

## 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:** *There was an addition made to the Portfolio last week. On January 23, we bought ChemTrade Logistics Income Fund and, after the second day of ownership, the stock was "under water". Never mind, its current yield is 11.0%. Now there are eight stocks in the Portfolio. None of the 2020 additions are anywhere near their maximum allowed share level. The Portfolio is up 0.9% year-to-date, while the S&P/TSX Composite Index is up 3.1%. The Portfolio closed the week with a value of \$610,353.*

The portfolio is presented below.

**TOP TEN**
**Share Price Information**

As at: 24-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	\$20.37	46.5%	\$20.70	\$21.10
2 ChemTrade Logistics Inc. Fd.	CHE.UN	\$10.95	\$10.92	-0.3%	\$12.05	\$12.60
3 HBP Gold 2X Bull ETF	HGU	\$18.75	\$19.33	3.1%	\$20.30	\$21.88
4 HBP Crude Oil 2X Bull ETF	HOU	\$6.58	\$5.18	-21.3%	\$7.40	\$7.80
5 Keyera Corp.	KEY	\$34.00	\$35.00	2.9%	\$35.15	\$36.00
6 Polaris Infrastructure	PIF	\$12.25	\$14.56	18.9%	\$14.05	\$14.85
7 ShawCor Inc.	SCL	\$12.50	\$11.66	-6.7%	\$13.28	\$14.05
8 Vermilion Energy Inc.	VET	\$28.76	\$20.79	-27.7%	\$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: 24-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	\$73,271	\$23,273	46.5%
2 ChemTrade Logistics Inc. Fd.	23-Jan-20	3,653	\$40,000	\$39,891	-\$110	-0.3%
3 HBP Gold 2X Bull ETF	02-Jan-20	1,333	\$24,994	\$25,767	\$773	3.1%
4 HBP Crude Oil 2X Bull ETF	02-Jan-20	3,800	\$25,004	\$19,684	-\$5,320	-21.3%
5 Keyera Corp.	02-Jan-20	882	\$29,988	\$30,870	\$882	2.9%
6 Polaris Infrastructure	02-Jan-20	3,265	\$39,996	\$47,538	\$7,542	18.9%
7 ShawCor Inc.	02-Jan-20	2,400	\$30,000	\$27,984	-\$2,016	-6.7%
8 Vermilion Energy Inc.	02-Jan-19	1,738	\$49,985	\$36,133	-\$13,852	-27.7%

### Stock Totals

**\$289,966**   **\$301,138**   **\$11,172**   **3.9%**  
 Stock Annualized Return: **7.5%**

### Cash

**\$309,215**

**Portfolio Stocks (2019-2020)**   **\$500,000**   **\$539,287**   **\$39,287**   **7.9%**  
 (incl Divs + Trad Prof : 2019-2020)   **\$500,000**   **\$610,353**   **\$110,353**   **22.1%**  
 (incl Divs + Trad Prof : 2020 only)   **\$605,204**   **\$610,353**   **\$5,149**   **0.9%**

**S&P/TSX Comp. (2019-2020)**   14,322.86   17,565.34   **3,242.48**   **22.6%**  
 (incl Dividends : 2019-2020)   14,322.86   18,038.32   **3,715.46**   **25.9%**  
 (incl Dividends : 2020)   17,063.43   17,593.58   **530.15**   **3.1%**

### Portfolio Percentages

		<u>%</u>
Stock Totals	\$301,138	56%
Cash	<u>\$309,215</u>	<u>57%</u>
Portfolio Totals	\$610,353	113%
		<u>% of Cash</u>
- Investable Funds	\$274,985	89%
- Cum. Dividend Payments	\$16,990	5%
- Trading Profits/(Losses)	<u>\$54,763</u>	<u>18%</u>
Total Cash	\$346,738	112%

Since the beginning of 2019, including dividends and trading profits, the Portfolio is up 22.1% while, for comparison, the S&P/TSX Composite Index is up 25.9%.

For 2020, again including dividends, the Portfolio is ahead by 0.9% while the Composite is up 3.1%.

<continued>

The next table lists all of the stocks that have been sold since inception at the beginning of 2019. There have been no sales in 2020.

## 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 at January 24, 2020:

### TOP TEN

### Annual Income/Yield

As at: 24-Jan-20

<u>Company</u>	<u>Annual Dividend</u>	<u>Annual Income</u>	<u>Current Yield</u>	<u>Fr</u>	<u>Payment Months</u>	<u>Dividend Payout</u>	<u>Period Payout</u>	<u>Pay-Out To Date</u>
1 AltaGas Ltd.	\$0.96	\$3,453	4.7%	M	15th	\$0.08	\$288	\$3,453
2 ChemTrade Logistics Inc. Fd.	\$1.20	\$4,384	6.2%	M	30th	\$0.10	\$365	\$0
3 HBP Gold 2X Bull ETF	\$0.00	\$0	0.0%	--	---	\$0.00	\$0	\$0
4 HBP Crude Oil 2X Bull ETF	\$0.00	\$0	0.0%	--	---	\$0.00	\$0	\$0
5 Keyera Corp.	\$1.92	\$1,693	5.5%	M	15th	\$0.16	\$141	\$0
6 Polaris Infrastructure	\$0.79	\$2,576	5.4%	Q	FMAN	\$0.20	\$644	\$0
7 ShawCor Inc.	\$0.60	\$1,440	5.1%	Q	FMAN	\$0.15	\$360	\$0
8 Vermilion Energy Inc.	\$2.76	\$4,797	13.3%	M	15th	\$0.23	\$400	\$4,797

**Portfolio Totals (2019-2020)**

**\$18,343 6.1%**

**Dividends, Companies Sold**

**\$8,740**

**Total Dividends Received (2019-2020)**

**\$16,990**

**Dividends Received: 2019**

**\$16,303**

**Dividends Received: 2020**

**\$687**

## 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.

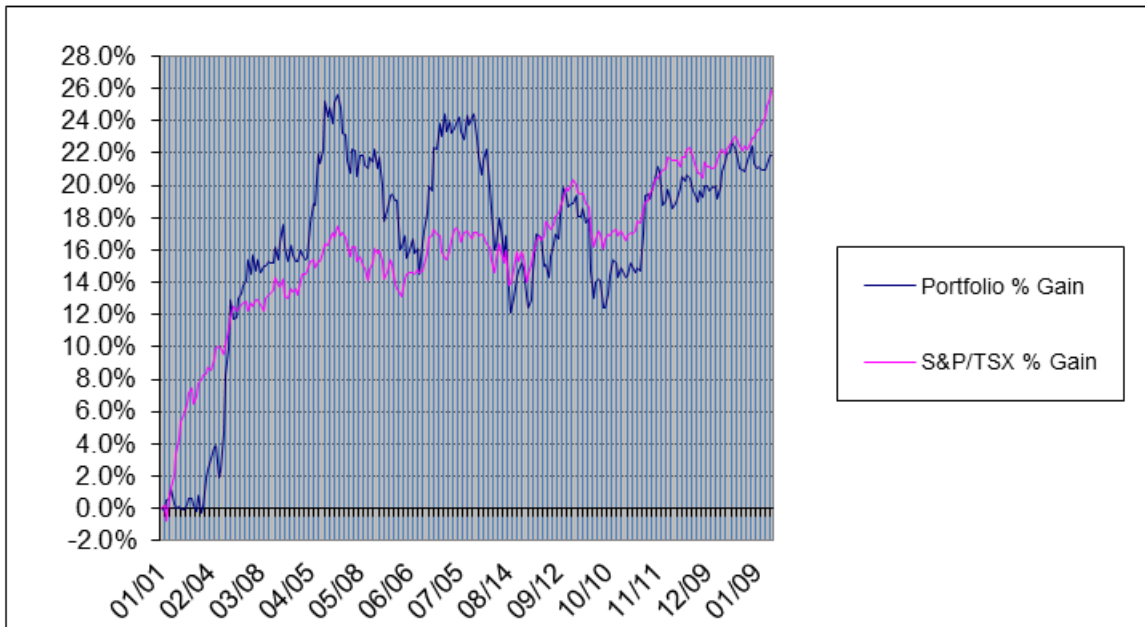
The portfolio is slipping behind the broad market index:

Portfolio performance = +22.1% (includes dividends and trading profits)

S&P/TSX Composite = +25.9% (includes dividends)

As at: 24-Jan-20 Since: 01-Jan-19

Includes Reinvested Dividends



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