

Over the course of the last week, in spite of heightened market volatility, our sector attractiveness rankings have barely changed. The most noteworthy move was with the utilities sector, which has been a top performing sector during the past month. Nonetheless, due principally to deteriorating technical properties and some weakness in underlying catalytic scores, the utilities sector has fallen back to the bottom spot in our rankings. For investors inclined to seek a more defensive posture in the face of market turbulence, our rankings continue to favor the consumer staples sector. While this sector has slipped from the #1 spot which it had held for several weeks, it remains among the top ranked sectors.

Table 1 – Current Sector Rankings and Changed from Last Report (as of April 2, 2018)

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

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

Table 3 – Historical Sector Rankings (last 12 months)

SECTOR	Current Sector Rank 04/02/2018	FEB 2018	JAN 2018	DEC 2017	NOV 2017	OCT 2017	SEP 2017	AUG 2017	JUL 2017	JUN 2017	MAY 2017	APR 2017	MAR 2017	AVG HST RANK
CONGLOMERATES	1	4	1	7	1	7	15	10	14	1	1	16	13	7.5
AUTO-TIRES-TRUCKS	2	7	9	6	6	1	10	6	6	10	2	6	12	6.8
CONSUMER STAPLES	3	1	6	16	15	16	11	15	11	14	9	11	6	10.9
CONSTRUCTION	4	3	7	2	7	6	6	7	2	3	6	5	3	4.8
INDUSTRIAL PRODUCTS	5	2	3	4	2	5	3	4	5	4	4	2	5	3.6
CONSUMER DISCRETIONARY	6	8	11	10	10	2	1	3	9	8	5	15	14	8.0
BUSINESS SERVICES	7	6	12	11	9	13	7	9	7	5	8	7	11	8.8
TRANSPORTATION	8	12	2	13	14	14	13	12	4	12	12	10	15	11.1
BASIC MATERIALS	9	13	13	3	4	4	12	16	15	16	11	4	4	9.6
RETAIL-WHOLESALE	10	9	5	15	16	11	14	13	13	13	14	13	9	12.1
COMPUTER AND TECHNOLOGY	11	11	15	5	3	3	2	5	8	6	10	8	10	7.2
MEDICAL	12	14	16	14	13	9	8	14	12	11	15	12	16	12.8
OILS-ENERGY	13	16	14	9	5	12	16	11	16	7	3	1	1	9.3
FINANCE	14	10	10	1	12	10	4	1	3	2	7	3	2	5.4
AEROSPACE	15	15	8	8	11	15	5	2	1	9	13	14	7	9.0
UTILITIES	16	5	4	12	8	8	9	8	10	15	16	9	8	9.3

Table 4 – Highlighted Names from Most and Least Attractive Sectors (April 2, 2018)

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

Polaris All-Cap Core Universe		
	Company	Ticker
	<u>CONGLOMERATES</u>	
1	Itt Inc	ITT
2	Leucadia Natl	LUK
3	Carlisle Cos In	CSL
	<u>AUTO-TIRES-TRUCKS</u>	
1	Dana Inc	DAN
2	Tenneco Inc	TEN
3	Navistar Intl	NAV
	<u>CONSUMER STAPLES</u>	
1	Pilgrims Pride	PPC
2	Diageo Plc-Adr	DEO
3	Aramark Holding	ARMK
	<u>CONSTRUCTION</u>	
1	Thor Inds Inc	THO
2	Quanta Services	PWR
3	Meritage Homes	MTH
	<u>INDUSTRIAL PRODUCTS</u>	
1	Crown Hldgs Inc	CCK
2	Mueller Water	MWA
3	Agco Corp	AGCO

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

Polaris All-Cap Core Universe		
	Company	Ticker
	<u>UTILITIES</u>	
1	Westar Energy	WR
2	Southern Co	SO
3	Amer Water Work	AWK
	<u>AEROSPACE</u>	
1	Aerojet Rocketd	AJRD
2	Embraer Air-Adr	ERJ
3	Aar Corp	AIR
	<u>FINANCE</u>	
1	Equity Commonwl	EQC
2	Axis Cap Hldgs	AXS
3	Realty Income	O
	<u>OILS-ENERGY</u>	
1	Parsley Engy-A	PE
2	Cenovus Energy	CVE
3	Canadian Solar	CSIQ
	<u>MEDICAL</u>	
1	Nxstage Medical	NXTM
2	Spark Therapeut	ONCE
3	Immunomedics	IMMU

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