



Bay Area Bulls Investment Club

Minutes for June 21, 2001

Attendees:

Earl Cory, Dick O'Brien, Jim Hickey, John Florence, Sandra Dellaflora, David Nakamura, Jeanne Cherbeneau, and Ruby Taylor.

Absent:

Robert Weeks

Guests:

None

Location/Time:

David's house, meeting started at 7:04

Minutes Corrections:

Minutes for April were reviewed and accepted as miss-spelled.

Treasurer's Report:

Report passed out by John. John has an \$8 discrepancy. He did not elaborate, but we felt that he would be able to reconcile it in the future.

Ruby came in at 7:10

Non-tech investments are doing well. Half our portfolio is in the buy range.

Attendance:

Jim reported that we are in good shape; no one is in default.

Contact information:

No changes were noted.

Member News

John gave Earl a copy of his ratio paper and a floppy. Earl will place it on the web site. Everyone had a good time at the Tequila tasting. It is John's birthday; we all "sang".

Old Business

None

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New Business

Next month is BAB's birthday. Sandra insisted upon getting the cake. Sandra will do agenda from now on to help Jeanne out.

Stock Selection

Robert and Sandra – They are looking at educational services. In particular: Education Management, ITT Educations, and Learning Tree. Robert will give the report in July.

Financial Report

David went over an article by the Motley Fool in BI, "10 Things to Look For in an Annual Report".

He also reported on a newspaper article from the AARP giving statistics about retirement. There is a 40% chance of being poor after age 60. 1 in 2 live in poverty. Nursing homes run about \$50k per year.

He talked about using Charity for income. Donate to a charity, get the tax break, and they pay you an annuity with your money. In effect, you get your money back over a period of time, but get a tax break up-front.

John talked about long-term health insurance and mentioned that a nursing home in Marin costs \$150/day.

Portfolio Review:

EMC, INTEL – Ruby

EMC showed modest expansion in 2000, poised for a strong return. People need their product and it is in the process of expanding their market share. Currently in buy range.

Intel is waiting for the economy to get better.

BIOMET – John

Biomet is doing very well. MSN Money Central gives a lot of good stuff. They seem to be isolated from the medical slowdown.

Lowe's will split 6/27.

KLAC is in the buy range, no action, a lot of insider investors.

MCDTA, ORCL - Earl

McData is too new to do much with. Value Line lists the "T" stock, but gives company information. We have the "A" stock. Formed from EMC to make Fiber-Channel Switches for their product. They are aggressively going after new markets.

Oracle just reported better than expected earnings and pushed the whole market up. Value Line really likes them. They are currently in the buy range.

Stock Study

Ruby reported on four petroleum companies, Amerada-Hess, Holly Corp, Kerr-McGee, Ocean Energy, and Ultra Diamond Shamrock. This is a lack luster industry with a lot of ups and downs. It is hard to determine what one is looking at from the data.

Assignments:

Since we are off schedule by one month for stock studies, Earl and Jeannie will not do reports in July, but they will become "floaters" to fill in for people who are unable to do their reports when due.

Stock Study – Robert – Educational Services

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Financial Report – John
Stock Selection: John/David

Next Meeting: July 19, 2001; 7:00pm
Location: David's Home
Meeting adjourned: 8:45 pm.