

**Meeting Minutes - Yankee Chapter Model Club**  
 GoToWebinar, 11:00AM ET / 8:00AM PT  
 April 13, 2024

**In attendance** (148 registered and 29 visitors attended)

*Members:* Stephen Roy, Brent Goll, Ira Haas, Jessica Glant, Liz Tobin and Jack Finn were present and Sriram Madabhushi was absent for most of the meeting, but did call in at the end of the meeting to answer questions.

*Esteemed visitor:* Joe Farrell.

*Visitors:* See list at the end of the minutes.

**Opening:** Steve called the meeting to order at 11:00 AM ET and introduced the club and members to visitors and explained general information about the club.

**Educational Segment:** Jack presented “The 2010 Flash Crash.” The S&P 500 dropped 900 points in 15 minutes on May 6, 2010 losing a trillion dollars of equity value. Then it recovered much of the loss over the next 30 minutes. What caused the precipitous drop? A single trader in Britain bought S&P 500 futures and supposedly triggered the whole thing.

**Minutes from last meeting** – Jack presented minutes from last month’s meeting, and they were accepted as presented. Uploaded the final March 2024 minutes to the [Public folder](#) on Bivio.

**Treasurer’s Report** – Ira presented the treasurer’s report for April 2024, and it was accepted as presented.

**Bivio positions:**

**Valuation (NAV) for 04/13/2024**

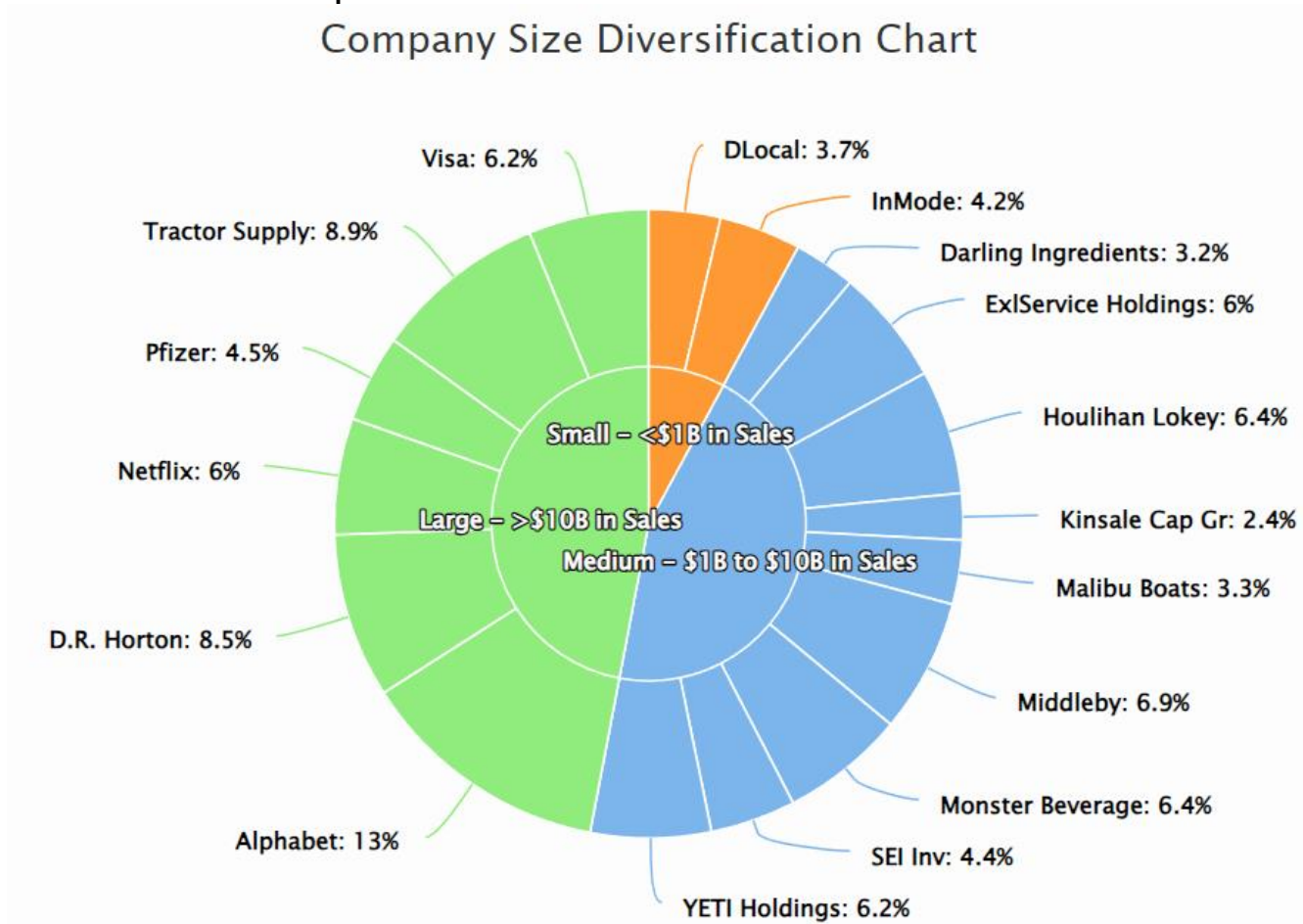
\*(using prices from market close for 04/12/2024)

	Shares Held	Cost Basis per Share	Total Cost Basis	Price per Share	Market Value	Unrealized Gain/(Loss)	Percent of Total
<b>Alphabet Inc</b> (GOOG)	110.0000	13.6245	1,498.69	159.1900	17,510.90	16,012.21	6.5%
<b>Alphabet Inc A</b> (GOOGL)	110.0000	13.7032	1,507.35	157.7300	17,350.30	15,842.95	6.4%
<b>D. R. Horton Inc.</b> (DHI)	150.0000	69.0858	10,362.87	151.7100	22,756.50	12,393.63	8.4%
<b>DLocal Limited Cl A</b> (DLO)	616.0000	16.9700	10,453.52	15.9700	9,837.52	(616.00)	3.6%
<b>Darling Ingredients Inc</b> (DAR)	191.0000	53.6846	10,253.75	44.3900	8,478.49	(1,775.26)	3.1%
<b>ExlService Holdings Inc</b> (EXLS)	531.0000	27.6913	14,704.06	30.1100	15,988.41	1,284.35	5.9%
<b>Houlihan Lokey Inc</b> (HLI)	137.0000	78.7500	10,788.75	125.0400	17,130.48	6,341.73	6.3%
<b>Inmode Ltd</b> (INMD)	629.0000	22.9800	14,454.42	17.9200	11,271.68	(3,182.74)	4.2%
<b>Kinsale Cap Group Inc</b> (KNSL)	14.0000	417.0000	5,838.00	450.9600	6,313.44	475.44	2.3%
<b>Malibu Boats Inc</b> (MBUU)	228.0000	56.3323	12,843.77	38.4800	8,773.44	(4,070.33)	3.2%
<b>Middleby Cp</b> (MIDD)	127.0000	87.6831	11,135.75	145.4200	18,468.34	7,332.59	6.8%
<b>Monster Bev Corp</b> (MNST)	314.0000	45.0692	14,151.72	55.0100	17,273.14	3,121.42	6.4%
<b>Netflix Inc</b> (NFLX)	26.0000	248.7500	6,467.50	622.8300	16,193.58	9,726.08	6.0%
<b>Pfizer Inc</b> (PFE)	463.0000	35.8580	16,602.25	25.8600	11,973.18	(4,629.07)	4.4%
<b>S E I Investments</b> (SEIC)	174.0000	59.2845	10,315.50	67.4800	11,741.52	1,426.02	4.3%
<b>Tractor Supply Co</b> (TSCO)	97.0000	53.3804	5,177.90	244.8900	23,754.33	18,576.43	8.8%
<b>VISA Inc</b> (V)	60.0000	19.5807	1,174.84	275.9600	16,557.60	15,382.76	6.1%
<b>Yeti Holdings Inc</b> (YETI)	440.0000	44.3662	19,521.14	37.8600	16,658.40	(2,862.74)	6.2%
			<b>177,251.78</b>		<b>268,031.25</b>	<b>90,779.47</b>	<b>99.4%</b>
<b>Cash Account</b>			<b>Total Cost Basis</b>		<b>Market Value</b>	<b>Unrealized Gain/(Loss)</b>	<b>Percent of Total</b>
<b>Fidelity Investments</b>			1,700.92		1,700.92	0.00	0.6%
			<b>1,700.92</b>		<b>1,700.92</b>	<b>0.00</b>	<b>0.6%</b>
<b>Total Securities and Cash Accounts</b>			178,952.70		269,732.17	90,779.47	100.0%

Total Number of Valuation Units to Date      4,970.542990  
 Value of One Unit      \$      54.266138

SSG size diversification report as of market close 4/12/2024:

### Company Size Diversification Chart



**Stock Study Presentation** – Liz presented an SSG for Fortinet, Inc. (FTNT) and provided a thorough analysis of the stock, an overview of the company and how it is positioned for the future. Fortinet supplies cyber security solutions to businesses and government agencies. Has significant debt (187% debt to capital), but apparently got large low cost loans (1-2%) so may not be that bad.

**Review of Stock Portfolio:** Members presented their updates for stocks they were watching. Sriram showed the dashboard for the Yankee portfolio from Manifest Investing and PERT chart for the Yankee portfolio, which has lots of red on it indicating missing sales and earnings milestones.

**Watchlist update:** Small – XPEL (BUY)  
Medium – GNTX (Hold), PAYC (BUY) and PAYX (Hold)

**Backburner List:** No discussion.

**Buy/Sell decisions** – After discussion, the club decided to make the following trades:

**SELL:** Sell all of DAR.

**BUY:** With available cash, add to KNSL

With proceeds from sale, buy XPEL

**General club business:**

**Old:**

- OLC Portfolio challenge:
  - I missed the deadline for changing stocks. In my defense I had Covid during the time when I should have 'transferred' the stocks.
  - We 'invested' \$25,000 (virtually) each in HIFS, CHGG, PLNT and ENPH for the Online Chapter 2023-2024 Stock Picking Contest. We are down almost 14% so far, which puts us sixth (out of 6) in the contest. The S&P500 is up 14% and the leader is up almost 26%. The link for the contest, including stock picks, is:  
<https://docs.google.com/spreadsheets/d/1NE0zQQ6RZLAAVtr4w4lyN4RrvAcLYa5J6RbUP3jx2Y4/edit?pli=1#gid=1262789431>

**New:**

- Check the capital gains and losses. As indicated in the treasurer's report, the club has about a \$3,000 short term loss and about a \$2,700 long-term gain so far this year.

**Questions from visitors – (Most answers are from Joe Farrell).**

- Re the Flash Crash: What is the lesson for us? And how can we protect ourselves?
  - I think the lesson is there is always uncertainty and there is no way to protect ourselves. Eventually we must learn to stay the course for such black swan actions.
- How can FTNT have a wide moat if the competition is so great?
  - The cost to change from one software solution to another can be high (e.g., in terms of retraining staff). Even with high competition, the moat can be wide. (JTF)
- How does FTNT compare to CrowdStrike (CRWD) and Palo Alto networks (PANW) or others in the field?
  - I checked Barron's. FTNT and Cloudflare are more exposed to competition from Microsoft and some pre-IPO startups.
- Yeti is very popular in Florida!
  - I am also in FL for a few days visiting family. They have more of Yeti's products than I do.

**YouTube Channel: Yankee Model Investment Club.**

**Link:** <https://www.youtube.com/channel/UC8qHPmYMPky4sWKMIldWgckA>

**Closing:** Meeting was adjourned at 12:42 PM ET.

Next Model Club Meeting on **Saturday, 5/11/2024 at 11AM ET** online using GoToWebinar. All attendees should already be registered and will receive a reminder email from GoToWebinar (one week, one day and one hour) before the meeting.

**Visitors:** Janet Blaser, William Boiquaye, Chuck Braverman, Thomas Brooks, Somesh Chablani, Ciprian Cosma, Kirk Daley, D. Daun, Ken Eaton, James Gallagher, Joyce Hewitt, Sakinah Higgs, Bo Horton, Bakul Lalla, Tom Loftus, Don Lynaugh, Leslie Maddison, Atul Manocha, Kirpal Parmar, Dean Printy, Christian Posada, Laura Scott, Philip Serowik, Arlene Stelzer, Kirsti Stewart, Margo Taub, Don Tucker, Stewart Weaver and Jerry Wyatt.