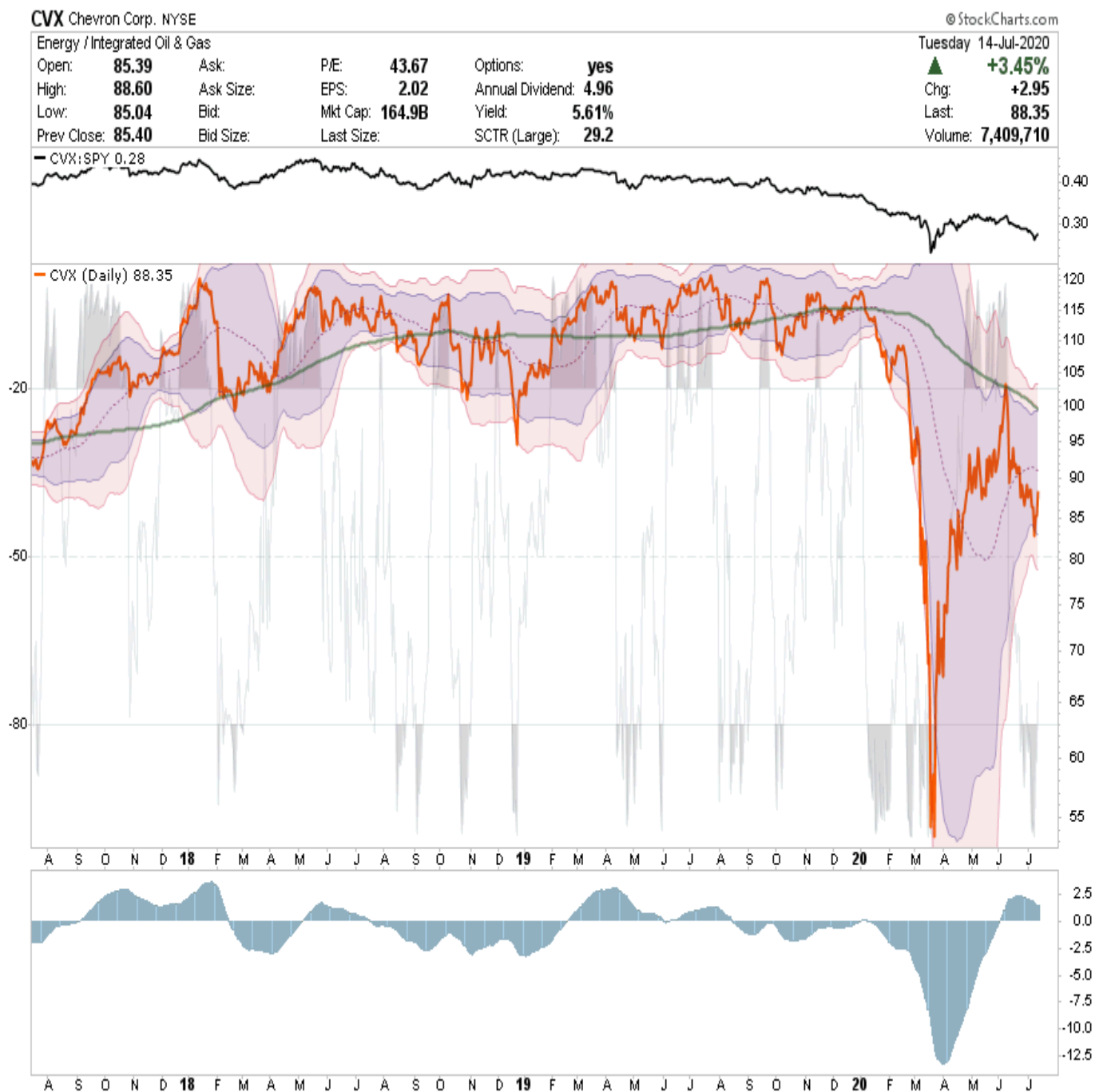


Selected Portfolio Positions Review: 07-15-20

In this week's selected portfolio positions review (07-15-20), we want to review a few of the trades we made recently. We also want to discuss a couple of positions we make take action on soon.

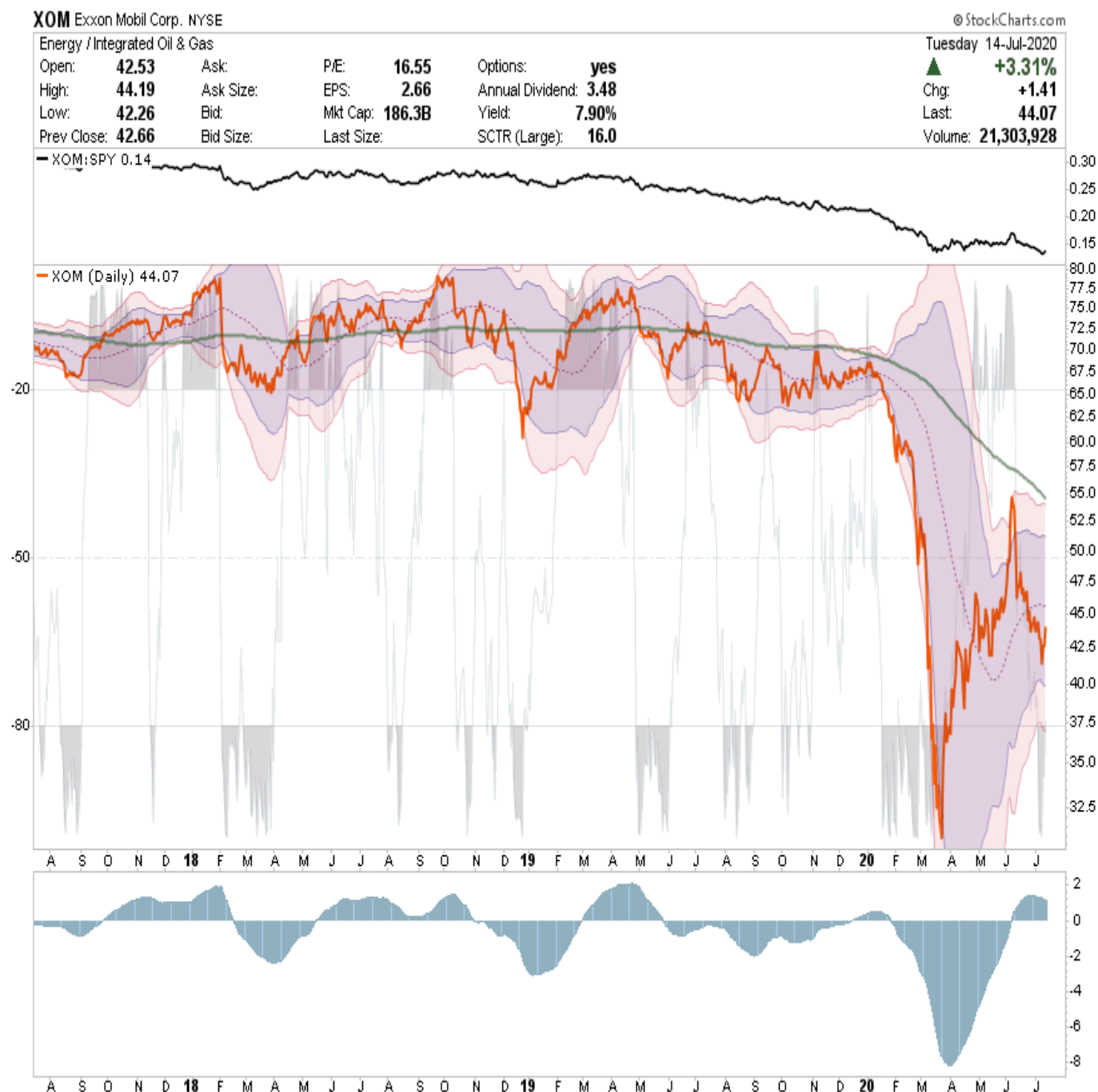
CVX - Added To Exposure



- After building a position previously in CVX, we are adding to our exposure slightly for a couple of reasons.

- The first is we like the value built up within the sector, and;
- Secondly, energy has been a more defensive rotation area in the market.
- Furthermore, with yields in excess of 6% we can afford to give these holdings some room to work as they come off deeply depressed levels.
- Stop loss is at \$75

XOM - Added To Exposure



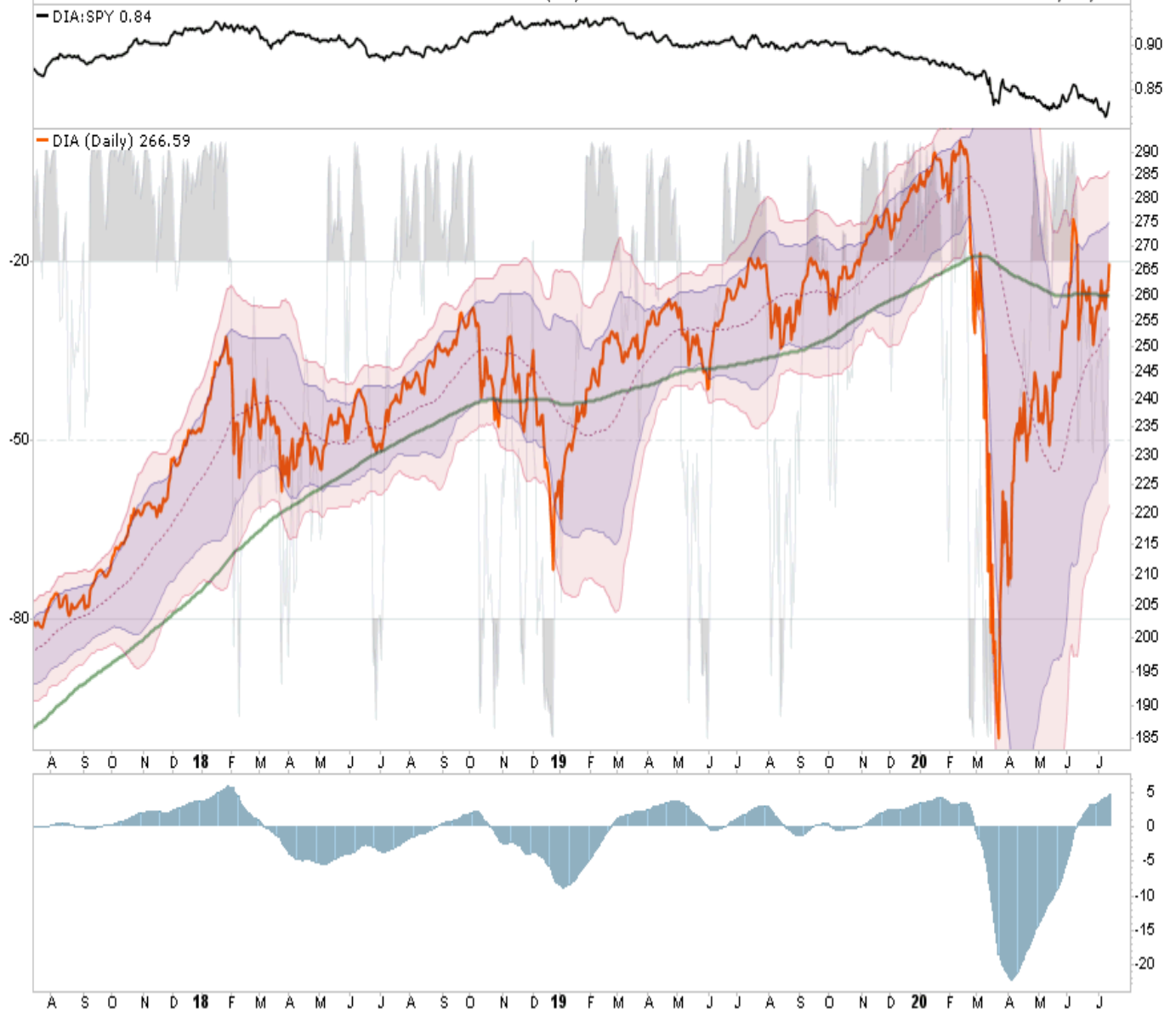
- Same as with CVX above.
- Stop set at \$37.50

DIA - Sold Position To Raise Cash

Tuesday 14-Jul-2020

Open: 260.54	Ask:	P/E:	Options: yes
High: 267.05	Ask Size:	EPS:	Annual Dividend: 5.98536
Low: 260.10	Bid:	Mkt Cap: 21.6B	Yield: 2.25%
Prev Close: 261.04	Bid Size:	Last Size:	SCTR (ETF): 57.2

▲ +2.13%
Chg: +5.55
Last: 266.59
Volume: 7,450,233



- We sold DIA (2.5% position) to add to other positions in the portfolio. Overall, the equity allocation to the portfolio was only reduced slightly, but we built a bit more defensive position.

COST - Reduced Position To Take Profits

COST Costco Wholesale Corp. Nasdaq GS

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Consumer Staples / Personal Products

Tuesday 14-Jul-2020

Open: **321.32** Ask: P/E: **39.22** Options: **yes**
 High: **328.66** Ask Size: EPS: **8.36** Annual Dividend: **2.65**
 Low: **320.45** Bid: Mkt Cap: **144.3B** Yield: **0.81%**
 Prev Close: **322.92** Bid Size: Last Size: SCTR (Large): **82.6**

▲ **+1.57%**
 Chg: **+5.08**
 Last: **328.00**
 Volume: **1,832,408**

— COST:SPY 1.03



- While we like our position in COST very much, the stock has literally gone parabolic over the last couple of weeks and is now 3-standard deviations overbought.
- We reduced our position slightly and took in some gains.
- On a correction back to the 200-dma, we will add back to our holdings.

CLX - Reduced Position To Take Profits**CLX** Clorox Co. NYSE

© StockCharts.com

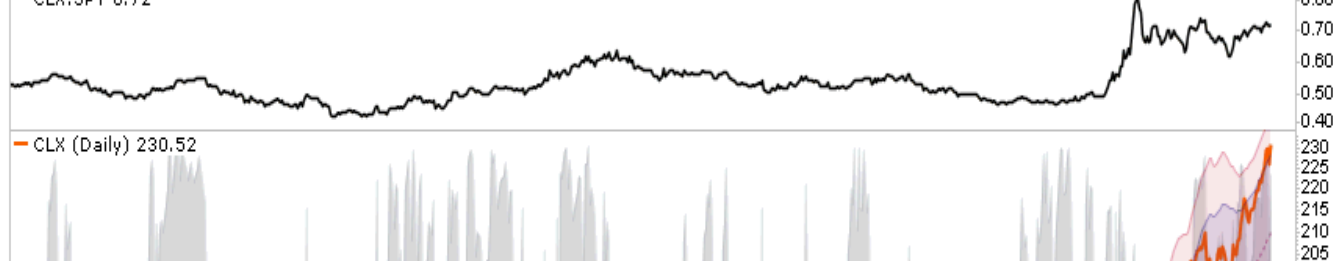
Consumer Staples / Nondurable Home Products

Tuesday 14-Jul-2020

Open: **225.99** Ask: P/E: **33.80** Options: **yes**
 High: **230.68** Ask Size: EPS: **6.82** Annual Dividend: **4.24**
 Low: **225.50** Bid: Mkt Cap: **28.8B** Yield: **1.84%**
 Prev Close: **225.74** Bid Size: Last Size: SCTR (Large): **97.7**

▲ **+2.12%**
 Chg: **+4.78**
 Last: **230.52**
 Volume: **1,084,632**

— CLX:SPY 0.72



- *CLX has been a stellar performer since we added the position earlier this year.*
- *The COVID trades have been in favor, but with the extreme overbought condition we took profits for a second time this year after increasing exposure in June.*
- *Like COST, the 3-standard deviation extension will not last long.*

CMCSA - Added To Holdings



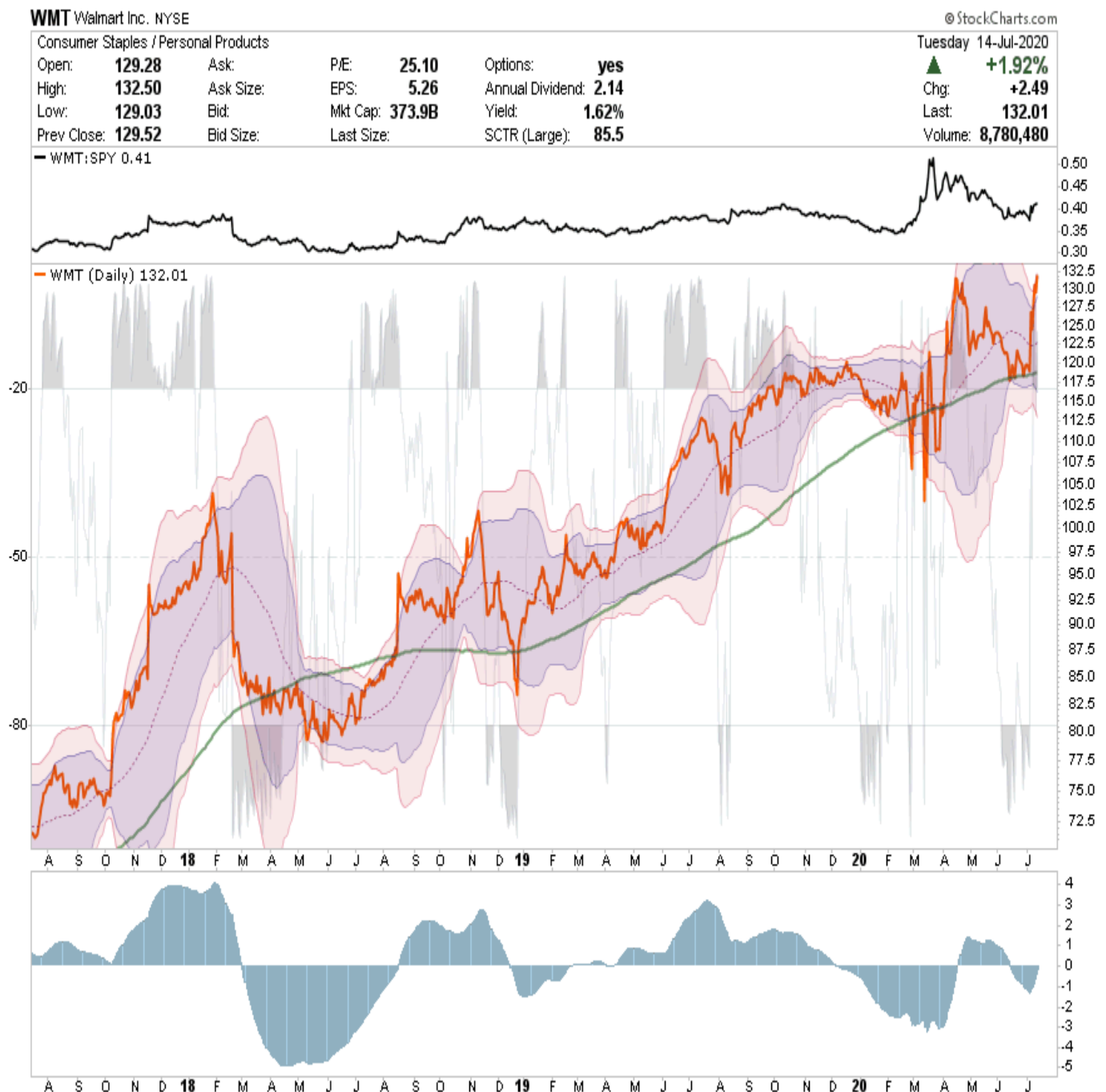
- *In the same vane of the "work at home," "COVID," trades we added to our holdings in CMCSA.*
- *We continue to like the position although it has underperformed the market as of late.*
- *With the resurgence in the "virus" we suspect we will begin to see better performance as the rotation to these types of companies continues.*

PG - Reduced Position To Take Profits



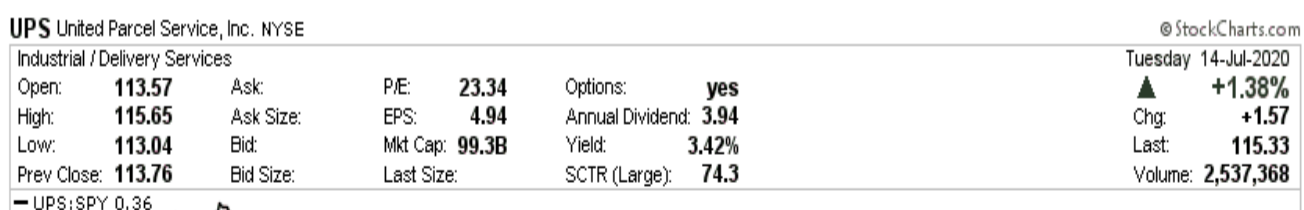
- As with the others, we took profits in PG due to the extreme deviation and extension of the position.
- On a pullback to support we will add back to our holdings.
- We have a stop on the position at \$112.50.

WMT - Reduced Position To Take Profits



- As with COST and PG, we took profits in WMT due to the extreme deviation from the mean.
- On a pullback to support we will add back to the position, but we are okay for now with a slightly reduced holding due to the risk.
- Stop is set at \$117.50

UPS - Reduced Position To Take Profits



- Similar story with COST, PG and WMT.
- The sharp advance in a very short-term period since adding the position, requires a bit of profit taking.
- We like the position but need a pullback to add to holdings.
- Stop is set at \$104

BLL - Added To Position



- *BLL is an industrial company, which makes aluminum cans.*
- *With the virus gaining traction, individuals are consuming more at home, and channel checks show that BLL has been running at near capacity to meet demand.*
- *They are also considered an "essential business" so the threat of a shutdown is eliminated.*
- *We added a small position to start, with a stop at \$67.5.*
- *We added to that position this week.*