

## Sabrient Baker's Dozen Model Portfolio – 1st Quarter 2024

Ticker	Company Name	Industry	Mkt Cap (\$B)	NTM EPS Growth	Fwd. PE	Fwd. PEG	Div. Yield	Notes	
1	ALKS	Alkermes plc	Biotechnology	4.6	72.9%	12.0	0.16	0.0%	ALKS is a biotechnology company that specializes in developing treatments for unmet medical needs in the area of central nervous system disorders. The company has a diverse product portfolio that includes treatments for schizophrenia, bipolar disorder, alcohol dependence, and opioid addiction. The drug used to treat schizophrenia and bipolar disorders, LYBALVI, has delivered strong sales in its initial launch and is expected to be a catalyst for growth over the next year. ALKS is in the process of spinning off its oncology pipeline segment, a move that is expected to significantly reduce its R&D costs.
2	AMZN	Amazon.com, Inc.	Broadline Retail	1,586.3	73.7%	45.8	0.62	0.0%	As an online retailer, AMZN sells a wide range of consumer products while also manufacturing its own line of electronic devices and offers data center services through AWS (an Amazon subsidiary that provides on-demand cloud computing platforms). AMZN continues to make improvements in its leading distribution network and expects to reach the fastest delivery speeds for Prime customers in the company's history. Providing customers with quick and convenient delivery is expected to lead to increased sales in key areas such as consumables and everyday essentials. Growth of generative AI is also expected to be a driver of growth for AMZN as more companies choose to build AI apps using AWS.
3	APP	AppLovin Corporation	Application Software	14.5	114.0%	11.3	0.10	0.0%	APP operates a software-based platform for mobile app developers focusing on assisting with app discovery, marketing, and monetization. The company leverages data analytics and machine learning to optimize user experience and maximize advertising effectiveness, leading to increased monetization. APP's upgraded AI-based advertising technology, AXON 2, is more predictive and helps connect high-value audiences with the right advertisements. The company offers the only machine-learning advertising solution for connected television, a major growth opportunity for APP as more streaming platforms offer ad-supported tiers.
4	NE	Noble Corporation plc	Oil & Gas Drilling	6.2	85.3%	12.8	0.15	3.7%	NE is a Texas-based offshore drilling contractor that provides drilling services for the oil and gas industry. The company operates one of the newest and most advanced fleets of jackups, drill ships, and semi-submersibles in the industry. Ultra-deepwater rig counts are anticipated to increase double-digits in 2024, creating higher demand for NE's services. The company currently has a majority of its inventory for the year open to market repricing, leading to higher prices as demand increases.
5	NFLX	Netflix, Inc.	Movies & Entertainment	212.4	50.7%	32.1	0.63	0.0%	NFLX is a well known entertainment streaming platform that offers licensed and originally produced content. The company has differentiated itself from competitors by aggressively expanding internationally. NFLX is now in over 190 countries while having created a large library of foreign content in order to attract a global audience. The company continues to focus on creating unique and compelling content to keep subscribers engaged and to attract new customers. NFLX is currently cracking down on password-sharing and offers a lower-priced tier with ads, both of which should lead to increased revenue.
6	NVDA	NVIDIA Corporation	Semiconductors	1,410.5	124.2%	29.3	0.24	0.0%	NVDA produces semiconductors used for graphics, computing, and networking solutions. Generative AI and deep learning-based recommendation services are driving strong growth for the company. AI requires exponentially more computing power and is driving significantly more demand from cloud service providers and internet companies. Data centers are upgrading to NVDA's products to increase capacity to better handle the surge in demand. The company's accelerated computing chips are some of the most versatile and energy-efficient products on the market and are driving strong growth for the company.
7	OTEX	Open Text Corporation	Application Software	10.9	35.3%	8.5	0.24	2.5%	OTEX is an application software company that provides information management solutions with a focus on cloud computing and artificial intelligence. Strong information management is an integral part of building great AI. OTEX offers one of the most comprehensive information management platforms in the market, making it well positioned to benefit from growth in AI. The company is also aggressively expanding its range of AI offerings and is likely to benefit from increased cross-selling opportunities.
8	PGR	The Progressive Corporation	Property & Casualty Insurance	99.4	76.4%	20.5	0.27	0.2%	As an insurance provider, PGR offers auto, liability, and property & casualty insurance products. Elevated interest rates have a positive impact on the company's investment portfolio, which primarily consists of fixed income securities with low duration. PGR leads the market in commercial auto insurance and has seen solid growth in net premiums written over the past year.

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9	PVH	PVH Corp.	Apparel, Accessories & Luxury Goods	7.0	25.3%	10.0	0.40	0.1%	PVH is a global apparel company that offers products under various brands including Tommy Hilfiger, Calvin Klein, Van Heusen, and IZOD. The company has made progress on improving its supply chain and inventory management in order to increase margins across its business. PVH continues to grow its direct-to-consumer sales which offers higher margins and allows the company to better anticipate customer trends. PVH is also seeing success from its strategic social media marketing on TikTok and Instagram, driving increased customer engagement.
10	RCL	Royal Caribbean Cruises Ltd.	Hotels, Resorts & Cruise Lines	32.1	103.0%	14.3	0.14	0.0%	RCL operates one of the largest cruise lines under the Royal Caribbean, Celebrity, and Silversea brands and includes more than 60 ships. The company operates some of the most modern and technologically advanced ships, providing customers with improved onboard amenities, entertainment, and experiences. The company is seeing strong demand for 2024 with advance bookings reaching record levels and at higher prices.
11	TMUS	T-Mobile US, Inc.	Wireless Telecommunication Services	190.7	24.2%	18.0	0.74	1.6%	As one of the major telecommunications companies in the U.S., TMUS provides mobile communications services such as voice, messaging and data. The company is focused on providing the best value to customers and is doing so by offering the largest mid-band 5G square-mile coverage in the country. This approach is leading to more customers switching to TMUS, especially in smaller markets and rural areas where the company is receiving the highest share of switchers compared to its competition.
12	VC	Visteon Corporation	Automotive Parts & Equipment	3.3	39.7%	13.8	0.35	0.0%	As an automotive technology company, VC creates automotive electronics and connected car solutions for vehicle manufacturers worldwide. The company is focused on delivering cutting-edge advanced-driver-assistance systems and cockpit electronics to meet the growing demand for safer, more connected vehicles. Also, VC is gaining ground in the EV market with its battery management system that enhances battery performance and extends battery life.
13	WRB	W. R. Berkley Corporation	Property & Casualty Insurance	19.2	20.9%	13.2	0.63	2.6%	WRB specializes in various types of insurance including property and casualty, professional liability, and workers compensation. The company manages insurance risks by having a disciplined approach to underwriting, risk management, and pricing. This strategy helps the company maintain profitability over the long term while steadily growing net written premiums. WRB is also seeing strong growth from its net investment income, increasing 33.6% over the last year.

	Mkt Cap (\$B)	NTM EPS Growth	Fwd. PE	Fwd. PEG	Div. Yield
<b>Average:</b>	276.7	65.0%	18.6	0.29	0.8%
<b>Median:</b>	19.2	72.9%	13.8	0.19	0.0%

**DEFINITIONS:**

**NTM EPS Growth** = Next 12 months earnings per share year-over-year expected growth rate, based on consensus of sell-side analysts as reported by S&P Capital IQ

**Fwd. PE** = Forward (or expected) Price/Earnings ratio, based on consensus of sell-side analysts' earnings per share estimates for the next 12 months as reported by S&P Capital IQ

**Fwd. PEG** = Fwd. PE divided by NTM EPS Growth rate (i.e., Ratio of Forward P/E to Forward Growth)

Numbers shown were calculated using data as of market close on 1/18/2024

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