million in assets filing for bankruptcy or reporting other financial difficulty and profiles their ownership of intellectual property. The Prospector features companies that meet strictly defined, predetermined criteria and is designed to support the efforts of firms and individuals interested in identifying opportunities in the specific area of intellectual property, which includes patents, trademarks, trade secrets, and licenses, among others. Information is compiled weekly and the Prospector is distributed by email every Sunday evening to arrive before 9:00AM every Monday. The Prospector is published by Beard Group, Inc. (<http://BeardGroup.com>). For subscription information call Customer Service at 240-629-3300, ext. 27.

Prospector Profile Selection Criteria:

In order to appear in the **Intellectual Property Prospector**, a company must report ownership of intellectual property assets, as well as one of the conditions listed below:

- An event which indicates financial distress; e.g., default, distressed exchange offer, preferred dividend omission, debt at deep discount, restructuring, low rating, audit concerns, covenant problems, and loss/deficit.
- Chapter 11, 7, or 15 bankruptcy filing
- Section 363 Sales

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**Prospector
Profile
06.0037**

AMH Holdings, Inc.

3773 State Rd.
Cuyahoga Falls, OH 44223
(330) 929-1811

NAICS		444100
Employees		3,240
Revenue	(mil)	\$1,173.59
Income	(mil)	\$0.31
Assets	(mil)	\$840.81
Liability	(mil)	\$1,035.17
(for the year ended 12/31/2005)		

Category: Low Rating

Event: On September 27, 2006, Moody's Investors Service revised its rating on AMH Holdings, Inc.'s \$446 million senior discount global notes due 2014 to Caa2 from Caa3 and assigned those debentures an LGD5 rating suggesting note holders will experience a 79 percent loss in the event of a default. The Company reported a stockholders' deficit of \$191,521,000 as of July 1, 2006.

Intellectual Property: AMH Holdings, Inc. has registered and non-registered trade names and trademarks covering the principal brand names and product lines under which its products are marketed. The April 2002 merger transaction with Simon Acquisition Corp. resulted in \$98.7 million in trademarks and trade names of which \$24.0 million had remaining useful lives at the time of the merger of 15 years and \$74.7 million have indefinite lives. The merger also resulted in \$6.8 million of patents with estimated useful lives at the time of the merger of 10 years. The Company has obtained patents on certain claims associated with its siding, fencing and railing products, which distinguishes its products from those of competitors. [SEC Filing 10-K 03-24-06]

Description: AMH Holdings, Inc. has no material assets or operations other than its 100% ownership of Associated Materials Holdings, Inc., which in turn has no material assets or operations other than its 100% ownership of Associated Materials, Inc. (AMI). AMI is a manufacturer and North American distributor of exterior residential building products.

Officers: Thomas N. Chieffe (Pres. & CEO); D. Keith LaVanway (VP, Treas., Sec. & CFO); Trevor Deighton (VP & COO); John F. Haumesser (VP)

Auditor: Ernst & Young LLP

Securities: 1,727,502 common shares outstanding as of August 15, 2006.
9 3/4% notes due in 2012; 11 1/4% notes due March 1, 2014.

Notes: There is no established public trading market for the Company's common stock. As of March 17, 2006, AMH II is the Company's sole record holder of the Company's stock.

[Return to top](#)

**Prospector
Profile
06.0038**

Anvil Knitwear, Inc.

228 East 45th St.
New York, NY 10017
(212) 476-0300

NAICS		315191
Employees		169
Revenue	(mil)	\$179.93
Income	(mil)	(\$28.48)
Assets	(mil)	\$108.31
Liability	(mil)	\$231.06
(for the year ended 1/28/2006)		

Category: Bankruptcy

Event: Anvil Knitwear, Inc. and its debtor-affiliates Anvil Holdings, Inc. and Spectratex, Inc. filed for Chapter 11 protection on October 2, 2006, with the U.S. Bankruptcy Court in the Southern District of New York (Manhattan), case numbers 06-12345, 06-12346 and 06-12347, Judge Allan L. Gropper presiding.

Intellectual Property: Anvil Knitwear, Inc. generally applies for registration of its material trademarks and trade names in the United States and certain foreign countries. The Company believes that it has developed strong brand awareness among its targeted customer base and as a result regards its brand names as valuable assets. [SEC Filing 10-K 04-28-06]

Description: Anvil Knitwear, Inc. designs, manufactures and markets active wear for men, women and children. Anvil Holdings owns all of the outstanding common stock of Anvil Knitwear, which is the companies' primary operating company.

Officers: Anthony T. Williams (Chair); Anthony Corsano (Pres., CEO & COO); Jacob Hollander (EVP, Gen. Counsel, Sec., Chief Admin. Officer & Dir.); William H. Turner (Dir.); Frank Ferramosca (EVP & CFO); Frank D. Keeney (EVP); Richard R. Leonard (Dir.); Bernard Geller (Dir.)

Auditor: Deloitte & Touche LLP

Attorneys: Richard A. Stieglitz, Jr., Esq. of Dechert LLP; New York, NY; (212) 698-3571

Securities: 3,890,000 common shares outstanding as of September 12, 2006.

Notes: There is no established public trading market for any of the Company's common stock. Information is from Anvil Holdings, Inc.

Consolidated Financial Data as of July 29, 2006:
Total Assets: \$110,682,000; Total Debt: \$244,586,000

[Return to top](#)

**Prospector
Profile
06.0039**

Chiquita Brands International, Inc.

250 East Fifth St.
Cincinnati, OH 45202
(513) 784-8000

NAICS		111339
Employees		25,000
Revenue	(mil)	\$3,904.36
Income	(mil)	\$131.44
Assets	(mil)	\$2,833.10
Liability	(mil)	\$1,839.60
(for the year ended 12/31/2005)		

Category: Covenant Problems

Event: On September 29, 2006, Chiquita Brands International, Inc. said that it asked lenders for a temporary waiver of certain financial commitments in its senior credit facility for the period ended September 30 because of "the current challenging environment facing the Company." On September 25, the Company announced a debt reduction plan, including the possible sale or saleleaseback of its shipping fleet and discontinuing its quarterly cash dividend of 10 cents per share. Moody's Investors Service affirmed all ratings for the Company (\$250 million 7.50% senior unsecured notes due 2014 at Caa1--LGD 5, 89%), as well as its subsidiary, Chiquita Brands LLC, but changed the outlook to negative from stable.

Intellectual Property: Chiquita Brands International, Inc. is recognized in North America and many parts of Europe and Asia, and the company believes it is associated with healthy, fresh and high quality produce items. Approximately 85% of the bananas sold by the company during 2005 were sold under the "Chiquita" brand name. The company generally obtains a premium price for its Chiquita branded bananas. To a limited extent, the company licenses its trademarks to other companies for use in preparing processed food products, for example, baby food, cookies and other baked goods containing processed bananas. One of Chiquita's business strategies is to leverage the Chiquita brand into new profitable businesses. [SEC Filing 10-K 03-01-06]

Description: Chiquita Brands International, Inc. and its subsidiaries operate as an international marketer, producer and distributor of bananas and other fresh produce.

Officers: Fernando Aguirre (Chair, Pres. & CEO); Jeffrey M. Zalla (SVP & CFO); James E. Thompson (SVP & Chief Compliance Officer); Brian W. Kocher (VP, Controller & Chief Acctg. Officer); Jim Gallagher (VP)

Auditor: Ernst & Young LLP

Securities: Common Stock-Symbol CQB; NYSE;
42,106,062 common shares outstanding as of July 31, 2006.
7 1/2% senior notes due 2014; 8 7/8% senior notes due 2015.

[Return to top](#)

**Prospector
Profile
06.0040**

Copytele, Inc.

900 Walt Whitman Road
Melville, NY 11747
(631) 549-5900

NAICS		518210
Employees		22
Revenue	(mil)	\$0.44
Income	(mil)	(\$4.45)
Assets	(mil)	\$1.47
Liability	(mil)	\$0.35

(for the year ended 10/31/2005)

Category: Loss/Deficit

Event: For the three months ended July 31, 2006, CopyTele, Inc. reported a \$5,799,711 net loss on \$397,773 of net sales, compared with a \$3,305,542 net loss on \$391,425 of net sales for the same period in 2005. At July 31, 2006, the Company's balance sheet showed \$1,601,248 in total assets, \$291,965 in total current liabilities and \$1,309,283 in total stockholders' equity.

Intellectual Property: Copytele, Inc. has received patents from the United States and certain foreign patent offices, expiring at various dates between 2006 and 2022. The Company also has filed patent applications for Flat Panel CRT panel display technologies, including the PMECS technology, and for encryption technologies. The Company has received from the U.S. patent office patents for four variations of its video display technology. The Company also has received patents related to the design, structure and method of construction of the E-Paper™ flat panel display, methods of operating the display, particle generation, applications using the E-Paper™ flat panel display, and for solid state and thin film video color display. In addition, two patent applications describing its display technology have recently been published. The Company received from the U.S. patent office two patents related to encryption technology. Three other patent applications describing fax, voice and data encryption over satellite and cellular communication networks have recently been published. [SEC Filing 10-K 01-31-06]

Description: CopyTele, Inc. engages in the development, production, and marketing of multifunctional encryption products that provide information security for domestic and international users over communications media.

Officers: Denis A. Krusos (Chair & CEO); Frank J. DiSanto (Pres. & Dir.); Henry P. Herms (VP, CFO & Dir.); George P. Larounis (Dir.)

Auditor: Grant Thornton LLP

Securities: Common Stock-Symbol COPY.OB; OTC BB;
96,991,388 common shares outstanding as of September 5, 2006.

[Return to top](#)

**Prospector
Profile
06.0041**

DeCrane Aircraft Holdings, Inc.

8425 Pulsar Place, Suite 340
Columbus, OH 43240
(614) 848-7700

NAICS		336413
Employees		1,529
Revenue	(mil)	\$213.69
Income	(mil)	(\$42.52)
Assets	(mil)	\$299.99
Liability	(mil)	\$387.50
(for the year ended 12/31/2004)		

Category: Low Rating

Event: On September 26, 2006, Moody's Investors Service revised its probability-of-default ratings and assigned loss-given-default ratings on the loans and bond debt obligations of DeCrane Aircraft Holdings, Inc. The Company's 12% senior subordinated notes due 2008 revised from Caa3 to Caa2 with a LGD6 rating suggesting note holders will experience a net loss of 94 percent in the event of default.

Intellectual Property: DeCrane Aircraft Holdings, Inc. has various trade secrets, proprietary information, trademarks, tradenames, patents, copyrights and other intellectual property rights which are important to its business in the aggregate. [SEC Filing 10-K 03-31-05]

Description: DeCrane Aircraft Holdings, Inc. is a provider of integrated assemblies, subassemblies and component parts to the aerospace industry.

Officers: Thompson Dean (Chair); R. Jack DeCrane (CEO & Dir.); Richard J. Kaplan (SVP, Treas., Sec., CFO & Dir.); Robert G. Martin (SVP); Donald G. Zerbe (SVP); James E. Mann (VP); Albert E. Suter (Dir.); Susan C. Schnabel (Dir.)

Auditor: PricewaterhouseCoopers LLP

Securities: 100 common shares outstanding as of May 16, 2005.
17% senior discount notes; 13.5% senior unsecured promissory notes; 12% senior subordinated notes due 2008.

Notes: The Company is privately held and there is no established public market trading its securities.

[Return to top](#)

**Prospector
Profile
06.0042**

GenCorp, Incorporated
Highway 50 and Aerojet Rd.
Rancho Cordova, CA 95853
(916) 355-4000

NAICS		336400
Employees		3,101
Revenue	(mil)	\$624.00
Income	(mil)	(\$230.00)
Assets	(mil)	\$1,057.00
Liability	(mil)	\$1,130.00
(for the year ended 11/30/2005)		

Category: Low Rating

Event: On September 27, 2006, Moody's Investors Service revised its probability-of-default ratings and assigned loss-given-default ratings on the loans and bond debt obligations of GenCorp, Incorporated. The Company's 9.5% senior subordinated notes due 2013 was rated at Caa1 (LGD3, 32%); 5.75% convertible subordinated notes due 2007 rating was revised from Caa2 to Caa1 (LGD5, 78%); 4% contingent convertible subordinated notes due 2024 rating was revised from Caa2 to Caa1 (LGD5, 78%); and 2.25% convertible subordinated debentures due 2024 rating was revised from Caa2 to Caa1 (LGD5, 78%).

Intellectual Property: GenCorp, Incorporated's Aerojet subsidiary obtains patents in the U.S. and other countries covering various aspects of the design and manufacture of its products. The Company considers these patents to be important to Aerojet as they illustrate Aerojet's innovative design ability and product development capabilities. [SEC Filing 10-K 02-13-06]

Description: GenCorp, Incorporated is a multinational diversified technology-based company that operates in four business segments: Aerospace and Defense, GDX Automotive, Fine Chemicals and Real Estate.

Officers: Terry L. Hall (Chair, Pres. & CEO); Yasmin R. Seyal (SVP & CFO); Mark Whitney (SVP & Gen. Counsel); R. Leon Blackburn (VP & Controller); Scott Neish (VP); Michael F. Martin (VP); Joseph Carleone (VP); William A. Purdy Jr. (VP); Chris W. Conley (VP); Linda B. Cutler (VP); Kari Van Gundy (VP & Treas.); Bryan Ramsey (VP); J. Robert Anderson (Dir.); R. Franklin Balotti (Dir.); C. F. Bolden Jr. (Dir.); J. Gary Cooper (Dir.); James J. Didion (Dir.); James M. Osterhoff (Dir.); Steven G. Rothmeier (Dir.); Timothy A. Wicks (Dir.); Sheila E. Widnall (Dir.)

Auditor: PricewaterhouseCoopers LLP

Securities: Common Stock-Symbol GY; NYSE;
55,500,000 common shares outstanding as of June 29, 2006.

[Return to top](#)

**Prospector
Profile
06.0043**

IA Global, Inc.

550 N. Reo St., The Centers of Westshore
Tampa, FL 33609
(813) 261-5157

NAICS		517000
Employees		135
Revenue	(mil)	\$45.08
Income	(mil)	(\$2.07)
Assets	(mil)	\$28.63
Liability	(mil)	\$22.62
(for the year ended 12/31/2005)		

Category: Miscellaneous

Event: On September 29, 2006, IA Global, Inc. has received notice the American Stock Exchange plans to proceed with its delisting. The exchange says the Company is out of compliance as shareholder equity is less than \$6 million and losses from continuing operations and/or net losses were incurred in the last five fiscal years.

Intellectual Property: IA Global, Inc. regards copyrights, trademarks, trade secrets, domain name rights and similar intellectual property as significant to its growth and success. The Company relies upon a combination of copyright and trademark laws, trade secret protection, domain name registration agreements, confidentiality and non-disclosure agreements and contractual provisions with employees and with third parties to establish and protect proprietary rights. [SEC Filing 10-K 04-17-06]

Description: IA Global, Inc. operates as a holding company focused on acquiring primarily Japanese companies that operate in the telecommunication and technology markets.

Officers: Mark Scott (Pres., Sec., CFO & Dir.); Raymond Christinson (Dir.); Jun Kumamoto (Dir.); Eric La Cara (Dir.); Alan Margerison (Dir.); Masazumi Ishii (Dir.)

Auditor: Sherb & Company LLP

Securities: Common Stock-Symbol IAO; AMEX;
108,165,157 common shares outstanding as of August 11, 2006.

[Return to top](#)

**Prospector
Profile
06.0044**

Information Architects Corp.
1420 NW 23rd Avenue,
Ft. Lauderdale, FL 33311
(954) 561-7321

NAICS	511210
Employees	6
Revenue (mil)	\$0.56
Income (mil)	(\$3.19)
Assets (mil)	\$1.37
Liability (mil)	\$5.08

(for the year ended 12/31/2004)

Category: Loss/Deficit

Event: For the three months ended June 30, 2006, Information Architects Corp. reported a \$210,724 net loss on \$6,791 of sales, compared with a \$191,533 net loss on \$150,083 of sales for the same period in 2005. At June 30, 2006, the Company's balance sheet showed \$1,874,135 in total assets and \$4,247,243 in total current liabilities, resulting in a \$2,373,108 stockholders' deficit.

Intellectual Property: On February 25, 2004, Information Architects Corp. acquired a patent (remote credit card authentication system) in exchange for 60,000 shares of Series D preferred shares and employment agreements for two employees of OTE Networks LTD. The patent is in relation to a fingerprint scanning methodology for providing secure transactions with credit cards by adding a fingerprint scanner at the point-of-sale to obtain fingerprint data, so that a credit card company can verify the fingerprint. [SEC Filing 10-KSB 04-17-06]

Description: Information Architects Corporation is a developer of dynamic content dynamic delivery content and delivery interchange and infrastructure interchange infrastructure software solutions for both corporations and individuals.

Officers: Michael Clark (Pres.); William Overhulser (COO & Dir.); Alfred Tracy (Dir.); Charles Maurice (Dir.);

Auditor: Jaspers + Hall PC

Securities: 926,771,719 common shares outstanding as of August 15, 2006.

Notes: There is no public trading market for the Company's common stock.

[Return to top](#)

**Prospector
Profile
06.0045**

Interactive Health LLC
3030 Walnut Ave.
Long Beach, CA 90807
(562) 426-8700

NAICS		339100
Employees		
Revenue	(mil)	\$36.82
Income	(mil)	(\$0.84)
Assets	(mil)	\$118.91
Liability	(mil)	\$115.82

(for the year ended 12/31/2003)

Category: Low Rating

Event: On September 21, 2006, Moody's Investors Service confirmed its Caa1 corporate family rating for Interactive Health LLC and downgraded its Caa1 rating on the Company's \$100 million senior discount notes to Caa2. Additionally, Moody's assigned an LGD4 rating to those bonds, suggesting note holders will experience a 63 percent loss in the event of a default.

Intellectual Property: Interactive Health LLC's products incorporate both licensed, and to a lesser degree, owned intellectual property. There are five issued or pending patents protecting some of the technologies and components in the current robotic massage chair product lines which are owned by Daito. The Company owns an additional four patents that are incorporated in various other products, including The Perfect Chair. In addition, the Company has pending patent applications covering alternative technologies that are to be integrated into future models of robotic massage chairs. These technologies are the foundation of its product lines and enable the Company to differentiate its product line from competitors. Furthermore, the Company has registered over 33 trademarks and has 11 pending trademark applications, which include, among others, the HT Human Touch and iJoy marks. [SEC Filing S-1 04-29-04]

Description: Interactive Health LLC is a maker of massage chairs including The Perfect Chair and a variety of products such as foot massagers, back and neck massagers and handheld massagers.

Officers: James H. Fordyce (Chair); Andrew B. Cohen (Pres.); Craig P. Womack (CEO, COO & Dir.); Thomas Dragotto (CFO); Michael R. Stone (Dir.); John C. Hockin (Dir.); Brian N. Cherry (Dir.)

Auditor: KPMG LLP

[Return to top](#)

**Prospector
Profile
06.0046**

Ion Media Networks, Inc.
601 Clearwater Park Rd.
West Palm Beach, FL 33401
(561) 659-4122

NAICS		515111
Employees		433
Revenue	(mil)	\$254.18
Income	(mil)	(\$235.67)
Assets	(mil)	\$1,146.26
Liability	(mil)	\$1,960.42
(for the year ended 12/31/2005)		

Category: Low Rating

Event: On September 26, 2006, Moody's revised its rating on Ion Media Networks, Inc.'s floating rate second priority senior secured notes due 2013 from B3 to Caa2 and assigned a loss-given-default rating of LGD5, suggesting that note holders will experience a net loss of 82 percent in the event of default.

Intellectual Property: Ion Media Networks, Inc. has 41 registered trademarks and service marks (28 in the United States, 7 in Mexico and 6 in Europe) and pending applications for registration of another seven trademarks and service marks (6 in the United States and 1 in Canada). The Company does not own any patents or have any pending patent applications. [SEC Filing 10-K 03-22-06]

Description: Ion Media Networks, Inc. is formerly known as Paxson Communications Corp. The Company is a network television broadcasting company that owns and operates a broadcast television station group in the United States.

Officers: W. Lawrence Patrick (Chair); Dean M. Goodman (Pres. & COO); Richard Garcia (SVP & CFO); Curtis L. Brandon (VP & Controller); R. Brandon Burgess (CEO & Dir.); Raymond S. Rajewski (Dir.); Henry J. Brandon, III (Dir.); Frederick M. R. Smith (Dir.); William A. Roskin (Dir.); Lucille S. Salhany (Dir.)

Auditor: Rachlin Cohen & Holtz LLP

Securities: Common Stock-Symbol ION; AMEX;
73,359,203 common shares outstanding as of August 4, 2006.

[Return to top](#)

**Prospector
Profile
06.0047**

K&F Industries Holdings, Inc.
50 Main St.
White Plains, NY 10606
(914) 448-2700

NAICS		336413
Employees		1,288
Revenue	(mil)	\$384.63
Income	(mil)	\$23.62
Assets	(mil)	\$1,382.11
Liability	(mil)	\$1,037.67
(for the year ended 12/31/2005)		

Category: Low Rating

Event: On September 27, 2006, Moody's Investors Service held its probability-of-default rating of Caa1 and assigned loss-given-default rating of LGD5 to K&F Industries Holdings, Inc.'s 7.75% senior subordinated notes due 2014 and 9-5/8% senior subordinated notes due 2010 Caa1. The LGD5 rating suggests that note holders will experience a net loss of 81 percent in the event of default.

Intellectual Property: K&F Industries Holdings, Inc. has a large number of patents related to the products of its subsidiaries. While in the aggregate, the patents are of material importance to its business, the Company believes that no single patent or group of patents is of material importance to its business as a whole. [SEC Filing 10-K 03-31-06]

Description: K&F Industries Holdings, Inc., through its wholly owned subsidiaries, engages in the design, development, manufacture and distribution of wheels, brakes and brake control systems for commercial transport, military and general aviation aircraft.

Officers: Lawrence A. Bossidy (Chair); Kenneth M. Schwartz (Pres., CEO & Dir.); Dirkson R. Charles (EVP & CFO); Ronald H. Kisner (EVP, Sec. & Gen. Counsel); Frank P. Crampton (SVP); Richard W. Johnson (SVP); James J. Williams (SVP); Dale F. Frey (Dir.); Thomas A. Johnson (Dir.); John T. Mapes (Dir.); Gerald L. Parsky (Dir.); J. Thomas Zusi (Dir.); Jack Peiffer (Dir.)

Auditor: Deloitte & Touche LLP

Securities: Common Stock-Symbol KFI; NYSE;
39,639,432 common shares outstanding as of August 10, 2006.
7 3/4% senior subordinated notes due 2014; 9 5/8% senior subordinated notes due 2010.

[Return to top](#)

**Prospector
Profile
06.0048**

Manaris Corporation

1155 Rene-Levesque West, Suite 2720
Montreal, Quebec, Canada H3B 2K8
(514) 337-2447

NAICS		517000
Employees		146
Revenue	(mil)	\$10.50
Income	(mil)	(\$11.90)
Assets	(mil)	\$17.14
Liability	(mil)	\$9.94
(for the year ended 6/30/2006)		

Category: Audit Concerns

Event: PricewaterhouseCoopers LLP expressed substantial doubt about the ability of Manaris Corporation to continue as a going concern. The Company has suffered recurring losses from operations and has relied on non-operational sources of financing to fund operations, had negative working capital and had not respected certain loan covenants as of June 30, 2006 and was required to restrict use of funds under a loan arrangement with a supplier. As of June 30, 2006, the Company posted an accumulated deficit of \$26,648,091 and net loss of \$11,902,443 on revenues of \$10,498,505 for the year. [SEC Filing 10-KSB 10-02-06]

Intellectual Property: On April 18, 2006, Manaris Corporation through wholly owned subsidiary Avensys, Inc. acquired the manufacturing assets of ITF Optical Technologies, Inc., a designer and manufacturer of advanced photonic solutions based on proprietary all-fiber technology. ITF's research and development assets and intellectual property rights were also purchased and combined with Avensys Laboratories, Inc. ITF Labs has 22 patents and 6 patents pending. [SEC Filing 10-KSB 10-02-06]

Description: Manaris Corporation is a holding company that operates through its subsidiaries: Avensys, Inc. and C-Chip Technologies Corp. Avensys develops optical components and sensors and provides environmental monitoring solutions. C-Chip offers products and services to the credit management markets.

Officers: John Simons (Chair); John G. Fraser (Pres., CEO & Interim CFO); Jos J. Wintermans (Dir.); Bernard Bougie (Dir.); Marc Bouchard (Dir.); John H. Simons (Dir.)

Auditor: PricewaterhouseCoopers LLP

Securities: Common Stock-Symbol MANS.OB; OTC BB;
77,671,281 common shares outstanding as of June 30, 2006.

[Return to top](#)

**Prospector
Profile
06.0049**

MetaMorphix, Incorporated

8000 Virginia Manor Rd. Suite 140
Beltsville, MD 20705
(301) 617-9080

NAICS		325412
Employees		37
Revenue	(mil)	\$2.52
Income	(mil)	(\$23.61)
Assets	(mil)	\$13.18
Liability	(mil)	\$51.60

(for the year ended 12/31/2005)

Category: Audit Concerns

Event: Deloitte & Touche LLP raised substantial doubt about the ability of MetaMorphix, Incorporated to continue as a going concern. The auditing firm pointed to the Company's recurring losses and negative cash flows from operations, working capital deficiency and significant accumulated deficit. As of December 31, 2005, the Company posted an accumulated deficit of \$176,126,383 and stockholders' deficit of \$38,416,350. The Company's balance sheet as of December 31, 2005 also showed strained liquidity with \$1,767,080 in total current assets available to pay \$26,534,605 in total current liabilities. [SEC Filing 10-KSB 10-03-06]

Intellectual Property: MetaMorphix, Incorporated owns 35 issued U.S. patents, and 61 issued foreign patents. The majority of these issued domestic and foreign patents relate to its GDF technology. These patents have been exclusively licensed from The Johns Hopkins University for exclusive use in the non-human field. The exclusive use of these patents forms the basis of the development of the GDF technology and is critical to its business. Many of the remaining patents have been internally developed. These patents form the basis for its ability to operate and commercialize the genomic technologies in the livestock and companion animal sectors. There are a large number of applications pending in both the U.S. and foreign patent authorities. The Company has 14 registered trademarks and 4 trademarks are currently being prosecuted. [SEC Filing 10-KSB 10-03-06]

Description: MetaMorphix, Incorporated is a life science company. Its two proprietary technologies are animal genomics and growth and differentiation factors, or GDFs, to discover, develop products for livestock quality and production efficiency, improve companion animal health and potentially treat human muscle degenerative diseases and metabolic disorders.

Officers: Edwin C. Quattlebaum (Co-Chair, Pres. & CEO); Peter A. Meyer (Co-Chair); Thomas P. Russo (EVP, Treas. & CFO); Dennis Fantin (EVP & COO)

Auditor: Deloitte & Touche LLP

Securities: 20,883,149 common shares outstanding as of August 31, 2006.

[Return to top](#)

**Prospector
Profile
06.0050**

North Atlantic Trading Co.
3029 West Muhammad Ali Blvd.
Louisville, KY 40212
(502) 778-4421

NAICS		312200
Employees		289
Revenue	(mil)	\$116.92
Income	(mil)	(\$8.38)
Assets	(mil)	\$237.31
Liability	(mil)	\$269.53
(for the year ended 12/31/2005)		

Category: Low Rating

Event: On September 26, 2006, Moody's Investors Service held its probability-of-default rating of Caa1 to North Atlantic Trading Co.'s \$200 million senior notes and assigned a loss-given default rating of LGD4, suggesting that note holders will experience a net loss of 58 percent in the event of default. North Atlantic Holding Co.'s \$35 million senior discount notes rating was revised from Ca to Caa2 and assigned a loss-given-default rating of LGD6, suggest that note holders will experience a net loss of 94 percent in the event of default.

Intellectual Property: North Atlantic Trading Co. has numerous registered trademarks relating to its loose leaf chewing tobacco and MYO tobacco products, including the trademarks for its Beech-Nut, Trophy, Havana Blossom, Durango and Tennessee Chew products. The Company is applying for registration of its Fred's Choice, Old Hillside, Our Pride and Stoker's Number 2 trademarks. The registered trademarks, which are significant to the Company's business, expire periodically and are renewable for additional 20-year terms. The ZIG-ZAG trade name and trademark for premium cigarette papers and related products are owned by Bolloré and have been exclusively licensed to the Company in the U.S. and Canada. [SEC Filing 10-K 04-03-06]

Description: North Atlantic Trading Company, Inc. is a holding company which owns National Tobacco Company LP among others. The Company is a manufacturer and marketer of loose leaf chewing tobacco in the United States. Its North Atlantic Operating Company is best know for its Zig-Zag brand.

Officers: Thomas F. Helms, Jr. (Chair); Douglas P. Rosefsky (Pres. & CEO); Brian C. Harriss (SVP & CFO); James W. Dobbins (SVP, Gen. Counsel & Sec.); James M. Murray (SVP); Camilla Fentress (VP); Lawrence S. Wexler (COO)

Auditor: McGladrey & Pullen LLP

Securities: 10 common shares outstanding as of August 11, 2006.

Notes: All of the Company's common stock is owned by its parent, Atlantic Holding Co.

[Return to top](#)

**Prospector
Profile
06.0051**

Pacer Health Corp.

7759 NW 146th St.
Miami Lakes, FL 33016
(305) 828-7660

NAICS		622000
Employees		300
Revenue	(mil)	\$11.52
Income	(mil)	(\$0.90)
Assets	(mil)	\$24.62
Liability	(mil)	\$24.76
(for the year ended 12/31/2005)		

Category: Loss/Deficit

Event: Pacer Health Corp.'s balance sheet as of June 30, 2006 showed \$25,788,110 in total assets and \$29,235,290 in total liabilities, resulting in a \$3,447,180 stockholders' deficit. The Company's June 30 balance sheet also showed strained liquidity with \$4,408,915 in total current assets available to pay \$15,872,012 in total current liabilities coming due within the next 12 months. For the three months ended June 30, 2006, the Company reported a \$3,526,994 net loss on \$5,427,954 of total revenues, compared with \$846,459 net loss on \$1,380,104 of total revenues for the same period in 2005.

Intellectual Property: Pacer Health Corp. is in the process of registering a variety of service marks, trademarks and trade names for use in its business, including: "Pacer Healthcare", "Pacer Health", and "Pacer Hospital". The Company regards intellectual property and brand awareness to be an important factor in marketing of the company in its growth stage. [SEC Filing 10-KSB 04-14-06]

Description: Pacer Health Corp., through its subsidiaries, provides healthcare services. It owns and operates acute care hospitals, medical treatment centers and psychiatric care facilities in the nonurban areas in the southeastern United States.

Officers: Rainier Gonzalez (Chair, Pres., Sec. & CEO); J. Antony Chi (CFO); Eric Pantaleon (Dir.); Alfredo Jurado (Dir.); Marcelo Llorente (Dir.); Eugene Marini (Dir.)

Auditor: Salberg & Company PA

Securities: Common Stock-Symbol PHLH.OB; OTC BB;
573,126,246 common shares outstanding as of August 20, 2006.

[Return to top](#)

**Prospector
Profile
06.0052**

Playtex Products, Inc.

300 Nyala Farms Rd.
Westport, CT 06880
(203) 341-4000

NAICS		325600
Employees		1,250
Revenue	(mil)	\$643.81
Income	(mil)	\$12.53
Assets	(mil)	\$1,004.54
Liability	(mil)	\$890.42
(for the year ended 12/31/2005)		

Category: Low Rating

Event: On September 26, 2006, Moody's Investors Service held its probability-of-default rating of Caa1 on Playtex Products, Inc.'s \$321 million senior subordinated notes. Moody's assigned loss-given-default rating of LGD5 to the notes, suggesting that note holders will experience a net loss of 80 percent in the event of default.

Intellectual Property: Playtex Products, Inc. owns royalty-free licenses in perpetuity to the Playtex and Living trademarks in the United States, Canada and many foreign jurisdictions related to certain feminine hygiene, baby care, gloves and other products, but excluding certain apparel related products. In addition, The Company owns rights to a number of United States, Canadian and foreign trademarks that are important to its business. The Company also owns various United States, Canadian and foreign patents, and have filed numerous patent applications in these jurisdictions, related to certain products and their method of manufacture. The patent rights expire at varying times and include, but are not limited to: cardboard and plastic applicators for tampons, baby bottles and nipples, disposable liners and plastic holders for the nurser systems, children's drinking cups, pacifiers, sunscreen formulation, diaper disposal systems, and breast pump products. [SEC Filing 10-K 03-14-06]

Description: Playtex Products, Inc. manufactures and markets a portfolio of branded consumer and personal products.

Officers: Neil P. DeFeo (Chair, Pres. & CEO); Kris J. Kelley (EVP & CFO); Andrew A. Abraham (SVP); Perry R. Beadon (SVP); James S. Cook (SVP); Thomas M. Schultz (SVP); Gretchen R. Crist (VP); Paul E. Yestrumskas (VP, Gen. Counsel & Sec.); Herbert M. Baum (Dir.)

Auditor: KPMG LLP

Securities: Common Stock-Symbol PYX; NYSE;
63,671,892 common shares outstanding as of August 1, 2006.

[Return to top](#)

**Prospector
Profile
06.0053**

Simmons Company

One Concourse Parkway, Suite 800
Atlanta, GA 30328
(770) 512-7700

NAICS		337910
Employees		3,000
Revenue	(mil)	\$855.28
Income	(mil)	\$3.33
Assets	(mil)	\$1,280.78
Liability	(mil)	\$1,176.42
(for the year ended 12/31/2005)		

Category: Low Rating

Event: On September 26, 2006, Moody's Investors Service downgraded Simmons Company's \$269 million discount notes from Caa2 to Caa1 with a loss-given-default rating of LGD6, suggesting that note holders will experience a net loss of 91 percent in the event of default.

Intellectual Property: Simmons Company owns many trademarks, including Simmons®, Beautyrest®, BackCare®, BackCare Kids®, Deep Sleep® and Pocketed Coil®, most of which are registered in the United States and in many foreign countries. The Company protects portions of manufacturing equipment and processes under both trade secret and patent law. The Company possesses several patents on the equipment and processes used to manufacture Pocketed Coil® innersprings. The Company does not consider its overall success to be dependent upon any particular intellectual property rights. Certain of its patents have expired or will expire. [SEC Filing 10-K 03-14-06]

Description: Simmons Company is a manufacturer and distributor of branded bedding products in the United States. Majority of its products are innerspring mattresses and foundations.

Officers: Charles R. Eitel (Chair & CEO); Robert P. Burch (EVP); William S. Creekmuir (EVP, Asst. Sec., Asst. Treas. & CFO); Stephen G. Fendrich (EVP); Bradley W. Hill (SVP); Kristen K. McGuffey (SVP, Gen. Counsel & Sec.); Timothy F. Oakhill (SVP); W. Wade Vann (SVP & Chief Info. Officer); Kimberly A. Samon (SVP & Asst. Sec.); Brian P. Breen (VP, Treas. & Asst. Sec.); Earl C. Brewer (VP & Asst. Sec.); Mark F. Chambless (VP & Controller); Todd M. Abbrecht (Dir.); Robin Burns-McNeill (Dir.); William P. Carmichael (Dir.); David A. Jones (Dir.); B. Joseph Messner (Dir.); Scott A. Schoen (Dir.); George R. Taylor (Dir.)

Auditor: PricewaterhouseCoopers LLP

Securities: 4,448,211 common shares outstanding as of August 1, 2006.
7.875% senior subordinated notes due 2014.

Notes: There is no established public trading market for the Company's equity securities.

[Return to top](#)

**Prospector
Profile
06.0054**

Standard Aero Holdings, Inc.

500-1780 Wellington Ave.
Winnipeg, Manitoba R3H 1B3 Canada
(204) 987-8860

NAICS		336412
Employees		2,500
Revenue	(mil)	\$760.71
Income	(mil)	(\$49.18)
Assets	(mil)	\$843.04
Liability	(mil)	\$681.06
(for the year ended 12/31/2005)		

Category: Low Rating

Event: On September 27, 2006, Moody's Investors Service revised its probability-of-default ratings and assigned loss-given-default ratings on these loans and bond debt obligations of Standard Aero Holdings, Inc. The Company's 8.25% senior subordinated notes due 2014 was confirmed at Caa1 and a loss-given-default rating of LGD5, suggesting that note holders will experience a net loss of 81 percent in the event of default.

Intellectual Property: Standard Aero Holdings, Inc. has patents approved and pending for a Reliability Centered Maintenance application for engine fleet management. The Company is active in protecting intellectual property through patents, trademarks, licensing and retention of know-how. [SEC Filing 10-K 04-14-06]

Description: Standard Aero Holdings, Inc. is an independent provider of aftermarket MRO services for gas turbine engines used primarily for military, regional and business aircraft.

Officers: David Shaw (CEO & Dir.); Bradley Bertouille (CFO); Brent Fawkes (Chief Acctg. Officer); Peter J. Clare (Dir.); Thomas Corcoran (Dir.); Ralph Eberhart (Dir.); Allan Holt (Dir.); Adam Palmer (Dir.); Andrew Shinn (Dir.); David Squier (Dir.)

Auditor: PricewaterhouseCoopers LLP

Securities: 1,000 common shares outstanding as of July 30, 2006.

Notes: There is no established trading market for the Company's common stock.

[Return to top](#)

**Prospector
Profile
06.0055**

USA Technologies, Inc.
100 Deerfield Lane, Suite 140
Malvern, PA 19355
(610) 989-0340

NAICS		334119
Employees		57
Revenue	(mil)	\$6.41
Income	(mil)	(\$14.85)
Assets	(mil)	\$23.42
Liability	(mil)	\$12.24
(for the year ended 6/30/2006)		

Category: Audit Concerns

Event: Ernst & Young LLP expressed substantial doubt about the ability of USA Technologies, Inc. to continue as a going concern. The auditing firm pointed to the Company's accumulated deficit and recurring losses. [SEC Filing 10-K 09-28-06]

Intellectual Property: USA Technologies, Inc. received federal registration approval of these trademarks: Business Express, Express Solutions, C3X, TransAct, Public PC, PC Express, Copy Express, Credit Card Copy Express, Credit Card Computer Express, Credit Card Printer Express, Credit Card Microfiche Express, Credit Card Debit Express, The Office That Never Sleeps, Intelligent Vending, e-Port, Dial-A-Vend, Dial-A-Snack, Dial-A-Vend.com, USALive and e-Port The Next Generation in Vending. The Company has two trademarks pending registration. Through its wholly owned subsidiary, Stitch Networks, the Company has secured three registered trademarks, including eVend.net, eSuds.net, and Stitch Networks, and one trademark, E-ppliance, which is pending registration. In addition, due to the July 2003 acquisition of Bayview, the Company has secured the VendingMiser trademark and the trademark SnackMiser is pending federal registration. Through August 31, 2006, 59 United States patents and 5 Foreign patents have been issued to the Company, 21 United States patents and 8 Foreign patents are pending and 2 patents have received notices of allowance. [SEC Filing 10-K 09-28-06]

Description: USA Technologies, Inc. offers a suite of networked devices and associated wireless Noncash payment, control/access management, remote monitoring and data reporting services, as well as energy management products.

Officers: George R. Jensen, Jr. (Chair & CEO); Stephen P. Herbert (Pres., COO & Dir.); David M. DeMedio (CFO); William L. Van Alen, Jr. (Dir.); Steven Katz (Dir.); Douglas M. Lurio (Dir.); Albert Passner (Dir.); Stephen W. McHugh (Dir.)

Auditor: Goldstein Golub Kessler LLP

Securities: Common Stock-Symbol USAT.OB; OTC BB;
6,586,487 common shares outstanding as of September 15, 2006.

[Return to top](#)

**Prospector
Profile
06.0056**

West Corporation

11808 Miracle Hills Dr.
Omaha, NE 68154
(402) 963-1200

NAICS		561400
Employees		28,100
Revenue	(mil)	\$1,523.92
Income	(mil)	\$150.35
Assets	(mil)	\$1,498.66
Liability	(mil)	\$526.79
(for the year ended 12/31/2005)		

Category: Low Rating

Intellectual Property: West Corporation relies on a combination of copyright, patent, trademark and trade secret laws, as well as on confidentiality procedures and non-compete agreements, to establish and protect proprietary rights in each of its segments. The Company currently owns ten registered patents, including two obtained as part of the acquisition of InterCall, and one obtained as part of the acquisition of the assets of the conferencing business of Sprint. The Company has 62 pending patent applications pertaining to technology relating to intelligent upselling, transaction processing, call center and agent management, data collection, reporting and verification, conferencing and credit card processing. [SEC Filing 10-K 02-24-06]

Description: West Corporation provides business process outsourcing services to its customers. The company offers services in three segments: communication services, conferencing services and receivables management.

Officers: Gary L. West (Chair); Mary E. West (Vice Chair); Paul M. Mendlik (EVP, Treas. & CFO); Thomas B. Barker (CEO & Dir.); William E. Fisher (Dir.); George H. Krauss (Dir.); Greg T. Sloma (Dir.)

Auditor: Deloitte & Touche LLP

Securities: Common Stock-Symbol WSTC; NasdaqGS;
70,750,252 common shares outstanding as of July 28, 2006.

[Return to top](#)