

Sabrient Baker's Dozen Model Portfolio – 3rd Quarter 2023

Ticker	Company Name	Industry	Mkt Cap (\$B)	NTM EPS Growth	Fwd. PE	Fwd. PEG	Div. Yield	Notes	
1	BKNG	Booking Holdings Inc.	Hotels, Resorts and Cruise Lines	108.1	28.9%	20.9	0.73	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.
2	CHX	ChampionX Corporation	Oil and Gas Equipment and Services	6.8	44.0%	17.0	0.39	1.0%	CHX provides a variety of services to the oil and gas industry, including chemistry solutions, engineered equipment, and production and automation technology. The company's digital solutions help energy producers drive productivity and manage emissions to help meet their sustainability goals. CHX is experiencing strong adoption for its technology as the energy sector seeks ways to become more sustainable and reduce costs. CHX continues to invest in R&D in order to develop new solutions to help its customers meet evolving environmental standards.
3	COOP	Mr. Cooper Group Inc.	Commercial and Residential Mortgage Finance	3.7	133.5%	9.1	0.07	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	CSTM	Constellium SE	Aluminum	2.6	68.7%	9.0	0.13	0.0%	CSTM produces specialty rolled and extruded aluminum products used in a wide range of end markets, including packaging, aerospace, other transportation, and industrial. The company is experiencing increased demand from auto and aircraft manufacturers as production ramps up. Consumer demand for fuel-efficient and electric vehicles is leading to a higher usage of lightweight materials, such as aluminum. Aircraft manufacturers recently announced increases in build rate to meet growth in passenger airline traffic, which is expected to benefit CSTM over the next year.
5	DAL	Delta Air Lines Inc.	Airlines	31.1	23.1%	6.7	0.29	0.8%	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	EG	Everest Group, Ltd.	Reinsurance	15.5	70.7%	7.5	0.11	1.8%	EG 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 EG reduce catastrophe losses in an abnormally costly year for the industry. The company is also seeing growth in its insurance business.
7	EVBG	Everbridge Inc.	Application Software	1.3	68.6%	20.1	0.29	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.
8	EXTR	Extreme Networks Inc.	Communications Equipment	3.6	53.0%	19.9	0.37	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.

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9	MET	MetLife, Inc.	Life and Health Insurance	46.1	31.5%	7.3	0.23	3.5%	MET provides insurance, annuities, employee benefits, and asset management services worldwide. The company has made several key acquisitions to expand its market presence and better capture growth in Asia and Latin America. MET recorded substantial sales growth in India and South Korea over the last year and is the largest life insurer in Latin America, a rapidly growing market. The company is also expected to be a long-term beneficiary of higher interest rates due to its investment portfolio.
10	NVDA	NVIDIA Corporation	Semiconductors	1,164.3	200.2%	51.2	0.26	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.
11	PCRX	Pacira BioSciences, Inc.	Pharmaceuticals	1.7	48.9%	10.0	0.20	0.0%	As a pharmaceutical company, PCRX specializes in non-opioid pain management solutions for patients, which is seeing increased demand as doctors look for safer alternatives for managing pain. The company's drug EXPAREL was approved for a wide range of surgical procedures and is expected to be a big driver of earnings growth as it has been rapidly gaining market share for addressing post-surgical pain following joint, spine, breast, gynecologic, and general surgery procedures.
12	PSTG	Pure Storage, Inc.	Technology Hardware, Storage and Peripherals	11.9	23.6%	25.2	1.07	0.0%	Data centers are experiencing increasing demand due to the exceptionally large amounts of data required for autonomous vehicle development, generative AI, machine learning, and predictive analytics. PSTG provides innovative data storage solutions that help businesses manage and store data efficiently and effectively. The company is well positioned to benefit from the transition from hard disk to flash storage. Its new FlashArray//E product is seeing rapid sales growth as a replacement for hard disk systems by dramatically reducing power, space, cooling, and labor requirements.
13	WFRD	Weatherford International plc	Oil and Gas Equipment and Services	5.3	102.3%	16.2	0.16	0.0%	As an oil and gas equipment and services provider, WFRD focuses on enhancing its customers' operations and improving efficiencies. The company's technology assists in several areas, from improving drilling through improved pressure management to digitization and reservoir-monitoring post completion. WFRD is well positioned to benefit from increased drilling and production activities and is also expanding into geothermal projects as the energy sector further explores and develops renewable energy solutions.

	Mkt Cap (\$B)	NTM EPS Growth	Fwd. PE	Fwd. PEG	Div. Yield
Average:	107.8	69.0%	16.9	0.25	0.6%
Median:	6.8	53.0%	16.2	0.31	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 7/19/2023

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