

Long-Term Perspective

June 29, 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, if appropriate.*

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 an amount close to \$50,000.

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

THIS WEEK'S COMMENT: *At last, Enbridge got the decision it wanted: approval from the State of Minnesota to allow the company to upgrade its Line 3 pipeline on its existing and preferred route. The stock immediately popped. We will take advantage and sell at the opening on Tuesday. We are also going to bite the bullet and dispose of the Extencicare holding. Even if it recovers from its recent decline, the technical picture has deteriorated significantly. It is gone at the Tuesday opening. We will take our time to replace these holdings. So much negative global trade talk makes taking a positive outlook difficult in the near term.*

The current portfolio is presented below.

TOP TEN		Share Price Information			As at: 29-Jun-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	\$12.70	\$13.70	\$14.00	\$14.30	7.9%	10.2%	12.6%	
2 Enbridge Inc.	ENB	\$43.50	\$47.00	\$45.30	\$46.88	\$48.45	-3.6%	-0.3%	3.1%	
3 Enercare Inc.	ECI	\$17.21	\$17.98	\$18.00	\$18.75	\$19.50	0.1%	4.3%	8.5%	
4 Extencicare Inc.	EXE	\$7.61	\$7.25	\$8.20	\$8.60	\$9.00	13.1%	18.6%	24.1%	
5 Keyera Corp.	KEY	\$35.37	\$36.58	\$37.50	\$39.00	\$40.50	2.5%	6.6%	10.7%	
6 Manulife Financial Corporation	MFC	\$26.19	\$23.62	\$27.35	\$28.13	\$28.90	15.8%	19.1%	22.4%	
7 Shawcor Ltd.	SCL	\$27.43	\$25.52	\$28.90	\$29.70	\$30.50	13.2%	16.4%	19.5%	
8 Thomson Reuters Inc.	TRI	\$52.12	\$53.05	\$56.25	\$59.38	\$62.50	6.0%	11.9%	17.8%	
9 Vermilion Energy Inc.	VET	\$42.74	\$47.41	\$46.88	\$48.45	\$50.00	-1.1%	2.2%	5.5%	

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 **Keyera Corporation** and **Shawcor Ltd.**

The performance of these stocks is provided in the table below.

<continued>

TOP TEN
Portfolio Performance
As at: 29-Jun-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	3,564	\$14.03	\$12.70	\$50,000	\$45,260	-\$4,740	-9.5%
2 Enbridge Inc.	ENB	09-Feb-18	1,150	\$43.50	\$47.00	\$50,025	\$54,050	\$4,025	8.0%
3 Enecare Inc.	ECI	12-Apr-18	2,905	\$17.21	\$17.98	\$49,995	\$52,232	\$2,237	4.5%
4 Extencicare Inc.	EXE	07-Jun-18	6,576	\$7.61	\$7.25	\$50,043	\$47,676	-\$2,367	-4.7%
5 Keyera Corp.	KEY	02-Jan-18	1,414	\$35.37	\$36.58	\$50,013	\$51,724	\$1,711	3.4%
6 Manulife Financial Corporation	MFC	02-Jan-18	1,909	\$26.19	\$23.62	\$49,997	\$45,091	-\$4,906	-9.8%
7 Shawcor Ltd.	SCL	02-Jan-18	1,823	\$27.43	\$25.52	\$50,005	\$46,523	-\$3,482	-7.0%
8 Thomson Reuters Inc.	TRI	08-Jun-18	959	\$52.12	\$53.05	\$49,983	\$50,875	\$892	1.8%
9 Vermilion Energy Inc.	VET	17-Apr-18	1,170	\$42.74	\$47.41	\$50,006	\$55,470	\$5,464	10.9%
Stock Totals						\$450,067	\$448,900	-\$1,167	-0.3%
						Stock Annualized Return:			-0.5%
Cash						\$49,933	\$49,933		
Cumulative Dividend Payments							\$7,538		
Net Trading Profits							\$32,802		
Portfolio Totals						\$500,000	\$539,173		7.8%
						Portfolio Annualized Return:			15.6%
S&P/TSX COMPOSITE INDEX						16,209.13	16,277.73	68.60	0.4%
						S&P/TSX Comp. Annualized Return:			0.8%
S&P/TSX 60 INDEX						959.70	965.32	5.62	0.6%
						S&P/TSX 60 Annualized Return:			1.2%

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
Parkland Fuel Corporation	02-Jan-18	09-Apr-18	\$26.89	\$28.62	\$50,015	\$53,233	\$3,218	6.4%	1,860	\$29,646
Bank of Montreal	02-Jan-18	17-Apr-18	\$100.59	\$95.43	\$49,993	\$47,429	-\$2,565	-5.1%	497	\$27,081
ARC Resources Ltd.	02-Jan-18	14-May-18	\$14.96	\$13.44	\$49,996	\$44,916	-\$5,080	-10.2%	3,342	\$22,001
Goldcorp Inc.	02-Jan-18	07-Jun-18	\$16.24	\$18.40	\$50,003	\$56,654	\$6,651	13.3%	3,079	\$28,652
Saputo Inc.	02-Jan-18	08-Jun-18	\$41.35	\$41.53	\$49,992	\$50,210	\$218	0.4%	1,209	\$28,870
Canadian Tire Corporation	14-May-18	18-Jun-18	\$163.15	\$176.00	\$49,924	\$53,856	\$3,932	7.9%	306	\$32,802

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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 June 29, 2018:

TOP TEN

Annual Income/Yield

As at: 29-Jun-18

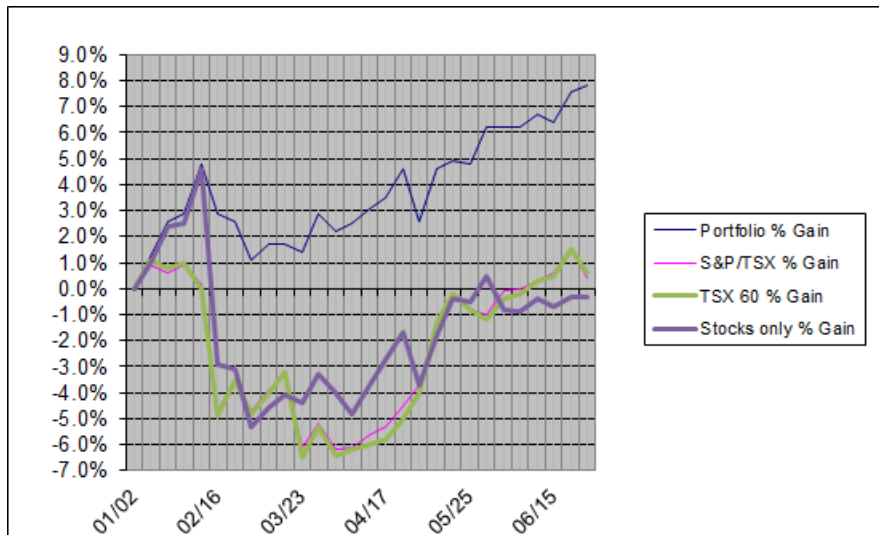
Company	Purchase	Current	Annual	Annual	Purchase	Current	Payment	Period	Pay-Out
	Price	Price	Dividend	Income	Yield	Yield	Fr Months	Payout	To Date
1 Algonquin Power & Utilities Corp.	\$14.03	\$12.70	\$0.51	\$1,828	3.7%	4.0%	Q M/J/S/D	\$457	\$872
2 Enbridge Inc.	\$43.50	\$47.00	\$2.68	\$3,087	6.2%	5.7%	Q F/M/A/N	\$772	\$1,543
3 Enercare Inc.	\$17.21	\$17.98	\$1.00	\$2,900	5.8%	5.6%	M 15th	\$242	\$725
4 Extencicare Inc.	\$7.61	\$7.25	\$0.48	\$3,156	6.3%	6.6%	M 27th	\$263	\$263
5 Keyera Corp.	\$35.37	\$36.58	\$1.68	\$2,376	4.7%	4.6%	M 22nd	\$198	\$1,188
6 Manulife Financial Corporation	\$26.19	\$23.62	\$0.88	\$1,680	3.4%	3.7%	Q F/M/A/N	\$420	\$840
7 Shawcor Ltd.	\$27.43	\$25.52	\$0.60	\$1,094	2.2%	2.4%	Q M/M/A/N	\$273	\$547
8 Thomson Reuters Inc.	\$52.12	\$53.05	\$1.81	\$1,739	3.5%	3.4%	Q F/M/A/N	\$435	\$0
9 Vermilion Energy Inc.	\$42.74	\$47.41	\$2.76	<u>\$3,229</u>	<u>6.5%</u>	<u>5.8%</u>	M 28th	\$269	<u>\$807</u>
Portfolio Totals				\$16,120	3.6%	3.6%			\$5,978
Dividends, Companies Sold									<u>\$1,560</u>
Total Dividends Received									<u>\$7,538</u>

Comparison

For comparative purposes, the following graph depicts the performance, since initiation, of the eResearch portfolio (BLUE line) and the stock portion only (heavy PURPLE line) against the S&P/TSX Composite Index (PINK line) and the S&P/TSX 60 (GREEN line).

The portfolio is performing much better than either of the market indexes, (trading profits!):

Portfolio performance = +7.8% (includes dividends and trading profits)
 Stock portion only = -0.3% (current stocks in the portfolio)
 S&P/TSX Composite = +0.4%
 S&P/TSX 60 = +0.6%





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