

Dear Premium Portfolio Subscriber,

## Mid-June 2014 Update

Our recommendations center on a collection of five stocks that we believe, as a group, will outperform the market this month. **The Buyback Premium Portfolio is beating the S&P 500 by more than 103% since its inception** (August 2, 2000)! This portfolio is up 137.44% since inception (August 2, 2000) vs. a gain of 31.77% in the S&P 500 over the same time frame. We hope that you are participating in these profits. For the month of May 2014, The Buyback Premium Portfolio gained 6.30% vs. a gain of 2.12% in the S&P 500.

**New Premium Portfolio Recommendation:** On June 3, we issued a sell recommendation on one stock (GPK) at market, and advised you to buy the following stock at market.

Ticker	Company Name
SLM	SLM Corp

## SLM Corp

**We last bought SLM Corporation (SLM)**, more commonly known as Sallie Mae, in Dec. 2012 and held it for a month.

Last month Sallie Mae strategically split its operation into two parts -- consumer banking with a mission of helping families save, plan and pay responsibly for college, and a separate education loan-management, servicing and asset-recovery business.

The new entity Sallie Mae will continue to operate the consumer banking business of the former company, focused on catering to private education loans, and providing saving and insurance products to students and families for higher education. Its high-quality private education loan portfolio is worth around \$6.5 billion.

(The loan management, servicing and asset recovery businesses will operate as another publicly listed company -- Navient Corporation (NAVIV).)

Analysts note that Sallie Mae is poised to gain in the long run as it will likely thrive on its main operations, and future growth prospects in terms of student loan business look good as the U.S. economy is showing signs of recovery with the unemployment rate gradually decreasing.

Management has reduced shares outstanding by 5.43% in the last 12 months.

**We will continue to hold 5 positions (100% invested).** Current positions are: **CYS, FLEX, SIRI, WEN & SLM.**

**New subscribers:** Buy equal dollar amounts of **CYS, FLEX, SIRI, WEN & SLM.** (Buy approximately 20% of the portfolio value for each stock.)