

After completing some routine database maintenance, we resume our weekly analysis and have several sector ranking changes to note. The utilities sector has moved up from the bottom 5 to the top 5 group due to improvement in the technical outlook and advancing scores on all of our relative-scale metrics (valuation, technical and catalytic properties). Positive earnings revisions, which indicate a favorable fundamental outlook, have resulted in the basic materials sector taking the #1 spot. Additionally, the consumer discretionary sector has moved up based on valuation. Finally, due to deterioration in both the fundamental and technical outlook, the business services and the construction sectors have fallen out of the top 5 group.

Table 1 – Current Sector Rankings and Changed from Last Report (as of June 4, 2018)

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

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

Table 3 – Historical Sector Rankings (last 12 months)

SECTOR	Current Sector Rank 06/04/2018	MAY 2018	APR 2018	MAR 2018	FEB 2018	JAN 2018	DEC 2017	NOV 2017	OCT 2017	SEP 2017	AUG 2017	JUL 2017	JUN 2017	AVG HST RANK
BASIC MATERIALS	1	3	7	11	13	13	3	4	4	12	16	15	16	9.8
CONSUMER DISCRETIONARY	2	4	4	6	8	11	10	10	2	1	3	9	8	6.3
UTILITIES	3	13	16	16	5	4	12	8	8	9	8	10	15	10.3
COMPUTER AND TECHNOLOGY	4	2	6	9	11	15	5	3	3	2	5	8	6	6.3
AUTO-TIRES-TRUCKS	5	1	1	1	7	9	6	6	1	10	6	6	10	5.3
INDUSTRIAL PRODUCTS	6	7	5	5	4	3	4	2	5	3	4	5	4	4.3
MEDICAL	7	8	11	13	14	16	14	13	9	8	14	12	11	11.9
RETAIL-WHOLESALE	8	9	10	10	9	5	15	16	11	14	13	13	13	11.5
CONGLOMERATES	9	15	9	8	3	1	7	1	7	15	10	14	1	7.6
OILS-ENERGY	10	10	14	12	16	14	9	5	12	16	11	16	7	11.8
TRANSPORTATION	11	5	13	7	12	2	13	14	14	13	12	4	12	10.1
CONSTRUCTION	12	6	2	4	2	7	2	7	6	6	7	2	3	4.5
AEROSPACE	13	12	12	14	15	8	8	11	16	5	2	1	9	9.4
BUSINESS SERVICES	14	11	8	3	6	12	11	9	13	7	9	7	5	8.4
FINANCE	15	14	15	15	10	10	1	12	10	4	1	3	2	8.1
CONSUMER STAPLES	16	16	3	2	1	6	16	15	15	11	15	11	14	10.4

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

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

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

Polaris All-Cap Core Universe		
	Company	Ticker
<u>BASIC MATERIALS</u>		
1	Hecla Mining	HL
2	Kinross Gold	KGC
3	Newmont Mining	NEM
<u>CONSUMER DISCRETIONARY</u>		
1	Charter Comm-A	CHTR
2	Imax Corp	IMAX
3	Gray Televisn	GTN
<u>UTILITIES</u>		
1	Dominion Energy	D
2	Consol Edison	ED
3	Entergy Corp	ETR
<u>COMPUTER AND TECHNOLOGY</u>		
1	Yelp Inc	YELP
2	Trimble Inc	TRMB
3	Cirrus Logic	CRUS
<u>AUTO-TIRES-TRUCKS</u>		
1	Dana Inc	DAN
2	Borg Warner Inc	BWA
3	Wabco Holdings	WBC

Polaris All-Cap Core Universe		
	Company	Ticker
<u>CONSUMER STAPLES</u>		
1	J&J Snack Foods	JJSF
2	Cott Corp Que	COT
3	Coca Cola Co	KO
<u>FINANCE</u>		
1	Apollo Commercl	ARI
2	Chimera Invest	CIM
3	Cousin Prop Inc	CUZ
<u>BUSINESS SERVICES</u>		
1	Paychex Inc	PAYX
2	Wageworks Inc	WAGE
3	Clean Harbors	CLH
<u>AEROSPACE</u>		
1	Spirit Aerosys	SPR
2	Embraer Air-Adr	ERJ
3	Curtiss Wright	CW
<u>CONSTRUCTION</u>		
1	Vulcan Matls Co	VMC
2	Potlatch Corp	PCH
3	Eagle Materials	EXP

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