

PROSPECTS

The Richard Cluver Investment Newsletter in continuous publication since 1987



April 2017

This issue comes to you a little early this month since I am shortly leaving for Europe. The May issue will contain the usual major world market share analyses but lack my personal comments. The June issue will in turn appear a little late.

Events on the political front are moving so rapidly now that markets forecasts are changing by the hour as we move towards an inevitable climax which could come any day soon. With Deputy President Cyril Ramaphosa this weekend openly stating that the time has arrived to get rid of "Greedy people" it is clear that there is no turning back for him now and, one must presume, that he has sufficient support to be able to dethrone President Zuma.

But whatever the outcome of these political end games, it is surely inevitable that we as a nation now face several ratings agency downgrades to Junk status and this will significantly increase the cost of the nation's foreign borrowing. Furthermore, with SARS Commissioner Tom Moyane now publicly expressing the view that his agency has fallen R30-billion short of its annual tax collection target because taxpayers have been encouraged by the media to be deliberately delinquent, the ratings agencies now have another reason to question whether South Africa will be able to meet its debt commitments, further raising the pressure on borrowing rates.

Happily, in the face of these dramatic events, the JSE All Share Index has so far remained comparatively sanguine with investors clearly not prepared to act too hastily to events which many will long have foreseen as inevitable.

Note in the composite below the comparatively modest downward movements to date and significantly, the projected recoveries already under way of ShareFinder's short (red) medium-term (green) and long-term (mauve) projections with an overall interpretation that the present crisis will be short-lived and that we will move on to a far more optimistic future.



It might be stretching conclusions to interpret from this that ShareFinder's unemotional reading to the trends is coming down firmly on a balance of probability the Jacob Zuma and his cronies are about to be removed from the political scene, but that would certainly be one rational interpretation of the graph projections.

Interestingly, current market events are precisely what ShareFinder has recently predicted. In the March issue of Prospects I noted in summation that, "...the future of Blue Chip shares within which I constantly urge readers to confine their investments" is for a... "March to May decline that I have been warning readers is likely".

So let us turn to the Blue Chip Index projection below which suggests both in the short and medium-term that the worst of the economic uncertainty will be over by the end of May after which the market will be happily climbing upwards again at an annual rate of around 22 percent.



Turning to the Rand, ShareFinder suggests that the worst impact of current events will be over by early May following which the Rand/Dollar exchange rate is likely to continue strengthening until the end of the year though there could be a last minute hiccup between about April 26 to May 5.



The Prospects Portfolio

Though the events of the past few days have taken their toll of the market as a whole, and the Prospects Portfolio is no exception, it is still a comfortable three times more valuable than when we launched it in January 2011 having delivered compound annual average growth of

19.42 percent since inception. Furthermore, front runners in the portfolio have continued to surge ahead in these troubled market times with shares like Naspers up from the March figure of 506.2% to 548.2%, Capitec up from 321.3% to 327.7%, Famous brands up from 295.8% to 316.6% with the overall gain now 246.9% compared with 232.2% in mid-March.

| Name | Price | % Change | Quantity | Cost | Per Share | Value | % Gain | % Portfol... | Risk | DY | DivGro | Di... | Return |
|-----------------------------|----------|--------------|------------|------------|-----------|---------------------|--------------|--------------|---------------|------------|--------------|--------------|---------------|
| 2011 Prospects Folio | | -1.8% | | | | 3,002,254.60 | 246.9 | | 10.41% | 1.8 | 26.09 | 23... | 28.86% |
| *Cash | | | | | | 83.23 | | 0.0% | 1.00% | | | | |
| ADVTECH | 20.00 | -3.6% | 7,700 | 117,040.00 | 15.20 | 154,000.00 | +31.6% | 5.1% | -12.10% | 1.3 | 7.51 | 16.37 | 26.41% |
| A-V-I | 99.00 | -1.9% | 1,200 | 100,800.00 | 84.00 | 118,800.00 | +17.9% | 4.0% | -28.20% | 3.2 | 30.54 | 42.54 | 20.19% |
| CAPITEC | 761.37 | -4.6% | 562 | 100,036.00 | 178.00 | 427,889.94 | +327.7% | 14.3% | 16.35% | 1.3 | 31.25 | 38.86 | 32.78% |
| CLICKS | 128.10 | -1.9% | 900 | 99,900.00 | 111.00 | 115,290.00 | +15.4% | 3.8% | -16.38% | 1.8 | 17.06 | 22.44 | 25.76% |
| CORONAT | 63.24 | -1.2% | 4,014 | 99,988.74 | 24.91 | 253,845.36 | +153.9% | 8.5% | 35.77% | 6.0 | 28.59 | | 23.68% |
| DISCOVERY | 128.71 | -3.8% | 900 | 98,604.00 | 109.56 | 115,839.00 | +17.5% | 3.9% | -2.75% | 1.1 | 17.19 | 20.99 | 22.82% |
| EOH | 138.64 | -2.2% | 1,500 | 160,500.00 | 107.00 | 207,960.00 | +29.6% | 6.9% | 28.82% | 1.1 | 31.57 | 29.00 | 34.03% |
| FAMBRANDS | 155.81 | -1.4% | 2,674 | 100,000.00 | 37.40 | 416,635.94 | +316.6% | 13.9% | -10.54% | 1.2 | 23.74 | 33.79 | 27.62% |
| ILTILE | 13.78 | +3.9% | 18,523,333 | 226,395.00 | 12.22 | 255,251.53 | +12.7% | 8.5% | -20.89% | 1.9 | 62.26 | | 20.52% |
| MRPRICE | 159.90 | -5.3% | 1,804 | 100,000.00 | 55.43 | 288,459.60 | +188.5% | 9.6% | 31.72% | 3.4 | 25.58 | 24.79 | 15.74% |
| NASPERS-N | 2,315.00 | +0.3% | 280 | 100,000.00 | 357.14 | 648,200.00 | +548.2% | 21.6% | 26.48% | 0.2 | 14.25 | 20.99 | 40.36% |

ShareFinder projects that if current performance is maintained, the portfolio will be worth R7.289-million I five years hence.

ShareFinder predicts in the graph composite below that the value of the portfolio will fall steadily until the end of May before it resumes its recovery trend



I have previously mentioned that the shares most vulnerable in the portfolio are Capitec, Coronation, EOH and Mr Price of which the first three are projected to provide the most anxiety. Coronation has since dropped from that list and the most vulnerable now are Mr Price and EOH which readers should watch closely. ShareFinder projects the outlook for EOH on the right:



Top Performer Lists In the pages that follow we publish lists of the world's top-performing shares which, we submit, should form the bulk of your investment portfolios in their respective countries or as suggested replacements for any in your portfolios that are achieving lesser growth rates than the ShareFinder Blue Chip average growth rates which head the lists. The shares listed in the first block of each list have been selected because of their investment grade quality, their very high dividend growth rates and superior investment safety. The second block of ten offers significantly higher dividend growth rates but at the price of a greater degree of investment risk. The shares listed in the third block have been selected because of their investment grade quality and their very high price growth rates. These offer superior investment safety. Those in the fourth block generally offer significantly higher price growth rates but at the price of a greater degree of investment risk:

JSE Blue Chips to consider:

SF-BLUEC

Medium-Term Outlook (3/30/2017) : The market is in a rising trend. Very strong distribution selling is taking place. Price velocity is rising fast. Wait - pending buy.

Close: 6,745.26



| Name | Close | 3 Month Price G... | 5 Year Price Gr... | Dividend Growth | Grade | Risk | Total Return | Rating | Strategy | Likely Date | Likely Price |
|-----------------------|---------|--------------------|--------------------|-----------------|--------|-------|--------------|--------|----------|-------------|--------------|
| ShareFinder Blue... | 6,74... | 38.64 | 20.15 | 17.14 | 605.06 | -8.17 | 18.07 | | | | |
| Quality List Avera... | | 11.90 | 17.14 | 18.95 | 652.4 | 20.75 | 20.11 | | | | |

The following shares, combine exceptional fundamental quality with high historic dividend growth rates:

| | | | | | | | | | | | |
|-----------|--------|--------|-------|-------|---------|--------|-------|-------------|----------------------------|------------|--------|
| RICHEMONT | 106.50 | 98.18 | 16.31 | 50.94 | 1,245.7 | -7.96 | 17.84 | Fair. | Optimum buy point passed. | 08/03/2018 | 93.57 |
| EOH | 138.60 | -48.93 | 32.90 | 31.57 | 879.9 | 28.82 | 34.03 | Cheap. | Optimum sell point passed. | 09/01/2018 | 95.36 |
| CASHBIL | 370.00 | 45.66 | 24.68 | 31.45 | 1,235.2 | 13.12 | 26.97 | Fair. | Buy! Buy! Buy! | 02/06/2017 | 344.99 |
| CAPITEC | 778.23 | 52.00 | 31.43 | 31.25 | 676.1 | 16.35 | 32.75 | Costly. | Wait - pending buy. | 25/01/2018 | 657.40 |
| A-VI | 98.00 | 38.43 | 16.99 | 30.54 | 572.6 | -28.20 | 20.22 | Fair. | Sell. | 15/03/2018 | 95.09 |
| JSE | 126.00 | -62.50 | 10.77 | 28.92 | 1,199.8 | -25.76 | 14.33 | Very cheap. | Wait - pending buy. | 28/02/2018 | 114.70 |
| ADAPTIT | 11.80 | -68.32 | 63.07 | 28.66 | 818.1 | 108.35 | 64.04 | Cheap. | Selling op. nearly over. | 16/03/2018 | 10.78 |
| MRPRICE | 156.46 | -5.78 | 12.30 | 25.58 | 687.9 | 31.72 | 15.81 | Very cheap. | Prepare to buy. | 06/03/2018 | 104.28 |
| TRNPACO | 28.25 | -29.57 | 9.58 | 23.98 | 477.5 | -29.07 | 13.89 | Fair. | Sell. | 28/04/2017 | 27.20 |
| FAMBRANDS | 153.69 | 0.31 | 26.45 | 23.74 | 530.1 | -10.54 | 27.64 | Fair. | Wait - pending buy. | 29/11/2017 | 145.34 |

Though the following shares may carry a greater degree of risk, these have achieved the highest historic dividend growth rates:

| | | | | | | | | | | | |
|-----------|--------|--------|-------|--------|---------|--------|-------|-------------|----------------------------|------------|--------|
| TEX | 8.60 | 40.31 | 1.48 | 341.93 | 4,710.3 | -17.71 | 13.12 | Fair. | Wait - pending buy. | 03/08/2017 | 7.55 |
| OLDMUTUAL | 33.50 | -11.58 | 12.33 | 73.79 | 907.5 | -17.53 | 14.79 | Cheap. | Too late to sell now. | 02/01/2018 | 29.95 |
| REBOSIS | 12.46 | 35.20 | 5.20 | 63.84 | 614.1 | -19.36 | 14.75 | Costly. | Wait - pending buy. | 07/03/2018 | 11.60 |
| ITLTILE | 13.52 | -11.64 | 18.67 | 62.26 | 827.7 | -20.89 | 20.56 | Fair. | Wait - pending buy. | 25/08/2017 | 12.86 |
| SABVEST | 26.00 | -35.78 | 22.25 | 52.23 | 1,311.9 | 7.00 | 23.99 | Very cheap. | Wait - pending buy. | 13/06/2017 | 23.61 |
| MONDILTD | 330.25 | 87.89 | 34.40 | 50.17 | 825.3 | 13.09 | 36.41 | Fair. | Optimum sell point passed. | 19/04/2017 | 315.97 |
| NUWORLD | 37.49 | 146.92 | 17.18 | 48.20 | 644.4 | 16.55 | 21.27 | Costly. | Too late to buy now. | 16/03/2018 | 30.63 |
| METROFILE | 4.45 | -32.34 | 10.20 | 46.51 | 568.2 | -33.48 | 16.17 | Fair. | Wait - pending buy. | 16/03/2018 | 2.66 |
| MONDIPLC | 330.37 | 91.16 | 34.12 | 44.43 | 1,243.9 | 13.17 | 36.13 | Fair. | Wait - pending buy. | 13/03/2018 | 316.89 |
| AECI | 114.88 | 65.10 | 4.25 | 42.68 | 489.0 | -10.13 | 7.34 | Fair. | Optimum buy point passed. | 15/05/2017 | 106.07 |

The following shares, combine exceptional fundamental quality with high historic rates of price growth:

| | | | | | | | | | | | |
|-----------|---------|--------|-------|-------|---------|--------|-------|---------|----------------------------|------------|----------|
| EOH | 138.60 | -48.93 | 32.90 | 31.57 | 879.9 | 28.82 | 34.03 | Cheap. | Optimum sell point passed. | 09/01/2018 | 95.36 |
| CASHBIL | 370.00 | 45.66 | 24.68 | 31.45 | 1,235.2 | 13.12 | 26.97 | Fair. | Buy! Buy! Buy! | 02/06/2017 | 344.99 |
| CAPITEC | 778.23 | 52.00 | 31.43 | 31.25 | 676.1 | 16.35 | 32.75 | Costly. | Wait - pending buy. | 25/01/2018 | 657.40 |
| ADAPTIT | 11.80 | -68.32 | 63.07 | 28.66 | 818.1 | 108.35 | 64.04 | Cheap. | Selling op. nearly over. | 16/03/2018 | 10.78 |
| FAMBRANDS | 153.69 | 0.31 | 26.45 | 23.74 | 530.1 | -10.54 | 27.64 | Fair. | Wait - pending buy. | 29/11/2017 | 145.34 |
| DISCOVERY | 130.49 | 59.45 | 21.68 | 17.19 | 144.7 | -2.75 | 22.80 | Fair. | Buying op. nearly over. | 15/03/2018 | 112.46 |
| CLICKS | 127.48 | 34.30 | 23.96 | 17.06 | 421.1 | -16.38 | 25.77 | Fair. | Wait - pending buy. | 18/08/2017 | 123.30 |
| NASPERS-N | 2,35... | 77.03 | 40.17 | 14.25 | 484.0 | 26.48 | 40.36 | Fair. | Wait - pending buy. | 14/03/2018 | 2,133.72 |
| ADVTECH | 19.73 | 82.16 | 25.07 | 7.51 | 488.8 | -12.10 | 26.43 | Costly. | Too late to buy now. | 07/04/2017 | 19.43 |

Though the following shares may carry a greater degree of risk, these have achieved the highest historic price growth:

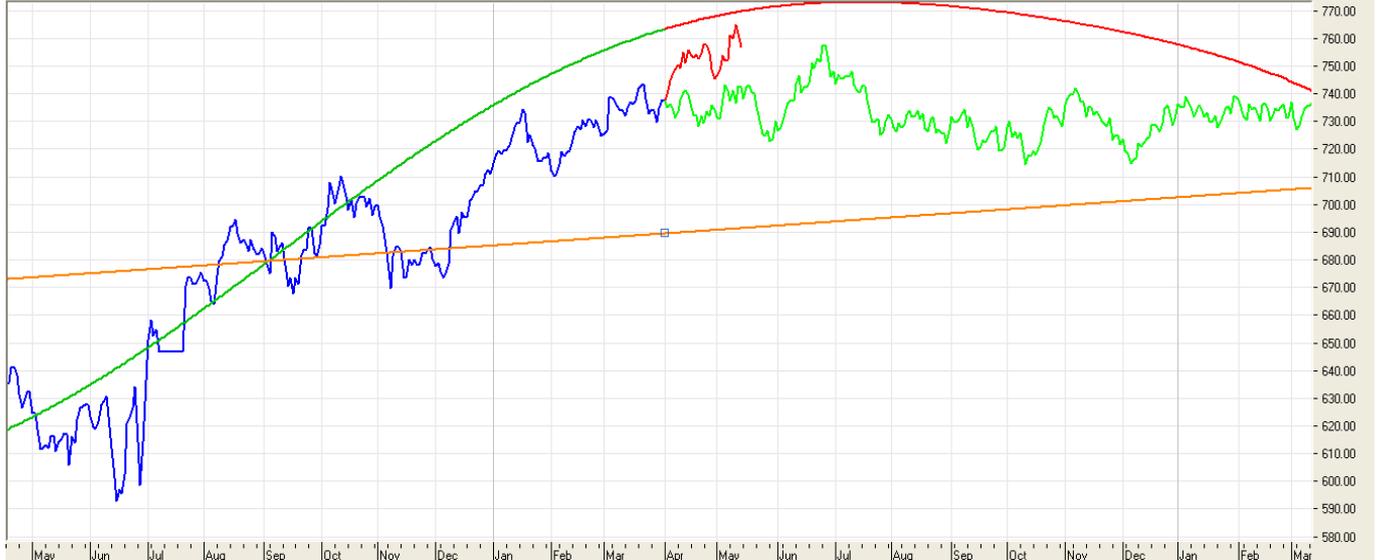
| | | | | | | | | | | | |
|-----------|--------|--------|-------|-------|---------|--------|-------|-------------|----------------------------|------------|--------|
| ITLTILE | 13.52 | -11.64 | 18.67 | 62.26 | 827.7 | -20.89 | 20.56 | Fair. | Wait - pending buy. | 25/08/2017 | 12.86 |
| SABVEST | 26.00 | -35.78 | 22.25 | 52.23 | 1,311.9 | 7.00 | 23.99 | Very cheap. | Wait - pending buy. | 13/06/2017 | 23.61 |
| MONDILTD | 330.25 | 87.89 | 34.40 | 50.17 | 825.3 | 13.09 | 36.41 | Fair. | Optimum sell point passed. | 19/04/2017 | 315.97 |
| NUWORLD | 37.49 | 146.92 | 17.18 | 48.20 | 644.4 | 16.55 | 21.27 | Costly. | Too late to buy now. | 16/03/2018 | 30.63 |
| MONDIPLC | 330.37 | 91.16 | 34.12 | 44.43 | 1,243.9 | 13.17 | 36.13 | Fair. | Wait - pending buy. | 13/03/2018 | 316.89 |
| BRAIT | 77.90 | -38.04 | 30.72 | 39.03 | 2,795.7 | 57.60 | 32.21 | Very cheap. | Wait - pending buy. | 14/06/2017 | 69.13 |
| LONFIN | 8.00 | -37.98 | 26.18 | 38.77 | 4,762.0 | 21.69 | 28.12 | Fair. | Wait - pending buy. | 16/03/2018 | 6.89 |
| PNR-FOODS | 175.00 | 72.94 | 25.42 | 37.18 | 660.7 | 14.15 | 27.19 | Fair. | Wait - pending buy. | 16/03/2018 | 139.73 |
| WILDRNESS | 7.00 | 53.31 | 18.46 | 36.89 | 566.0 | 48.53 | 21.01 | Fair. | Sell! Sell! Sell! | 08/08/2017 | 5.91 |
| MARSHALL | 18.00 | 25.79 | 19.19 | 35.48 | 545.5 | -9.46 | 21.69 | Very cheap. | Wait - pending buy. | 03/08/2017 | 14.41 |

Top London Stock Exchange Performers:

M-FT-100

Medium-Term Outlook (4/3/2017) : The market is in a rising trend. Strong accumulative buying is taking place. Price velocity is nearing maximum. Wait - pending buy.

Close: 736.95



| Code | Full Name | Close | 3 Month Price Growth | 5 Year Price Growth | Dividend Growth | Grade | Risk | Total Return | Rating |
|------|-----------|-------|----------------------|---------------------|-----------------|-------|------|--------------|--------|
|------|-----------|-------|----------------------|---------------------|-----------------|-------|------|--------------|--------|

| | | | | | | | | | |
|---------|--------------------------|-------|------|------|-------|-------|-------|-------|--|
| Qual... | | 12.67 | 0.00 | 6.20 | 11.23 | 5.10 | 0.13 | 10.18 | |
| Blue... | Blue Chip Index Average: | 17.89 | 0.00 | 4.32 | 11.89 | 22.70 | -6.91 | 7.92 | |

The Following shares, combine exceptional fundamental quality with high historic dividend growth rates :

| | | | | | | | | | |
|--------|-------------------------|-------|---------|--------|-------|--------|--------|--------|--------|
| AHT.L | ASSTEAD GROUP | 17.09 | 43.46 | 34.37 | 36.67 | 207.00 | 54.96 | 35.07 | Cheap. |
| STJ.L | TULLOW OIL PLC | 10.85 | 44.52 | 22.93 | 31.01 | 203.00 | 7.42 | 24.43 | Cheap. |
| CRDA.L | CRODA INTERNATIONAL PLC | 36.16 | 63.75 | 8.69 | 26.73 | 76.00 | -39.22 | 10.49 | Cheap. |
| ARM.L | ARMOR DESIGNS INC | 17.00 | 1811.85 | 15.59 | 27.33 | 108.00 | 17.57 | 15.89 | Fair. |
| AME... | AMEC PLC | 10.58 | -33.40 | 4.99 | 23.53 | 86.00 | -18.02 | 8.99 | Cheap. |
| TLW.L | TULLOW OIL PLC | 2.34 | -60.41 | 0.00 | 36.67 | 273.00 | 72.47 | 5.10 | Cheap. |
| SPT.L | SPIRENT COMMUNICATIONS | 1.08 | 70.00 | -16.20 | 46.67 | 103.00 | -3.21 | -13.40 | Cheap. |
| RRS.L | RANDGOLD RESOURCES | 70.35 | 186.55 | 3.51 | 39.86 | 77.00 | 24.98 | 4.21 | Cheap. |
| HTG.L | HUNTING | 5.29 | -47.17 | -16.53 | 25.27 | -55.00 | 43.07 | -10.43 | Cheap. |
| BG.L | GB GROUP | 10.62 | -0.41 | -7.58 | 24.48 | 15.00 | -11.43 | -4.88 | Fair. |

Through the following shares may carry greater degree of risk, these have achieved the highest historic dividend growth rates :

| | | | | | | | | | |
|--------|--------------------------|-------|--------|--------|--------|---------|--------|--------|--------|
| CCT.L | CHARACTER GROUP | 5.16 | 34.44 | 67.88 | 73.33 | 394.00 | 15.90 | 69.18 | Cheap. |
| CRW.L | CRANWARE PLC | 12.00 | -28.79 | 36.47 | 231.38 | 576.00 | 11.84 | 38.27 | Cheap. |
| WKPL | WORKSPACE GROUP PLC | 7.75 | 18.41 | 27.38 | 164.22 | 476.00 | 9.96 | 28.78 | Cheap. |
| FPEO.L | F&C PRIVATE EQUITY TRUST | 3.05 | 27.77 | 10.62 | 182.00 | 404.00 | -45.54 | 14.12 | Cheap. |
| COST.L | COSTAIN GROUP | 3.90 | 81.98 | 10.97 | 164.37 | 314.00 | -21.56 | 13.97 | Cheap. |
| INV.L | F&C PRIVATE EQUITY TRUST | 3.30 | -5.92 | 8.69 | 180.67 | 3209.00 | -2.80 | 14.99 | Cheap. |
| SGR.L | SHORE CAPITAL GROUP LTD | 2.45 | 42.32 | 0.00 | 85.00 | 507.00 | 112.91 | 1.80 | Cheap. |
| BLT.L | BHP BILLITON | 12.75 | 9.32 | -15.38 | 161.56 | 319.00 | 24.10 | -6.18 | Cheap. |
| AVV.L | AVEVA GROUP | 19.20 | 26.26 | -3.73 | 109.63 | 175.00 | 4.25 | -2.33 | Cheap. |
| ANT... | ANTOFAGASTA | 7.89 | 166.95 | -17.61 | 104.02 | 1238.00 | 24.72 | -14.91 | Cheap. |

The Following shares, combine exceptional fundamental quality with high historic price growth rates :

| | | | | | | | | | |
|-------|-----------------------------|-------|--------|-------|--------|---------|--------|-------|--------|
| HSX.L | HISCOX LTD | 10.78 | 50.06 | 23.14 | 11.94 | 169.00 | -31.19 | 25.14 | Cheap. |
| RELL | REED ELSEVIER | 15.42 | 36.60 | 22.74 | 4.65 | 79.00 | -26.43 | 24.34 | Cheap. |
| PFGL | PROVIDENT FINANCIAL | 29.43 | 15.67 | 24.68 | 6.66 | 101.00 | -10.27 | 27.58 | Cheap. |
| LSEL | LONDON STOCK EXCHANGE GROUP | 30.44 | 59.70 | 27.54 | 4.69 | 98.00 | -6.82 | 28.54 | Cheap. |
| BNZLL | BUNZL | 23.13 | 50.76 | 18.34 | 8.54 | 81.00 | -41.43 | 19.74 | Cheap. |
| CPG.L | COMPASS GROUP | 15.20 | 13.07 | 18.07 | -10.29 | -272.00 | -39.20 | 19.67 | Cheap. |
| WPPL | WPP PLC | 17.07 | 2.23 | 16.62 | 19.01 | 108.00 | -28.26 | 18.62 | Cheap. |
| AHT.L | ASSTEAD GROUP | 17.09 | 43.46 | 34.37 | 36.67 | 207.00 | 54.96 | 35.07 | Cheap. |
| STJ.L | HISCOX LTD | 10.85 | 44.52 | 22.93 | 31.01 | 203.00 | 7.42 | 24.43 | Cheap. |
| CCCL | COMPUTACENTER | 7.62 | -10.25 | 17.32 | 13.88 | 120.00 | -10.24 | 19.62 | Cheap. |

Through the following shares may carry greater degree of risk, these have achieved the highest historic price growth rates :

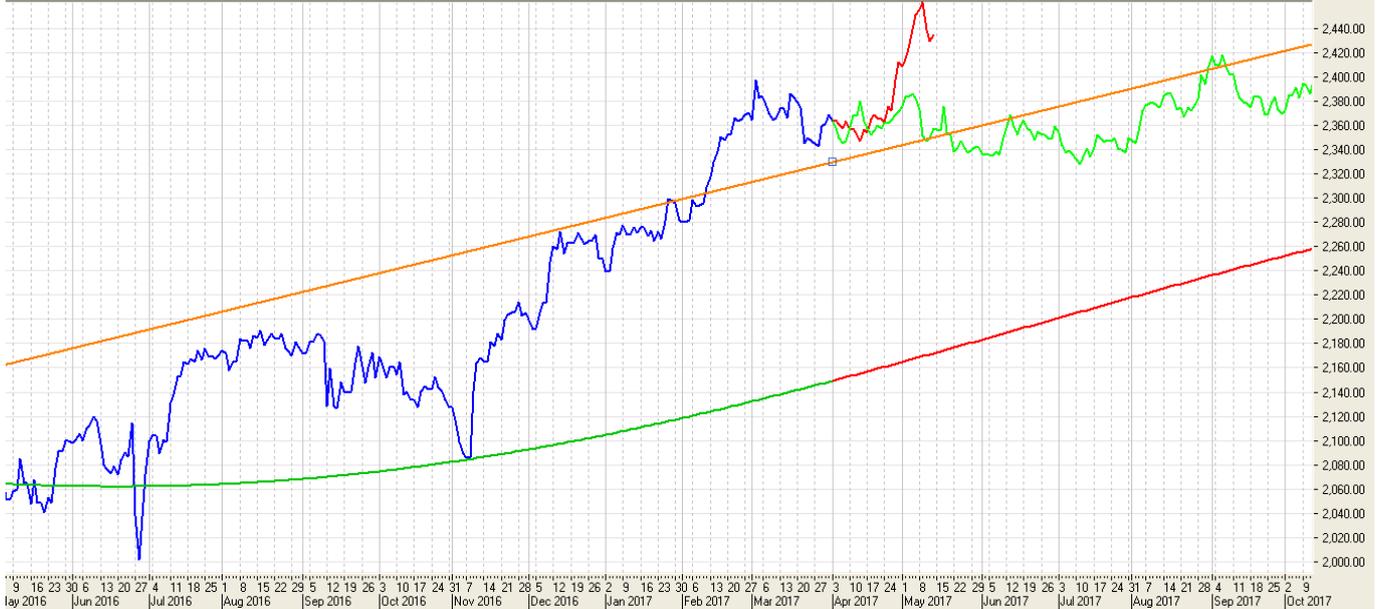
| | | | | | | | | | |
|--------|---------------------------|-------|---------|--------|--------|---------|--------|--------|--------|
| CRPR.L | CROPPER(JAMES) | 13.10 | 147.53 | 130.17 | -20.00 | 440.00 | 23.56 | 130.77 | Cheap. |
| CCT.L | CHARACTER GROUP | 5.16 | 34.44 | 67.88 | 73.33 | 394.00 | 15.90 | 69.18 | Cheap. |
| POW... | POWERFLUTE OYJ | 0.88 | 25.76 | 65.91 | 0.00 | 228.00 | 18.37 | 67.01 | Cheap. |
| BET.L | BETFAIR GROUP PLC | 43.85 | 130.99 | 69.37 | 36.10 | 410.00 | 42.95 | 69.87 | Cheap. |
| RNW... | RENEW HLDGS | 4.83 | 53.16 | 60.55 | -13.33 | -124.00 | 39.34 | 61.35 | Cheap. |
| MCR... | MICRO FOCUS INTERNATIONAL | 21.77 | 9.59 | 48.64 | 6.03 | 146.00 | -3.45 | 51.04 | Cheap. |
| DTGL | DART GROUP PLC | 5.23 | 51.39 | 62.79 | 30.00 | 275.00 | 68.31 | 63.29 | Cheap. |
| GBGL | PEEL SOUTH EAST | 3.03 | 39.27 | 46.82 | 20.00 | 195.00 | 11.79 | 47.32 | Cheap. |
| BEST.L | PEEL SOUTH EAST | 0.73 | 18.27 | 47.58 | -20.00 | 126.00 | 65.49 | 49.08 | Cheap. |
| PIC.L | VPHASE PLC | 11.50 | 1873.72 | 68.06 | 39.00 | 394.00 | 263.87 | 68.46 | Cheap. |

Top New York Performers:

M-SP500

Medium-Term Outlook (4/3/2017) : The market is in a rising trend. Accumulative buying is increasing. Price velocity is beginning to slow. Wait - pending buy.

Close: 2,362.72



| Code | Full Name | Close | 3 Month Price Growth | 5 Year Price Growth | Dividend Growth | Grade | Risk | Total Return | Rating |
|---------|--------------------------|-------|----------------------|---------------------|-----------------|-------|------|--------------|--------|
| Qual... | | 65.39 | 0.00 | 5.71 | 18.42 | 3.65 | 9.32 | 10.19 | |
| Blue... | Blue Chip Index Average: | 75.00 | 0.00 | 6.27 | 17.34 | 71.30 | 5.70 | 9.39 | |

The Following shares, combine exceptional fundamental quality with high historic dividend growth rates :

| | | | | | | | | | |
|-----|------------------------------|--------|--------|--------|--------|--------|-------|--------|--------|
| LUV | Southwest Airlines Company | 52.88 | 100.27 | 60.19 | 90.51 | 656.00 | 69.73 | 60.49 | Cheap. |
| AET | Aetna Inc. | 131.96 | 23.78 | 30.20 | 221.47 | 707.00 | 4.71 | 30.80 | Cheap. |
| JPM | J P Morgan Chase & Co | 91.51 | 37.78 | 13.65 | 89.94 | 281.00 | -1.88 | 15.25 | Cheap. |
| MLR | Miller Industries, Inc. | 23.75 | -34.72 | 10.30 | 80.63 | 241.00 | -7.77 | 12.70 | Cheap. |
| AGU | Agrium Inc. | 95.19 | -12.99 | 0.67 | 116.58 | 329.00 | -5.97 | 3.27 | Cheap. |
| HCI | HCI Group, Inc. | 47.80 | 207.42 | 2.81 | 89.80 | 256.00 | 49.84 | 4.81 | Cheap. |
| ESV | ENSCO plc | 8.48 | -34.56 | -41.66 | 220.02 | 448.00 | 88.97 | -15.16 | Cheap. |
| CLB | Core Laboratories N.V. | 109.78 | -29.90 | -4.67 | 83.84 | 351.00 | 40.34 | -3.47 | Cheap. |
| CF | CF Industries Holdings, Inc. | 28.68 | 15.25 | -39.52 | 74.95 | 411.00 | 90.50 | -38.02 | Cheap. |
| APH | Amphenol Corporation | 70.95 | 17.49 | -3.39 | 138.56 | 435.00 | 12.89 | -2.99 | Cheap. |

Through the following shares may carry greater degree of risk, these have achieved the highest historic dividend growth rates :

| | | | | | | | | | |
|------|-----------------------------------|--------|--------|--------|--------|---------|--------|--------|--------|
| ATLS | Atlas Energy, LP. | 0.68 | -89.42 | -13.74 | 358.39 | 719.00 | 200.12 | 208.36 | Cheap. |
| UNH | UnitedHealth Group Incorpor... | 169.06 | 15.06 | 30.95 | 519.58 | 1233.00 | -16.39 | 31.55 | Cheap. |
| AET | Aetna Inc. | 131.96 | 23.78 | 30.20 | 221.47 | 707.00 | 4.71 | 30.80 | Cheap. |
| WBS | Webster Financial Corporation | 54.41 | 10.74 | 18.72 | 149.68 | 506.00 | 4.85 | 19.72 | Cheap. |
| SPG | Simon Property Group, Inc. | 167.23 | -5.02 | 6.58 | 155.10 | 348.00 | -33.27 | 9.38 | Cheap. |
| WU | Western Union Company (The) | 20.27 | -43.43 | 5.82 | 196.59 | 445.00 | -8.65 | 8.32 | Cheap. |
| STT | State Street Corporation | 79.14 | 1.70 | 8.33 | 446.10 | 923.00 | 8.38 | 9.63 | Cheap. |
| HAR | Harman International Industrie... | 111.50 | 3.84 | 18.26 | 142.00 | 432.00 | 79.85 | 19.36 | Cheap. |
| LHO | LaSalle Hotel Properties | 28.73 | -20.06 | 0.93 | 145.36 | 479.00 | 17.06 | 4.23 | Cheap. |
| ESV | ENSCO plc | 8.48 | -34.56 | -41.66 | 220.02 | 448.00 | 88.97 | -15.16 | Cheap. |

The Following shares, combine exceptional fundamental quality with high historic price growth rates :

| | | | | | | | | | |
|------|-----------------------------|--------|--------|-------|--------|--------|--------|-------|--------|
| BMA | Macro Bank Inc. | 82.57 | 211.09 | 88.00 | 16.57 | 382.00 | 106.09 | 88.00 | Cheap. |
| LUV | Southwest Airlines Company | 52.88 | 100.27 | 60.19 | 90.51 | 656.00 | 69.73 | 60.49 | Cheap. |
| LMT | Lockheed Martin Corporation | 268.00 | 35.04 | 30.43 | 18.73 | 197.00 | -13.56 | 32.23 | Cheap. |
| FICO | Fair Isaac Corporation | 129.92 | 47.89 | 34.53 | 0.00 | 116.00 | 0.32 | 34.63 | Fair. |
| LII | Lennox International, Inc. | 168.42 | 47.21 | 35.55 | 15.53 | 225.00 | 12.42 | 36.15 | Fair. |
| CMN | Cantel Medical Corp. | 81.14 | -7.46 | 42.32 | 15.27 | 175.00 | 45.63 | 42.42 | Fair. |
| EFX | Equifax, Inc. | 133.49 | 78.49 | 28.62 | 50.39 | 254.00 | -16.68 | 29.32 | Fair. |
| AET | Aetna Inc. | 131.96 | 23.78 | 30.20 | 221.47 | 707.00 | 4.71 | 30.80 | Cheap. |
| CI | Cigna Corporation | 153.54 | 57.67 | 30.59 | 0.00 | 86.00 | 12.68 | 30.59 | Fair. |
| CW | Curtiss-Wright Corporation | 95.36 | -13.67 | 28.25 | 10.83 | 215.00 | 12.80 | 28.65 | Cheap. |

Through the following shares may carry greater degree of risk, these have achieved the highest historic price growth rates :

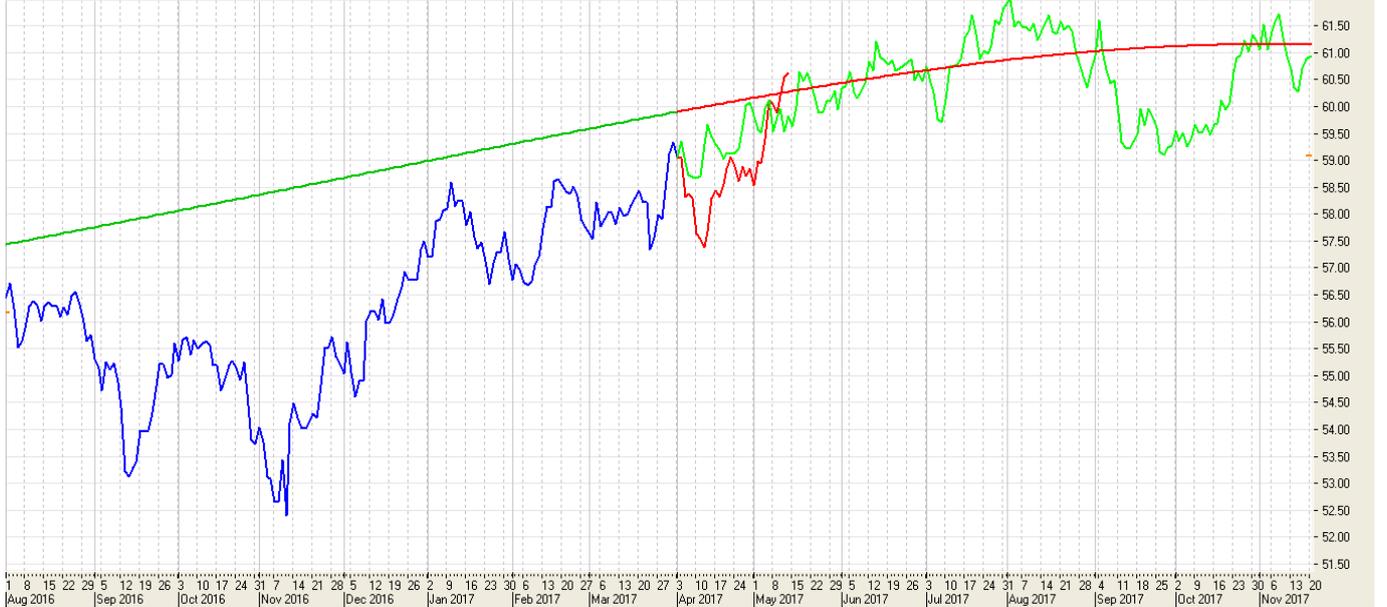
| | | | | | | | | | |
|-----|----------------------------------|--------|--------|-------|--------|--------|--------|-------|--------|
| BMA | Macro Bank Inc. | 82.57 | 211.09 | 88.00 | 16.57 | 382.00 | 106.09 | 88.00 | Cheap. |
| JBT | John Bean Technologies Corpor... | 88.05 | 18.69 | 68.43 | 25.46 | 331.00 | 45.93 | 68.83 | Cheap. |
| LUV | Southwest Airlines Company | 52.88 | 100.27 | 60.19 | 90.51 | 656.00 | 69.73 | 60.49 | Cheap. |
| AYI | Acuity Brands Inc | 205.75 | -39.32 | 51.82 | 0.03 | 171.00 | 35.51 | 52.12 | Cheap. |
| NOC | Northrop Grumman Corporation | 243.77 | 26.49 | 42.08 | -17.26 | 98.00 | 1.62 | 42.08 | Cheap. |
| COR | CoreSite Realty Corporation | 87.44 | 71.82 | 38.58 | 90.10 | 440.00 | 23.98 | 39.88 | Cheap. |
| TSN | Tyson Foods, Inc. | 62.67 | 11.57 | 40.61 | 5.00 | 229.00 | 36.57 | 40.91 | Cheap. |
| LII | Lennox International, Inc. | 168.42 | 47.21 | 35.55 | 15.53 | 225.00 | 12.42 | 36.15 | Fair. |
| CMN | Cantel Medical Corp. | 81.14 | -7.46 | 42.32 | 15.27 | 175.00 | 45.63 | 42.42 | Fair. |
| SFG | StanCorp Financial Group, Inc. | 114.97 | 4.87 | 36.66 | 11.23 | 189.00 | 26.42 | 37.66 | Cheap. |

Top Australian Performers

M-AUST

Medium-Term Outlook (4/3/2017) : The market is in a rising trend. Very strong distribution selling is taking place. Price velocity is nearing maximum. Wait - pending buy.

Close: 59.04



| Code | Full Name | Close | 3 Month Price Growth | 5 Year Price Growth | Dividend Growth | Grade | Risk | Total Return | Rating |
|---------|--------------------------|-------|----------------------|---------------------|-----------------|--------|--------|--------------|--------|
| Qual... | | 10.87 | 0.00 | 10.33 | 18.92 | 65.40 | -16.69 | 19.88 | |
| Blue... | Blue Chip Index Average: | 14.68 | 0.00 | 10.69 | 21.59 | 131.20 | -11.14 | 20.75 | |

The Following shares, combine exceptional fundamental quality with high historic dividend growth rates :

| | | | | | | | | | |
|--------|------------------------------|-------|--------|--------------|---------------|----------------|---------------|--------------|--------|
| MYF... | MY NET FONE LIMITED | 4.79 | 7.15 | 73.89 | 53.33 | 451.00 | 31.63 | 75.19 | Fair. |
| CII.AX | CI RESOURCES LIMITED | 1.97 | 22.84 | 52.87 | 56.67 | 1232.00 | -4.66 | 53.37 | Cheap. |
| MTU... | M2 TELECOMMUNICATIONS GRO... | 12.17 | 46.25 | 47.11 | 31.98 | 397.00 | -20.53 | 49.71 | Fair. |
| FNPAX | FREEDOM FOODS GROUP LIMITED | 4.04 | -15.82 | 47.77 | 46.67 | 274.00 | 5.57 | 48.77 | Fair. |
| TGR... | TASSAL GROUP LIMITED | 4.46 | 65.47 | 25.10 | 48.33 | 358.00 | -18.82 | 27.80 | Fair. |
| REA.AX | REA GROUP LTD | 57.40 | 11.40 | 27.91 | 53.60 | 326.00 | -13.29 | 29.11 | Fair. |
| BYI.AX | BEYOND INTERNATIONAL LIMITED | 1.04 | -57.81 | 0.81 | 31.67 | 135.00 | -9.35 | 8.51 | Fair. |
| TOX.AX | TOX FREE SOLUTIONS LIMITED | 2.23 | -58.18 | -3.27 | 31.51 | 17.00 | -35.77 | 1.63 | Fair. |
| RCR.AX | RCR TOMLINSON LIMITED | 3.22 | 123.83 | 0.43 | 34.08 | 140.00 | 20.92 | 4.43 | Fair. |
| FMG... | FORTESCUE METALS GROUP LTD | 6.54 | 25.11 | -5.35 | 114.01 | 135.00 | 44.30 | -0.95 | Fair. |

Through the following shares may carry greater degree of risk, these have achieved the highest historic dividend growth rates :

| | | | | | | | | | |
|--------|----------------------------------|-------|--------|---------------|---------------|----------------|---------------|--------------|--------|
| CII.AX | CI RESOURCES LIMITED | 1.97 | 22.84 | 52.87 | 56.67 | 1232.00 | -4.66 | 53.37 | Cheap. |
| KAM... | K2 ASSET MANAGEMENT HOLDIN... | 0.35 | -18.78 | 2.21 | 59.05 | 15.00 | 19.65 | 42.21 | Cheap. |
| REA.AX | REA GROUP LTD | 57.40 | 11.40 | 27.91 | 53.60 | 326.00 | -13.29 | 29.11 | Fair. |
| CCPAX | CREDIT CORP GROUP LIMITED | 16.36 | -29.16 | 19.87 | 65.76 | 270.00 | -16.62 | 23.07 | Cheap. |
| GEM... | G8 EDUCATION LIMITED | 4.06 | 62.50 | 19.14 | 75.34 | 427.00 | -4.23 | 23.34 | Cheap. |
| GXLAX | GREENCROSS LIMITED | 6.96 | 6.11 | 15.99 | 55.61 | 293.00 | 3.64 | 18.19 | Cheap. |
| FLTAX | FLIGHT CENTRE TRAVEL GROUP LI... | 29.21 | -31.14 | 3.86 | 56.25 | 149.00 | -10.78 | 11.06 | Cheap. |
| MXI.AX | MAXITRANS INDUSTRIES LIMITED | 0.75 | 246.43 | -14.78 | 90.34 | -1.00 | 35.40 | -0.08 | Cheap. |
| MLD... | MACA LIMITED | 1.64 | 65.88 | -17.81 | 55.86 | 69.00 | 12.57 | -7.41 | Cheap. |
| FMG... | FORTESCUE METALS GROUP LTD | 6.54 | 25.11 | -5.35 | 114.01 | 135.00 | 44.30 | -0.95 | Fair. |

The Following shares, combine exceptional fundamental quality with high historic price growth rates :

| | | | | | | | | | |
|--------|------------------------------|-------|--------|--------------|--------------|----------------|---------------|--------------|--------|
| MYF... | MY NET FONE LIMITED | 4.79 | 7.15 | 73.89 | 53.33 | 451.00 | 31.63 | 75.19 | Fair. |
| CII.AX | CI RESOURCES LIMITED | 1.97 | 22.84 | 52.87 | 56.67 | 1232.00 | -4.66 | 53.37 | Cheap. |
| MTU... | M2 TELECOMMUNICATIONS GRO... | 12.17 | 46.25 | 47.11 | 31.98 | 397.00 | -20.53 | 49.71 | Fair. |
| FNPAX | FREEDOM FOODS GROUP LIMITED | 4.04 | -15.82 | 47.77 | 46.67 | 274.00 | 5.57 | 48.77 | Fair. |
| RHC... | RAMSAY HEALTH CARE LIMITED | 63.68 | -4.94 | 31.79 | 14.80 | 169.00 | -29.50 | 33.49 | Fair. |
| SRX.AX | SIRTEX MEDICAL LIMITED | 17.16 | 45.54 | 40.74 | 15.82 | 227.00 | 37.72 | 41.74 | Fair. |
| TGR... | TASSAL GROUP LIMITED | 4.46 | 65.47 | 25.10 | 48.33 | 358.00 | -18.82 | 27.80 | Fair. |
| REA.AX | REA GROUP LTD | 57.40 | 11.40 | 27.91 | 53.60 | 326.00 | -13.29 | 29.11 | Fair. |
| WEB... | WEBJET LIMITED | 11.16 | 57.64 | 28.04 | 10.02 | 136.00 | 15.78 | 29.74 | Fair. |
| MNY... | MONEY3 CORPORATION LIMITED | 1.61 | 24.03 | 26.22 | 7.33 | 176.00 | 20.42 | 29.92 | Fair. |

Through the following shares may carry greater degree of risk, these have achieved the highest historic price growth rates :

| | | | | | | | | | |
|--------|--------------------------------|-------|--------|---------------|--------------|----------------|---------------|---------------|--------|
| API.AX | AUSTRALIAN PHARMACEUTICAL I... | 2.02 | -18.78 | 190.53 | 9.00 | 844.00 | 7.34 | 192.53 | Cheap. |
| HSN... | HANSEN TECHNOLOGIES LIMITED | 3.45 | -52.84 | 100.72 | 0.36 | 339.00 | -16.54 | 103.02 | Cheap. |
| AMA... | AMA GROUP LIMITED | 1.06 | 66.54 | 81.69 | 20.00 | 373.00 | 26.03 | 83.59 | Cheap. |
| MYF... | MY NET FONE LIMITED | 4.79 | 7.15 | 73.89 | 53.33 | 451.00 | 31.63 | 75.19 | Fair. |
| RCG... | RCG CORPORATION LIMITED | 1.09 | -66.86 | 51.57 | 9.33 | 202.00 | 1.17 | 57.07 | Cheap. |
| IIN.AX | IINET LIMITED | 9.52 | -5.00 | 47.64 | 39.89 | 429.00 | -23.90 | 50.74 | Cheap. |
| CII.AX | CI RESOURCES LIMITED | 1.97 | 22.84 | 52.87 | 56.67 | 1232.00 | -4.66 | 53.37 | Cheap. |
| TPM... | TPG TELECOM LIMITED | 6.51 | -41.43 | 51.17 | 30.71 | 412.00 | -2.17 | 52.97 | Cheap. |
| MTU... | M2 TELECOMMUNICATIONS GRO... | 12.17 | 46.25 | 47.11 | 31.98 | 397.00 | -20.53 | 49.71 | Fair. |
| FNPAX | FREEDOM FOODS GROUP LIMITED | 4.04 | -15.82 | 47.77 | 46.67 | 274.00 | 5.57 | 48.77 | Fair. |