

The Top 5 Stocks that Should be in Your Portfolio

If you *really* want to become a better investor then you need to be looking at where the smart money is heading. You need to understand what is truly driving the markets and how you can take advantage of these moves *as – and before – they hit the mainstream*.

That's how the long-term wealth can be found.

In fact, we've uncovered five stocks that should have a place in your portfolio immediately.

Fate Therapeutics (FATE)

Fate Therapeutics is a clinical-stage biopharmaceutical company that develops programmed cellular immunotherapies for cancer and immune disorders worldwide. Its immuno-oncology product candidates include FATE-NK100, a natural killer (NK) cell cancer immunotherapy that consists of adaptive memory NK cells; engineered hnCD16 induced pluripotent stem cells (iPSC)-derived natural killer cell therapy candidates for hematologic/solid tumors; and engineered chimeric antigen receptor iPSC-derived T cell therapy product candidates for hematologic/solid tumors.



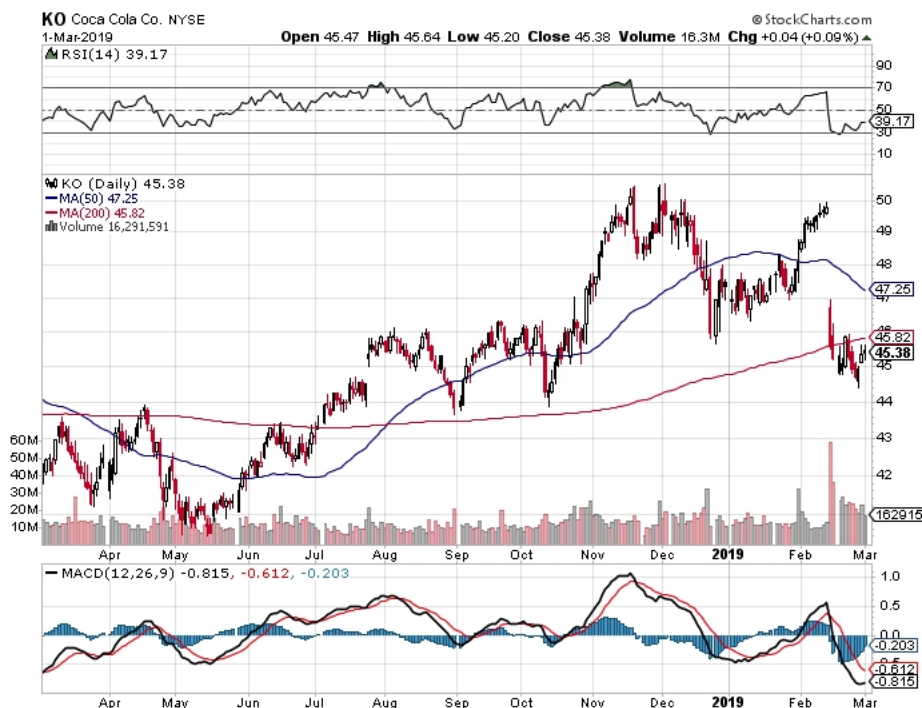
We like FATE here thanks to two key announcements on its FATE-NK100 treatment for its natural killer cell cancer immunotherapy, and news that the FDA just accepted its investigational new drug (IND) application for FT500 – a potential natural killer cell immunotherapy.

"The safety and clinical benefit observed with a single infusion of FATE-NK100 as a monotherapy in heavily pre-treated cancer patients, including in refractory AML patients that have high leukemic blast burden in the marrow and in advanced solid tumor patients with progressive disease, are encouraging," said Sarah Cooley, M.D., Associate Professor of Medicine, Division of Hematology, Oncology and Transplantation at the University of Minnesota and the lead investigator of the VOYAGE study.

As things progress for the stock, we strongly believe it could rally to \$25, near-term.

Coca Cola Company (KO)

Until the stock priced in negative news of lowered earnings expectations, it wasn't worth catching. However, if you pull up a two-year chart, you'll notice that a bottom may now be in place. In fact, our technical markers tell us the following: not only is Coca-Cola at its lower Bollinger Band, but RSI is at its 30-line. MACD has pulled back too far. Williams' %R is now under its 80-line. Each time this has happened dating back to February 2018, the stock has had a historical tendency to bounce.



From here, we believe KO could refill its bearish gap near \$50 a share, near-term. We also believe that most of the negativity has now been priced in following the gap lower. It doesn't hurt that KO just raised its dividend from 39 cents to 40 cents. Annualized, that's an increase from \$1.56 a share to \$1.60. It also authorized a new share repurchase program for an additional 150 million shares. That will begin as soon as the current buyback ends, which allowed for 500 million shares to be repurchased.

Dropbox Inc. (DBX)

DBX provides a collaboration platform worldwide. Its platform allows individuals, teams, and organizations to create, access, and share content online.

In recent days, the stock did pullback from \$26.60 to \$23.50 after an earnings issue. While revenue and adjusted EPS beat forecasts, guidance on margins was lower than anticipated. The company posted Q4 revenue of \$375.9 million – up 23% year over year. Non-GAAP earnings were up three cents a share to 10 cents. "Our healthy top line growth and free cash flow generation reflects our strong business model," said Dropbox CEO Drew Houston.

Unfortunately, the company disappointed with the outlook on its operating margins. It now expects for its non-GAAP operating margin to fall between 7% and 8%, which is below analyst expectations for 12.1%. However, that accounts for integration and synergy investments into a recent HelloSign acquisition. The gap lower is an overreaction in our opinion. It's a situation where it's best to buy the dip and wait for further upside.

NIO Inc. (NIO)

NIO Inc. designs, manufactures, and sells electric vehicles in the People's Republic of China, the United States, Germany, and the United Kingdom. The company is also involved in the manufacture of e-powertrain, battery packs, and components; and racing management, technology development, and sales and after sales management activities. In addition, it offers power solutions for battery charging needs, and other value-added services.



Otherwise known as the Tesla of China, NIO is the country's leading high-end EV manufacturer. Given China's desire to increase EV adoption rates, and the impressive rollout of its ES8 SUV, the company is seeing significant catalysts. As of December 2018, the company announced the delivery of 11,348 of the SUVs for the year.

"With 11,348 ES8 deliveries in 2018, we exceeded our delivery goal for our first calendar year as a public company," said William Li, founder, chairman and chief executive officer of NIO. "2018 has been a milestone year for us, as we produced and delivered over 11,000 ES8s and launched our second production car, the ES6, a 5-seater high-performance premium electric SUV on NIO Day in December 2018. We will continue to focus on market penetration by delivering high-quality products and holistic services to our users and to improve the system efficiency of our development and operations."

In the month of December 2018, it also unwrapped its second SUV model, the ES6 SUV. With such catalysts, analysts believe company revenue could quadruple to \$2.5 billion in 2019.

HUYA Inc. (HUYA)

HUYA operates game live streaming platforms in the People's Republic of China. Its platforms enable broadcasters and viewers to interact during live streaming. They provide advertising and online game-related services. The company also works with e-sports event organizers, and has developed e-sports live streaming as one of the most popular content genres on its platform.

HUYA has become another "buy the dip" candidate, as trade war tensions cool. It's likely to push higher over the long-term as a market leader with a game live streaming platform. This market has already

grown 40% in recent years, and is expected to grow another 20% annually.

Even more exciting, “The global e-sports audience will grow to 453.8 million worldwide in 2019, a year-on-year growth of 15.0%. This audience will consist of 201.2 million E-sports Enthusiasts (+16.3% year-on-year growth) and 252.6 million Occasional Viewers (+14.0% year-on-year growth),” says Newzoo, as noted by Music Ally. Newzoo is also “expecting the average revenue per e-sports fan to grow to \$6.02 by 2022 – by which point it’s predicting 645 million viewers overall. Also note the importance of China: it’s expected to overtake Europe for e-sports revenues this year, although it will be second behind North America.”