

AIR INDUSTRIES GROUP  
Form 4  
August 23, 2016

**FORM 4**

UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

OMB APPROVAL

OMB Number: 3235-0287  
Expires: January 31, 2015  
Estimated average burden hours per response... 0.5

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
TAGLICH MICHAEL N

(Last) (First) (Middle)  
98 BAY STREET  
(Street)  
SAG HARBOR, NY 10174  
(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
AIR INDUSTRIES GROUP [AIRI]

3. Date of Earliest Transaction  
(Month/Day/Year)  
08/19/2016

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

Director  10% Owner  
 Officer (give title below)  Other (specify below)

6. Individual or Joint/Group Filing(Check Applicable Line)  
 Form filed by One Reporting Person  
 Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

| 1. Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|-----------------------------------|
|                                 |                                      |  | Code                           | V Amount (A) or (D) Price   |   |  |                                   |
| Common Stock                    | 06/29/2016                           |  | M                              | 3,000 A \$ 2.95   | 360,497   | D  |                                   |
| Common Stock                    |                                      |  |                                |   | 45,980  | I  | See Note (1)                      |
| Common Stock                    |                                      |  |                                |   | 12,746  | I  | See Note (2)                      |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 1474 (9-02)

Edgar Filing: AIR INDUSTRIES GROUP - Form 4

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned**  
(e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction Code (Instr. 8) | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) |     | 6. Date Exercisable and Expiration Date (Month/Day/Year) |                 | 7. Title and Amount of Underlying Security (Instr. 3 and 4) | Amount of Shares |
|--|--|--------------------------------------|--|--------------------------------|---|-----|--|-----------------|---|------------------|
|  |  |                                      |  |                                | (A)   | (D) | Date Exercisable   | Expiration Date |   |                  |
| Stock Options (right to purchase)          | \$ 6   | 09/10/2012                           |  | A                              | 3,000   |     | 09/10/2012   | 09/10/2017      | Common Stock  | 3                |
| Stock Options (right to purchase)          | \$ 6   | 04/23/2013                           |  | A                              | 750   |     | 04/23/2013   | 04/23/2018      | Common Stock  |                  |
| Stock Options (right to purchase)          | \$ 7.86  | 09/30/2013                           |  | A                              | 750   |     | 09/30/2013   | 09/30/2018      | Common Stock  |                  |
| Stock Options (right to purchase)          | \$ 8.98  | 12/31/2013                           |  | A                              | 750   |     | 12/31/2013   | 12/31/2018      | Common Stock  |                  |
| Stock Options (right to purchase)          | \$ 9.38  | 03/31/2014                           |  | A                              | 750   |     | 03/31/2014   | 03/31/2019      | Common Stock  |                  |
| Warrants                                   | \$ 6.3   | 06/22/2012                           |  | A                              | 31,190  |     | 06/22/2012   | 06/22/2017      | Common Stock  | 3                |
| Warrants                                   | \$ 8.72  | 01/01/2014                           |  | A                              | 10,000  |     | 04/01/2014   | 12/31/2019      | Common Stock  | 1                |
| Stock Options (right to purchase)          | \$ 11.73   | 05/16/2014                           |  | A                              | 750   |     | 05/16/2014   | 05/15/2019      | Common Stock  |                  |
| Stock Options (right to purchase)          | \$ 9.24  | 08/21/2014                           |  | A                              | 750   |     | 08/21/2014   | 08/20/2019      | Common Stock  |                  |
| Stock Options (right to purchase)          | \$ 10.26   | 11/24/2014                           |  | A                              | 1,750   |     | 11/24/2014   | 11/23/2019      | Common Stock  | 1                |

Edgar Filing: AIR INDUSTRIES GROUP - Form 4

|                                      |          |            |   |              |            |            |  |              |    |
|--------------------------------------|----------|------------|---|--------------|------------|------------|--|--------------|----|
| purchase)                            |          |            |   |              |            |            |  |              |    |
| Stock Options (right to purchase)    | \$ 10.05 | 04/06/2015 | A | 750          | 04/06/2015 | 04/05/2020 |  | Common Stock |    |
| Stock Options (right to purchase)    | \$ 10.05 | 04/06/2015 | A | 750          | 07/01/2015 | 04/05/2020 |  | Common Stock |    |
| Stock Options (right to purchase)    | \$ 10.05 | 04/06/2015 | A | 750          | 10/01/2015 | 04/05/2020 |  | Common Stock |    |
| Stock Options (right to purchase)    | \$ 10.05 | 04/06/2015 | A | 750          | 01/01/2016 | 04/05/2020 |  | Common Stock |    |
| Series A Convertible Preferred Stock | \$ 4.92  | 05/26/2016 | P | 110,000      | 05/26/2016 | <u>(4)</u> |  | Common Stock | 22 |
| Warrants                             | \$ 6.15  | 05/26/2016 | P | 16,500       | 11/27/2016 | 05/26/2021 |  | Common Stock | 1  |
| Stock Options (right to purchase)    | \$ 4.64  | 06/02/2016 | A | 750          | 06/02/2016 | 06/01/2021 |  | Common Stock |    |
| Stock Options (right to purchase)    | \$ 4.64  | 06/02/2016 | A | 750          | 08/01/2016 | 06/01/2021 |  | Common Stock |    |
| Stock Options (right to purchase)    | \$ 4.64  | 06/02/2016 | A | 750          | 11/01/2016 | 06/01/2021 |  | Common Stock |    |
| Stock Options (right to purchase)    | \$ 4.64  | 06/02/2016 | A | 750          | 02/01/2017 | 06/01/2021 |  | Common Stock |    |
| Convertible Notes                    | \$ 10    | 08/19/2016 | P | \$ 1,516,110 | 08/19/2016 | 12/31/2017 |  | Common Stock | 30 |
| Series A Preferred Stock             | \$ 4.92  | 08/19/2016 | P | 151,611      | <u>(6)</u> | <u>(4)</u> |  | Common Stock | 30 |

|          |         |            |  |   |        |            |            |                 |   |
|----------|---------|------------|--|---|--------|------------|------------|-----------------|---|
| Warrants | \$ 5    | 08/19/2016 |  | P | 61,630 | 08/19/2016 | 07/31/2021 | Common<br>Stock | 6 |
| Warrants | \$ 6.15 | 08/19/2016 |  | P | 67,159 | 08/19/2016 | 07/31/2021 | Common<br>Stock | 6 |

## Reporting Owners

| Reporting Owner Name / Address                             | Relationships |           |         |       |
|--|---------------|-----------|---------|-------|
|  | Director      | 10% Owner | Officer | Other |
| TAGLICH MICHAEL N<br>98 BAY STREET<br>SAG HARBOR, NY 10174 | X             |           |         |       |

## Signatures

/s/ Michael N.  
Taglich

08/23/2016

\*\*Signature of  
Reporting Person

Date

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) Represents shares owned by Taglich Brothers, Inc., of which the Reporting Person is Chairman and President.
- (2) Owned by Tag/Kent Partners, of which Reporting Person is a General Partner.
- (3) Represents warrants issued to Taglich Brothers, Inc., of which the Reporting Person is Chairman and President, pursuant to Capital Markets Advisory Agreement.
- (4) There is no expiration date.
- (5) Automatically converts into 151,611 shares of Series A Preferred Stock upon filing of certificate of amendment to articles of incorporation increasing the number of authorized shares of preferred stock available for conversion (the "Certificate of Amendment").
- (6) Upon filing of Certificate of Amendment.
- (7) Represents Placement Agent Warrants received by Taglich Brothers, Inc., of which the Reporting Person is Chairman and President, which acted as placement agent for the sale of Issuer's 12% Subordinated Convertible Notes in August 2016.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.