

Sabrient Baker's Dozen Model Portfolio – 2nd Quarter 2023

Ticker	Company Name	Industry	Mkt Cap (\$B)	NTM EPS Growth	Fwd. PE	Fwd. PEG	Div. Yield	Notes	
1	ALB	Albemarle Corporation	Specialty Chemicals	23.9	25.5%	7.4	0.29	0.8%	ALB produces engineered-specialty chemicals, including lithium used in batteries for electric vehicles and consumer electronics. Lithium prices are rising due to strong demand for electric vehicles in the U.S. and internationally. Electric vehicles are expected to continue gaining market share for the foreseeable future and represent a long-term growth opportunity for ALB. The company recently announced plans for a new lithium production facility in South Carolina to help meet increasing demand for batteries.
2	BKNG	Booking Holdings Inc.	Hotels, Resorts and Cruise Lines	100.8	30.0%	20.4	0.68	0.0%	BKNG is the largest online reservation service providing bookings for flights, rental cars, restaurants, hotels, cruises, and other related activities. The company was severely impacted by COVID-19, but has already surpassed 2019 sales levels and recently reported record gross bookings. Demand for travel remains high as room-night bookings continue to grow at a double digit rate. BKNG is also focusing on increasing its offerings for flights to further capitalize on the growing travel industry.
3	COOP	Mr. Cooper Group Inc.	Commercial and Residential Mortgage Finance	3.1	113.3%	8.8	0.08	0.0%	As a residential mortgage provider, COOP offers servicing and loan origination services. The company is seeing particularly strong growth in its servicing portfolio due to higher interest rates driving a decline in prepayments. Mortgage servicing is expected to be a key area of growth for COOP over the next year, and the company is capitalizing by making strategic acquisitions to grow its servicing portfolio.
4	CRWD	CrowdStrike Holdings Inc.	Systems Software	31.3	49.4%	57.7	1.17	0.0%	CRWD is a market leader in IT security, providing cloud-based protection to both small and enterprise-level businesses. The company's Falcon platform operates as a software-as-a-service (SaaS) platform and utilizes advanced AI to provide better security. CRWD offers some of the best endpoint (servers, laptops, devices) security, which is considered one of the largest vulnerabilities of a business network and is leading to strong new subscriber growth.
5	DAL	Delta Air Lines Inc.	Airlines	23.4	31.1%	5.9	0.19	0.0%	As a passenger airline, DAL operates flights across the U.S. and internationally, utilizing a fleet of roughly 1,200 aircraft. The company has already surpassed 2019 sales levels and is anticipating record demand in 2023 as business travel continues to ramp up. DAL has dramatically increased its number of employees over the past year to be better equipped to handle the growing demand and avoid delays due to worker shortages. Also, on February 1 the company became the first major U.S. airline to offer fast, free, and unlimited Wi-Fi on domestic flights, in partnership with T-Mobile.
6	EVBG	Everbridge Inc.	Application Software	1.3	119.5%	21.2	0.18	0.0%	EVBG operates a software-as-a-service (SaaS) platform that helps automate and accelerate operational response to crisis events. The company aids its customers in responding to crises like natural disasters, supply chain interruptions, civil unrest, and cyber attacks. Its client base consists of several of the largest companies across technology, banking, and healthcare, along with local governments and airports. EVBG continues to acquire large customers, setting it up for solid growth over the next year.
7	EXTR	Extreme Networks Inc.	Communications Equipment	2.1	48.9%	13.0	0.27	0.0%	EXTR provides software-driven networking solutions for large scale applications like those in schools, hospitals, stadiums, and cities. The company is experiencing increasing demand for its fabric and cloud solutions, offering network automation, hyper segmentation, and elevated security. This gives the company's customers greater control over their own networks and provides EXTR with a recurring revenue stream, which has grown substantially over the last year.
8	HAL	Halliburton Company	Oil and Gas Equipment and Services	30.8	39.7%	11.3	0.29	1.9%	HAL is a provider of products and services to oilfields. The company assists oil producers in every stage of the oilfield lifecycle, including exploration, well construction, completion & production, and abandonment. HAL benefits from elevated oil prices as oil producers spend significantly more on services to increase efficiency and production capacity. HAL's new technology is helping to bring about a new age of oil production that is more efficient and requires less human capital.

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9	NEX	NexTier Oilfield Solutions Inc.	Oil and Gas Equipment and Services	1.9	56.0%	3.3	0.06	0.0%	NEX provides well completion and production services to the oil & gas industry. Increased spending by hydrocarbon producers is expected to benefit NEX as demand for the company's services runs high. Global oil production is expected to increase in 2023 with U.S. producers playing a big role. In order to meet current expansion projections, investments in the current supply chain will need to be made to handle higher capacity and solve the current frac fleet bottleneck, benefitting NEX.
10	PGR	The Progressive Corporation	Property & Casualty Insurance	81.3	93.3%	20.5	0.22	0.3%	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.
11	RE	Everest Re Group Ltd.	Reinsurance	14.7	72.5%	8.0	0.11	1.8%	RE offers insurance and reinsurance products in the U.S. and internationally, including property & casualty and specialty lines like marine, aviation, surety, accident, and health. The company has worked diligently to diversify its portfolio and is capitalizing on growth in Asian and European markets. Increased diversification and shedding underperforming business during 2022 helped RE reduce catastrophe losses in an abnormally costly year for the industry. The company is also seeing growth in its insurance business, with gross premiums written increasing 20.5% over the last year.
12	URI	United Rentals Inc.	Trading Companies and Distributors	26.3	28.0%	9.1	0.32	1.5%	URI specializes in renting construction and industrial equipment. Commercial construction is projected to be a key driver of growth over the next year with contractor backlog on the rise. Several industries are constructing new facilities, including automotive, batteries, semiconductors, and petrochemical. URI is also making investments in zero-emission vehicles to add to its fleet to go along with its Total Control software platform which helps customers get the most out of its equipment.
13	ZS	Zscaler Inc.	Systems Software	14.9	63.5%	58.3	0.92	0.0%	ZS operates as a cloud security company offering a software-as-a-service (SaaS) platform. Remote work and increased use of the cloud have led to increasingly complex networks. As a leader in zero-trust software, ZS helps business simplify its network security. The company has partnered with several key cloud and software companies, including Microsoft, CrowdStrike, and AWS, to offer its customers a seamless digital transformation with high-level security.

	Mkt Cap (\$B)	NTM EPS Growth	Fwd. PE	Fwd. PEG	Div. Yield
Average:	27.4	59.3%	18.9	0.32	0.5%
Median:	23.4	49.4%	11.3	0.23	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 4/19/2023

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