

The background consists of a collage of financial data. At the top, there's a table titled "HIGHEST MOVING" with columns for "Day's change", "High", "Low", and "Volume". Below that, a "Monday 100 index" chart shows a line graph with a callout for a "Change on day 1.95". The central focus is a "ImgnTech Share Price" chart, which is a line graph with a shaded area underneath, showing price fluctuations from August 2013 to September 2013. A callout for this chart indicates a "Change on day 32.30". To the right, another chart shows a line graph with a callout for a "Change on day 1.95". The bottom right corner features a table with columns for "Price", "Change", "High", "Low", and "Vol", with "The Pre 1000s Stock" listed as one of the entries.

Mids

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1/24/2024

Summary

Idea – *Investing in small cap long-term stocks*

Strategy – *Target top four deciles with high returns*

Historical Performance – *Projected return of 23% over 10 years*

Recommendation – *Buy \$8k, Implement in Davidson*

What to Sell – *INMB and KBWB*

Effect on Portfolio – *Decreased SD and increased expected return*



Equity Screening Details

CRITERIA	SCREENING FILTERS	# OF COMPANIES
# OF STOCKS	N/A	534,808
EXCHANGES	NYSE National, NASDAQ GM, NASDAQ GS	12,386
MARKET CAP	<\$5B	7,461
NET DEBT/EBITDA	BETWEEN 0-1	211
OPERATING MARGIN	>0	192
QUARTERLY REVENUE GROWTH YoY	TOP 4 DECILES	72
PEG RATIO	BETWEEN 0.5-0.99	2
WEIGHTING	EQUAL	-
REBALANCING	ANNUALLY	-
BACKTESTING TIME FRAME	10 YEARS	-
MIN MONTHLY TRADING VOLUME	N/A	-



Strategy Details

Specifics of strategy

Backtesting Method - *Bloomberg*

Data needed and sources – *N/A*

Rebalance frequency - *Annually*

Number of positions - *2*

Number of years backtested - *10*

Minimum stock market cap – *N/A*

Weighting – *Equal*

Type of stock – *N/A*

Exchange listings included/excluded - *NYSE, NASDAQ GS, NASDAQ GM*

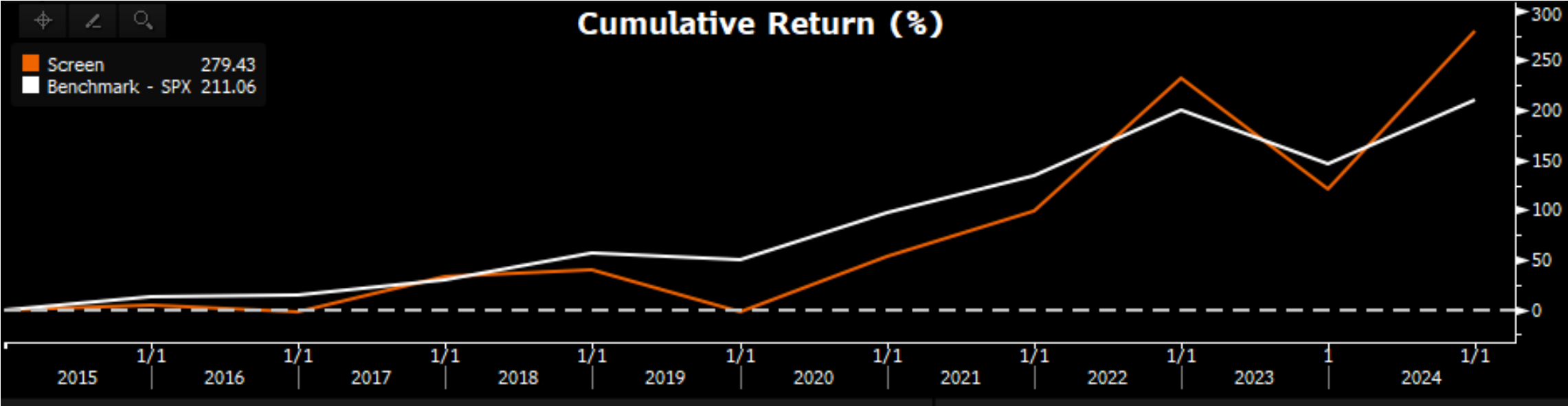


Backtesting Results - Characteristics

<u>10-Year Analysis</u>	Mean	Min	25%	Median	75%	Max
Market Cap (\$Millions)	2,100.1	167.2	700.3	2,301.4	3,398.9	4,605.6
P/E Ratio	16.0	5.3	13.3	14.8	20.6	26.6
Monthly Trading Volume (\$Millions)	0.6	0.01	0.14	0.29	0.41	5.8
Share Price	\$55.48	\$7.23	\$24.13	\$43.54	\$73.07	\$166.40



Backtesting Results - Performance



<u>Annualized</u>	Return	α^*	β^*	σ	Sharpe	Treynor	Max DD	Info Ratio*	Idio. Risk
10 Year	279.43%	6.70	1.14	36.79%	0.53	0.17	25.99%	0.19	10.74%
1 Year	45.71%	26.47	1.45	45.00%	1.23	0.38	27.18%	0.69	16.86%
10 Year SPY	211.06%	0.00	1.00	15.00%	0.7	0.00	13.03%	0.00	0.00
1 Year SPY	24.15%	0.00	1.00	12.67	1.58	0.00	8.96%	0.00	0.00



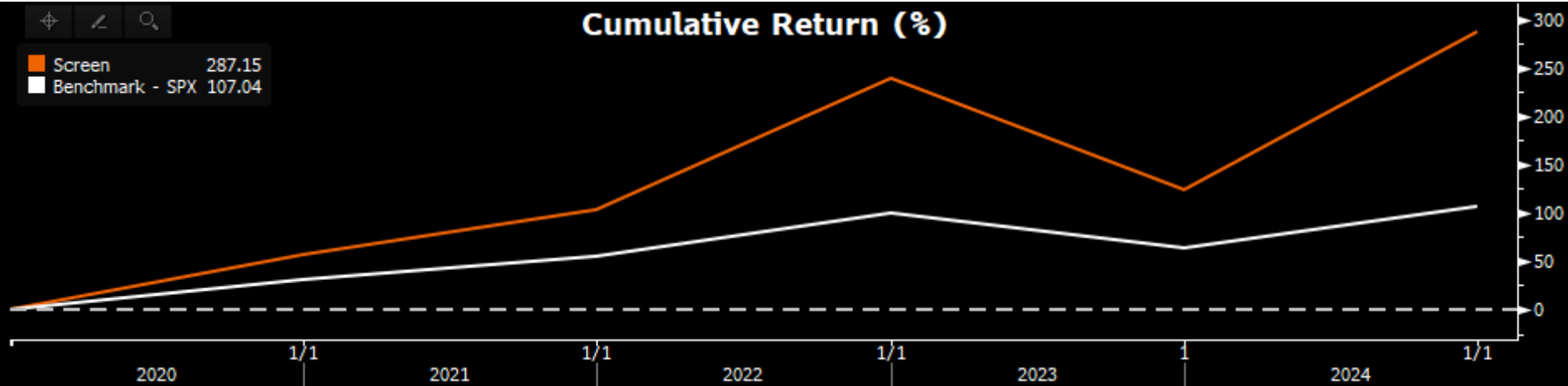
Recommended Purchases

Name	Ticker	P/E Ratio	Monthly Trading Volume (\$M)	Market Cap (\$M)	Share Price	# of Shares	Total Value
Inter Parfums	IPAR	26.5	117.98K	4.39B	141.17	29	4,000
Innovative Industries	IIPR	16.39	284.87K	2.69B	95.14	42	4,000

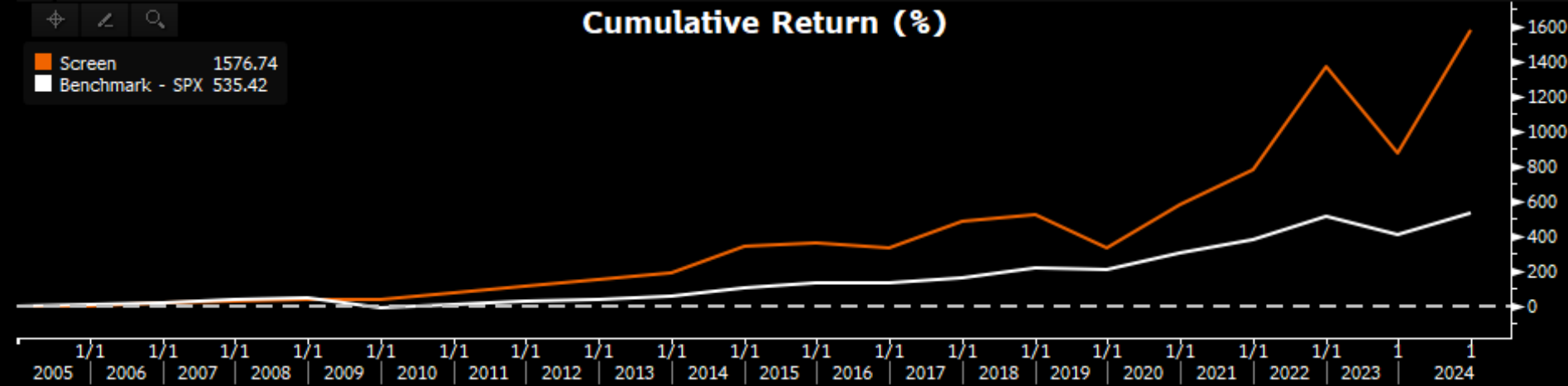


Notable Facts

5 Year Strategy Backtest: 2019-2024



20 Year Strategy Backtest: 2004-2024



Sell Proposal - Performance Template

Strategy Name: Old Davidson

Managing Group: *Old SIF*

Date Adopted: *N/A*

Industry Focus: *N/A*

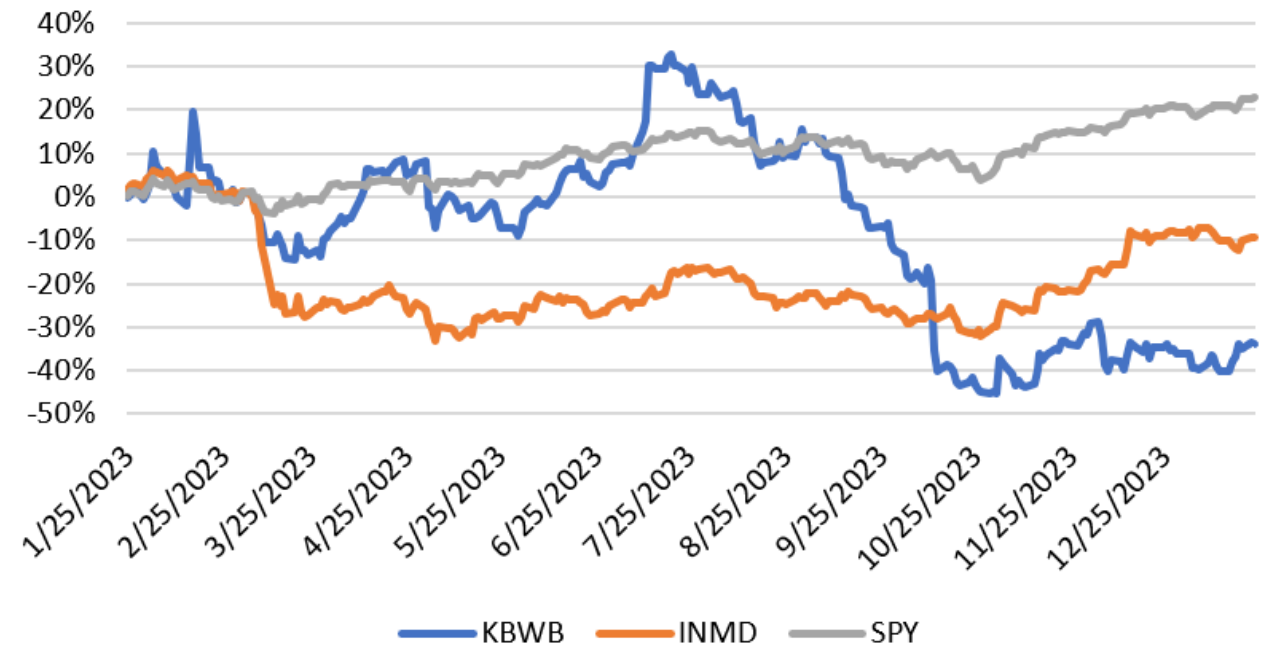
Seasonal Peak: *N/A*

Seasonal Trough: *N/A*

% of Overall Fund: 0.6%

	SPY	Strategy
Sharpe	1.58	N/A
σ	12.67%	N/A
β	1.00	N/A
CAGR	8%	N/A

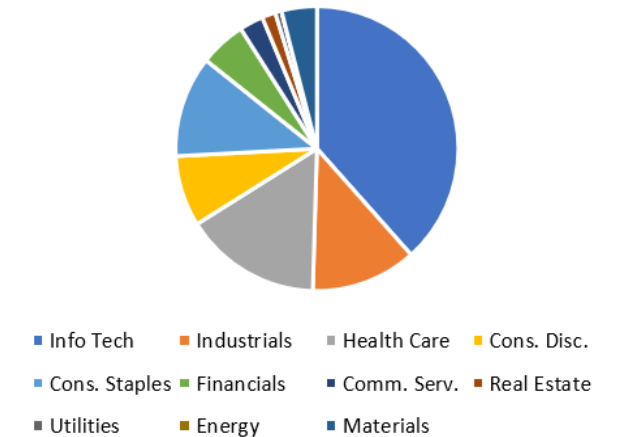
Performance Compared to SPY



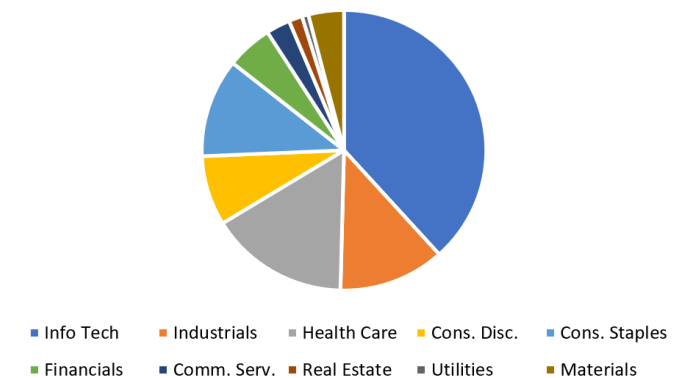
Effect on the Portfolio

	Existing Portfolio	New Portfolio
Beta	1.22	1.22
SML	1.0	1.0
HMB	0.9	0.9
Standard Deviation	16.38%	16.30%
Expected Return	25.9%	23.9%
Idiosyncratic Risk	0.4%	0.4%

Old Portfolio Sector Breakdown



New Portfolio Sector Breakdown



Recap

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