

# the Break Out Report

Volume # 1, Issue # 12

April 20, 2003

## Trend Watch

### Topsy Turvy Markets

We noted last week on our website that the markets did not seem to react very well to the fall of Baghdad. Just before the war was launched, the markets soared on expectation of a quick victory. Then it stumbled as the Iraqis put up modest resistance. So you would have expected a stunning victory and pictures of Saddam's statue toppling like some colossal Ozymandias would have sent the markets straight up again. The markets wavered.

But this week may have been the start of a strong uptrend again. The Dow, the powerhouse of the last move, gained modestly. But the NASDAQ motored ahead with strength, jumping 4.9% for the week. Meanwhile gold has been up and down but holding its own, losing a quarter percent for the week.

As we wrote here in our March 16th issue, gold interim bottoms have often coincided with NASDAQ interim bottoms. We thought we had seen one of those NASDAQ bottoms but it proved short-lived. Now it seems to be picking up again and maybe gold will as well.

Gold stocks have advanced strongly in the last short two weeks, even though the price of gold itself has been fairly flat. Gold stocks often lead the price of gold itself and I believe this may be the case right now.

The best indicator of this is the Philadelphia Silver and Gold Index, the XAU. It moved up 3.44% this past week even as the POG dropped

*(continued on page 2)*

## Quarterly Review

### Culling the Herd

Once again we are conducting our Quarterly Review and re-evaluating the stocks on our Watched List to see if we want to continue following them. Although we don't advocate a buy and hold approach and, in fact, have had a sell rating on most of the stocks in our list for most of the quarter, we are still interested to see how they have fared on a buy and hold basis. This quarter was not kind to our Watched List with the average stock down 4.17%.

The worst performing stock for the quarter was Meridian Gold which plummeted 49.75%. It's still up over 35% since we profiled it, but had been up 169.32% at year end. In fact, six of the worst performing stocks for the quarter were each up over 100% since profiled at year's end. To some extent the setback for these stocks can be considered a correction. They include all four of our gold stocks.

The best performing stocks for the quarter were Calian Technology, up 24.22%, and Peyto Exploration, up 17.94%. Rounding out the top five for the quarter were Bennett Environmental, Taiga Forest Products and Macyro Group.

At year end we culled six stocks from our list and we went back to see how these fared for the quarter. Did we make the right decision in dropping them? One was virtually unchanged with a marginal gain of 0.1%. One was up 4.0%. And the others were down up to 38.4%. Average loss for the group was 11.02% compared to

*(continued on page 4)*

In This Issue: An Open & Shut Case! (Page 8)

**Trend Watch** (from page 1)

0.27%. The week before, it moved ahead 2.12% while the POG moved ahead just 0.77%. Gold stocks are clearly outstripping the price of gold. Of particular interest is the three year chart of the XAU shown below. (Created using the handy interactive charting function at Online Investors)



I've drawn in trend lines charting the bottom and top of a clear channel running for the last three years. This channel clearly shows the overbought situation in June 2002 that sent gold stocks on a dizzying spin downwards last summer. It also shows that the recent surge in December and January exactly touched the upper trough before retreating. And can it be? Is the XAU bouncing off this lower trend line to the upside? It sure looks like it to me.

The economic chickens are coming home to roost. A ballooning US deficit, a weak dollar and continuing unease over the future of US foreign policy (Is Syria next in line for Bush's wrath?) all spell good news for gold bugs. We are very likely in a secular bull market in gold and we wouldn't be surprised to see a move to 86 on the XAU in the next three or four months.

## The Break Out Report

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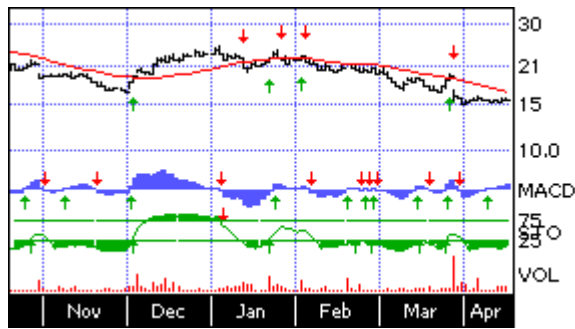
Articles this issue by Marco den Ouden unless otherwise indicated.

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**Watched List Update**

**Gold's Breaking Out?**

We think the price of gold may have bottomed after its strong correction from its January highs and so we are taking another look at our four gold stocks. You'll note that new uptrends seem to have been started in three of them but their moving averages are still down. We're looking for new uptrends there to confirm the recent moves. Watch our weekly updates on the website!

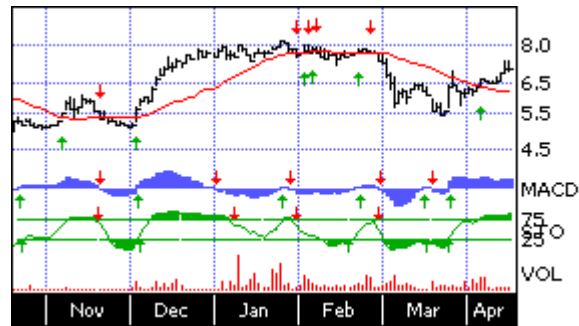


**Agnico Eagle (AGE) Profiled: Mar. 9, 2001**  
**Price then: \$12.40 Price Now: \$15.59**

⇨ Agnico Eagle is up 25.7% since we first profiled it but it was up a very strong 103.4% at the end of 2002. Currently the stock is flat after investor edginess over a mine accident in Quebec. Nevertheless, a rise in the price of gold may see it moving up again in short order. Don't buy yet. Wait for a new uptrend.

**Iamgold (IMG) Profiled: Mar. 16, 2001**  
**Price then: \$1.63 Price Now: \$7.00**

Originally featured as Repadre Capital, the merged entity is up 329.4% over the featured price if you hung on to it. The stock looks to be on its way to its 52 week high of around \$8 where it might meet resistance before breaking out. The MA is on the verge of confirming the new uptrend.

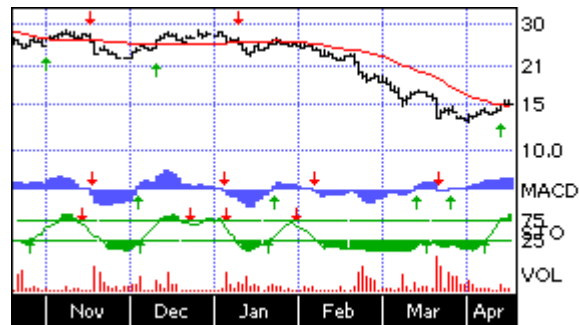


**Goldcorp (G) Profiled: May 25, 2001**  
**Price then: \$7.83 Price Now: \$15.59**

⇨ Goldcorp is one of my favorites as it is sitting on a huge cache of bullion which should boost the company's value significantly if the POG rises. It's up 99.1% since profiled and was up 156.2% at year end. It too is on the verge of having the MA confirm a new uptrend. It may find resistance around the \$19-\$20 mark.

**Meridian Gold (MNG) Profiled: Mar. 2/01**  
**Price then: \$10.30 Price Now: \$15.13**

The sad sack in our Watched List this ⇨ quarter, Meridian Gold is off almost 50% since year end, partly because of a local referendum in Argentina that nixed a proposed mine and partly because EPS have declined for two consecutive quarters. But it just may be coming back again!



**Culling the Herd (from page 1)**

4.17% for the ones we kept. The tables below show the top ten and bottom ten for the quarter.

**Top Ten for Quarter**

Name	Symbol	Date Featured	Change Since Profiled	Change YTD
Calian Technology	CTY	Oct. 1/02	55.84%	24.22%
Peyto Exploration & Development	PEY	Feb. 22/02	155.34%	17.94%
Bennett Environmental	BEV	May 25/01	226.86%	7.92%
Taiga Forest Products	TFP	July 20/01	30.56%	5.63%
Macyro Group	MYO	Jan. 8/01	171.43%	5.56%
Paladin Labs Inc	PLB	Oct. 1/02	-37.33%	4.44%
Canadian Medical Laboratories	CLC	Apr. 12/02	12.99%	4.44%
Stantec Inc.	STN	Apr. 20/01	109.70%	3.59%
Ridley Inc.	RCL	Mar. 2/01	61.65%	3.31%
Zargon Oil & Gas	ZAR	Jan. 29/01	96.81%	2.78%

**Bottom Ten for Quarter**

Name	Symbol	Date Featured	Change Since Profiled	Change YTD
Meridian Gold	MNG	Mar. 2/01	35.34%	-49.75%
Goldcorp Inc.	G	May 25/01	99.23%	-22.23%
Patheon Inc.	PTI	Oct. 18/02	-12.03%	-20.99%
Agnico-Eagle Mines	AGE	Mar. 9/01	66.52%	-18.13%
Winpak Ltd.	WPK	May 4/01	35.14%	-17.36%
Forzani Group	FGL	Apr. 12/01	247.42%	-17.04%
Iamgold Corp.	IMG	Mar. 16/01	292.64%	-16.78%
IPL Inc.	IPI.A	Dec. 13/02	-10.64%	-12.50%
Reitmans (Canada)	RET.A	July 6/01	80.65%	-12.44%
Sleeman Breweries	ALE	May 4/01	16.15%	-11.61%

We're always looking for ways to improve our stock selection and culling criteria and you'll find a review of our previous paring jobs on the website. For this effort we followed pretty much the same rules as last quarter, namely, we dropped stocks that met all three of the conditions below:

- It did not make the Top 500 in March or dropped 5 or more RS points
- It is in a three month downtrend
- It has a loss in the most recently reported quarter or its earnings per share have dropped 50% or more.

Additionally we added a new criterion. If the stock suffered declining earnings for the second quarter running, we are dropping it. And as last quarter, we are dropping any stocks we've had in our Watched List for over a year which has not gained 25% or more unless the stock is currently in an uptrend or it is growing earnings.

We are also dropping Dupont Canada which is currently the subject of a takeover by its parent company. Altogether five stocks are being dropped. You'll find tables on pages 5, 6 and 7.

Symbols on the tables are: T=Turnaround from loss to profit, L means the company had a loss in the most recently reported quarter and \* means annual earnings per share as quarterly data is unavailable.

There is a listing of the stocks dropped after the table. You'll also find this table on our website at <http://subscribers.breakoutreport.com/breakout2003q1rvw.htm>

(continued on page 5)

**Culling the Herd** (from page 4)

Name	Symbol	Date Featured	Change YTD	Change Since Profiled	March RS Change	Recent Trend	QEPS Change	Status
Iamgold Corp.	IMG	Mar. 16/01	-16.78%	292.64%	-4.62	↓	L	Keep
Forzani Group	FGL	Apr. 12/01	-17.04%	247.42%	off list	↓	+15.0%	Keep
Bennett Environmental	BEV	May 25/01	7.92%	226.86%	off list	↑	+72.2%	Keep
Macyro Group	MYO	Jan. 8/01	5.56%	171.43%	+1.04	→	-18.4%	Keep
BW Technologies	BWT	Feb. 23/01	-5.66%	158.06%	off list	↓	+15.0%	Keep
Peyto Exploration & Devel	PEY	Feb. 22/02	17.94%	155.34%	-0.46	↑	+91.7%	Keep
Home Capital Group	HCG.B	Nov. 20/00	0.00%	141.67%	-6.61	↑	+28.0%	Keep
TransForce Income Fund	TIF.UN	Jan. 18/02	-1.97%	139.55%	-0.23	↓	+90.9%	Keep
Contrans Income Fund	CSS.UN	Oct. 12/01	-0.57%	138.29%	-4.74	↓	+2.0%	Keep
Alimentation Couche-Tard	ATD.B	Dec. 4/00	-4.10%	123.48%	off list	→	+33.3%	Keep
Stantec Inc.	STN	Apr. 20/01	3.59%	109.70%	off list	→	+29.2%	Keep
SNC-Lavalin Group	SNC	Mar. 23/01	-0.59%	108.31%	-3.86	↓	+600.0%	Keep
Richelieu Hardware	RCH	Dec. 4/00	-0.34%	107.86%	off list	→	+30.8%	Keep
Goldcorp Inc.	G	May 25/01	-22.23%	99.23%	-1.75	↓	+57.1%	Keep
Zargon Oil & Gas	ZAR	Jan. 29/01	2.78%	96.81%	-3.52	→	+140.0%	Keep
Groupe Laperriere & Verreault	GLV.A	July 6/01	-2.91%	85.56%	+0.01	→	+15.0%*	Keep
Melcor Developments	MRD	Mar. 2/01	-0.67%	83.50%	+0.26	→	+27.9%	Keep
Reitmans (Canada)	RET.A	July 6/01	-12.44%	80.65%	+2.31	↓	L	Keep

(continued on page 6)

**Culling the Herd (from page 5)**

Name	Symbol	Date Featured	Change YTD	Change Since Profiled	March RS Change	Recent Trend	QEPS Change	Status
Canada Bread Co.	CBY	May 18/01	0.00%	73.08%	off list	→	+41.2%	Keep
Metro Inc.	MRU.A	Jan. 8/01	-0.85%	71.71%	off list	↓	+23.3%	Keep
McGraw-Hill Ryerson	MHR	Oct. 12/01	-0.75%	69.23%	+5.93	→	-95.3%	Keep
Agnico-Eagle Mines	AGE	Mar. 9/01	-18.13%	66.52%	off list	↓	T	Keep
Ridley Inc.	RCL	Mar. 2/01	3.31%	61.65%	+2.26	→	+5.1%	Keep
Calian Technology	CTY	Oct. 1/02	24.22%	55.84%	+0.81	↑	+225.0%	Keep
Finning International	FTT	May 11/01	-0.20%	55.49%	off list	→	+14.3%	Keep
Akita Drilling	AKT.A	Apr. 20/01	-9.31%	46.15%	-0.78	↓	-23.1%	Drop
Dalsa Corp.	DSA	Aug. 9/02	-7.02%	36.77%	+3.11	↓	+110.0%	Keep
Meridian Gold	MNG	Mar. 2/01	-49.75%	35.34%	off list	↓	-31.3%	Keep
Winpak Ltd.	WPK	May 4/01	-17.36%	35.14%	-5.25	↓	-11.4%	Keep
Cara Operations	CAO.A	Nov. 20/00	-10.00%	31.25%	-4.49	↓	+42.9%	Keep
Fortis Inc.	FTS	Mar. 16/01	-5.05%	31.18%	-2.65	↓	-0.4%*	Keep
Taiga Forest Products	TFP	July 20/01	5.63%	30.56%	-0.89	↑	-78.3%	Keep
Le Chateau	CTU.A	June 21/02	-5.15%	27.56%	+1.85	→	n/a	Keep
Dupont Canada	DUP.A	Feb. 23/01	-0.09%	25.88%	off list	→	+18.8%	Drop
Cott Corp.	BCB	July 27/01	-8.51%	25.85%	off list	↓	T	Keep
Pason Systems	PSI	June 1/01	0.42%	17.65%	off list	→	-25.0%	Drop
Sleeman Breweries	ALE	May 4/01	-11.61%	16.15%	off list	↓	-29.4%	Drop
Canadian Medical Laboratories	CLC	Apr. 12/02	4.44%	12.99%	+0.37	↑	+12.5%	Keep
George Weston Ltd.	WN	Nov. 27/00	2.60%	12.58%	off list	→	+16.4%	Keep

(Continued on page 7)

**Culling the Herd** (from page 6)

Name	Symbol	Date Featured	Change YTD	Change Since Profiled	March RS Change	Recent Trend	QEPS Change	Status
Cangene Corp.	CNJ	Jan. 11/02	-0.88%	12.27%	+1.12	→	+114.3%	Keep
Niko Resources	NKO	Nov. 17/02	-7.25%	7.79%	-0.86	↓	+75.0%	Keep
BMTC Group	GBT.A	Aug. 20/02	1.05%	3.94%	+1.68	↓	+121.9%	Keep
Tempest Energy	TMY.A	Jan. 19/03	0.97%	0.97%	-6.46	→	+325.0%*	Keep
Viceroy Homes	VHL.A	Oct. 1/02	-5.17%	0.92%	off list	↓	-46.2%	Drop
Mega Bloks	MB	Dec. 13/02	-6.38%	0.00%	off list	↓	+50.0%	Keep
TUSK Energy	TKE	Mar. 16/03	-0.33%	-0.33%	-0.23	↑	+700.0%	Keep
Glendale International	GIN	Mar. 16/03	-6.25%	-6.25%	-2.96	↑	+160.0%	Keep
ACD Systems International	ASA	Feb. 16/03	-6.25%	-6.25%	+5.74	↑	T	Keep
WestJet Airlines	WJA	Jan. 25/02	-2.79%	-10.29%	off list	↑	-7.7%	Keep
IPL Inc.	IPI.A	Dec. 13/02	-12.50%	-10.64%	+3.58	→	+2.9%	Keep
Patheon Inc.	PTI	Oct. 18/02	-20.99%	-12.03%	off list	↓	+7.0%	Keep
Aastra Technologies	AAH	Nov. 17/02	-5.05%	-12.93%	off list	↓	+91.4%	Keep
Stackpole Ltd.	SKD	June 14/02	0.00%	-14.11%	-0.10	↓	+54.5%	Keep
Brampton Brick	BBL.A	June 7/02	-11.58%	-21.25%	new	↓	+14.3%	Keep
Paladin Labs Inc	PLB	Oct. 1/02	4.44%	-37.33%	off list	→	T	Keep
<b>Average Gain/Loss</b>			<b>-4.17%</b>	<b>59.99%</b>				

Dropped (with YTD and Total Gain in brackets) are Akita Drilling (-9.31%, 46.15%), Dupont Canada (-0.09%, 25.88%), Pason Systems (0.42%, 17.65%), Sleeman Breweries (-11.61%, 16.15%) and Viceroy Homes (-5.17%, 0.92%)

We're making one exception here. We're hesitant in dropping Meridian Gold even though it has had two consecutive quarters of declining earnings as we believe it is on the comeback trail. So we're leaving it on the list for now and will re-assess it after the first half. Meanwhile we'll watch for another gold stock to add to our stable.

**Technology Pick****Open Text (OTC –TSX, OTEX - NASDAQ)****(website: [www.opentext.com](http://www.opentext.com))**

Open Text is one of a handful of Canadian software companies that have managed to buck the trend of the last few years. Since its IPO in 1996, revenues have grown steadily every year from under \$10 million to over \$160 million. Earnings per share have grown from 4 cents a share to 32 cents a share over the last 14 quarters. The company was named as one of the fastest growing companies in Canada by Profit Magazine in June 2001 and the 49th fastest growing technology company in the world by Business 2.0 Magazine in October 2002.

What does Open Text do exactly? It evolved out of a research project at the University of Waterloo to develop full text indexing and string search technology for the Oxford English Dictionary between 1984 and 1989. Open Text was incorporated in 1991 and distributed its first products that year. The following year, with 7 employees, it delivered more new products for industry. Its first Windows-based application emerged the following year as the company grew to 20 employees.

Then in 1994 it launched its mainstay product, Livelink, the first Web-based document management software as well as release 4 of the Open Text search engine. By the time the company went public in 1996, it had introduced its Livelink Web Server, a pioneer in the emerging technology of Intranets. Its workforce had expanded to 300.

Its client list reads like a who's who of business, technology and government: Caterpillar, General Dynamics, Grolier Publishing, Blue Cross, the Hansard of the Ontario Legislature, Motorola, Sprint, Lucent Technologies, Hewlett Packard, Molson Breweries, Nortel and even the US Department of Defense. By 2001 it had captured 47% of the market for team collaborative applications with over 1100 employees and 5 million users in over 4500 organizations in 31 countries using twelve languages. In 2000 the company received the FedEx Export Award for the largest percentage of revenues derived from export sales.

The company has also formed numerous alliances and made a number of strategic acquisitions over the years. Alliances include SAP, J.D. Edwards and Research in Motion. A recent acquisition, Corechange, will give the company a solid presence in the enterprise portal field. Livelink and Corechange technology will be integrated into a unified product.

In March 2003, Open Text was named as one of the Top 100 companies that matter in knowledge management by KM World magazine. And last week it was ranked #20 in Investor's Business daily's Top 100 list. Among other things, IBD notes that the companies on the list are "generating robust earnings despite the slack economy" and that "their share prices have largely defied the baddest bear market in decades".

**Quarterly Earnings per Share**

<b>To Dec. 31st</b>	<b>2001</b>	<b>2002</b>	<b>% Change</b>
<b>EPS</b>	\$0.16	\$0.31	+93.8%
<b>Revenues (000s)</b>	\$39,658	\$43,014	+8.5%

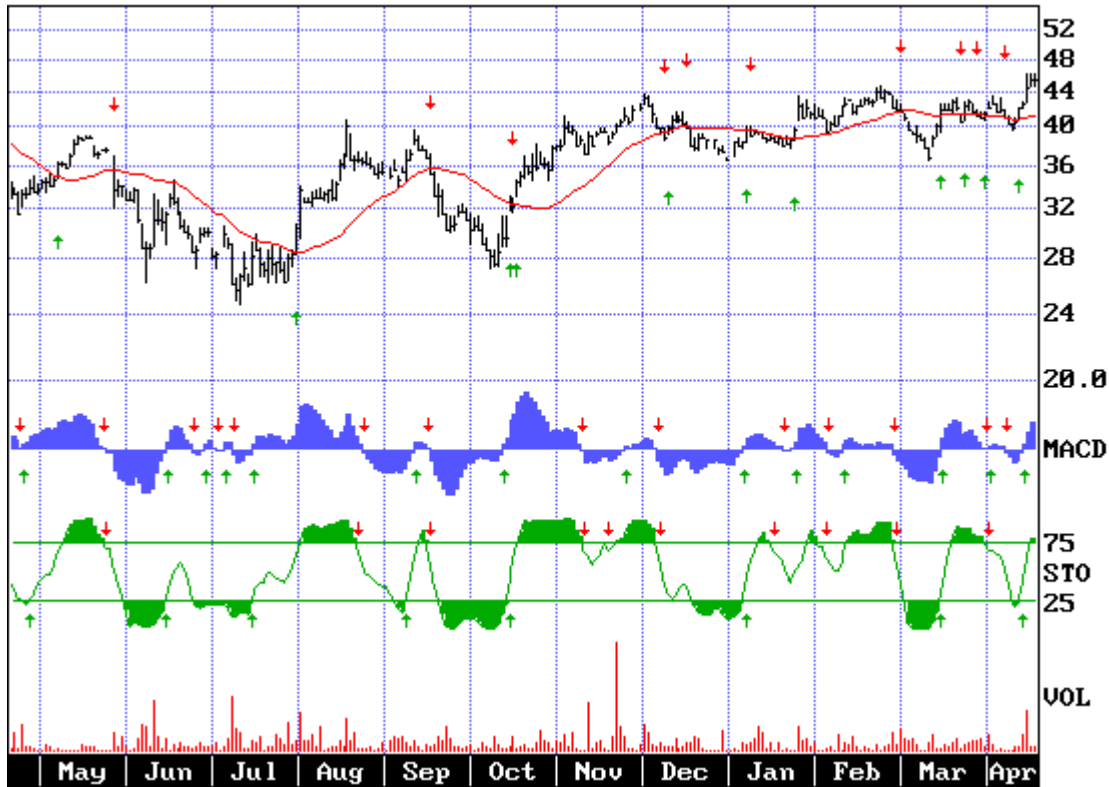
**Annual Earnings per Share**

<b>To June 30th</b>	<b>2000</b>	<b>2001</b>	<b>% Change</b>	<b>2002</b>	<b>% Change</b>
<b>EPS</b>	\$1.11	\$0.52	-53.2%	\$0.82	+57.7%
<b>Revenues (000s)</b>	\$119,106	\$152,435	+28.0%	\$154,330	+1.2%

*(Continued on page 9)*



Stock # 2 (from page 8)



**Chart Analysis:** Open Text soared briefly to \$81 in early 2000 during the tech boom’s last hurrah. But instead of crashing to a fraction of its former self like so many others, this stock declined about 50% to \$36 and has traded a broad channel between \$27 and \$45 ever since. It has just broken through the \$45 level to 52 week highs and could be poised to move higher. It’s climbed on strong volume with three green arrows within the last week.

Stats as of 04/18/03	Phase 2 Analysis
▪ Hi/Lo Ratio: 1.89	▪ Price Pattern: A
▪ RS: 90.8	▪ Volatility: A-
▪ Shares: 19,450,999	▪ Estimates: A-
▪ P/E: 25.70	▪ Snapshot: B
▪ Price: \$45.50	▪ News: A

**Phase 2:** We give OTC an A for price pattern and A- for volatility as it has been gaining steadily since July 2002 but with some swings. Open Text is widely followed and earnings projections have been increasing as the company has beaten expectations in the recent past. Overall rating is 2.3 or Buy so we give it an A-. The snapshot shows steadily growing revenues for three years. Not shown in the chart on the previous page is a strong 41.5% increase in earnings for the trailing 12 months to December 31st over the last fiscal year to July 31st. ROE is lower than we like but growing. We give it a B. News has been nothing short of superb with new acquisitions, awards, and recognition by IBD and others. An A in our book!

*All charts courtesy of Investools. Visit their website at <http://me.investortoolbox.com> for more information on their courses and online tools.*

**Mutual Funds****Marco's Power Performers  
(for March 2003)**

Talk about a drought! We went to the Power Performers well and almost came up dry! You'll remember, of course, that we look for excellent mutual funds by narrowing the field down to funds generating better than 20% average annual returns in each of the one year, three year, and five year periods. These are our Power Performers. Those managing 25% for each of those periods are our Super Power Performers. And those managing just 15% in each time period are our Performers.

Incredibly, out of over 5000 mutual funds in Canada, only one – yes just one! – came up as a lowly Performer. That fund is perennial stalwart Resolute Growth which manages to consistently outperform the other funds.

<b>Performers</b>			
<b>Fund name</b>	<b>1 yr %</b>	<b>3 yr %</b>	<b>5 yr %</b>
Resolute Growth	15.68	24.87	24.66

We've written about it before. Its top holdings are Cangene, Morguard, Navigo Energy, Resolute Energy, Genesis Land Development, Sherritt International, Dimethaid Research, Canadian Natural Resources, Enghouse Systems and Tappitt Resources. Despite making our list. Resolute Growth is off 3.48% for the year-to-date.

**Toolbox Tip****Interactive Charting**

The new improved Online Investor Toolbox has a number of exciting new features you should check out if you haven't already done so. One of the best is their Interactive Charting tool. I used it to create the XAU chart on page 2 among other things. So here's a quick overview of what you can do with it.

First of all, you find it by clicking on Interactive Chart in the left hand menu after you've called up a regular chart. This will bring up the Interactive Chart for the stock you're looking at. (It doesn't work for Canadian stocks, unfortunately.)

Now that you've got the chart up, you can manipulate it in many ways. You can write in a new stock symbol, switch from bar to candlestick charts, change the period to anywhere from 1 day to 20 years, change the frequency of data from daily to weekly to monthly to quarterly or even yearly, and you can apply a variety of charting tools. These can be accessed from a drop down menu at the top of the chart or a standard menu along the left hand side. If you want to save a chart as a gif, click on Print and it will pop up in a new window in a savable, printable format.

The interactivity of the chart comes in several forms. You can get daily data – high, low, opening and closing prices – simply by moving your mouse. A red vertical line moves with the mouse giving the data for the date you rest the mouse on. Double-clicking on one of the charting features on the left (such as Bollinger Bands) will add that indicator to the chart. You can add colors so up days and down days show up differently. This is very handy with candlesticks.

One feature I like is the ability to draw your own trend lines (which is what I did with the XAU chart). To do this, place the mouse cursor where you want to start your line, double click, and move to where you want to end the line and click again. If you've already drawn a line, you need only single click to locate a starting point. And if you want to undo your drawn lines or study features, use the drop down tools menu to delete studies or delete trendlines.

Two more cool tools – zoom in on the chart with the (+) toggle on the lower left under the chart or float the chart in a separate window with the detach button under the left hand menu. Cool tools!

## Our Model Portfolio

**Initial Position: \$50,000 (Jan. 11, 2002)**

**Current Position: \$59,666.30 (+19.39%) Down -4.32% YTD**

Although three of our stocks, Peyto, Goldcorp and Iamgold, are up over 10% from their interim lows, we are still waiting for the moving average to confirm before we buy back our positions. Meanwhile, we have decided to cut Forzani Group loose and are replacing it with Bennett Environmental to be bought at Monday's opening (we will consider it to be Friday's closing for now.)

<b>Bennett Environmental (BEV – TSX)</b>	<b>Peyto Exploration (PEY – TSX)</b>												
<table border="1"> <tr><td><b># of Shares:</b> 340</td><td><b>Bought on:</b> Apr. 21st</td></tr> <tr><td><b>Price Then:</b> \$14.75</td><td><b>Price Now:</b> \$14.75</td></tr> <tr><td><b>Gain:</b> 0.0%</td><td><b>Stop:</b> \$13.28</td></tr> </table> <p><b>Notes:</b> We've opted to replace Forzani Group with Bennett after over three months without a recovery.</p>	<b># of Shares:</b> 340	<b>Bought on:</b> Apr. 21st	<b>Price Then:</b> \$14.75	<b>Price Now:</b> \$14.75	<b>Gain:</b> 0.0%	<b>Stop:</b> \$13.28	<table border="1"> <tr><td><b># of Shares:</b> 0</td><td><b>Stopped Out:</b> +95.6%</td></tr> <tr><td><b>Bought:</b> July 16<sup>th</sup></td><td><b>Price Then:</b> \$6.16</td></tr> <tr><td><b>Sold:</b> Mar. 13th</td><td><b>At:</b> \$12.11</td></tr> </table> <p><b>Notes:</b> After almost doubling, Peyto finally hit our stop on March 13<sup>th</sup>. We still see upside and will hold the space open for it.</p>	<b># of Shares:</b> 0	<b>Stopped Out:</b> +95.6%	<b>Bought:</b> July 16 <sup>th</sup>	<b>Price Then:</b> \$6.16	<b>Sold:</b> Mar. 13th	<b>At:</b> \$12.11
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<b>Dalsa Corporation (DSA – TSX)</b>	<b>IAMGOLD (IMG – TSX)</b>												
<table border="1"> <tr><td><b># of Shares:</b> 300</td><td><b>Bought on:</b> Mar. 31st</td></tr> <tr><td><b>Price Then:</b> \$16.52</td><td><b>Price Now:</b> \$17.75</td></tr> <tr><td><b>Gain:</b> 7.45%</td><td><b>Stop:</b> \$16.45</td></tr> </table> <p><b>Notes:</b> We bought Dalsa back again on March 31st after its moving average was confirmed by a bounce to the upside.</p>	<b># of Shares:</b> 300	<b>Bought on:</b> Mar. 31st	<b>Price Then:</b> \$16.52	<b>Price Now:</b> \$17.75	<b>Gain:</b> 7.45%	<b>Stop:</b> \$16.45	<table border="1"> <tr><td><b># of Shares:</b> 0</td><td><b>Stopped Out:</b> +19.5%</td></tr> <tr><td><b>Bought on:</b> Dec. 6<sup>th</sup></td><td><b>Price Then:</b> \$5.69</td></tr> <tr><td><b>Sold on:</b> Mar. 7th</td><td><b>At:</b> \$6.80</td></tr> </table> <p><b>Notes:</b> Iamgold could not buck the downtrend in gold stocks and gave us a sell signal Mar. 7<sup>th</sup>. We will hold the position open.</p>	<b># of Shares:</b> 0	<b>Stopped Out:</b> +19.5%	<b>Bought on:</b> Dec. 6 <sup>th</sup>	<b>Price Then:</b> \$5.69	<b>Sold on:</b> Mar. 7th	<b>At:</b> \$6.80
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<b>Goldcorp (G – TSX)</b>	<b>Mega Bloks (MB – TSX)</b>												
<table border="1"> <tr><td><b># of Shares:</b> 0</td><td><b>Stopped Out:</b> +2.3%</td></tr> <tr><td><b>Bought on:</b> Dec. 6<sup>th</sup></td><td><b>Price Then:</b> \$17.15</td></tr> <tr><td><b>Sold on:</b> Feb. 11<sup>th</sup></td><td><b>At:</b> \$17.55</td></tr> </table> <p><b>Notes:</b> Goldcorp got stopped out with the downturn in the price of gold. We expect this to be temporary but wait in cash for now.</p>	<b># of Shares:</b> 0	<b>Stopped Out:</b> +2.3%	<b>Bought on:</b> Dec. 6 <sup>th</sup>	<b>Price Then:</b> \$17.15	<b>Sold on:</b> Feb. 11 <sup>th</sup>	<b>At:</b> \$17.55	<table border="1"> <tr><td><b># of Shares:</b> 225</td><td><b>Bought on:</b> Apr. 7th</td></tr> <tr><td><b>Price Then:</b> \$22.50</td><td><b>Price Now:</b> \$21.95</td></tr> <tr><td><b>Gain:</b> -2.4%</td><td><b>Stop:</b> \$20.68</td></tr> </table> <p><b>Notes:</b> We bought back Mega Bloks on Apr. 7th but it seems to have stalled – again! We wait and watch!</p>	<b># of Shares:</b> 225	<b>Bought on:</b> Apr. 7th	<b>Price Then:</b> \$22.50	<b>Price Now:</b> \$21.95	<b>Gain:</b> -2.4%	<b>Stop:</b> \$20.68
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<b>Home Capital Group (HCG.B – TSX)</b>	<b>IPL Inc. (IPL.A – TSX)</b>												
<table border="1"> <tr><td><b># of Shares:</b> 370</td><td><b>Bought on:</b> Oct. 16<sup>th</sup></td></tr> <tr><td><b>Price Then:</b> \$13.25</td><td><b>Price Now:</b> \$15.50</td></tr> <tr><td><b>Gain:</b> 17.0%</td><td><b>Stop:</b> \$14.02</td></tr> </table> <p><b>Notes:</b> Home Capital has hung in there and is now close to its previous high again. Watch for this one to make further advances.</p>	<b># of Shares:</b> 370	<b>Bought on:</b> Oct. 16 <sup>th</sup>	<b>Price Then:</b> \$13.25	<b>Price Now:</b> \$15.50	<b>Gain:</b> 17.0%	<b>Stop:</b> \$14.02	<table border="1"> <tr><td><b># of Shares:</b> 0</td><td><b>Stopped Out:</b> -2.1%</td></tr> <tr><td><b>Bought on:</b> Dec. 16<sup>th</sup></td><td><b>Price Then:</b> \$23.50</td></tr> <tr><td><b>Sold on:</b> Feb. 11<sup>th</sup></td><td><b>At:</b> \$23.00</td></tr> </table> <p><b>Notes:</b> Unfortunately IPL has taken a bit of a dip and we were stopped out. The long term trend is still up but current trend is down.</p>	<b># of Shares:</b> 0	<b>Stopped Out:</b> -2.1%	<b>Bought on:</b> Dec. 16 <sup>th</sup>	<b>Price Then:</b> \$23.50	<b>Sold on:</b> Feb. 11 <sup>th</sup>	<b>At:</b> \$23.00
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<b>Niko Resources (NKO – TSX)</b>	<b>Westjet Airlines (WJA – TSX)</b>												
<table border="1"> <tr><td><b># of Shares:</b> 0</td><td><b>Stopped Out:</b> +10.6%</td></tr> <tr><td><b>Bought:</b> Nov. 26<sup>th</sup></td><td><b>Price Then:</b> \$22.25</td></tr> <tr><td><b>Sold:</b> Mar. 3<sup>rd</sup></td><td><b>At:</b> \$24.60</td></tr> </table> <p><b>Notes:</b> Unfortunately Niko gave us a sell signal and we sold at a 10% profit. Holding the position open for now.</p>	<b># of Shares:</b> 0	<b>Stopped Out:</b> +10.6%	<b>Bought:</b> Nov. 26 <sup>th</sup>	<b>Price Then:</b> \$22.25	<b>Sold:</b> Mar. 3 <sup>rd</sup>	<b>At:</b> \$24.60	<table border="1"> <tr><td><b># of Shares:</b> 300</td><td><b>Bought on:</b> Feb. 24th</td></tr> <tr><td><b>Price Then:</b> \$16.25</td><td><b>Price Now:</b> \$17.11</td></tr> <tr><td><b>Gain:</b> +5.29%</td><td><b>Stop:</b> \$15.71</td></tr> </table> <p><b>Notes:</b> A solid earnings report, extension of services and problems at Air Canada have moved Westjet forward. This one could fly!</p>	<b># of Shares:</b> 300	<b>Bought on:</b> Feb. 24th	<b>Price Then:</b> \$16.25	<b>Price Now:</b> \$17.11	<b>Gain:</b> +5.29%	<b>Stop:</b> \$15.71
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