

# Bill Gunderson's Weekly "Best Stocks Now" Newsletter

*Straightforward, honest research for successful people...*

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*Bill Gunderson, President and Founder of Gunderson Capital Mgt. Inc. discussing the Solyndra scandal with Megyn Kelley of the Fox News Channel.*

**SPECIAL NOTE: AM1000 KCEO HAS BEEN SOLD. WE HAVE MOVED TO AM1450 AND AM1510.**

Here we go again! The Dow continues to struggle with the 13,000 level, but it looks like it will bust through that barrier soon enough. Of course, we had a 200 point plus, down day on Monday. That did not help.

In the meantime, leadership stocks are breaking out all over the place. I sent out more tweets than Donald Trump this past week. Visit the first page of my [website](#) to review my week of tweets.

Let's take a quick peek at this massive struggle that the Dow is having with 13,000:



Notice how the Dow has already broken through resistance, however. 13,000 is more of a psychological barrier than anything. I think it is a matter of time before a K.O. punch is dealt to DJIA 13,000.



R.I.P Joe Frazier. This is one of the greatest sports photos of all time.

Here is how the markets fared for the week:

	<b>Fri. 3/2/12</b>	<b>Fri. 3/9/12</b>	<b>Week</b>	<b>Week Pct.</b>
	<b>Close</b>	<b>Close</b>	<b>Change</b>	<b>Change</b>
<b>S&amp;P500</b>	<b>1373.42</b>	<b>1373.57</b>	<b>0.15</b>	<b>0.01%</b>
<b>DJIA</b>	<b>12,977.57</b>	<b>12,948.06</b>	<b>-29.51</b>	<b>-0.23%</b>
<b>NASD</b>	<b>2976.19</b>	<b>2992.40</b>	<b>16.21</b>	<b>0.54%</b>
<b>S&amp;P600 (Small)</b>	<b>446.23</b>	<b>455.78</b>	<b>9.55</b>	<b>2.14%</b>
<b>Emg. Mkts (ADRE)</b>	<b>44.16</b>	<b>43.09</b>	<b>-1.07</b>	<b>-2.42%</b>
<b>10yr Bd.</b>	<b>1.99%</b>	<b>2.05%</b>	<b>0.06%</b>	<b>3.02%</b>
<b>Oil</b>	<b>106.64</b>	<b>107.43</b>	<b>0.79</b>	<b>0.74%</b>
<b>Gold</b>	<b>1713.10</b>	<b>1712.10</b>	<b>-1.00</b>	<b>-0.06%</b>

As you can see, it was a pretty uneventful week in the market. The rebound in small-caps is good news. The continued rise in oil prices is bad news. The jobs report on Friday was O.K. news. The best news is the continued new highs in leadership stocks! Here are some examples:

Sally's Beauty (SBH)



Petsmart (PETM):



Nu-Skin (NUS)



## Starbucks (SBUX)



## Clean Harbors (CLH)



Etc. etc. etc.

You never hear the naysayers and doomsday market prophets mention these few inconvenient truths. It would not be good for newsletter sales. By the way, here is what a doomsday S & P 500 inverse fund looks like right now:



(SH) is currently ranked 2,723 out of 2,792 in my proprietary grading system. You would have to stand on your head to make the above chart look good.



This is actually Leonard, right after the radio show, doing his exercise.



Here is where the markets stand (right side up) year-to-date:

	<b>12/31/11</b>	<b>Fri. 3/9/12</b>	<b>2012</b>	<b>YTD Pct.</b>
	<b>Value</b>	<b>Close</b>	<b>YTD</b>	<b>Change</b>
<b>S&amp;P500</b>	<b>1260.37</b>	<b>1373.57</b>	<b>113.20</b>	<b>8.98%</b>
<b>DJIA</b>	<b>12,239.74</b>	<b>12,948.06</b>	<b>708.32</b>	<b>5.79%</b>
<b>NASD</b>	<b>2610.68</b>	<b>2992.40</b>	<b>381.72</b>	<b>14.62%</b>
<b>S&amp;P600 (Small)</b>	<b>415.07</b>	<b>455.78</b>	<b>40.71</b>	<b>9.81%</b>
<b>Emg. Mkts (ADRE)</b>	<b>39.89</b>	<b>43.09</b>	<b>3.20</b>	<b>8.02%</b>
<b>10yr Bd.</b>	<b>1.87%</b>	<b>2.05%</b>	<b>0.18%</b>	<b>9.63%</b>
<b>Oil</b>	<b>98.87</b>	<b>107.43</b>	<b>8.56</b>	<b>8.66%</b>
<b>Gold</b>	<b>1565.90</b>	<b>1712.10</b>	<b>146.20</b>	<b>9.34%</b>

Obviously, this current rally will not last forever. But, right now the sun is shining and we have to make as much hay as possible.



I remain Bullish, but always vigilant.

@billgunderson.

### **Bill Gunderson's Model Portfolio for Conservative Growth Investors:**

This model is made up of the mostly mid-cap and large cap companies that I consider to be suitable for investors who have a conservative risk profile, but still want growth.

This portfolio is up 11.6% year-to-date, while the S & P 500 is up 9.0%. The portfolio currently has a 1.1% cash position and no hedges. The portfolio is currently heavily weighted in the consumer sector.

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### **Bill Gunderson's Model Portfolio for Investors seeking AGGRESSIVE Growth**

This is my most aggressive portfolio. It is designed for investors with long-term time horizons seeking maximum growth. This portfolio is mainly made up of small and mid-cap stocks with superior growth potential. This portfolio is much more volatile than the Conservative Portfolio and the Income Portfolio. This portfolio also carries more risk than the aforementioned ones.

I still feel like aggressive growth will be the best place to be this year as it had a lousy year in 2011. This portfolio is up **13.0%** YTD, while the S & P 500 is up **9.0%**.

Aggressive stocks continue to be the place to be in 2012!

### **Bill Gunderson's Model Portfolio for investors seeking Income along with the possibility of Growth.**

This model is my most conservative model. It is designed for risk-averse investors that want income first and growth second. Income producing investments have proven themselves over time to be much less volatile than pure growth investments. If you look back at the year 2008, when the overall market was down 38.5%, income producers held up much better.

I do like some growth with my income, however. I have written several articles on this subject recently. Here is an [article](#) that I wrote for Seeking Alpha on this very subject. Check out how the stocks I mentioned have performed since I wrote the article!



The list below contains the best examples of such stocks that I can find in the market right now.

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It should be noted that the average yield of this portfolio is **6.7%**. This compares with a ten year U.S. treasury at a current rate of 1.8%, CD's offering next to nothing, and corporate bonds offering about 5.0% with very little chance of growth. There is obviously more risk in investing in a portfolio like this, but the reward potential is also much greater.

Dividend stocks continue to underperform the market so far in 2012.

**Bill Gunderson's Featured Stock of the Week 3/9/2012**

I currently have 2,760 stocks in my database. Every day when I am done doing my radio show, I spend several hours looking at them. I especially focus in on the ones I own and the "A" rated stocks.

My proprietary grading system consists of Value, Performance, and Safety. I like stocks that have performed much better than the rest and still offer good value. I spent years developing this grading system and I am thrilled with the results!

This week's pick:

1. Description

S X C Health Solutions	
Sector	Technology
Market Cap	4,540,000,000
Size	Mid-Cap
Risk Profile	Moderate
Valuation 03/09/12	
Last Closing Price	\$72.82
Next Yr EPS Est	\$2.98
Forward PE Ratio	24.44
Est 5Yr Annual Gr	28.40%

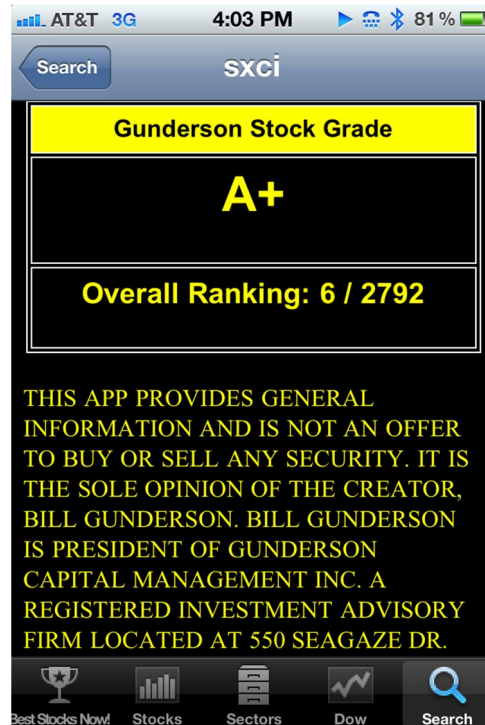
2. Valuation

Valuation 03/09/12	
Last Closing Price	\$72.82
Next Yr EPS Est	\$2.98
Forward PE Ratio	24.44
Est 5Yr Annual Gr	28.40%
PEG Ratio	0.86
5Year Target Price	\$145.80
Dividend Yield	0.00%
5Yr Tot Ret Pot	100.2%
Gunderson Value Grade	
A	

### 3. Performance



### 4. Overall Grade



#### Data from Bill Gunderson's "Best Stocks Now App"

S X C Health Solutions provides pharmacy benefit management services and healthcare information technology services. Headquartered in Lisle, Illinois, this \$4.54 billion dollar mid-cap company has delivered terrific returns over the last 1, 3, and 5 years.

Listen [here](#) to hear my analysis of the stock this past week during my radio show.

One year chart of SXCI



Five year chart of SXCI



**Previously featured stocks: (As of 3/9/2012)**

*I have been featuring stocks in my newsletter for over five years now. The average featured stock of the week has beaten the S & P 500 by 23.5%. The list above is the current active list. The stocks that have been deleted from this list are listed later in the newsletter.*

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	<b>GUNDERSON</b>			One	Last		
	Best Stock Now			Mo. Ago	Week	Yest.	<b>Current</b>
	Top 100 3/9/2012			<u>Rank</u>	<u>Rank</u>	<u>Rank</u>	<u>Rank</u>
A+	Altisource	ASPS		116	3	2	<b>1</b>
A+	Mesa Laboratories	MLAB		15	9	3	<b>2</b>
A+	Fastenal Co	FAST		14	8	4	<b>3</b>
A+	Vivus Inc	VVUS		8	4	7	<b>4</b>
A+	Cobalt Intl. Energy	CIE		3	5	8	<b>5</b>
A	S X C Health Solutions	SXCI		64	29	10	<b>6</b>
A	Alexion Pharmaceuticals	ALXN		53	15	5	<b>7</b>
A	Priceline.com Inc	PCLN		107	10	14	<b>8</b>
A	Permian Basin	PBT		510	52	39	<b>9</b>
A	Fossil Inc	FOSL		38	7	9	<b>10</b>
A	Apple Computer	AAPL		20	12	12	<b>11</b>
A	Catalyst Health Solutions	CHSI		79	18	13	<b>12</b>
A	Ezchip Semiconductor	EZCH		154	6	11	<b>13</b>
A	Continental Res Inc.	CLR		114	34	25	<b>14</b>
A	DXP Enterprises Inc	DXPE		25	37	22	<b>15</b>
A	Stephen Madden	SHOO		9	32	29	<b>16</b>
A	America's Car-Mart Inc	CRMT		95	17	16	<b>17</b>
A	Regeneron Pharmaceuticals	REGN		2	2	17	<b>18</b>
A-	Achillion Pharmaceuticals	ACHN		na	291	138	<b>19</b>
A	Tractor Supply Co	TSCO		4	21	30	<b>20</b>
A	Ascena Retail Group	ASNA		na	61	18	<b>21</b>
A	Terra Nitrogen Co Lp	TNH		19	11	19	<b>22</b>
A	Pharmacyclics Inc	PCYC		13	14	21	<b>23</b>
A	Zoll Medical	ZOLL		69	54	23	<b>24</b>
A	Collectors Universe Inc	CLCT		208	228	90	<b>25</b>
A	Ultrapar Participacoes ADR	UGP		67	102	24	<b>26</b>
A	Acorn Energy Inc.	ACFN		na	24	27	<b>27</b>
A	LivePerson Inc	LPSN		419	16	33	<b>28</b>
A	Dollar Tree Stores	DLTR		65	49	28	<b>29</b>
A	Cerner Corp	CERN		258	22	15	<b>30</b>
A	Panera Bread	PNRA		112	109	105	<b>31</b>
A	Key Tronic Corp	KTCC		6	19	48	<b>32</b>
A	Adams Golf	ADGF		na	67	35	<b>33</b>
A-	Sally Beauty Holdings	SBH		323	42	31	<b>34</b>

THE REMAINDER OF THIS LIST FOR CLIENTS AND SUBSCRIBERS ONLY.

Bill Gunderson's Top 100 is a new feature in the newsletter. I can tell you from experience that it is very powerful. The Top 100 is a reflection of the market and the economy. These trends can remain in place for a long time. Sometimes bonds are at the top, sometimes cash is at the top, and there are even times when inverse funds rule the roost. Study this list carefully each week.



**Global Markets as of 3/9/2012-On Fire!**

The Global markets continue on fire. Right now, the U.S. is the worst market in the world. Good info to know right? Right!

		<b><u>2012 ytd</u></b>
Vietnam	VNM	<b>38.4%</b>
India	INP	<b>26.3%</b>
Russia	RSX	<b>22.9%</b>
Thailand	THD	<b>19.3%</b>
Brazil	EWZ	<b>17.2%</b>
Chile	CH	<b>16.8%</b>
Peru	EPU	<b>16.6%</b>
Emerging Mkts.	ADRE	<b>13.0%</b>
Mexico	EWW	<b>12.1%</b>
China	FXI	<b>11.9%</b>
Japan	EWJ	<b>10.6%</b>
Europe	EFA	<b>9.8%</b>
Canada	EWC	<b>7.5%</b>



**Commodities as of 3/9/2012**

**COMMODITIES-Oil breaking out. Gas now \$4.25 plus in Socal!**

		<u>2012 YTD</u>
<b>Silver</b>	SLV	<b>23.3%</b>
<b>Steel</b>	SLX	<b>11.2%</b>
<b>Copper</b>	JJC	<b>12.1%</b>
<b>Gold</b>	GLD	<b>9.5%</b>
<b>Oil</b>	USO	<b>7.8%</b>
<b>Coal</b>	KOL	<b>4.3%</b>
<b>Grains</b>	JJG	<b>2.3%</b>
<b>Cotton</b>	BAL	<b>-4.4%</b>

Oil continues to break out to new highs along with unleaded gas. The average price in San Diego today is \$4.25 per gallon!

**Bill Gunderson's Current Basic Recommended 401-k Allocation**

	Long way till retirm	Nearing Retirement
Best Bond Fund Choices that you have:	10.0%	40.0%
Best Large Cap Choices that you have:	0.0%	15.0%
Best Mid Cap Choices that you have:	25.0%	15.0%
Best Small Cap Choices that you have	35.0%	15.0%
Best Nat. Resource (GOLD) Choices that you have:	10.0%	10.0%
Best Technology Choices that you have:	10.0%	0.0%
Best International Choices that you have:	10.0%	5.0%
Cash	0.0%	0.0%
<b>TOTAL</b>	<b><u>100.0%</u></b>	<b><u>100.0%</u></b>



## WORST STOCKS NOW! Short Ideas

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<http://www.youtube.com/watch?v=bOwVvEBkTxA>

Bill Gunderson appeared on Bloomberg Radio with Pimm Foxx and Courtney Donahoe last week. I talked about Priceline.com, one of the great stocks of the decade,



Pimm Foxx

Listen [Here](#)

Click [here](#) to read Bill Gunderson's article on Priceline.com this past week on Seeking Alpha.

Priceline is up over 130 points since my last [article](#) on the stock.

Click [here](#) to read Bill Gunderson's Marketwatch article on his top three energy picks right now.

Click [here](#) to read Bill Gunderson's latest commentary on Warren Buffett-A big position in the Obama administration coming?

Click [here](#) to read Bill Gunderson's article on value plus momentum investing.

Scott Voak, our show's Real Estate expert continues to find double-digit returns on income properties all throughout San Diego. You can reach Scott at (888)311-6311. Scott's website is

<http://www.voakhomes.com> covered a lot of interesting topics on my daily radio this past week. To listen to the archives, you can visit <http://www.pwstreet.com/radio-show-archives>

To order my book BEST STOCKS NOW, click [here](#)

To set up and appointment with me, click [here](#)

If you are looking for a good CPA to do some tax-planning or financial planning, give Randy Goodsell a call. Randy has been my CPA for many years. Randy is a frequent guest on my daily radio show. Randy can be reached at (619)238-4343. His website is

<http://www.goodsellcpa.com>

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