

Long-Term Perspective

August 17, 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: *The Portfolio slipped a bit over the past week. We have eight stocks in the Portfolio, but only three are positive. The Portfolio is still being driven by the Trading Profits, i.e., stocks that have been sold.*

The current portfolio is presented below.

TOP TEN	Share Price Information			As at: 16-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	\$19.09	\$20.35	\$21.10	\$21.88	6.6%	10.5%	14.6%
2	HudBay Minerals Inc.	HBM	\$6.79	\$6.13	\$7.03	\$7.80	\$8.60	14.7%	27.2%	40.3%
3	Keyera Corp.	KEY	\$35.37	\$37.38	\$37.50	\$39.00	\$40.50	0.3%	4.3%	8.3%
4	Manulife Financial Corporation	MFC	\$26.19	\$24.54	\$27.35	\$28.13	\$28.90	11.5%	14.6%	17.8%
5	Maxar Technologies	MAXR	\$48.67	\$48.51	\$50.00	\$53.13	\$56.25	3.1%	9.5%	16.0%
6	Shawcor Ltd.	SCL	\$27.43	\$27.53	\$28.90	\$29.70	\$30.50	5.0%	7.9%	10.8%
7	Thomson Reuters Inc.	TRI	\$52.12	\$56.09	\$56.25	\$59.38	\$62.50	0.3%	5.9%	11.4%
8	Vermilion Energy Inc.	VET	\$42.74	\$40.10	\$46.88	\$48.45	\$50.00	16.9%	20.8%	24.7%

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.

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TOP TEN
Portfolio Performance
As at: 16-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	\$19.09	\$49,991	\$49,653	-\$338	-0.7%
2 HudBay Minerals Inc.	HBM	16-Jul-18	7,364	\$6.79	\$6.13	\$50,002	\$45,141	-\$4,860	-9.7%
3 Keyera Corp.	KEY	02-Jan-18	1,414	\$35.37	\$37.38	\$50,013	\$52,855	\$2,842	5.7%
4 Manulife Financial Corporation	MFC	02-Jan-18	1,909	\$26.19	\$24.54	\$49,997	\$46,847	-\$3,150	-6.3%
5 Maxar Technologies	MAXR	13-Aug-18	1,027	\$48.67	\$48.51	\$49,984	\$49,820	-\$164	-0.3%
6 Shawcor Ltd.	SCL	02-Jan-18	1,823	\$27.43	\$27.53	\$50,005	\$50,187	\$182	0.4%
7 Thomson Reuters Inc.	TRI	08-Jun-18	959	\$52.12	\$56.09	\$49,983	\$53,790	\$3,807	7.6%
8 Vermilion Energy Inc.	VET	17-Apr-18	1,170	\$42.74	\$40.10	\$50,006	\$46,917	-\$3,089	-6.2%
Stock Totals						\$399,981	\$395,211	-\$4,770	-1.2%
						Stock Annualized Return:			-1.9%
Cash						\$100,019	\$100,019		20.0%
Cumulative Dividend Payments							\$7,780		
Net Trading Profits							\$64,585		
Portfolio Totals						\$500,000	\$567,595	\$67,595	13.5%
						Portfolio Annualized Return:			21.4%
S&P/TSX COMPOSITE INDEX						16,209.13	16,323.71	114.58	0.7%
						S&P/TSX Comp. Annualized Return:			1.1%
S&P/TSX 60 INDEX						959.70	973.98	14.28	1.5%
						S&P/TSX 60 Annualized Return:			2.4%

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
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

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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, unless there is a change in the portfolio. These totals are as at August 13, 2018:

TOP TEN

Annual Income/Yield

As at: 13-Aug-18

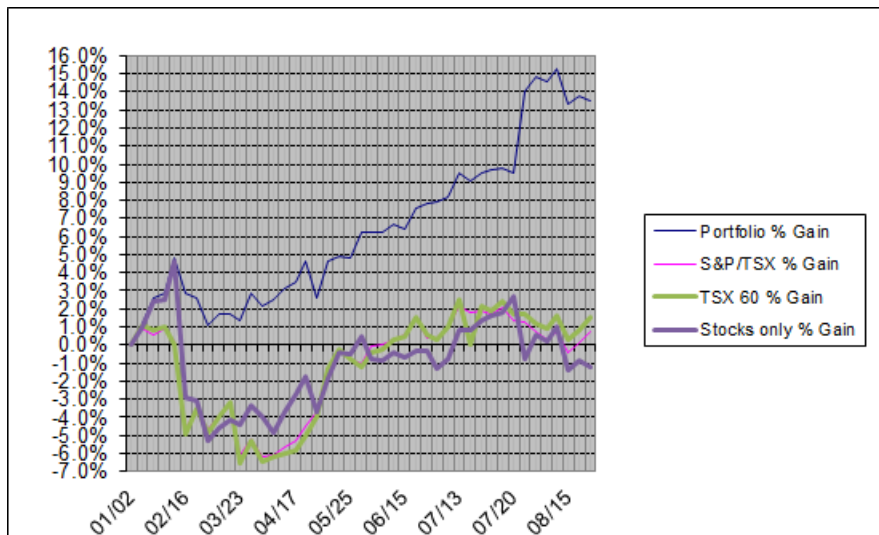
<u>Company</u>	<u>Purchase Price</u>	<u>Current Price</u>	<u>Annual Dividend</u>	<u>Annual Income</u>	<u>Purchase Yield</u>	<u>Current Yield</u>	<u>Fr</u>	<u>Months</u>	<u>Period Payout</u>	<u>Pay-Out To Date</u>
1 Boralex Inc.	\$19.22	\$18.92	\$0.63	\$1,639	3.3%	3.3%	Q	A/N/F/M	\$410	\$0
2 HudBay Minerals 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 = +13.5% (includes dividends and trading profits)
 Stock portion only = -1.2% (current stocks in the portfolio)
 S&P/TSX Composite = +0.7%
 S&P/TSX 60 = +1.5%



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