

Zacks Small-Cap Research

Sponsored – Impartial - Comprehensive

Ronald Wortel MBA, P.Eng.

312-265-9167
rwortel@zacks.com

scr.zacks.com

101 N. Wacker Drive, Chicago, IL 60606

TRX Gold Corporation (TRX-AMEX)

**TRX Gold: Zacks Company Update Report
Self-Funded Growth, Exploration Upside,
Valuation Upgrade - Plant production
expansion and gold price leverage
enhance the outlook**

Our valuation is based on a NAV analysis for the Company based on its 55% ownership in the Buckreef Gold Mine, the updated PEA growth plans, higher gold prices, and industry metrics. Our 12-month fair market value target price is raised to US\$ 1.90

OUTLOOK

TRX Gold Corporation is a junior gold producer operating the Buckreef Gold Mine in Tanzania under a joint venture with the state mining development company.

High gold prices helped deliver record results for the end of fiscal 2025. The Company announced plans to add additional processing capacity to boost its production growth profile and capture this price appreciation.

Current Price (12/10/25) \$0.87
Valuation \$1.90

SUMMARY DATA

52-Week High \$0.87
52-Week Low \$0.27
One-Year Return (%) 144.17
Beta 0.32
Average Daily Volume (sh) 1,252,662

Shares Outstanding (mil) 286
Market Capitalization (\$mil) \$248
Short Interest Ratio (days) 1
Institutional Ownership (%) 1
Insider Ownership (%) 2

Annual Cash Dividend \$0.00
Dividend Yield (%) 0.00

5-Yr. Historical Growth Rates
Sales (%) 24.7
Earnings Per Share (%) N/A
Dividend (%) N/A

P/E using TTM EPS N/A

P/E using 2026 Estimate 14.5

P/E using 2027 Estimate N/A

Zacks Rank N/A

Risk Level Above Avg.,
Type of Stock Small-Blend
Industry Mining – Misc.

ZACKS ESTIMATES

Revenue

(in millions of \$)

	Q1 (Nov)	Q2 (Feb)	Q3 (May)	Q4 (Aug)	Year (Aug)
2024	9 A	8 A	10 A	14 A	41 A
2025	13 A	9 A	12 A	24 A	58 A
2026	14 E	16 E	19 E	22 E	71 E
2027	28 E				

Price/Sales Ratio (Industry = 2.5x)

	Q1 (Nov)	Q2 (Feb)	Q3 (May)	Q4 (Aug)	Year (Aug)
2024	\$0.00 A	\$0.00 A	-\$0.01 A	\$0.01 A	\$0.00 A
2025	\$0.00 A	-\$0.01 A	\$0.00 A	\$0.01 A	\$0.00 A
2026	\$0.01 E	\$0.01 E	\$0.02 E	\$0.02 E	\$0.06 E
2027					

Zacks Projected EPS Growth Rate - Next 5 Years % N/A
N/A N/A

KEY POINTS

- **Low capital intensity expansion:** US\$30M program fully funded from operating cash flow, avoiding shareholder dilution.
- **Dual-circuit design:** 3,000+ TPD sulphide and 1,000 TPD oxide/transition circuits lift combined throughput beyond 4,000 TPD.
- **Enhanced recoveries:** Flotation, ultra-fine grinding, and oxygenation target 87–90% sulphide recovery rates.
- **Phased rollout:** 18–24 month schedule minimizes operational disruption and de-risks execution.
- **Proven delivery track record:** Plant scaled from 360 tpd (2021) to 2,000 tpd today, reinforcing execution confidence.
- **Production uplift:** Expansion expected to push annual output above the 62,000 oz PEA baseline.
- **Efficiency gains:** Plant-wide upgrades improve automation, environmental compliance, and lower unit costs long term.
- **Record FY2025 performance:** Revenue US\$57.6M, gross profit US\$23.9M, EBITDA US\$22.0M, margins ~54%.
- **Balance sheet recapitalized:** Short-term debt repaid, working capital positive, ROM stockpile >20,000 oz contained gold.
- **Operational momentum:** Q4 2025 record pours; Q1 2026 ~6,550 oz produced at higher realized gold prices.
- **Exploration catalyst:** Stamford Bridge Zone discovery with best-ever intercepts expands Buckreef's resource potential.
- **FY2026 guidance:** 25,000–30,000 oz production, 32–58% YoY growth, aligned with PEA Year 1 plan.
- **Self-funded growth:** US\$15–20M capex and US\$3–5M exploration budget financed entirely from operating cash flow.
- **Repurposed equipment adds capacity:** 1,000 TPD recovery circuit created from existing mill components, no increase in capital budget.
- **Incremental production growth:** Circuit expected to contribute ~10,000 oz annually, lifting Buckreef's profile above 100,000 oz by FY2029.
- **Gold price reset:** Valuation now anchored at US\$4,000+/oz versus US\$3,300/oz at initiation, reflecting structural demand strength.
- **Fair value estimate raised:** Target increased to US\$1.90/share, with P/NAV multiple adjusted to 0.8x to reflect near-term production profile but strong leverage to gold price.

CATALYSTS AND TIMING

- Q1/26 results that show higher grades to the mill with more gold produced – spring 2026
- Higher tonnage to the new 2,000 tpd mill – ongoing
- Higher grade drilling results extending mineralized zones – summer 2026
- Impact of higher gold prices on Q1 2026 results – spring 2026
- Standard ownership agreement with Tanzanian Government – spring/summer 2026

PROCESSING PLANT EXPANSION UPDATE

TRX Gold is advancing a transformative expansion of its Buckreef Gold processing plant in Tanzania, signaling a structural step-change in throughput, recoveries, and long-term gold output. The Company's recent update confirms that the scope of work now exceeds the design outlined in the May 2025 Preliminary Economic Assessment (PEA), reflecting a dual-circuit configuration that materially enhances flexibility while remaining within the original US\$30 million capital budget. Importantly, the program is fully funded from internal cash flow and liquidity, mitigating dilution risk and reinforcing TRX's disciplined growth strategy.

The Company already demonstrated execution capability, scaling Buckreef's plant from 360 tonnes per day [tpd] in 2021 to 2,000 tpd today through three expansions. The current program extends that trajectory and sets up the asset for the open-pit-to-underground transition envisioned in the PEA. With phased commissioning expected to progressively lift throughput and recoveries through FY2026–FY2027, TRX is positioning Buckreef with the potential to exceed 100,000 oz/yr in the near term.

Key Points of the Upgrade

The PEA envisioned a single 3,000 TPD sulphide circuit producing ~62,000 ounces annually over 17.6 years. TRX has since proposed a plan for a larger, integrated facility that combines:

3,000+ TPD Sulphide Circuit

- New jaw crusher/apron feeder feeding a SAG mill in closed circuit with the largest existing ball mill.
- Flotation and fine-grind unit concentrating 87–90% of gold into <15% of mass, followed by ultra-fine grinding and intensive cyanide leaching.
- Two pre-leach thickeners feeding high-density slurry to the CIL circuit.
- Expanded CIL tanks, leveraging existing units plus additions.

1,000 TPD Oxide/Transition Circuit

- Immediate upgrades to the 3-stage crushing circuit (robust apron feeder, cone crusher reinforcements, screen deck modifications, conveyor overhauls).
- Utilization of three smaller 360 TPD ball mills and smaller CIL tanks.
- Flexible design capable of processing sulphides at ~80% recovery, upgradable to match the larger circuit via flotation integration and pre-leach thickener.

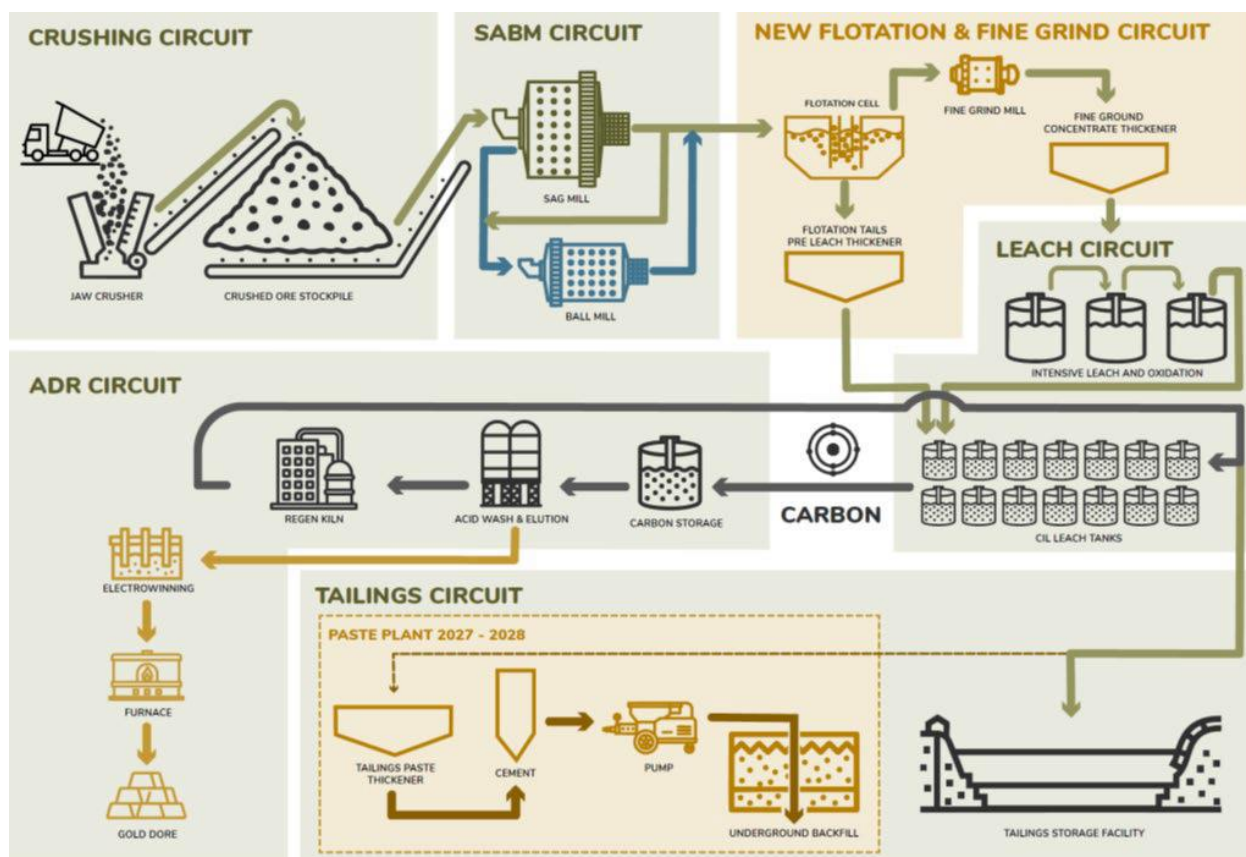
Plant-Wide Enhancements

- Ball mill feeders and variable speed drives; advanced process controls.
- CIL tank upgrades (agitators, pumps, reagent systems).
- Oxygen injection via an oxygen plant and Aachen® reactor to improve oxidation/recovery.

- New ADR plant with a larger electrowinning cell, automated carbon handling, fines screening, and a secure gold smelting room.
- Cyanide destruction circuit for tailings management.

This dual-circuit design increases nameplate throughput to potentially 4,000 tpd, providing redundancy, optionality, and incremental upside. Management expects the annual gold production average now to exceed the 62,000 ounces projected in the PEA. The new planned circuit is illustrated on Figure 1:

Figure 1: Production Plant circuit



Source: TRX Gold presentation

Implementation Status and Timeline

Execution is structured into two parallel tracks, staged over 18–24 months to minimize operational disruption and allow progressive throughput gains.

Track 1: Overall Plant Upgrades (Completion FY2026)

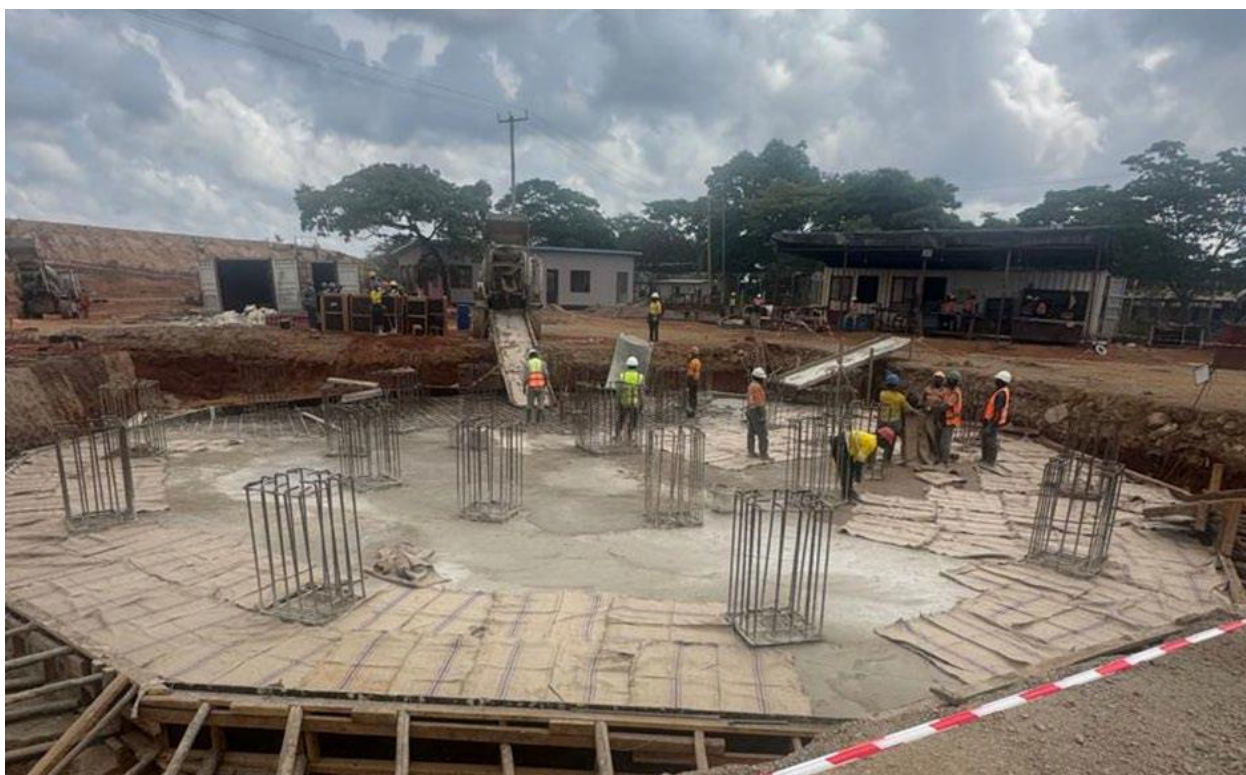
- Pre-leach thickener: 95% complete, shipping December 2025.
- Aachen® reactor: manufacturing complete, shipping November 2025.
- Oxygen plant: 75% complete, shipping December 2025.
- Leach tank agitators/screens: 50% complete, shipping December 2025.
- ADR plant/gold room: contract awarded November 2025, construction begins April 2026.

Track 2: Circuit Construction (Completion FY2027)

- Flotation plant and ultra-fine grind mills: contracts awarded November 2025.
- SAG mill: contracts scheduled for January 2026.
- Apron feeder for 1,000 TPD circuit: 80% complete, shipping November 2025.

An owner's project team has been mobilized onsite, actively managing workstreams. The Company highlights continued adherence to budget and schedule, with adequate liquidity and working capital maintained throughout the buildout. Figure 2 shows construction activities underway as part of the plant expansion and upgrade.

Figure 2: Pre-Leach Thickener Foundation Civils in progress



Source: TRX Gold news release

Strategic and Financial Implications

TRX Gold's expansion represents a low-risk, capital-efficient growth initiative that materially enhances production capacity and operational flexibility. By integrating a dual-circuit design and comprehensive plant upgrades, TRX is positioning Buckreef to deliver higher throughput, improved recoveries, and diversified revenue streams through oxide processing and tailings retreatment.

FISCAL 2025 RESULTS AND 2026 OUTLOOK

TRX Gold Corporation closed fiscal 2025 with a performance that underscored both operational consistency and financial resilience, while laying the groundwork for a step-change in growth over the next two years. The Company's Buckreef Gold Project in Tanzania continues to evolve from a proof-of-concept operation into a scalable, cash-generative asset. The fiscal 2025 earnings release highlighted a year of milestones: record quarterly production, robust margins, balance sheet repair, and a transformative Preliminary Economic Assessment (PEA) that validated Buckreef's long-life potential. With realized gold prices averaging US\$3,033 per ounce for the year, TRX generated strong cash flows that enabled debt repayment, inventory replenishment, and the commencement of its plant expansion, all without equity dilution. Working capital turned positive in the fourth quarter, positioning the company for accelerated growth in 2026. The Company's reported operational and economic results are summarized on Table 1.

Table 1: Fiscal 2025 and Q4 2025 summary results

	Unit	Three months ended August 31, 2025	Three months ended August 31, 2024	Twelve months ended August 31, 2025	Twelve months ended August 31, 2024
Operating Data					
Ore Mined	k tonnes	251	119	615	410
Waste Mined	k tonnes	1,242	1,250	4,179	2,835
Total Mined	k tonnes	1,493	1,369	4,794	3,245
Strip Ratio	w:o	5.0	10.5	6.8	6.9
Mining Rate	tpd	16,227	14,876	13,134	8,890
Mining Cost	US\$/t	\$3.94	\$3.26	\$3.86	\$3.86
Plant Ore Milled	k tonnes	139	142	541	355
Head Grade	g/t	1.95	1.66	1.53	2.19
Plant Utilization	%	92	91	89	88
Plant Recovery Rate	%	71	77	71	79
Processing Cost	US\$/t	\$16.92	\$13.23	\$14.90	\$20.07
Plant Mill Throughput	tpd	1,512	1,542	1,483	973
Gold Ounces Poured	oz	6,404	5,767	18,935	19,389
Gold Ounces Sold	oz	6,977	5,715	19,213	19,075
Financial Data					
Revenue ¹	\$ ('000s)	23,504	13,622	57,613	41,158
Gross Profit	\$ ('000s)	12,577	6,587	23,938	17,929
Net income	\$ ('000s)	5,265	3,284	6,566	3,510
Adjusted EBITDA ²	\$ ('000s)	12,687	6,157	22,025	15,262
Operating Cash Flow	\$ ('000s)	8,456	6,034	16,280	15,316
Average Realized Price (gross) ²	\$/oz	3,369	2,384	2,999	2,158
Average Realized Price (net) ^{2,3,4}	\$/oz	3,363	2,412	3,033	2,179
Cash Cost ²	\$/oz	1,354	1,100	1,530	1,103
¹ Revenue includes immaterial amounts from the sale of by-product silver and copper.					
² Refer to the "Non-IFRS Performance Measures" section.					
³ Net of revenue and ounces of gold sold related to OCIM gold prepaid purchase agreement.					
⁴ Net of interest related to Auramet gold prepaid purchase agreement.					

Source: TRX Gold MD&A

The operational story of fiscal 2025 was one of steady improvement. After completing a major stripping campaign in the first half of the year, TRX gained access to higher-grade ore blocks in the Buckreef Main Zone. This shift immediately translated into stronger production metrics. The company poured 18,935 ounces of gold during the year, slightly below the prior year due to transitional mining, but the fourth quarter set new records with 6,404 ounces poured and 6,977 ounces sold. Realized pricing averaged

US\$3,363 per ounce in Q4, driving revenue of US\$23.5 million, gross profit of US\$12.6 million, and Adjusted EBITDA of US\$12.7 million, all at margins of 54 percent. Importantly, momentum carried into the first quarter of fiscal 2026, with approximately 6,550 ounces produced at even higher gold prices, supported by record monthly pours of 806 ounces in August, 1,018 ounces in September, and 1,105 ounces in November. These figures demonstrate that Buckreef is now consistently delivering at scale, with grade improvements and plant stability underpinning performance.

Financially, fiscal 2025 marked a turning point. TRX reported record annual revenue of US\$57.6 million, gross profit of US\$23.9 million, net income of US\$6.6 million, and operating cash flow of US\$16.3 million. Adjusted EBITDA more than doubled year-over-year to US\$22.0 million, reflecting both higher realized pricing and improved operating leverage. The balance sheet also strengthened considerably. The current ratio improved to 1.3x at year's-end, compared with 0.8x in May, as aged payables declined and inventories were rebuilt. The run-of-mine stockpile expanded to more than 20,000 ounces of contained gold, up from 9,275 ounces in May, providing operational flexibility and grade management. Short-term debt of US\$3 million was fully repaid, and liquidity lines remain fully available. Management expects working capital to remain positive by the second quarter of fiscal 2026, confirming that the Company will recapitalize itself through cash generation rather than external financing.

Exploration success added another layer of momentum. A defining achievement in fiscal 2025 was the discovery of the Stamford Bridge Zone, interpreted as a one-kilometre shear zone linking Buckreef Main to the Eastern Porphyry and Anfield targets. Two best-ever drill intercepts, 37 meters at 6.86 grams per tonne and 35.5 meters at 5.48 grams per tonne, confirmed both scale and grade continuity. This discovery has the potential to materially expand Buckreef's resource base and provide additional feed for the expanded plant. To accelerate exploration, TRX acquired reverse-circulation and diamond drill rigs, which will materially reduce drilling costs per meter. Fiscal 2026 exploration spending is budgeted at US\$3–5 million, targeting Stamford Bridge, Buckreef Main underground extensions, Eastern Porphyry, and newly developed geophysical anomalies. An 810-line-kilometre ground magnetic survey commenced in October 2025 and is expected to conclude in the second quarter of 2026, providing further targets for drilling. See Figure 3 for these exploration targets and summary results.

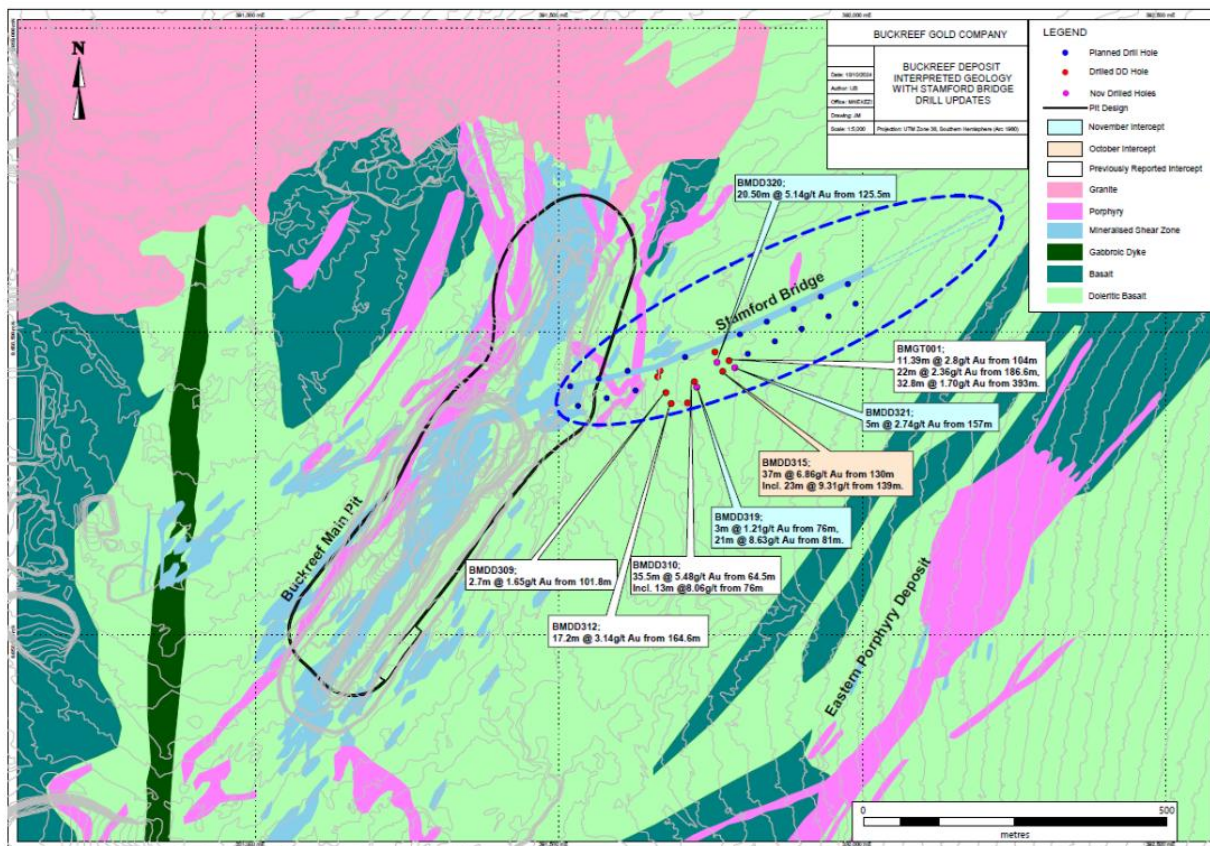
Strategically, fiscal 2025 was defined by the PEA and subsequent expansion announcements. The PEA outlined average production of approximately 62,000 ounces per year over a 17.6-year mine life, with a pre-tax NPV5% of US\$1.9 billion (US\$1.2 billion after tax) at US\$4,000 per ounce gold. Even at consensus forecast prices, the project delivered a robust US\$701 million pre-tax NPV. Subsequent to year-end, TRX announced that the processing plant would be significantly larger than the PEA design, comprising a 3,000+ tonnes per day sulphide circuit and a 1,000 tonnes per day oxide/transition circuit, with tailings retreatment. This dual-circuit design is expected to lift production above the PEA baseline, financed entirely from cash flow over 18–24 months. The Company also formalized domestic gold sales to the Bank of Tanzania, securing a reduced royalty rate of 4.35 percent on domestic sales versus 7.35 percent for exports. This agreement structurally improves project economics while reinforcing TRX's commitment to local beneficiation and government partnership.

Management depth was strengthened with the appointment of Richard Boffey as Chief Operating Officer, bringing more than 35 years of operational experience, and John McVey as Director, an underground mining specialist. These additions bolster execution capacity as Buckreef transitions from open pit to underground mining.

Looking ahead, TRX guides fiscal 2026 production to 25,000–30,000 ounces, representing a 32–58 percent increase year-over-year. Key drivers include sustained access to high-grade ore, improved plant reliability, and progressive benefits from facility upgrades. Capital expenditures of US\$15–20 million, excluding stripping, will focus on expansion toward the 3,000+ tonnes per day configuration, construction of an enlarged tailings storage facility, procurement of heavy mobile equipment, dewatering infrastructure, and camp upgrades. Exploration expenditures of US\$3–5 million will support drilling at

Stamford Bridge, Buckreef Main, and Eastern Porphyry, alongside geophysical surveys. Metallurgical testwork programs are underway, with results expected in the second quarter of 2026 to inform flowsheet optimization.

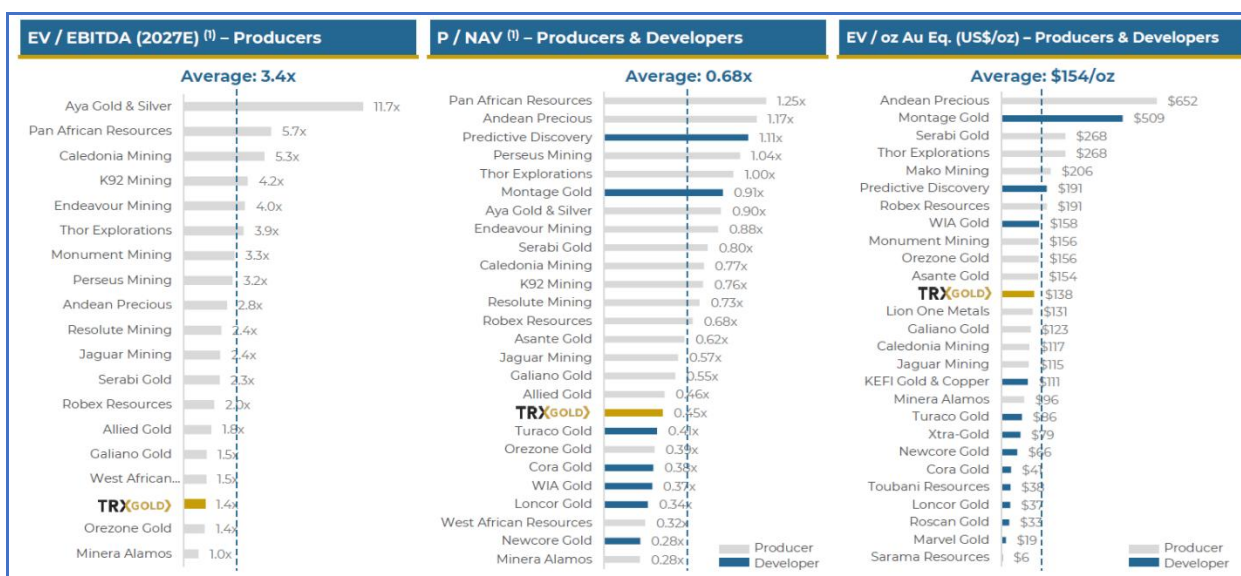
Figure 3: Stamford Bridge exploration play



Source: TRX Gold presentation

Fiscal 2025 marked an inflection point for TRX Gold, characterized by operational consistency, balance sheet repair, high-grade discovery, and a re-scaling of the long-term development plan. Fiscal 2026 is poised to deliver substantial production growth while the Company self-funds construction of a materially larger processing plant and accelerates exploration. These results could provide impetus for the Company to make market improvements relative to its peers, where it still looks to lag the market averages on valuation metrics, see Figure 4.

Figure 4: Comparable valuation metrics



Source: TRX Gold presentation

VALUATION

We are updating our valuation of TRX Gold to reflect recent operational developments and prevailing market conditions. On the operations side, management has indicated that milling equipment replaced during the expansion to the 3,000 tpd sulphide circuit will be repurposed to create a separate 1,000 tpd recovery circuit. This additional line will be capable of treating stockpiled ore, tailings, oxides, and sulphides as required. Importantly, the initiative does not increase the capital budget, as it leverages existing equipment and the on-site team. Commissioning is expected within 18–24 months, with our model placing initial production in fiscal 2027. We estimate this circuit could contribute approximately 10,000 ounces annually, lifting Buckreef's total production profile to more than 100,000 ounces by fiscal 2029. The current stockpile is expected to continue growing and could ultimately provide more than two years of feed once the circuit is operational. Additional material may also be sourced from the old tailings basin and oxide zones identified through ongoing drilling, while higher gold prices could lower cut-off grades and expand pit reserves.

The primary driver of our valuation change from initiation is the gold price outlook. At the time of our initial report, we used a high case of US\$3,300 per ounce. Since then, TRX realized US\$3,363 per ounce in Q4, while the market has moved significantly higher, currently trading around US\$4,255 per ounce and having reached an all-time high above US\$4,500 per ounce. We continue to see the same structural factors underpinning this strength: geopolitical uncertainty, supply constraints, and sustained central bank buying to build reserves in gold as a stable store of value. Demand remains inelastic, while the supply side shows no signs of meaningful additions. Mine development requires time and capital, and industry capex is at multi-decade lows. Against this backdrop, TRX's expansion will not alter the global supply picture but is highly significant for the company itself.

Based on the updated production profile and gold price assumptions, our model generates a fair value estimate of US\$1.90 per share, up from US\$1.00 at initiation. We have adjusted our P/NAV multiple to 0.8x to reflect near-term production rates that remain below the PEA plan. The investment case continues to be highly leveraged to the gold price, supported by TRX's self-funded, low-capex growth model.

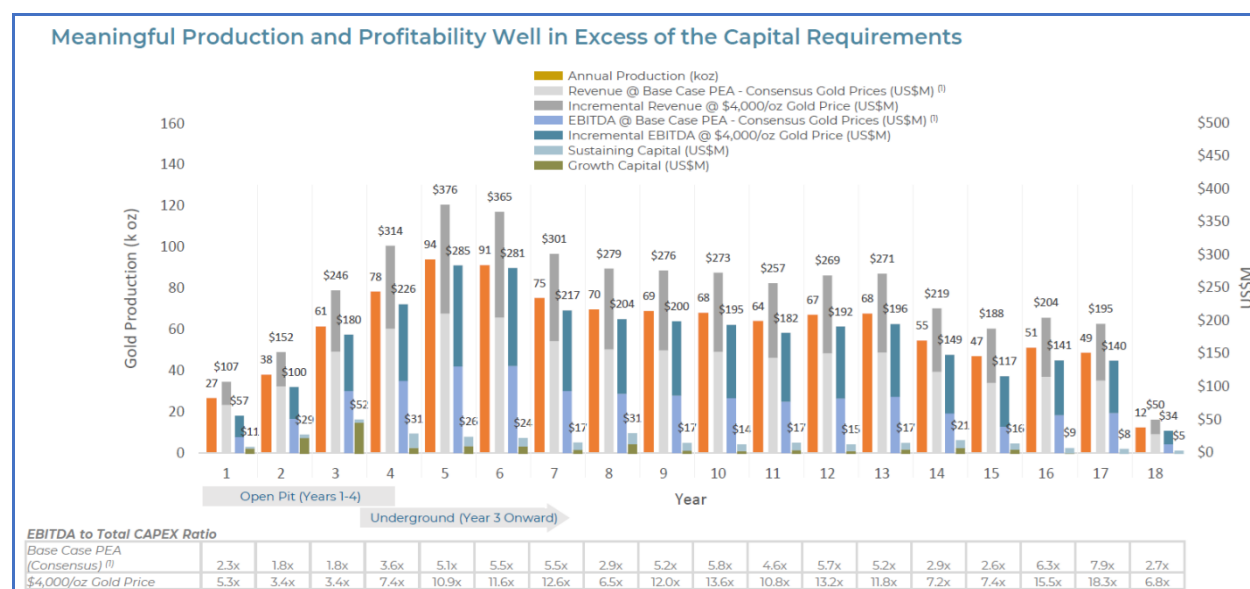
Table 2: Valuation Model

Valuation Estimate PEA Plan		2026	2027	2028	2029	2030	2031	2032	2033	2034	2035
Buckreef Mine (100% Basis) - Open Pit & Underground											
Total Ore Main circuit	tonnes	638,689	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000	1,080,000
Head Grade (Total)	g/t	2.32	2.09	2.57	3.08	2.99	2.47	2.28	2.26	2.23	2.10
Recovery (Total)	%	75%	85%	88%	88%	88%	88%	88%	88%	88%	88%
Gold Ounces Produced	oz	28,000	61,493	78,417	94,025	91,263	75,278	69,725	69,001	68,174	64,137
Total Ore 1,000 tpd circuit	tonnes	-	73,000	292,000	292,000	292,000	292,000	292,000	292,000	292,000	292,000
Head Grade (Total)	g/t	-	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3	1.3
Recovery (Total)	%	-	80%	80%	80%	80%	80%	80%	80%	80%	80%
Gold Ounces Produced	oz	-	2,441	9,764	9,764	9,764	9,764	9,764	9,764	9,764	9,764
Total Gold Ounces Produced	oz	28,000	63,934	88,180	103,788	101,027	85,042	79,488	78,765	77,938	73,900
Gold Price Assumption	US\$/oz	4,200	4,000	4,000	3,700	3,700	3,700	3,700	3,700	3,700	3,700
Gross Revenue	US\$M	117.6	255.7	352.7	384.0	373.8	314.7	294.1	291.4	288.4	273.4
Operating Costs											
Cash Cost	US\$/oz	1,500	1,069	1,099	949	904	1,081	1,044	1,064	1,101	1,108
Total Site Operating Costs	US\$M	40.4	48.8	69.9	69.0	62.6	67.7	60.4	61.4	63.6	60.8
EBITDA	US\$M	107.3	187.4	255.8	285.5	282.4	222.7	211.1	207.6	202.6	191.6
Total Cash Taxes Paid	US\$M	28.0	55.9	77.9	87.2	86.0	67.2	62.6	62.0	60.9	57.5
Less: Royalty Paid	US\$M	(11.7)	(18.7)	(25.7)	(28.0)	(27.3)	(23.0)	(21.5)	(21.3)	(21.1)	(20.0)
Total CAPEX	US\$M	18.0	52.2	30.7	26.0	24.2	17.2	31.5	16.7	14.4	16.9
Free Cash Flow (After-Tax)	US\$M	34.30	79.30	147.16	172.09	172.10	138.29	116.86	128.80	127.37	117.23
TRX Gold (55%)		18.9	43.6	80.9	94.7	94.7	76.1	64.3	70.8	70.1	64.5
TRX Gold G&A Corp Expense	US\$M	7.0	7.1	7.3	7.4	7.6	7.7	7.9	8.0	8.2	8.4
TRX Net Cashflows	US\$M	11.9	36.5	73.7	87.2	87.1	68.3	56.4	62.8	61.9	56.1
TRX Gold Company Valuation											
Buckreef 55% NAV5%		641.19 (from TRX net cash flow stream)									
Additional Resources Discounted		25.6 (Bingwa, Tembo and 2026 definition resources in ground value discounted at 2% of current gold price)									
Cash		7.8 (TRX Q4/25 B/S)									
Debt		0.0 (TRX Q4/25 B/S)									
Total Company NAV	US\$M	674.6									
Shares Outstanding	Millions	282.9									
NAV per Share	\$	2.38									
P/NAV multiple used	0.8 \$	1.90 Fair market value									

Source: TRX PEA plan, Zacks SCR estimates

These factors are illustrated on Figure 5 that highlights the EBITDA-to-capex coverage ratio underpinning the growth plan. Current gold prices demonstrate that the expansion can be financed internally with ample coverage, confirming the low risk of the PEA business plan and reinforcing the Company's leverage to rising gold prices.

Figure 5: Growth plan and CAPEX coverage



Source: TRX Gold presentation

RISKS

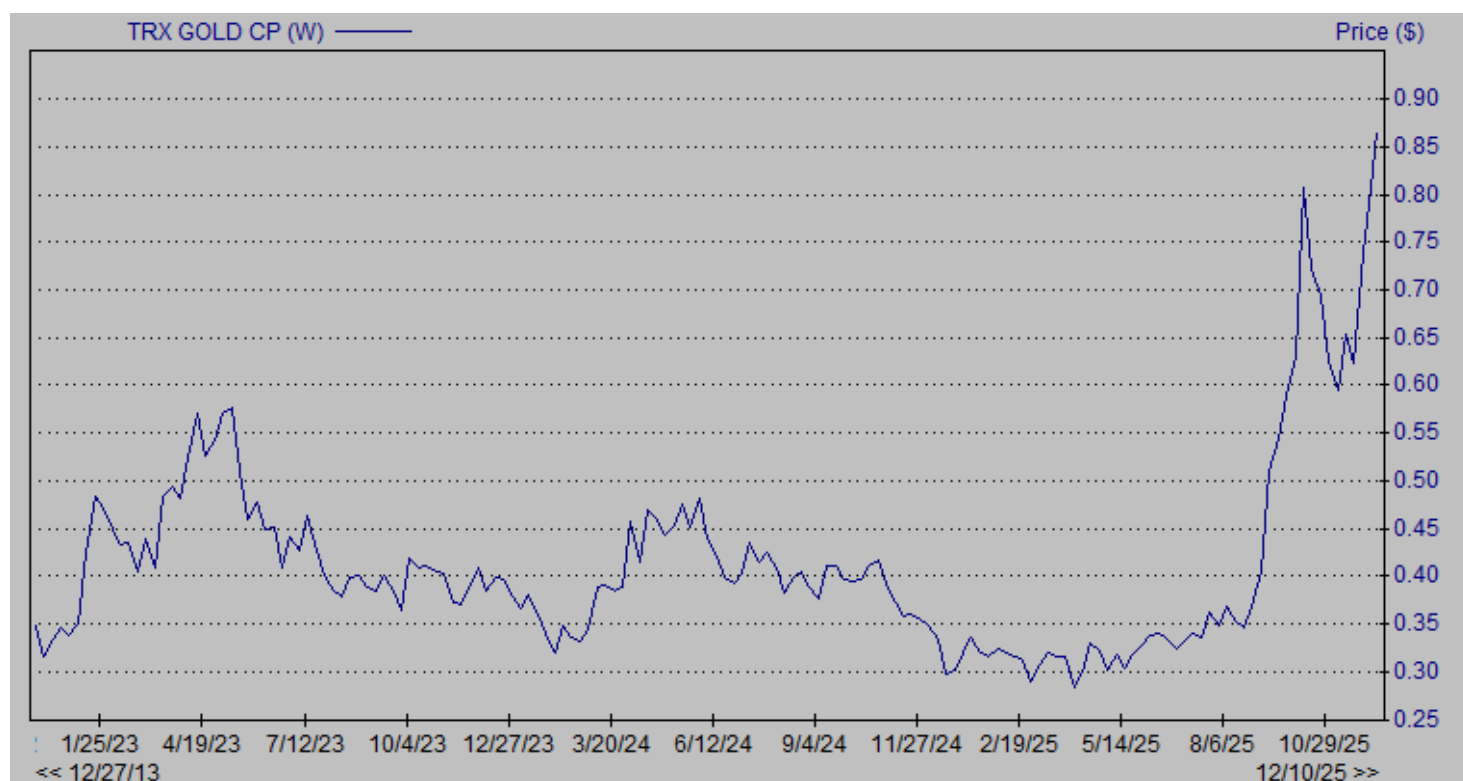
- **Geotechnical and Mining Complexity:** Underground development adds technical and execution risk, especially in early years.
- **Contractor Dependency:** Reliance on third-party mining and processing services may affect cost control and timelines.
- **Cut-Off Sensitivity:** Project economics are sensitive to cut-off grades and gold recovery assumptions.
- **Infrastructure Scaling:** Expansion to 3,000 tpd requires timely mill upgrades and reliable paste backfill supply to support ongoing production and funding from operating cashflows.
- **Political Risk:** Tanzania is mining-friendly but still presents jurisdictional and regulatory uncertainty.

PROJECTED INCOME STATEMENT & BALANCE SHEET

TRX Gold Corporation Income Statement and Balance Sheet (Dollars in millions, except EPS data)

	08/21	08/22	08/23	08/24	08/25	08/26E
Sales	0	15	38	41	58	160
Cost of Goods Sold	0	6	20	23	34	57
SG&A	9	9	8	7	8	10
Other operating expenses	1	0	0	0	0	5
Interest and other	-4	3	4	8	9	2
Zacks Adjusted Income before NRI	-4	-6	2	-2	1	86
Net Income	-4	-6	2	0	1	86
Diluted EPS before NRI	-0.02	-0.02	0.01	0.00	0.00	0.06
Reported EPS	-0.02	-0.02	0.01	0.00	0.00	0.06
Cash & Marketable Securities	13	8	8	8	8	12
Current Assets	15	16	17	18	26	26
Current Liabilities	7	17	18	21	25	12
Long Term Debt	0	0	0	1	2	0
Shareholder's Equity	46	51	61	66	74	94

HISTORICAL STOCK PRICE



DISCLOSURES

The following disclosures relate to relationships between Zacks Small-Cap Research ("Zacks SCR"), a division of Zacks Investment Research ("ZIR"), and the issuers covered by the Zacks SCR Analysts in the Small-Cap Universe.

ANALYST DISCLOSURES

I, Ronald Wortel, hereby certify that the view expressed in this research report accurately reflect my personal views about the subject securities and issuers. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the recommendations or views expressed in this research report. I believe the information used for the creation of this report has been obtained from sources I considered to be reliable, but I can neither guarantee nor represent the completeness or accuracy of the information herewith. Such information and the opinions expressed are subject to change without notice.

INVESTMENT BANKING AND FEES FOR SERVICES

Zacks SCR does not provide investment banking services nor has it received compensation for investment banking services from the issuers of the securities covered in this report or article. Zacks SCR has received compensation from the issuer directly, from an investment manager, or from an investor relations consulting firm engaged by the issuer for providing non-investment banking services to this issuer and expects to receive additional compensation for such non-investment banking services provided to this issuer. The non-investment banking services provided to the issuer includes the preparation of this report, investor relations services, investment software, financial database analysis, organization of non-deal road shows, and attendance fees for conferences sponsored or co-sponsored by Zacks SCR. The fees for these services vary on a per-client basis and are subject to the number and types of services contracted. Fees typically range between ten thousand and fifty thousand dollars per annum. Details of fees paid by this issuer are available upon request.

POLICY DISCLOSURES

This report provides an objective valuation of the issuer today and expected valuations of the issuer at various future dates based on applying standard investment valuation methodologies to the revenue and EPS forecasts made by the SCR Analyst of the issuer's business. SCR Analysts are restricted from holding or trading securities in the issuers that they cover. ZIR and Zacks SCR do not make a market in any security followed by SCR nor do they act as dealers in these securities. Each Zacks SCR Analyst has full discretion over the valuation of the issuer included in this report based on his or her own due diligence. SCR Analysts are paid based on the number of companies they cover. SCR Analyst compensation is not, was not, nor will be, directly or indirectly, related to the specific valuations or views expressed in any report or article.

ADDITIONAL INFORMATION

Additional information is available upon request. Zacks SCR reports and articles are based on data obtained from sources that it believes to be reliable, but are not guaranteed to be accurate nor do they purport to be complete. Because of individual financial or investment objectives and/or financial circumstances, this report or article should not be construed as advice designed to meet the particular investment needs of any investor. Investing involves risk. Any opinions expressed by Zacks SCR Analysts are subject to change without notice. Reports or articles or tweets are not to be construed as an offer or solicitation of an offer to buy or sell the securities herein mentioned.

CANADIAN COVERAGE

This research report is a product of Zacks SCR and prepared by a research analyst who is employed by or is a consultant to Zacks SCR. The research analyst preparing the research report is resident outside of Canada, and is not an associated person of any Canadian registered adviser and/or dealer. Therefore, the analyst is not subject to supervision by a Canadian registered adviser and/or dealer, and is not required to satisfy the regulatory licensing requirements of any Canadian provincial securities regulators, the Investment Industry Regulatory Organization of Canada and is not required to otherwise comply with Canadian rules or regulations.