

THE UGLY DUCKLING



→ PINNACLE TECHNOLOGY

1. Cash positive



2. Revenue up



3. Share ignored



4. Dividend paid



5. Profitable



This broad-ranging technology group is having a good run. It has produced robust numbers in its recent reporting periods and its share price has risen 90% over the past year. Its prospects were reasonably solid but now that it has bought IT infrastructure distributor Axis Technology in a R170,9m deal, they look even better. This deal, along with the ongoing investment in the telecom & IT sector, bodes well for the group. A share price of R4,20 and a p:e of 6,13 means it is reasonably priced. Definitely worth a closer look.

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