

Suggestions for simplified stock analysis reports

Sept 14, 2020

Stock analysis

- Not rocket science but takes some research
- Inconsistent report formats difficult to follow
- Recommendation is to have a 'one page summary'
- Adopted from other clubs with same problem:
Boring Stock Reports

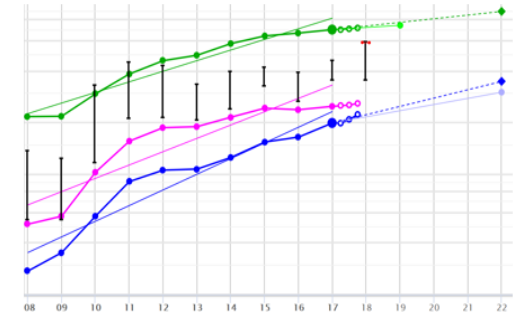
One page summary from Linda Glien (Bivio café)

Company	Ticker	Sector Industry	Quality	PAR
F5 Networks	FFIV	Technology Communications Equip	93	4.7%

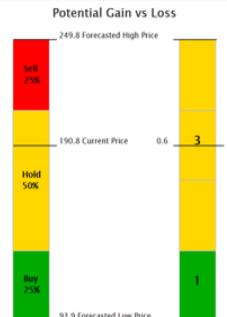
Shares for **F5 Networks** rose after fourth quarter results were better than expected. Sales increased 5%, with product up 3% and services 6%. Security and Cloud offerings continue to drive growth as software grew 19%, offsetting flat results from hardware. EPS finished up 2% to \$2.18, as a higher tax rate was somewhat offset by lower share count from aggressive stock repurchases.

First quarter guidance calls for sales growth of 4%-6% and adjusted EPS of \$2.51-\$2.54, up 11%-12%. Management is upbeat for 2019 as it is set to introduce enhanced versions of its load balancing applications that work more seamlessly in the Cloud. It has hired two executives with previous experience at Amazon Web Services to lead its Cloud strategy. Valuation is reasonable if the company can accelerate its top-line growth.

FFIV (179.09) is a buy up to 168. (from IAS, 11/5/2018)



SSG Results Summary	
Zone:	HOLD
Upside Downside Ratio:	0.6 To 1
Total Return (High P/E):	5.5%
Projected Return (Avg P/E):	2.5%
Buy price to satisfy US/DS of 3 to 1 and 15% total return:	124.2
Buy Below price based on zoning selection:	132.9
Closing Price (09/04/18):	190.84



Method:

1. Grab (print screen or clip) these elements and include them on a one page summary.
2. Logo helps identify the company is a less boring way than just the name, so that is optional.
3. The Sector & Industry, Quality Rating and Projected Return from Manifest Investing.
4. The Narrative from the Value Line report or from some other source (Motley Fool, Morningstar, etc).
5. The Visual Analysis from the SSG (Better Investing)
6. The SSG Results Summary from the SSG
7. The Potential Gain vs Loss chart from the SSG
8. Yahoo analyst ratings (buy, hold, sell)
9. Morningstar Fair Value

Reasons:

1. The miniature Visual Analysis is something every BI member can immediately relate to and it tells a story.
2. The Manifest Investing notes give a similar, but independent perspective
3. The SSG Summary quickly tells six pieces of important information
4. The Potential Gain vs Loss chart is a quick visual that some people can better relate to than the U/D number that is in the Summary.
5. The Narrative gives a quick summary of what's going on,
6. and may give hints of why things are not going well and what the future might hold.
7. The Gain vs Loss Chart from the SSG.
8. One page approach gives a quick overview, and makes anything else you might need to say more relevant and interesting. It can be projected on a screen, or printed and handed out. It takes some prep time, but not all that much once you get the hang of it.

Insert Manifest Investing Sector,
Quality and PAR

Insert major excerpts of
narratives from Value Line,
Morningstar, other sources
or summarize as bullet
points

Insert
Morningstar
Fair Value

Insert Yahoo
Analysts
Consensus

Insert
Company
Logo

DATE:

Insert SSG visual
analysis graphic

Insert SSG results
summary (BUY,
HOLD, SELL
recommendation)

Insert Potential
Gain vs Loss
chart from SSG

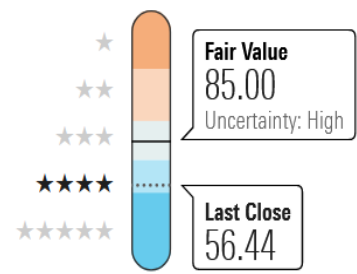
REVIEWER NAME

Company	Ticker	Sector Industry	Quality	PAR
Centene	CNC	Healthcare Healthcare Plans	72	13.0%

Business Description

Centene is a managed-care organization focused on government-sponsored healthcare plans, including Medicaid, Medicare, and the individual exchanges. After acquiring WellCare in early 2020, Centene serves nearly 25 million members, mostly in Medicaid (13 million), Medicare (5 million total, including 4 million in Part D plans and 1 million in Medicare Advantage), the individual exchanges (2 million), and other plans (4 million), including Tricare (West region), correctional facility, and international plans.

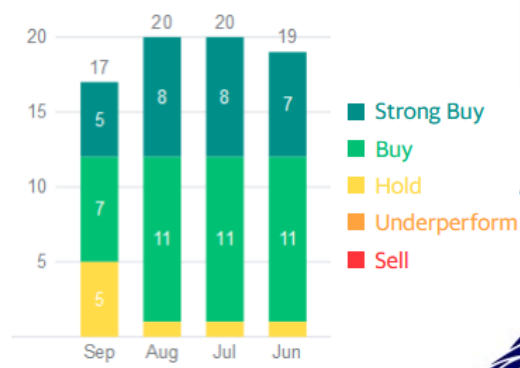
CNC is Undervalued at a 34% Discount.



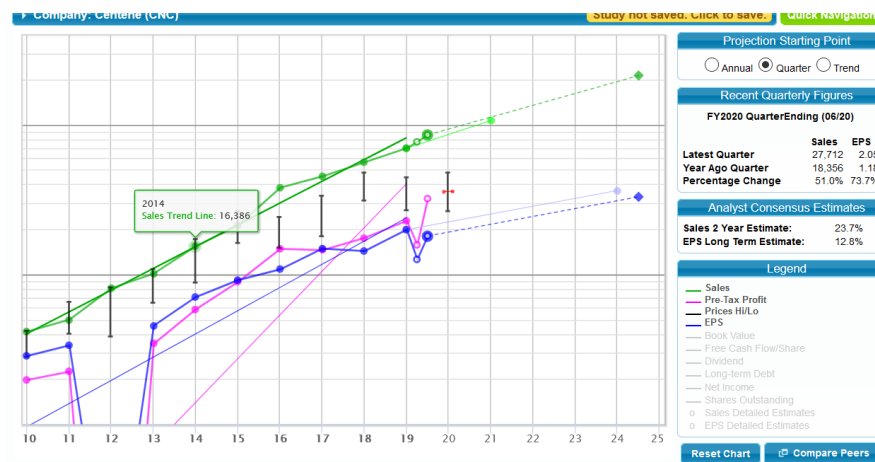
1-Star Price > 131.75
 5-Star Price < 51.00
 Economic Moat: Narrow
 Stewardship: Standard
 Trend: Stable

DATE:9-14-20

Recommendation Trends >



Recommendation Rating >



Fundamental Company Data	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	Growth (%)	Forecast (%)	5 yr Est
Historical Sales (\$M)	4,448	5,341	8,668	10,863	16,560	22,760	40,607	48,382	60,116	74,639	39.7%	20	227,670
Historical EPS (\$)	0.45	0.53	0.01	0.72	1.11	1.45	1.71	2.35	2.26	3.14	42.9%	12.8	5.20

SSG Results Summary

Zone: **BUY**
 Upside Downside Ratio: **3.2 To 1**
 Total Return (High P/E): **13.0%**
 Projected Return (Avg P/E): **10.5%**
 Buy price to satisfy US/DS of 3 to 1 and 15% total return: **51.8**
 Buy Below price based on zoning selection: **57.2**
 Closing Price (09/11/20): **56.44**

