



IBILLIONAIRE INDEX REBALANCE

Billionaires Diversify, Lean Toward Health Care in Q3.

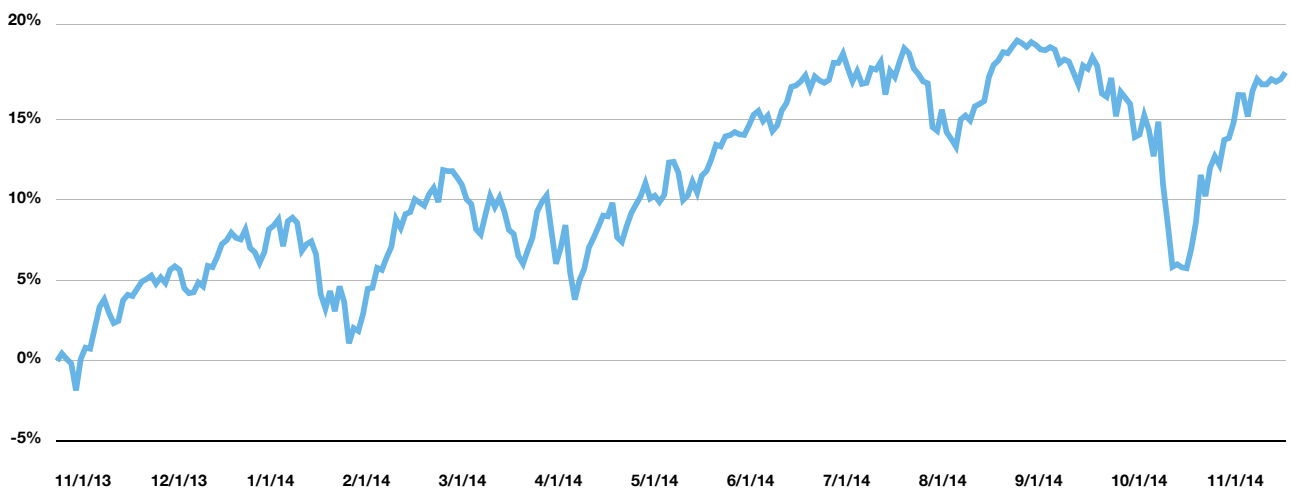
The [iBillionaire Index](#) just got a bit more diverse.

The billionaire-driven index has completed its latest rebalance corresponding to Q3. A number of changes have taken place in the process, as billionaires seem to be spreading the chips a bit more evenly.

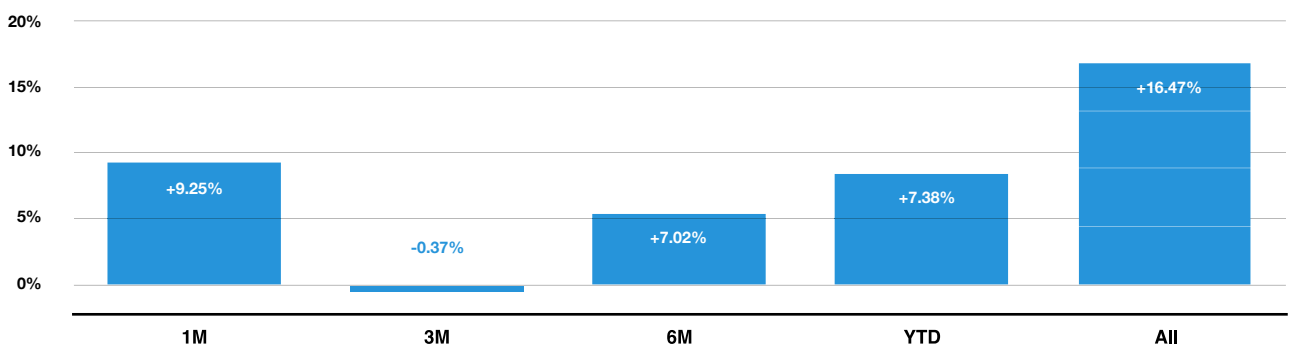
Performance

The iBillionaire Index reached the one-year mark in November and has gained +16.47% since inception. Most of the index's components performed quite well since its previous rebalance, and though October's market volatility did take a toll, it has bounced back +9.25% over the past month.

IBILLIONAIRE INDEX



PERFORMANCE



“Going forward, we expect that the US will remain the best place to invest”

DAN LOEB, Third Point LLC
October 21st, 2014

What's In

Backed by billionaires David Tepper, Julian Robertson and George Soros, tech giant Facebook (NASDAQ:FB) is making it's iBillionaire Index debut. It is accompanied by 13 other new additions.

TICKER	COMPANY	SECTOR	HIGHEST-CONVICTION BILLIONAIRE
ABBV	AbbVie Inc.	Health Care	John Paulson, 3.12%
APD	Air Products & Chemicals	Materials	Bill Ackman, 19.93%
CBS	CBS Corporation	Consumer Discretionary	Jorge Lemann, 3.01%
DAL	Delta Air Lines Inc.	Industrials	Julian Robertson, 6.92%
FB	Facebook Inc.	Information Technology	Julian Robertson, 6.36%
GM	General Motors	Consumer Discretionary	David Tepper, 7.00%
GOOG	Google Inc. Information	Technology	David Tepper, 5.42%
HUM	Humana Inc.	Health Care	Larry Robbins, 3.42%
MAS	Masco Corporation	Industrials	Dan Loeb, 2.22%
MON	Monsanto Company	Materials	Larry Robbins, 5.66%
NOV	National Oilwell-Varco	Energy	David Einhorn, 2.44%
THC	Tenet Healthcare Group	Health Care	Larry Robbins, 4.29%
TMO	Thermo Fisher Scientific	Health Care	Larry Robbins, 7.24%
WHR	Whirlpool Corporation	Consumer Discretionary	David Tepper, 4.29%

What's Out

A total of 14 companies exited the iBillionaire Index, including long-time holdings Cigna (NYSE:CI), Cognizant Technology Solutions (NASDAQ:CTSH) and AIG (NYSE:AIG). While part of the index, the three generated stellar returns, climbing +135.17%, +112.14% and +76.08%, respectively.

TICKER	COMPANY	DAY IN	DAY OUT	GAIN/LOSS
CI*	Cigna Corporation	8/14/2012	11/19/2014	135,17%
CTSH*	Cognizant Technology Solutions	5/17/2010	11/19/2014	112,14%
AIG*	AIG	11/14/2012	11/19/2014	76,08%
MSFT	Microsoft	11/18/2013	11/19/2014	29,62%
MHFI	McGraw Hill Financial	5/20/2014	11/19/2014	17,42%
ICE	Intercontinental Exchange Inc.	8/18/201	11/19/2014	16,17%
MSI*	Motorola Solutions Inc.	5/15/2013	11/19/2014	15,48%
GPS*	The Gap Inc.	8/14/2012	11/19/2014	14,24%
MCK	McKesson Corporation	8/18/2014	11/19/2014	7,37%
APC*	Anadarko Petroleum	8/15/2013	11/19/2014	1,19%
CMCSA	Comcast	8/18/2014	11/19/2014	-0,64%
WMB	Williams Companies	8/18/2014	11/19/2014	-4,97%
NFLX	Netflix	8/18/2014	11/19/2014	-22,08%
RIG	Transocean	8/18/2014	11/19/2014	-35,39%

* Date in based on backtested data.

Energy Fizzles, Health Care Sizzles

It hasn't been the best of years for energy stocks. Falling oil prices have caused even the biggest companies – and the brightest billionaires – to stumble. It comes as little surprise, then, that Wall Street leaders have backed away.

The energy sector dropped from a 17% allocation in the iBillionaire Index in its Q2 rebalance to a 10% allocation for Q3, with companies **Anadarko Petroleum** (NYSE:APC), **Williams Companies** (NYSE:WMB) and **Transocean** (NYSE:RIG) making an exit.

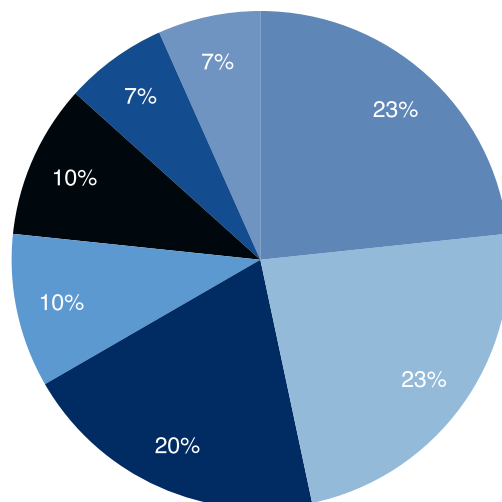
Coming in is long-time Warren Buffett pick **National-Oilwell Varco** (NYSE:NOV), of which David Einhorn purchased an additional 460,000 shares in Q3. While the company hasn't had a banner year on the stock market, it exceeded expectations in its latest earnings report, with its revenue climbing +12% year-over-year. Moreover, NOV is one of the highest-yielding stocks in the iBillionaire Index.

Energy's losses were health care's gains in recent months, as the sector went from a 13% allocation on the iBillionaire Index in Q2 to a 20% representation in Q3. **Thermo Fisher Scientific** (NYSE:TMO), **Humana Inc.** (NYSE:HUM) and **Tenet Healthcare** (NYSE:THC) joined the basket of billionaire favorites. All three can be found in the portfolio of Larry Robbins, one of the hottest hedge fund managers in recent

years. His flagship fund, Glenview Capital Management, returned +9.6% in the first half of 2014.

Also making an appearance is **AbbVie** (NYSE:ABBV), which made headlines in recent months due to a potential Shire merger that in late October imploded. The research-based pharmaceuticals company has had an outstanding year, its price climbing +24.01% through market close Wednesday and gaining +22.71% in the past month alone. John Paulson initiated a 13-million-share stake in AbbVie in Q3, and Steve Mandel picked up 4.2 million shares of his own.

23% ● Consumer Discretionary
23% ● Information Technology
20% ● Health Care
10% ● Materials
10% ● Energy
7% ● Industrials
7% ● Financials



1.14%

Indicated Dividend Yield

25.02

P/E Ratio

83.2B

Avg Market Cap

672.52B

Max Market Cap

4.69B

Min Market Cap

30

Holdings

IBILLIONAIRE INDEX HOLDINGS

TICKER	COMPANY
AAPL	Apple
ABBV	AbbVie
ACT	Actavis
ADBE	Adobe
AET	Aetna
APD	Air Products & Chemicals
C	Citigroup
CBS	CBS Corporation
CCI	Crown Castle
CHK	Chesapeake Energy
DAL	Delta Air Lines
DG	Dollar General
DOW	Dow Chemical
EBAY	eBay
FB	Facebook

TICKER	COMPANY
FOXA	21st Century Fox
GM	General Motors
GOOG	Google
HAL	Halliburton
HUM	Humana
KORS	Michael Kors
MA	MasterCard
MAS	Masco Corporation
MON	Monsanto
MU	Micron Technology
NOV	National-Oilwell Varco
PCLN	Priceline
THC	Tenet Healthcare
TMO	Thermo Fisher Scientific
WHR	Whirlpool

Learn more about the iBillionaire Index and see the full list of companies at
www.iBillionaireIndex.com

