

# PROSPECTS

*The Richard Cluver Investment Newsletter in continuous publication since 1987*



## August 2017

**Unlike most South Africans who customarily take a long break around Christmas, I usually take myself to Europe towards the end of May which is the effective start of the Mediterranean sailing season.**

And for a decade now I have kept to the eastern portion of the Med close to the Turkish coast—to the Dodecanese islands which have a reputation for big winds and stormy seas that have kept at bay the live-aboard couples who in recent years have overcrowded the rest of the Mediterranean. But the increasing affluence of northern Europe meant that two years ago the numbers of boats had swelled to such an extent that for the first time I was unable to get into my favourite port of Pythagorion on the island of Samos.

Happily, however, this year Pythagorion was back to how it was 30 years ago when I first arrived there. I could pick and choose the best spaces on the town wall because everything has changed in quite dramatic fashion in Europe. The British yachtsmen who so shocked me last year by unanimously announcing that they would be voting in favour of Britain leaving the Eurozone, had paid the price of that foolishness by seeing the collapse of the Pound and like the tripper holidaymakers who in recent years have flooded the island of Kos, were this year nowhere to be seen. Fearful of the chaos they witnessed last year when Kos was besieged by Syrian refugees, and now nowhere as cash flush as they previously were, they stayed at home in England this year. How dramatically things can change in just one year!

So this year I decided to first take myself to England where we travelled extensively visiting old friends and gauging the mood of the people who are now, as then, deeply divided over Brexit. But they are unanimous about one thing; that nobody warned them about the real consequences of leaving the Eurozone and to a man are proclaiming they would vote very differently if they were given another opportunity to vote.

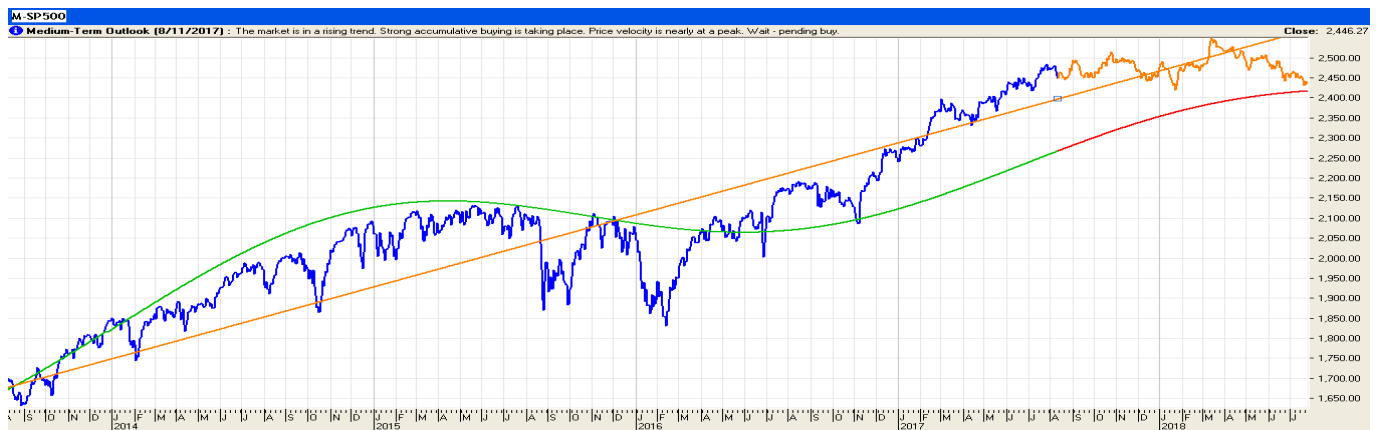
Also last year I visited the United States where the average American then believed it was equally unthinkable that Donald Trump would win the Presidential race with his promises of a great wall of Mexico, "America First" and loads more cash for the army. But his promised tax reforms, that favoured the rich against the dismemberment of Obamacare which would hurt the poor, impressed Wall Street which, together with Blue Collar voters gave him the Presidency.

Ironically, the rise of Donald Trump has thus seen share prices surging upwards and, on the strength of a weakened dollar, import substitution and rising exports are boosting US industry. Thus many Americans, though publicly appalled by Trump, are seemingly secretly happy because he is so enriching them. As a consequence, as I noted last Friday and illustrate in the graph below, the cyclically adjusted price-to-earnings ratio, commonly known as CAPE, Shiller P/E ratio - a valuation measure usually applied to the US S&P 500 equity market which is defined as price divided by the average of ten years of earnings (moving average), adjusted for inflation—is at its third highest level in Wall Street history. Hedge fund managers are consequently increasingly hedging against an inevitable correction and in the process ensuring that theirs will become a self-fulfilling prophecy.

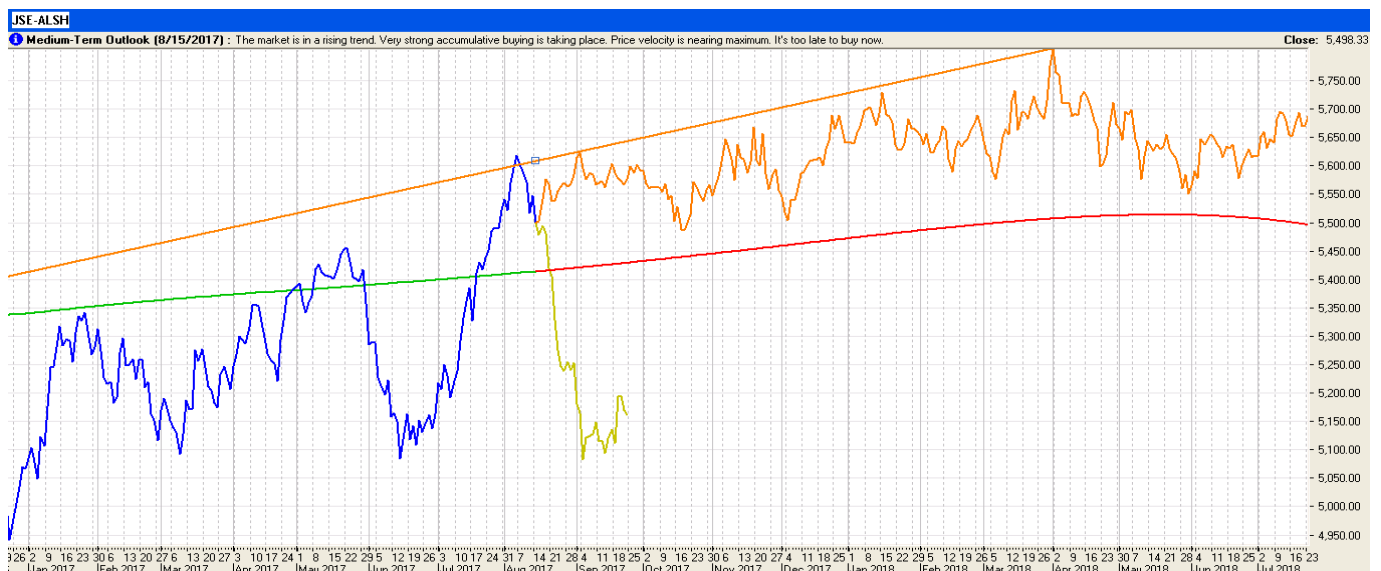


Now add in the fact that this maverick President Trump has been building up a head of steam about the seemingly somewhat insane North Korean leader Kim Jong-un's missile programme which this weekend moved us perilously close to the possibility of a nuclear incident and the deck is stacked for an investment crisis. So it was not at all surprising that as tensions rose between the US and North Korea late last week global traders switched out of so-called risk assets like equities, commodities and emerging market currencies and into safe havens like gold, the Swiss franc, Japanese yen and US Treasuries. This week tensions seemed to be cooling in the region after comments by US officials on the weekend. But things could escalate again this week, as North Korea celebrates Liberation Day while joint US-South Korean military manoeuvres are due to take place next week. But the incident served to prove my point that overpriced markets are delicately poised and vulnerable to political events.

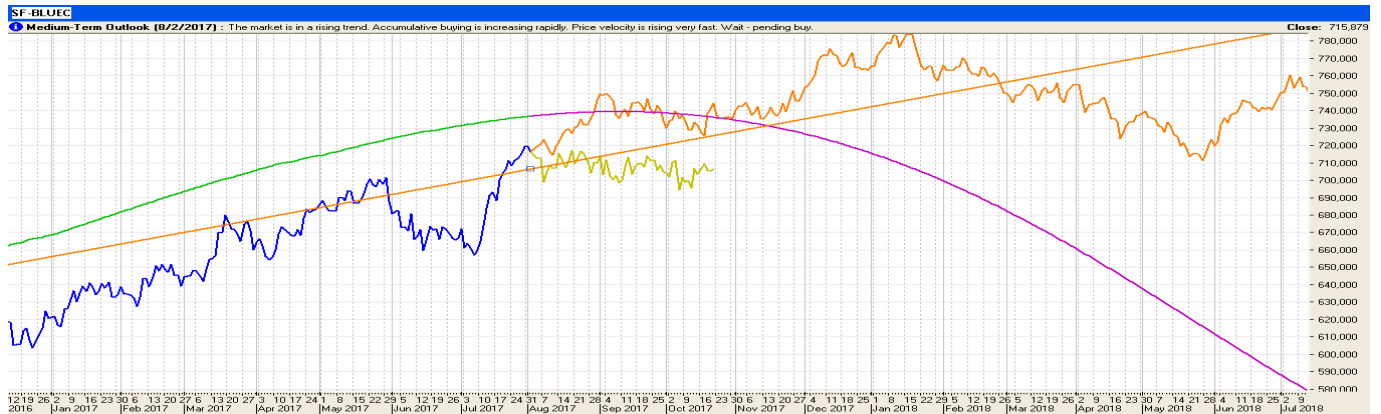
The consequence of these things were reflected in a sharp down turn of Wall Street's S&P500 index as can be seen in my graph below but, giving it the advantage of a five-year view, it was nearly a non-event. The real question investors should be asking is whether this small event might develop into a major event over the next few weeks or whether, as ShareFinder projects in the red-line artificial intelligence trace in red on the right of the graph, it will this time shrug things off, have a dress rehearsal in late October and finally turn down for real in March next year.



Inevitably, because Developing World markets like ours tend to succumb to terminal pneumonia whenever Wall Street sneezes - and all the more so currently while "State capture" and the ANC presidential succession race fixates government — the blip on the Standard & Poors 500 graph above began to look like a rout on the JSE as you can see on my graph below. Furthermore, ShareFinder currently projects that in the short-term things could get decidedly worse here (Note the yellow short-term projection). Here too, it looks like a dress rehearsal for a main event still scheduled to commence towards the end of next March. But in the current state of affairs it would take little to drastically accelerate this process.



Turning to the Blue Chips category in which I have always urged readers to concentrate their investments, local reaction was understandably more muted. The graph below similarly projects a more modest short-term decline. But note that the short-term projection (in yellow) the medium-term projection (in red) and the long-term projection (in mauve) all predict that this is the end of the bullish phase of our market. And this is hardly surprising giving the stark reality of the loan crisis at Eskom, the imminent need for another cash bail out for bankrupt SAA and the fact that Treasury's cupboard is bare. The South African economy is obviously in a far worse state than any of us had dared to imagine and none of our leadership seem to either understand that fact or care to do anything about it.



## The Prospects Portfolio

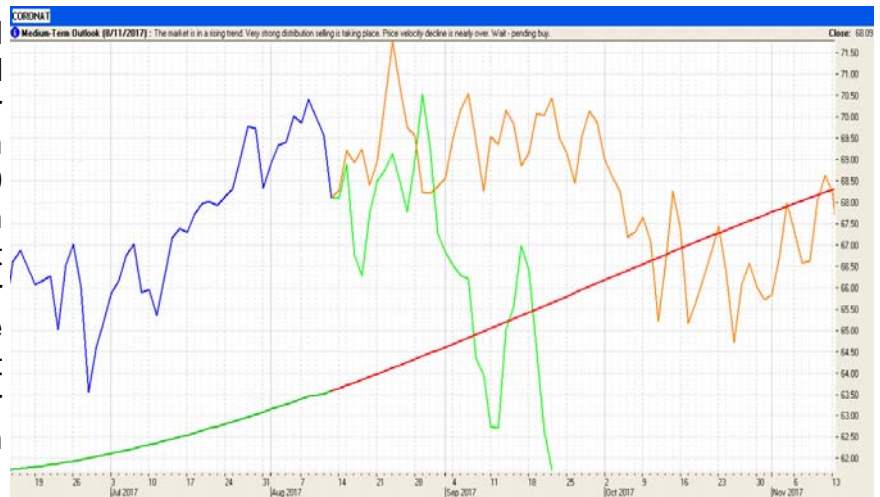
All of which brings me to the Prospects Portfolio which has prospered extremely well of late touching an all-time high value of R3 181 184 before its downward reaction to Wall Street's sneeze last Friday and offering those who have slavishly replicated it a Total Return of 27.4 percent a year since its inception in January 2011 as illustrated below. A month ago it was valued at R3 082 997.



ShareFinder's projection system warns strongly however, that the end of this bull market is probably upon us and it is clearly time to move into cash so that we will be in a position to buy in the event that the market crashes sometime in the next few months.

Name	Price	% Change	Quantity	Cost	Per Share	Value	% Gain	% Portfol...	Risk	DY	DivGro	Di...	Return
<b>2011 Prospects Folio</b>		<b>1.3%</b>				<b>3,132,762.40</b>	<b>303.0</b>		<b>14.59%</b>	<b>1.5</b>	<b>24.34</b>	<b>22....</b>	<b>27.40%</b>
*Cash						8,953.19		0.3%	1.00%				
ADVTECH	17.14	+2.3%	7,700	117,040.00	15.20	131,978.00	+12.8%	4.2%	-6.05%	1.6	7.51	16.37	27.31%
A-VI	98.50	-0.7%	1,200	100,800.00	84.00	118,200.00	+17.3%	3.8%	-35.56%	3.2	30.54	42.54	14.30%
CAPITEC	852.23	+0.3%	562	100,036.00	178.00	478,953.26	+378.8%	15.3%	23.21%	1.2	27.98	36.00	32.63%
CLICKS	142.59	-0.6%	900	99,900.00	111.00	128,331.00	+28.5%	4.1%	-6.83%	1.7	17.06	22.44	24.21%
CORONAT	68.35	+0.4%	4,014	99,988.74	24.91	274,356.90	+174.4%	8.8%	31.94%	5.3	28.59		23.93%
DISCOVERY	145.46	+0.3%	900	98,604.00	109.56	130,914.00	+32.8%	4.2%	5.74%	1.0	17.19	20.99	22.10%
EOH	105.92	+2.4%	1,500	160,500.00	107.00	158,880.00	-1.0%	5.1%	37.69%	1.5	31.57	29.00	25.28%
FAMBRANDS	124.80	+1.3%	2,674	100,000.00	37.40	333,715.20	+233.7%	10.7%	-8.33%		23.74	33.79	13.26%
ITLITLE	13.65	+1.5%	18,523.33	226,355.09	12.22	252,843.45	+11.7%	8.1%	-22.54%	1.9	62.26		19.49%
MRPRICE	176.85	+0.6%	1,804	100,000.00	55.43	319,037.40	+219.0%	10.2%	31.81%	3.1	17.97	21.61	10.30%
NASPER-N	2,845.00	+2.9%	280	100,000.00	357.14	796,600.00	+696.6%	25.4%	29.23%	0.2	14.25	20.99	44.48%

Last month I highlighted Coronation for disposal and advised readers that ShareFinder was projecting an optimum disposal date of around August 9 at a price of around R68.98. In fact it reached R70.48 on August 8 and we sold our holdings. For those of you who missed the opportunity, another selling point at around R71 might occur around August 23. Note the graph on the right.



I have also decided to commit market heresy and dispose of some of our Naspers holdings primarily because this share has run so long and hard that it has increased in value by 674 percent since we bought it when we launched the portfolio at the start of 2011 and it has come to represent a quarter of the entire portfolio worth. Thus I plan to sell 140 of our 280 shares if I can get R2 880 which ShareFinder suggests might be attained in the last week of this month. Note my second graph on the right:



Similarly, Capitec has grown 378 percent since we bought it to now represent 15 percent of portfolio worth and so it makes sense to rebalance this holding also. Thus I will sell a third of our 178 shares. ShareFinder suggests the optimum time to sell will be in the first week of September when R890 a share might be obtainable or R904 around September 18. Note my third graph 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:

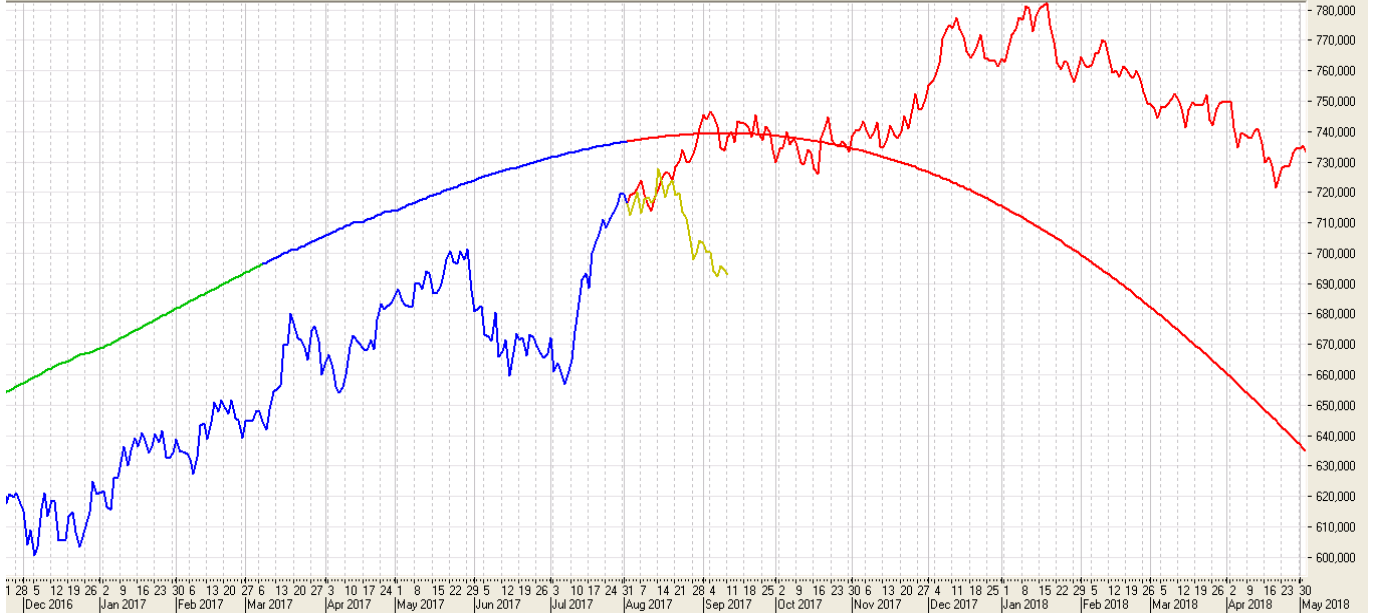


# JSE Blue Chips to consider:

SF-BLUEC

Medium-Term Outlook (8/2/2017) : The market is in a rising trend. Accumulative buying is increasing rapidly. Price velocity is rising very fast. Wait - pending buy.

Close: 715.879



Name	Close	3 Month Price G...	5 Year Price Gr...	Dividend Growth	Grade	Risk	Total Return	Rating	Strategy	Likely Date	Likely Price
ShareFinder Blue...	7,15...	19.38	19.81	16.07	568.96	-1.55	15.12				
Quality List Avera...		17.04	14.98	31.03	797.9	27.18	17.82				

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

RICHEMONT	115.90	27.70	19.24	40.17	520.2	-0.04	19.24	Fair.	Too late to buy now.	09/04/2018	104.23
EOH	105.92	-56.62	23.80	31.57	877.8	37.69	25.28	Very cheap.	Optimum sell point passed.	26/12/2017	95.83
CASHBIL	365.04	21.03	19.41	31.45	1,237.6	28.25	21.73	Fair.	Wait - pending buy.	27/10/2017	339.79
A-VI	98.50	4.97	11.09	30.54	556.7	-35.56	14.30	Fair.	Wait - pending buy.	21/06/2018	90.81
JSE	138.33	-5.92	11.58	28.92	669.9	-5.24	14.82	Cheap.	Optimum sell point passed.	16/05/2018	118.09
ADAPTIT	9.30	-37.55	52.41	28.66	785.6	87.19	53.64	Very cheap.	Optimum sell point passed.	18/04/2018	6.89
CAPITEC	852.23	52.16	31.43	27.98	600.9	23.21	32.63	Costly.	Wait - pending buy.	12/07/2018	840.03
TRNPACO	26.00	0.00	10.07	23.98	487.4	-34.45	14.75	Fair.	Wait - pending buy.	25/07/2018	22.92
FAMBRANDS	124.80	-49.14	13.26	23.74	509.4	-8.33	13.26	Cheap.	Prepare to buy.	09/10/2017	119.24
WOOLIES	64.40	-24.71	3.18	20.87	849.5	3.22	7.21	Very cheap.	Optimum sell point passed.	01/09/2017	62.68

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

TRANSCAP	13.90	-11.75	13.72	1,895.20	19,093.2	3.18	15.68	Fair.	Wait - pending buy.	03/07/2018	12.16
TEX	7.50	-34.77	-4.66	341.93	4,707.4	-19.59	8.68	Cheap.	Wait - pending buy.	02/07/2018	4.88
OLDMUTUAL	34.20	11.26	11.00	73.79	899.5	-19.12	13.41	Cheap.	Buy! Buy! Buy!	10/01/2018	33.34
REBOSIS	10.96	-29.67	-0.61	63.84	617.5	-28.00	10.63	Fair.	Selling op. nearly over.	10/01/2018	10.81
ITLILE	13.65	-3.02	17.62	62.26	825.4	-22.54	19.49	Cheap.	Wait - pending buy.	27/07/2018	12.01
SABVEST	27.40	32.99	9.45	52.23	1,302.7	41.75	11.14	Very cheap.	Wait - pending buy.	17/07/2018	23.15
MONDILTD	346.90	2.44	37.41	50.17	833.7	19.53	39.31	Fair.	Optimum buy point passed.	21/06/2018	313.99
NUWORLD	37.20	26.43	12.80	48.20	634.4	7.76	16.92	Costly.	Too late to buy now.	13/07/2018	29.19
METROFILE	4.25	-0.94	4.48	46.51	546.4	-20.19	10.72	Cheap.	Wait - pending buy.	26/07/2018	3.13
MONDIPLC	347.00	1.18	37.80	44.43	1,254.6	19.86	39.70	Fair.	Optimum buy point passed.	21/06/2018	305.45

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

EOH	105.92	-56.62	23.80	31.57	877.8	37.69	25.28	Very cheap.	Optimum sell point passed.	26/12/2017	95.83
ADAPTIT	9.30	-37.55	52.41	28.66	785.6	87.19	53.64	Very cheap.	Optimum sell point passed.	18/04/2018	6.89
CAPITEC	852.23	52.16	31.43	27.98	600.9	23.21	32.63	Costly.	Wait - pending buy.	12/07/2018	840.03
DISCOVERY	145.46	42.71	21.09	17.19	143.2	5.74	22.10	Fair.	Too late to buy now.	13/06/2018	135.79
CLICKS	142.59	20.32	22.54	17.06	419.0	-6.83	24.21	Fair.	Wait - pending buy.	01/05/2018	138.11
NASPERS-N	2,84...	15.60	44.32	14.25	502.1	29.23	44.48	Fair.	Wait - pending buy.	16/11/2017	2,541.31
ADVTECH	17.14	-23.03	25.76	7.51	488.7	-6.05	27.31	Fair.	Sell.	21/08/2017	17.05

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

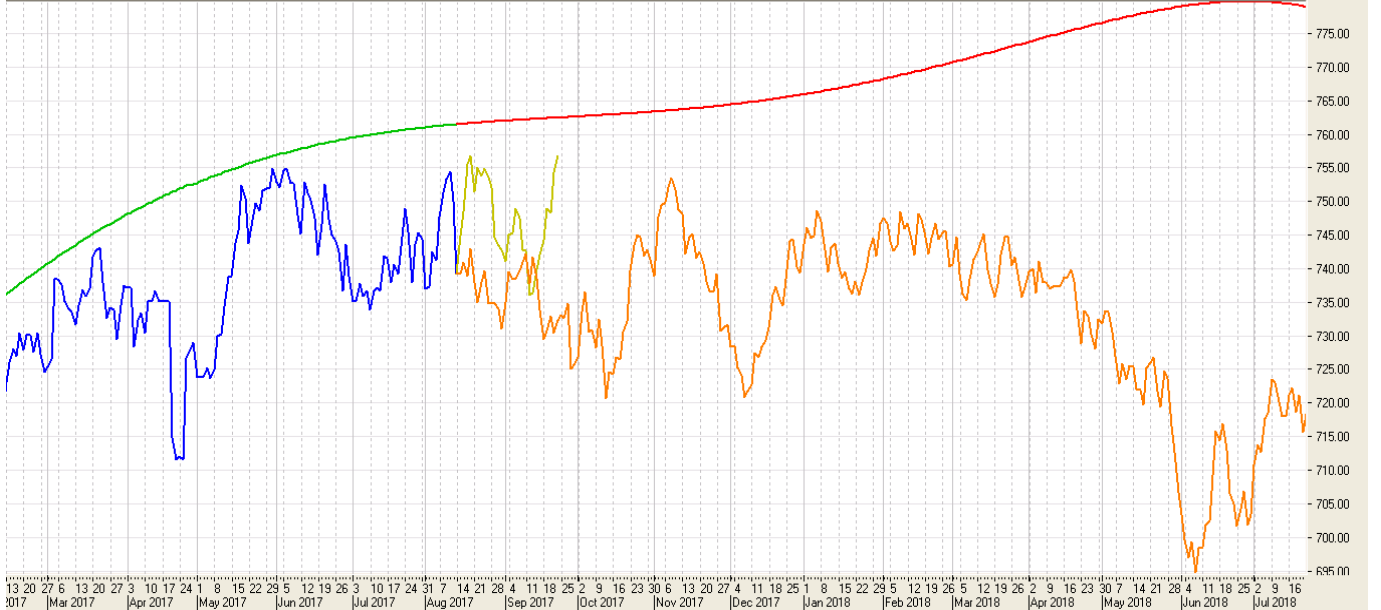
ITLILE	13.65	-3.02	17.62	62.26	825.4	-22.54	19.49	Cheap.	Wait - pending buy.	27/07/2018	12.01
MONDILTD	346.90	2.44	37.41	50.17	833.7	19.53	39.31	Fair.	Optimum buy point passed.	21/06/2018	313.99
MONDIPLC	347.00	1.18	37.80	44.43	1,254.6	19.86	39.70	Fair.	Optimum buy point passed.	21/06/2018	305.45
BRAIT	60.50	-73.71	17.11	39.03	2,775.0	73.81	18.14	Very cheap.	Wait - pending buy.	16/07/2018	41.06
LONFIN	8.00	0.00	26.18	38.77	4,762.5	9.63	28.12	Cheap.	Wait - pending buy.	24/07/2018	6.76
PNR-FOODS	130.50	-55.69	21.18	37.18	650.5	29.14	23.52	Very cheap.	Prepare to buy.	25/04/2018	111.89
WILDRNESS	7.15	-17.27	16.36	36.89	570.4	62.83	18.70	Fair.	Wait - pending buy.	18/05/2018	5.47
MARSHALL	18.90	67.93	26.79	35.48	561.2	-1.99	28.93	Fair.	Wait - pending buy.	13/07/2018	17.85
PERGRIN	28.23	13.01	21.02	35.14	478.6	3.89	25.41	Cheap.	Too late to buy now.	22/06/2018	27.35
STEINHOFF	67.01	0.47	21.86	27.05	431.0	23.03	24.08	Very cheap.	Wait - pending buy.	19/07/2018	47.30

# Top London Stock Exchange Performers:

M-FT-100

Medium-Term Outlook (8/14/2017): The market is in a rising trend. Strong accumulative buying is taking place. Price velocity decline is nearing maximum. Wait - pending buy.

Close: 738.93



Code	Full Name	Close	3 Month Price Growth	5 Year Price Growth	Dividend Growth	Grade	Risk	Total Return	Rating
Quality List...		13.21	0.00	6.79	11.23	9.15	2.74	10.70	
Blue Chip I...	Blue Chip Index Average:	18.66	0.00	6.05	11.89	30.80	-4.54	9.63	

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

AHT.L	ASHTED GROUP	15.58	-26.77	32.09	36.67	198.00	48.77	32.79	Cheap.
STJ.L	TULLOW OIL PLC	11.77	55.23	21.07	31.01	198.00	20.93	22.47	Cheap.
CRDA.L	CRODA INTERNATIONAL PLC	39.41	58.96	9.46	26.73	79.00	-31.49	11.06	Cheap.
AMECL	AMEC PLC	10.58	-33.40	4.99	23.53	90.00	-16.14	8.99	Cheap.
ARM.L	ARMOR DESIGNS INC	17.00	1811.85	15.59	27.33	116.00	20.25	15.89	Fair
TLW.L	TULLOW OIL PLC	2.05	-64.08	0.00	36.67	276.00	81.30	5.90	Cheap.
SPT.L	SPIRENT COMMUNICATIONS	1.20	88.91	-13.20	46.67	115.00	13.08	-10.70	Cheap.
RRS.L	RANDGOLD RESOURCES	70.95	-8.18	5.09	39.86	87.00	25.53	5.79	Cheap.
HTG.L	HUNTING	5.49	18.07	-15.61	25.27	-53.00	43.91	-9.81	Cheap.
BG.L	GB GROUP	10.62	-0.41	-7.58	24.48	23.00	-9.41	-4.88	Fair.

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

SGR.L	SHORE CAPITAL GROUP LTD	2.53	12.26	118.18	85.00	990.00	66.57	119.88	Cheap.
CCT.L	CHARACTER GROUP	4.95	-20.14	61.32	73.33	364.00	5.54	62.62	Cheap.
CRW.L	CRANEWARE PLC	13.33	-1.00	38.89	231.38	590.00	12.76	40.49	Cheap.
WKPL	WORKSPACE GROUP PLC	8.62	84.02	23.46	164.22	466.00	13.40	24.66	Cheap.
FPEO.L	F&C PRIVATE EQUITY TRUST	3.63	127.36	11.38	182.00	407.00	-33.75	14.28	Cheap.
COST.L	COSTAIN GROUP	4.67	113.67	11.87	164.37	318.00	-10.80	14.37	Cheap.
INVL	F&C PRIVATE EQUITY TRUST	3.45	14.55	6.63	180.67	3201.00	7.88	12.63	Cheap.
BLT.L	BHP BILLITON	12.10	-43.17	-15.42	161.56	321.00	14.76	-5.72	Cheap.
AVVL	AVEVA GROUP	19.89	31.15	-4.26	109.63	172.00	6.81	-2.86	Cheap.
ANTO.L	ANTOFAGASTA	8.26	-8.58	-15.39	104.02	1250.00	21.76	-12.89	Cheap.

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

LSE.L	LONDON STOCK EXCHANGE GROUP	34.00	79.48	26.57	4.69	95.00	-4.25	27.47	Fair.
RELL	REED ELSEVIER	16.36	31.51	22.15	4.65	79.00	-21.64	23.65	Cheap.
HSXL	HISCOX LTD	12.14	61.44	22.02	11.94	165.00	-19.65	23.72	Cheap.
BNZL	BUNZL	24.40	35.18	17.87	8.54	77.00	-35.62	19.17	Cheap.
PFGL	PROVIDENT FINANCIAL	31.32	55.03	22.57	6.66	95.00	-0.61	25.27	Cheap.
CPGL	COMPASS GROUP	16.20	38.09	17.95	-10.29	-268.00	-32.43	19.45	Cheap.
AHT.L	ASHTED GROUP	15.58	-26.77	32.09	36.67	198.00	48.77	32.79	Cheap.
SPXL	SPIRAX-SARCO ENGINEERING	53.10	95.80	16.48	11.93	87.00	-17.14	17.58	Cheap.
CCCL	COMPUTACENTER	8.46	40.76	15.92	13.88	114.00	-8.02	18.02	Cheap.
STJ.L	HISCOX LTD	11.77	55.23	21.07	31.01	198.00	20.93	22.47	Cheap.

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

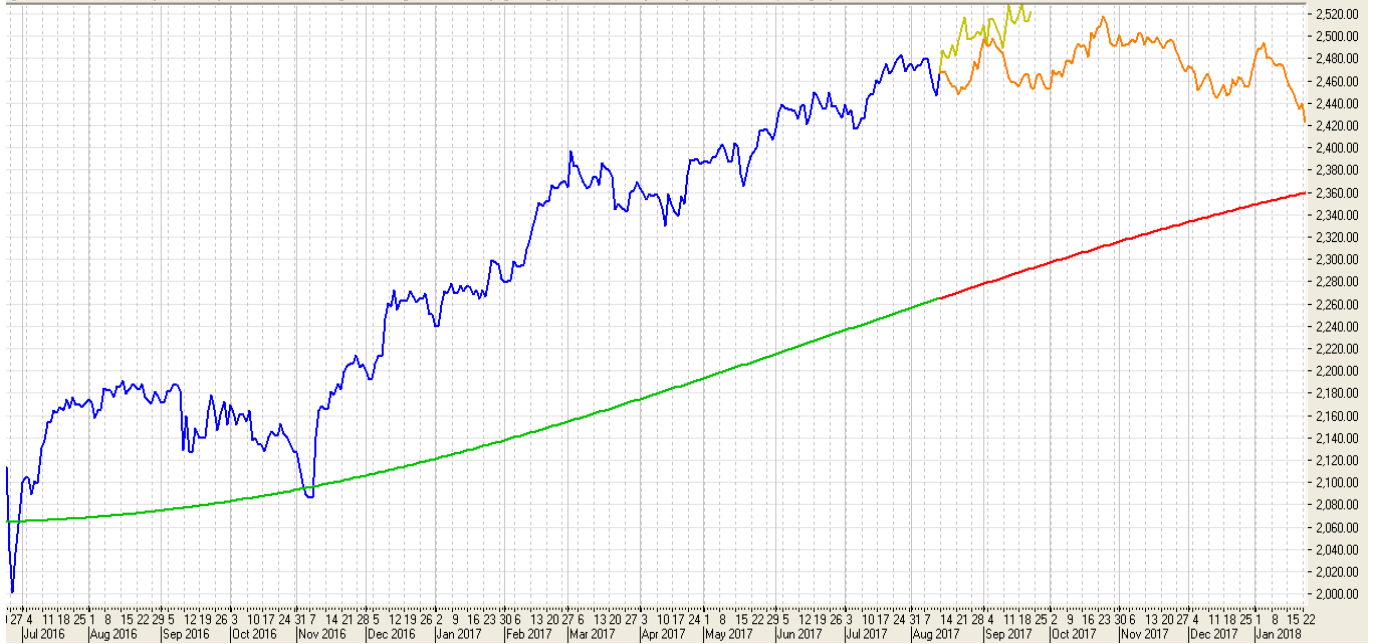
SGR.L	SHORE CAPITAL GROUP LTD	2.53	12.26	118.18	85.00	990.00	66.57	119.88	Cheap.
POWR.L	POWERFLUTE OYJ	0.88	25.76	65.91	0.00	226.00	21.08	67.01	Cheap.
CCT.L	CHARACTER GROUP	4.95	-20.14	61.32	73.33	364.00	5.54	62.62	Cheap.
BET.L	BETFAIR GROUP PLC	43.85	130.99	69.37	36.10	411.00	46.22	69.87	Cheap.
MCRO.L	MICRO FOCUS INTERNATIONAL	24.10	113.00	49.92	6.03	151.00	4.52	52.12	Cheap.
RNWH.L	RENEW HLDGS	4.59	-9.23	53.39	-13.33	-156.00	21.69	54.19	Cheap.
TTR.L	32RED	1.96	2.10	51.37	20.00	511.00	62.61	51.77	Cheap.
TON.L	TITON HLDGS	1.72	221.14	48.31	0.00	164.00	48.53	49.51	Cheap.
DTG.L	DART GROUP PLC	6.25	140.13	52.55	30.00	242.00	75.05	52.95	Cheap.
PIC.L	VPHASE PLC	11.50	1873.72	68.06	39.00	397.00	272.19	68.46	Cheap.

# Top New York Performers:

M-SP500

Medium-Term Outlook (8/14/2017) : The market is in a rising trend. Strong accumulative buying is taking place. Price velocity is nearly at a peak. Wait - pending buy.

Close: 2,465.65



Code	Full Name	Close	3 Month Price Growth	5 Year Price Growth	Dividend Growth	Grade	Risk	Total Return	Rating
Quality List ...		67.49	0.00	5.08	18.42	2.00	8.92	9.39	
Blue Chip I...	Blue Chip Index Average:	77.62	0.00	5.83	17.34	68.00	5.28	8.90	

Based upon their five-year compound annual average returns the following shares in your portfolio are underperforming the ShareFinder Blue Chip Index on price group :

EJ	E-House (China) Holdings Limit...	138.01	26.93	0.00	50.39	248.00	-14.13	28.25	Cheap.
ESV	ENSCO plc	5.47	-90.87	0.00	220.02	617.00	100.55	41.10	Cheap.
OZM	Och-Ziff Capital Management G...	2.82	40.84	-20.53	70.38	782.00	99.50	29.87	Cheap.
RS	Reliance Steel & Aluminum Co.	73.74	-30.60	3.88	53.09	384.00	-4.26	5.98	Cheap.
AGU	Agrium Inc.	93.97	-3.11	-0.34	116.58	317.00	-22.27	2.36	Cheap.
LHO	LaSalle Hotel Properties	30.71	35.16	0.31	145.36	464.00	10.22	3.41	Cheap.
TWI	Titan International, Inc.	12.21	148.66	-23.99	0.00	-139.00	109.11	-23.79	Cheap.
POT	Potash Corporation of Saskatch...	16.94	-4.31	-20.36	103.23	435.00	8.09	-13.36	Cheap.
OKE	ONEOK, Inc.	52.03	-39.91	-2.83	20.55	53.00	48.69	-0.03	Cheap.
CLB	Core Laboratories N.V.	103.26	-47.91	-6.05	83.84	333.00	23.50	-4.85	Cheap.
CF	CF Industries Holdings, Inc.	29.22	-13.44	0.00	74.95	565.00	121.57	1.50	Cheap.
APH	Amphenol Corporation	73.10	45.01	-4.11	138.56	430.00	29.89	-3.71	Cheap.
AGI	Alamos Gold Inc	6.89	-39.22	-19.03	56.67	25.00	115.24	-16.13	Fair.

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

LUV	Southwest Airlines Company	62.07	73.88	52.25	90.51	622.00	62.41	52.45	Cheap.
AET	Aetna Inc.	152.40	119.39	28.94	221.47	698.00	28.49	29.44	Cheap.
ESV	ENSCO plc	5.47	-90.87	0.00	220.02	617.00	100.55	41.10	Cheap.
JPM	J P Morgan Chase & Co	92.75	5.70	14.14	89.94	284.00	-5.72	15.74	Cheap.
MLR	Miller Industries, Inc.	25.30	24.54	10.79	80.63	241.00	-9.95	12.99	Cheap.
AGU	Agrium Inc.	93.97	-3.11	-0.34	116.58	317.00	-22.27	2.36	Cheap.
HCI	HCI Group, Inc.	48.06	9.77	4.14	89.80	256.00	57.71	6.14	Cheap.
CLB	Core Laboratories N.V.	103.26	-47.91	-6.05	83.84	333.00	23.50	-4.85	Cheap.
CF	CF Industries Holdings, Inc.	29.22	-13.44	0.00	74.95	565.00	121.57	1.50	Cheap.
APH	Amphenol Corporation	73.10	45.01	-4.11	138.56	430.00	29.89	-3.71	Cheap.

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

ATLS	Atlas Energy, L.P.	0.68	-89.42	-13.74	358.39	717.00	197.75	208.36	Cheap.
UNH	UnitedHealth Group Incorporat...	186.65	58.51	32.55	519.58	1238.00	-10.65	33.15	Cheap.
AET	Aetna Inc.	152.40	119.39	28.94	221.47	698.00	28.49	29.44	Cheap.
WBS	Webster Financial Corporation	53.83	26.24	19.62	149.68	508.00	0.61	20.62	Cheap.
ESV	ENSCO plc	5.47	-90.87	0.00	220.02	617.00	100.55	41.10	Cheap.
SPG	Simon Property Group, Inc.	165.18	-34.11	4.85	155.10	342.00	-25.34	7.65	Cheap.
WU	Western Union Company (The)	19.15	-17.02	6.17	196.59	445.00	-12.78	8.77	Cheap.
STT	State Street Corporation	91.08	72.68	7.34	446.10	919.00	10.60	8.44	Cheap.
HAR	Harman International Industrie...	111.50	3.84	18.26	142.00	430.00	78.43	19.36	Cheap.
LHO	LaSalle Hotel Properties	30.71	35.16	0.31	145.36	464.00	10.22	3.41	Cheap.

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

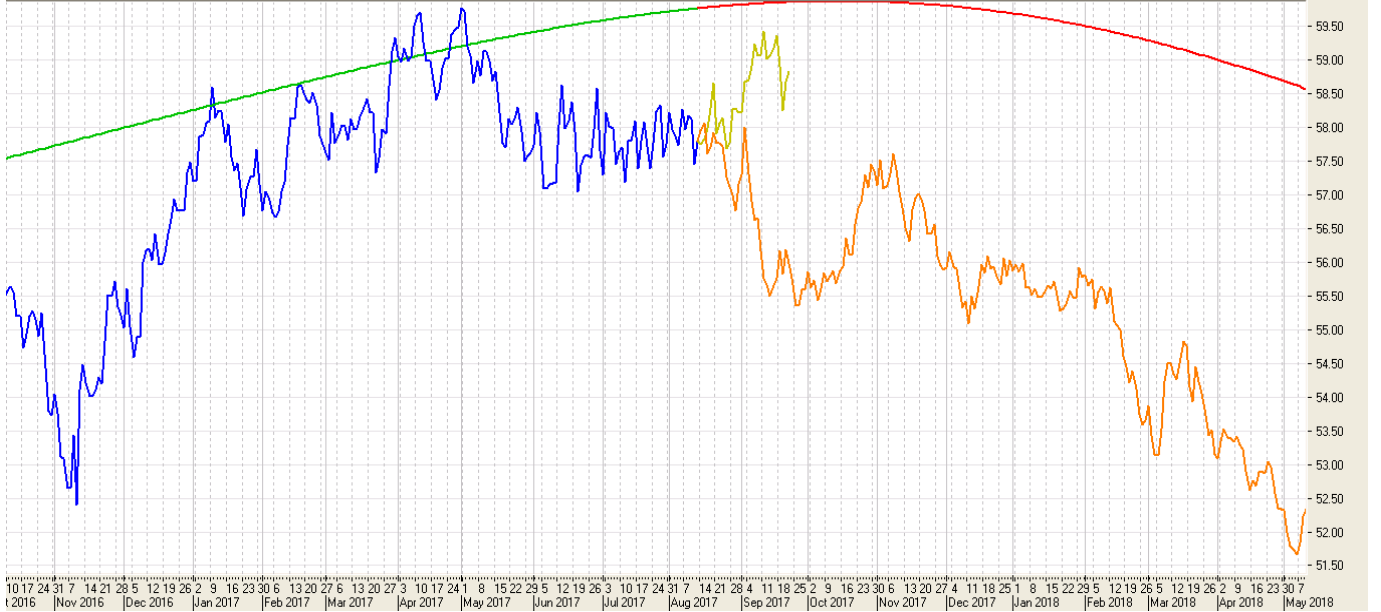
BMA	Macro Bank Inc.	93.17	20.76	82.92	16.57	359.00	96.26	82.92	Cheap.
LUV	Southwest Airlines Company	62.07	73.88	52.25	90.51	622.00	62.41	52.45	Cheap.
FICO	Fair Isaac Corporation	138.46	26.33	35.27	0.00	117.00	-0.58	35.37	Fair.
LMT	Lockheed Martin Corporation	278.92	24.13	28.59	18.73	187.00	-17.98	30.29	Cheap.
LII	Lennox International, Inc.	183.87	82.95	33.52	15.53	215.00	4.38	34.02	Fair.
CMN	Cantel Medical Corp.	81.14	-7.46	42.32	15.27	172.00	44.48	42.42	Fair.
EFX	Equifax, Inc.	138.01	10.64	27.65	50.39	248.00	-14.13	28.25	Cheap.
CHE	Chemed Corp.	204.69	66.15	28.29	19.09	177.00	1.98	28.69	Fair.
AET	Aetna Inc.	152.40	119.39	28.94	221.47	698.00	28.49	29.44	Cheap.
CI	Cigna Corporation	167.50	67.94	27.72	0.00	69.00	29.42	27.72	Fair.

# Top Australian Performers

M-AUST

Medium-Term Outlook (8/14/2017): The market is in a rising trend. Accumulative buying is increasing rapidly. Price velocity is nearly at a peak. Wait - pending buy.

Close: 57.79



Code	Full Name	Close	3 Month Price Growth	5 Year Price Growth	Dividend Growth	Grade	Risk	Total Return	Rating
Qual...		11.11	0.00	8.37	18.92	62.15	-13.19	18.42	
Blue...	Blue Chip Index Average:	14.83	0.00	9.09	21.59	124.70	-7.92	19.52	

Based upon their five-year compound annual average returns the following shares in your portfolio are underperforming the ShareFinder Blue Chip Index on price group:

PNW...	PACIFIC STAR NETWORK LIMITED	0.23	-56.42	5.92	40.00	253.00	-1.89	14.62	Cheap.
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The following shares, combine exceptional fundamental quality with high historic dividend growth rates:

MNF...	MY NET FONE LIMITED	4.36	-30.91	57.29	53.33	386.00	5.60	58.69	Fair.
MTU...	M2 TELECOMMUNICATIONS GRO...	12.17	46.25	47.11	31.98	398.00	-17.62	49.71	Fair.
CII.AX	CI RESOURCES LIMITED	1.55	-47.46	49.93	56.67	1216.00	-4.08	50.63	Cheap.
FNPAX	FREEDOM FOODS GROUP LIMITED	4.57	73.40	40.36	46.67	244.00	10.09	41.26	Fair.
TGR...	TASSAL GROUP LIMITED	4.47	-7.83	22.20	48.33	346.00	-14.24	24.90	Fair.
REA.AX	REA GROUP LTD	65.28	90.99	24.87	53.60	312.00	-7.41	25.87	Fair.
BYLAX	BEYOND INTERNATIONAL LIMITED	0.90	-33.91	-2.22	31.67	121.00	-14.86	6.68	Fair.
TOX.AX	TOX FREE SOLUTIONS LIMITED	2.26	3.64	-4.63	31.51	4.00	-37.42	0.27	Very costly.
RCR.AX	RCR TOMLINSON LIMITED	3.50	3.87	1.36	34.08	148.00	23.31	5.06	Fair.
FMG...	FORTESCUE METALS GROUP LTD	4.85	-75.97	-1.37	114.01	159.00	44.71	4.63	Cheap.

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

CII.AX	CI RESOURCES LIMITED	1.55	-47.46	49.93	56.67	1216.00	-4.08	50.63	Cheap.
KAM...	K2 ASSET MANAGEMENT HOLDIN...	0.29	-65.49	-0.74	59.05	-2.00	23.38	47.56	Cheap.
CCPAX	CREDIT CORP GROUP LIMITED	17.62	83.54	20.41	65.76	272.00	-24.91	23.41	Cheap.
REA.AX	REA GROUP LTD	65.28	90.99	24.87	53.60	312.00	-7.41	25.87	Fair.
GEM...	G8 EDUCATION LIMITED	3.36	-53.01	14.87	75.34	418.00	10.30	19.97	Cheap.
GXLAX	GREENCROSS LIMITED	5.82	-42.14	11.77	55.61	274.00	3.33	14.37	Cheap.
FLTAX	FLIGHT CENTRE TRAVEL GROUP LI...	35.67	230.98	0.94	56.25	136.00	-13.81	6.84	Cheap.
MXI.AX	MAXITRANS INDUSTRIES LIMITED	0.69	-10.80	-16.60	90.34	-7.00	25.53	-0.70	Cheap.
MLD...	MACA LIMITED	1.69	-23.27	-16.19	55.86	76.00	12.44	-6.09	Cheap.
FMG...	FORTESCUE METALS GROUP LTD	4.85	-75.97	-1.37	114.01	159.00	44.71	4.63	Cheap.

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

MNF...	MY NET FONE LIMITED	4.36	-30.91	57.29	53.33	386.00	5.60	58.69	Fair.
MTU...	M2 TELECOMMUNICATIONS GRO...	12.17	46.25	47.11	31.98	398.00	-17.62	49.71	Fair.
CII.AX	CI RESOURCES LIMITED	1.55	-47.46	49.93	56.67	1216.00	-4.08	50.63	Cheap.
FNPAX	FREEDOM FOODS GROUP LIMITED	4.57	73.40	40.36	46.67	244.00	10.09	41.26	Fair.
RHC...	RAMSAY HEALTH CARE LIMITED	70.19	33.46	28.02	14.80	154.00	-32.18	29.52	Fair.
WEB...	WEBJET LIMITED	12.20	53.42	34.92	10.02	163.00	12.46	36.52	Fair.
CSLAX	CSL LIMITED	132.09	62.28	23.72	13.41	193.00	-34.71	24.62	Fair.
REA.AX	REA GROUP LTD	65.28	90.99	24.87	53.60	312.00	-7.41	25.87	Fair.
SRXAX	SIRTEX MEDICAL LIMITED	11.85	-62.02	29.50	15.82	185.00	30.52	30.90	Fair.
APEAX	AP EAGERS LIMITED	7.68	-58.29	30.81	21.58	207.00	70.76	34.71	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...	1.82	60.12	112.57	9.00	534.00	9.96	114.77	Cheap.
HSN...	HANSEN TECHNOLOGIES LIMITED	3.56	34.58	84.30	0.36	270.00	-20.38	86.60	Cheap.
AMA...	AMA GROUP LIMITED	1.02	-7.37	71.55	20.00	331.00	16.95	73.55	Cheap.
MNF...	MY NET FONE LIMITED	4.36	-30.91	57.29	53.33	386.00	5.60	58.69	Fair.
IIN.AX	IINET LIMITED	9.52	-5.00	47.64	39.89	429.00	-21.12	50.74	Cheap.
MTU...	M2 TELECOMMUNICATIONS GRO...	12.17	46.25	47.11	31.98	398.00	-17.62	49.71	Fair.
CII.AX	CI RESOURCES LIMITED	1.55	-47.46	49.93	56.67	1216.00	-4.08	50.63	Cheap.
NCKAX	NICK SCALI LIMITED	6.36	-9.03	44.60	3.16	205.00	-12.88	47.30	Cheap.
RCG...	RCG CORPORATION LIMITED	0.63	-92.93	39.83	9.33	164.00	26.60	49.33	Cheap.
FNPAX	FREEDOM FOODS GROUP LIMITED	4.57	73.40	40.36	46.67	244.00	10.09	41.26	Fair.