ARGYLE SECURITY, INC.

Form 4

November 12, 2008

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

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF

SECURITIES

OMB Number:

3235-0287

Expires:

January 31, 2005

0.5

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response...

subject to Section 16. Form 4 or Form 5

if no longer

Check this box

obligations may continue. See Instruction

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

1(b).

(Print or Type Responses)

1. Name and Address of Reporting Person *

KITT BARRY M

2. Issuer Name and Ticker or Trading

Symbol

ARGYLE SECURITY, INC.

[ARGL.OB]

(Check all applicable)

5. Relationship of Reporting Person(s) to

Issuer

11/07/2008

(Month/Day/Year)

3. Date of Earliest Transaction

Director Officer (give title below)

X 10% Owner Other (specify

C/O THE PINNACLE FUND. L.P., 4965 PRESTON PARK BLVD.

(First)

(Middle)

SUITE 240

(Last)

(Street) 4. If Amendment, Date Original

Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check

Applicable Line)

X Form filed by One Reporting Person Form filed by More than One Reporting

PLANO, TX 75093

(City) (State) (Zip)

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

1.Title of Security (Instr. 3)

2. Transaction Date 2A. Deemed (Month/Day/Year)

Execution Date, if

(Month/Day/Year)

3. 4. Securities TransactionAcquired (A) or Code Disposed of (D) (Instr. 8) (Instr. 3, 4 and 5)

5. Amount of Securities Beneficially Owned Following

6. Ownership 7. Nature of Form: Direct Indirect (D) or Indirect Beneficial Ownership (Instr. 4) (Instr. 4)

(A)

Reported Transaction(s) (Instr. 3 and 4)

Code V Amount (D) Price

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

Persons who respond to the collection of SEC 1474 information contained in this form are not (9-02)required to respond unless the form displays a currently valid OMB control number.

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

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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. Transacti Code (Instr. 8)	5. Number of orDerivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)		of Underl Securities	Title and Amount Underlying curities astr. 3 and 4)	
				Code V	(A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares	
Warrants to purchase shares of Common Stock	\$ 5.5	11/07/2008		S	500	(3)	01/24/2011	Comm Stock, par value \$.0001 per share	500	\$
Warrants to purchase shares of Common Stock	\$ 5.5	11/11/2008		S	30,000	(3)	01/24/2011	Comm Stock, par value \$.0001 per share	30,000	\$ (
Warrants to purchase shares of Common Stock	\$ 5.5	11/12/2008		S	10,000	<u>(3)</u>	01/24/2011	Comm Stock, par value \$.0001 per share	10,000	\$

Reporting Owners

/s/ Barry M. Kitt

**Signature of Reporting Person

Reporting Owner Name / Address	Relationships					
	Director	10% Owner	Officer	Other		
KITT BARRY M C/O THE PINNACLE FUND, L.P. 4965 PRESTON PARK BLVD. SUITE 240 PLANO, TX 75093		X				
Signatures						

11/12/2008

Date

Reporting Owners 2

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).
 - Barry M. Kitt exercises investment discretion and control over the securities of the issuer held by The Pinnacle Fund, L.P., a Texas limited partnership (?Pinnacle?). Mr. Kitt may be deemed to be the beneficial owner of the securities beneficially owned by Pinnacle. Mr.
- (1) Kitt hereby disclaims beneficial ownership of the securities of the issuer reported herein to the extent of his direct or indirect pecuniary interest therein, and this Form 4 shall not be deemed to be an admission that Mr. Kitt is the beneficial owner of the securities of the issuer reported herein for purposes of Section 16 of the Securities Exchange Act of 1934, as amended, or for any other purpose.
- (2) This Form 4 is filed on behalf of Pinnacle and Barry M. Kitt. Pinnacle Advisers, L.P. (?Advisers?) is the general partner of Pinnacle. Pinnacle Fund Management, LLC (?Management?) is the general partner of Advisers. Mr. Kitt is the sole member of Management
- (3) Immediately.

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.