

Long-Term Perspective

January 12, 2018

## Top-Ten Portfolio

We have created a high-quality portfolio of stocks with a focus on growth and attractive yields.

**NOTE:** The Top-Ten Portfolio has a long-term perspective. As such, we will update it once a week, using Friday's closing prices. Also, it will be essentially a Buy-and-Hold portfolio, with minimal trading involved. The portfolio will always be fully invested.

The initial investment will be a total of \$500,000. To begin with, each of the ten stocks has an equal weighting, meaning the dollar amount of each holding will be approximately \$50,000. If a stock is sold, the replacement stock will begin with the amount of the closing proceeds of the stock sold.

We will conduct a portfolio assessment on a regular basis to determine whether changes should be made.

**THIS WEEK'S COMMENT:** The portfolio performed well in its second week, and is now ahead by 2.6%, a gain of 1.4% since last week. Shopify and Goldcorp lead the winners. Algonquin Power & Utilities is the biggest laggard.

The current portfolio is presented below.

TOP TEN		Share Price Information		As at: 12-Jan-18			Inception: 02-Jan-18		
Company	Symbol	Purchase Price	Current Price	First Target	Second Target	Third Target	% Inc. to 1st Target	% Inc. to 2nd Target	% Inc. to 3rd Target
1 Algonquin Power & Utilities Corp.	AQN	\$14.03	\$13.18	\$14.07	\$14.27	\$14.47	6.8%	8.3%	9.8%
2 ARC Resources Ltd.	ARX	\$14.96	\$14.16	\$15.60	\$16.40	\$17.20	10.2%	15.8%	21.5%
3 Bank of Montreal	BMO	\$100.59	\$102.42	\$103.13	\$104.70	\$106.25	0.7%	2.2%	3.7%
4 Goldcorp Inc.	G	\$16.24	\$17.89	\$17.20	\$17.60	\$18.00	-3.9%	-1.6%	0.6%
5 Keyera Corp.	KEY	\$35.37	\$36.76	\$37.50	\$39.00	\$40.50	2.0%	6.1%	10.2%
6 Manulife Financial Corporation	MFC	\$26.19	\$27.21	\$27.35	\$28.13	\$28.90	0.5%	3.4%	6.2%
7 Parkland Fuel Corporation	PKI	\$26.89	\$27.95	\$28.13	\$29.70	\$31.24	0.6%	6.3%	11.8%
8 Shawcor Ltd.	SCL	\$27.43	\$28.38	\$28.90	\$29.70	\$30.50	1.8%	4.7%	7.5%
9 Shopify Inc.	SHOP	\$127.32	\$140.76	\$137.50	\$143.75	\$150.00	-2.3%	2.1%	6.6%
10 Thomson Reuters Corporation	TRI	\$54.80	\$54.34	\$57.80	\$59.40	\$61.00	6.4%	9.3%	12.3%

NB: Green negative percentage numbers denote a stock price that has exceeded the Price Target.

NB: The Analyst, either directly or indirectly, currently owns shares in ARC Resources Ltd. and Shawcor Ltd.

The performance of these stocks is provided in the table on the next page.

<continued>

## TOP TEN

## Portfolio Performance

As at: 12-Jan-18 Initiation: 02-Jan-18

	<u>Company</u>	<u>Symbol</u>	<u>Purchase Date</u>	<u>Number of Shares</u>	<u>Purchase Price</u>	<u>Current Price</u>	<u>Purchase Cost</u>	<u>Current Value</u>	<u>\$ Gain or (Loss)</u>	<u>% Gain or (Loss)</u>
1	Algonquin Power & Utilities Corp.	AQN	02-Jan-18	3564	\$14.03	\$13.18	\$50,000	\$46,971	-\$3,029	-6.1%
2	ARC Resources Ltd.	ARX	02-Jan-18	3342	\$14.96	\$14.16	\$49,996	\$47,323	-\$2,674	-5.3%
3	Bank of Montreal	BMO	02-Jan-18	497	\$100.59	\$102.42	\$49,993	\$50,903	\$910	1.8%
4	Goldcorp Inc.	G	02-Jan-18	3079	\$16.24	\$17.89	\$50,003	\$55,083	\$5,080	10.2%
5	Keyera Corp.	KEY	02-Jan-18	1,414	\$35.37	\$36.76	\$50,013	\$51,979	\$1,965	3.9%
6	Manulife Financial Corporation	MFC	02-Jan-18	1,909	\$26.19	\$27.21	\$49,997	\$51,944	\$1,947	3.9%
7	Parkland Fuel Corporation	PKI	02-Jan-18	1,860	\$26.89	\$27.95	\$50,015	\$51,987	\$1,972	3.9%
8	Shawcor Ltd.	SCL	02-Jan-18	1,823	\$27.43	\$28.38	\$50,005	\$51,737	\$1,732	3.5%
9	Shopify Inc.	SHOP	02-Jan-18	393	\$127.32	\$140.76	\$50,000	\$55,278	\$5,278	10.6%
10	Thomson Reuters Corporation	TRI	02-Jan-18	912	\$54.80	\$54.34	\$49,978	\$49,558	-\$420	-0.8%
<b>Stock Totals</b>							<b>\$500,000</b>	<b>\$512,762</b>	<b>\$12,762</b>	<b>2.6%</b>
							Stock Annualized Return:		162.7%	
Cash							\$0			
Cumulative Dividend Payments							\$0			
Net Trading Profits							\$0			
<b>Portfolio Totals</b>							<b>\$500,000</b>	<b>\$512,762</b>	<b>\$12,762</b>	<b>2.6%</b>
							Portfolio Annualized Return:		162.7%	
<b>S&amp;P/TSX COMPOSITE INDEX .....</b>							16,209.13	16,308.18	99.05	0.6%
							S&P/TSX Comp. Annualized Return:		39.0%	
<b>S&amp;P/TSX 60 INDEX .....</b>							959.70	967.37	7.67	0.8%
							S&P/TSX 60 Annualized Return:		50.9%	

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