**Southeastern Michigan Better Investing Model Club**

**Meeting Minutes**

**Date:** Saturday October 16, 2021

**Start Time:** 10:00 AM

**Completion Time:** 11:36 AM

**Location:** Go To Meeting

By phone 1-215-383-1002

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

Meeting ID #145688913

**Next Meeting:** Saturday, November 20, 2021 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 Oleszczak |  | X |
| Cliff Trent |  | X | Curt Cormier |  | X |
| Jane Bellaver |  | X | Deb Brown |  | X |
| Brittany Johnson |  | X | Jim Barrett |  | X |
| Joe Bowen |  | Absent | Teresa Barr |  | X |
|  |  |  | Sudip Suvedi |  | Absent |
|  |  |  | Tony Profota |  | X |
|  |  |  | Aaron Thomas |  | X |
|  |  |  | Pedro Ortiz |  | X |
|  |  |  | Peggy Kingston |  | Absent |

**Guests in Attendance GTM: Charlotte Varsi, David Brohl, Yvette Stephenson, Dorothy Gilbert**

**Minutes edits for September Minutes: Remove ISRG from Stock Watchers. Ram motioned to accept the September Minutes with changes, seconded by Teresa. All in favor.**

**2. Treasurer’s Report (Brittany)**

Financials Update As of 10-15-2021

|  |  |
| --- | --- |
| * Securities Total * Interactive Cash * Portfolio Value * Unit Value | $ 242,216.12  $ 1,896.37  $ 244,112.49  $ 55.555321 |
| * Benchmark | 5 yr growth 19.1% VFINX 17.9% MIPAR 11.9 % Manifest Quality 88.6% |

Note that Interactive Brokers do not do DRIPs, Therefore, all dividends received less than one share remain in cash.

**Mail checks to Cliff Trent 36539 St. Clair Dr, New Baltimore, MI 48047**

**Purchases 2021**

**TICKER SHARES**

**NFLX 2**

**Sales**

**TICKER SHARES**

**3 Presentation Team A Entertainment Industry**

**Cliff explained how we chose the entertainment industry. He looked at Investor Advisory Service (IAS) for companies in the buy range. WWE got his attention, and it is in the entertainment industry. The industry is also fifth in the Value Line Industry Report for timeliness. We were thinking of the non-alcoholic beverages industry, but we own Monster Beverage now. The criteria for chosing our study was 5 year sales growth 7-16%, EPS R2 for last 5 years .75 to 1%. Only three companies came to the surface.**

**Deb gave an overview of the industry using Value Line information, Morningstar, Better Investing, and a few other resources. She said HUYA was one of the three companies, but we didn’t want to study it as it is a Chinese company and it is less than ten years old.**

**Jane gave a presentation on WWE, Inc. (WWE). Deb commented that the company was expected to surge over 30%, according to VL, in the next several years.**

|  |  |  |
| --- | --- | --- |
| **Sales growth** | **Earnings growth** |  |
| **11.8%** | **11.8%** |  |
| **Hi P/E** | **Low P/E** | **Low price** |
| **46** | **26** | **$41.10** |

**US/DS ratio 4 to 1 in buy. PAR Peg ratio 2.16. Judgments based on Value Line, Yahoo and Manifest Investing.**

**Pedro presented Netflix (NFLX) Deb commented that the company is the largest digital-data company.They are adding many subscribers per month, and they are looking to add many new gamers.**

|  |  |  |
| --- | --- | --- |
| **Sales growth** | **Earnings growth** |  |
| **15%** | **15%** |  |
| **Hi P/E** | **Low P/E** | **Low price** |
| **93** | **54** | **$463** |

**US/DS ratio 6.9 to 1 in buy. PAR 17.7. Pedro also said he looked at member sentiment in On-line Tools and BI members think the stock will grow 17-19 in five years. Judgments based on Value Line, Morningstar, Yahoo, and Manifest Investing**

**Bill asked if NFLX is a tech company because the club is already heavy in techs. Cliff said it is an entertainment company that uses tect to distribute its products**

**Of the two companies Team A would recommend NFLX.**

**4. PERT Report**

**Tomy is the stock watcher for Dollar General, but he has nothing to report today.**

**Curt gave an update on Universal Display (OLED) which he holds in his portfolio. The company is struggling in too many areas, and if they don’t improve by December, he will sell the stock. He said Value Line has good things to say about the company, but he is giving them a pass for now.**

**Deb updated LCI (LCII)**

|  |  |  |
| --- | --- | --- |
| **Sales growth** | **Earnings growth** |  |
| **11.5** | **16** |  |
| **Hi P/E** | **Low P/E** | **Low price** |
|  |  |  |

**Deb on CMCSA No change. Sales 7.5 earnings 16.**

**Aaron on MNST Sales 5 earnings 11 per VL.**

**Pedro updated D.R. Horton (DHI) The company reduced their forecast and the price dropped**

|  |  |  |
| --- | --- | --- |
| **Sales growth** | **Earnings growth** |  |
| **14** | **6.5** |  |
| **Hi P/E** | **Low P/E** | **Low price** |
| **12.8** | **7.8** | **$57.70** |

**US/DS ratio 3 to 1 in hold. Recommends a hold.**

**We talked a little about the price drop of OLED.**

**5. General Topics**

**The minimum annual deposit for members is $240. The maximum is $1200. Two members haven’t made any deposits for 2021. The Fidelity account is still not opened. Curt remarked that one of the core BI principles is to invest regularly. That allows for dollar-cost-averaging. So it is best to make a monthly investment. He is just making a statement and doesn’t suggest we should do anything about it. It would also be better for the club if regular monthly deposits are made. Then we would have some idea how much we have to make purchases after the stock studies.**

**Bill Gordon’s payout is complete. His final shares have been transferred and the cash amount he was owed was paid by personal check from Cliff. Cliff will be reimbursed after our Fidelity account is active.**

**Stock Watchers**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Company** | **Watcher** | **Last**  **SSG** | **Last Review Date** | **Recommendation** | **Comments** |
| AAPL | Sudip | 7/21 | 7/21 | Hold | Updated the club SSG. Continue to hold the company. |
| AMZN | Ram | 5/21 | 5/21 | Hold | The company is the leader in Cloud computing. |
| DHI | Pedro | 10/21 | 10/21 | Hold | Company is very strong now. |
| CMCSA | Deb | 10/21 | 10/21 | Hold | It is a good company to hold, but maybe reduce position. |
| GOOG | Cliff | 5/21 | 5/21 | Hold | US/DS 2.5 to 1 |
| FB | Brittany | 5/21 | 5/21 | Hold | A good company |
| LCII | Deb | 10/21 | 10/21 | Hold |  |
| MNST | Aaron | 10/21 | 10/21 | Hold |  |
| LMT | Jim | 9/21 | 9/21 | Buy | It’s a good time to buy the company. |
| V | Curt | 6/21 | 6/21 | Hold | Great company continue to hold. |
| DG | Tony | 5/21 | 5/21 | Hold | US/DS 3 to 1 |
| MANT | Teresa | 5/21 | 5/21 | Hold | US/DS 1.2 to 1 |
| QCOM | Brittany | 5/21 | 5/21 | Buy | US/DS 4.1 to 1 |
| NFLX | Pedro | 10/21 | 10/21 | Bought | Looks very strong. |
| OLED | Jane | 10/21 | 10/21 | Hold | There’s a problem. Per Curt hold for now and watch. |
| ETSY | Aaron | 7/21 | 7/21 | Bought |  |

**6. Buy/Sell**

**Curt made a motion to buy as much of NFLX as we have funds for. Teresa 2nd . Cliff said we can only buy whole shares with Interactive, so the motion was amended to two shares. Vote 13 yes, 2 absent. Motion passed.**

**7. Stocks to study: Curt GTLS (a long shot). Pedro VRTX and JAZZ.**

**Curt will ask about meeting at the BTPL to see if we can start having in person meetings. Cliff said main office is still not allowing use of any rooms for public meetings.**

**8. Team B will present in November. Curt suggested Shopify (SHOP).**

**9. Roundtable: Dorothy Gilbert asked if Disney is in the same (entertainment) industry as NFLX. It is, but it didn’t pass the stock screen to look at.**

**10. Adjourn at 11:36 PM**

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

**REFERENCE INFO**

**Model Club Dashboard**

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

**Team Member Breakdown revised 9/18/21**

|  |  |  |
| --- | --- | --- |
| **Team A** | **Team B** | **Team C** |
| Jane Bellaver | Joe Bowen | Teresa Barr |
| Deb Brown | Sudip Suvedi | Ram Ganapathi |
| Cliff Trent | Jim Barrett | Curt Cormier |
| Pedro Ortiz | Tony Profota | Brittany Johnson |
| Peggy Kingston | Aaron Thomas | Bill Oleszczak |
|  |  |  |
| **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** |
| Next meeting | 11-20-21 | GTM |
|  |  |  |