**\*NOTE FOR ESSAY PRO WRITER\***

**\*This is what my group has so far. Please read this to get a better scope and to stay on the same page as the rest of the group\***

**\*You are only required to complete the highlighted part below\***

**\*You can find highlighed part on page 6\***

**Trading Assignment**

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ADMN 3700 - Investments

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**Investment strategy**

Based on the risk aversion our group has decided to take an active investment strategy. We have decided on a active strategy due to limited amount of months we had for trading. We felt as if having a more hands on approach would allow for us to capitalized off of short term market fluctuations. By utilzing short and stop limits it will allow for us to sell our shares and earn as much capital back in high flucutaions markets. As the market changes throughout the semester we want to be able to shift what stocks hold are assets. We felt as if passive trading strategies would not give us the flexibility on what stocks we purchases.

After anylzing the market we decided we would diversify out portfolio by entering multiple industries and sectors inorder to ensure the most return back on our investments. We decided to focus a large portion of our portfolio in the Information Technology , Health Care, Financial, Communication Services, Industrials , Energy , Utilities and Material Sectors. The discussion to enter most of these sectors were based heavily on the impacts on Covid-19 and the war in Ukraine had on the stock market in these sectors.

Over the past month Covid-19 restriction had started to be lifted across the country. We decided to invest in health care industry as we made prediction that another wave of Omnicron was near. Using the artical *Saskatchewan braces for more COVID-19 hospitalizations as Omicron peak weeks away: doctor,* our group was able to justify why should invest in health care. The artical says that this wave would be approaching in the next two to four weeks and the folks who were affected by the last wave were still needed medical care but from outside the hospital.Saskatchewan was bracing themself for a surge of Omnicrome cases due to the fact measures had started to lifted. As measures had been lifted across the country we felt as if this eave would be reaching across the country as well. If hospitals are starting to brace for another wave that shows us that there will a increase in demand for the products and services the healthcare industry have increasing their stock prices. If we are able to invest in health care industry before this wave our group has the ability to capitaise off the stock increase.

*Please justify investment decisions using the investment theory and relevant news from Global and Mail.*

* We want to enter the banking industry because as the safety measures get lifted more people are going to be taking loans from the bank to
* Health care sector for long term covid and the 6th wave
* Energy sector for covid once things are fully up and running again
* *Comsumer discretionart*
* *Consumer staples*
* *Real estae*

**Stock picking ( market news / accounting information ) Kevin and Kunal**

**You must clearly state how and why you pick your 5 stocks. Your supporting evidence can be from Global and Mail Investing, and financial reports on the SEDAR.**

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| **Sufficient justification is very important for stock picking. You must talk about each firm’s business.**  It is important to note that the group aimed to target companies with stocks that had high market capitalization in many industries of the market, companies such as Tesla for example because of how quickly technological advancements are being made in the world. In addition to this, by keeping up to date on the value of the current market dollar and overall economy of the country it gives the group a better understanding of potential future growth. Furthermore, it was ideal that the group stayed up to date on the day-by-day changes in the market to make the most accurate predictions.Vapotherm is a company that manufactures medical equipment for hospitals and clinics. The group decided to invest in Vapotherm with the idea that when the mandates are lifted again the population will begin to contract COVID again leading to an increased amount of COVID cases and more people needing supplies from suppliers like Vapotherm. Because of this, VAPO was purchased for a trade price of $13.80 with a quantity of 4 in total. Within 10 days our group sold one share at a price of $9.05, which would equate to a 262% increase in share price. This was done by actively understanding the market and the current state of our country which has been steadily decreasing in COVID which in turn led to the prediction of this stock increasing in value. In addition to this, the group invested in Sunpower Corporation because there was an article posted on the globe and mail which suggested that clean energy resources are a great short-term investment now, the company sells solar panels, along with installing them and financing solar power products such as panels and batteries if needed. With the current carbon footprint being left on the earth every year, there are always new methods being created on how to absorb energy. The group purchased the stock a total of $20.41 @ 1 share. Within 12 days the stock was sold for a total of $21.87 for a total increase of 7.15%. Since February 22nd, this stock has been steadily increasing and on the rise, which sees the globe and mail prediction being accurate. |
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**Green investment**

Due to climate change concerns a lot of people are looking for ways to switch to more sustainable energy sources. Brookfield Renewable is one company we invested in to support sustainable energy. Brookfield is a leader in renewable energy and one of the world’s largest producers of hydroelectric power (DiLallo, 2022). They are also growing their expertise in wind, solar, and energy storage (DiLallo, 2022). Not only is the work they are doing good for the environment, their stock market performance is also doing well. Brookfield Renewable has generated an annualized total return of 20% since their inception (DiLallo, 2022). Their growth driver has come from steady expansions of its portfolio through acquisitions and development projects; these factors have helped to increase their earnings at more than a 10% compound annual rate over the past decade, which has fuelled a 6% compound annual growth in its dividend payments (Motley, 2022). These factors have made Brookfield Renewable a good investment.

The next renewable energy stock we decided to invest in was Northland Power. Northland Power develops, constructs and operates their own maintainable infrastructure assets across a range of green and clean technologies, these include wind, solar, and supplying energy through regulated utilities (The Globe and Mail, 2022). Northland currently has .82 earnings per share ttm, and a 3-year return of 70.94% (The Globe and Mail, 2022). Their dividend yield is 2.20%, with an annual dividend of $0.90 (Staff, 2022). Northland Power is also a Canadian company, this along with its financial data made it a good investment.

A final sustainable stock we invested in was Plug Power. Plug Power is a leading provider of alternative energy technology. It is focused on the design, development, commercialization, and manufacturing of hydrogen fuel cell systems used primarily for the material handling and stationary power market (the Globe and Mail, 2022). Plug Power has grown quite a bit over the last decade. The revenue growth has been strong, increasing from $86 million in 2016 to $502 million in 2021 (Fool, 2022). The main drivers for their strong revenue growth have been its deep expertise in hydrogen fuel cells, as well as the partnerships they have formed (Fool, 2022). Being a leading provider in its industry coupled with its affordable stock price, and returns made Plug Power a good investment.

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| **Trading Strategy (Michal and Khushboo)**  As investors, your trading objective is to make a great amount of money by practicing different investment and trading strategies.  Describe 5 trades (for a group of five or less than five people) you have done and justify why you have implemented these trading strategies above. |
| The information below can guide you through the trading process. Describe your trading strategies including:  • Short-selling, market orders, and price-contingent orders including limit-buy order, limit-sell  order, stop-buy order, and stop-loss order.  **Note: Trading requirement for a group of six people**: ***You need to include detailed analysis for 6 trades in your written report.*** |

\*NOTE FOR ESSAYPRO WRITER\*

\*This section asks for the description of 6 trades but since I have a partner, it is only required you analyze 3 trades from these three sectors\*

\*Health Care Industry\*

\*Industrial Industry\*

\*Communications\*

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