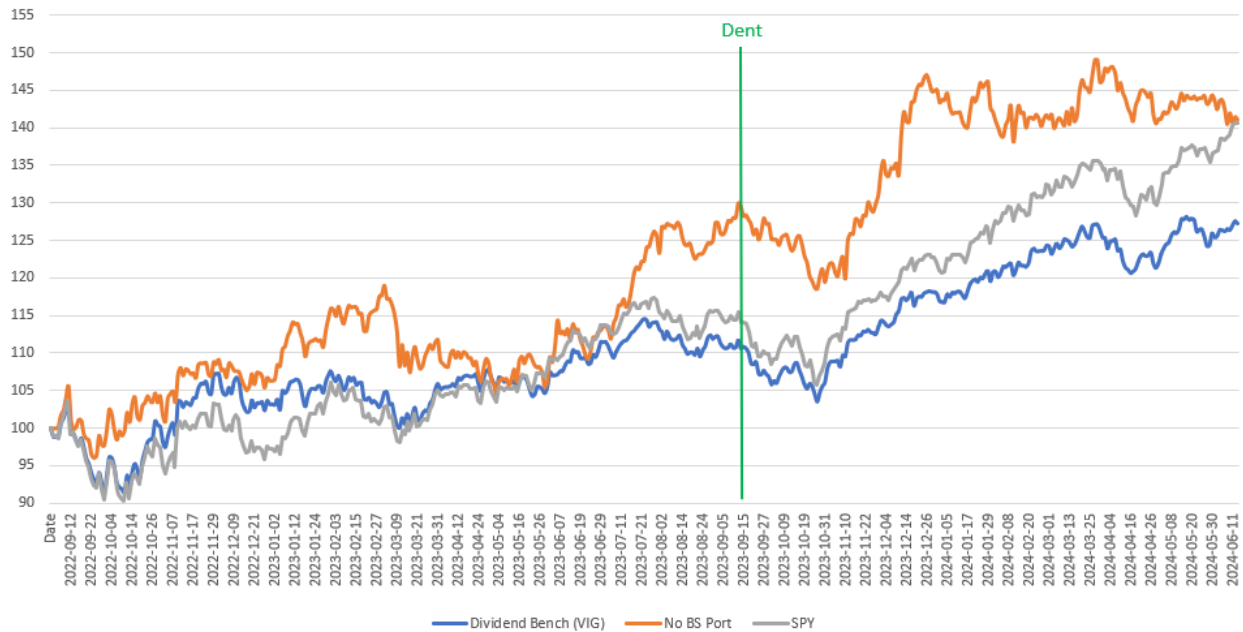


June 17, 2024

The **NO BS** Growth and Income Portfolio

By John Del Vecchio



New Trades this week:

No Trades

Still only 9 positions. The 10th spot remains in cash

Current Portfolio June 17, 2024

Ticker	Name	Return	Days Held	Sector
BURCA	Burnham Holdings, Inc.	0.47%	67	Industrials
CBKM	Consumers Bancorp, Inc.	-1.36%	25	Finance
FUSB	First US Bancshares, Inc.	16.09%	74	Finance
MCEM	The Monarch Cement Co.	35.71%	277	Non-Energy Materials
PSX	Phillips 66	45.55%	403	Energy
RSKIA	George Risk Industries, Inc.	-1.92%	39	Technology
THFF	First Financial Corp. (Indiana)	4.83%	381	Finance
VLO	Valero Energy Corp.	16.15%	242	Energy
WEYS	Weyco Group, Inc.	22.06%	214	Consumer Cyclical
CASH	CASH	CASH	CASH	CASH



Eight is Enough

The most valuable feature of the *Max Profits* and *Microcap Millions* newsletters is access to my *Forensic Accounting Stock Tracker (FAST)*.

I developed the *FAST Model* nearly 15 years ago.

It helped me launch my own business.

Two prior employers immediately hired me as a consultant, and for the most part, I named my own price.

It's funny how that works.

You work for someone else, and they hem and haw about this that and the other, then you quit, and they throw money at you to access your services.

Anyway...

At one point a large European bank approached me to offer the *FAST Model* to their clients.

The head of U.S. business development at the bank had come from a well-regarded trading firm that had a similar quantitative model.

And he loved my work.

So much so that he bought copies of *my* first book *What's Behind the Numbers?* to give to prospects for *his* software product.

This wasn't low brow stuff.

And here's where it gets interesting.

Fourteen clients each paid \$500,000 a year to the trading firm for a list of the top 25 ranked stocks in their model.

Fourteen is a very specific number.

It has something to do with compliance rules.

That's over my head.

When he left the trading firm, he wanted to recreate that business with my *FAST Model*.

I was charging between \$20,000 to \$300,000 and carved out a very nice business for myself.

Today, I'd rather have my eye poked out with a dull spoon than work directly with institutional investors.

You get the ratings for the price of the subscription to *Max Profits* or *Microcap Millions*.

I know by the lack of inquiry on a week-to-week basis that most people do not use *FAST*.

And that's OK.

However, in real-time the *FAST Model* continues to kick ass a take names.

The top *FAST* stocks have destroyed the market.

Consistently.

For about 15 years.

The worst ranked stocks in the *FAST Model* have lagged badly.

Consistently.

For about 15 years.

Not to pat myself on the back but identifying the laggards ahead of time in one of the most powerful bull markets of all-time is my best professional achievement.

It's the clunkers you own that set you back in your investments.

Monster stocks with big gains take care of themselves.

Now, you don't need to own 100 stocks.

Or 25 stocks like those fourteen clients.

Eight is enough.

I picked eight stocks at random.

There's *nothing magical* about the number eight.

"Eight is Enough" is the name of a popular TV show from the 1970's and '80's and that made the wittiest headline to this week's newsletter issue.

That's precisely why I picked eight stocks to illustrate the power of the *FAST Model* and forensic accounting.

Eight stocks also provide some diversification.

On the other hand, it doesn't water down the results either.

Ten stocks would probably work well too.

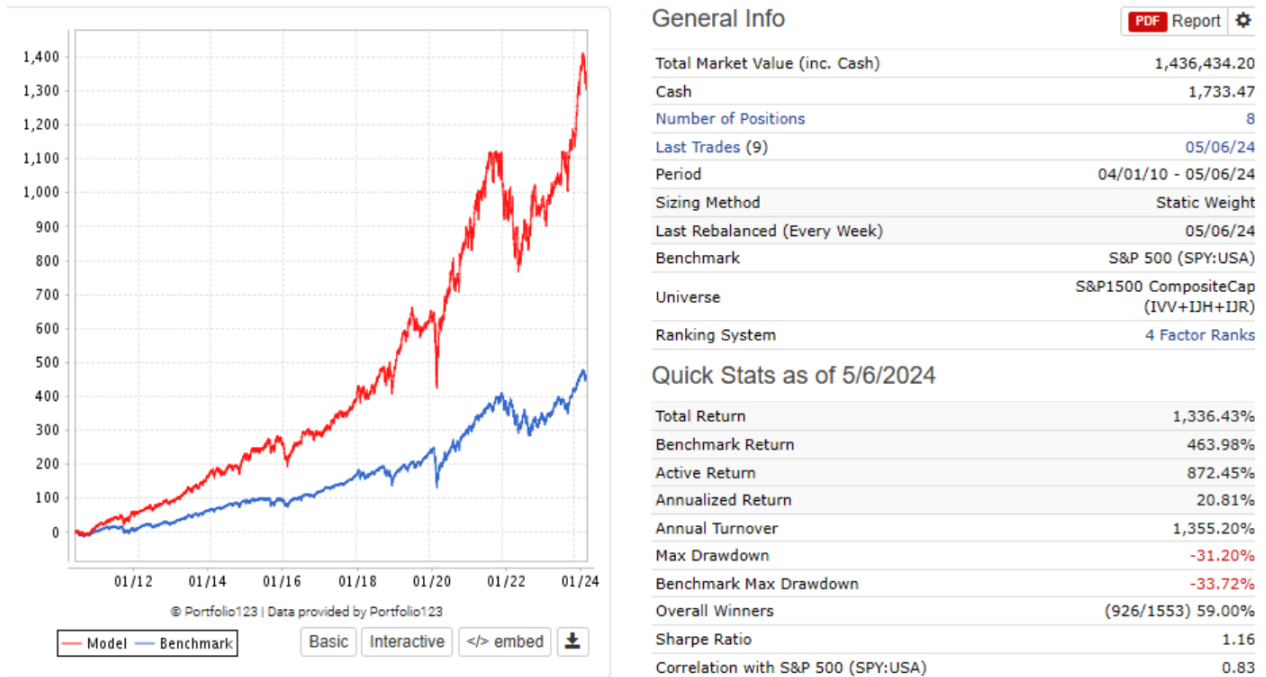
Or nine.

Feeling lucky?

Go with seven!

Again, there's no magic here.

Let's look at the results:



The *FAST Eight* outperform the S&P 500 by nearly 875% since April 2010 which is when I started my business and launched the model.

The annualized return of nearly 21% blows away the active management universe.

You can go look that up yourself online rather than take my word for it.

The drawdown is about the same at a touch over 30%.

As a result, the risk-adjusted returns for the *FAST Eight* are better than the market (see Sharpe Ratio above).

An interesting statistic is that 59% of the stocks were winners.

How do you then generate massive returns with fewer winners?

You let winners run and cut losers short...quickly.

There's no big secret.

That is the secret.

Of course, most people want to "win" rather than make money.

That's why you see newsletter sales promotions with 90% winners.

Newsletters with 90% winners are for losers.

What good is it to “win” 90% of the time only to lose everything once in a while???

Stay away.

Like the plague.

Now, the *FAST Eight* didn't just kick the market in the pants in a single year.

Or two.

The outperformance was consistent.

Here's the performance year-to-year up to May 6, 2024 when I had this test conducted.

Performance by Calendar Year

Return (%)	2010*	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024**
Model	25.43	25.16	22.25	45.14	16.84	9.49	8.19	26.13	11.39	32.49	33.93	25.43	-12.41	20.57	12.82
Benchmark	8.40	1.89	15.99	32.31	13.46	1.23	12.00	21.71	-4.57	31.22	18.33	28.73	-18.18	26.18	7.90
Excess	17.04	23.26	6.26	12.83	3.38	8.25	-3.81	4.42	15.96	1.27	15.60	-3.30	5.77	-5.61	4.92

There's lot of other ways to use *FAST* beyond just focusing on the top eight, ten, or 25 stocks..

For example, *FAST* can be used for short-term options trades around quarterly earnings announcements.

Stocks move on earnings announcements.

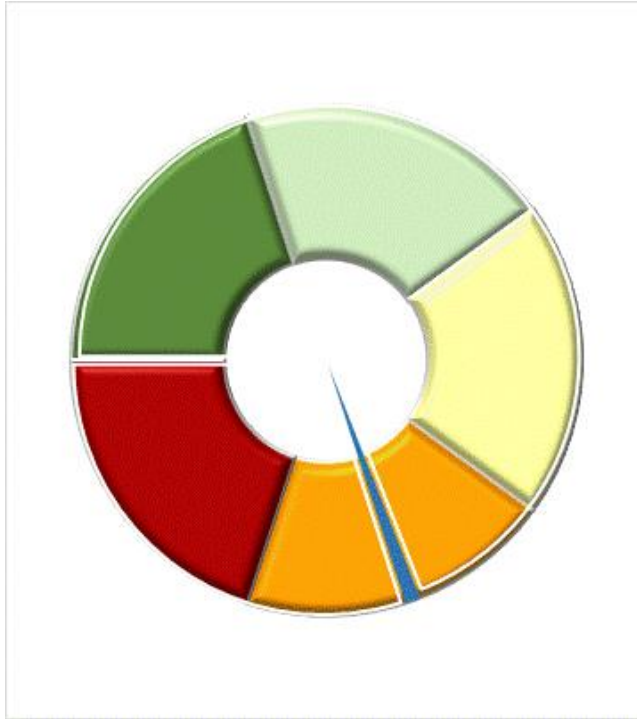
If you have an edge on which companies will beat or miss expectations in a big way, you can do quite well for yourself.

Back to basics though...if you can cull one big stinker out of your portfolio, the benefits to your financial wealth can be massive.

Use it or lose it.

As a reminder, I am out next week and there will be no weekly commentary.

However, you will still receive a weekly newsletter with the up-to-date portfolios!



DISCLAIMER:

THIS COMMUNICATION IS FOR EDUCATIONAL AND INFORMATION PURPOSES AND DOES NOT CONSTITUTE INVESTMENT ADVICE. Any Publishing Service offered by HSD Publishing is for educational and informational purposes only and **should NOT be construed as a securities-related offer of solicitation or be relied upon as personalized investment advice.** HSD Publishing strongly recommends that you consult a licensed or registered professional before making any investment decision.

THE RESULTS PRESENTED ARE NOT TYPICAL OR VERIFIED. HSD Publishing has not verified information regarding the historical trading performance presented. Subscribers' trading results have **NOT been tracked or verified,** past performance is not necessarily indicative of future results, **and the results presented in this communication are NOT TYPICAL.** Actual results will vary widely given various factors, such as experience, skill, risk mitigation practices, market dynamics, and the amount of capital deployed. Investing in securities is speculative and carries a high risk; you may lose some, all, or possibly more than your original investment.

HS DENT IS NOT AN INVESTMENT ADVISOR NOR A REGISTERED BROKER. Neither HSD Publishing nor its owners or employees is registered as a securities broker-dealer, broker, investment advisor (IA), or I.A. representative with the U.S. Securities and Exchange Commission, state securities or regulatory authority, or self-regulatory organization.

WE MAY HOLD THE SECURITIES DISCUSSED. HSD Publishing has not been paid directly or indirectly by the issuer of any security mentioned in the Services. However, HS Dent, its owners, and its employees may purchase, sell, or hold long or short positions in securities of the companies mentioned in this and future communications.

John Del Vecchio is not an employee or partner of HSD Publishing. HSD Publishing serves solely as the marketing arm for John Del Vecchio and Unbounded Wealth: Max Profits.

© 2024 HSD PUBLISHING. ALL RIGHTS RESERVED. 15016 Mountain Creek Trail Frisco, TX 77573.