

Top-Ten Portfolio

We have created a 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. We also utilize "trigger" sell prices as a systematic discipline, with discretion.

TODAY'S COMMENT: *The Portfolio is stuck at a gain since Inception at the beginning of the year of around 24% (including dividends and trading profits). This beats the S&P/TSX Composite Index which has a gain of 16.7% (including dividends). There is one real laggard and that is Baytex Energy Corp. The other two Energy stocks are also in the **RED**. There are still just nine stock holdings as nothing really jumps out at the moment. The intention is still to pare the Energy holdings.*

The portfolio is presented below.

TOP TEN	Share Price Information		As at: 12-Jul-19		Inception: 01-Jan-19 (Dec 31/18 closing prices)			
	Company	Symbol	Purchase Price	Current Price	First Target	Second Target	First Sell (First 50%)	Second Sell (Second 50%)
1	AltaGas Ltd.	ALA	\$13.90	\$19.93	\$19.50	\$20.30	\$19.13	\$18.34
2	Baytex Energy Corp.	BTE	\$2.22	\$1.90	\$2.75	\$3.13	\$2.11	\$2.00
3	Canada Goose Holdings Inc.	GOOS	\$45.54	\$57.13	\$50.00	\$56.25	\$54.84	\$52.56
4	Fairfax Financial Holdings Ltd.	FFH	\$600.98	\$624.31	\$625.00	\$687.50	\$605.58	\$580.61
5	NFI Group Inc.	NFI	\$32.11	\$35.98	\$37.50	\$39.05	\$34.54	\$33.10
6	Norbord Inc.	OSB	\$28.98	\$30.63	\$29.70	\$31.25	\$27.82	\$26.66
7	Parex Resources Inc.	PXT	\$17.66	\$21.51	\$23.45	\$25.00	\$20.65	\$19.79
8	Vermilion Energy Inc.	VET	\$28.76	\$28.53	\$31.25	\$34.38	\$27.61	\$26.46
9	Whitecap Resources Inc.	WCP	\$4.55	\$4.44	\$5.50	\$6.25	\$4.32	\$4.09

NB: Sell Price for stocks under \$10 is -5% and -10%; between \$10 and \$50, it is -4% and -8%; over \$50, it is -3% and -7%.

NB: **Red** numbers denote the stock price is below the Sell Price; **Green** numbers denote the stock price exceeds the Price Target.

NB: The Analyst, either **directly** or **indirectly**, currently owns shares in **AltaGas**, **NFI**, and **Vermilion Energy**.

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

TOP TEN

Portfolio Performance

As at: 12-Jul-19

Initiation: 01-Jan-19

<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 AltaGas Ltd.	ALA	02-Jan-19	3,597	\$13.90	\$19.93	\$49,998	\$71,688	\$21,690	43.4%
2 Baytex Energy Corp.	BTE	02-Jan-19	22,000	\$2.22	\$1.90	\$48,820	\$41,800	-\$7,020	-14.4%
3 Canada Goose Holdings Inc.	GOOS	30-May-19	1,098	\$45.54	\$57.13	\$50,003	\$62,729	\$12,726	25.5%
4 Fairfax Financial Holdings Ltd.	FFH	02-Jan-19	83	\$600.98	\$624.31	\$49,944	\$51,883	\$1,939	3.9%
5 NFI Group Inc.	NFI	26-Mar-19	1,557	\$32.11	\$35.98	\$49,995	\$56,021	\$6,026	12.1%
6 Norbord Inc.	OSB	13-Jun-19	1,725	\$28.98	\$30.63	\$49,991	\$52,837	\$2,846	5.7%
7 Parex Resources Inc.	PXT	09-Jan-19	2,063	\$17.66	\$21.51	\$36,424	\$44,364	\$7,941	21.8%
8 Vermilion Energy Inc.	VET	02-Jan-19	1,738	\$28.76	\$28.53	\$49,985	\$49,585	-\$400	-0.8%
9 Whitecap Resources Inc.	WCP	02-Jan-19	11,241	\$4.55	\$4.44	\$51,100	\$49,910	-\$1,190	-2.3%
Stock Totals						\$436,260	\$480,817	\$44,558	10.2%
						Stock Annualized Return:			19.4%
Portfolio Percentages									%%
Stock Totals							\$480,817		77%
Cash						\$97,903	\$97,903		16%
Cumulative Dividend Payments							\$8,276		1%
Net Trading Profits/(Losses)						\$34,163	\$34,163		5%
Portfolios Totals									100%
Portfolio Totals						\$500,000	\$621,159	\$121,159	24.2%
						Portfolio Annualized Return:			46.1%
Portfolio Totals (ex Trading Profits)						\$500,000	\$586,996	\$86,996	17.4%
									33.1%
S&P/TSX Composite Index						14,322.86	16,488.12	2,165.26	15.1%
						S&P/TSX Comp. Return + Divs			16.7%
						Annualized Return, incl. Divs			31.8%

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>
Maxar Technologies Ltd.	02-Jan-19	07-Jan-19	\$16.31	\$14.11	\$25,003	\$21,631	-\$3,373	-13.5%	1,533	-\$3,373
Maxar Technologies Ltd.	02-Jan-19	08-Jan-19	\$16.31	\$9.65	\$25,003	\$14,793	-\$10,210	-40.8%	1,533	-\$13,582
Goldcorp Inc.	02-Jan-19	14-Jan-19	\$13.37	\$13.87	\$50,004	\$51,874	\$1,870	3.7%	3,740	-\$11,712
Shopify Inc.	02-Jan-19	05-Feb-19	\$188.79	\$229.42	\$12,271	\$14,912	\$2,641	21.5%	65	-\$9,071
Shopify Inc.	02-Jan-19	19-Feb-19	\$188.79	\$242.20	\$18,879	\$24,220	\$5,341	28.3%	100	-\$3,730
Toromont Industries Ltd.	02-Jan-19	19-Feb-19	\$54.26	\$69.20	\$50,028	\$63,802	\$13,775	27.5%	922	\$10,044
Shopify Inc.	02-Jan-19	05-Mar-19	\$188.79	\$252.20	\$18,879	\$25,220	\$6,341	33.6%	100	\$16,385
Parkland Fuel Corporation	02-Jan-19	07-Mar-19	\$35.34	\$37.89	\$50,006	\$53,614	\$3,608	7.2%	1,415	\$19,994
Surge Energy Inc.	25-Jan-19	07-Mar-19	\$1.34	\$1.39	\$50,001	\$51,866	\$1,866	3.7%	37,314	\$21,859
Sprott Physical Gold & Silver Trust	11-Mar-19	01-Apr-19	\$16.99	\$16.76	\$50,002	\$49,325	-\$677	-1.4%	2,943	\$21,182
Whitecap Resources Inc.	02-Jan-19	15-Apr-19	\$4.35	\$5.76	\$23,899	\$31,645	\$7,747	32.4%	5,494	\$28,929
Baytex Energy Corp.	02-Jan-19	15-Apr-19	\$2.41	\$2.90	\$25,900	\$31,166	\$5,266	20.3%	10,747	\$34,195
Cascades Inc.	08-Apr-19	26-Apr-19	\$8.48	\$7.84	\$49,998	\$46,225	-\$3,773	-7.5%	5,896	\$30,421
Methanex Corporation	16-May-19	31-May-19	\$64.73	\$56.26	\$49,972	\$43,433	-\$6,539	-13.1%	772	\$23,883
Canadian Gold Miners Bull ETF	13-Jun-19	24-Jun-19	\$11.77	\$14.19	\$49,999	\$60,279	\$10,280	20.6%	4,248	\$34,163

<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 every two weeks, unless there is a change in the portfolio. These totals are as at June 28, 2019:

TOP TEN

Annual Income/Yield

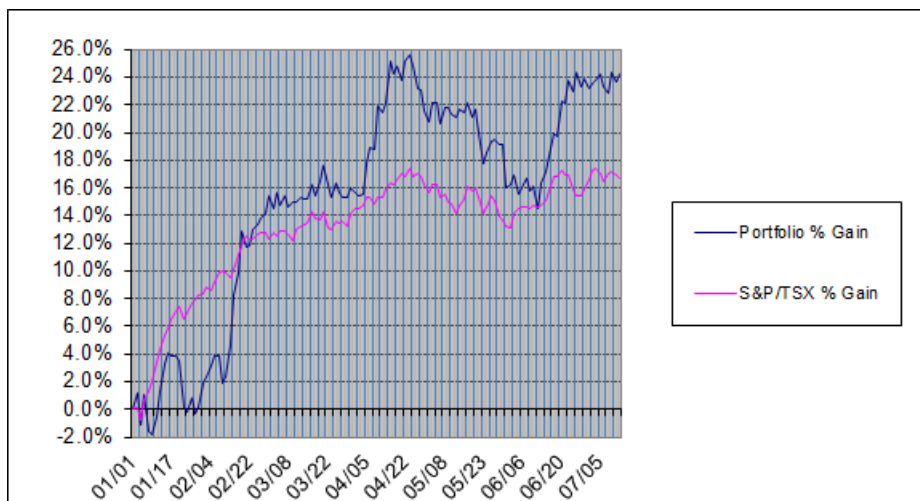
As at: 28-Jun-19

Company	Purchase	Current	Annual	Annual	Purchase	Current	Payment	Dividend	Period	Pay-Out
	Price	Price	Dividend	Income	Yield	Yield	Fr	Months	Payout	To Date
1 AltaGas Ltd.	\$13.90	\$19.81	\$0.96	\$3,453	6.9%	4.8%	M	15th	\$0.08	\$288
2 Baytex Energy Corp.	\$2.22	\$2.03	\$0.00	\$0	0.0%	0.0%	--	---	\$0.00	\$0
3 Canada Goose Holdings Inc.	\$45.54	\$50.69	\$0.00	\$0	0.0%	0.0%	--	---	\$0.00	\$0
4 Fairfax Financial Holdings Ltd.	\$600.98	\$642.76	\$10.00	\$831	1.7%	1.6%	A	Jan	\$10.00	\$831
5 NFI Group Inc.	\$32.11	\$36.90	\$1.70	\$2,647	5.3%	4.6%	Q	MJSD	\$0.425	\$662
6 Norbord Inc.	\$28.98	\$32.46	\$1.60	\$2,760	5.5%	4.9%	Q	FMAN	\$0.40	\$690
7 Parex Resources Inc.	\$17.66	\$21.01	\$0.00	\$0	0.0%	0.0%	--	---	\$0.00	\$0
8 Vermilion Energy Inc.	\$28.76	\$28.45	\$2.76	\$4,797	9.6%	9.7%	M	15th	\$0.23	\$400
9 Whitecap Resources Inc.	\$4.55	\$4.25	\$0.32	\$3,642	7.1%	7.6%	M	15th	\$0.027	\$304
Portfolio Totals				\$18,130	4.2%	3.8%				\$6,448
Dividends, Companies Sold										\$1,828
Total Dividends Received										\$8,276

Comparison

For comparative purposes, the following graph depicts the performance, since initiation, of the eResearch portfolio (BLUE line) against the S&P/TSX Composite Index (PINK line). Both indexes include reinvested dividends, and the portfolio includes trading profits/losses.

The portfolio is still performing much better than that of the broad market index:
 Portfolio performance = +24.2% (includes dividends and trading profits)
 S&P/TSX Composite = +16.7% (includes dividends)



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