

Amongst modest changes, the utilities sector moved into the top 5 of our sector attractiveness rankings driven by improvement in the earnings outlook. We also note that the construction sector was displaced from the top 5 principally due to deterioration in technical properties. At the bottom end of our rankings the retail sector displaced the basic materials sector and slipped back into the bottom 5 group on relative weakness in both the fundamental and technical outlook.

Table 1 – Current Sector Rankings and Changed from Last Report (as of October 6, 2017)

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

Table 3 – Historical Sector Rankings (last 12 months)

SECTOR	Current Sector Rank 10/06/2017	AUG 2017	JUL 2017	JUN 2017	MAY 2017	APR 2017	MAR 2017	FEB 2017	JAN 2017	DEC 2016	NOV 2016	OCT 2016	SEP 2016	AVG HST RANK
CONSUMER DISCRETIONARY	1	3	9	8	5	15	14	9	12	11	10	13	13	10.2
INDUSTRIAL PRODUCTS	2	4	5	4	4	2	5	2	6	5	11	16	12	6.3
COMPUTER AND TECHNOLOGY	3	5	8	6	10	8	10	12	7	6	1	2	2	6.4
UTILITIES	4	8	10	15	16	9	8	14	10	15	2	15	7	10.8
FINANCE	5	1	3	2	7	3	2	3	3	3	9	3	14	4.4
AEROSPACE	6	2	1	10	13	14	7	5	8	4	7	7	15	7.8
CONSTRUCTION	7	6	2	3	6	5	3	4	14	8	13	9	4	6.4
AUTO-TIRES-TRUCKS	8	7	6	9	2	6	12	10	9	7	6	5	1	6.7
MEDICAL	9	15	12	11	15	12	16	15	11	9	5	6	3	10.8
BASIC MATERIALS	10	16	15	16	11	4	4	6	5	2	8	11	11	9.1
BUSINESS SERVICES	11	10	7	5	8	7	11	8	2	10	12	8	10	8.2
CONSUMER STAPLES	12	14	11	14	9	11	6	11	15	13	3	1	8	9.7
RETAIL-WHOLESALE	13	11	13	13	14	13	9	7	4	12	15	10	6	10.6
TRANSPORTATION	14	9	4	12	12	10	15	13	13	14	16	14	16	12.3
CONGLOMERATES	15	12	14	1	1	16	13	16	16	16	14	12	9	11.7
OILS-ENERGY	16	13	16	7	3	1	1	1	1	1	4	4	5	4.8

Table 4 – Highlighted Names from Most and Least Attractive Sectors (October 6, 2017)

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

Polaris All-Cap Core Universe		
	Company	Ticker
<u>CONSUMER DISCRETIONARY</u>		
1	Twenty-First Cf	FOX
2	Coach Inc	COH
3	Prestige Brands	PBH
<u>INDUSTRIAL PRODUCTS</u>		
1	Abb Ltd-Adr	ABB
2	Alcoa Corp	AA
3	Franklin Elec	FELE
<u>COMPUTER AND TECHNOLOGY</u>		
1	Synaptics Inc	SYNA
2	Pandora Media	P
3	Nuance Comm Inc	NUAN
<u>UTILITIES</u>		
1	Ppl Corp	PPL
2	Atlantica Yield	ABY
3	Natl Grid -Adr	NGG
<u>FINANCE</u>		
1	Sabra Healthcr	SBRA
2	First Bncrp P R	FBP
3	Spirit Realty	SRC

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

Polaris All-Cap Core Universe		
	Company	Ticker
<u>OILS-ENERGY</u>		
1	Parsley Engy-A	PE
2	Southwestrn Ene	SWN
3	Enlink Midst Lp	ENLK
<u>CONGLOMERATES</u>		
1	Utd Techs Corp	UTX
2	Carlisle Cos In	CSL
3	Leucadia Natl	LUK
<u>TRANSPORTATION</u>		
1	Kirby Corp	KEX
2	Ship Fin Intl	SFL
3	Ryanair Hldgs	RYAAY
<u>RETAIL-WHOLESALE</u>		
1	Dunkin Brands	DNKN
2	L Brands Inc	LB
3	Jack In The Box	JACK
<u>CONSUMER STAPLES</u>		
1	Revlon Inc-A	REV
2	Snyders-Lance	LNCE
3	Colgate Palmoli	CL

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Brian T. Hannon, CFA
Sr. VP & Director of Equity Research
Sturdivant & Co., Inc.
(856) 433-6126
bhannon@sturdivant-co.com

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