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Canadian Select List - 2017

In December 2010, we introduced the Ford Canadian Select List, a model portfolio of the top investment prospects among Canadian companies in the Ford universe of stocks. This monthly model portfolio, which selects the top 30 companies based on Ford's Value Momentum Model outperformed the S&P/TSX Composite Index for 2017.

| without dividends | | | with dividends | | |
|-------------------|----------------------|--------------|-------------------|----------------------|--------------|
| | Canadian Select List | S&P/TSX Comp | | Canadian Select List | S&P/TSX Comp |
| 2011 | -4.5% | -11.1% | 2011 | -2.2% | -8.7% |
| 2012 | 15.4% | 4.0% | 2012 | 18.5% | 7.2% |
| 2013 | 26.8% | 9.6% | 2013 | 30.2% | 13.0% |
| 2014 | 5.7% | 7.4% | 2014 | 8.3% | 10.6% |
| 2015 | -6.7% | -11.1% | 2015 | -3.6% | -8.3% |
| 2016 | 12.0% | 17.5% | 2016 | 14.6% | 21.1% |
| 2017 | 20.3% | 6.0% | 2017 | 24.3% | 9.1% |
| Annualized | 9.2% | 2.7% | Annualized | 12.2% | 5.8% |

Of the 86 companies that were part of the list in 2017, 60 had a positive return and 26 had a negative return. The companies with positive returns had an average price gain of 14.9% and those with negative returns had an average loss of 4.8%.

Industry concentration among the year's selections was most heavily weighted in banks (10 stocks, 9 gainers), real estate investment trusts (8 stocks, 8 gainers), miscellaneous metals & mining (6 stocks, 4 gainers), and forest products (6 stocks, 3 gainers).

The average holding period of the 56 stocks that were removed from the list during the year was 4.2 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 | 77.8% | 2 | Drugs |
| Canadian Western | 75.3% | 7 | Banks |
| Air Canada | 55.5% | 6 | Airlines |
| Martinrea Intl | 55.5% | 7 | Auto Parts |
| Cogeco Communic | 41.6% | 12 | Telecommunications |
| Equitable Group | 31.4% | 5 | Finance & Leasing |
| Genworth Mi Can | 40.2% | 12 | Insurance |
| Northview Apt Re | 37.7% | 11 | Real Estate Investment Trust |
| Silver Standard | 24.4% | 2 | Misc Metals & Mining |
| Canfor | 20.8% | 1 | Forest Products |
| Bottom 10 Performers | Price Change | Months Held | Industry |
| Lululemon Athlet | -20.2% | 3 | Apparel |
| Equitable Group | -17.4% | 5 | Finance & Leasing |
| MDC Partners | -15.9% | 1 | Advertising |
| Bonterra Energy | -17.5% | 1 | Oil Producers |
| Methanex | -13.6% | 4 | Chemicals |
| Exchange Income | -13.7% | 3 | Fund Management |
| Teck Resources | -10.9% | 5 | Misc Metals & Mining |
| Cenovous Energy | -10.7% | 1 | Oil Producers |
| Extendicare | -2.7% | 2 | Medical Services |
| Labrador Iron Or | -0.3% | 7 | Steel |