

Top-Ten Portfolio

We have created a portfolio of stocks with a primary focus being on recovery and growth and, secondarily, on attractive dividend yields.

NOTE: *The Top-Ten Portfolio is now in its second year. The investment approach for the Portfolio is essentially a Buy-and-Hold strategy, with minimal trading. The Portfolio will be appropriately invested but, if circumstances warrant, there could be a sizable cash component. The initial investment, at inception, was \$500,000. At the end of 2019, this had increased 21.0% to \$605,204. For 2020, no single investment holding will be permitted to exceed a cost value of \$60,000.*

TODAY'S COMMENT: *We purged all of the stocks in the Portfolio at the end of 2019, except two: **AltaGas Ltd.** and **Vermilion Energy Inc.** We added five stocks/ETFs so the Portfolio now has a total of seven holdings. However, all of the additions have a purchase cost well under the maximum allowed. We are extremely cautious about the market at the moment and have a sizable cash component. However, we went out on a limb after the Iranian Situation erupted and bought a gold ETF and an oil ETF. Both did well for a day. As soon as the crisis mitigated, both ETFs retrenched and, consequently, we are showing a paper loss in both instances. They will recover but likely will remain volatile. We have a list of stocks on our Potential Buy List with specific Purchase Prices. So far, none of them have hit their respective Buy Price. There is one stock in the Portfolio, **Polaris Infrastructure**, that already has exceeded both of its Target Prices, so we raised them as the outlook remains good and there is no reason to sell.*

The portfolio is presented below.

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Share Price Information

As at: 10-Jan-20
Inception 01-Jan-19

<u>Company</u>	<u>Symbol</u>	<u>Purchase Price</u>	<u>Current Price</u>	<u>PerCent Change</u>	<u>First Target</u>	<u>Second Target</u>
1 AltaGas Ltd.	ALA	\$13.90	\$19.60	41.0%	\$19.50	\$20.30
2 HBP Gold 2X Bull ETF	HGU	\$18.75	\$17.75	-5.3%	\$20.30	\$21.88
3 HBP Crude Oil 2X Bull ETF	HOU	\$6.58	\$6.14	-6.7%	\$7.40	\$7.80
4 Keyera Corp.	KEY	\$34.00	\$34.41	1.2%	\$35.15	\$36.00
5 Polaris Infrastructure	PIF	\$12.25	\$14.08	14.9%	\$14.05	\$14.85
6 ShawCor Inc.	SCL	\$12.50	\$12.00	-4.0%	\$13.28	\$14.05
7 Vermilion Energy Inc.	VET	\$28.76	\$21.35	-25.8%	\$31.25	\$34.38

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

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

TOP TEN**Portfolio Performance**

As at: 10-Jan-20

Initiation: 01-Jan-19

<u>Company</u>	<u>Purchase Date</u>	<u>Number of Shares</u>	<u>Purchase Cost</u>	<u>Current Value</u>	<u>\$ Gain or (Loss)</u>	<u>% Gain or (Loss)</u>
1 AltaGas Ltd.	02-Jan-19	3,597	\$49,998	\$70,501	\$20,503	41.0%
2 HBP Gold 2X Bull ETF	02-Jan-20	1,333	\$24,994	\$23,661	-\$1,333	-5.3%
3 HBP Crude Oil 2X Bull ETF	02-Jan-20	3,800	\$25,004	\$23,332	-\$1,672	-6.7%
4 Keyera Corp.	02-Jan-20	882	\$29,988	\$30,350	\$362	1.2%
5 Polaris Infrastructure	02-Jan-20	3,265	\$39,996	\$45,971	\$5,975	14.9%
6 ShawCor Inc.	02-Jan-20	2,400	\$30,000	\$28,800	-\$1,200	-4.0%
7 Vermilion Energy Inc.	02-Jan-19	1,738	\$49,985	\$37,106	-\$12,879	-25.8%

Stock Totals \$249,965 \$259,721 \$9,756 3.9%
Stock Annualized Return: 7.6%

Cash \$346,051

Portfolio Stocks (2019-2020) \$500,000 \$534,706 \$34,706 6.9%
(incl Divs + Trad Prof: 2019-2020) \$500,000 \$605,772 \$105,772 21.2%
(incl Divs + Trad Prof: 2020) \$605,204 \$605,772 \$568 0.1%

S&P/TSX Comp. (2019-2020) 14,322.86 17,234.49 2,911.63 20.3%
(incl Dividends : 2019-2020) 14,322.86 17,672.90 3,350.04 23.4%
(incl Dividends : 2020) 17,063.43 17,672.90 609.47 3.6%

Portfolio Percentages

		<u>%</u>
Stock Totals	\$259,721	49%
Cash	\$346,051	65%
Portfolio Totals	\$605,772	113%
		<u>% of Cash</u>
- Investable Funds	\$274,985	79%
- Cum. Dividend Payments	\$16,303	5%
- Trading Profits/(Losses)	\$54,763	16%
Total Cash	\$346,051	100%

Since the beginning of 2019, including dividends and trading profits, the Portfolio is up 21.2% while, for comparison, the S&P/TSX Composite Index is up 23.4%.

<continued>

The next table lists all of the stocks that have been sold since inception at the beginning of 2019.

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
Norbord Inc.	13-Jun-19	29-Aug-19	\$28.98	\$33.20	\$49,991	\$57,270	\$7,280	14.6%	1,725	\$41,442
Baytex Energy Corp.	02-Jan-19	05-Sep-19	\$2.22	\$1.73	\$48,821	\$38,060	-\$10,761	-22.0%	22,000	\$30,681
Whitecap Resources Inc.	02-Jan-19	05-Sep-19	\$4.55	\$3.91	\$51,100	\$43,952	-\$7,147	-14.0%	11,241	\$23,534
Canadian Gold Miners Bull ETF	06-Aug-19	09-Sep-19	\$17.91	\$18.82	\$50,005	\$52,545	\$2,541	5.1%	2,792	\$26,075
Canada Goose Holdings Inc.	30-May-19	31-Dec-19	\$45.54	\$47.01	\$50,003	\$51,617	\$1,614	3.2%	1,098	\$27,689
Domtar Corporation	30-Sep-19	31-Dec-19	\$47.07	\$49.61	\$49,988	\$52,686	\$2,697	5.4%	1,062	\$30,386
Fairfax Financial Holdings Ltd.	02-Jan-19	31-Dec-19	\$600.98	\$609.74	\$49,944	\$50,672	\$728	1.5%	83	\$31,114
Kinaxis Inc.	05-Sep-19	31-Dec-19	\$79.61	\$100.02	\$49,995	\$62,813	\$12,817	25.6%	628	\$43,932
NFI Group Inc.	26-Mar-19	31-Dec-19	\$32.11	\$26.65	\$49,995	\$41,494	-\$8,501	-17.0%	1,557	\$35,431
Parex Resources Inc.	09-Jan-19	31-Dec-19	\$17.66	\$24.15	\$36,424	\$49,809	\$13,386	36.7%	2,063	\$48,816
Parkland Fuel Corporation	05-Sep-19	31-Dec-19	\$42.64	\$47.71	\$50,017	\$55,964	\$5,947	11.9%	1,173	\$54,763

Dividend Income/Yield

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. These totals are as at January 10, 2020:

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Annual Income/Yield

As at: 10-Jan-20

<u>Company</u>	<u>Annual Dividend</u>	<u>Annual Income</u>	<u>Current Yield</u>	<u>Payment Fr</u>	<u>Months</u>	<u>Dividend Payout</u>	<u>Period Payout</u>	<u>Pay-Out To Date</u>
1 AltaGas Ltd.	\$0.96	\$3,453	4.9%	M	15th	\$0.08	\$288	\$3,165
2 HBP Gold 2X Bull ETF	\$0.00	\$0	0.0%	--	---	\$0.00	\$0	\$0
3 HBP Crude Oil 2X Bull ETF	\$0.00	\$0	0.0%	--	---	\$0.00	\$0	\$0
4 Keyera Corp.	\$1.92	\$1,693	5.6%	M	15th	\$0.16	\$141	\$0
5 Polaris Infrastructure	\$0.78	\$2,557	5.6%	Q	FMAN	\$0.20	\$639	\$0
6 ShawCor Inc.	\$0.60	\$1,440	5.0%	Q	FMAN	\$0.15	\$360	\$0
7 Vermilion Energy Inc.	\$2.76	\$4,797	12.9%	M	15th	\$0.23	\$400	\$4,397

Portfolio Totals

\$13,940 5.4%

\$7,563

Dividends, Companies Sold

\$8,740

Total Dividends Received

\$16,303

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.

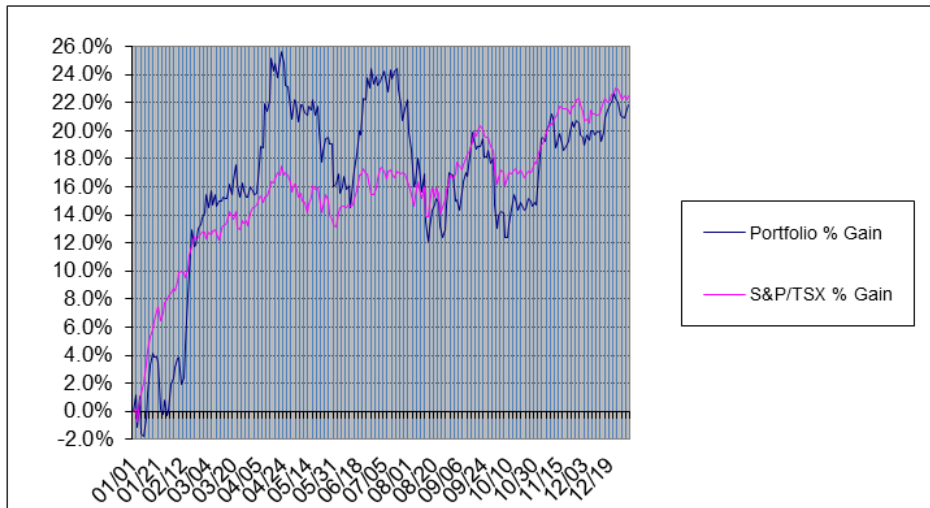
The portfolio is almost matching the broad market index:

Portfolio performance = +21.2% (includes dividends and trading profits)

S&P/TSX Composite = +23.4% (includes dividends)

As at: 10-Jan-20 Since: 01-Jan-19

Includes Reinvested Dividends



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