

Market Commentary Monday, January 6, 2019

January 6, 2020

EXECUTIVE SUMMARY

Week in Review – One of the Least Volatile 5-Day Periods for the Dow in History

Geopolitical Wildcard – Middle East Tensions Flares Up

Perspective – Volatility is Normal

Crisis Events – Whether in the Middle East or Elsewhere, Stocks Have Survived and Eventually Thrived

ISM PMI – Dip to 47.2 in December an Equity Market Buy Signal

A Judicious Sense of What not to Believe – Adding our Color to the Opening of *Barron's* Latest Cover Story

Bargain Hunting – 25 Undervalued, Dividend-Paying Laggards

Market Review

Happy New Year! While we emailed the January edition of *The Prudent Speculator* on Friday, there were certainly big headlines out in the hours since we went to press...even as the trading week just ended turned out, for the Dow Jones Industrial Average anyway, to be about the least volatile on a full-week-measurement basis in market history.

While the popular index soared on the first trading day of the year and skidded on the second, following the U.S. airstrike in Baghdad that killed an Iranian General, the Dow Jones Industrial Average had a 0.003% total return for the latest week (and a very modest 10-point price loss), arguably making it one of the least volatile full weeks in market history!



Obviously, the big news was the major escalation of hostilities in the always turbulent Middle East, following the targeted U.S. airstrike in Baghdad on Thursday evening that killed Iranian Quds Force commander Gen. Qassem Soleimani and Iraqi paramilitary commander Abu Mahdi Mohandes. Not surprisingly, Iranian Supreme Leader Ali Khamenei quickly promised a “hard revenge awaits criminals” for the death of the powerful Iranian military leader, while the U.S. said it is sending 3,500 additional troops to the region and President Trump responded with a series of very strongly worded tweets, culminating Saturday evening with the warning, “They attacked us, & we hit back. If they attack again, which I would strongly advise them not to do, we will hit them harder than they have ever been hit before!”

And Sunday saw news that the Iraqi Parliament passed a resolution calling for the government to expel foreign (U.S.-led) troops from the country, while Iran said it will no longer abide by limits established in the 2015 nuclear deal on the number of uranium enrichment centrifuges. Not surprisingly, the U.S. equity futures for Monday’s trading were in the red as these comments were finalized, indicating the likelihood of a continuation of Friday’s downturn when trading resumes.

To be sure, it is impossible to predict what further actions will follow the turmoil already seen and the latest war of words, not to mention what lasting impact such events might have on the region and the world. Not to sound cavalier, and we understand that the decision by the White

House only adds to the political divisiveness in our country, but our focus always and unemotionally must remain on the potential long-term impact on the U.S. equity markets in general and the companies we own in particular.

And, to cut to the chase, we see no reason to hedge or otherwise disturb our portfolios, though we are keeping a watchful eye on potential purchases and/or swaps that might opportunistically come our way, as many market players will likely forget the words of wisdom from Peter Lynch, “Far more money has been lost preparing for downturns, corrections and Bear Markets than has been lost in the actual downturns, corrections and Bear Markets that eventually have occurred.”



THE PRUDENT SPECULATOR

Volatility is Normal: Value/Divs Win Race

Selloffs, downturns, pullbacks, corrections and even Bear Markets are events that equity investors always have had to endure on their way to the best long-term performance of any of the financial asset classes.

Advancing Markets						
Minimum Rise %	Average Gain	Average # Days	Count	Frequency (in Years)	Last Start	Last End
20.0%	109.8%	934	26	3.5	3/9/2009	1/2/2020
17.5%	66.8%	579	38	2.4	12/24/2018	1/2/2020
15.0%	66.5%	563	44	2.1	12/24/2018	1/2/2020
12.5%	44.0%	335	71	1.3	12/24/2018	1/2/2020
10.0%	34.6%	244	97	0.9	12/24/2018	1/2/2020
7.5%	23.5%	149	154	0.6	12/24/2018	1/2/2020
5.0%	14.7%	73	300	0.3	8/14/2019	1/2/2020

Declining Markets						
Minimum Decline %	Average Loss	Average # Days	Count	Frequency (in Years)	Last Start	Last End
-20.0%	-34.3%	371	25	3.6	1/6/2009	3/9/2009
-17.5%	-30.3%	222	37	2.4	9/20/2018	12/24/2018
-15.0%	-28.3%	192	43	2.1	9/20/2018	12/24/2018
-12.5%	-22.6%	140	70	1.3	9/20/2018	12/24/2018
-10.0%	-19.5%	103	96	0.9	9/20/2018	12/24/2018
-7.5%	-15.4%	65	153	0.6	9/20/2018	12/24/2018
-5.0%	-10.9%	37	299	0.4	7/26/2019	8/14/2019

From 02.20.28 through 1.2.20. Price return series. We defined a Declining Market as an instance when stocks dropped the specified percentage or more without a recovery of equal magnitude, and an Advancing Market as an instance when stocks appreciated the specified percentage or more without a decline of equal magnitude. SOURCE: Kovitz Investment Group using data from Bloomberg, Morningstar and Ibbotson Associates

LONG-TERM RETURNS

	Annualized Return	Standard Deviation
Value Stocks	13.1%	25.8%
Growth Stocks	9.5%	21.4%
Dividend Paying Stocks	10.6%	18.0%
Non-Dividend Paying Stocks	8.8%	29.4%
Long-Term Corporate Bonds	6.1%	7.6%
Long-Term Gov't Bonds	5.5%	8.5%
Intermediate Gov't Bonds	5.1%	4.3%
Treasury Bills	3.3%	0.9%
Inflation	2.9%	1.8%

From 06.30.27 through 11.30.19. Growth stocks = 50% Fama-French small growth and 50% Fama-French large growth returns rebalanced monthly. Value stocks = 50% Fama-French small value and 50% Fama-French large value returns rebalanced monthly. The portfolios are formed on Book Equity/Market Equity at the end of each June using NYSE breakpoints via Eugene F. Fama and Kenneth R. French. Dividend payers = 30% top of Fama-French dividend payers, 40% of middle Fama-French dividend payers, and 30% bottom of Fama-French dividend payers rebalanced monthly. Non-dividend payers = Fama-French stocks that do not pay a dividend. Long term corporate bonds represented by the Ibbotson Associates SBBI US LT Corp Total Return index. Long term government bonds represented by the Ibbotson Associates SBBI US LT Govt Total Return index. Intermediate term government bonds represented by the Ibbotson Associates SBBI US IT Govt Total Return index. Treasury bills represented by the Ibbotson Associates SBBI US 30 Day TBill Total Return index. Inflation represented by the Ibbotson Associates SBBI US Inflation index. SOURCE: Kovitz Investment Group using data from Professors Eugene F. Fama and Kenneth R. French and Ibbotson Associates

Of course, while there are never any guarantees that the past is prologue, and patience is always paramount in achieving long-term investment success,...



THE PRUDENT SPECULATOR

The Longer the Hold, the Lower the Risk

While many view bonds as much less risky than equities, given that fixed income investments generally boast lower volatility, it is hard to fathom why anyone with a truly long-term time horizon would favor a 10-year U.S. Treasury today, with its 1.79% current yield, given the improving odds as holding periods lengthen that stocks will beat that return.

PATIENCE IS VIRTUOUS

VALUE STOCKS

	Count >1.79%	Count <=1.79%	Percent >1.79%
1 Month	690	419	62.2%
3 Months	730	377	65.9%
6 Months	764	340	69.2%
1 Year	783	315	71.3%
2 Year	878	208	80.8%
3 Year	924	150	86.0%
5 Year	919	131	87.5%
7 Year	975	51	95.0%
10 Year	953	37	96.3%
15 Year	924	6	99.4%
20 Year	870	0	100.0%

DIVIDEND PAYERS

	Count >1.79%	Count <=1.79%	Percent >1.79%
1 Month	684	425	61.7%
3 Months	737	370	66.6%
6 Months	774	330	70.1%
1 Year	806	292	73.4%
2 Year	899	187	82.8%
3 Year	890	184	82.9%
5 Year	924	126	88.0%
7 Year	960	66	93.6%
10 Year	940	50	94.9%
15 Year	911	19	98.0%
20 Year	870	0	100.0%

From 07.31.27 through 11.30.19. Value stocks represented by 50% small value and 50% large value returns rebalanced monthly. Dividend payers represented by 30% top of dividend payers, 40% of middle dividend payers, and 30% bottom of dividend payers rebalanced monthly. SOURCE: Kovitz Investment Group using data from Professors Eugene F. Fama and Kenneth R. French

...our continued optimism toward equities is firmly based on historical data analytics, the latest courtesy of CNBC.com,...

We do not mean to downplay the severity of the escalation of hostilities in the Middle East and we respect that this time could be different, but the secret to success in stocks is not to get scared out of them.

Oil, stocks are winners following Middle East crises

Market reactions to 20 Middle East crisis events over the past three decades, according to a CNBC analysis using Kensho

Bought one day before crisis, sold one month after

Commodity	Trades Positive	Avg. Return
Oil (WTI)	84%	5.9%
Gold	70%	1.5%
S&P 500	65%	0.9%
US Dollar Index	55%	0.1%
10-Year T-Note	50%	-0.3%

Bought one day before crisis, sold three months after

Commodity	Trades Positive	Avg. Return
Oil (WTI)	74%	9.1%
S&P 500	75%	2.8%
Gold	50%	0.0%
US Dollar Index	50%	-0.3%
10-Year T-Note	45%	-0.8%

SOURCE: Kensho, CNBC analysis



...and most of the rest from our own number crunching.



THE PRUDENT SPECULATOR

Lots of Frightening Events

Event	Reaction Dates		S&P		Event Gain/Loss	12 Months Later	36 Months Later	60 Months Later	Event End thru Present	
			Start Value	End Value						
Pearl Harbor	12/6/1941	12/10/1941	9.32	8.68	-7%	8%	51%	76%	37168%	
Truman Upset Victory	11/2/1948	11/10/1948	16.70	15.00	-10%	8%	52%	62%	21466%	
Korean War	6/23/1950	7/13/1950	19.14	16.69	-13%	32%	45%	153%	19282%	
Eisenhower Heart Attack	9/23/1955	9/26/1955	45.63	42.61	-7%	8%	17%	25%	7492%	
Suez Canal Crisis	10/30/1956	10/31/1956	46.37	45.58	-2%	-10%	26%	51%	6997%	
Sputnik	10/3/1957	10/22/1957	43.14	38.98	-10%	31%	37%	41%	8199%	
Cuban Missile Crisis	8/23/1962	10/23/1962	59.70	53.49	-10%	36%	72%	78%	5948%	
JFK Assassination	11/21/1963	11/22/1963	71.62	69.61	-3%	24%	14%	53%	4547%	
MLK Assassination	4/3/1968	4/5/1968	93.47	93.29	0%	8%	8%	16%	3368%	
Kent State Shootings	5/4/1970	5/14/1970	79.00	75.44	-5%	35%	40%	22%	4188%	
Arab Oil Embargo	10/18/1973	12/5/1973	110.01	92.16	-16%	-28%	12%	6%	3410%	
Nixon Resigns	8/9/1974	8/29/1974	80.86	69.99	-13%	24%	38%	56%	4522%	
U.S.S.R. in Afghanistan	12/24/1979	1/3/1980	107.66	105.22	-2%	30%	31%	56%	2974%	
Hunt Silver Crisis	2/13/1980	3/27/1980	118.44	98.22	-17%	37%	55%	83%	3193%	
Falkland Islands War	4/1/1982	5/7/1982	113.79	119.47	5%	39%	51%	147%	2608%	
U.S. Invades Grenada	10/24/1983	11/7/1983	165.99	161.91	-2%	4%	52%	69%	1898%	
U.S. Bombs Libya	4/15/1986	4/21/1986	237.73	244.74	3%	20%	27%	57%	1222%	
Crash of '87	10/2/1987	10/19/1987	328.07	224.84	-31%	23%	39%	85%	1339%	
Gulf War Ultimatum	12/24/1990	1/16/1991	329.90	316.17	-4%	32%	50%	92%	923%	
Gorbachev Coup	8/16/1991	8/19/1991	385.58	376.47	-2%	11%	23%	77%	759%	
ERM U.K. Currency Crisis	9/14/1992	10/16/1992	425.27	411.73	-3%	14%	42%	132%	686%	
World Trade Center Bombing	2/26/1993	2/27/1993	443.38	443.38	0%	5%	46%	137%	630%	
Russia Mexico Orange County	10/11/1994	12/20/1994	465.79	457.10	-2%	33%	107%	210%	608%	
Oklahoma City Bombing	4/19/1995	4/20/1995	504.92	505.29	0%	28%	122%	184%	540%	
Asian Stock Market Crisis	10/7/1997	10/27/1997	983.12	876.99	-11%	21%	57%	2%	269%	
Russian LTCM Crisis	8/18/1998	10/8/1998	1,101.20	959.44	-13%	39%	11%	8%	237%	
Clinton Impeachment	12/19/1998	2/12/1999	1,188.03	1,230.13	4%	13%	-10%	-6%	163%	
USS Cole Yemen Bombings	10/11/2000	10/18/2000	1,364.59	1,342.13	-2%	-20%	-23%	-12%	141%	
September 11 Attacks	9/10/2001	9/21/2001	1,092.54	965.80	-12%	-12%	17%	36%	235%	
Iraq War	3/19/2003	5/1/2003	874.02	916.30	5%	21%	42%	54%	253%	
Madrid Terrorist Attacks	3/10/2004	3/24/2004	1,123.89	1,091.33	-3%	7%	32%	-26%	196%	
London Train Bombing	7/6/2005	7/7/2005	1,194.94	1,197.87	0%	6%	5%	-11%	170%	
2008 Market Crash	9/15/2008	3/9/2009	1,192.70	676.53	-43%	69%	103%	178%	378%	
Price Changes Only - Does Not Include Dividends					Averages:	-7%	18%	39%	66%	4424%

As of 1.3.20. Source: Kovitz Investment Group using Bloomberg and Ned Davis Research Events & Reaction Dates

History is filled with plenty of disconcerting events, but those who have stayed the course, sticking with their long-term investment plans, have nearly always been rewarded in the fullness of time.

Somewhat lost in the Middle East news on Friday was the announcement of the often market-moving monthly Manufacturing Index (PMI) from the Institute for Supply Management. The gauge of activity in the factory sector for December came in below expectations at 47.2, with any reading below 50 signifying contraction in the manufacturing economy, even as it still suggests growth in the overall economy,...

The latest read on the health of the manufacturing sector dipped to 47.2 in December. While the measure indicated contraction in the factory sector, manufacturing accounts for around 11% of the U.S. economy, and the Institute for Supply Management stated, “The past relationship between the PMI and the overall economy...corresponds to a 1.3% increase in real gross domestic product (GDP) on an annualized basis.”



...and, as we have discussed in recent months, such a “disappointing” number historically has served as a strong indicator of superior future equity market returns, on average,...

Returns Following ISM PMI Readings of <= 47.2			
Statistic	Fama French Value	Fama French Growth	S&P 500
One-Year			
Average	27.4%	23.3%	20.2%
Median	27.0%	24.9%	21.1%
Max	84.6%	83.8%	61.0%
Min	-24.5%	-28.0%	-23.6%
# Positive	139	141	141
# Negative	23	21	21
Three-Year Annualized			
Average	21.1%	14.5%	15.7%
Median	22.7%	16.0%	16.2%
Max	38.9%	28.4%	32.7%
Min	-6.6%	-7.2%	-4.6%
# Positive	161	151	151
# Negative	1	11	11
Five-Year Annualized			
Average	19.2%	13.4%	14.9%
Median	18.9%	13.8%	15.2%
Max	32.5%	25.7%	29.7%
Min	4.6%	-4.7%	-0.6%
# Positive	162	158	161
# Negative	0	4	1

From March 1948. Source: Kovitz Investment Group using data from Bloomberg, Professors Eugene F. Fama & Kenneth R. French and the Institute for Supply Management.

The escalation of tensions in the Middle East following the killing of Iranian Gen. Qassem Soleimani was the main catalyst, but a sub-par Manufacturing Index (aka PMI) tally from the Institute for Supply Management for December also didn't help equities on Jan. 3, 2020. With a reading of 47.2, the PMI signified contraction in the factory sector, which seemingly would be a negative for the U.S. economy and, in turn, stocks...yet the historical evidence convincingly argues otherwise. In fact, looking at what actually has ensued following the 162 PMI tallies of 47.2 or lower shows that, on average, returns have been fantastic, with Value leading the way.

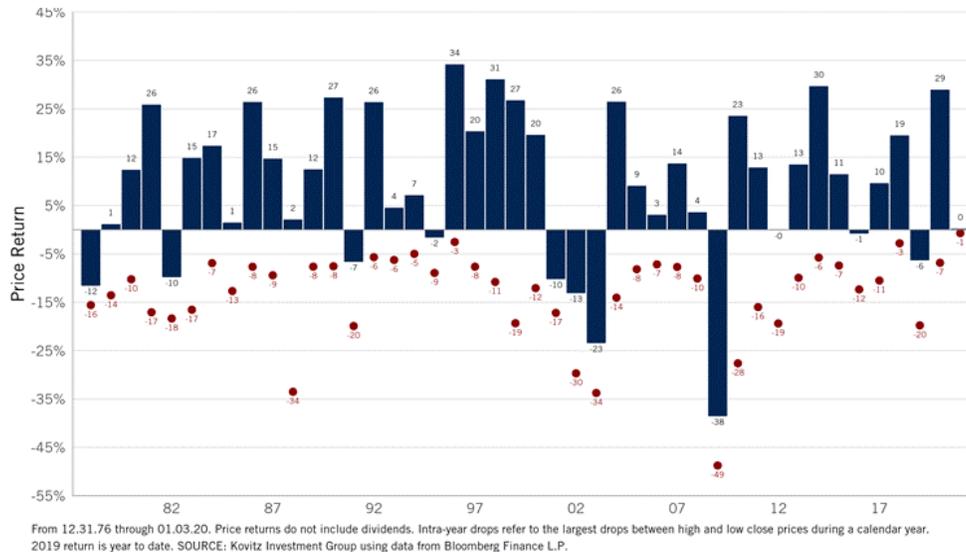
...while Chicago Federal Reserve Bank President Charles Evans said on Friday, "I think what we're kind of finding is that the economy can continue to expand with a modest contraction in the manufacturing sector at the moment. The consumer is playing a strong role."

Keeping in mind that we are always braced for far worse setbacks than the extremely modest less-than-1% hit stocks took on Friday,...



THE PRUDENT SPECULATOR A Big Selloff Happens Almost Every Year

While the S&P 500 has enjoyed excellent long-term returns and endured a relatively small number of negative full years since the founding of *The Prudent Speculator* in 1977, there have been corrections of 10% or more in 25 of the 42 years, including a 19.8% one (on a closing basis) in 2018.



...we'll conclude this Market Review with an opportunity, thanks to the writers at *Barron's Magazine*, to punctuate the center box quotation used in *TPS 639's Editor's Note* from Euripides, "Man's most valuable trait is a judicious sense of what not to believe." We respect that the publication may wish to quibble with your Editor, and they did happily suggest that investors might want to consider energy names and go bargain hunting, but we insert our clarifying/questioning color into the opening paragraph of this weekend's *Barron's Cover Story*, *The U.S.-Iran Confrontation Has Raised Market Risk. Here are 3 Ways to Position Your Portfolio*.

"Friday's spike in volatility, ...

THE PRUDENT SPECULATOR

VIX Spikes...But Below the 1-year Average

While *volatility* is meant to be the degree of variation of a trading price series over time as measured by the standard deviation of logarithmic returns, meaning that a move of 1% up or down is equally volatile, the word has evolved into a euphemism for losses, probably because the Volatility Index (VIX - market expectations of volatility implied by S&P 500 index options) generally spikes when stocks head south. Happily, we invest in stocks and not in the highly volatile Volatility Index!



...sparked by the U.S. assassination of Iran's military chief, may be brief, as have been other market flare-ups over the past 10-plus years of the bull run...



THE PRUDENT SPECULATOR

2018 Bear: Current Bull Now 1-Year Old

Yes, we realize that on a closing basis, the S&P 500 dropped *only* 19.6% from its peak to its trough in 2018, but that benchmark and many others fell more than the 20% Bear-Market threshold from their highs to their lows when the markets were actually open and available for trading!

2018 Bear Market							
Start	End	Perf	Instrument	Start	End	Perf	Instrument
9/20/2018	12/24/2018	-24.58%	Russell 3000 Average Stock	8/28/2018	12/24/2018	-24.64%	NASDAQ Composite Average Stock
10/3/2018	12/26/2018	-19.44%	Dow Jones Industrial Average	8/29/2018	12/24/2018	-23.28%	S&P 500 Pure Growth Index
8/30/2018	12/24/2018	-23.89%	NASDAQ Composite Index	1/24/2018	12/26/2018	-25.36%	S&P 500 Pure Value Index
9/21/2018	12/26/2018	-20.46%	Russell 1000 Index	2/1/2018	12/24/2018	-22.90%	S&P 500 Communication Services
8/31/2018	12/24/2018	-27.28%	Russell 2000 Index	10/1/2018	12/24/2018	-23.88%	S&P 500 Consumer Discretionary
9/21/2018	12/26/2018	-20.91%	Russell 3000 Index	1/29/2018	12/26/2018	-18.12%	S&P 500 Consumer Staples Secto
9/21/2018	12/26/2018	-20.21%	S&P 500 Index	5/22/2018	12/26/2018	-32.25%	S&P 500 Energy Sector GICS Lev
10/1/2018	12/24/2018	-22.64%	Russell 1000 Growth Index	1/29/2018	12/26/2018	-27.13%	S&P 500 Financials Sector GICS
1/26/2018	12/26/2018	-20.64%	Russell 1000 Value Index	10/1/2018	12/24/2018	-16.90%	S&P 500 Health Care Sector GIC
8/31/2018	12/24/2018	-29.11%	Russell 2000 Growth Index	1/29/2018	12/26/2018	-25.86%	S&P 500 Industrials Sector GIC
8/27/2018	12/26/2018	-25.99%	Russell 2000 Value Index	10/3/2018	12/24/2018	-24.50%	S&P 500 Information Technology
10/1/2018	12/24/2018	-23.02%	Russell 3000 Growth Index	1/26/2018	12/26/2018	-26.58%	S&P 500 Materials Sector GICS
1/26/2018	12/26/2018	-20.69%	Russell 3000 Value Index	12/6/2018	12/24/2018	-12.83%	S&P 500 Real Estate Sector GIC
10/1/2018	12/24/2018	-21.34%	S&P 500 Growth Index	12/13/2018	12/24/2018	-9.20%	S&P 500 Utilities Sector GICS
1/26/2018	12/26/2018	-21.63%	S&P 500 Value Index				

...and economic expansion. But with U.S. stocks priced for perfection, ...

The so-called Fed Model suggests that the yield on 10-Year Treasuries should be similar to the S&P 500 Earnings Yield, which is the inverse of the P/E ratio. If the 10-Year is greater than the S&P Earnings Yield, a market is overvalued and if the reverse is true, as it is today, a market is undervalued. Though some argue that the Fed Model is no longer an effective tool, we like today's relatively rich earnings yield (4.62%), and that the S&P dividend yield (1.82%) is above the 10-Year yield (1.79%).



...market professionals say the increase in Mideast tensions is a reminder of one of two things that can scuttle growth and spark a recession: a trade war and a hot war."

Stock Updates

Given the New Year's Holiday, there remained little in the way of individual company news out last week, so we again offer the reminder that all stocks are rated as a "Buy" until such time as they are a "Sell," while a listing of all current recommendations is available for download via the following link: <https://theprudentpeculator.com/dashboard/>.

And, as we suspect that some may wish to put money to work, with folks getting back to full market attention this week, and to potentially take advantage of a continued market pullback, we have put together a listing of 25 of our dividend-paying recommendations which have had the least amount of time in the sun since the end of 2018.

THE PRUDENT SPECULATOR

Laggards Since the End of 2018

Laggards Since the End of 2018														
Symbol	Common Stock	TR % Since 12.31.18	1.3.20 Price	Target Price	Sector	P/E	P/S	P/TBV	ROCE	EV/EBITDA	FCF Yld	Debt/TE (%)	Div Yld	Market Cap
HMC	Honda Motor	9.5	\$28.13	\$33.90	Autos & Components	10.3	0.4	nmf	6.3	7.8	8.1	54%	3.2%	50,955
GT	Goodyear Tire	-25.0	\$14.74	\$22.67	Autos & Components	10.5	0.2	0.8	4.0	5.8	1.2	150%	4.3%	3,434
CMA	Comerica	6.8	\$70.66	\$101.37	Banks	8.9	nmf	1.6	16.4	nmf	nmf	nmf	3.8%	10,186
HSBC	HSBC Holdings PLC	0.6	\$38.76	\$48.21	Banks	11.6	nmf	0.7	7.4	nmf	nmf	nmf	6.5%	157,468
GBX	Greenbrier Cos	-16.9	\$31.89	\$43.81	Capital Goods	10.8	0.3	1.0	5.6	6.6	-21.1	81%	3.1%	1,039
TPR	Tapestry Inc	-16.2	\$26.92	\$41.19	Consumer Dur/Apparel	10.8	1.2	nmf	16.9	9.7	6.7	nmf	5.0%	7,428
CCL	Carnival Corp	5.4	\$49.89	\$69.97	Consumer Services	11.3	1.6	1.6	12.0	8.2	0.1	45%	4.0%	33,649
BK	Bank of New York Mellon	9.4	\$50.27	\$58.86	Diversified Financials	12.5	nmf	2.7	9.8	nmf	nmf	nmf	2.5%	46,359
HFC	HollyFrontier	-3.1	\$48.18	\$72.09	Energy	7.2	0.4	2.6	14.2	5.3	18.9	92%	2.9%	7,776
HAL	Halliburton	-3.8	\$24.76	\$49.22	Energy	18.5	0.9	3.1	12.7	8.4	1.8	162%	2.9%	21,734
XOM	Exxon Mobil	8.1	\$70.33	\$97.84	Energy	21.7	1.1	1.6	7.7	10.4	2.7	16%	4.9%	297,574
KR	Kroger	6.8	\$28.70	\$34.29	Food & Staples Retailing	13.6	0.2	4.8	19.2	8.0	6.1	393%	2.2%	22,977
WBA	Walgreens Boots Alliance	-10.8	\$59.08	\$97.40	Food & Staples Retailing	9.8	0.4	nmf	16.1	10.0	7.3	nmf	3.1%	52,462
MOS	Mosaic	-28.3	\$20.76	\$38.24	Materials	17.0	0.8	0.9	-0.3	9.2	-3.8	56%	1.0%	7,863
ALB	Albemarle	-5.3	\$71.57	\$106.81	Materials	12.3	2.2	3.9	15.5	9.6	-6.4	77%	2.1%	7,589
NTR	Nutrien Ltd	3.2	\$46.85	\$62.80	Materials	18.3	1.3	3.1	18.8	9.4	nmf	107%	3.8%	26,840
GILD	Gilead Sciences	8.0	\$65.07	\$93.85	Pharma, Biotech	9.6	3.7	50.7	12.4	14.1	9.7	1399%	3.9%	82,323
PFE	Pfizer	-7.5	\$38.93	\$45.09	Pharma, Biotech	12.8	4.1	nmf	23.8	12.7	5.2	nmf	3.9%	215,443
FL	Foot Locker	-26.2	\$38.10	\$73.38	Retailing	7.8	0.5	1.8	21.1	4.8	13.9	126%	4.0%	3,984
KSS	Kohl's	-22.0	\$49.19	\$65.25	Retailing	9.6	0.4	1.4	12.9	5.8	11.8	109%	5.4%	7,702
DBI	Designer Brands	-30.7	\$16.20	\$25.18	Retailing	10.7	0.3	1.9	6.7	7.1	6.0	184%	6.2%	1,162
GLW	Corning	0.6	\$29.60	\$41.18	Technology Hardware	15.7	1.9	3.0	10.1	9.8	-3.7	88%	2.7%	22,766
NTAP	NetApp	7.3	\$61.70	\$79.04	Technology Hardware	14.8	2.4	nmf	95.9	9.9	6.4	nmf	3.1%	14,082
JNPR	Juniper Networks	-6.7	\$24.34	\$35.34	Technology Hardware	14.1	1.8	7.4	7.9	11.0	6.3	167%	3.1%	8,147
FDX	FedEx	-3.5	\$153.18	\$244.54	Transportation	11.3	0.6	3.4	0.4	8.3	-1.5	264%	1.7%	39,998

As of 1.3.20. nmf=Not meaningful. ROCE = Return on Common Equity. TBV = Tangible book value. EV/EBITDA = Enterprise value to earnings before interest, taxes, depreciation and amortization. FCF Yield = Free Cash Flow Yield