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ADR Select Stock List - 2017

In December 2006, we introduced the Ford ADR Select List, a model portfolio of the top investment prospects among American Depository Receipts and U.S.-traded foreign companies that make up the Ford ADR universe of stocks. This model portfolio, which selects the top 30 companies based on Ford's Value Momentum Model, outperformed the BNY Mellon ADR Index and the FTSE All World ex US index for 2017 on a total return basis.

Of the 88 companies that were part of the list in 2017, 59 had a positive return and 29 had a negative return. The companies with positive returns had an average price gain of 16.4% and those with negative returns had an average loss of 7.8%.

Year	Without Dividends		Total Return		
	ADR Select List	BNY ADR	ADR Select List	BNY ADR	FTSE All World ex US
2007	34.7%	13.9%	38.4%	16.4%	8.1%
2008	-45.5%	-45.9%	-43.9%	-44.0%	-45.3%
2009	41.0%	32.4%	48.8%	36.6%	43.3%
2010	17.5%	2.8%	21.5%	5.5%	11.9%
2011	-16.1%	-14.6%	-14.3%	-12.1%	-13.5%
2012	22.8%	12.0%	28.1%	15.6%	17.8%
2013	19.1%	13.5%	22.3%	16.7%	15.6%
2014	-8.3%	-8.3%	-5.6%	-5.6%	-3.0%
2015	-1.5%	-8.7%	0.5%	-6.2%	-4.5%
2016	-1.4%	-1.0%	0.8%	2.1%	5.1%
2017	26.2%	21.7%	28.8%	25.1%	27.5%
Annualized	4.8%	-0.8%	8.0%	2.1%	3.0%

Industry concentration among the year's selections was most heavily weighted in banks (14 stocks, 9 gainers) and telecom (9 stocks, 6 gainers). Market capitalization (based on year-end prices) ranged from \$569 million to \$209 billion, with median and mean values of \$22.5 billion and \$41.5 billion, respectively. The average holding period of the 58 stocks that were removed from the list during the year was 3.6 months. Stocks are removed when their ranking, according to Ford's Value/Momentum model, drops below the top 30%.

Top 10 Performers	Price Change	Months Held	Industry
VALEANT PHARMA (VRX)	77.8%	2	Drugs
BRASKEM SA (BAK)	55.2%	5	Chemicals
FIAT CHRYSLER (FCAU)	47.6%	5	Auto & Truck Mfg
SBERBANK OF RUSSIA (SBRCY)	46.1%	11	Banks
BROADCOM LTD (AVGO)	45.3%	12	Semiconductors
STMICROELECTRONI (STM)	43.1%	10	Semiconductors
CHANGYOU.COM (CYOU)	40.8%	4	Computers
LOGITECH INTL SA (LOGI)	39.9%	11	Computers
TE CONNECTIVITY (TEL)	31.3%	10	Electronics & Instruments
POSCO (PKX)	25.8%	3	Steel
Bottom 10 Performers	Price Change	Months Held	Industry
ENDO INTL PLC (ENDP)	-20.0%	5	Drugs
TECK RESOURCES (TECK)	-18.4%	2	Misc Metals & Mining
MDC PARTNERS (MDCA)	-15.9%	1	Advertising
MICHAEL KORS (KORS)	-15.1%	2	Apparel
SEAGATE TECHNOL (STX)	-13.6%	7	Computers
KT CORPORATION (KT)	-13.3%	6	Telecommunications
FABRINET (FN)	-12.6%	5	Electronics & Instruments
LYONDELLBASELL (LYB)	-11.7%	3	Chemicals
HONDA MOTOR (HMC)	-9.8%	3	Auto & Truck Mfg
ORBOTECH (ORBK)	-9.8%	2	Electronics & Instruments