

## FRMO Corp. Announces First Quarter 2014 Financial Results and Conference Call

ELMSFORD, N.Y. — October 15, 2013

FRMO Corp. (the “Company” or “FRMO”) (OTC Pink: FRMO) today reported its financial results for its 2014 first quarter, which ended August 31, 2013 (May Fiscal Year).

### Financial Highlights

FRMO’s 2014 net income for the first quarter ending August 31, 2013 was \$1,403,230 (\$0.03 per share basic and diluted) compared with \$1,054,160 (\$0.03 per share basic and diluted) for the first quarter of the 2013 fiscal year.

Book value was \$82.8 million (\$1.91 per share; \$1.89 per share diluted) as of August 31, 2013 vs. \$83.4 million (\$1.93 per share; \$1.90 per share diluted) at fiscal 2013 year end. Current assets, comprised primarily of cash and equivalents and investments available for sale, amounted to \$74.0 million as of August 31, 2013 and \$74.8 million as of May 31, 2013. Total liabilities amounted to \$12.4 million as of August 31, 2013 compared to \$12.7 million for the prior quarter, the majority of each being deferred taxes.

Further details are available in the Quarterly Report of the Company’s Consolidated Financial Statements for the quarter ended August 31, 2013. These statements have been filed on the OTC Markets Group Disclosure and News Services (DNS), which may be accessed at [www.otcmarkets.com/stock/FRMO/filings](http://www.otcmarkets.com/stock/FRMO/filings). These documents are also available on the FRMO web site at [www.frmocorp.com](http://www.frmocorp.com).

### Conference Call

Murray Stahl, Chairman and CEO, and Steven Bregman, President and CFO, of FRMO Corp. will host a conference call on Thursday, October 17, 2013 at 4:15 p.m. ET. The call can be accessed by dialing 1-888-576-4398 (domestic toll free) or 719-325-2428 (international toll) and entering the following conference ID: 7759858. A replay will be available from 6:15 p.m. on the day of the teleconference until November 16, 2013. To listen to the archived call, dial 1-888-203-1112 (domestic toll free) or 719-457-0820 (international toll), and enter conference ID number 7759858.

**Condensed Consolidated Balance Sheets***(in thousands)*

	<b>August 31, 2013</b>	<b>May 31, 2013</b>
	<b>(Unaudited)</b>	
<b>Assets</b>		
Current Assets:		
Cash and cash equivalents	\$ 25,743	\$ 26,525
Investments, available for sale, at fair value	46,162	47,306
Other	2,109	1,012
<b>Total Current Assets</b>	<b>74,014</b>	<b>74,843</b>
Investment in unconsolidated limited liability co.	10,994	10,974
Participation in Horizon Kinetics revenue stream	10,200	10,200
<b>Total Assets</b>	<b>\$ 95,208</b>	<b>\$ 96,017</b>
<b>Liabilities and Stockholders' Equity</b>		
Current Liabilities:		
Deferred Tax Liability	\$ 5,582	\$ 5,852
Redeemable preferred stock	50	50
Other current liabilities	2,495	2,510
<b>Total Current Liabilities</b>	<b>8,127</b>	<b>8,412</b>
Deferred Tax Liability – non-current	4,237	4,238
<b>Total Liabilities</b>	<b>12,364</b>	<b>12,650</b>
Stockholders' Equity	82,844	83,367
<b>Total Liabilities and Stockholders' Equity</b>	<b>\$ 95,208</b>	<b>\$ 96,017</b>

**Condensed Consolidated Statements of Income***(amounts in thousands, except share data)*

	<b>Three Months Ended</b>	
	<b>August 31, 2013</b>	<b>August 31, 2012</b>
	<b>(Unaudited)</b>	
<b>Revenue:</b>		
Consultancy and advisory fees	\$ 679	\$ 542
Income from investment partnerships and limited liability companies	1,256	450
Other	447	904
<b>Total Revenue</b>	<b>2,382</b>	<b>1,896</b>
<b>Total Expenses</b>	<b>213</b>	<b>245</b>
Income from Operations	2,169	1,651
Provision for Income Taxes	766	597
<b>Net Income</b>	<b>\$ 1,403</b>	<b>\$ 1,054</b>
Basic and Diluted Earnings per Common Share	\$ 0.03	\$ 0.03
Weighted Average Common Shares Outstanding		
Basic	43,256,755	39,138,154
Diluted	43,646,328	39,188,154

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**About FRMO Corp.**

FRMO Corp. invests in and receives revenues based upon consulting and advisory fee interests in the asset management sector.

FRMO has 43,261,972 shares of common stock outstanding.

For more information, visit our Web site at [www.frmocorp.com](http://www.frmocorp.com).

**Safe Harbor Statement Under the Private Securities Litigation Reform Act of 1995** – With the exception of historical information, the matters discussed in this press release are forward-looking statements that involve a number of risks and uncertainties. Words like “believe,” “expect” and “anticipate” mean that these are our best estimates as of this writing, but that there can be no assurances that expected or anticipated results or events will actually take place, so our actual future results could differ significantly from those statements. Factors that could cause or contribute to such differences include, but are not limited to: our ability to maintain our competitive advantages, the general economics of the financial industry, our ability to finance growth, our ability to identify and close acquisitions on terms favorable to the Company, and a sustainable market.

Further information on our risk factors is contained in our quarterly and annual reports as filed on our website [www.frmocorp.com](http://www.frmocorp.com) and on [www.otcmartets.com/stock/FRMO/filings](http://www.otcmartets.com/stock/FRMO/filings).

**Contact**

Thérèse Byars

Corporate Secretary

Email: [tbyars@frmocorp.com](mailto:tbyars@frmocorp.com)

Telephone: 646-495-7337

[www.frmocorp.com](http://www.frmocorp.com)