

Meeting Minutes - Yankee Chapter Model Club
GoToWebinar, 11:00AM ET / 8:00AM PT
November 9, 2024

In attendance (185 registered and 35 visitors attended)

Members: Stephen Roy, Brent Goll, Jessica Glant, Sriram Madabhushi and Jack Finn were present.

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: Brent presented Altman's Z

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

Treasurer's Report –Sriram presented the treasurer's report for November 2024, and it was accepted as presented.

Bivio positions:

Valuation (NAV) for 11/09/2024

*(using prices from market close for 11/08/2024)

	Shares Held	Cost Basis per Share	Total Cost Basis	Price per Share	Market Value	Unrealized Gain/(Loss)	Percent of Total
ACM Research Inc (ACMR)	447.0000	22.4228	10,023.00	19.2200	8,591.34	(1,431.66)	3.8%
Alphabet Inc (GOOG)	83.0000	13.9081	1,154.37	179.8600	14,928.38	13,774.01	6.6%
Alphabet Inc A (GOOGL)	83.0000	13.9876	1,160.97	178.3500	14,803.05	13,642.08	6.5%
D. R. Horton Inc. (DHI)	150.0000	69.0858	10,362.87	168.7900	25,318.50	14,955.63	11.1%
ExlService Holdings Inc (EXLS)	531.0000	27.6913	14,704.06	45.7300	24,282.63	9,578.57	10.7%
Houlihan Lokey Inc (HLI)	97.0000	78.7500	7,638.75	185.7400	18,016.78	10,378.03	7.9%
Monster Bev Corp (MNST)	314.0000	45.0692	14,151.72	54.1400	16,999.96	2,848.24	7.5%
Netflix Inc (NFLX)	26.0000	248.7500	6,467.50	795.0400	20,671.04	14,203.54	9.1%
Pfizer Inc (PFE)	463.0000	35.8580	16,602.25	26.7200	12,371.36	(4,230.89)	5.4%
QUALYS INC (QLYS)	97.0000	125.7949	12,202.11	153.9900	14,937.03	2,734.92	6.6%
S E I Investments (SEIC)	174.0000	59.2845	10,315.50	80.1100	13,939.14	3,623.64	6.1%
Tractor Supply Co (TSCO)	80.0000	53.9390	4,315.12	288.5600	23,084.80	18,769.68	10.1%
VISA Inc (V)	60.0000	19.5807	1,174.84	307.8700	18,472.20	17,297.36	8.1%
			110,273.06		226,416.21	116,143.15	99.5%

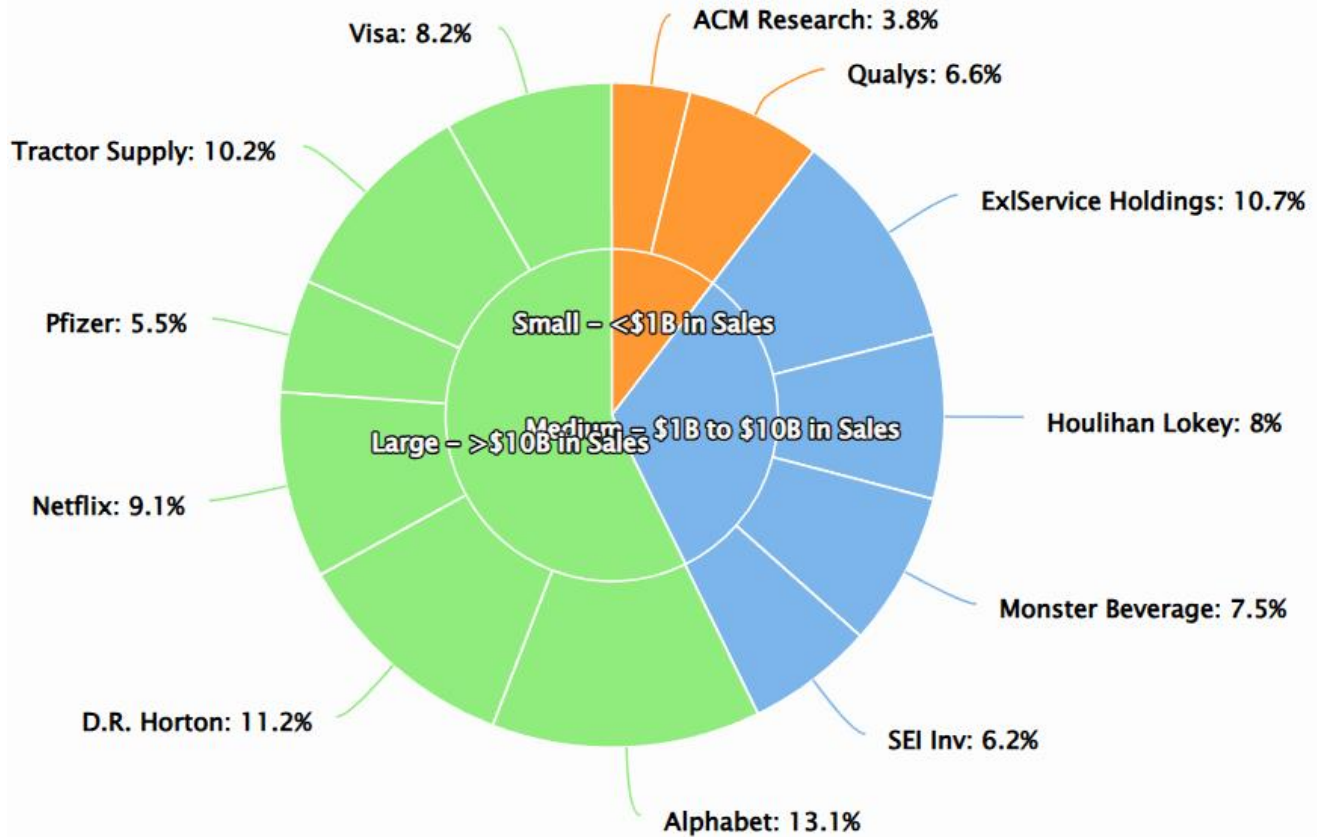
Cash Account	Total Cost Basis	Market Value	Unrealized Gain/(Loss)	Percent of Total
Fidelity Investments	1,143.06	1,143.06	0.00	0.5%
	1,143.06	1,143.06	0.00	0.5%
Total Securities and Cash Accounts	111,416.12	227,559.27	116,143.15	100.0%

Total Number of Valuation Units to Date 3,721.445260

Value of One Unit \$ 61.148090

SSG size diversification report as of market close 10/11/2024:

Company Size Diversification Chart



Stock Study Presentation – Steve presented Simulations Plus, Inc. (SLP) provided a thorough analysis of the stock, an overview of the company and how it is positioned for the future.

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 the PERT chart for the Yankee portfolio, which has lots of red on it indicating missing sales and earnings milestones.

Watchlist update: Small – IRMD (HOLD)
Medium – FTNT (HOLD), GNTX (BUY), PAYC (HOLD) and PAYX (HOLD)
Large – NVDA (HOLD)

Buy/Sell decisions –

SELL: All of GOOG and enough GOOGL to make our long-term gains match our short-term losses (about \$17,400).

BUY: Enough SLP to make it 4% of the portfolio and GOOGL with remaining cash.

General club business:

Old:

- Check the capital gains and losses: As indicated in the treasurer's report, the club has about a \$17,400 short term loss and about a \$2,500 long-term gain so far this year
- Brent suggested that the club harvest the loss for the stock. We need to do this in December or November. WASH BUY

New:

- Sriram to send Jack signed check for \$52.00 made out to Sriram.
- Remove Ira from the Fidelity Account. To be removed from authorized individuals.
- Sriram shall initiate sending the new partnership agreement which needs to be sent to all members again.
- Steve to pay his bill.

Questions from visitors – (Answers are mostly from Joe Farrell).

- Can you explain again why you don't automatically do dividend reinvestment?
 - Dividend reinvestment is easy but not necessarily the best use of new funds. If you have a company with poor future prospects that pays a big dividend you are dumping money into a poor prospect. I believe it is better to hold the money and add it to new partner contributions and invest in the best current performer or a new company. From the Treasurer's perspective, selling a company with numerous tax lots can be challenging as can a distribution to a departing member. One of my clubs had a company with more than 100 tax lots, sale to remove was onerous.
- Why do you prefer GOOG over GOOGL?
 - I do not think there is a preference, voting versus non-voting. GOOG is non-voting and slightly less expensive. They initially purchased GOOGL in 2011-12, and GOOG shares were "spun-off" in 2014.
 - I think we decided in the end to keep the voting shares (GOOGL). To harvest the gain, we'll sell all of the GOOG shares and some of the GOOG shares, then re-purchase GOOGL shares with whatever cash we have after we buy SLP. – Jack Finn
- In Yahoo finance, it looks like SLP has been around/public for >20 years and until 2016 their stock was below >\$16. Then it spiked up to \$75 during the pandemic and is now dropped back down.
 - Given what they do, such price movement is not unexpected. I think they can test prospective molecules using a computer looking for certain outcomes. They can test hundreds that way relatively cheaply compared to what the drug companies must spend for testing. Instead of spending a million dollars each on a thousand molecules, this company can do the testing cheaply and recommend one or two molecules that need further testing.
- Why do capital losses need to be harvested this year?
 - Many clubs choose to harvest some tax losses so they can offset capital gains in other stocks. You can then lower the position in profitable companies that have become too large a part of the portfolio and buy new things. It's not that it is required, it's that many clubs believe it is prudent.

YouTube Channel: Yankee Model Investment Club.

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

Closing: Meeting was adjourned at 12:54 PM ET.

Next Model Club Meeting on **Saturday, 12/14/2024 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: Nadia Abdulmagid, Janice Baldwin, William Boiquaye, Chuck Braverman, Pat Brookhart, Leslee Byron, Ciprian Cosma, Daun Da, Heather Dorn, Ken Eaton, Mary Margaret Foradora, Evelyn Fray, Bruce Fuelling, James Gallagher, Jennifer Haynes, John Hangen, Mo Hart, Bo Horton, Patrick Klune, Brian Koenig, Bakul Lalla, Tom Loftus, Leslie Maddison, Atul Manocha, A. Pope, Sauda Porter, Christian Posada, Raj Satyanarayana, Arlene Stelzer, Sharif Strange, Matthew Sweeney, Susan T., Margo Taub, Bob Tesch and Don Tucker.