

Long-Term Perspective

March 15, 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: At the opening today, we bought Saputo Inc., so we are back to ten stocks in the Top Ten Portfolio. There was virtually no change in the value of the portfolio since the last update. With this report, unless there is a transaction, the next report will be issued on the week-end after this one.

The current portfolio is presented below.

TOP TEN		Share Price Information			As at: 09-Mar-18		Inception: 02-Jan-18			
		Purchase	Current	First	Second	Third	% Inc. to	% Inc. to	% Inc. to	
	<u>Company</u>	<u>Symbol</u>	<u>Price</u>	<u>Price</u>	<u>Target</u>	<u>Target</u>	<u>Target</u>	<u>1st Target</u>	<u>2nd Target</u>	<u>3rd Target</u>
1	Algonquin Power & Utilities Corp.	AQN	\$14.03	\$12.81	\$14.07	\$14.27	\$14.47	9.8%	11.4%	13.0%
2	ARC Resources Ltd.	ARX	\$14.96	\$12.71	\$15.60	\$16.40	\$17.20	22.7%	29.0%	35.3%
3	Bank of Montreal	BMO	\$100.59	\$98.60	\$103.13	\$104.70	\$106.25	4.6%	6.2%	7.8%
4	Enbridge Inc.	ENB	\$43.50	\$41.06	\$45.30	\$46.88	\$48.45	10.3%	14.2%	18.0%
5	Goldcorp Inc.	G	\$16.24	\$17.34	\$18.75	\$19.15	\$19.50	8.1%	10.4%	12.5%
6	Keyera Corp.	KEY	\$35.37	\$32.54	\$37.50	\$39.00	\$40.50	15.2%	19.9%	24.5%
7	Manulife Financial Corporation	MFC	\$26.19	\$24.38	\$27.35	\$28.13	\$28.90	12.2%	15.4%	18.5%
8	Parkland Fuel Corporation	PKI	\$26.89	\$29.61	\$28.13	\$29.70	\$31.24	-5.0%	0.3%	5.5%
9	Saputo Inc.	SAP	\$41.35	\$41.40	\$42.20	\$43.00	\$43.75	1.9%	3.9%	5.7%
10	Shawcor Ltd.	SCL	\$27.43	\$24.13	\$28.90	\$29.70	\$30.50	19.8%	23.1%	26.4%

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., Keyera Corporation, and Shawcor Ltd.

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

<continued>

TOP TEN

Portfolio Performance

As at: 09-Mar-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	\$12.81	\$50,000	\$45,652	-\$4,348	-8.7%
2 ARC Resources Ltd.	ARX	02-Jan-18	3342	\$14.96	\$12.71	\$49,996	\$42,477	-\$7,520	-15.0%
3 Bank of Montreal	BMO	02-Jan-18	497	\$100.59	\$98.60	\$49,993	\$49,004	-\$989	-2.0%
4 Enbridge Inc.	ENB	09-Feb-18	1149	\$43.50	\$41.06	\$49,982	\$47,178	-\$2,804	-5.6%
5 Goldcorp Inc.	G	02-Jan-18	3079	\$16.24	\$17.34	\$50,003	\$53,390	\$3,387	6.8%
6 Keyera Corp.	KEY	02-Jan-18	1,414	\$35.37	\$32.54	\$50,013	\$46,012	-\$4,002	-8.0%
7 Manulife Financial Corporation	MFC	02-Jan-18	1,909	\$26.19	\$24.38	\$49,997	\$46,541	-\$3,455	-6.9%
8 Parkland Fuel Corporation	PKI	02-Jan-18	1,860	\$26.89	\$29.61	\$50,015	\$55,075	\$5,059	10.1%
9 Saputo Inc.	SAP	15-Mar-18	1,209	\$41.35	\$41.40	\$49,992	\$50,053	\$60	0.1%
10 Shawcor Ltd.	SCL	02-Jan-18	1,823	\$27.43	\$24.13	<u>\$50,005</u>	<u>\$43,989</u>	<u>-\$6,016</u>	<u>-12.0%</u>
Stock Totals						\$499,996	\$479,370	-\$20,626	-4.1%
						Stock Annualized Return:		-19.8%	
Cash						\$4	\$41		
Cumulative Dividend Payments							\$2,791		
Net Trading Profits							<u>\$26,428</u>		
Portfolio Totals						<u>\$500,000</u>	<u>\$508,630</u>	1.7%	
						Portfolio Annualized Return:		8.3%	
S&P/TSX COMPOSITE INDEX						16,209.13	15,670.62	-538.51	-3.3%
						S&P/TSX Comp. Annualized Return:		-16.0%	
S&P/TSX 60 INDEX						959.70	929.00	-30.70	-3.2%
						S&P/TSX 60 Annualized Return:		-15.4%	

Here is a list of the stocks sold to date, since inception on January 2, 2018:

Stocks Sold

<u>Company</u>	<u>Purchase Date</u>	<u>Selling Date</u>	<u>Purchase Price</u>	<u>Selling Price</u>	<u>Purchase Cost</u>	<u>Selling Value</u>	<u>\$ Gain or (Loss)</u>	<u>% Gain or (Loss)</u>	<u>Number of Shares</u>	<u>Cum. Gain or (Loss)</u>
Thomson Reuters Corporation	02-Jan-18	30-Jan-18	\$54.80	\$59.05	\$49,978	\$53,851	\$3,874	7.8%	912	\$3,874
Shopify Inc.	02-Jan-18	30-Jan-18	\$127.32	\$159.99	\$50,037	\$62,876	\$12,839	25.7%	393	\$16,713
Shopify Inc.	02-Feb-18	15-Feb-18	\$143.79	\$168.51	\$56,509	\$66,224	\$9,715	17.2%	393	\$26,428

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Below, we provide a table that indicates the annual dividend, the corresponding annual income and equity yields, and the dividend pay-outs to date since inception. This table is updated at the end of each month. These totals are as at February 28, 2018:

TOP TEN

Annual Income/Yield

As at: 28-Feb-18

		Purchase	Current	Annual	Annual	Purchase	Current	Payment		Period	Pay-Out	
	<u>Company</u>	<u>Price</u>	<u>Price</u>	<u>Dividend</u>	<u>Income</u>	<u>Yield</u>	<u>Yield</u>	<u>Fr</u>	<u>Months</u>	<u>Payout</u>	<u>To Date</u>	
1	Algonquin Power & Utilities Corp.	\$14.03	\$13.03	\$0.60	\$2,137	4.3%	4.6%	Q	M/J/S/D	\$534	\$0	
2	ARC Resources Ltd.	\$14.96	\$12.78	\$0.60	\$2,005	4.0%	4.7%	M	28th	\$167	\$334	
3	Bank of Montreal	\$100.59	\$98.00	\$3.72	\$1,849	3.7%	3.8%	Q	J/A/J/O	\$462	\$462	
4	Enbridge Inc.	\$43.50	\$40.99	\$2.68	\$3,084	6.2%	6.5%	Q	F/M/A/N	\$771	\$771	
5	Goldcorp Inc.	\$16.24	\$16.66	\$0.10	\$316	0.6%	0.6%	Q	M/J/S/D	\$79	\$79	
6	Keyera Corp.	\$35.37	\$32.65	\$1.68	\$2,376	4.7%	5.1%	M	22nd	\$198	\$396	
7	Manulife Financial Corporation	\$26.19	\$24.19	\$0.82	\$1,565	3.1%	3.4%	Q	F/M/A/N	\$391	\$391	
8	Parkland Fuel Corporation	\$26.89	\$30.00	\$0.38	\$714	1.4%	1.3%	M	20th	\$179	\$357	
9	Shawcor Ltd.	\$27.43	\$24.73	\$0.60	<u>\$1,094</u>	<u>2.2%</u>	<u>2.4%</u>	Q	M/M/A/N	<u>\$273</u>	<u>\$0</u>	
Portfolio Totals					\$15,140	3.4%	3.5%					\$2,791
Dividends, Companies Sold												<u>\$0</u>
Total Dividends Received												\$2,791

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