

The conglomerates sector moved up to the #2 spot on improvement in both the fundamental and technical outlook. Underlying model scores for catalytic properties, including positive earnings revisions were a key factor. Moving in the opposite direction, the construction sector fell out of the top 5 group due to deterioration in underlying technical and catalytic scores. Otherwise, our sector attractiveness rankings were relatively stable this week.

Table 1 – Current Sector Rankings and Changed from Last Report (as of March 9, 2018)

	PREVIOUS INTEGRATED RANK	CURRENT INTEGRATED RANK	CHANGE IN RANK
CONSUMER STAPLES	1	1	0
CONGLOMERATES	8	2	6
INDUSTRIAL PRODUCTS	2	3	-1
AUTO-TIRES-TRUCKS	4	4	0
UTILITIES	5	5	0
CONSUMER DISCRETIONARY	7	6	1
CONSTRUCTION	3	7	-4
BUSINESS SERVICES	6	8	-2
RETAIL-WHOLESALE	10	9	1
TRANSPORTATION	9	10	-1
FINANCE	11	11	0
AEROSPACE	13	12	1
BASIC MATERIALS	14	13	1
COMPUTER AND TECHNOLOGY	12	14	-2
OILS-ENERGY	16	15	1
MEDICAL	15	16	-1

Table 2 – Current Sector Rankings with Rankings for Absolute-Scale & Relative-Scale Metrics

SECTOR	CURRENT INTEGRATED RANK	ABSOLUTE-SCALE METRICS		RELATIVE-SCALE METRICS			
		Technical Outlook RANK	Fundamental Outlook RANK	CURRENT RELATIVE SCALE RANK	VALUATION RANK	TECHNICAL RANK	CATALYTIC RANK
CONSUMER STAPLES	1	2	4	5	8	2	7
CONGLOMERATES	2	5	6	9	13	10	5
INDUSTRIAL PRODUCTS	3	10	3	11	12	11	6
AUTO-TIRES-TRUCKS	4	3	8	1	1	6	1
UTILITIES	5	1	14	2	6	1	14
CONSUMER DISCRETIONARY	6	8	2	6	10	5	2
CONSTRUCTION	7	13	1	3	5	9	3
BUSINESS SERVICES	8	11	9	13	11	15	8
RETAIL-WHOLESALE	9	7	7	4	2	4	10
TRANSPORTATION	10	6	10	10	4	8	12
FINANCE	11	9	12	15	9	7	16
AEROSPACE	12	16	5	16	16	16	13
BASIC MATERIALS	13	12	13	7	7	12	4
COMPUTER AND TECHNOLOGY	14	14	11	12	14	14	9
OILS-ENERGY	15	4	16	8	3	3	11
MEDICAL	16	15	15	14	15	13	15

Table 3 – Historical Sector Rankings (last 12 months)

SECTOR	Current Sector Rank 03/09/2018	JAN 2018	DEC 2017	NOV 2017	OCT 2017	SEP 2017	AUG 2017	JUL 2017	JUN 2017	MAY 2017	APR 2017	MAR 2017	FEB 2017	AVG HST RANK
CONSUMER STAPLES	1	1	6	16	15	16	11	15	11	14	9	11	6	10.9
CONGLOMERATES	2	4	1	7	1	7	15	10	14	1	1	16	13	7.5
INDUSTRIAL PRODUCTS	3	2	3	4	2	5	3	4	5	4	4	2	5	3.6
AUTO-TIRES-TRUCKS	4	7	9	6	6	1	10	6	6	10	2	6	12	6.8
UTILITIES	5	5	4	12	8	8	9	8	10	15	16	9	8	9.3
CONSUMER DISCRETIONARY	6	8	11	10	10	2	1	3	9	8	5	15	14	8.0
CONSTRUCTION	7	3	7	2	7	6	6	7	2	3	6	5	3	4.8
BUSINESS SERVICES	8	6	12	11	9	13	7	9	7	5	8	7	11	8.8
RETAIL-WHOLESALE	9	9	5	15	16	11	14	13	13	13	14	13	9	12.1
TRANSPORTATION	10	12	2	13	14	14	13	12	4	12	12	10	15	11.1
FINANCE	11	10	10	1	12	10	4	1	3	2	7	3	2	5.4
AEROSPACE	12	15	8	8	11	15	5	2	1	9	13	14	7	9.0
BASIC MATERIALS	13	13	13	3	4	4	12	16	15	16	11	4	4	9.6
COMPUTER AND TECHNOLOGY	14	11	15	5	3	3	2	5	8	6	10	8	10	7.2
OILS-ENERGY	15	16	14	9	5	12	16	11	16	7	3	1	1	9.3
MEDICAL	16	14	16	14	13	9	8	14	12	11	15	12	16	12.8

Table 4 – Highlighted Names from Most and Least Attractive Sectors (March 9, 2018)

**Most Attractive Names
from the
Most Attractive Sectors**

Polaris All-Cap Core Universe		
	Company	Ticker
	<u>CONSUMER STAPLES</u>	
1	Coca Cola Bottl	COKE
2	Pilgrims Pride	PPC
3	Tupperware Brnd	TUP
	<u>CONGLOMERATES</u>	
1	Utd Techs Corp	UTX
2	Leucadia Natl	LUK
3	Itt Inc	ITT
	<u>INDUSTRIAL PRODUCTS</u>	
1	Crown Hldgs Inc	CCK
2	Colfax Corp	CFX
3	Terex Corp	TEX
	<u>AUTO-TIRES-TRUCKS</u>	
1	Tenneco Inc	TEN
2	Dana Inc	DAN
3	Cummins Inc	CMI
	<u>UTILITIES</u>	
1	Dominion Energy	D
2	Idacorp Inc	IDA
3	Hawaiian Elec	HE

**Least Attractive Names
from the
Least Attractive Sectors**

Polaris All-Cap Core Universe		
	Company	Ticker
	<u>MEDICAL</u>	
1	Nevro Corp	NVRO
2	Nxstage Medical	NXTM
3	Ionis Pharmact	IONS
	<u>OILS-ENERGY</u>	
1	Plains All Amer	PAA
2	Core Labs Nv	CLB
3	Dril-Quip Inc	DRQ
	<u>COMPUTER AND TECHNOLOGY</u>	
1	Skyworks Solutn	SWKS
2	Diebold Inc	DBD
3	Oclaro Inc	OCLR
	<u>BASIC MATERIALS</u>	
1	Bunge Ltd	BG
2	Tahoe Resources	TAHO
3	Ppg Inds Inc	PPG
	<u>AEROSPACE</u>	
1	Esterline Techn	ESL
2	Triumph Grp Inc	TGI
3	Lockheed Martin	LMT

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