MEETING MINUTES

Meeting:	**Monthly Meeting - March 2015**		
Held at:	**Brocklebank, Crewe**	Date:	**16th March 2015**
		Time:	**17:30 – 18:20**
Prepared by:	Dave G		
Chairman:	Adrian T		
Present:	Chris B Adrian T Kit P Dave G Richard W Simon B		
Apologies:			

Chairman's Acceptance of Minutes

_____ ____ / _____ / ____

Signature *Date*

1 NEXT MEETING

Monday 20th April - Brocklebank

2 MINUTES OF PREVIOUS MEETING

Agreed

3 ACTIONS FROM PREVIOUS MEETING

3.1 Actions Closed Since Last Meeting

Action	Description / Comment	Status
RW/2015-02/01	Sell Colefax	COMPLETED
RW/2015-02/02	Buy Character Group & Wincanton	COMPLETED

4 TREASURER'S REPORT

4.1 Monthly Report Summary

A slight outperformance of the FTSE, but still a 1.8% fall in the (short) month.

Quite a range of performance: biggest gains were Costain and Morgan Sindall, largest fallers were Netcall and Ferrexpo.

Net assets for distribution: £266,362.72

Unit Value: 1270.464

5 PORTFOLIO MANAGEMENT

5.1 Monthly Money Management Checks

Fundamental is Too Low – 19.3% Vs 25%

Non-Mechanical cash Too High - 25.2% Vs 25%

Fundamental in one stock – too high in Advanced Computer Software 30.1% Vs 30%

Fundamental sectors - too high in Software 52.8% Vs 50%.

5.2 Mechanical Portfolio (RW)

The portfolio fell by 0.7% but that was an outperformace of the market tracker which fell by 1.7%.

This month we are due to sell Thorntons (growth) and BP (value). Both are showing losses, THT a horrible 54% loss, BP @ 8%.

20 companies pass the growth filters, headed by:

- Character Group (score 279.22, 11th in unfiltered rankings)
- Cropper (James) (262.94, 23rd)
- Wincanton (258.54, 30th)
- Alumasc (248.45, 43rd)
- Datatec (248.08, 44th)
- Severfield (245.11, 53rd)

We hold the first 3. Alumasc was previously held in 2005/6 when it returned a profit of 43 pence! It's a fairly small cap company but it's spread is 1.3% & Barclays will give a quote for our purchase at the offer price amount so is acceptable. Alumasc "along with its subsidiaries is engaged in the design, manufacture and marketing of products for the building and construction industries and the manufacture of engineering products and components for industrial markets."

nb: Alumasc is in the building & construction sector and the portfolio already holds Morgan Sindall and Costain within that sector. IIRC, there's no specific sector limit for the mechanical portfolio itself and the total of the three will be a long way below the overal limit of 20% of club assets. However Chris's master spreadsheet shows that Galiford Try is in the construction sector but Sharescope says it is "Household Goods & Home Construction". If we do include GFRD in construction then it will be very close to (but still below) the sector limit.

On the value side, no companies pass all the filters and we have to go to the 3rd relaxation to get one:

- Bloomsbury (344.98, 26th)

It is within the top 50, has an acceptable 3.2% spread & Barclays gives a quote just within the spread. It is "engaged in the publication of books and development of electronic reference databases. Publishing services principally comprise editing, marketing, selling and distribution of titles, among others."

Action: RW/2015-03/01: Sell BP

Action: RW/2015-03/02: Sell Thorntons

Action: RW/2015-03/03: Buy Alumasc

Action: RW/2015-03/04: Buy Bloomsbury

5.3 Monthly Reports for each company in Fundamental Portfolio

Reports were as follows:

National Grid	HOLD - Not yet met sell criteria (see table in 5.6 below)
Advanced Computer systems	HOLD - Not yet met sell criteria (see table in 5.6 below). Is currently under offer - agreed to "sit tight".
Aviva	HOLD - Not yet met sell criteria (see table in 5.6 below)
Netcall	HOLD - Not yet met sell criteria (see table in 5.6 below)

5.4 Speculative Portfolio

Bet on Sports	Suspended – assumed worthless
Software Radio Tech	HOLD - Not yet met sell criteria (see table in 5.6 below)
Physical Silver ETF	Agreed to revise exit criteria to be sell when PHAG (Physical Silver ETF $) dips below 52 week low of $14.81 rather than $15. HOLD - Not yet met sell criteria (see table in 5.6 below)

5.5 Other Investments

Witan	HOLD
Murray International	HOLD

5.6 Stop Loss / Sell Criteria (as of date of treasurer's report)

The following is the summary of sell criteria for each stock held within the Speculative or Fundamental portfolios. The stop loss is invoked against the "end of day" price, but the sell decision may wait for the opening price to avoid rogue trades at the end of day.

Stock EPIC	Stock Name	Reportee	"High" Price	Stop Loss	Exit Criteria
NG	National Grid	Chris	960.5	768.4	Review on 20% trailing stop loss
ASW	Advanced Computer Software	Simon	139.75	111.8	Review on 20% trailing stop loss
AV.	Aviva	Richard	569.5	484.1	Review on 15% trailing stop loss
SRT	Software radio Technology	Chris	34.5	15	Review @ 20p Sell @15p

Stock EPIC	Stock Name	Reportee	"High" Price	Stop Loss	Exit Criteria
NET	Netcall	Chris	72	48	Sell if price falls below 48p (i.e. lowest price in 2014 ytd) = 20% down. When price reaches 75p then initiate a 15p trailing stop loss.
PHSP	Physical Silver ETF £	Dave	$17.02	$14.81	Sell if PHAG < $14.81. Otherwise hold until PHAG > $25 at which point run a $2 trailing stop loss on PHAG and sell when triggered.

Cash Alternative Investments				
EPIC	**Name**	**Disc.**	**12mth Trend**	**Exit Criteria**
WTAN	Witan	-2.7%	-1.7	No exit criteria – long term hold but always subject to review
MYI	Murray International	+3.8%	+6.0%	No exit criteria – long term hold but always subject to review
All above cash alternatives		Sell if cash is required for portfolio investments or redemption of units. Otherwise, long term hold.		

5.7 New Buy Proposals

None

6 SPENDING ON "FUN" AND "LEARNING"

Nothing to discuss

7 AOB

Nothing to discuss.

ACTIONS CARRIED FORWARD TO NEXT MEETING

Ref.	Description & Progress	Target Date
ALL/2014-12/03	Each member to look at their weightings in "Step 3.1" of Appendix A of the Strategy and "Step 3.1" of Appendix B of the Strategy and advise of any changes or confirm no changes required.	March 2015
RW/2015-01/01	Get the papers from Chris and progress audits of outstanding years' accounts	Tba
RW/2015-03/01	Sell BP	17 Mar 2015
RW/2015-03/02	Sell Thorntons	17 Mar 2015
RW/2015-03/03	Buy Alumasc	17 Mar 2015

M E E T I N G M I N U T E S

Ref.	Description & Progress	Target Date
RW/2015-03/04	Buy Bloomsbury	17 March 2015

MEETING MINUTES

PROPOSED AGENDA FOR NEXT MEETING.

RSIC Monthly Meeting Date 20th April 2015 at 17:15

Venue: Brocklebank

Agenda

1 NEXT MEETING 1
2 MINUTES OF PREVIOUS MEETING 1
3 ACTIONS FROM PREVIOUS MEETING 1
3.1 Actions Closed Since Last Meeting 1
4 TREASURER'S REPORT 1
4.1 Monthly Report Summary 1
5 PORTFOLIO MANAGEMENT 2
5.1 Monthly Money Management Checks 2
5.2 Mechanical Portfolio (RW) 2
5.3 Monthly Reports for each company in Fundamental Portfolio 3
5.4 Speculative Portfolio 3
5.5 Other Investments 3
5.6 Stop Loss / Sell Criteria (as of date of treasurer's report) 3
5.7 New Buy Proposals 4
6 SPENDING ON "FUN" AND "LEARNING" 4
7 AOB 4