

The utilities sector fell out of the top 5 of our attractiveness rankings principally due to weakness in technical properties as the stocks rallied last week. Conversely, the construction sector showed improvement across all of our underlying metrics and moved back into the top group. At the bottom end, retail stocks remain as the most attractively valued sector but a suspect fundamental outlook as indicated by weak catalytic properties hinders the sector's overall ranking in our framework.

**Table 1 – Current Sector Rankings and Changed from Last Report (as of October 13, 2017)**

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

**Table 3 – Historical Sector Rankings (last 12 months)**

SECTOR	Current Sector Rank 10/13/2017	SEP 2017	AUG 2017	JUL 2017	JUN 2017	MAY 2017	APR 2017	MAR 2017	FEB 2017	JAN 2017	DEC 2016	NOV 2016	OCT 2016	AVG HST RANK
CONSUMER DISCRETIONARY	1	1	3	9	8	5	15	14	9	12	11	10	13	9.2
INDUSTRIAL PRODUCTS	2	3	4	5	4	4	2	5	2	6	5	11	16	5.6
COMPUTER AND TECHNOLOGY	3	2	5	8	6	10	8	10	12	7	6	1	2	6.4
CONSTRUCTION	4	5	7	2	3	6	5	3	4	14	8	13	9	6.6
AEROSPACE	5	6	2	1	9	13	14	7	5	8	4	7	7	6.9
FINANCE	6	4	1	3	2	7	3	2	3	3	3	9	3	3.6
AUTO-TIRES-TRUCKS	7	9	6	6	10	2	6	12	10	9	7	6	5	7.3
UTILITIES	8	7	8	10	15	16	9	8	14	10	15	2	15	10.8
MEDICAL	9	8	14	12	11	15	12	16	15	11	9	5	6	11.2
RETAIL-WHOLESALE	10	14	13	13	13	14	13	9	7	4	12	15	10	11.4
BASIC MATERIALS	11	11	16	15	16	11	4	4	6	5	2	8	11	9.1
BUSINESS SERVICES	12	10	9	7	5	8	7	11	8	2	10	12	8	8.1
CONSUMER STAPLES	13	12	15	11	14	9	11	6	11	15	13	3	1	10.1
TRANSPORTATION	14	13	12	4	12	12	10	15	13	13	14	16	14	12.3
CONGLOMERATES	15	15	10	14	1	1	16	13	16	16	16	14	12	12.0
OILS-ENERGY	16	16	11	16	7	3	1	1	1	1	1	4	4	5.5

Table 4 – Highlighted Names from Most and Least Attractive Sectors (October 13, 2017)

Most Attractive Names from the Most Attractive Sectors			Least Attractive Names from the Least Attractive Sectors		
<b>Polaris All-Cap Core Universe</b>			<b>Polaris All-Cap Core Universe</b>		
	Company	Ticker		Company	Ticker
<b><u>CONSUMER DISCRETIONARY</u></b>			<b><u>OILS-ENERGY</u></b>		
1	Prestige Brands	PBH	1	Parsley Engy-A	PE
2	Under Armour-C	UA	2	Enlink Midst Lp	ENLK
3	Liberty Gbl-C	LBTYK	3	Southwestrn Ene	SWN
<b><u>INDUSTRIAL PRODUCTS</u></b>			<b><u>CONGLOMERATES</u></b>		
1	Silgan Holdings	SLGN	1	Utd Techs Corp	UTX
2	Alcoa Corp	AA	2	Carlisle Cos In	CSL
3	Chart Industrie	GTLS	3	Leucadia Natl	LUK
<b><u>COMPUTER AND TECHNOLOGY</u></b>			<b><u>TRANSPORTATION</u></b>		
1	Synaptics Inc	SYNA	1	Jetblue Airways	JBLU
2	Pandora Media	P	2	Kirby Corp	KEX
3	Super Micro Com	SMCI	3	Ryanair Hldgs	RYAAY
<b><u>CONSTRUCTION</u></b>			<b><u>CONSUMER STAPLES</u></b>		
1	Primoris Servcs	PRIM	1	Revlon Inc-A	REV
2	Lennar Corp -A	LEN	2	Altria Group	MO
3	Utd Rentals Inc	URI	3	Snyders-Lance	LNCE
<b><u>AEROSPACE</u></b>			<b><u>BUSINESS SERVICES</u></b>		
1	Aerojet Rocketd	AJRD	1	Sothebys	BID
2	Kratos Defense	KTOS	2	Deluxe Corp	DLX
3	Huntington Ingl	HII	3	Houghton Miffln	HMHC

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