



Know when to hold-em!  
 Know when to fold-em!  
 Know where to set stops!  
 Know when to run!  
 Never count your portfolio  
 Until the sells are done..  
 Yearly subscription US\$249

In some years we have a summer rally and other years like this one we get the summer doldrums and the slow 'dog days of August'. However this presents opportunity. Throughout the summer, I was expecting another rally to materialize in the marijuana sector, leading up to legalization on October 17<sup>th</sup>. The rally came right on cue, shown below in the Canadian marijuana index. The U.S. index is at new highs and I believe the Canadian index will soon test the January highs and probably go beyond.



I plan on doing a more in depth update on the sector and will seek out one or two under valued stocks or laggards. For now I want to update a stock on our junior mining list and one on the tech list that experienced summer weakness and present excellent buy levels.

**Deer Horn Capital CSE:DHC**  
**Entry Price \$0.50**

**Recent Price \$0.29**  
**Opinion – strong buy, average down to \$0.40**

DHC has slid down on low volume from the low \$0.50s to \$0.29 yesterday. What was impressive is despite the weakness in the stock, they closed \$241,000 of their financing at 50 cents per share and only a small \$3,000 finders fee was paid on this. This is a good signal of a strong shareholder base. I did buy some of this 50 cent financing.

Today DHC highlighted an article in the journal 'Science Advances', tellurium nanoparticles could triple the rate of evaporation for solar desalination. If effective on a commercial scale, the process could reduce the energy needed for desalination plants by ten times. This is very good news for the tellurium aspect of their high grade Gold, Silver, Tellurium project.

The Int. Desalination Association reports that there are currently more than 18,400 desalination plants operating worldwide, providing water for more than 300 million people in 150 countries. As the desalination industry makes advances in efficiency, these numbers are expected to grow.

Over half the costs of operating desalination plants comes from energy. According to the Science Advances article, the August 2018 edition, a broadband absorber made of tellurium (Te) nanoparticles with a wide size distribution can absorb more than 85% solar radiation in the entire spectrum.

There is some trading history on the chart and it also suggests a good support level here and a buying opportunity. On the 3<sup>rd</sup> attempt in late April the stock broke above \$0.25 and support was built between there and \$0.30 cents. There is a low number of shares out and the stock trades thin, so I would try bids here and up to the high 30s and see what comes out. Officially I will average down to \$0.40.



**Dynacert TSXV:DYA**  
**Entry price \$0.40**

**Recent Price \$0.22**  
**Opinion – strong buy, average down to \$0.30**

In early June, the stock was knocked down from around \$0.40 to the high \$0.20s and just recently down to the low \$0.20s. Apparently there is one seller in the market accounting for most of this weakness. Fundamentally things are going well, but I believe the market wants DYA to show more sales instead of the promising field trials and tests. On June 21, 2018 the Company announced that, after a successful trial program, it had received an order for 114 HG145 units, with deliveries to occur over the next 12 months. I believe they are very close in numerous markets in North America, Europe and Asia. The initial results in Germany were so good, it was decided best to wait for the final and complete test results and that should be soon. From their August 16<sup>th</sup> press release (bold is my doing):

Testing to obtain an ABE (general operating permit) for on-road use in Europe required an operating HydraGEN unit mounted directly onto an operating vehicle. For this phase, the company obtained a special single use permit to allow an HG1-45 unit onto an on-road truck which meets the Euro 6 emissions standards.

The final performance validation testing by TUV NORD for fuel savings and carbon emission reduction for the ABE on-road certification after the break-in period took place on a dynamometer in July, 2018. Initial dynamometer results, which are not yet official, have exceeded the company's expectations as well as surpassing prior PIT Group results. **The unusual strength of these test results, in respect of fuel savings and emission reductions, has sparked a decision by the parties involved to not release any such information until a final comprehensive report is officially released by the testing lab.**

In order for DynaCERT to complete all the validations for homologation, a PEMS (portable emission measurement system) test, the last and final stage of testing, which was on road, has now been completed. A positive final report from TUV NORD is expected by the company.

European international official launch

Receipt of **final reports and homologation is expected to occur prior to DynaCERT's official European launch of its HydraGEN technology at the IAA Commercial Vehicles International Exhibition in Hanover, Germany, Sept. 20 to Sept. 27, 2018.**

The International Automobile Exhibition, IAA, is the world's most important trade fair for mobility, transport and logistics.



I believe the dip in the stock price is a great buying opportunity. It looks like the chart could possibly be setting up for a morning doji star reversal pattern. A white candle or up day tomorrow would complete that reversal, time will tell. Officially I am averaging down to \$0.30 on the Selection list.

(c) Copyright 2018, Struther's Resource Stock Report

All forecasts and recommendations are based on opinion. Markets change direction with consensus beliefs, which may change at any time and without notice. The author/publisher of this publication has taken every precaution to provide the most accurate information possible. The information & data were obtained from sources believed to be reliable, but because the information & data source are beyond the author's control, no representation or guarantee is made that it is complete or accurate. The reader accepts information on the condition that errors or omissions shall not be made the basis for any claim, demand or cause for action. Because of the ever-changing nature of information & statistics the author/publisher strongly encourages the reader to communicate directly with the company and/or with their personal investment adviser to obtain up to date information. Past results are not necessarily indicative of future results. Any statements non-factual in nature constitute only current opinions, which are subject to change. The author/publisher may or may not have a position in the securities and/or options relating thereto, & may make purchases and/or sales of these securities relating thereto from time to time in the open market or otherwise. Neither the information, nor opinions expressed, shall be construed as a solicitation to buy or sell any stock, futures or options contract *mentioned herein. The author/publisher of this letter is not a qualified financial adviser & is not acting as such in this publication.*