

# July 2016 AAI Journal Update

**The July 2016 AAI Journal is **Now Available Online.****

---

## **Feature Article: **Using the Z-Score to Assess the Risk of Bankruptcy****

- The Z-Score predicts the likelihood of bankruptcy or financial distress. A discussion with its creator reveals how to use the model and new variations on it.
- 

## **Also in This Issue:**

- Portfolio Strategies: **A Manager's Insights on Risk and Investing**

Right-sizing risk, right-timing risk, relying on knowledge and experience and applying appropriate skepticism can lead to better decisions.

- Behavioral Finance: **Avoiding the Mistakes Made by Ineffective Investors**

Among the ways investors often hurt themselves are chasing after IPOs, reaching for yield and not understanding what they are buying.

- Stock Strategies: **Going From Stock Screen to a Real Portfolio**

When investing based on a screen, have preset rules regarding diversification, choosing stocks, selling and tax management.

- Financial Planning: **IRA Rollover Chart: Rules Regarding Rollovers and Conversions**

A helpful chart showing what types of retirement accounts can be rolled over or converted into another type of retirement account.

- Financial Planning: **Life After a Loss: 6 Smart Steps for Coping With Widowhood**

Guidance on which steps should be taken within few months of a spouse's passing and which

steps can and should be postponed.

- Investor Professor: **Health Savings Accounts**

HSAs allow for dollars to be set aside tax-free to pay for future medical expenses.

- AAI Model Portfolios: **Model Shadow Stock Portfolio: The Limitations of a Real Portfolio**

A key difference between strategies and real portfolios is not being able to buy all passing stocks due to limited investment dollars.

- **Letters to the Editor**

Members give new perspectives on Graham's deep value investing, Jane Bryant Quinn's advice, and a study that found those who work longer live longer.

- Briefly Noted

- **Suggestions for Not Outliving Your Savings**
- **Index Funds Influence Activist Investors**
- **Which Is Better: 4% Withdrawals or Annuities?**
- **Not All Flights to Quality Are the Same**

These informative articles are just a sample of the **benefits** to being an AAI member. To start becoming an effective manager of your own assets, consider a **risk-free 30-day Trial AAI Membership**.