**Cincinnati Model Investment Club Minutes**

West Chester Mid-Pointe Library Room C – December 15, 2018

**Call to Order:** Presiding Partner Richard Alden called the meeting to order at 9:50a. Proxies were noted.

**Guests in Person:** Lyes Ait Taouit, Bill Meehan, Carl Thompson, Mary Dickey, Glenna Baumbaugh ; **Guests on Webinar:** Lizzie Royce, Dan Kuhl, Susan Tanoe, Henrietta Goolsby, Linda Miller

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Name** | **Here** | **Proxy** | **Name** | **Here** | **Proxy** |
| Jackie Koski | X |  | Harrison Baumbaugh | X |  |
| Betsy Eller, Financial Partner | --- | Dene | Mary Thomas | X |  |
| Craig Jacobsen | web |  | Gregg Hopkins | web |  |
| Marty Eckerle | web |  | Nelson Page | web |  |
| Gerry Geverdt | X |  | Frank Bicknell | X |  |
| Dene Alden | X |  | Michele Grinoch | X |  |
| Richard Alden, Presiding Partner | X |  | Kate Lester | --- | Dene |
| Cheryl Hargett | web |  | Philip Baxman | --- | Marty |

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

**Recording Partner’s Report:** Minutes of the Nov 17 meeting were approved as posted on Nov 17.

**Financial Partner’s Report:**

* Current cash: $8,831.14; There are no limit orders
* Financial Partner’s report filed for audit

**Announcements:**

* Classes and webinars: see BetterInvesting Magazine “ONLINE” section opposite CONTENTS or visit the web site under Events.
* “The Roundtable”, “Turn Out Tuesday” and “Investing Topics with Mark and Ken” are sponsored by BI Mid-Michigan. Register for any of them by contacting: [nkavula1@comcast.net](mailto:nkavula1@comcast.net).
* Check out Stock Up and Ticker Talk on the BI web site
* BI OKI Chapter Spring Educational Event: Mar 30, 2019, LaQuinta Inn, Sharonville
* BINC 2019 will be in May in Chicago – Dene, Jackie, Rich, and Craig already registered

**Old Business:**

* Slate of 2019 officers: Rich-Presiding, Jackie-VP and Education, Betsy-Financial, Kate-Recording; Dene/Mary moved to accept the slate of officers, 13/0/0

**New Business:**

* Bill Meehan submitted his application for membership

**New Stock Presentation:** Nelson: Walt Disney Company (DIS)

* Disney is acquiring the non-broadcast assets of Twenty-first Century Fox subject to European review. DIS will pick up X-Men, Avatar, the Simpsons and other popular brands.
* Movies and theme parks continue to do well but the media division is losing customers. Satellite and cable TV are losing to Internet streaming services. Disney will acquire controlling interest in Hulu as a part of the Fox deal, giving Netflix some competition.
* A snowflake analysis shows that much of Disney’s appeal lies in the past although Value Line projects 5.5% and 9% revenue and earnings growth, respectively.
* DIS has shown a lot of volatility in the past year. An on-line SSG showed a BUY with a 3.9 u/d ratio but no motion to buy the stock was made.

**Education:** Rich: Uniform Stock Reporting Procedure

* The current stock watcher presentations vary in content and format and are sometimes difficult to evaluate and compare.
* The Dec 1 mid-month meeting focused on a uniform method that incorporates the essentials while providing room for watchers to add additional material and judgments.
* After refinement by the mid-month members (Marty, Craig, Dene, Mary, Gregg, Rich), a new uniform stock watcher form was presented and explained to the club.
* The presentation included reference to each part of the form to be filled in and where data could be located.
* Consistent file names, file formats, fonts, and criteria for interim, quarterly and annual reports were presented.
* Members were urged to summarize data themselves and get reports in early enough to allow others to review the material.

**Close of the Bell Portfolio Report**:

**Review and Reflection:**

* Topics: possible purchase of Air Lease (AL) – no action; when to sell; possibly parking cash in an ETF
* Portfolio allocation is now lopsided toward mid- and large- size companies (MI’s growth rate criteria, not market cap) while the small (high growth rate) portion is a sliver. Proper portfolio proportions would be 25% small, 50% medium, and 25% large. Future stock presentations selections might focus on high growth rate candidates.

**Portfolio Review:**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Stock** | **Symbol** | **Watcher** | **Watcher: Buy/Hold/Sell** | **SSG: Buy/Hold/Sell** | **# of Shares** | **% of Portfolio** | **Year End** |
| Apple | AAPL | Jackie | HOLD | BUY | 95 | 11.3 | Sep. |
| C. H. Robinson | CHRW | Cheryl |  |  | 150 | 8.9 | Dec |
| CBRE Group | CBRE | Mary | HOLD | HOLD | 55 | 2.2 | Dec |
| Cognizant | CTSH | Michele | HOLD | BUY | 200 | 9.6 | Dec |
| CVS Health | CVS | Dene | HOLD | HOLD | 145 | 7.4 | Dec |
| Danaher | DHR | Harrison | HOLD | HOLD | 110 | 7.9 | Dec |
| Fastenal | FAST | Rich | HOLD | HOLD | 200 | 7.6 | Dec |
| LKQ Corp | LKQ | Frank | HOLD | BUY | 400 | 7.0 | Dec |
| Schlumberger | SLB | Mary | HOLD | HOLD | 140 | 4.0 | Dec |
| Signature Bank | SBNY | Craig | HOLD | BUY | 110 | 8.5 | Dec |
| Starbucks | SBUX | Gerry | HOLD | BUY | 160 | 7.5 | Sep |
| Tractor Supply | TSCO | Greg | HOLD | HOLD | 145 | 9.3 | Dec |
| Ulta Beauty | ULTA | Kate | HOLD | HOLD | 15 | 2.6 | Jan |
| **Pounce/Watch List** | | | | | | | |
| **Stock** | **Symbol** | **Watcher** | **Presented** | **Recommendation/Remarks** | | | |
| Celgene | CELG | Gregg | Jul, 2018 |  | | | |
| Fleetcor Technologies | FLT | Michele | May, 2018 |  | | | |
| LCI Industries | LCII | Cheryl | Oct, 2018 |  | | | |
| Cantel Medical | CMD | Dene | Nov, 2018 | SSG is BUY but total return is low, drop from list? | | | |

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

* Harrison moved to buy 10sh of DHR at window but there was no second
* Dene/Gerry: remove CMD from the Pounce List; 14/0/1
* Craig/Marty: buy 10sh of CBRE @window; 12/3/0

Michele asked that FLT be assigned to someone else and Phillip was selected since he is not following a stock at this time.

**Future meetings: Mid-Month Portfolio/Stock Committee: Jan 5, webinar; Regular meeting: Jan 19, Library, Board Rm Stock Study: Jackie – TBD; Education: Gerry – TBD; new members may alter this schedule**

**Education and Stock Presentation Schedule for 2018/2019:** Revised to reflect changes:



**Adjourned:** by Rich at 11:49a

Submitted by Rich Alden, acting recording partner