Sun City Summerlin Computer Club

Internet Investing SIG

Tom Burt June 19, 2014

SIG Meeting Schedule

- Currently, I expect the Internet Investing SIG to meet every other "even" month on the third Thursday morning at 9 AM. The next six meetings will be:
 - June 19, 2014
 - August 21, 2014
 - October 16, 2014
 - December 18, 2014
 - February 19, 2015
 - April 16, 2015

Recent Market Moves

- Let's Look at Recent Charts for Market Averages
 - Dow Jones Industrials Chart ^DJI
 - S&P 500 Chart ^GSPC
 - Nasdaq 100 Chart ^IXIC
 - Russell 2000 Chart ^RUT
- The markets took another dip, but have since recovered most of the loss.
 - Dow now about 16,800 after getting above 16,900
- What did YOU do (if anything) in the past two months?
 - Sell before? Or just hold?
 - Did you buy Puts?
 - Did you buy in near the bottom?
- Do you hold stocks, bonds, mutual funds, options?

Screening Tools

- Screeners allow you to filter the universe of available stocks, bonds, funds for ones that make sense in relation to your objectives and needs.
- Once you have the results of the screen, its easy to do in-depth research on just those equities.
- Today we'll look at two screeners and try a few examples:
 - Yahoo Finance's screener
 - MSN Money's screener
- Either screener lets you specify one or more selection criteria mostly in a range of values:
 - Market cap, dividend yield, earnings growth, PE ratio are examples
- Filter criteria vary between stocks, bonds and funds.

Apple's 7 for 1 Stock Split

- Apple recently did a split, issuing 7 new shares for each old share.
 - Price was approximately 1/7 (\$93) of the pre-split price (\$651).
 - Per share dividend was adjusted to 1/7 as well.
 - Number of shares was multiplied by 7.
 - Earnings per share was adjusted to 1/7, so were other ratios.
- Let's check Apple's latest quote information.
- Net effect, post split, on value of your holding was "none"
 - Same holding value, same total dividend
- So why did they do the split?
 - \$93 share price more attractive to small, retail investors 100 shares now cost \$9300 vs \$65,000 pre-split.
 - This should increase volume and demand and, hopefully, the share price will rise.
- Are you more likely to buy Apple now than pre-split?

Open Discussion