**Cincinnati Model Investment Club Minutes**

Midpointe Library – January 18, 2020

**Call to Order:** President Richard Alden called the meeting to order at 9:32 am. Proxies were noted.

**Guests in Person:** Paul Pezzenti, Dick Shumaker, Bob Chambers, Eugene Burnett, James Ridenour

**Guests on Webinar:**  Gene Senter, Charles Riley, William Baker, Mark Williams

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Name** | **Here** | **Proxy** | **Name** | **Here** | **Proxy** |
| Jackie Koski | x |  | Harrison Baumbaugh | x |  |
| Betsy Eller, Financial Partner | x | (Dene) | Mary Thomas | web |  |
| Craig Jacobsen | web |  | Gregg Hopkins | x |  |
| Marty Eckerle | web | (Craig) | Nelson Page | --- |  |
| Gerry Geverdt  | x |  | Michele Grinoch  | web |  |
| Dene Alden | x |   | Kate Lester | x |  |
| Richard Alden, Presiding Partner | x |  |  |  |  |
| Cheryl Hargett | x |  |  |  |  |
| Bill Meehan | web |  |  |  |  |

Note: Parentheses denote provisional presence or proxies should members not be present for the full meeting

**Recording Partner’s Report:** Minutes for Dec 14, 2019 Meeting – posted to bivio on Dec 14, 2019. No corrections

**Financial Partner’s Report:**

* Current financial report, current cash balance $6,082.90, limit order for 5 sh of ILMN @$295/sh ($1,475)
* Payout of Frank’s shares: $8,002.96, completed
* Jackie’s F.I.R.E. withdrawal of $8,000, pay this month; other withdrawals possible
* Manifest Investing renewal - $400.00, write check from club treasury; Dene/Kate 9/0/1

**Announcements:**

* Classes and webinars: see BetterInvesting Magazine ONLINE section opposite CONTENTS. Other investing educational sessions: Register on the BI web site for “Ticker Talk” and Stock-Up”.
* “The Roundtable” and “Turn Out Tuesday” occurs each month sponsored by BI Mid-Michigan Chapter. Register for both by contacting: nkavula1@comcast.net.
* CinMIC portfolios on Manifest Investing: [CinMIC Portfolio](https://www.manifestinvesting.com/dashboards/public/KJQJDP7), [Pounce List Companies](https://www.manifestinvesting.com/dashboards/public/PF79C2D), [Stocks to Study](https://www.manifestinvesting.com/dashboards/public/74KV7LF)

**Old Business:**

* Partnership Agreement and Bylaws documents now in bivio

**New Business:**

* Eugene Burnett and Belinda Wenzel membership intent
* Group study and presentation schedule – Bill presented the new 2020 list of presenters and modified it as new members were taken into account

**Education:** Gregg: A Criteria for When to Sell a Stock

* Gregg noted that this is a frequent topic for BI presentations and had been presented at CinMIC recently
* The SSG can be used to take emotion out of selling decisions – don’t fall in love with your stock
* Three reasons to sell: you need the money, the fundamentals have deteriorated or there is bad news, you can make the portfolio better or rebalance it
* Don’t let taxes be the basis for a selling decision
* BI Magazine Repair Shop (IAS) has some good tips on selling strategies
* Don’t sell because the price hasn’t changed or there has been a paper profit or loss
* Don’t sell on temporary bad news or as a result of algorithmic trading

**Stock Study:** Cheryl: Essent (ESNT)

* Financials/Specialty Finance
* Private mortgage insurance provides credit protection for lenders and investors should the borrower default
* Bermuda domicile, three ops centers in US, diversified services across the US
* Highly rated by all insurance rating services
* Offers reinsurance services to spread risk
* DayMIC, Marty’s Jan 17, 2020 First Cut and Zack’s stock screener of Jan 8, 2020 all reviewed ESNT
* SSG showed a BUY with 3.6 u/d ratio and 13.0% return

**Portfolio Report**: Marty briefly reviewed the Jan report and noted stocks that were potential buys

**Review and Reflection:** Craig: Health Care Fund comparison and analysis

* Craig analyzed FSPHX, VGHCX, VGHAX, PRHSX, FBIOX, XLV (all managed healthcare funds), and VHT, our current index fund. He narrowed the field to FSPHX, PRHSX and VHT, noting that although they had management fees, FSPHX and PRHSX performed better than VHT. We have a small position in VHT but no action was taken to move the investment to one of the other funds.

**Buy/Sell Decisions:** (motion/second: action, type, yes/no/abstain)

* Jackie/Dene: sell 15sh of AAPL @window, 10/4/0
* Dene/Craig: sell all of BTSC @window, 13/0/1
* Craig/Marty: buy 30sh of SCHW @window, 14/0/0

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Stock** | **Symbol** | **Watcher** | **Watcher: Buy/Hold/Sell** | **SSG: Buy/Hold/Sell** | **# of Shares** | **% of Portfolio** | **Year End** |
| Apple  | AAPL | Jackie | SELL 20sh | SELL | 65 | 11.0 | Sep |
| BioSpecific Technologies | BTSC | Gregg | HOLD | BUY | 60 | 1.8 | Dec |
| Booking | BKNG | Rich | HOLD | BUY | 6 | 6.8 | Dec |
| C. H. Robinson  | CHRW | Cheryl | HOLD | HOLD | 150 | 6.6 | Dec |
| CBRE Group | CBRE | Dene | HOLD | HOLD | 170 | 5.6 | Dec |
| Charles Schwab | SCHW | Craig | BUY 30sh | BUY | 230 | 6.0 | Dec |
| Danaher | DHR | Harrison | HOLD | HOLD | 110 | 9.5 | Dec |
| Fastenal | FAST | Rich | HOLD | HOLD | 400 | 7.9 | Dec |
| Home Depot | HD | Nelson |  |  | 45 | 5.5 | Dec |
| Insperity | NSP | Mary | HOLD or SELL all | HOLD | 60 | 2.9 | Dec |
| LKQ Corp  | LKQ | Michele | HOLD | HOLD | 400 | 7.5 | Dec |
| Lam Research | LRCX | Bill | HOLD | HOLD | 10 | 1.6 | Jun |
| Signature Bank | SBNY | Craig | HOLD | BUY | 75 | 5.6 | Dec |
| Starbucks | SBUX | Gerry | HOLD | HOLD | 80 | 3.9 | Sep |
| Tractor Supply | TSCO | Gregg | HOLD | HOLD | 145 | 7.2 | Dec |
| Ulta Beauty | ULTA | Kate | HOLD | HOLD | 35 | 5.1 | Jan |
| Vanguard Healthcare ETF | VHT | Jackie | HOLD |  | 20 | 2.1 |  |
| **Pounce/Watch List** |
| **Stock** | **Symbol** | **Watcher** | **Presented** | **Recommendation/Remarks** |
| Illumina | ILMN | Dene | 11/16/19 | Limit order for 5 sh of ILMN @$295, no change |
| Visa | V | Harrison | 6/22/19 | Has risen well beyond the BUY range |

**Adjournment:** 11:31am

Submitted by Rich Alden, Acting Recording Partner

**Future meetings: Mid-Month:** Feb 1, 2020, webinar; **Regular meeting:** Feb 15, 2020, Library Board Room

**Stock Study:** Eugene Burnett (new)**, Education:** Gerry

**Stock Study and Education Schedule** (new members may alter this schedule):

