



How did we do in 2016?

Covering the headlines, results and lessons of last year

Since Max Bowser, the January issue has always been one of reflection, looking back at the past year of headlines, results and lessons learned. For decades, we have kicked off each new year this way, and this year will be no different.

2016 was a year of change, but all for the good. It was also a year of continuing what was new in 2015 (daily alerts and weekly updates). All things considered, 2016 was another great year for *The Bowser Report*, and, hopefully, for each of our subscribers as well.

As you read over last year's highlights, we hope you'll be able to glean some takeaways to help you as an investor in 2017.

Market Commentary

The Russell 2000 outperformed other major indices in 2016 by a long shot, but couldn't keep up with Bowserstocks. The most noteworthy macroeconomic event was the Federal Reserve's rate hike of 25 basis points in December 2016.

As for commodities, crude oil rallied over 40% in 2016 and is going into 2017 with a production cut agreement set in place by OPEC. Natural gas gained almost 60% and has barely pulled back from its highs. Overall, U.S. indices gained throughout the year and closed 2016 out at all-time highs.

Bowser Headlines

The large headline came in the April issue with announcement of Faris Sleem as our new Editor. Bringing Faris on brought an additional perspective from a bright financial mind. For those interested in Faris's background, I encourage you to reference the April issue in which we interview him, discussing his beginnings in the stock market, his investment philosophy and how his role would affect the newsletter and its subscribers for the better.

With Faris's introduction, we launched into a number of educational articles to help new subscribers get started and seasoned subscribers refresh their knowledge. Topics included adapting the Bowser Game Plan to suit your specific investment

objectives, finding the right brokerage, looking beyond the Game Plan, introducing basic charting, automating certain aspects of the investment process and learning about uplistings.

We also profiled a few of our recommendations, including **The Female Health Company (FHCO)**, **Nova Lifestyle (NVFY)** and **MeetMe (MEET)**. Often times, these profiles are very helpful in establishing what makes a pick particularly successful. That's what we intended with these profiles, so I encourage you to review them to help identify particularly promising picks in the future.

Overall Results

Similar to last year and to capture how the newsletter did overall in 2016, we put together a list of all Bowser holdings in the January 2016 newsletter (except sell recommendations) and noted each's value as of the January 8, 2016 close. Three companies were removed from this list through the course of the year:

- **The Female Health Company (FHCO)** – sold in April 2016
- **Golden Enterprises (GLDC)** – Acquired by Utz Quality Foods in October 2016
- **Liberator Medical Holdings (LBMH)** – Acquired by C.R. Bard in January 2016

As seen in the Market Commentary above, 2016 was a great year for stocks. However, Bowser stocks led the way, up 31.3%. Six recommendations stand at more than double their starting values, while another five gained between 50% and 100%. Those that stand at twice their starting price are:

- **Cemtrex (CETX)** – up 309%
- **Goldfield (GV)** – up 308%
- **Golden Enterprises (GLDC)** – up 149% (acquired in Oct. 2016)
- **Smith-Midland (SMID)** – up 129%
- **Electromed (ELMD)** – up 110%
- **Royal Bancshares of PA (RBPA)** – up 106%

Those at the bottom of the list are:

- **InfoSonics (IFON)** – down 73% (sold in Dec. 2016)

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- **Noble Roman's (NROM)** – down 51%
- **LightPath Technologies (LPTH)** – down 46%

2016 Recommendations

Another January tradition is looking at the past year's twelve picks. We put them all into a hypothetical portfolio. Their original price is the first price at which they entered the newsletter. Then, we follow the Game Plan for when to sell.

For the year, three of the 12 picks doubled from their recommendation price: **The Female Health Company (FHCO)**, **Smith-Midland (SMID)** and **Cemtrex (CETX)**. FHCO and CETX stopped out at a 25% from their highs, while SMID is still holding its gains.

No 2016 recommendations dropped 50% or were recommended to sell.

Assuming commissions of \$10 per trade, the initial investment necessary to buy 100 shares of each 2016 Company of the Month was \$2,593. As of January 6, 2017, the total value would be \$3,181, or a gain of 22.7%. This assumes \$10 commissions for five sales (three doubles and two 25% drops).

These results are higher than three of the four major indexes we report, only trailing the Russell 2000 (+30.7% for review period).

Below is the chart showing the hypothetical portfolio described above:

Month	Symbol	Original Price	Price 01/06/17	% Gain/Loss
1	FHCO	1.24	2.48 (50)	100%
			2.06 (50)	66%
2	SMID	2.38	4.76 (50)	100%
			5.45	129%
3	BYFC	1.52	1.65	9%
4	GIG	2.9	2.47	-15%
5	CETX	1.96	3.92 (50)	100%
			4.94 (50)	152%
6	SUNW	2.38	2.06	-13%
7	LRAD	1.85	1.65	-11%
8	FLL	1.81	2.28	26%
9	SCKT	2.59	3.9	51%
10	KOSS	2.11	2.28	8%
11	BORN	1.29	1.34	4%
12	FKWL	2.7	2.87	6%

Market Overview

BWSR AVG ↑ 8.8%	NASDAQ ↑ 5.1%	DJIA ↑ 4.1%	RUS 2000 ↑ 4.1%	S&P 500 ↑ 3.9%
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This was an exceptional month for stocks with the Dow Jones Industrial Average almost hitting the long-awaited 20,000 milestone. Bowser stocks doubled the returns of the Russell 2000 and were led by **Cemtrex, Inc. (CETX)**. The company announced record-breaking earnings and soared 89%. Gainers outweighed losers two-to-one for the month and averaged an 18% return.

Lessons Learned

In addition to the many educational articles published throughout the year, 2016 taught us a few key points, most of which are reinforcements of the typical lessons we preach. To us, the top takeaways of the year's summary are:

- 1. INVEST!** This one sounds easy, but buying every Company of the Month ensures a couple of things: (1) you are well-diversified, and (2) you don't miss out on a winner. Three of 12 picks doubled. The majority, though up, didn't double. The three that did, however, pulled the portfolio up in a big way. Missing those would've hurt results.
- 2. Follow the Game Plan.** We sound like a broken record here, but following the plan ensures discipline, which is key for situations like FHCO, which doubled then slid rapidly. The plan protects your gains and limits your losses. Use it!
- 3. Be an optimist.** There were many times this year when uncertainty crept into the markets. Maintaining a positive, long-term focus will go a long way toward your peace of mind. It should also limit impulse buy/sell decisions, which can negatively affect your portfolio.

Hopefully your 2016 was a success in investing and beyond. Reflect on the year as we have above. Look at what you did well and what you can do better.

We'll continue to provide top tier analysis, while continually looking to improve in all aspects (analysis and delivery of that analysis).

Here's to a happy, profitable 2017!

The Bowser Game Plan

1. DO NOT PAY more than \$3/share for a stock.
2. CREATE A PORTFOLIO of 12 to 18 stocks. **Diversification is important.**
3. DO NOT SELL when a stock goes above \$3/share and is moved to Page 5.
4. DO NOT SELL when a stock moves to a lower category.
5. SELLING PLAN: Sell half of your holdings when the stock doubles from your purchase price. Sell the remainder after the stock drops 25% from its most recent high. If the stock drops 50% without doubling, sell all shares.
6. RECORD proceeds from sales.
7. PORTFOLIO EVALUATION = current value of portfolio + proceeds from sales

COMPANY OF THE MONTH

The One Group Hospitality (STKS) develops and operates upscale, high-energy restaurants and lounges worldwide. It operates through three segments: STK Units, Food and Beverage Hospitality Management Agreements and Other Concepts.

STKS also provides turn-key food and beverage services for various venues including hotels, casinos and other locations. The company primarily operates under the STK brand, which is a unique steakhouse concept with locations in major metropolitan cities throughout the United States and in London.

As of December 31, 2015, it managed fifteen restaurants and lounges. The One Group was founded in 2004 and is headquartered in New York, NY with 1,600 full time employees.

Building a Brand

STKS has been in business for thirteen years and has focused on building its brand. The STK brand is well-known throughout the U.S. and the U.K. as a chic lounge and modern steakhouse with positive ratings from Forbes, Zagat and Thrillist.

Management has consistently expressed interest in spreading its brand to cities known for high-energy night life and fine dining restaurants. By building a brand that reflects quality over quantity, STKS should continue to impress consumers worldwide.

Healthy Expansion

Most investors shy away from companies that forfeit brand quality for higher profit margins because their growth multiples are lacking. The One Group has rapid earnings growth and is opening multiple locations.

The most recent press release highlights the opening of an STK at The Address Downtown Dubai hotel and an STK Beach at the Rixos Hotel in the city's Marina District. A third restaurant is anticipated to open in Abu Dhabi, pursuant to a licensing agreement with the award-winning Horizon Hospitality. CEO Jonathan Segal stated, "Dubai and Abu Dhabi represent some of the fastest growing leisure destinations, featuring the finest hospitality, fashion and lifestyle brands in the Middle East."

There are five other restaurants that have opened within the most recent quarter and three upcoming restaurants with locations all over the United States, Canada and Scotland. The company intends to expand with management and licensing deals to

maintain a low capital investment, while producing high margin EBITDA royalty stream.

Promising Management

CEO Mr. Segal has over thirty-five years of experience in operating hotels, bars and hospitality projects. He began his career in the industry at age sixteen with Modern Hotels, his family's company, eventually becoming the managing director of the group's hotel division. Segal has overseen the development of upwards of 50 venues and won the Ernst & Young Entrepreneur of the Year 2013 New York award.

Outlook

The industry is starting to trigger uncertainty as the Trump administration hasn't specified any stance on the minimum wage. This will directly impact the larger players and wouldn't dramatically increase expenses.

Outlook for The One Group relies on demand for its brand and tourism. Due to tourism dying down slightly in New York, the company has expanded to the West Coast and the Middle East. Expenses are expected to remain constant and revenues should

steadily increase as new restaurants are added on a quarterly basis.

Earnings are typically a concern for the industry as releases can be a roller coaster ride when uncertainty is present. However, STKS is known for having the lowest forward price-to-earnings ratio

within the entire industry. Currently at a PE ratio of 8.5, the company is expected to have huge earnings growth. This hedges against the risk of a minimum wage hike with strong earnings outlook and also makes the company a potential buyout target.

Conclusion

The One Group is a growth investment dependent on tourism and demand for STKS's brand, which is increasing exponentially due to high demand for rooftop restaurants and steakhouses. The One Group's experienced management team with an outstanding background in growing hospitality companies is focusing on earnings growth and new sources of revenue. With buyout speculation lingering and minimal external risks, STKS is an attractive investment opportunity within its industry.

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THE ONE GROUP
lifestyle hospitality

NasdaqCM: STKS
BOWSER RATING: 8
Last 12 Months: \$1.98-3.43

	2014	2015	2016
REVENUES	\$49,322,900	\$60,531,800	\$52,000,300
INCOME(LOSS)	\$4,630,200	\$6,930,700	(\$327,200)
WORKING CAPITAL	\$9,381,100	\$858,800	(\$2,543,300)
BOOK VALUE	\$0.51	\$0.81	\$0.99
TOTAL SHARES	24,940,195	24,960,295	25,022,749
FLOAT	N/A	N/A	14,320,000
(A) NINE MONTHS ENDED 09/30/16			

MINIPRICED STOCKS IN BUYING RANGE

SYMBOLS: (A) NYSE MKT; (CM) NASDAQ CAPITAL MARKET, WAS THE SMALL CAP MARKET; (GM) NASDAQ GLOBAL MARKET, WAS NATIONAL MARKET; (N) NEW YORK STOCK EXCHANGE; (NR) NOT RATED; (QB) OTC QB MARKET; (QX) OTC QX MARKET; # PREVIOUSLY APPEARED ON LIST, BUT WAS REMOVED BECAUSE IT HAD RISEN ABOVE \$3.00/SHARE; FIGURES IN PARENTHESIS ARE LOSSES.

Date of Recommend & Market	Issue/Trading Symbol	Principal Business	Price 01/06/16	Long-term Debt (Millions)	Sales Updated Quarterly (Millions)	Income/Loss Updated Quarterly (Millions)	Shares Outstanding (Millions)	Bowser Rating
CATEGORY ONE: BEST COMPANIES (RATED 10+)								
12/16(QB)	FRANKLIN WIRELESS (FKWL)	WIRELESS SOLUTIONS	2.87	\$0.000	\$60.6	\$1.856	10.5	12
02/15(GM)	NOVA LIFESTYLE INC. (NVFY)	FURNITURE MANUFACTURING/SALES	1.87	\$0.000	\$114.8	\$0.449	26.6	11
11/15(QX)	OURPET'S COMPANY (OPCO)	PET SUPPLIES	0.93	\$0.703	\$25.5	\$1.369	17.7	10
04/15(QB)	SCOTT'S LIQUID GOLD (SLGD)	HOUSEHOLD AND BEAUTY PRODUCTS	1.60	\$0.000	\$29.2	\$4.780	11.7	10
# 10/12(QB)	WHERE FD CMS FROM (WFCF)	FOOD VERIFICATION SERVICES	2.02	\$0.178	\$11.4	\$0.635	23.9	10
CATEGORY TWO: GOOD COMPANIES (RATED 8-9)								
# 03/13(GM)	ADDVANTAGE TECH (AEY)	CABLE TV EQUIPMENT	1.74	\$3.466	\$38.7	\$0.294	10.1	9
11/16(N)	CHINA NEW BORUN (BORN)	CORN PRODUCTS IN CHINA	1.34	\$0.000	\$350.4	\$16.960	25.7	9
07/14(QB)	FITLIFE BRANDS (FTLF)	NUTRITIONAL SUPPLEMENTS	0.90	\$0.507	\$24.4	(\$0.218)	10.5	8
12/14(QB)	INT'L BALER CORP. (IBAL)	BALING EQUIPMENT	2.15	\$0.000	\$18.5	\$0.901	5.2	9
10/16(CM)	KOSS CORPORATION (KOSS)	STEREO ACCESSORIES	2.28	\$0.000	\$26.0	\$1.390	7.4	9
07/13(CM)	LIGHTPATH TECH (LPTH)	OPTICAL COMPONENTS	1.51	\$0.144	\$18.1	\$0.712	15.7	9
01/15(N)	NEVADA GOLD & CASINOS (UWN)	GAMING OPERATIONS	1.95	\$16.231	\$72.7	\$0.744	17.8	8
01/17(CM)	ONE GROUP HOSPITALITY (STKS)	GLOBAL RESTAURANT OPERATIONS	2.12	\$12.031	\$70.6	\$1.103	25.1	8
# 10/14(GM)	ROYAL BANCSHARES (RBPA)	NOW ABOVE \$3/SHARE; SEE PAGE 5 (FOLLOW-THROUGH)						
CATEGORY THREE: SPECULATIVE COMPANIES (RATED 7 AND BELOW AND/OR NON-PROFITABLE)								
03/16(CM)	BROADWAY FINANCIAL (BYFC)	BANK HOLDING COMPANY	1.65	\$0.000	\$16.6	\$7.755	21.4	7
# 03/14(A)	COMMAND SECURITY (MOC)	SECURITY PERSONNEL/SERVICES	2.90	\$0.000	\$143.7	(\$1.429)	9.8	9
# 05/14(CM)	CPS TECHNOLOGIES (CPSH)	ADVANCED MATERIAL SOLUTIONS	1.61	\$0.000	\$19.6	\$0.427	13.2	7
06/14(A)	DYNASIL CORP. (DYSL)	OPTICAL COMPONENTS	1.31	\$0.736	\$43.4	\$0.688	16.9	7
# 06/08(A)	FLEXIBLE SOLUTIONS (FSI)	SPECIALTY CHEMICALS	1.33	\$0.402	\$15.9	\$1.834	11.5	7
08/16(CM)	FULL HOUSE RESORTS (FLL)	CASINO OPERATIONS	2.28	\$65.149	\$136.2	(\$2.062)	19.0	7
04/16(A)	GIGPEAK, INC. (GIG)	SEMICONDUCTORS AND SOFTWARE	2.47	\$10.555	\$53.6	\$1.474	67.6	7
# 12/15(A)	INFUSYSTEM HOLDINGS (INFU)	MEDICAL INFUSION PUMPS	2.35	\$31.356	\$67.0	\$3.512	22.7	NR
07/16(CM)	LRAD CORP (LRAD)	ACOUSTIC SYSTEMS	1.65	\$0.000	\$16.4	(\$1.629)	31.8	7
11/14(QB)	NOBLE ROMAN'S (NROM)	PIZZA FRANCHISES AND LICENSES	0.49	\$0.576	\$7.6	(\$0.535)	20.8	9
08/13(QB)	PAYBOX CORP. (PBOX)	E-INVOICING SOLUTIONS	0.60	\$0.000	\$7.3	\$0.515	13.0	7
07/10(QB)	REPRO MED SYSTEMS (REPR)	DESIGN/PRODUCE MED PRODUCTS	0.47	\$0.000	\$12.6	(\$0.076)	37.8	7
08/14(QB)	SONO-TEK CORP. (SOTK)	ULTRASONIC NOZZLES	1.15	\$1.147	\$10.5	\$0.217	15.0	7
04/13(CM)	SPAR GROUP (SGRP)	MERCHANDISING AND MARKETING	0.99	\$4.027	\$116.6	\$0.827	20.6	7
# 06/16(A)	SUNWORKS, INC. (SUNW)	SOLAR ENERGY SYSTEMS	2.06	\$1.062	\$85.3	(\$4.541)	20.9	NR

We recommend only purchasing companies rated 8 or higher. If a company's rating drops, do not sell. For when to sell, refer to the Game Plan on page 2.

CATEGORY/RATING CHANGES

Three companies are shifting their categories this month, one up and two down. The one moving up is **ADDvantage Technologies (AEY)**, whose Bowser Rating climbed from 7 to 9, with its most recent earnings report. As a result, AEY is moving from Cat. 3 to Cat. 2.

The two moving down are **LRAD Corp. (LRAD)** and **Repro-Med (REPR)**. Each dropped its Bowser Rating from 8 to 7, and fell from Cat. 2 to Cat. 3 as a result.

Bowser picks announce offerings

Centrex (CETX) announced a \$15 million subscription rights offering, allowing its stockholders to purchase up to 1,500,000 units, each consisting of one share of series 1 preferred stock, paying cumulative dividends at the rate of 10 percent of the purchase price per year, and two five-year series 1

warrants, upon the exercise of subscription rights at the purchase price of \$10.00 per unit.

LightPath Technologies (LPTH) stockholders approved a proposal for the company to issue common stock in connection with the planned acquisition of ISP Optics. LPTH also announced the pricing of an underwritten public offering of 7,000,000 shares of Class A common stock at a price of \$1.21 per share.

WFCF invests in private company

Where Food Comes From (WFCF) acquired a 60% interest in privately held SureHarvest, Inc., a leading provider of agri-food sustainability solutions. The transaction was valued at approximately \$2.8 million, including \$1.1 million in cash and 850,852 shares of WFCF common stock. In addition, WFCF has right of first refusal on the remaining 40% interest in SureHarvest.

FOLLOW-THROUGH AND STOCKS TO SELL

WE ENCOURAGE SUBSCRIBERS TO BUY OUR STOCKS WHEN THEY ARE \$3 OR LESS. HOWEVER, WHEN THEY GO ABOVE \$3, WE FOLLOW THEM IN THE FIRST GROUP BELOW. IN BOTH OF THE FOLLOWING LISTS, COLUMN 1 GIVES THE SHARE PRICE AS OF 01/06/16 PLUS THE CURRENT BOWSER RATING. COLUMN 2 IN THE FIRST LIST BELOW INCLUDES THE MONTH/YEAR WE ORIGINALLY RECOMMENDED THE ISSUE, THE PRICE PER SHARE THEN AND THE BOWSER RATING. (NR=not rated)

ISSUE/EXCHANGE SYMBOL	1	2	ISSUE/EXCHANGE SYMBOL	1	2
ATLANTIC AMERICAN (GM:AAME)	\$4.10(7)	02/12 \$2.05(8)	NETWORK-1 TECHNOLOGIES (A:NTIP)	\$3.45(9)	03/15 \$2.29(10)
CEMTREX, INC. (CM:CETX)	\$8.02(NR)	05/16 \$1.96(8)	PLANET PAYMENT (CM:PLPM)	\$4.19(8)	07/15 \$2.42(10)
DLH HOLDINGS (CM:DLHC)	\$6.14(7)	01/14 \$1.53(9)	RIVERVIEW BANCORP (GS:RVSB)	\$6.99(10)	06/13 \$2.30(9)
ELECTROMED (A:ELMD)	\$3.74(8)	09/15 \$1.64(10)	ROYAL BANCSHARES OF PA (GM:RBPA)	\$3.99(8)	10/14 \$1.65(9)
GOLDFIELD CORP. (A:GV)	\$5.75(9)	06/12 \$1.58(8)	SIMULATIONS PLUS (CM:SLP)	\$9.60(10)	05/10 \$2.46(9)
ITERIS (A:ITI)	\$3.86(9)	12/06 \$2.21(8)	SMITH-MIDLAND (QX:SMID)	\$5.45(10)	02/16 \$2.38(10)
MANHATTAN BRIDGE CAPITAL (CM:LOAN)	\$7.05(9)	02/10 \$1.10(9)	SOCKET MOBILE (CM:SCKT)	\$3.90(10)	09/16 \$2.59(10)
MEETME INC. (CM:MEET)	\$5.38(10)	10/15 \$1.62(10)	VIRCO MANUFACTURING (GM:VIRC)	\$4.45(11)	06/15 \$2.51(11)

THE FOLLOWING WE SAID SHOULD BE SOLD

(COLUMN 2 SHOWS THE DATE, PRICE AND BOWSER RATING WHEN WE RECOMMENDED THE STOCK BE SOLD)

AMERICAN SHARED HOSPITAL (A:AMS)	NOW IN BOWSER DATABASE	INFOSONICS (CM:IFON)	\$0.39	12/16 \$0.39(8)
FEMALE HEALTH COMPANY (CM:FHCO)	\$1.01	04/16 \$1.27(11)	WIRELESS TELECOM GROUP (A:WTT)	NOW IN BOWSER DATABASE

BRIEFS

Broadway Financial (BYFC) reported that the U.S. Department of the Treasury sold 4,702,860 shares of the Company's voting common stock, representing 46.35% of the Treasury's holdings, and 21.97% of the Company's total voting shares prior to the sale. These shares were sold at a price of \$1.59 per share. . . . **CPS Technologies (CPST)** investor, Horton Capital Partners Fund, stated that there was 150% upside and created an efficiency game plan for the company. . . . **DLH Holdings (DLHC)**

appointed Helene Fisher to serve as President of DLH Danya. . . . **Iteris (ITI)** announced that GeoAgro has selected ClearAg web and mobile applications for deployment in Argentina, Brazil and South Africa, and potentially later in other Latin American and African countries. . . . **Manhattan Bridge Capital (LOAN)** will pay a cash dividend of \$0.10 per share to all shareholders of record as of 12/30/16 on 01/17/17. . . . **MeetMe (MEET)** mobile CPMs in the U.S. increased 14% year-over-year for the month of November. . . . **Noble Roman's (NROM)** plans to open its first location for the new-generation,

stand-alone pizzeria concept during the week of January 30th. . . . **Network-1 Technologies' (NTIP)** Board of Directors has approved the initiation of a dividend, providing a semi-annual dividend of \$0.05 per common share. NTIP also announced that the U.S. Patent and Trademark Office issued U.S. Patent No. 9,529,870 to Network-1, generally directed towards methods of content identification and performing actions following therefrom. . . . **Riverview Bancorp (RVSB)** declared a quarterly cash dividend of \$0.02 per share, payable on 01/24/17, to shareholders of record as of 01/10/17. . . . **Smith-Midland (SMID)** declared a special dividend of \$0.01 per share to be paid on 01/13/17 to shareholders of record as of 12/30/16. . . . **Sunworks (SUNW)** committed to sponsoring the 2017 Almond Board of California Leadership Program, a year-long mentoring and training experience for individuals that are interested in immersing themselves with California's almond business.

INSIDER TRANSACTIONS IN DECEMBER

COMPANY	SHARES TRADED	# OF TRADES	PRICE RANGE
Atlantic American	B-36,000	1	\$0.00
CPS Technologies	A-19,151	3	\$1.30-\$1.40
	D-10,000	1	\$1.40
DLH Holdings	S-10,000	1	\$5.80
Dynasil Corporation	A-30,274	5	\$1.28
Electromed	B-18,722	3	\$3.75-\$3.79
	B-1,500x	1	\$3.75
	A-13,055	5	\$0.00
Full House Resorts	B-11,116	6	\$1.95-\$2.02
InfuSystem Holdings	D-68,820	2	\$0.00
LightPath Tech.	B-247,885	8	\$1.21
LRAD Corporation	B-6,000	1	\$1.71
MeetMe	S-94,921	2	\$5.30
Network-1 Tech.	OE-86,250	4	\$0.00-\$1.21
	S-34,500	2	\$3.10-\$3.22
	D-27,717	1	\$3.35
Nova LifeStyle	S-4,973,903	1	\$2.11
OurPet's Company	D-72,449	2	\$0.00-\$0.98
	OE-50,000	1	\$0.44
Paybox Corporation	A-16,740	3	\$0.00
Repro Med Systems	B-292,321x	2	\$0.44-\$0.48
Socket Mobile	A-5,000	1	\$1.04
	S-5,000x	1	\$4.00
Smith-Midland Corp.	A-36,000	3	\$0.00
	OE-21,800	1	\$1.21
	S-6,650	1	\$4.80
Where Food	B-212,000	5	\$2.30-\$2.35

A-Acquisition (Non Open Market), B-Bought, D-Disposition (Non Open Market), OE-Option Exercise, S-Sold, x-indirect holdings. Information obtained from Nasdaq.com.

BUCKAROOS SPEAK

Guidance on share offerings

Any guidance on what **Cemtrex (CETX)** is offering?

--Bob Schwind, Buenos Aires, Argentina

Over the years, we've received a number of questions about what to do when one of our recommendations announces a share offering. And, that's been quite often because small companies will use these offerings to raise funds.

However, in sticking with the Bowser Game Plan, we always suggest keeping with your original investment for those who are not experienced in dealing with share offerings.

Instead, monitor your original holdings in accordance with the Selling Plan. Offerings are not necessarily bad deals, but adding shares or options

(which offerings typically include) complicates your portfolio, making things more complex for the novice investor.

What's the deal with OurPet's (OPCO)?

I am looking for any type of news on OPCO. It seems to be stagnant at about 0.98.

--Richard McGinnis, Oakland Gardens, NY

OPCO is an investment that requires some patience. Fundamentally, the company is sound and growing at a steady, sustainable pace.

However, due to its OTC listing and low average volume, the stock has trouble sustaining bullish price action. Continued growth and the prospect of increased coverage should eventually move this undervalued company.

the Bowser Report's

January 2017, Vol. 24, No. 1

THIS MONTH'S
BIGGEST GAINER
CITIGROUP
UP 800%

WARRANT REGISTER

WARRANT BRIEFS

Associated Banc-Corp (ASB-WS) was named the #1 mortgage lender in Wisconsin for the eighth straight year. . . . **BioAmber (BIOA-WT)** and CJ CheilJedang plan to establish a joint venture in China to produce up to 36,000 metric tons of bio-succinic acid annually and commercialize the output in Asia. . . . **Blue Bird (BLBDW)** refinanced its \$160 million term loan and \$75 million revolving line of credit. . . . **Cellectar Biosciences (CLRWB)**

announced two patent allowances for imaging agents delivered via the company's patented PDC platform. . . . **FairPoint Communications (FRPZW)** is set to be acquired by Consolidated Communications in a \$1.5 billion deal. . . . **TCF Financial (TCB-WT)** increased its prime rate to 3.75 percent from 3.50 percent effective 12/15/16. **xG Technology (XGTIW)** announced a 1-for-10 reverse stock split, which dropped the conversion ratio of its warrants. XGTI also announced an acquisition of Vislink Communications.

Company	Market/Symbol	Principle Business	Warrant				Exer. Price	Expire Date	No. Wts	Bowser Rating
			Stock Price 01/06/16	Price 01/06/16	Conv. Ratio	Exer. Price				
Associated Banc-Corp 1200 Hansen Road., Green Bay, WI 54304, Tel: (920) 491-700, www.associatedbank.com	N:ASB-WS	Bank holding company	25.00	4.10	1.00	19.77	11/21/18	4.0M	8	
CALL TERMS: Not callable										
Bank of America Bank of Amer. Corp. Center, 100 N Tryon St., Charlotte, NC 28255, Tel: 704/386-5681, www.bankofamerica.com	N:BAC-WTB	Banking and financial services	22.68	1.07	1.00	30.79	10/28/18	121.8M	10	
CALL TERMS: Not callable										
BioAmber Inc. 1250 Rene Levesque West, Ste. 4110, Montreal, QC H3B 4W8, Canada, Tel: 514/844-8000, www.bio-amber.com	N:BIOA-WT	Produces and sells bio-succinic acid	6.10	0.95	1.00	11.00	05/09/17	8.0M	7	
CALL TERMS: Not callable										
Blue Bird Corporation 10 South Wacker Dr., Ste. 3175, Chicago, IL 60606, Tel: 713/300-8242, No website	CM:BLBDW	Manufacture and sale of buses	16.10	2.20	0.50	5.75	01/23/19	11.5M	NR	
CALL TERMS: Not callable										
Cellectar Biosciences 3301 Agriculture Dr., Madison, WI 53716, Tel: 608/441-8120, www.cellectar.com	CM:CLRWB	Biopharmaceuticals	1.25	0.20	0.10	4.68	08/20/19	0.4M	6	
CALL TERMS: Not callable										
Citigroup 399 Park Ave., New York, NY 10043, Tel: 212/559-1000, www.citigroup.com	N:C-WTA	Investment banking	60.55	0.18	0.10	106.10	01/04/19	2.6M	8	
CALL TERMS: Not callable; exercise price adj. for dividends above \$.01										
Dynegy, Inc. 601 Travis St., Ste. 1400, Houston, TX 77002, Tel: 713/507-6400, www.dynegy.com	N:DYN-WT	Electric energy/related services	9.24	0.04	1.00	40.00	10/02/17	15.6M	9	
CALL TERMS: Not callable										
FairPoint Comm. 521 E. Morehead St., Ste. 250, Charlotte, NC 28202, Tel: 704/344-8180, www.fairpoint.com	OTC:FRPZW	Communications in New England	18.90	0.01	1.00	48.81	01/24/18	3.6M	8	
CALL TERMS: Not callable										
FieldPoint Petroleum 1703 Edelweiss Dr., Cedar Park, TX 78613, Tel: 512/250-8692, www.fppcorp.com	N:FPP-WT	Oil/gas operations in the US	0.78	0.04	1.00	4.00	03/26/18	8.0M	7	
CALL TERMS: 150% of strike price										
NXT-ID, Inc. One Reservoir Corporate Centre, Ste. 402, Shelton, CT 06484, Tel: 203/242-3076, www.nxt-id.com	CM:NXTDW	Biometric solutions	2.76	0.27	0.10	3.00	01/13/19	1.4M	6	
CALL TERMS: Not callable										
TCF Financial 200 Lake Street East, Wayzata, MN 55391, Tel: 952/745-2760, www.tcfbank.com	N:TCB-WT	Bank holding company	19.54	3.59	1.00	16.93	11/14/18	3.2M	8	
CALL TERMS: Not callable										
xG Technology 240 South Pineapple Ave., Cte. 701, Sarasota, FL 34236, Tel: 941/953-9035, www.xgtechnology.com	CM:XGTIW	Wireless network communications	1.66	0.31	0.10	82.44	07/22/18	0.1M	8	
CALL TERMS: \$13.75 for 20 consecutive days										

Beginner's Portfolio Up 241%

BOUGHT: None this month.

SOLD: RBPAA (50 Shares) @ \$1.88 less \$10 commissions = \$84

SMID (100 Shares) @ \$5.40 less \$10 commissions = \$530

Cost		12/02/16	Cost		12/02/16	Cost		12/02/16	Proceeds
AAME	280/Mar '12	410	RBPAA*	188/Nov '14	200	INFU†	608/Jan '16	470	From Sales
ITI*	162/Aug '12	193	PBOX	75/Dec '14	60	PLPM†	590/Jan '16	838	10,147
SGRP	178/Apr '13	99	NTIP	235/Apr '15	345	SMID†*	540/Mar '16	545	84
AEY	248/May '13	174	UWN	180/Jul '15	195	BYFC†	398/Apr '16	329	530
MOC	209/May '14	290	SLGD	122/ Jul '15	160	SUNW†	482/Jul '16	412	10,761
DYSL	185/Aug '14	131	OPCO†	196/Dec '15	186	FLL†	384/Sep '16	456	

Current Holdings Value: 5,493

Proceeds from Sales: 10,761

Total Value of Portfolio: **16,254**

Original cost for all stocks: \$4,766

*Half of original holdings

†Bought 200 Shares

Gain: 16,254 minus 4,766 = 11,488

Percentage of gain: 11,488 divided by 4,766 x 100 = 241.0

Compound Annual Growth Rate: 8.18%

Comments: **This is a simulated portfolio** for those who would like to actively participate in the stock market...**They want an approach that will serve as a learning situation...**An investment of up to \$300 a month is required...**With each new Company of the Month, 100 shares were purchased until we had 18...**We use an internet broker...**We follow the Bowser Game Plan. Portfolio started Sep. '01.**

BEGINNER'S PORTFOLIO EXPLANATION

Two doubles in the same month made the past four weeks exceptional for the Beginner's Portfolio. Both RBPAA and SMID hit the 100% mark, which boosted Proceeds from Sales quite a bit.

EARNINGS

	<u>Quarter Ended</u>	<u>Current Sales</u>	<u>Same Period Last Year</u>	<u>Current Earnings</u>	<u>Same Period Last Year</u>	<u>Comments</u>
ADDvantage Technologies (AEY)	09/30/16	\$9,766,167	\$9,627,532	(\$191,547)	\$210,588	(A)
DLH Holdings (DLHC)	09/30/16	\$27,120,000	\$16,989,000	\$2,287,000	\$8,239,000	(B)
Dynasil Corp. (DYSL)	09/30/16	\$10,543,000	\$10,791,000	\$2,000	(\$111,000)	
InfuSystem Holdings (INFU)	09/30/16	\$17,226,000	\$18,311,000	\$56,000	\$1,138,000	(C)
LRAD Corp. (LRAD)	09/30/16	\$4,895,000	\$4,406,000	(\$514,000)	\$8,962,000	(D)
Repro-Med Systems (REPR)	11/30/16	\$3,193,113	\$3,144,954	(\$104,275)	\$167,552	(E)
Virco Manufacturing (VIRC)	10/31/16	\$67,795,000	\$64,981,000	\$23,998,000	\$6,003,000	(F)

(A) "In October 2016, AEY completed the acquisition of Triton Datacom. We believe there are many areas where the businesses are complementary in nature in the telecom sector," stated David Humphrey, AEY's CEO. "Also, the steady demand in the desktop phone segment is an exciting new niche market to tap into and expand Triton's market share."

(B) Despite DLHC's net income being down, the company's income from operations was up 38% in the most recent quarter.

(C) Eric K. Steen, INFU's CEO: "The company experienced a decrease in revenue resulting from moving Medicare patients from an insurance billing to a direct-to-clinic provider billing in the third quarter due the CMS change. Despite these challenges during the quarter, we added 71 new payor network contracts,

deployed approximately 450 infusion pumps into the oncology market and now have a modernized fleet of more than 60,000 pumps."

(D) "Fiscal 2016 was a transition year for LRAD, marked by a change in leadership and significant investments in personnel and products," commented Richard S. Danforth, CEO. "Following three years of decline, U.S. revenues increased by 47% in fiscal 2016 from fiscal 2015 as a result of increased government and military programs, a trend we expect to continue in fiscal 2017."

(E) REPR operating expenses grew by 20% in the company's fiscal third quarter.

(F) Contributing to VIRC's increase in net income was a \$17,792,000 tax benefit compared to a \$137,000 tax expense in the same period last year. Quarterly operating income was up 0.2%.

NOTES BY THE EDITOR

Major indices and commodities performed exceptionally without any new catalysts coming into play. This strength was noteworthy and likely attributed to the possibility that the recent rate hike priced in early. This allowed any Bowser stock with a catalyst to significantly outperform the Russell 2000 Index.

Royal Bancshares of Pennsylvania, Inc. (RBPA) and The Golfield Corporation (GV) both gained without a catalyst due to their bullish trends. A decent fundamental foundation and an



intact chart can drive a penny stock much higher due to the share structure and lower volume. Both stocks hit 52-week highs within the past week and are holding their gains.

For clarification, we will be removing the warrants section in March due to the lack of consistency and lower number of warrants in general. A few Buckaroos contacted me as they recently had high returns. The timing of the *Warrant Register's* removal has nothing to do with the recent returns, but is due to the inability to sustain this feature as a result of depleted sources and fewer warrants in the marketplace.

In order to maximize the value of the eight pages we publish on a monthly basis, we feel this space would be better suited for increased analysis of our picks. If you have any questions, please send them to faris@thebowserreport.com.

FIVE BOWSER STOCKS UP AND DOWN

CEMTREX	UP	89%	NOVA LIFESTYLE	DOWN	19%
PLAYBOX CORP	UP	43%	FITLIFE BRANDS	DOWN	14%
ROYAL BANCSHARES.	UP	42%	INFOSONICS CORP	DOWN	14%
GOLDFIELD CORP	UP	29%	KOSS CORP	DOWN	13%
INFUSYSTEM	UP	27%	DLH HOLDINGS	DOWN	8%