

The aerospace sector has been displaced from the group of top 5 sectors by the construction sector. Weakness in underlying catalytic properties was the culprit that resulted in a lower ranking for aerospace stocks. Construction stocks rose into the top 5 on improvement in both the technical and fundamental outlook. In the bottom 5 group, the consumer staples swapped places with the transportation sector largely due to technical properties, whereby the outlook improved for the staples as the technical outlook deteriorated for the transportation stocks.

Table 1 – Current Sector Rankings and Changed from Last Report (as of September 22, 2017)

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

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

Table 3 – Historical Sector Rankings (last 12 months)

SECTOR	Current Sector Rank 09/22/2017	JUL 2017	JUN 2017	MAY 2017	APR 2017	MAR 2017	FEB 2017	JAN 2017	DEC 2016	NOV 2016	OCT 2016	SEP 2016	AUG 2016	AVG HST RANK
CONSUMER DISCRETIONARY	1	10	8	5	15	14	9	12	11	10	13	13	14	11.2
COMPUTER AND TECHNOLOGY	2	7	6	10	8	10	12	7	6	1	2	2	7	6.5
FINANCE	3	4	2	7	3	2	3	3	2	9	3	14	13	5.4
CONSTRUCTION	4	2	3	6	5	4	4	13	7	13	9	4	4	6.2
INDUSTRIAL PRODUCTS	5	5	4	4	2	5	2	6	5	11	16	12	10	6.8
AUTO-TIRES-TRUCKS	6	6	9	2	6	12	10	9	8	6	5	1	8	6.8
AEROSPACE	7	1	10	13	14	7	6	8	4	7	7	15	12	8.7
MEDICAL	8	11	11	15	12	16	15	11	9	5	6	3	2	9.7
BUSINESS SERVICES	9	8	5	8	7	11	8	2	10	12	8	10	5	7.8
UTILITIES	10	9	15	16	9	8	13	10	15	2	15	7	6	10.4
CONSUMER STAPLES	11	12	14	9	11	6	11	15	13	3	1	8	3	8.8
BASIC MATERIALS	12	15	16	12	4	3	5	5	3	8	11	11	9	8.5
RETAIL-WHOLESALE	13	13	13	14	13	9	7	4	12	15	10	6	11	10.6
TRANSPORTATION	14	3	12	11	10	15	14	14	14	16	14	16	16	12.9
CONGLOMERATES	15	14	1	1	16	13	16	16	16	14	12	9	15	11.9
OILS-ENERGY	16	16	7	3	1	1	1	1	1	4	4	5	1	3.8

Table 4 – Highlighted Names from Most and Least Attractive Sectors (September 22, 2017)

Most Attractive Names from the Most Attractive Sectors			Least Attractive Names from the Least Attractive Sectors		
Polaris All-Cap Core Universe			Polaris All-Cap Core Universe		
Company		Ticker	Company		Ticker
<u>CONSUMER DISCRETIONARY</u>			<u>OILS-ENERGY</u>		
1	Lululemon Athlt	LULU	1	Halcon Resources	HK
2	Twenty-First Cf	FOX	2	Unit Corp	UNT
3	Prestige Brands	PBH	3	Enlink Midst Lp	ENLK
<u>COMPUTER AND TECHNOLOGY</u>			<u>CONGLOMERATES</u>		
1	Pandora Media	P	1	Carlisle Cos In	CSL
2	Synaptics Inc	SYNA	2	3M Co	MMM
3	Open Text Corp	OTEX	3	Genl Electric	GE
<u>FINANCE</u>			<u>TRANSPORTATION</u>		
1	Renaissancere	RNR	1	Ship Fin Intl	SFL
2	Sabra Healthcr	SBRA	2	Kirby Corp	KEX
3	New York Reit	NYRT	3	Genesee & Wyo	GWR
<u>CONSTRUCTION</u>			<u>RETAIL-WHOLESALE</u>		
1	Primoris Servcs	PRIM	1	Autonation Inc	AN
2	Utd Rentals Inc	URI	2	Caseys Gen Strs	CASY
3	Lennox Intl Inc	LII	3	Lowes Cos	LOW
<u>INDUSTRIAL PRODUCTS</u>			<u>BASIC MATERIALS</u>		
1	Hubbell Inc	HUBB	1	Yamana Gold Inc	AUY
2	Milacron Hldgs	MCRN	2	Pretium Res Inc	PVG
3	li-Vi Incorp	IIVI	3	Cal-Maine Foods	CALM

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