

Long-Term Perspective

August 21, 2019

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. We update it once a week, using Wednesday's closing prices. It will be essentially a Buy-and-Hold portfolio, with minimal trading. The portfolio will always be fully invested, if appropriate. The initial investment will be a total of \$500,000. It is intended that each of the stocks will have an equal weighting.

TODAY'S COMMENT: The Portfolio has not fared well over the last three weeks. We bought back the Gold Miners 2X Bull ETF and it has done well. Canada Goose lost its flight but has recovered slightly. Fairfax joined the "Losers" Club. NFI continues to fall. Norbord is back up. Parex is down. Vermilion and Whitecap are way down. Last February, why did we sell Shopify? But, good thing we sold Methanex. Energy stocks continue to weigh on the Portfolio.

The portfolio is presented below.

TOP TEN	Share Price Information	As at: 21-Aug-19		
		Inception 01-Jan-19		
	(Dec 31/18 closing prices)		

			Purchase	Current	First	Second
	Company	Symbol	Price	Price	<u>Target</u>	Target
1	AltaGas Ltd.	ALA	\$13.90	\$18.81	\$19.50	\$20.30
2	Baytex Energy Corp.	BTE	\$2.22	\$1.76	\$2.75	\$3.13
3	Canada Goose Holdings Inc.	GOOS	\$45.54	\$52.83	\$50.00	\$56.25
4	Canadian Gold Miners 2X Bull ETF	HGU	\$17.91	\$19.25	\$18.75	\$20.30
5	Fairfax Financial Holdings Ltd.	FFH	\$600.98	\$585.52	\$625.00	\$687.50
6	NFI Group Inc.	NFI	\$32.11	\$26.03	\$37.50	\$39.05
7	Norbord Inc.	OSB	\$28.98	\$31.10	\$29.70	\$31.25
8	Parex Resources Inc.	PXT	\$17.66	\$20.97	\$23.45	\$25.00
9	Vermilion Energy Inc.	VET	\$28.76	\$20.02	\$31.25	\$34.38
10	Whitecap Resources Inc.	WCP	\$4.55	\$3.85	\$5.50	\$6.25

NB: Green numbers denote the stock price exceeds the Price Target.

NB: The Analyst, either directly or indirectly, currently owns shares in ALA, BTE, NFI, and VET

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



	TOP TEN	Portfolio I	Performai	As at:				
					Initation:	01-Jan-19		
		Purchase	Number	Purchase	Current	\$ Gain	% Gain	
	Company	<u>Date</u>	of Share	Cost	<u>Value</u>	or (Loss)	or (Loss)	
1	AltaGas Ltd.	02-Jan-19	3,597	\$49,998	\$67,660	\$17,661	35.3%	
2	Baytex Energy Corp.	02-Jan-19	22,000	\$48,820	\$38,720	-\$10,100	-20.7%	
3	Canada Goose Holdings Inc.	30-May-19	1,098	\$50,003	\$58,007	\$8,004	16.0%	
4	Canadian Gold Miners 2X Bull ETF	06-Aug-19	2,792	\$50,005	\$53,746	\$3,741	7.5%	
5	Fairfax Financial Holdings Ltd.	02-Jan-19	83	\$49,944	\$48,660	-\$1,285	-2.6%	
6	NFI Group Inc.	26-Mar-19	1,557	\$49,995	\$40,529	-\$9,467	-18.9%	
7	Norbord Inc.	13-Jun-19	1,725	\$49,991	\$53,648	\$3,657	7.3%	
8	Parex Resources Inc.	09-Jan-19	2,063	\$36,424	\$43,251	\$6,827	18.7%	
9	Vermilion Energy Inc.	02-Jan-19	1,738	\$49,985	\$34,795	-\$15,190	-30.4%	
10	Whitecap Resources Inc.	02-Jan-19	11,241	\$51,100	\$43,278	<u>-\$7,822</u>	<u>-15.3%</u>	
	_	Stock Total	s	\$486,264	\$482,292	-\$3,972	-0.8%	
				Stock Annu	ıalized Retur	n:	-1.3%	
		Portfolio Percentages				%%		
		Stock Totals	creening	CS	\$482,292	84%		
		Cash		\$47,899	\$47,899	8%		
		Cum. Dividen	d Darmente	Ψ47,000	\$11,610	2%		
				. 624 162				
		Net Trading F		3) \$34,163	\$34,163	<u>6%</u>		
		Portfolios Tot	ais			100%		
		Portfolio 7	Γotals	\$500,000	\$575,963	\$75,963	15.2%	
				Portfolio A	nnualized Re	turn:	24.1%	
		Portfolio T	otals (ex Ti	a \$500,000	\$541,800	\$41,800	8.4%	
			`				13.2%	
		S&P/TSX C	omposite In	d 14.322.86	16,309,23	1,986.37	13.9%	
S&P/TSX Comp. Return + Dr							15.9%	
Annualized Return, incl. Divs						25.2%		
					,			
St	ocks Sold							
	Purcha	-		lling Purcha	-	\$ Gain	% Gain	Number C
	npany Date	<u>Date</u>		rice Cost		or (Loss)		of Shares o
Max	car Technologies Ltd. 02-Jan-	19 07-Jan-19	\$16.31 \$1	4.11 \$25,00	3 \$21,631	-\$3,373	-13.5%	1,533

	Purchase	Selling	Purchase	Selling	Purchase	Selling	\$ Gain	% Gain	Number	Cum. Gain
Company	Date	Date	Price	Price	Cost	<u>Value</u>	or (Loss)	or (Loss)	of Shares	or (Loss)
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

There has been no change in Stocks Sold since June 24.



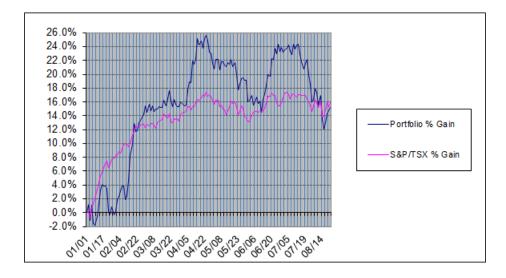
Below, we provide a table that indicates the annual dividend, the corresponding annual income and equity yields, and the dividend pay-outs to date since inception. This table is updated every two weeks, unless there is a change in the portfolio. These totals are as at August 21, 2019:

	TOP TEN	Annual Income/Yield			As at:	21-Aug-19			
		Annual	Annual	Current		Payment	Dividend	Period	Pay-Out
	<u>Company</u>	<u>Dividend</u>	Income	Yield	<u>Fr</u>	Months	Payout	Payout	To Date
1	AltaGas Ltd.	\$0.96	\$3,453	5.1%	M	15th	\$0.08	\$288	\$2,014
2	Baytex Energy Corp.	\$0.00	\$0	0.0%			\$0.00	\$0	\$0
3	Canada Goose Holdings Inc.	\$0.00	\$0	0.0%			\$0.00	\$ 0	\$0
4	Canadian Gold Miners 2X Bull ETI	\$0.00	\$0	0.0%			\$0.00	\$0	\$ 0
5	Fairfax Financial Holdings Ltd.	\$10.00	\$831	1.7%	A	Jan	\$10.00	\$831	\$831
6	NFI Group Inc.	\$1.70	\$2,647	6.5%	Q	MJSD	\$0.425	\$662	\$1,323
7	Norbord Inc.	\$1.60	\$2,760	5.1%	Q	FMAN	\$0.40	\$690	\$690
8	Parex Resources Inc.	\$0.00	\$0	0.0%			\$0.00	\$0	\$ 0
9	Vermilion Energy Inc.	\$2.76	\$4,797	13.8%	M	15th	\$0.23	\$400	\$2,798
10	Whitecap Resources Inc.	\$0.32	<u>\$3,642</u>	<u>8.4%</u>	M	15th	\$0.027	\$304	\$2,125
	Portfolio Totals		\$18,130	3.8%					\$9,782
	Dividends, Companies Sol	d							<u>\$1,828</u>
	Total Dividends Received							<u>\$11,610</u>	

Comparison

For comparative purposes, the following graph depicts the performance, since initiation, of the *e*Research 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 performing slightly under that of the broad market index: Portfolio performance = +15.2% (includes dividends and trading profits) S&P/TSX Composite = +15.9% (includes dividends)



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