

KINGSWAY FINANCIAL SERVICES INC
Form SC 13D/A
May 07, 2015

**SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549**

SCHEDULE 13D

(Rule 13d-101)

**INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT TO RULE 13d-1(a) AND
AMENDMENTS THERETO FILED PURSUANT TO RULE 13d-2(a)**

Under the Securities Exchange Act of 1934

(Amendment No. 1)*

Kingsway Financial Services Inc.
(Name of Issuer)

Common Stock, no par value
(Title of Class of Securities)

496904202
(CUSIP Number)

D. Kyle Cerminara

Fundamental Global Investors, LLC

4201 Congress Street, Suite 140

Charlotte, North Carolina 28209

(704) 323-6851

With a copy to:

Derek D. Bork

Thompson Hine LLP

3900 Key Center

127 Public Square

Cleveland, Ohio 44114

(216) 566-5500

(Name, Address and Telephone Number of Person
Authorized to Receive Notices and Communications)

February 6, 2015

(Date of Event Which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of §§ 240.13d-1(e), 240.13d-1(f) or 240.13d-1(g), check the following box .

Note: Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. *See* § 240.13d-7 for other parties to whom copies are to be sent.

* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, *see* the *Notes*).

CUSIP No. **496904202 13D** Page 2 of 8 Pages

	NAME OF REPORTING PERSON
1	Fundamental Global Partners, LP
	CHECK THE APPROPRIATE BOX IF A
2	MEMBER (a) .. OF A (b) .. GROUP
	SEC USE ONLY
3	
	SOURCE OF FUNDS
4	
	WC CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED .. PURSUANT TO ITEM 2(d) or 2(e)
5	
	CITIZENSHIP OR PLACE OF ORGANIZATION
6	

	Delaware	
	SOLE VOTING POWER	7
	0 SHARED VOTING POWER	8
NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	523,671 SOLE DISPOSITIVE POWER	9
	0 SHARED DISPOSITIVE POWER	10
11	523,671 AGGREGATE AMOUNT BENEFICIALLY OWNED BY REPORTING PERSON	
12	523,671 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) .. EXCLUDES CERTAIN SHARES	

13 PERCENT
OF CLASS
REPRESENTED
BY
AMOUNT
IN ROW
(11)

14 **2.7%**
TYPE OF
REPORTING
PERSON

PN

CUSIP No. **496904202 13D** Page 3 of 8 Pages

NAME OF
REPORTING
PERSON

1 **Fundamental
Global
Partners
Master
Fund, LP**
CHECK
THE
APPROPRIATE
BOX IF A
MEMBER (a) ..
OF A (b) ..
GROUP

3 SEC USE
ONLY

4 SOURCE
OF FUNDS

5 **WC**
CHECK IF
DISCLOSURE
OF LEGAL
PROCEEDINGS
IS
REQUIRED ..
PURSUANT
TO ITEM
2(d) or 2(e)

6 CITIZENSHIP
OR PLACE
OF

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ORGANIZATION

**Cayman
Islands**

SOLE
VOTING
POWER

7

0
SHARED
VOTING
POWER

8

NUMBER OF
SHARES
BENEFICIALLY
OWNED BY
EACH
REPORTING
PERSON WITH

1,128,469
SOLE
DISPOSITIVE
POWER

9

0
SHARED
DISPOSITIVE
POWER

10

1,128,469

AGGREGATE
AMOUNT
BENEFICIALLY
OWNED BY
REPORTING PERSON

11

1,128,469
CHECK IF " "
THE
AGGREGATE
AMOUNT
IN ROW
(11)
EXCLUDES
CERTAIN

12

SHARES

13 PERCENT
OF CLASS
REPRESENTED
BY
AMOUNT
IN ROW
(11)

14 5.7%
TYPE OF
REPORTING
PERSON

PN

CUSIP No. **496904202 13D** Page 4 of 8 Pages

NAME OF
REPORTING
PERSON

1

**Fundamental
Global
Partners
GP, LLC**
CHECK
THE
APPROPRIATE
BOX IF A
MEMBER (a) ..
OF A (b) ..
GROUP

2

SEC USE
ONLY

3

SOURCE
OF FUNDS

4

AF
CHECK IF
DISCLOSURE
OF LEGAL
PROCEEDINGS
IS
REQUIRED ..
PURSUANT
TO ITEM
2(d) or 2(e)

5

6

CITIZENSHIP
OR PLACE
OF
ORGANIZATION

**North
Carolina**

SOLE
VOTING
POWER

7

0
SHARED
VOTING
POWER

8

NUMBER OF
SHARES
BENEFICIALLY
OWNED BY
EACH
REPORTING
PERSON WITH

523,671
SOLE
DISPOSITIVE
POWER

9

0
SHARED
DISPOSITIVE
POWER

10

523,671

AGGREGATE
AMOUNT
BENEFICIALLY
OWNED BY
REPORTING PERSON

11

523,671
CHECK IF " "
THE
AGGREGATE
AMOUNT
IN ROW
(11)
EXCLUDES
CERTAIN
SHARES

12

13 PERCENT
OF CLASS
REPRESENTED
BY
AMOUNT
IN ROW
(11)

14 **2.7%**
TYPE OF
REPORTING
PERSON

OO

CUSIP No. **496904202 13D** Page 5 of 8 Pages

	NAME OF REPORTING PERSON
1	FG Partners GP, LLC
	CHECK THE APPROPRIATE BOX IF A
2	MEMBER (a) .. OF A (b) .. GROUP
	SEC USE ONLY
3	
	SOURCE OF FUNDS
4	
	AF CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED"
5	PURSUANT TO ITEM 2(d) or 2(e)
6	CITIZENSHIP OR PLACE OF ORGANIZATION

Florida

SOLE
VOTING
POWER

7

0
SHARED
VOTING
POWER

8

NUMBER OF
SHARES
BENEFICIALLY
OWNED BY
EACH
REPORTING
PERSON WITH

1,128,469
SOLE
DISPOSITIVE
POWER

9

0
SHARED
DISPOSITIVE
POWER

10

1,128,469

AGGREGATE
AMOUNT
BENEFICIALLY
OWNED BY
REPORTING PERSON

11

1,128,469
CHECK IF
THE
AGGREGATE
AMOUNT
IN ROW
(11) ..
EXCLUDES
CERTAIN
SHARES

12

13 PERCENT
OF CLASS
REPRESENTED
BY
AMOUNT
IN ROW
(11)

14 **5.7%**
TYPE OF
REPORTING
PERSON

OO

CUSIP No. **496904202 13D** Page 6 of 8 Pages

	NAME OF REPORTING PERSON
1	Fundamental Global Investors, LLC
	CHECK THE APPROPRIATE BOX IF A
2	MEMBER (a) .. OF A (b) .. GROUP
3	SEC USE ONLY
4	SOURCE OF FUNDS
5	AF CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED .. PURSUANT TO ITEM 2(d) or 2(e)
6	CITIZENSHIP OR PLACE OF ORGANIZATION

**North
Carolina**

SOLE
VOTING
POWER

7

0
SHARED
VOTING
POWER

8

NUMBER OF
SHARES
BENEFICIALLY
OWNED BY
EACH
REPORTING
PERSON WITH

1,652,140
SOLE
DISPOSITIVE
POWER

9

0
SHARED
DISPOSITIVE
POWER

10

1,652,140

AGGREGATE
AMOUNT
BENEFICIALLY
OWNED BY
REPORTING PERSON

11

1,652,140
CHECK IF " "
THE
AGGREGATE
AMOUNT
IN ROW
(11)
EXCLUDES
CERTAIN
SHARES

12

13 PERCENT
OF CLASS
REPRESENTED
BY
AMOUNT
IN ROW
(11)

14 **8.4%**
TYPE OF
REPORTING
PERSON

OO

CUSIP No. **496904202 13D** Page 7 of 8 Pages

This Amendment No. 1 to Statement of Beneficial Ownership on Schedule 13D (this “Amendment No. 1”) amends the Statement of Beneficial Ownership on Schedule 13D filed by the Reporting Persons on December 10, 2014 (as amended, this “Statement” or “Schedule 13D”), with respect to the Common Stock, no par value (the “Common Stock”), of Kingsway Financial Services Inc., an Ontario, Canada corporation (the “Company”). Capitalized terms used but not defined in this Amendment No. 1 shall have the meanings set forth in the Schedule 13D. Except as amended and supplemented by this Amendment No. 1, the Schedule 13D remains unchanged.

Item 3. Source and Amount of Funds or Other Consideration.

The total cost for purchasing the Common Stock reported as owned by Fundamental Global Partners, LP and Fundamental Global Partners Master Fund, LP in this Statement, including brokerage commissions, was approximately \$9,681,796.

Item 5. Interest in Securities of the Issuer.

(a) The Reporting Persons beneficially own in the aggregate 1,652,140 shares of Common Stock, which represents approximately 8.4% of the Company’s outstanding shares of Common Stock.

Each of Fundamental Global Partners, LP and Fundamental Global Partners Master Fund, LP directly holds the number and percentage of shares of Common Stock disclosed as beneficially owned by it in the applicable table set forth on the cover page to this Statement. None of the other Reporting Persons directly hold any of the shares of Common Stock disclosed in this Statement.

In addition, CWA Asset Management Group, LLC (doing business as “Capital Wealth Advisors”) holds 51,040 shares of Common Stock for the accounts of individual investors, which represents approximately 0.3% of the Company’s outstanding shares of Common Stock. CWA Asset Management Group, LLC provides wealth management, estate planning and family office services to individual investors. The Investment Manager owns 50% of CWA Asset Management Group, LLC.

Each percentage ownership of shares of Common Stock set forth in this Statement is based on the 19,709,706 shares of Common Stock reported by the Company as outstanding as of April 27, 2015 in its Management Information

Circular and Proxy Statement filed with the Securities and Exchange Commission on April 30, 2015.

(c) The transactions effected by each of the Reporting Persons in the Common Stock during the past 60 days are set forth on Schedule A to this Statement. Each of these transactions was effected through the open market.

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SIGNATURE

After reasonable inquiry and to the best of our knowledge and belief, the undersigned certify that the information set forth in this Statement is true, complete and correct.

In accordance with Rule 13d-1(k)(1)(iii) under the Securities Exchange Act of 1934, as amended, the persons named below agree to the joint filing on behalf of each of them of this Statement on Schedule 13D with respect to the Common Stock of the Company.

Dated: May 7, 2015

FUNDAMENTAL GLOBAL PARTNERS, LP,

by Fundamental Global Partners GP, LLC, its general partner

/s/ D. Kyle Cerminara

D. Kyle Cerminara

Partner and Manager

FUNDAMENTAL GLOBAL PARTNERS MASTER FUND, LP,

by FG Partners GP, LLC, its general partner

/s/ D. Kyle Cerminara

D. Kyle Cerminara

Manager

FUNDAMENTAL GLOBAL PARTNERS GP, LLC

/s/ D. Kyle Cerminara

D. Kyle Cerminara

Partner and Manager

FG PARTNERS GP, LLC

/s/ D. Kyle Cerminara

D. Kyle Cerminara

Manager

FUNDAMENTAL GLOBAL INVESTORS, LLC

/s/ D. Kyle Cerminara

D. Kyle Cerminara

Chief Executive Officer, Partner and Manager

/s/ D. Kyle Cerminara

D. Kyle Cerminara

/s/ Lewis M. Johnson

Lewis M. Johnson

/s/ Joseph H. Moglia

Joseph H. Moglia

Schedule A

Transactions by Fundamental Global Partners, LP and Fundamental Global Partners Master Fund, LP

in the Common Stock in the past 60 days:

Fundamental Global Partners, LP:

Transaction Date	Number of Shares Bought/(Sold)	Price Per Share (\$)
3/6/2015	99	5.690000
3/9/2015	1,089	5.562727
3/10/2015	3,498	5.468011
3/16/2015	3,036	5.788145
3/18/2015	99	5.890000
3/19/2015	1,519	5.849564
3/20/2015	3,333	5.796683
3/23/2015	957	5.655200
3/25/2015	660	5.665000
3/30/2015	13,349	5.713396
3/31/2015	5,313	5.782560
4/1/2015	1,353	5.842374
4/2/2015	660	5.799980
4/6/2015	2,112	5.709514
4/7/2015	2,970	5.730900
4/13/2015	2,805	5.740055
4/14/2015	429	5.694646
4/17/2015	66	5.645000
4/20/2015	1,819	5.621867
4/21/2015	3,465	5.608862
4/22/2015	2,937	5.593483
4/24/2015	660	5.538525
4/27/2015	264	5.553750
4/28/2015	1,090	5.570980
4/29/2015	1,750	5.646230
4/30/2015	693	5.782405
5/1/2015	231	5.837143
5/4/2015	2,013	5.725557

(Continued on the next page.)

Fundamental Global Partners Master Fund, LP:

Transaction Date	Number of Shares Bought/(Sold)	Price Per Share (\$)
3/6/2015	201	5.690000
3/9/2015	2,211	5.562727
3/10/2015	7,102	5.468011
3/11/2015	8,200	5.432900
3/12/2015	11,350	5.608308
3/13/2015	7,100	5.681676
3/16/2015	6,364	5.787260
3/17/2015	11,400	5.803932
3/18/2015	901	5.890000
3/19/2015	3,084	5.849564
3/20/2015	6,767	5.796683
3/23/2015	1,943	5.655200
3/25/2015	1,340	5.665000
3/30/2015	28,101	5.716301
3/31/2015	10,787	5.782560
4/1/2015	2,747	5.842376
4/2/2015	1,340	5.800013
4/6/2015	4,288	5.709514
4/7/2015	6,030	5.730900
4/13/2015	5,695	5.740055
4/14/2015	871	5.694646
4/17/2015	134	5.645000
4/20/2015	3,694	5.621853
4/21/2015	7,035	5.608875
4/22/2015	5,963	5.593483
4/24/2015	1,340	5.538525
4/27/2015	536	5.553750
4/28/2015	2,212	5.570947
4/29/2015	3,550	5.646214
4/30/2015	1,407	5.782405
5/1/2015	469	5.837143
5/4/2015	4,087	5.725557