Group Selection
Priced as of January 11, 2012

Note: Group tickers incorporate hyperlinks to decile charts, and then a link to our Toolkit of the group members.

See back pages for user guide and disclaimer.
Sources for all charts: BMO Capital Markets

Mark Steele
(416) 359-4641
mark.steele@bmo.com

Tiberiu Stoichita
(416) 359-4684
tiberiu.stoichita@bmo.com

Rahul Muralidhar
(416) 359-7689
rahul.muralidhar@bmo.com

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### Sector Relative Strength Profiles*

<table>
<thead>
<tr>
<th></th>
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<tbody>
<tr>
<td>Energy</td>
<td>29% / 42% / 45%</td>
<td>-1% / 2% / 2%</td>
<td></td>
</tr>
<tr>
<td>Materials</td>
<td>18% / 28% / 34%</td>
<td>9% / 12% / 9%</td>
<td></td>
</tr>
<tr>
<td>Industrials</td>
<td>26% / 39% / 46%</td>
<td>12% / 15% / 14%</td>
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<tr>
<td>CMR Disc</td>
<td>32% / 48% / 52%</td>
<td>2% / 6% / 4%</td>
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<tr>
<td>CMR Stap</td>
<td>51% / 67% / 74%</td>
<td>-15% / -12% / -16%</td>
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<tr>
<td>Hlth Care</td>
<td>32% / 46% / 54%</td>
<td>7% / 11% / 5%</td>
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<tr>
<td>Financials</td>
<td>29% / 44% / 50%</td>
<td>9% / 15% / 10%</td>
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</tr>
<tr>
<td>Info Tech</td>
<td>30% / 42% / 48%</td>
<td>9% / 12% / 8%</td>
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<tr>
<td>Telecom</td>
<td>35% / 48% / 53%</td>
<td>-13% / -13% / -11%</td>
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<tr>
<td>Utilities</td>
<td>52% / 61% / 66%</td>
<td>-26% / -19% / -19%</td>
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*Three terms define the relative performance Z-Score rating versus the markets (US = S&P 500; GBL = S&P Global 1200; CDA = S&P/TSX Composite)

(a) % Outperforming - what percentage of sector members is outperforming the market,
(b) Reward/Risk - how consistent the median relative strength performance of the sector membership ( ranking), and
(c) Trend Psn - what is the net percentage of the sector members which are breaking above/below relative strength channels.

The strength z-Score is weighted 60% towards the trend parameters (% outperforming and reward/risk ratios) and 40% towards the trend positions (reversals of trends). Gridlines are placed at 0.5 increments.
<table>
<thead>
<tr>
<th>Sector</th>
<th>Momentum</th>
<th>Strength</th>
<th>Stocks</th>
<th>Market Cap</th>
</tr>
</thead>
<tbody>
<tr>
<td>SpecChm</td>
<td>68 stocks</td>
<td>$215bn</td>
<td></td>
<td></td>
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<tr>
<td>Int O&amp;G</td>
<td>37 stocks</td>
<td>$232bn</td>
<td></td>
<td></td>
</tr>
<tr>
<td>PaperPkg</td>
<td>19 stocks</td>
<td>$44bn</td>
<td></td>
<td></td>
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<tr>
<td>DiversChm</td>
<td>19 stocks</td>
<td>$231bn</td>
<td></td>
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<tr>
<td>ComdChm</td>
<td>10 stocks</td>
<td>$322bn</td>
<td></td>
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<tr>
<td>Steel</td>
<td>72 stocks</td>
<td>$468bn</td>
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<tr>
<td>PrecMet</td>
<td>57 stocks</td>
<td>$125bn</td>
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<tr>
<td>DvrsMng</td>
<td>150 stocks</td>
<td>$746bn</td>
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<tr>
<td>Gold</td>
<td>128 stocks</td>
<td>$362bn</td>
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<tr>
<td>OG E&amp;P</td>
<td>221 stocks</td>
<td>$985bn</td>
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<tr>
<td>FrstPrd</td>
<td>14 stocks</td>
<td>$12bn</td>
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<tr>
<td>Alumin</td>
<td>13 stocks</td>
<td>$48bn</td>
<td></td>
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<tr>
<td>OG RfMkt</td>
<td>45 stocks</td>
<td>$290bn</td>
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<tr>
<td>OG StTr</td>
<td>70 stocks</td>
<td>$397bn</td>
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<tr>
<td>IndusGas</td>
<td>19 stocks</td>
<td>$126bn</td>
<td></td>
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<tr>
<td>OG Equip</td>
<td>77 stocks</td>
<td>$398bn</td>
<td></td>
<td></td>
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<tr>
<td>PapProd</td>
<td>45 stocks</td>
<td>$92bn</td>
<td></td>
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<tr>
<td>Coal&amp;Uran</td>
<td>43 stocks</td>
<td>$155bn</td>
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<tr>
<td>Fert&amp;Ag</td>
<td>40 stocks</td>
<td>$261bn</td>
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<tr>
<td>OG Drill</td>
<td>29 stocks</td>
<td>$97bn</td>
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<tr>
<td>MtGlsCnt</td>
<td>12 stocks</td>
<td>$32bn</td>
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<tr>
<td>CstrMat</td>
<td>23 stocks</td>
<td>$117bn</td>
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</tbody>
</table>
January 11, 2012

Energy

Momentum

Strength

Int O&G →
37 stocks; $2320bn

OG E&P ↓
221 stocks; $985bn

OG StTr
70 stocks; $397bn

OG Equip ↓
77 stocks; $398bn

OG RfMkt
45 stocks; $230bn

OG Drill ↓
29 stocks; $97bn

Coal&Uran
83 stocks; $155bn

OG Equip
77 stocks; $398bn

OG RfMkt
45 stocks; $230bn

OG Drill
29 stocks; $97bn

Coal&Uran
83 stocks; $155bn
Momentum

Strength

January 11, 2012

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Materials

SpecChm 68 stocks; $215bn

DiversChm 19 stocks; $315bn

ComdChm 50 stocks; $232bn

PaperPkg 18 stocks; $44bn

Steel 72 stocks; $468bn

PrecMet 57 stocks; $125bn

DvrsMng 150 stocks; $746bn

Gold 128 stocks; $362bn

FrstPrd 14 stocks; $12bn

Alumin 13 stocks; $48bn

IndusGas 10 stocks; $125bn

ComdChm 50 stocks; $232bn

MtGlsCnt 72 stocks; $32bn

CstrMat 23 stocks; $117bn

PapProd 45 stocks; $92bn

Fert&Ag 40 stocks; $261bn

ComdChm 50 stocks; $232bn

IndusGas 10 stocks; $125bn

MtGlsCnt 72 stocks; $32bn

PapProd 45 stocks; $92bn

Fert&Ag 40 stocks; $261bn

ComdChm 50 stocks; $232bn

IndusGas 10 stocks; $125bn

MtGlsCnt 72 stocks; $32bn

PapProd 45 stocks; $92bn

Fert&Ag 40 stocks; $261bn
Consumer Staples

January 11, 2012

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DrugRetail
10 stocks; $103bn

HlthPrdct
17 stocks; $376bn

Tobacco
17 stocks; $496bn

AgriProd
26 stocks; $123bn

Dist&Vnt
15 stocks; $157bn

SprCntrs
14 stocks; $390bn

PkgFdMt
33 stocks; $722bn

Brewers
16 stocks; $304bn

FdDistri
10 stocks; $30bn

PersPrdct
25 stocks; $169bn

FdRetail
38 stocks; $294bn

10 stocks; $103bn

17 stocks; $376bn

17 stocks; $496bn

26 stocks; $123bn

15 stocks; $157bn

14 stocks; $390bn

33 stocks; $722bn

16 stocks; $304bn

10 stocks; $30bn

25 stocks; $169bn

38 stocks; $294bn
<table>
<thead>
<tr>
<th>Group</th>
<th>Stocks</th>
<th>Market Value</th>
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<tbody>
<tr>
<td>SemiEqp</td>
<td>48</td>
<td>$100bn</td>
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<tr>
<td>EMS</td>
<td>32</td>
<td>$81bn</td>
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<tr>
<td>ComEquip</td>
<td>78</td>
<td>$380bn</td>
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<tr>
<td>PCStor&amp;P</td>
<td>26</td>
<td>$107bn</td>
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<tr>
<td>TechDist</td>
<td>18</td>
<td>$30bn</td>
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<tr>
<td>DataProc</td>
<td>48</td>
<td>$253bn</td>
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<tr>
<td>ApplicSwr</td>
<td>43</td>
<td>$245bn</td>
</tr>
<tr>
<td>SystmSwr</td>
<td>27</td>
<td>$451bn</td>
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<tr>
<td>InetStFtSrv</td>
<td>88</td>
<td>$441bn</td>
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<tr>
<td>HmEntSwr</td>
<td>20</td>
<td>$60bn</td>
</tr>
<tr>
<td>OffElectr</td>
<td>10</td>
<td>$89bn</td>
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User Guide 1 - Definitions & Dataset

Group Strength
Our Global Group analysis is based on bottom-up equity relative strength analysis as opposed to industry group (index) relative strength analysis.

Strength Decile Defined By
1. What percentage of a group's members are outperforming
2. How consistent that outperformance is
3. How are the members positioned (above/below) vs. their trend channels.

Momentum Decile
Rate of change of strength (change in 5-day moving average)

The Underlying Equity Relative Strength Analysis
Each day, for every equity we cover, our relative strength system assesses the best fit trend from a spectrum which covers a minimum trend duration of six months, and a maximum of 4-years. The "best fit" is the trend which maximizes duration, and minimizes deviations from the trend. Our process is flexible, thorough, and because it is run daily, timely.

The Dataset:
- Over 5,000 securities.
- Groups have a:
  ...Median depth of 25
  ...Average depth of 35

Heat Map Colour and Symbol Guide
Strength is highlighted by the background of the group title
- Bright green = best (1st decile) transitions towards...
- Bright red = worst (10th decile)

Momentum is highlighted in the border of the group title
- Colour map for momentum is the same as strength

Symbols to the right of the group ticker show where a group moved from in the previous session. Below the group symbol we highlight the number and total market capitalization of the members of a group.
Clicking on the group, which brings up the chart via a hyperlink, will help to clarify the moves.
User Guide 2 - Momentum

Our Goals:
- To buy outperforming stocks in favoured groups
- To avoid underperforming stocks in unfavoured groups
- To be alerted of and act on the changes

#1 Rule of Momentum: You can use it only if it exists

- In stable/trending markets, one can buy stocks with high strength and momentum and hold them as long as momentum does not turn negative (trend following).

- In very rotational markets (e.g., where credit, currency, commodity conditions are choppy/changing):
  - Buying high strength and high momentum may be dangerous (buying yesterday’s winners).
  - One is better off buying stocks with moderate strength and high momentum (bottom fishing).
User Guide 3 - Buy/Hold/Sell

Buy
- Groups with high strength and high positive momentum (top left) - “In Favour”
- Groups with moderate strength and high positive momentum - “Transitioning to Positive”
- Groups with mediocre strength and high positive momentum - “Gaining Favour”

Buy/Hold
- Groups with high strength and neutral momentum (middle left) - “Maintaining Favour”

Sell
- Groups with low strength and high negative momentum (bottom right) - “Out of Favour”
- Groups with moderately negative strength and high negative momentum - “Transitioning to Negative”
- Groups with mediocre strength and high negative momentum - “Losing Favour”
User Guide 4 - Hyperlinks To Decile Charts & Stock Selection

- Each group is hyperlinked to a chart that shows the relative strength decile as a function of time, and the 5-day and 20-day moving averages (momentum).

- Each chart is hyperlinked to the group membership, in our RS Filter Toolkit.
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<th>Rating Category</th>
<th>BMO Rating</th>
<th>BMOCM US Universe*</th>
<th>BMOCM US IB Clients**</th>
<th>BMOCM US IB Clients***</th>
<th>BMOCM Universe****</th>
<th>BMOCM IB Clients*****</th>
<th>Starmine Universe</th>
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<td>Buy</td>
<td>Outperform</td>
<td>35.8%</td>
<td>11.9%</td>
<td>31.8%</td>
<td>40.7%</td>
<td>44.2%</td>
<td>55.9%</td>
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<td>Hold</td>
<td>Market Perform</td>
<td>62.2%</td>
<td>14.7%</td>
<td>68.2%</td>
<td>56.2%</td>
<td>54.6%</td>
<td>39.3%</td>
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<tr>
<td>Sell</td>
<td>Underperform</td>
<td>2.0%</td>
<td>0.0%</td>
<td>0.0%</td>
<td>3.0%</td>
<td>1.3%</td>
<td>4.8%</td>
</tr>
</tbody>
</table>

* Reflects rating distribution of all companies covered by BMO Capital Markets Corp. equity research analysts.
** Reflects rating distribution of all companies from which BMO Capital Markets Corp. has received compensation for Investment Banking services as percentage within ratings category.
*** Reflects rating distribution of all companies from which BMO Capital Markets Corp. has received compensation for Investment Banking services as percentage of Investment Banking clients.
**** Reflects rating distribution of all companies covered by BMO Capital Markets equity research analysts.
***** Reflects rating distribution of all companies from which BMO Capital Markets has received compensation for Investment Banking services as percentage of Investment Banking clients.
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Und = Underperform - Forecast to underperform the market;
(S) = speculative investment;
NR = No rating at this time;
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