

Long-Term Perspective

January 26, 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 gained 1.9% last week, primarily on the back of Shopify. This stock is up 25% in less than a month. We raised the Target Prices for it. However, we have decided to sell half of the position at Monday's opening. Mustn't be greedy! We also raised the Target Prices for Goldcorp. It is also up a lot since inception, 12%. No change in our laggards, ARC Resources and Algonquin Power, although ARC did improve a bit last week.*

The current portfolio is presented below.

TOP TEN	Share Price Information			As at: 26-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	\$13.57	\$14.07	\$14.27	\$14.47	3.7%	5.2%	6.6%
2	ARC Resources Ltd.	ARX	\$14.96	\$14.32	\$15.60	\$16.40	\$17.20	8.9%	14.5%	20.1%
3	Bank of Montreal	BMO	\$100.59	\$103.46	\$103.13	\$104.70	\$106.25	-0.3%	1.2%	2.7%
4	Goldcorp Inc.	G	\$16.24	\$18.19	\$18.75	\$19.15	\$19.50	3.1%	5.3%	7.2%
5	Keyera Corp.	KEY	\$35.37	\$36.01	\$37.50	\$39.00	\$40.50	4.1%	8.3%	12.5%
6	Manulife Financial Corporation	MFC	\$26.19	\$26.83	\$27.35	\$28.13	\$28.90	1.9%	4.8%	7.7%
7	Parkland Fuel Corporation	PKI	\$26.89	\$29.00	\$28.13	\$29.70	\$31.24	-3.0%	2.4%	7.7%
8	Shawcor Ltd.	SCL	\$27.43	\$28.82	\$28.90	\$29.70	\$30.50	0.3%	3.1%	5.8%
9	Shopify Inc.	SHOP	\$127.32	\$159.07	\$156.25	\$162.50	\$168.75	-1.8%	2.2%	6.1%
10	Thomson Reuters Corporation	TRI	\$54.80	\$54.22	\$57.80	\$59.40	\$61.00	6.6%	9.6%	12.5%

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: 26-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	\$13.57	\$50,000	\$48,361	-\$1,639	-3.3%
2 ARC Resources Ltd.	ARX	02-Jan-18	3342	\$14.96	\$14.32	\$49,996	\$47,857	-\$2,139	-4.3%
3 Bank of Montreal	BMO	02-Jan-18	497	\$100.59	\$103.46	\$49,993	\$51,420	\$1,426	2.9%
4 Goldcorp Inc.	G	02-Jan-18	3079	\$16.24	\$18.19	\$50,003	\$56,007	\$6,004	12.0%
5 Keyera Corp.	KEY	02-Jan-18	1,414	\$35.37	\$36.01	\$50,013	\$50,918	\$905	1.8%
6 Manulife Financial Corporation	MFC	02-Jan-18	1,909	\$26.19	\$26.83	\$49,997	\$51,218	\$1,222	2.4%
7 Parkland Fuel Corporation	PKI	02-Jan-18	1,860	\$26.89	\$29.00	\$50,015	\$53,940	\$3,925	7.8%
8 Shawcor Ltd.	SCL	02-Jan-18	1,823	\$27.43	\$28.82	\$50,005	\$52,539	\$2,534	5.1%
9 Shopify Inc.	SHOP	02-Jan-18	393	\$127.32	\$159.07	\$50,000	\$62,468	\$12,469	24.9%
10 Thomson Reuters Corporation	TRI	02-Jan-18	912	\$54.80	\$54.22	<u>\$49,978</u>	<u>\$49,449</u>	<u>-\$529</u>	<u>-1.1%</u>
Stock Totals						\$500,000	\$524,177	\$24,177	4.8%
						Stock Annualized Return:		64.9%	
Cash						\$0			
Cumulative Dividend Payments						\$0			
Net Trading Profits						\$0			
Portfolio Totals						\$500,000	\$524,177	4.8%	
						Portfolio Annualized Return:		64.9%	
S&P/TSX COMPOSITE INDEX						16,209.13	16,239.22	30.09	0.2%
						S&P/TSX Comp. Annualized Return:		2.5%	
S&P/TSX 60 INDEX						959.70	959.77	0.07	0.0%
						S&P/TSX 60 Annualized Return:		0.1%	

DISCLAIMER

eResearch Corporation

eResearch was established in 2000 as Canada's first equity issuer-sponsored research organization. As a primary source for professional investment research, our Subscribers (*subscription is free!!!*) benefit by having written research on a variety of small- and mid-cap, under-covered companies. We also provide unsponsored research reports on middle and larger-sized companies, using a combination of fundamental and technical analysis. We complement our corporate research coverage with a diversified selection of informative, insightful, and thought-provoking research publications from a wide variety of investment professionals. We provide our professional investment research and analysis directly to our extensive subscriber network of discerning investors, and electronically through our website: www.eResearch.ca.

eResearch Disclosure Statement

eResearch is engaged solely in the provision of equity research to the investment community. eResearch provides published research and analysis to its Subscribers on its website (www.eresearch.ca), and to the general investing public through its extensive electronic distribution network and through newswire agencies.

With regards to distribution of its research material, eResearch makes all reasonable efforts to provide its publications, via e-mail, simultaneously to all of its Subscribers.

eResearch does not manage money or trade with the general public, provides full disclosure of all fee arrangements, and adheres to the strict application of its Best Practices Guidelines.