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**Teton Advisors Announces Record Fourth Quarter and Full Year Results  
 Assets Under Management (“AUM”) Top \$2 Billion**

Rye, New York, March 3, 2014 – Teton Advisors, Inc. (OTC PINK: TETAA) announced fourth quarter 2013 earnings of \$990,000, or \$0.90 per fully diluted share, versus \$414,000, or \$0.38 per fully diluted share, in the fourth quarter 2012. For the year ended December 31, 2013, earnings were \$2.7 million, or \$2.48 per fully diluted share, versus \$1.6 million, or \$1.41 per fully diluted share, in 2012. Teton Advisors also declared a regular quarterly dividend of \$0.05 per share on its Class A and Class B Common Stock payable on March 25<sup>th</sup>, 2014 to its Class A and Class B shareholders of record on March 11<sup>th</sup>, 2014.

“Teton Advisors crossed the milestone of \$2 billion in AUM in 2013,” said Nicholas F. Galluccio, President and CEO. “We are well on our way to building out a multi-strategy asset management platform.”

**Table I**

**TETON ADVISORS, INC.  
 UNAUDITED CONDENSED STATEMENTS OF INCOME**

	<b>For the Three Months Ended December 31,</b>	
	<b>2013</b>	<b>2012</b>
Revenues		
Investment advisory fees-mutual funds	\$ 3,369,124	\$ 1,903,182
Investment advisory fees-separate accounts	877,357	570,398
Distribution fees and other income	189,757	46,204
Total revenues	<u>4,436,238</u>	<u>2,519,784</u>
Expenses		
Compensation	1,584,522	1,023,393
Marketing and administrative fees	473,619	316,998
Distribution costs and expense reimbursements	366,677	220,945
Advanced commissions	180,295	40,621
Sub-advisory fees	92,853	97,807
Other operating expenses	180,942	142,814
Total expenses	<u>2,878,908</u>	<u>1,842,578</u>
Income before income taxes	1,557,330	677,206
Income taxes	567,433	263,445
Net income	<u>\$ 989,897</u>	<u>\$ 413,761</u>
Net income per share:		
Basic	<u>\$ 0.90</u>	<u>\$ 0.40</u>
Diluted	<u>\$ 0.90</u>	<u>\$ 0.38</u>
Weighted average shares outstanding:		
Basic	<u>1,103,969</u>	<u>1,032,889</u>
Diluted	<u>1,103,969</u>	<u>1,091,370</u>

Table II

**TETON ADVISORS, INC.**  
**UNAUDITED CONDENSED STATEMENTS OF INCOME**

	<b>For the Years Ended December 31,</b>	
	<b>2013</b>	<b>2012</b>
Revenues		
Investment advisory fees-mutual funds	\$ 10,597,457	\$ 7,766,150
Investment advisory fees-separate accounts	3,161,201	711,878
Distribution fees and other income	437,211	276,444
Total revenues	<u>14,195,869</u>	<u>8,754,472</u>
Expenses		
Compensation	5,268,670	2,862,300
Marketing and administrative fees	1,593,530	1,289,190
Distribution costs and expense reimbursements	1,531,243	802,374
Advanced commissions	407,920	220,969
Sub-advisory fees	371,675	414,074
Other operating expenses	669,110	522,861
Total expenses	<u>9,842,148</u>	<u>6,111,768</u>
Income before income taxes	4,353,721	2,642,704
Income taxes	1,619,509	1,004,443
Net income	<u>\$ 2,734,212</u>	<u>\$ 1,638,261</u>
Net income per share:		
Basic	<u>\$ 2.48</u>	<u>\$ 1.55</u>
Diluted	<u>\$ 2.48</u>	<u>\$ 1.41</u>
Weighted average shares outstanding:		
Basic	<u>1,104,173</u>	<u>1,054,528</u>
Diluted	<u>1,104,173</u>	<u>1,162,343</u>

**Table III**

**TETON ADVISORS, INC.**  
**UNAUDITED CONDENSED STATEMENTS OF FINANCIAL CONDITION**

	<b>December 31, 2013</b>	<b>December 31, 2012</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 2,502,851	\$ 267,670
Investment advisory fees receivable	1,951,158	1,154,933
Investment in securities	2,227	-
Deferred tax asset	57,034	6,343
Receivable from affiliates	70,339	17,231
Contingent deferred sales commission	449,503	77,409
Other assets (net of accumulated depr of \$19,969 and \$14,037, respectively)	79,114	83,045
Total assets	5,112,226	1,606,631
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Payable to affiliates	\$ 918,832	\$ 712,765
Compensation payable	332,316	100,251
Deferred tax liability	211,480	34,648
Income tax payable	171,455	37,444
Distribution costs payable	88,741	120,091
Accrued expenses and other liabilities	293,526	157,519
Total liabilities	2,016,350	1,162,718
<b>Stockholders' equity</b>		
Class A Common Stock, \$0.001 par value; 1,200,000 shares authorized; 970,598 and 970,036 shares issued, respectively; 770,598 and 770,036 shares outstanding, respectively	971	971
Class B Common Stock, \$0.001 par value; 800,000 shares authorized; 792,000 shares issued; 332,659 and 334,206 shares outstanding, respectively	342	342
Additional paid-in capital	590,427	588,899
Treasury stock, at cost (200,985 Class A shares and 8,000 Class B shares and 200,000 Class A Shares and 8,000 Class B shares, respectively)	(1,936,716)	(1,908,120)
Retained Earnings	4,440,852	1,761,821
Total stockholders' equity	3,095,876	443,913
Total liabilities and stockholders' equity	\$ 5,112,226	\$ 1,606,631

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**SPECIAL NOTE REGARDING FORWARD-LOOKING INFORMATION**

Our disclosure and analysis in this press release contain some forward-looking statements. Forward-looking statements give our current expectations or forecasts of future events. Such statements are subject to contingencies and uncertainties, some or all of which may be material. We direct your attention to the cautionary statements regarding forward-looking information set forth in documents on Teton's website. We do not undertake to update publicly any forward-looking statements if we subsequently learn that we are unlikely to achieve our expectations or if we receive any additional information relating to the subject matters of our forward-looking statements.