**Model Investment Club of Northern Virginia (MicNOVA)**

**DC Chapter of Better Investing**

**Minutes for the July 11, 2023 (Online Meeting)**

**Members Present:** Sheryl Patterson, Arvind Krishna, Ty Hughes, Gladys Henrikson, Paul O Mara, Janet Lewis, Pat Onufrak, Jo Murphy, Maskey Krishnarao, Patrick Smith

**Members Absent:** Baskar Arumugam, Kathy Emmons

**Proxies for Members:** None

**Visitors/New Attendees Present:** Andrew, Fred Beckman, Lee Outlaw, Cathy Duthie, Carmen Dudley, Ray Woods, Atul Manocha, Hien Nguyen, Lola

Jo Murphy acted as the meeting lead. She welcomed guests including newcomers and led the meeting. She then started the meeting by explaining the club’s purpose & objectives, displayed the BI Disclaimer and explained all the clauses and stipulations.

* **Secretary’s Report – Arvind**

June 13, 2023 Meeting Minutes report was presented by Arvind. No corrections were addressed in the draft minutes. Jo made the motion to accept minutes, which was seconded. The final Minutes as accepted are now posted in the Bivio folder.

* **Treasurer’s Report** – **Gladys**

Gladys presented the Treasurer’s Report, which was accepted. The report indicated availability of $2,527 cash and $125,165 in securities and cash account. A Motion was made to accept Treasurer’s Report, which passed. Final Treasurer’s report is filed in Bivio.

In addition, Gladys, as required to open a new brokerage account for MICNOVA with Fidelity, completed a fully signed revised Partnership Agreement incorporating all comments.

Gladys has emailed to all the Partners that MICNOVA has moved successfully to the Fidelity brokerage for transfer of assets from Schwab. Partners can resume monthly contributions to Micnova Portfolio. She thanked Ty, Arvind, Jo and others who helped with this convoluted process.

Please log into our Fidelity Account Z40372626 with your designated 2 digit numeral code to identify your individual starting July 25 to see that the account transfer from Schwab has taken place. If any problems experienced, you can contact Parker Willis at Fidelity (phone 703-893-1008, X 52022)

Gladys will email instructions to all the partners for making monthly contribution with your designated 2 digit numeric code to identify your individual contributions for partners after July 25 (for both ACH and check contributions). She will also file the instructions for making monthly contributions in Bivio.

* **Education & New Stock Presentation Timetable for 2023 – Sheryl & Gladys**

Partners are requested to identify their 2023 Education and Stock Presentation titles for the next 3 months in advance, so that Carol Cuddihy can submit them onto our BI webpage.

* **Education: - by Arvind Krishna**

Arvind presented education on “Fundamental Analysis vs. Technical Analysis for Stock Valuations”. He discussed and compared two approaches used to analyze securities & investment decisions: Fundamental & Technical. Fundamental Analysis involves analyzing a company’s financial statements to determine the Fair (intrinsic) Value of business (stock) as practiced by BI’s SSG methodology. Technical Analysis assumes that a security's price already reflects all publicly available information regarding sales, earnings, management, etc., and instead focuses on the security’s [Price & Volume movements](https://www.investopedia.com/ask/answers/05/logvslinear.asp) depicted by its charts, trends and other technical indicators. A hybrid approach involving complete Fundamental analysis combined with the use of some technical indicators is highly recommended for analyzing stocks for long term investment.

* **New Stock Presentation: Paychex (PAYX) – by Gladys**

Gladys presented a detailed analysis of new stock – PAYX (NASDAQ). Paychex is a medium size professional services company headquartered in Rochester, NY. The company provides electronic human resources management services for professionals. SSG showed “Buy” at current $113.44 (7/7/2023). PAYX is a Buy range up to $104.1 - $119.4, according to SSG. If purchased at the current price, this stock is not likely to double your money over the next five years with Total Return (at High P/E) is10.7%. Low price of $93 is required for 15% return. PAYX fundamentals looked good.

* **Stock Watcher Quarterly Reports Presented:**

There were 3 stock watchers’ reports:

**APPLE** – Paul – Recommend “Hold” since it already represents 11% of the portfolio

**ADOBE** - Kathy - Hold;

**NV5 Global** - Maskey – “Hold” for Another Quarter then re-evaluate

*Stock Watchers (Please share the Online SSG with all MICNOVA members going forward)*

* **Watch List Stocks Review – by Ty**

Ty recommended to put new stock presented PAYX on the Watch List, since it is a good stock.

* **Current MICNOVA Portfolio Review: by Ty**

Ty presented performance of our Portfolio – Micnova PERT Report (from 1/1/23 – 7/11/23). A busy chart containing a lot of useful information derived from the SSGs for each of the holdings. This chart is sorted by relative value, i.e., (Projected PE) / (5-yr average PE). This gives a good indication of which stocks might have a price increase due to PE expansion.

Stocks with a poor recent EPS quarter are WAL, CLFD, SSD, GOOG, NV5, TSCO, VRTX, FND, AAPL, and GNTX.

Stocks with a poor TTM EPS are WAL, EPAM, SSD, GOOG, ADBE, GNTX, NVEE, MNST, MSFT, AAPL, and GNRC.

If we don't see improvement in the EPS and pre-tax profit for these companies in the next round of quarterly earnings, some of these might become candidates for replacement.

Stocks that have done very well recently, such as Microsoft and Apple, fall to the bottom of the relative value list.

Micnova PERT Report (Jan 01 – July 11, 2023) is filed in Bivio.

* **Decision Buys/Sells:** **Partners**

The Club decided to hold off buying and selling more stocks until we had more cash, from partner contributions with the opening of the new Fidelity brokerage account.

* **Member Questions and other Decisions:**
* **Next Month Meeting Reminders – August 08, 2023:**

|  |  |  |
| --- | --- | --- |
| Education | **Topic:** | Jo |
| New Stock Presentation | **STOCK:** | Pat |
| Stock Watcher Reports Due | Stock Watchers ( Please share the Online SSG with all MicNOVA members):   1. Google 2. GNTX 3. Microsoft 4. VISA | Jo  Paul  Janet  Gladys |
| Portfolio Reports |  | **Ty** |
| Watch List Reports |  | Sheryl |

**2023 BI and Community Events & Announcements**

|  |  |
| --- | --- |
| Sat Jul 15th 2023 09:30 - 02:30 | DC Chapter Annual Planning Meeting - Online ONLY |
| Tue Jul 18 2023 07:30 - 09:00 PM  (Third Tuesdays of Month) | Money Matters Book Discussion. **Book: Two and Twenty: How the Masters of Private Equity Always Win** by Sachin Khajuria  Online via GTM: You can also dial in using your phone.  United States: +1(646) 749-3122  One-touch: tel:+16467493122,,804623085#  Access Code: 804-623-085 |
| Wed Jul 19 07:00 - 09:00 PM  Wed Aug 19 07:00 - 09:00 PM  (3nd Wednesdays of Month) | MCMC Monthly Meeting  https://global.gotomeeting.com/join/745127301  You can also dial in using your phone.  (For supported devices, tap a one-touch number below to join instantly.)  United States: +1 (872) 240-3311  - One-touch: tel:+18722403311,,745127301#  Access Code: 745-127-301 |
| Mon Aug 7 2023 07:00 - 08:15 PM | Digging into BI Magazine  Registration URL: [https://register.gotowebinar.com/rt/6574788583850753036](about:blank)  Webinar ID:729-893-259 |
| Tue Aug 14 07:00 - 09:00 PM  (2nd Tuesdays of Month) | MicNOVA Monthly Meeting Online  https://global.gotomeeting.com/join/251997157  You can also dial in using your phone.  United States: +1 (312) 757-3121  Access Code: 251-997-157 |
| Thu Aug 10 8:30 - 9:45 pm ET | StockUp: Seven Deadly Biases of Stock Investors. Details and Registration Online at BI Site.  https://attendee.gotowebinar.com/register/7390081965039206239?source=event |

**Schedule: New Stock Presentation, Planning and Monthly Meeting Chair**

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| --- | --- | --- | --- | --- | --- |
|  | **Name** | **Education** | **New Stock Presentation** | **Conduct MicNOVA Monthly Meeting** | **Conduct MicNOVA Planning Meeting** |
| **1** | Patterson, Sheryl | 5/9/23 | 2/13/24 | 12/12/23 | 12/5/23 |
| 2 | Hughes, James (Ty)\* | 1/9/24 | 04/11/23 | 10/10/23 | 10/3/23 |
| 3 | Krishnarao, Maskey | 2/13/24 | 12/12/23 | 5/9/23/  Baskar | 5/2/23  Jo |
| 4 | Krishna, Arvind | 7/11/23 | 11/14/23 | **8/8/23** | **8/1/23** |
| 5 | Arumugam, Baskar | 9/12/23 | 1/9/24 | 6/13/23 | 6/3/23 |
| 6 | Henrikson, Gladys | 10/10/23 | 7/11/23 | 1/9/24 | 1/2/24 |
| 7 | Murphy, Josephine(Jo)\* | **8/8/23** | 6/13/23 | 7/11/23 | 7/4/23 |
| 8 | Emmons, Elinor(Kathy) | 4/11/23 | 3/12/24 | 9/12/23 | 9/5/23 |
| 9 | Smith, Patrick | 12/12/23 | 10/10/23 | 3/12/24 | 3/5/24 |
| 10 | Onufrak, Patricia | 6/13/23 | **8/08/23** | 2/13/24 | 2/6/24 |
| 11 | O’Mara, W. Paul | 11/14/23 | 09/12/23 | 11/14/23 | 11/7/23 |
| 12 | Lewis, Janet | 3/12/24 | 5/9/23 | 4/11/23 | 4/4/23 |

**For Future Education Topics:**  
*See BI Ticker Talk, Stock-Up, and Learning Modules for ideas*

**Next 3 Months - Reminders**

|  |  |  |  |
| --- | --- | --- | --- |
| Sept 2023 | Education | Stock Selection by Industry Study | **Baskar** |
| Sept 2023 | New Stock | HEICO (Ticker: HEI) | **Paul O’Mara** |
| Oct 2023 | Education |  | **Gladys** |
| Oct 2023 | New Stock |  | **Patrick Smith** |
| Nov 2023 | Education |  | **Paul** |
| Nov 2023 | New Stock |  | **Arvind** |

**Schedule: Education Topics For 2023**

|  |  |
| --- | --- |
| **Title** | **Presenter** |
|  |  |
|  |  |

*Please go to BI Website Ticker Talk to find the best topics for your Education Schedule. Come up with ideas and provide your schedule and topic next month*

**MicNOVA Portfolio and Stock Watchers: Updated with closing prices as of 06/30/2023**

|  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **MicNOVA Portfolio Updated with closing prices as of 07/27/23** | | | | | | | | | | | |
|  | **Stock** | **Bought** | **Date** | **Closing Prices Asof** | **% Of** |  | **Earnings** |  | **Stock Watcher** | |
| **Ticker** | **Watcher** | **Price** | **Bought** | **45134.00** | **portfolio** | **Shares** | **Date** | **Quarter** | **Reports Due** | |
| ADBE | Kathy | 484.50 | 1/20/21 | 436.57 | 14.7% | 23 | 18-Sep-23 | Q3 | May, Aug, Dec, Feb | |
| GOOGL | Jo | 922.57 | 12/16/16 | 46.29 | 8.0% | 117 | 28-Jul-23 | Q2 | May, Aug, Dec, Feb | |
| AAPL | Paul | 12.57 | 6/21/11 | 12.77 | 1.4% | 73 | 3-Aug-23 | Q3 | Feb, May, Nov, Feb | |
| CLFD | TY | 62.92 | 2/15/23 | 50.27 | 3.8% | 52 | 3-Aug-23 | Q3 | APR, JUN, SEP, DEC | |
| EPAM | Baskar | 300.00 | 5/11/22 | 291.95 | 5.6% | 13 | 5-Jun-23 | Q2 | May, Aug, Dec, Feb | |
| FND | Pat | 81.35 | 9/14/22 | 81.35 | 11.9% | 100 | 7-Aug-23 | Q1 | May, Aug, Dec, Feb | |
| GNRC | Janet | 212.48 | 5/11/22 | 187.70 | 8.8% | 32 | 7-Aug-23 | Q2 | May, Aug, Dec, Feb | |
| GNTX | TY | 14.81 | 6/19/14 | 14.81 | 4.1% | 190 | 24-Jul-23 | Q2 | May, Aug, Nov, Feb | |
| MSFT | Janet | 25.44 | 9/17/09 | 25.44 | 1.6% | 43 | 28-Jul-23 | Q4 | Nov, Feb May, Aug | |
| MNST | Amy | 59.80 | 3/13/20 | 33.14 | 6.8% | 140 | 7-Aug-23 | Q2 | May, Aug, Dec, Feb | |
| NVE5 | Maskey | 53.84 | 1/10/20 | 53.84 | 3.2% | 40 | 9-Aug-23 | Q2 | Apr, Jun, Sep, Dec | |
| SSD | TY | 95.61 | 12/14/22 | 96.41 | 5.7% | 40 | 28-Jul-23 | Q2 | May, Aug, Dec, Feb | |
| **TSCO** | **Paul** | **185.00** | **9/23/22** | 185.00 | 3.4% | 20 | **24-Jul-23** | **Q1** | **May, Aug, Dec, Feb** | | |
| **V** | **Gladys** | **63.52** | **9/18/14** | 63.52 | 2.8% | 30 | **28-Jul-23** | **Q3** | **Feb, May, Aug, Nov** | | |
| VRTX | Arvind | 207.26 | 4/21/21 | 207.26 | 7.0% | 23 | 7-Jul-23 | Q2 | May, Aug, Nov, Feb |
| **WAL** | **Sheryl** | **59.225** | **12/15/22** | 39.16 | 9.1% | 159 | **24-Jul-23** | **Q2** | **May, Aug, Dec, Feb** |

**Meeting Adjourned:** At 9 PM by Jo

**Minutes Submitted** by Arvind Krishna; Portfolio Stocks’ Earnings Calendar updated by Maskey Krishnarao