



Student Investment Fund

Spring 2016 Newsletter



Members

Front row (left to right): Nanwei Yuan, Collin Mardis, Yunwei Gong, Fang Liu, Yi Su, Tally Ferguson (instructor).
Back row: Qiushi Zhang, Joe Willis, Brett Baumgartner, Rob Riederer, Matthew Kirby, Marshall Cornett, Mark Fraser, Jason Sauer.

+ History

Since 1997, the Student Investment Fund (SIF) Class has given TU finance majors unparalleled opportunity to apply financial theories and models to portfolio design and management. The SIF provides students with hands-on experience that prepares them for a financial career and allows them the flexibility to develop their own strategies and ideas with less personal risk. Fund earnings have provided more than \$845,000 in scholarships to over 200 students. As of April 19, 2016, the fund was valued at more than \$4.576 million.

+ Objectives

The University of Tulsa Student Investment Fund was established under the premise of providing students with the necessary tools and facilities to gain experience in investment practices. Achieving above average returns is the objective of the SIF which is accomplished by an in-depth analysis. Fund members can select those companies who are leaders in their respective fields and exhibit the probability of strong growth and increasing value. Creating a diversified portfolio of securities helps the SIF realize an optimal risk-return relationship coupled with long-term wealth accumulation.

+ Strategy

The Investment Fund has a goal of investing long-term, based on fundamental analysis. The fund is limited to large cap stocks, and may have no more than a 5% concentration in any company. It is also currently required to keep at least 30% of its holdings in the SPDR S&P 500 ETF. Within the parameters set forth, the fund seeks growth companies.

The Portfolio Accounting Risk (PAR) committee has identified the following investment strategy goals in each sector for the fund this semester:

Consumer Discretionary: Market Weight
Energy: Market Weight
Health Care: Overweight
Information Technology: Market Weight
Telecommunication Services: Market Weight

Consumer Staples: Overweight
Financials: Overweight
Industrials: Market Weight
Materials: Underweight
Utilities: Underweight

+ Performance

Portfolio Value (4/25)	SIF Returns (3/31/16)	S&P Returns (3/31/16)
4/18/1998: \$300,000	1 yr. 2.42%	1 yr. 1.78%
4/25/2016: \$4,543,019	3 yr. 11.29%	3 yr. 11.82%
SIF YTD: 2.67%	5 yr. 12.13%	5 yr. 11.58%
S&P YTD: 2.80%	10 yr. 7.81%	10 yr. 7.01%

+ Holdings

Symbol	Name	Quantity	Price	Market Value
AAPL	Apple Inc	1,351.00	\$ 105.08	\$ 141,963.08
ACN	Accenture PLC A	450	\$ 114.10	\$ 51,345.00
BUD	Anheuser-Busch Inbev SA ADR	315	\$ 129.04	\$ 40,647.60
CAT	Caterpillar Inc	396	\$ 76.79	\$ 30,408.84
CB	Chubb Ltd	849	\$ 119.05	\$ 101,073.45
CCE	Coca-Cola Enterprises Inc	1,250.00	\$ 51.94	\$ 64,925.00
CNI	Canadian National Railway Co	1,572.00	\$ 65.20	\$ 102,494.40
COST	Costco Wholesale Corp	350	\$ 151.51	\$ 53,028.50
CTL	CenturyLink Inc	1,100.00	\$ 31.18	\$ 34,298.00
CTSH	Cognizant Technology Solutions Corp A	677	\$ 60.21	\$ 40,762.17
DEO	Diageo PLC ADR	705	\$ 109.97	\$ 77,528.85
E	Eni SpA ADR	1,470.00	\$ 31.80	\$ 46,746.00
FDX	FedEx Corp	250	\$ 165.56	\$ 41,390.00
GILD	Gilead Sciences Inc	1,961.00	\$ 102.29	\$ 200,590.69
GIS	General Mills Inc	760	\$ 61.09	\$ 46,428.40
IFF	International Flavors & Fragrances Inc	564	\$ 120.11	\$ 67,742.04
INTC	Intel Corp	2,550.00	\$ 31.39	\$ 80,044.50
ITW	Illinois Tool Works Inc	311	\$ 104.48	\$ 32,493.28
JNJ	Johnson & Johnson	680	\$ 113.51	\$ 77,186.80
KMB	Kimberly-Clark Corp	1,088.00	\$ 126.21	\$ 137,316.48
MA	MasterCard Inc A	1,920.00	\$ 96.98	\$ 186,201.60
MDT	Medtronic PLC	980	\$ 79.39	\$ 77,802.20
NKE	Nike Inc B	2,800.00	\$ 59.21	\$ 165,788.00
PCLN	The Priceline Group Inc	79	\$ 1,335.27	\$ 105,486.33
PNC	PNC Financial Services Group Inc	1,480.00	\$ 87.71	\$ 129,810.80
SBUX	Starbucks Corp	2,000.00	\$ 57.77	\$ 115,540.00
SO	Southern Co	1,000.00	\$ 49.27	\$ 49,270.00
SPY	SPDR* S&P 500 ETF	3,569.00	\$ 208.61	\$ 744,529.09
SYK	Stryker Corp	700	\$ 109.49	\$ 76,643.00
TOL	Toll Brothers Inc	1,590.00	\$ 28.78	\$ 45,760.20
TRV	The Travelers Companies Inc	600	\$ 110.34	\$ 66,204.00
UNH	UnitedHealth Group Inc	400	\$ 133.78	\$ 53,512.00
UNP	Union Pacific Corp	650	\$ 87.61	\$ 56,946.50
USB	US Bancorp	2,100.00	\$ 43.05	\$ 90,405.00
UTHR	United Therapeutics Corp	500	\$ 117.30	\$ 58,650.00
VGK	Vanguard FTSE Europe ETF	750	\$ 49.67	\$ 37,252.50
VOO	Vanguard 500 ETF	3,900.00	\$ 191.35	\$ 746,265.00
VZ	Verizon Communications Inc	1,100.00	\$ 50.76	\$ 55,836.00
WFC	Wells Fargo & Co	840	\$ 50.51	\$ 42,428.40
XOM	Exxon Mobil Corp	1,000.00	\$ 87.33	\$ 87,330.00
Cash				\$ 82,946.00
Total Value				\$4,543,019.70

+ Transactions

<u>Date</u>	<u>Description</u>	<u>Security</u>	<u>Symbol</u>	<u>Quantity</u>	<u>Price</u>	<u>Amount</u>
2/17/16	Sale	Helmerich and Payne	HP	-925	\$51.56	\$47,608.80
2/17/16	Purchase	PNC	PNC	530	\$83.88	-\$44,503.68
4/18/16	Sale	SPDR S&P 500 ETF	SPY	-1800	\$208.29	\$374,760.83
4/18/16	Purchase	Vanguard 500 ETF	VOO	1950	\$191.01	-\$375,732.83
4/19/16	Sale	SPDR S&P 500 ETF	SPY	-1800	\$209.97	\$377,781.53
4/19/16	Purchase	Vanguard 500 ETF	VOO	1950	\$192.59	-\$372,652.41
4/21/16	Sale	CF Industries	CF	-800	\$34.87	\$27,826.19
4/21/16	Sale	Healthcare Select SPDR	XLV	-1200	\$71.55	\$85,753.85
4/21/16	Purchase	UnitedHealth Group	UNH	400	\$133.16	-\$53,299.96
4/21/16	Purchase	United Therapeutics	UTHR	500	\$115.89	-\$57,989.80
4/21/16	Purchase	Chubb	CB	350	\$119.56	-\$41,878.48
4/21/16	Purchase	Wells Fargo	WFC	840	\$50.22	-\$42,256.68

+ Macro Update

The macroeconomic committee of the spring 2016 semester has closely followed various economic indicators and qualitative updates concerning the sectors, regions, and governmental entities with which it concerns itself. The committee anticipates meager, yet stable growth in the American economy, relative to the economies of the rest of the world. This growth is anticipated to be driven by the financial, healthcare, and consumer staples sectors. Of great concern is the upcoming presidential election, which has the power to shift all ten sector recommendations and regional recommendations, given candidates' differing goals in foreign policy.



Public Relations Events



Monday, February 29th: Tom Seng

Tom Seng is a Professor at the University of Tulsa, where he teaches Energy Commodity Trading. He is also Assistant Director of the School of Energy. Tom Seng gave an overview of Technical analysis to the class, and also demonstrated how it is used for energy commodities.



Wednesday, March 30th: Andrew Boyd

Andrew Boyd is a CFA with Gibraltar Capital Management. He presented on his investing strategies, and tips on how to expedite security analysis. He also gave CPA exam advice for those who will take the exam.



Friday, March 25th: Relay for Life

Our third event was Relay for Life. Relay for Life is a fundraiser that is held every year at TU to help cancer patients and survivors. It's a relay, where participants walk around a track for some time with members of the other teams. The SIF team got 8th place out of 20 teams for raising \$180 for the American Cancer Society.