

Dan Bilzerian's Investment Portfolio LVL 8

By Grant Wills, Anna Fukuhara, Alyssa Yun and Sierra Rodante

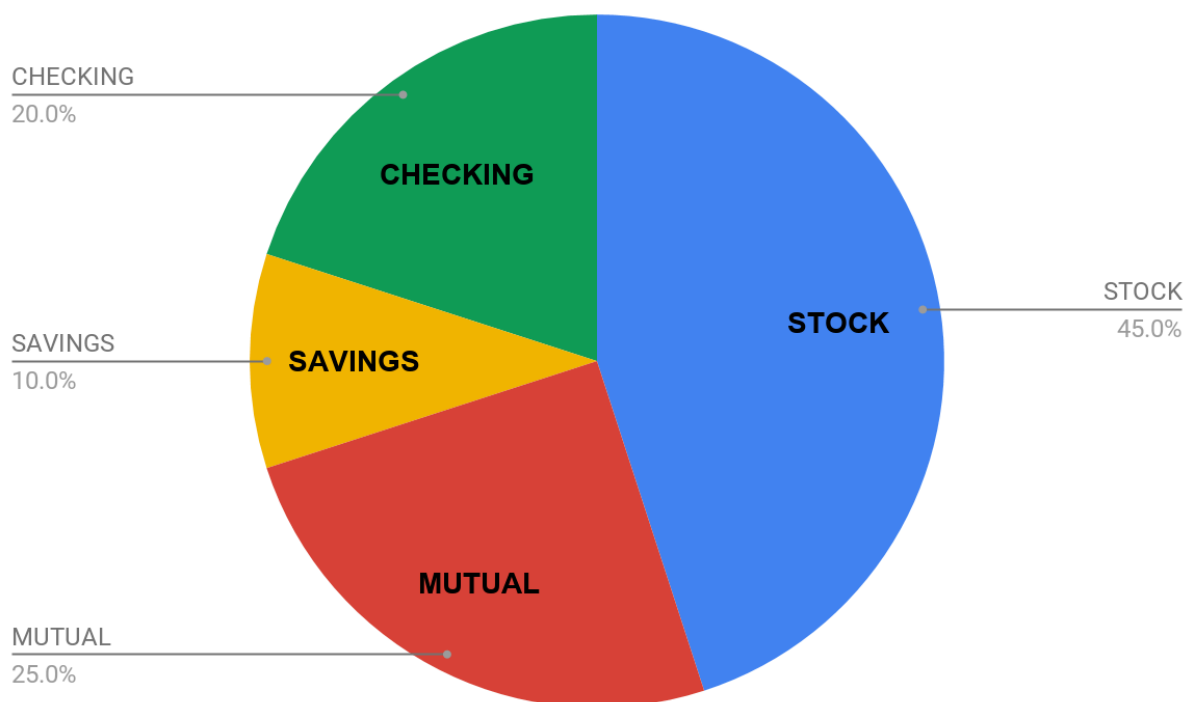
P-4



Dan Bilzerian is a 38 year old CEO of Ignite, making about 13.8 million dollars a year. He is single and lives in his Bel Air mansion that he owns. He has no mortgage or debt. He attended The University of Florida studying business. As a CEO of his own company he has a good sense of how to invest as he is self taught. He is very comfortable with investing so we have set up a very aggressive allocation and active investment strategy to maximize on his wealth.

Diversify

Bilzerian's wealth is strategically divided up into stocks, bonds, checking, and savings accounts. This ensures maximum benefits to both increase and maintain his wealth. By investing the majority of his money in stocks and mutual funds, Bilzerian faces high risk, but can afford to be high risk considering the high reward thusly obtained. A decent portion of his money is also readily available to him for daily needs, and the remainder is in a savings account that is growing through interest.



Adjust your portfolio as you age

As Dan Bilzerian invests, he should continue to invest the majority of his money in stocks. He has the capacity to take on such a large risk. Investing his stocks in the long term for higher rates of returns. Short term stocks may be unsteady and offer less return for him. The “safer” alternatives have lower returns and Bilzerian is able to take on larger risks to produce greater returns. By starting to invest into stocks long term, even if the stock market crashes he is able to

Dan Bilzerian Portfolio, LVL 8

May 13, 2019 12:33 PM ET

\$100,000

wait for the market to recover. Overall, Bilzerian has the ability to venture in high risk stocks and by doing so in the long run he will be able to make large returns.

Stock Investment

We chose to invest in the Amazon stock because it has been and is still on a great uprising. Amazon is a E-service for online shopping and streaming. Founded in 1994 this company didn't go public until 1997, selling shares for just \$18. By 2010 their share price was at \$140 and from there they became a multi billion dollar company and most recently a trillion dollar company, that is constantly creating new things, buying and taking over other companies. This has resulted in them becoming one of the top if not the top online retail stores out. Now putting all of 45% into one stock is highly risky but for a high roller like yourself the payout will be much worth the risk.



	Stock 1: AMZN (Amazon)		
Current Price	\$1,893.05		
P/E Ratio (price to earnings)	110.85		
YTD Return	22.44		-
1 Yr. Return	+17.88%		
3 Yr. Return	+165.94%		
5 Yr. Return	+514.54%		-
10 Yr. Return			

Dan Bilzerian Portfolio, LVL 8

May 13, 2019 12:33 PM ET

\$100,000

	+2,221.16%		
Since Inception	18		
52 Week High/52 Wk Low	H: 2,050.50 L: 1,307		
Earnings Per Share: EPS	16.86 16.18		
Beta (5 year)	1.63		
Market Cap	920.17 BIL		
Dividend/Dividend Yield	N.A		
Hypothetical \$10,000 investment growth over: 1 year/3 yrs/5 yrs/10 yrs.	1 Y: \$1,788 3 Y:\$16,594 10 Y: \$222,116		

Comparing Checking Accounts

	Bank 1: Citibank	Bank 2: Chase	Credit union: Golden 1
--	----------------------------	-------------------------	----------------------------------

Name of the Checking Account	Citigold Private Client	Chase Private Client	Premium Checking
Monthly Service Fees with Exceptions Noted:	None, as long as \$200,000 minimum balance is maintained	None, as long as \$250,000 minimum balance is maintained	The \$8 monthly fee is waived if you have direct deposit, maintain a daily balance of \$500, maintain a savings balance of \$5000, and are enrolled in Golden Prestige.
Overdraft Fees	Waived	Paid at discretion	\$29.50 per presentment (only if the account holder has opted in for this service)
Non-Sufficient Funds Fee	None	\$34 per item	\$29.50 per presentment
Fee for money orders, cashier's checks, notary services, and travelers checks	Waived	None	Money orders: \$5.00 per item. Cashier's checks \$6.00 per item.
Interest Rate	.25%	.25%	.25%
ATM Surcharge	None	None	None
Degree of Convenience (What are the most important features for you? –Online services, Number of banks, etc.	Customized personal wealth management services. Available 24 hours a day, 7 days a week They have an app.	Higher daily ATM withdrawal limit	Online, Mobile, and Text Banking Services. Mobile Deposit. They also have an app.
Minimum Balance with Requirements + Relevant Fees	Minimum balance of \$200,000 Must have a checking account in the citigold package	Minimum balance of \$250,000	Minimum \$100 opening deposit. Daily minimum balance of \$1,000.
*Foreign Exchange Charges	Waived	Waived	Waved

Dan Bilzerian Portfolio, LVL 8

May 13, 2019 12:33 PM ET

\$100,000

Final Decision with Explanation	Ultimately in the end we decided on CitiBank CitiGold Private Client checking account. Although Chase Private Client and Golden 1 Premium Checking were both good options to choose from the CitiGold package were the best out of all three options. CitiGold comes with personal wealth management services, which would help out Dan Bilzerian a lot in his future investments. Another benefit from the CitiGold package would be that the minimum balance is only \$200,00 instead of \$250,000 for Chase Private Client. And compared to the Golden 1 Premium Checking account CitiBank was the best option for Dan.
--	--

Comparing Mutual Funds

	Bank/Brokerage Firm: PRIMECAP Odyssey Aggressive Growth (POAGX)	Bank/Brokerage Firm: T. Rowe Price New Horizons (PRNHX)	Bank/Brokerage Firm: Fidelity Growth Company (FDGRX)
Expense Ratio	0.64%	0.77%	.85%
Morningstar Rating	5	5	5
Asset Category (Large Blend, Small Cap, etc.)	Mid Cap	Mid Cap	Large Cap
P/E	16.34	28.52	26.58
YTD Return	17.10%	24.59%	11.74%
1 Yr. Return	2.95%	22.78%	11.97%
3 Yr. Return	19.40%	23.74%	22.02%
5 Yr. Return	14.78%	16.37%	16.17%
10 Yr. Return	20.32%	21.06%	18.69%
Since Inception	13.6%	11.79%	8.42%
Top 5 companies + % of each	Nektar Therapeutics Inc - 3.52% Abiomed Inc - 3.26%	Vail Resorts Inc - 2.7% StoneCo Ltd - 2.43%	Amazon.com Inc - 6.4% NVIDIA Corp - 5.15% Apple Inc - 4.6%

	Seattle Genetics Inc - 2.9% Sony Corp ADR - 2.75% United Continental Holdings Inc - 2.73%	Bright Horizons Family Solutions Inc - 2.19% Shopify Inc A - 2.16% Burlington Stores Inc - 2.10%	Alphabet Inc - 4.03% Salesforce.com Inc - 3.56%
Hypothetical \$10,000 investment growth over: 1 year/3 yrs/5 yrs/10 yrs.	1 years - 9,448 3 years - 17,161 5 years - 19,616 10 years - 63,391	1 years - 11,714 3 years - 19,277 5 years - 21,671 10 years - 68,366	1 years - 10,362 3 years - 17,705 5 years - 20,548 10 years - 53,671

Final Decision with Explanation (Again, you can invest in all three here, just be clear how much in each and why?)	Investing in PRIMECAP Odyssey Aggressive Growth (POAGX) is the best option as it is the highest risk out of all three mutual funds. It has the lowest expense ratio at 0.64% compared to FDGRX at 0.85%. POAGX has the lowest price-to-earning ratio at \$16.34 per fund compared to PRNHX and FDGRX. The lower expense ratio also equates to potentially more money in his pocket but the higher the expense ratio the less he can have. The higher amount of money since inception with POAGX can be predicted to have higher returns over a longer period of time at 13.6%. You can expect POAGX to continually grow and for the company to be successful meaning you will produce higher returns in the future.
---	---

Comparing Savings Accounts

	Bank 1: CitiBank	Bank 2: Chase	Credit Union: Golden 1
Name of the Savings Account	CitiGold Private Client	Chase Premier Savings	Money Market Savings Account
Interest Rate	0.06%	0.09%	0.75%
Minimum Balance	\$200,000	\$250,000	There is no minimum balance to maintain the APY but you must maintain a monthly balance of \$2,500
Minimum Balance Fees	There is no fee but if the monthly balance of \$200,00 is not maintained the account will be converted to The	There is no fee but the minimum balance of \$250,000 must be maintained.	\$5.00 per month (Only if the account balance falls below \$2,500)

Dan Bilzerian Portfolio, LVL 8

May 13, 2019 12:33 PM ET

\$100,000

	Citi Priority Account Package		
Withdrawal Limits	N/A	\$5 after 6 per month, but waived with a balance of \$15,000 or more	N/A
Ways to Avoid Fees	Maintain the monthly balance of \$200,000	Maintain the monthly balance of \$250,000	Maintain the monthly balance of \$2,500
*Minimum Opening Deposit	None	\$250,000	\$2,500

***Choose your own comparison item that is not detailed or featured above.**

Final Decision with Explanation	Ultimately we have decided upon Citibank. Although Chase Premier Savings has a higher interest rate by .03%, our client only keeps a small portion of his money in his checkings account, so he is not dependent on his interest on savings- it does not affect him much. Additionally, because he only keeps a small percentage of money in his savings account, the minimum balance of \$200,000 as opposed to Chase's \$250,000 is much more secure for his case. Another convenience that Citibank offers that Chase does not have any withdrawal limits.
--	---