

# TAGLICH BROTHERS

MEMBER: FINRA, SIPC | WWW.TAGLICHBROTHERS.COM

## Final Report

*Investors should consider this report as only a single factor in making their investment decision.*

### The Coretec Group, Inc.

### Dropping Coverage

John Nobile

October 24, 2018

**CRTG \$0.06 — (OTC)**

	<u>2015A</u>	<u>2016A</u>	<u>2017A</u>
Revenues	\$0	\$0	\$0
Earnings (loss) per share*	NA	\$(0.06)	\$(0.07)

52-Week range	\$0.37 – \$0.03	Fiscal year ends:	December
Common shares out as of 8/14/18	68.1 million	Revenue per share (TTM)	\$0.00
Approximate float	3.7 million	Price/Sales (TTM)	NMF
Market capitalization	\$4 million	Price/Sales (FY2019)E	NA
Tangible book value/share	NMF	Price/Earnings (TTM)	NMF
Price/tangible book value	NMF	Price/Earnings (FY2019)E	NA

\* Includes 1:300 reverse stock split effective June 29, 2017, and the conversion of Series B preferred stock into common stock. There were no shares outstanding in 2015.

Headquartered in Tulsa, Oklahoma, The Coretec Group is a development stage company that aims to be a supplier of silicon-based materials for commercial development in energy-focused verticals such as energy storage, solar, and solid-state lighting, as well as printable electronics and 3D displays. The company is also developing 3D projection display technologies.

#### Key investment considerations:

***Dropping coverage due to termination of research services.***

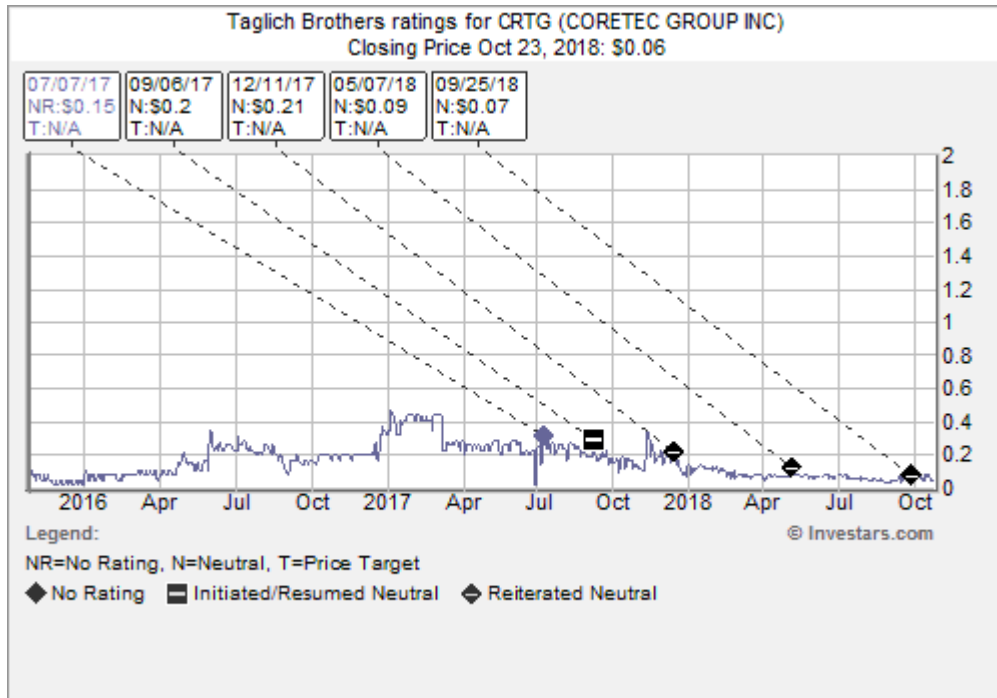
***Coretec's underlying technology is based on the production of cyclohexasilane (CHS), a liquid silicon precursor. CHS is a chemical that remains in liquid form at room temperature and does not convert to gas until heated above 400°F. This leads to increased safety and lower handling/shipping costs when compared to commonly used Silane.***

***The company has yet to generate revenue and its auditors have expressed substantial doubt about its ability to continue as a going concern.***

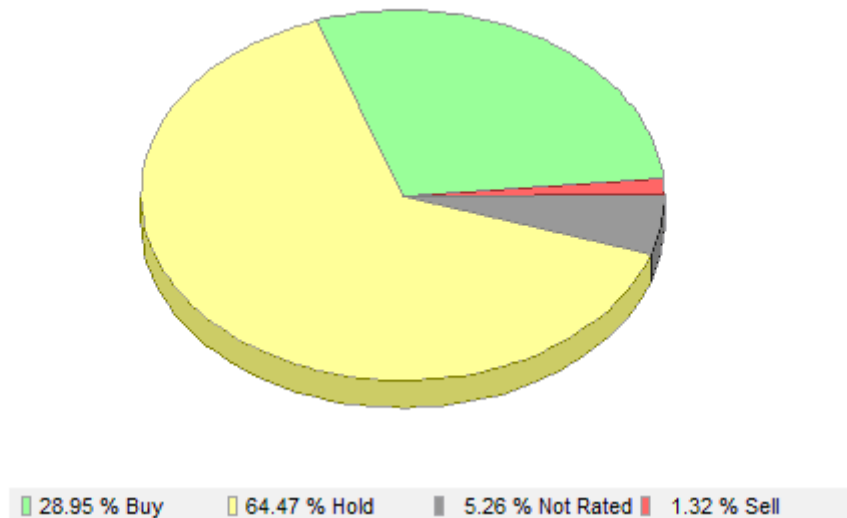
***\*Please view our disclosures on pages 2-4.***

790 New York Avenue, Huntington, N.Y. 11743  
(800) 383-8464 • Fax (631) 757-1333

**Price Chart**



**Taglich Brothers' Current Ratings Distribution**



<b>Investment Banking Services for Companies Covered in the Past 12 Months</b>		
Rating	#	%
Buy	3	11
Hold		
Sell		
Not Rated	1	50

### **Important Disclosures**

As of the date of this report, we, our affiliates, any officer, director or stockholder, or any member of their families do not have a position in the stock of the company mentioned in this report. Taglich Brothers, Inc. does not currently have an Investment Banking relationship with the company mentioned in this report and was not a manager or co-manager of any offering for the company within the last three years.

All research issued by Taglich Brothers, Inc. is based on public information. The company paid a monetary fee of \$4,500 (USD) in March 2017 for the creation and dissemination of research reports for the first three months. From November 2017 to August 2018, the company paid a monthly monetary fee of \$1,500 (USD) to Taglich Brothers, Inc., for the creation and dissemination of research reports.

### **General Disclosures**

The information and statistical data contained herein have been obtained from sources, which we believe to be reliable but in no way are warranted by us as to accuracy or completeness. We do not undertake to advise you as to changes in figures or our views. This is not a solicitation of any order to buy or sell. Taglich Brothers, Inc. is fully disclosed with its clearing firm, Pershing, LLC, is not a market maker and does not sell to or buy from customers on a principal basis. The above statement is the opinion of Taglich Brothers, Inc. and is not a guarantee that the target price for the stock will be met or that predicted business results for the company will occur. There may be instances when fundamental, technical and quantitative opinions contained in this report are not in concert. We, our affiliates, any officer, director or stockholder or any member of their families may from time to time purchase or sell any of the above-mentioned or related securities. Analysts and members of the Research Department are prohibited from buying or selling securities issued by the companies that Taglich Brothers, Inc. has a research relationship with, except if ownership of such securities was prior to the start of such relationship, then an Analyst or member of the Research Department may sell such securities after obtaining expressed written permission from Compliance.

### **Analyst Certification**

**I, John Nobile, the research analyst of this report, hereby certify that the views expressed in this report accurately reflect my personal views about the subject securities and issuers; and that no part of my compensation was, is, or will be, directly, or indirectly, related to the specific recommendations or views contained in this report.**

Public companies mentioned in this report:

### **Meaning of Ratings**

**Buy** – The growth prospects, degree of investment risk, and valuation make the stock attractive relative to the general market or comparable stocks.

**Speculative Buy** – Long term prospects of the company are promising but investment risk is significantly higher than it is in our BUY-rated stocks. Risk-reward considerations justify purchase mainly by high risk-tolerant accounts. In the short run, the stock may be subject to high volatility and could continue to trade at a discount to its market.

**Neutral** – Based on our outlook the stock is adequately valued. If investment risks are within acceptable parameters, this equity could remain a holding if already owned.

**Sell** – Based on our outlook the stock is significantly overvalued. A weak company or sector outlook and a high degree of investment risk make it likely that the stock will underperform relative to the general market.

**Dropping Coverage** – Research coverage discontinued due to the acquisition of the company, termination of research services, non-payment for such services, diminished investor interest, or departure of the analyst.

### **Some notable Risks within the Microcap Market**

**Stocks in the Microcap segment of the market have many risks that are not as prevalent in Large-cap, Blue Chips or even Small-cap stocks. Often it is these risks that cause Microcap stocks to trade at discounts to their peers. The most common of these risks is liquidity risk, which is typically caused by small trading floats and very low trading volume which can lead to large spreads and high volatility in stock price. In addition, Microcaps tend to have significant company specific risks that contribute to lower valuations. Investors need to be aware of the higher probability of financial default and higher degree of financial distress inherent in the microcap segment of the market.**

---

From time to time our analysts may choose to withhold or suspend a rating on a company. We continue to publish informational reports on such companies; however, they have no ratings or price targets. In general, we will not rate any company that has too much business or financial uncertainty for our analysts to form an investment conclusion, or that is currently in the process of being acquired.