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ADR Select Stock List - 2018

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, underperformed the BNY Mellon ADR Index and the FTSE All World ex US index for 2018 on a total return basis.

Of the 90 companies that were part of the list in 2018, 25 had a positive return and 65 had a negative return. The companies with positive returns had an average price gain of 9.5% and those with negative returns had an average loss of 18.3%.

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	-2.4%	-8.3%	0.0%	-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%
2018	-29.2%	-16.2%	-27.0%	-13.6%	-13.9%
Annualized	1.6%	-2.2%	4.9%	0.7%	1.5%

Industry concentration among the year's selections was most heavily weighted in integrated international oil (10 stocks, 3 gainers) and banks (9 stocks, 2 gainers). Market capitalization (based on year-end prices) ranged from \$150 million to \$204 billion, with median and mean values of \$34.5 billion and \$16 billion, respectively. The average holding period of the 60 stocks that were removed from the list during the year was 3.8 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
LUKOIL (LUKOY)	23.8%	12	Integrated Int'l Oil
MERCER INTL (MERC)	21.6%	3	Paper Prod & Containers
MELLANOX TECH (MLNX)	18.3%	4	Semiconductors
FIBRIA CELLULOSE (FBR)	17.0%	1	Paper
SONY (SNE)	14.0%	6	Radio/TV Electronics
NOVA MEASURING (NVMI)	12.5%	5	Semiconductors
JAZZ PHARMACEUT (JAZZ)	12.1%	3	Drugs
APTIVE PLC (APTV)	11.9%	1	Auto Parts
BAUSCH HEALTH CO (BHC)	11.8%	6	Drugs
MOBILE TELESYS (MBT)	11.8%	3	Telecommunications
Bottom 10 Performers	Price Change	Months Held	Industry
BANCO MACRO SA (BMA)	-59.6%	5	Banks
ENDO INTL PLC (ENDP)	-56.9%	2	Drugs
MICHAEL KORS (KORS)	-44.7%	3	Apparel
TELECOM ARGENTINA (TEO)	-39.9%	5	Telecommunications
VALEO SA (VLEEY)	-35.7%	4	Auto Parts
COMPANHIA SANEIA (SBS)	-35.1%	2	Misc. & Divers. Services
ARCELORMITTEL SA (MT)	-35.0%	9	Steel
CHINA SOUTHERN (ZNH)	-34.8%	8	Airlines
EDENOR SA (EDN)	-34.0%	3	Electric Utilities
MALLINCKRODT (MNK)	-33.6%	1	Drugs