

The Sizemore Income Letter

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Still All About Russia

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Not much has changed since my update on Monday. Then, the market was jittery over fears of war in Ukraine... and today, the market is jittery on fears in Ukraine.

As I write this, the market is down, and I don't expect that to change in the next few hours. Few traders want to go into the weekend holding a lot of long exposure, so I'm not expecting a lot of buyers to come out of the woodwork today.

Yet interestingly, fund flows suggest that there are a ton of value investors quietly snapping up shares. Bloomberg reported that a record \$34 billion in new money flowed into large-cap stock funds in the week to February 9. And shorter-term signals point to at least a temporary bottom. The 20-day average of the put/call ratio is sitting near two-year highs. When you see sentiment that lopsided, you're usually pretty close to an inflection point.

We'll see. Stocks are still expensive and the Fed is still getting hawkish. These issues haven't gone away. And a Russian invasion could really send volatility into overdrive for a few days.

This is as good of a time as any to review our "Forever" Portfolio.

As you might recall, these are stocks I'm comfortable holding regardless of what happens in the market.

Stock	Ticker	Entry Date	Buy Price	Recent Price	Stop Loss	Yield	Cumulative Dividends	Total Return	IRA Friendly?
Prologis	PLD	10/29/2021	\$ 146.67	\$ 143.08	None	1.75%	\$ 0.63	-2.02%	Yes
Crown Castle International	CCI	10/29/2021	\$ 181.90	\$ 162.53	None	3.27%	\$ 1.47	-9.84%	Yes
Philip Morris International	PM	3/30/2021	\$ 89.35	\$ 111.79	None	5.27%	\$ 1.20	26.45%	Yes
Altria Group	MO	3/19/2020	\$ 37.10	\$ 51.85	None	7.58%	\$ 5.12	53.54%	Yes
Realty Income	O	3/19/2020	\$ 48.08	\$ 66.76	None	3.86%	\$ 3.75	46.64%	Yes
AT&T	T	3/19/2020	\$ 31.15	\$ 23.78	None	8.30%	\$ 3.64	-11.97%	Yes
Enterprise Products Partners	EPD	3/19/2020	\$ 14.52	\$ 23.64	None	7.42%	\$ 2.24	78.17%	No
Kinder Morgan	KMI	3/19/2020	\$ 11.20	\$ 16.56	None	6.24%	\$ 1.32	59.62%	Yes
Ventas	VTR	3/19/2020	\$ 19.98	\$ 53.12	None	3.28%	\$ 3.04	181.10%	Yes
Public Storage	PSA	3/19/2020	\$ 187.60	\$ 345.58	None	2.48%	\$ 10.00	89.54%	Yes
International Paper	IP	3/19/2020	\$ 30.13	\$ 46.87	None	3.69%	\$ 2.57	64.06%	Yes
STAG Industrial	STAG	3/19/2020	\$ 21.71	\$ 39.36	None	3.32%	\$ 1.93	90.17%	Yes
Retail Opportunity Investments	ROIC	3/19/2020	\$ 7.25	\$ 18.10	None	2.47%	\$ 0.42	155.38%	Yes

If you're itching to invest new money right now, I consider everything on this list viable, whether or not Russia invades Ukraine. I particularly like our two most recent additions, **Prologis (NYSE: PLD)** and **Crown Castle International (NYSE: CCI)**. Both are now trading below our entry prices after January and February's volatility. I also still love our pipeline plays **Kinder Morgan (NYSE: KMI)** and **Enterprise Products Partners (NYSE: EPD)**. Energy plays in general have really done well in 2022, and I expect that to continue.

So, while I love every stock on this list, I might recommend focusing new money on these four stocks in particular.

That's really all I have for the moment. We'll know soon enough whether war will breakout and what effects that might have on the market. Until then, keep cashing those dividend checks!



P.S.: Apart from writing this newsletter, I run a full-service wealth management firm along with my colleagues. At **Sizemore Capital Management**, we build income portfolios like those I write about in the *Sizemore Income Letter*. But we also do a lot more than that. We manage a suite of low-volatility strategies offering low correlation to the S&P 500. If you'd like for me to take a look at your portfolio and offer some recommendations, contact me at info@sizemorecapital.com.

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