

Long-Term Perspective

August 13, 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: *We added two stocks today: Boralex and Maxar Technologies.*

The current portfolio is presented below.

TOP TEN	Share Price Information			As at: 13-Aug-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	Boralex Inc.	BLX	\$19.22	\$18.92	\$20.35	\$21.10	\$21.88	7.6%	11.5%	15.6%
2	HudBay Minerals Inc.	HBM	\$6.79	\$6.59	\$7.03	\$7.80	\$8.60	6.7%	18.4%	30.5%
3	Keyera Corp.	KEY	\$35.37	\$37.70	\$37.50	\$39.00	\$40.50	-0.5%	3.4%	7.4%
4	Manulife Financial Corporation	MFC	\$26.19	\$23.93	\$27.35	\$28.13	\$28.90	14.3%	17.6%	20.8%
5	Maxar Technologies	MAXR	\$48.67	\$48.86	\$50.00	\$53.13	\$56.25	2.3%	8.7%	15.1%
6	Shawcor Ltd.	SCL	\$27.43	\$28.35	\$28.90	\$29.70	\$30.50	1.9%	4.8%	7.6%
7	Thomson Reuters Inc.	TRI	\$52.12	\$55.79	\$56.25	\$59.38	\$62.50	0.8%	6.4%	12.0%
8	Vermilion Energy Inc.	VET	\$42.74	\$41.59	\$46.88	\$48.45	\$50.00	12.7%	16.5%	20.2%

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 **HudBay Minerals, Keyera Corporation, and Shawcor Ltd.**

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

<continued>

TOP TEN
Portfolio Performance
As at: 13-Aug-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 Boralex Inc.	BLX	13-Aug-18	2,601	\$19.22	\$18.92	\$49,991	\$49,211	-\$780	-1.6%
2 HudBay Minerals Inc.	HBM	16-Jul-18	7,364	\$6.79	\$6.59	\$50,002	\$48,529	-\$1,473	-2.9%
3 Keyera Corp.	KEY	02-Jan-18	1,414	\$35.37	\$37.70	\$50,013	\$53,308	\$3,295	6.6%
4 Manulife Financial Corporation	MFC	02-Jan-18	1,909	\$26.19	\$23.93	\$49,997	\$45,682	-\$4,314	-8.6%
5 Maxar Technologies	MAXR	13-Aug-18	1,027	\$48.67	\$48.86	\$49,984	\$50,179	\$195	0.4%
6 Shawcor Ltd.	SCL	02-Jan-18	1,823	\$27.43	\$28.35	\$50,005	\$51,682	\$1,677	3.4%
7 Thomson Reuters Inc.	TRI	08-Jun-18	959	\$52.12	\$55.79	\$49,983	\$53,503	\$3,520	7.0%
8 Vermilion Energy Inc.	VET	17-Apr-18	1,170	\$42.74	\$41.59	\$50,006	\$48,660	-\$1,346	-2.7%
Stock Totals						\$399,981	\$400,754	\$774	0.2%
						Stock Annualized Return:		0.3%	
Cash						\$100,019	\$100,019	20.0%	
Cumulative Dividend Payments						\$7,780			
Net Trading Profits						\$64,585			
Portfolio Totals						\$500,000	\$573,138	\$73,138	14.6%
						Portfolio Annualized Return:		23.8%	
S&P/TSX COMPOSITE INDEX						16,209.13	16,250.75	41.62	0.3%
						S&P/TSX Comp. Annualized Return:		0.4%	
S&P/TSX 60 INDEX						959.70	968.61	8.91	0.9%
						S&P/TSX 60 Annualized Return:		1.5%	

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
Enbridge Inc.	09-Feb-18	05-Jul-18	\$43.50	\$47.10	\$50,025	\$54,165	\$4,140	8.3%	1,150	\$36,942
Extencicare Inc.	07-Jun-18	16-Jul-18	\$7.61	\$7.22	\$50,043	\$47,479	-\$2,565	-5.1%	6,576	\$34,377
Algonquin Power & Utilities Corp.	02-Jan-18	20-Jul-18	\$14.03	\$13.01	\$50,003	\$46,368	-\$3,635	-7.3%	3,564	\$30,742
Enercare Inc.	12-Apr-18	03-Aug-18	\$17.21	\$28.86	\$49,995	\$83,838	\$33,843	67.7%	2,905	\$64,585

<continued>

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, unless there is a change in the portfolio. These totals are as at August 10, 2018:

TOP TEN

Annual Income/Yield

As at: 13-Aug-18

Company	Purchase	Current	Annual	Annual	Purchase	Current	Payment	Period	Pay-Out	
	Price	Price	Dividend	Income	Yield	Yield	Fr	Months	Payout	To Date
1 Boralex Inc.	\$19.22	\$18.92	\$0.63	\$1,639	3.3%	3.3%	Q	A/N/F/M	\$410	\$0
2 HudBay Minerals Inc.	\$6.79	\$6.59	\$0.12	\$884	1.8%	1.8%	SA	Mar/Sep	\$74	\$0
3 Keyera Corp.	\$35.37	\$37.70	\$1.80	\$2,545	5.1%	4.8%	M	22nd	\$212	\$1,188
4 Manulife Financial Corporation	\$26.19	\$23.93	\$0.88	\$1,680	3.4%	3.7%	Q	F/M/A/N	\$420	\$840
5 Maxar Technologies	\$48.67	\$48.86	\$1.48	\$1,520	3.0%	3.0%		S/D/M/J	\$380	\$0
6 Shawcor Ltd.	\$27.43	\$28.35	\$0.60	\$1,094	2.2%	2.1%	Q	M/M/A/N	\$273	\$547
7 Thomson Reuters Inc.	\$52.12	\$55.79	\$1.81	\$1,738	3.5%	3.2%	Q	F/M/A/N	\$434	\$0
Vermilion Energy Inc.	\$42.74	\$41.59	\$2.76	<u>\$3,229</u>	<u>6.5%</u>	<u>6.6%</u>	M	28th	\$269	<u>\$807</u>
Portfolio Totals				\$7,723	1.9%	1.9%				\$2,575
Dividends, Companies Sold										<u>\$5,205</u>
Total Dividends Received										<u>\$7,780</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).

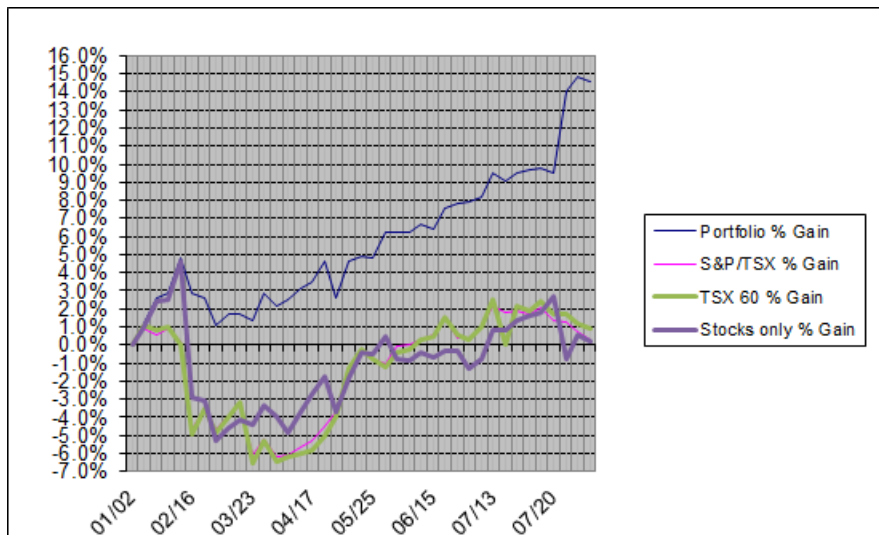
The portfolio is performing much better than either of the market indexes, (trading profits!):

Portfolio performance = +14.6% (includes dividends and trading profits)

Stock portion only = +0.2% (current stocks in the portfolio)

S&P/TSX Composite = +0.3%

S&P/TSX 60 = +0.9%





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