



the bowser report *weekly*

For the week ended October 22, 2021

S&P 500 ↑ 1.6%	NASDAQ ↑ 1.3%	RUS 2000 ↑ 1.1%	DJIA ↑ 1.1%
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Bowser Companies: 0.4%

Major indices continued to rally and made it back to all-time highs. Stocks ended their seven day winning streak on Friday following comments from Federal Reserve Chairman Powell. Powell stated that inflation was well beyond the Fed's target, causing stocks to drop rapidly. The upcoming weeks will be packed with more Fed speakers and earnings reports.

Bowser stocks (down 0.4% for the week) as a whole pulled back slightly despite multiple recommendations hitting new all-time highs. Our most recent recommendation, **Evolving Systems (EVOL)**, gained 21% following news of major asset sales. **KonaTel (KTEL)** was the top gainer and hit a new all-time high of \$1.38/share.

Company Headlines

- **Monday: Evolving Systems (EVOL)** entered into definitive agreements to sell all of the assets of its Customer Acquisition and Network Services division as well as its CVML and Loyalty Business to PartnerOne Capital for a base purchase price of \$40 million.
- **Tuesday: SPAR Group (SGRP)** reported an investment in a larger team and resources to provide expanded distribution center staffing services to retailers and consumer goods companies.
- **Wednesday: Butler National Corp. (BUKS)** subsidiary, Butler National Service Corp. (BNSC), purchased a minority equity ownership interest in BHCMC, LLC, that results in BNSC being the sole owner of BHCMC, manager of the Boot Hill Casino & Resort. **Manhattan Bridge Capital (LOAN)** reported revenue of \$1.6 million for 3QFY21, down 9% from \$1.8 million in the same period last year.
- **Thursday: Socket Mobile (SCKT)** reported revenue of \$6.3 million for 3QFY21, up 54% from \$4.1 million in the same period last year. **SPAR Group (SGRP)** announced the election of Sean M. Whelan and Michael Wager to the board.
- **Friday: No significant headlines.**

		PRICE		
	BR	10/15/2021	10/22/2021	% CHG
KTEL	9	\$1.12	\$1.38	23%
MACE	9	\$0.30	\$0.37	23%
EVOL	10	\$2.24	\$2.72	21%
IAIC	9	\$3.15	\$3.60	14%
LSYN	NR	\$3.20	\$3.55	11%
BUKS	7	\$0.61	\$0.68	11%
RVP	10	\$9.14	\$10.11	11%
YCBD	7	\$1.91	\$2.10	10%
CTHR	10	\$2.79	\$3.01	8%
MMMM	NR	\$2.26	\$2.44	8%
ISIG	NR	\$7.10	\$7.59	7%
BOSC	NR	\$3.00	\$3.22	7%
BABB	NR	\$0.76	\$0.80	5%
DSWL	11	\$3.96	\$4.04	2%
TAIT	11	\$4.09	\$4.17	2%
FLNT	7	\$2.26	\$2.30	2%
IBAL	9	\$1.90	\$1.91	1%
CFBK	11	\$19.65	\$19.88	1%
RADA	9	\$10.27	\$10.37	1%
SB	9	\$4.61	\$4.67	1%
SOTK	10	\$5.88	\$5.87	0%
GLXZ	NR	\$4.35	\$4.37	0%
BGCP	NR	\$5.53	\$5.52	0%
MNDO	9	\$3.25	\$3.25	0%
VATE	9	\$3.77	\$3.76	0%
TBTC	10	\$3.70	\$3.70	0%
ATGN	9	\$2.05	\$2.06	0%
SMID	7	\$17.98	\$17.80	-1%
GVP	NR	\$1.52	\$1.50	-1%
LEAT	10	\$24.50	\$24.13	-2%
NVFY	9	\$2.25	\$2.21	-2%
TSSI	7	\$0.60	\$0.59	-2%
PRKA	9	\$0.65	\$0.63	-3%
OSS	9	\$5.03	\$4.87	-3%
SGRP	10	\$1.47	\$1.42	-3%
WFCF	8	\$13.16	\$12.75	-3%
ARC	7	\$2.79	\$2.70	-3%
CLNE	10	\$9.00	\$8.65	-4%
TPCS	10	\$2.16	\$2.08	-4%
FPAY	9	\$2.74	\$2.64	-4%
ENG	9	\$2.34	\$2.25	-4%
AEHR	8	\$21.15	\$20.18	-5%
OESX	7	\$4.17	\$3.96	-5%
WYY	8	\$5.47	\$5.18	-5%
IVFH	NR	\$0.43	\$0.41	-5%
SCKT	7	\$7.21	\$6.77	-6%
WLMS	9	\$4.36	\$4.09	-6%
MEDS	10	\$4.52	\$4.26	-6%
CLRO	10	\$2.07	\$1.76	-15%
TOMZ	11	\$1.41	\$1.16	-18%
AVERAGE GAIN/LOSS				-0.40%

Bowser Notes

Evolving Systems (EVOL) announced the sale of its Activation and Marketing Businesses to PartnerOne Capital for \$40 million, which equates to roughly \$3.24/share. While we expected EVOL to create value long-term, it will be difficult for the company to generate income without these businesses. Therefore, shareholders can either hold for any type of future payout from the asset sale or sell for a short-term gain.

KonaTel (KTEL) and **Information Analysis (IAIC)** pushed to new all-time highs with slightly above-average volume. While neither company announced news, its noteworthy that they are both extending substantial year-to-date gains. KTEL is still benefitting from its strong quarterly earnings and is expected to report again within coming weeks.

Last 3 picks:

AUG:CTHR
↓ 24%

SEP:CLRO
↑ 7%

OCT:EVOL
↑ 21%

*Gains based on price at the time of recommendation

Insider Activity

- **SOTK:** Three sells totaling 16,563 shares between \$5.42-\$5.90.

Upcoming Dates

Events to mark on your calendar:

- **Oct. 25:** MEDS earnings.
- **Oct. 28:** FLNT earnings.
- **Nov. 3:** BGCP, RADA, and SB earnings
- **Nov. 4:** ARC, CLNE, CTHR, ENG, and OESX earnings.

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