**Southeastern Michigan Better Investing Model Club**

**Meeting Minutes**

**Date:** Saturday August 15, 2020

**Start Time:** 10:01 AM

**Completion Time:** 12:02 PM

**Location:** Go To Meeting

By phone 1-215-383-1002

<https://.gotomeeting.com/join/145688913>

Meeting ID #145688913

**Next Meeting:** Saturday, September 19, 2020 at GTM

**Agenda Items**

**1. Call to Order and Presiding Partner’s Opening Remarks Ram**

FAAMG 6-ceazon, Appl, Microsoft, Google).

Netflix dropped from FANG (Facebook, Amazon, Netflix, Goo

**Members in Attendance:**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Name** | **In Person** | **GTM** | **Name** | **In Person** | **GTM** |
| **Officers:** |  |  | **Members:** |  |  |
| Ram Ganapathi |  | X | Bill Gordon |  | X |
| Cliff Trent |  | X | Curt Cormier |  | X |
| Jane Bellaver |  | X | Deb Brown |  | X |
| Brittany Johnson |  | X | Jim Barrett |  | X |
| Joe Bowen |  | X | Teresa Barr |  | Absent |
|  |  |  | Sudip Suvedi |  | Absent |
|  |  |  | Tony Profota |  | X |
|  |  |  | Aaron Thomas |  | X |
|  |  |  |  |  |  |

**Guests in Attendance GTM: Charlotte Varzi, Dave Kowalik, Priyanka Ramalingan, David Brohl, Ketra Lewis**

**July Minutes were reviewed. The Stock Watcher Reports should be updated to state AAPL and ISRG were updated June, 2020, and ORLY was sold. Update valueline.com for AAPL Value Line Report.**

**Model clubs are meeting by GTM, and that should be reflected on our Meet-up page for SEMI, BI Brighton and BI Baker. Ram will get with Ken Kavula about who in BI Baker will update the Meet-up page.**

**Add Lockheed Martin (LMT) to Stock Watcher Reports. Jim will be the watcher. Jane will be the watcher for Biospecific Tech (BSTC).**

**Beside the libraries being closed, the BI headquarters are also closed during covid-19.**

**2. Treasurer’s Report (Brittany Johnson)**

Financials Update As of 8/14/2020

|  |  |
| --- | --- |
| * Securities Total * Folio Cash * Portfolio Value * Unit Value | $ 198,823.44  $ 9,143.21  $ 207,966.66  $ 45.611184 |
| * Benchmark | 5 yr growth 11.3 % VFINX 12% MIPAR 8.1 % Manifest Quality 94.6% |

There was a lot of discussion on Manifest’s PAR for the club, especially for AAPL. Curt said MI always has had that wrong. Bill asked what is PAR-Projected Annual Return. Joe made a point that BI PAR is for 5 years and a lot of analysts PAR is 6 to 12 months. Ram said PAR is projected by MI on our SSGs. AAPLs high price now is over the projected high price on our SSG, so the PAR on MI is negative. Joe made a comment that a reverse stock split may be a negative thing. Ram commented that as of 8-14-20 the clubs IRR is 39.0% vs VFINX at 8.1 for 2004-2020.

* Write checks to FOLIOfn Investments, Inc**. Also write Account #MB0773900K on the check.**
* **Mail checks to Cliff Trent 36539 St. Clair Dr, New Baltimore, MI 48047**

**Purchases July 2020**

**TICKER SHARES**

**LMT 17.16**

**Sales**

**TICKER SHARES**

**ORLY 28.95 (all)**

**3. Team C decided to review the club’s portfolio for their presentation. They decided between the stocks their members are watching, the portfolio, or the stocks in our stock contest portfolio.**

**Brittany reported on Royal Bank of Canada (RY). She changed the judgments on high P/E to 8, low P/E to 5. She recommends that we sell the stock. The revenue is based on loans and wealth management. We are currently at a loss of RY.**

**Ram reported on Qualcom (QCOM). Value Line dropped the YOY projections for sales and earnings by 3%. He talked about technology shift from 4G to 5G. QCOM makes most of their money on chips and licensing which is declining. The two things driving them are 5G and favorable court case settlements. He recommends to change the SSG judgments to Sales 9%, earnings 26%, hi P/E to 25.0 lo P/E to 14.1 and low price to $58. He thinks we could add a little of the stock to the portfolio.**

**Curt reported on BSTC. He said it is a very unusual company with only 7 employees. They make injectable colinginaze. He recommends to change the judgments to Sales 30.2, earnings to 27.9, hi P/E 19.2, lo P/E 10.8, low price to $36. It is in the buy range, and he recommends to buy. They license out their product and let contractors sell their products. It is a small company. Even though they are in the buy zone, the team doesn’t feel comfortable recommending to buy.**

**4. Buy/Sell**

**Brittany made a motion to sell all RY, 2nd by Curt. All in favor**

**Brittany made a motion to buy $6000 of FB and $6000 of LMT, 2nd by Curt. All in favor.**

**Stock Watchers**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Company** | **Watcher** | **Last**  **SSG** | **Last Review Date** | **Recommendation** | **Comments** |
| AAPL | Sudip | 6/20 | 6/20 | Hold | Still in hold range. |
| AMZN | Ram | 07/19 | 7/19 | Buy | Update SSG: Sales 17; Earnings 30; Hi P/E 60; Lo P/E 30; Low price $718.50 |
|  |  |  |  |  |  |
| CMCSA | Deb | 1/20 | 1/20 | Bought |  |
| CTSH | Teresa | 8/19 | 8/19 | Hold | Thinks we should sell part of this company. |
| FB | Brittany | 1/20 | 1/20 | Bought |  |
|  |  |  |  |  |  |
| MNST | Aaron | 11/19 | 11/19 | Bought |  |
| LMT | Jim | 6/20 | 6/20 | Bought | Company in defense industry. |
| V | Curt | 6/20 | 6/20 | Hold | Great company, but price is very high putting it in the sell zone. |
| DG | Tony | 1/19 | 9/19 | Hold | Doing OK At highest IRR of portfolio |
| RY | Cliff | 8/20 | 8/20 | Sell | Recommends sell |
| QCOM | Bill | 8/20 | 8/20 | Hold | Buy more |
| ISRG | Joe | 6/20 | 6/20 | Hold | Bought in March, 2020 |
| BSTC | Jane | 5/20 | 5/20 | Buy | Bought in May 2020 |

**6. Team A is up next. They are looking at IT Services.**

**Watch list: https://www.manifestinvesting.com/dashboards/public/RNTA7N6**

**Meeting adjourned at 12:09 PM.**

**REFERENCE INFO**

**Model Club Dashboard**

<https://www.manifestinvesting.com/dashboards/public/SEMIModClub>

**Team Member Breakdown revised 4-20-19**

|  |  |  |
| --- | --- | --- |
| **Team A** | **Team B** | **Team C** |
| Jane Bellaver | Joe Bowen | Teresa Walney |
| Deb Brown | Sudip Suvedi | Ram Ganapathi |
| Cliff Trent | Jim Barrett | Curt Cormier |
| Bill Gordon | Tony Profota | Brittany Johnson |
|  | Aaron Thomas |  |
|  |  |  |
| **Industry Screener** |  |  |
| Cliff Trent |  |  |

**Note: All Model Club members are encouraged to volunteer and participate in all Model Club activities / studies.**

**Upcoming Meeting and Event Dates:**

|  |  |  |
| --- | --- | --- |
| **Meeting / Event Name** | **Date** | **Location** |
| P3 Portfolio Challenge | Feb 29 | On line |
| Meeting | Sep 19 | GTM |