

With exceptionally low volatility, our sector attractiveness rankings are unchanged versus last week. We do note some modest change in underlying model scores, component rankings and highlighted names in Table 4. However, the impact on overall attractiveness rankings was negligible.

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

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

Table 3 – Historical Sector Rankings (last 12 months)

SECTOR	Current Sector Rank 12/22/2017	OCT 2017	SEP 2017	AUG 2017	JUL 2017	JUN 2017	MAY 2017	APR 2017	MAR 2017	FEB 2017	JAN 2017	DEC 2016	NOV 2016	AVG HST RANK
CONGLOMERATES	1	1	7	15	10	14	1	1	16	13	16	16	16	10.5
BASIC MATERIALS	2	4	4	12	16	15	16	11	4	4	6	5	2	8.3
INDUSTRIAL PRODUCTS	3	2	5	3	4	5	4	4	2	5	2	6	5	3.9
OILS-ENERGY	4	5	12	16	11	16	7	3	1	1	1	1	1	6.3
COMPUTER AND TECHNOLOGY	5	3	3	2	5	8	6	10	8	10	12	7	6	6.7
AUTO-TIRES-TRUCKS	6	6	1	9	6	6	10	2	6	12	10	9	7	7.0
UTILITIES	7	8	8	8	8	10	15	16	9	8	14	10	15	10.8
CONSTRUCTION	8	7	6	6	7	2	3	6	5	3	4	14	8	5.9
AEROSPACE	9	11	16	5	2	1	9	13	14	7	5	8	4	7.9
CONSUMER DISCRETIONARY	10	10	2	1	3	9	8	5	15	14	9	12	11	8.3
TRANSPORTATION	11	14	14	13	12	4	12	12	10	15	13	13	14	12.2
FINANCE	12	12	10	4	1	3	2	7	3	2	3	3	3	4.4
MEDICAL	13	13	9	7	14	12	11	15	12	16	15	11	9	12.0
BUSINESS SERVICES	14	9	13	10	9	7	5	8	7	11	8	2	10	8.3
RETAIL-WHOLESALE	15	16	11	14	13	13	13	14	13	9	7	4	12	11.6
CONSUMER STAPLES	16	15	15	11	15	11	14	9	11	6	11	15	13	12.2

Table 4 – Highlighted Names from Most and Least Attractive Sectors (December 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>CONGLOMERATES</u>			<u>CONSUMER STAPLES</u>	
1	Itt Inc	ITT	1	Altria Group	MO
2	3M Co	MMM	2	Dr Pepper Snapl	DPS
3	Raven Inds Inc	RAVN	3	B&G Foods CI-A	BGS
	<u>BASIC MATERIALS</u>			<u>RETAIL-WHOLESALE</u>	
1	Goldcorp Inc	GG	1	Cheesecake Fact	CAKE
2	Terra Nitrogen	TNH	2	Weis Mkts Inc	WMK
3	Monsanto Co-New	MON	3	Macys Inc	M
	<u>INDUSTRIAL PRODUCTS</u>			<u>BUSINESS SERVICES</u>	
1	Crown Hldgs Inc	CCK	1	Steelcase Inc	SCS
2	Owens-Illinois	OI	2	Clear Chanl Out	CCO
3	Scansource Inc	SCSC	3	Ritchie Bros	RBA
	<u>OILS-ENERGY</u>			<u>MEDICAL</u>	
1	Enable Midstrm	ENBL	1	Abaxis Inc	ABAX
2	Dominion Egy Ms	DM	2	Radius Health	RDUS
3	Enbridge Energy	EEQ	3	Dermira Inc	DERM
	<u>COMPUTER AND TECHNOLOGY</u>			<u>FINANCE</u>	
1	Benchmark Eletr	BHE	1	Simon Property	SPG
2	Ma-Com Tech Sol	MTSI	2	Pacwest Bancorp	PACW
3	Viavi Solutions	VIAV	3	Urban Edge Prop	UE

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