

## Sabrient Baker's Dozen Model Portfolio – 2nd Quarter 2024

Ticker	Company Name	Industry	Mkt Cap (\$B)	NTM EPS Growth	Fwd. PE	Fwd. PEG	Div. Yield	Notes	
1	AMZN	Amazon.com Inc.	Broadline Retail	1,863.9	45.0%	42.6	0.95	0.0%	As an online retailer, AMZN sells a wide range of consumer products. It also manufactures its own line of electronic devices and offers data center services through Amazon Web Services (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 in the company's history for Prime customers. 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.
2	CE	Celanese Corporation	Specialty Chemicals	17.2	27.5%	13.6	0.49	1.8%	CE is a specialty chemicals and materials company that manufactures high performance and engineered polymers. The company's products have a variety of end market applications, including automobiles, electronics, medical devices, industrials, and consumer goods. The company is expected to benefit from growth in the auto industry. CE has been effectively reducing costs as it continues to integrate its acquisition of DuPont's Mobility & Materials business.
3	GM	General Motors Company	Automobile Manufacturers	49.0	18.7%	4.7	0.25	1.1%	GM designs, manufactures, and sells automobiles under several well know brands including Buick, Cadillac, Chevrolet, GMC, Baojun, and Wuling. The company is experiencing stronger demand for its internal combustion engine (ICE) vehicles as demand for electric vehicles has slowed. GM's crossover lineup hit record U.S. sales last year, and the company is planning on launching new models this year to capitalize on the momentum. The company continues to invest in autonomous driving through its Cruise segment, which is expected to expand testing to more cities.
4	HMN	Horace Mann Educators Corporation	Multi-line Insurance	1.4	98.9%	11.1	0.11	3.9%	HMN is an insurance and financial services company focused on providing retirement annuities, life insurance, and property and casualty insurance. The company primarily targets the education community, including teachers, administrators, and school employees. Rates for both auto and property insurance have been on the rise and are expected to continue to increase in 2024. HMN is also incorporating enhancements to its digital capabilities to improve customer relationships and increase cross-selling opportunities.
5	JAMF	Jamf Holding Corp.	Application Software	2.4	76.3%	33.9	0.44	0.0%	JAMF is a cloud software company that specializes in Apple device management solutions for small-to-medium-sized businesses, schools, and other organizations. User preferences for Apple products at work is driving growth for the ecosystem in the enterprise space. JAMF is investing in increasing its security products as demand for complete management and security platforms rise. The company's security offerings are driving growth in average-revenue-per-customer and improving the company's win rate when customers prioritize security alongside management.
6	NE	Noble Corporation plc	Oil & Gas Drilling	6.4	72.8%	14.3	0.20	3.5%	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. As global energy demand rises (particularly from developing countries and data centers for AI), ultra-deepwater rig counts are anticipated to increase double-digits in 2024, creating higher demand for NE's services. The company continues to grow its backlog with opportunities for repricing higher.
7	NFLX	Netflix Inc.	Movies & Entertainment	264.5	45.6%	35.0	0.77	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 has been cracking down on password-sharing (aka "freeloaders," originally estimated at 100 million users globally) and offers a lower-priced tier with ads, both of which have already led to increased revenue.
8	NVDA	NVIDIA Corporation	Semiconductors	2,083.9	90.5%	34.3	0.38	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.

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9	PPC	Pilgrim's Pride Corporation	Packaged Foods and Meats	8.4	84.4%	11.4	0.14	0.0%	PPC is one of the world's largest poultry producers in the world, with significant market share in both the United States and Mexico. Driven by prolonged inflation, demand for chicken is increasing as it offers a better value option for consumers. Consumers continue to trade down to chicken as the price spread between chicken and beef is near record levels. Feed costs for PPC are expected to remain stable as world corn and soybean stocks are currently at 5-year highs following production increases in South America.
10	RPD	Rapid7 Inc.	Systems Software	2.7	38.8%	20.4	0.53	0.0%	RPD is a cybersecurity company that provides a wide range of solutions for organizations looking to protect their digital assets. Demand for robust cybersecurity is rapidly growing as cyber threats continue to evolve and increase in complexity. The company specializes in helping customers secure their cloud and hybrid environments. RPD is focused on leveraging AI for improving security operations and providing customers with a single consolidated offering in order to simplify security management.
11	SQSP	Squarespace, Inc.	Internet Services and Infrastructure	4.7	62.9%	29.3	0.47	0.0%	SQSP operates an online website-building platform offering domain hosting, ecommerce capabilities, and marketing tools. The rollout of new generative AI tools on its platform has simplified website building process, lowering the barrier to entry for beginners. The company has been expanding its payment-processing services, which is expected to drive growth and customer retention over the long term. SQSP also recently purchased Google Domains, bringing on a large new customer base with cross-selling opportunities.
12	USFD	US Foods Holding Corp.	Food Distributors	12.3	18.5%	16.0	0.87	0.0%	As a food distributor, USFD provides food services to a variety of customers, including restaurants, hospitals, nursing homes, hotels, colleges, and government organizations. The company continues to gain market share, especially among independent restaurants, due in part to its digital solutions platform which enables customers to easily place orders and manage inventory. USFD is also expanding its small-truck delivery model in order to provide quality customer service and improve efficiency in dense geographic areas. The company recently acquired IWC Food Services in order to expand into the growing Nashville, Tennessee market.
13	WRB	W. R. Berkley Corporation	Property & Casualty Insurance	20.8	20.8%	13.6	0.65	0.5%	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, which increased more than 35% over the last year due to rising interest rates.

	Mkt Cap (\$B)	NTM EPS Growth	Fwd. PE	Fwd. PEG	Div. Yield
<b>Average:</b>	333.7	53.9%	21.5	0.40	0.8%
<b>Median:</b>	12.3	45.6%	16.0	0.35	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 4/18/2024

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