

## Guru Stock Report

**ROGERS COMMUNICATIONS INC. (T N: RCI.B)**

Based on 1/18/2013 Close Price of \$46.23

INDUSTRY: CABLE

SECTOR: Cable

**Current Rating: Buy**

**Reiterate A on 1/21/2013.**

VALIDEA RATING (OVERALL STRENGTH GRADE):



### OVERVIEW

- This stock receives a fundamental grade of "A" based on Validea's Guru Analysis system. "A" rated stocks pass the strict fundamental tests of at least one of our top performing guru strategies. Stocks that receive this grade typically currently display desirable attributes that would be looked for by both growth and value investors. For further details on our scoring system, please see the FAQ section at the end of this report.
- Validea's Guru System classifies this stock as both a growth and value stock given its PE Ratio of 16.1 and its historical EPS growth rate of 25.4%.
- This stock passes Validea's Growth/Value Investor strategy based on our interpretation of the published criteria of James P. O'Shaughnessy with a score of 100%. O'Shaughnessy ran a comprehensive study of over 40 years of market data to identify the variables that can help to predict strong future returns and this stock meets all the fundamental requirements that were identified.

### ANALYSIS SUMMARY

| Strategy Name         | Based On Book By/About | Score |
|-----------------------|------------------------|-------|
| Contrarian Investor   | David Dreman           | 64%   |
| Book/Market Investor  | Joseph Piotroski       | 0%    |
| Growth Investor       | Martin Zweig           | 50%   |
| Growth/Value Investor | James O'Shaughnessy    | 100%  |
| Low PE Investor       | John Neff              | 40%   |
| P/E Growth Investor   | Peter Lynch            | 72%   |
| Value Investor        | Benjamin Graham        | 29%   |
| Price/Sales Investor  | Kenneth Fisher         | 48%   |
| Patient Investor      | Warren Buffett         | 0%    |
| Momentum Investor     | Validea                | 33%   |

\* Overall fundamental grade is based on a weighted scoring system in which the strategies at the top of the table are more significant than those at the bottom (the strategies used to determine our "A" rated stocks are above the dividing line in the table and the strategies used to determine the "B"

rated stocks are below). Although all the strategies used in this report have exhibited market outperformance on a risk-adjusted basis, strategies at the top of the table have displayed superior historical risk-adjusted performance in our testing to those at the bottom.

## COMPANY PROFILE

ROGERS COMMUNICATIONS INC. is a Canadian communications & media company. It is Canada's largest wireless company and a leading provider of cable television services as well as high-speed Internet & telephony services. Through Media, we are engaged in radio & television magazines and trade publications, and sports entertainment.

## RATING HISTORY

| Date      | Action   | Old Rating | New Rating |
|-----------|----------|------------|------------|
| 11/9/2012 | Initiate |            | A          |

## METHODOLOGY

This report provides a detailed analysis of RCI.B based on the publicly disclosed methodologies of Wall Street legends. Validea is a premier online independent research provider. The firm's Guru Stock Report unites the quantitative strategies of the world's most successful investors, including names like Peter Lynch, Warren Buffett, Ben Graham, Martin Zweig and many others. Rooted in fundamental analysis and built on core investing principles, each report contains an in-depth description of the guru methodologies, as interpreted by Validea, and examines the stock using multiple approaches (i.e. value, growth, momentum).

Using these strategies, Validea has created a ratings scale that is dynamic and weights more heavily the best performing approaches as identified and tracked by Validea. Each stock is scored using a five point rating system that assesses the security's investment prospects. Ratings range from A to F (correlates to Strong Buy to Sell), with A and B stocks having the best potential for long-term market outperformance. Stocks that score highly based on the best performing risk-adjusted guru strategies or are favored by multiple top performing guru strategies are given a higher rating versus their counterparts. Validea's ratings are limited to companies that exhibit profitability. Reports are updated every two weeks, or sooner in the event of an earnings report, other significant news, or a major stock price change, in an effort to provide timely and valuable analysis and coverage.

## GURU ANALYSIS OF: ROGERS COMMUNICATIONS INC. (RCI.B)

### GROWTH/VALUE INVESTOR

SCORE: **100%**

BASED ON: James P. O'Shaughnessy

STYLE: Growth/Value

#### Strategy Overview

The Growth/Value Investor strategy is based on the book "What Works on Wall Street" by James P. O'Shaughnessy. In the book, O'Shaughnessy back-tested 44 years of stock market data from the comprehensive Standard & Poor's Compustat database to find out which strategies work and which don't. To the surprise of many, he concluded that price-to-earnings ratios aren't the best indicator of a stock's value, and that small-company stocks, contrary to popular wisdom, don't as a group have an edge on large-company stocks. Based on his research, O'Shaughnessy developed two key investment strategies: "Cornerstone Growth" and "Cornerstone Value", both of which are combined to form this strategy.

#### Detailed Analysis

##### MARKET CAP: [PASS]

The Cornerstone Value Strategy looks for large, well known companies whose market cap is greater than \$350 million. These companies exhibit solid and stable earnings. **RCI.B's** market cap of **\$23,820** million passes this test.

##### CASH FLOW PER SHARE: [PASS]

The second criterion requires that the company exhibit strong cash flows. Companies with strong cash flow are typically the value oriented investments that this strategy looks for. The company's cash flow per share must be greater than the mean of the market cash flow per share (**\$1.26**). **RCI.B's** cash flow per share of **\$8.65** passes this test.

##### SHARES OUTSTANDING: [PASS]

This particular strategy looks for companies whose total number of outstanding shares are in excess of the market average (**137 million shares**). These are the more well known and highly traded companies. **RCI.B**, who has **515 million** shares outstanding, passes this test.

##### TRAILING 12 MONTH SALES: [PASS]

A company's trailing 12 month sales (**\$12,452 million**) are required to be 1.5 times greater than the mean of the market's trailing 12 month sales (**\$1,437 million**). **RCI.B** passes this test.

##### DIVIDEND: [PASS]

The final step in the Cornerstone Value strategy is to select the 50 companies from the market leaders group (those that have passed the previous four criteria) that have the highest dividend yield. **RCI.B**, with a dividend yield of **3.48%**, is one of the 50 companies that satisfy this last criterion.

## Strategy Overview

Perhaps the greatest mutual fund manager of all-time, Lynch guided Fidelity Investment's Magellan Fund to a 29.2 percent average annual return from 1977 until his retirement in 1990, almost doubling the S&P 500's 15.8 percent yearly return over that time. Lynch's common sense approach and quick wit made him one of the most quoted investors on Wall Street. ("Go for a business that any idiot can run -- because sooner or later, any idiot probably is going to run it," is one of his many pearls of wisdom.) Lynch's bestseller One Up on Wall Street is something of a "stocks for the everyman/everywoman", breaking his approach down into easy-to-understand concepts.

## Investment Strategy

Lynch's approach centers on a variable that he is famous for developing: The price/earnings/growth ratio, or "PEG". The PEG divides a stock's price/earnings ratio by its historic growth rate to find growth stocks selling on the cheap. Lynch's rationale: The faster a firm is growing, the higher the P/E multiple you should be willing to pay for its stock. Lynch is known for saying that investors can get a leg up on Wall Street by "buying what they know", but that's really just a starting point for him; his strategy goes far beyond investing in a restaurant chain you like or a retailer whose clothes you buy. Along with the PEG, he focused on fundamental variables like the debt/equity ratio, earnings per share growth rate, inventory/sales ratio, and free cash flow. It's important to note that Lynch used different criteria for different categories of stocks, with the three main categories being "fast-growers" (stocks with EPS growth rates of at least 20 percent per year); "stalwarts" (stocks with growth rates between 10 and 20 percent and multi-billion-dollar sales); and "slow-growers" (those with single-digit growth rates and high dividend payouts). He also used special criteria for financial stocks.

## Detailed Analysis

### DETERMINE THE CLASSIFICATION:

This methodology would consider **RCI.B** a "fast-grower".

### P/E/GROWTH RATIO: [PASS]

The investor should examine the P/E (**16.11**) relative to the growth rate (**25.41%**), based on the average of the 3, 4 and 5 year historical eps growth rates, for a company. This is a quick way of determining the fairness of the price. In this particular case, the P/E/G ratio for **RCI.B** (0.63) makes it favorable.

### SALES AND P/E RATIO: [PASS]

For companies with sales greater than \$300 million, this methodology likes to see that the P/E ratio remain below 40. Large companies can have a difficult time maintaining a growth high enough to support a P/E above this threshold. **RCI.B**, whose sales are **\$12,452.0 million**, needs to have a P/E below 40 to pass this criterion. **RCI.B's** P/E of (**16.11**) is considered acceptable.

### EPS GROWTH RATE: [PASS]

This methodology favors companies that have several years of fast earnings growth, as these companies have a proven formula for growth that in many cases can continue many more years. This methodology likes to see earnings growth in the range of 20% to 50%, as earnings growth over 50% may be unsustainable. The EPS growth rate for **RCI.B** is **25.4%**, based on the average of the 3, 4 and 5 year historical eps growth rates, which is acceptable.

### TOTAL DEBT/EQUITY RATIO: [FAIL]

**RCI.B's Debt/Equity (300.56%)** is above 80% and is considered very weak. Therefore, **RCI.B** fails this test.

**FREE CASH FLOW: [NEUTRAL]**

The Free Cash Flow/Price ratio, though not a requirement, is considered a bonus if it is above 35%. A positive Cash Flow (the higher the better) separates a wonderfully reliable investment from a shaky one. This methodology prefers not to invest in companies that rely heavily on capital spending. This ratio for **RCI.B (18.71%)** is too low to add to the attractiveness of the stock. Keep in mind, however, that it does not adversely affect the company as it is a bonus criteria.

**NET CASH POSITION: [NEUTRAL]**

Another bonus for a company is having a Net Cash/Price ratio above 30%. Lynch defines net cash as cash and marketable securities minus long term debt. According to this methodology, a high value for this ratio dramatically cuts down on the risk of the security. The Net Cash/Price ratio for **RCI.B (-41.72%)** is too low to add to the attractiveness of this company. Keep in mind, however, that it does not adversely affect the company as it is a bonus criteria.

**CONTRARIAN INVESTOR**SCORE: **64%**

BASED ON: David Dreman

STYLE: Contrarian

**Strategy Overview**

The Contrarian Investor strategy is based on the book "Contrarian Investment Strategies" by David Dreman. If you relish going against the crowd, David Dreman's contrarian investment style should suit you well. Dreman is manager of the Kemper-Dreman High-Return Equity Fund and an investment columnist for Forbes magazine. This strategy passes large, fundamentally sound companies (good earnings growth, good return on equity, low debt-to-equity ratio) that are out of favor due to public apathy, delirium or naivete. Such companies can be recognized by their low price relative to their earnings, cash flow, book value or dividends.

**Detailed Analysis****MARKET CAP: [PASS]**

Medium to large-sized companies (the largest 500 companies) should be chosen, because they are more in the public eye. Furthermore, the investor is exposed to less risk of "accounting gimmickry", and companies of this size have more staying power. **RCI.B** has a market cap of **\$23,820** million, therefore passing the test.

**EARNINGS TREND: [PASS]**

A company should show a rising trend in the reported earnings for the most recent quarters. **RCI.B's** EPS for the past 2 quarters, (from earliest to most recent quarter) **0.77, 0.90** have been increasing, and therefore the company passes this test.

**EPS GROWTH RATE IN THE IMMEDIATE PAST AND FUTURE: [PASS]**

This methodology likes to see companies with an EPS growth rate higher than the market in the immediate past and a likelihood that this trend will continue in the near future. **RCI.B** passes this test as its EPS growth rate over the past 6 months (**55.17%**) has beaten that of the market (**2.11%**). **RCI.B's** estimated EPS growth for the current year is (**13.89%**), which indicates the company is expected to experience positive earnings growth. As a result, **RCI.B** passes this test.

**This methodology would utilize four separate criteria to determine if RCI.B is a contrarian stock. In order to eliminate weak companies we have stipulated that the stock should pass at least two of the following four major criteria in order to receive "Some Interest".**

**P/E RATIO: [FAIL]**

The P/E of a company should be in the bottom 20% of the overall market. **RCI.B's** P/E of **16.11**, based on trailing 12 month earnings, is higher than the bottom 20% criterion (below 8.22), and therefore fails this test.

**PRICE/CASH FLOW (P/CF) RATIO: [FAIL]**

The P/CF of a company should be in the bottom 20% of the overall market. **RCI.B's** P/CF of **5.10** does not meet the bottom 20% criterion (below 3.94), and therefore fails this test.

**PRICE/BOOK (P/B) VALUE: [FAIL]**

The P/B value of a company should be in the bottom 20% of the overall market. **RCI.B's** P/B is currently **6.58**, which does not meet the bottom 20% criterion (below 0.75), and it therefore fails this test.

**PRICE/DIVIDEND (P/D) RATIO: [FAIL]**

The P/D ratio for a company should be in the bottom 20% of the overall market (that is the yield should be in the top 20%). **RCI.B's** P/D of **28.74** does not meet the bottom 20% criterion (below 13.79 or yield above 3.7%), and it therefore fails this test.

**This methodology maintains that investors should look for as many healthy financial ratios as possible to ascertain the financial strength of the company. These criteria are detailed below.**

**CURRENT RATIO: [FAIL]**

A prospective company must have a strong Current Ratio (greater than or equal to the average of its industry [**0.84**] or greater than 2). This is one identifier of financially strong companies, according to this methodology. **RCI.B's** current ratio of **0.81** fails the test.

**PAYOUT RATIO: [PASS]**

A good indicator that a company has the ability to raise its dividend is a low payout ratio. The payout ratio for **RCI.B** is **49.01%**, while its historical payout ratio has been **50.44%**. Therefore, it passes the payout criterion.

**RETURN ON EQUITY: [PASS]**

The company should have a high ROE, as this helps to ensure that there are no structural flaws in the company. This methodology feels that the ROE should be greater than the top one third of ROE from among the top 500 large cap stocks, which is **14.96%**, and would consider anything over 27% to be staggering. The ROE for **RCI.B** of **42.09%** is high enough to pass this criterion.

**PRE-TAX PROFIT MARGINS: [PASS]**

This methodology looks for pre-tax profit margins of at least 8%, and considers anything over 22% to be phenomenal. **RCI.B's** pre-tax profit margin is **20.81%**, thus passing this criterion.

**YIELD: [PASS]**

The company in question should have a yield that is high and that can be maintained or increased. **RCI.B's** current yield is **3.48%**, while the market yield is **2.25%**. **RCI.B** passes this test.

**LOOK AT THE TOTAL DEBT/EQUITY: [FAIL]**

The company must have a low Debt/Equity ratio, which indicates a strong balance sheet. The Debt/Equity ratio should not be greater than 20%. **RCI.B's** Total Debt/Equity of **300.56%** is not acceptable.

**GROWTH INVESTOR**SCORE: **50%**

BASED ON: Martin Zweig

STYLE: Growth

**Strategy Overview**

The Growth Investor strategy is based on the book "Winning on Wall Street", by Martin Zweig. Zweig is a renowned money manager, newsletter writer and frequent guest on the PBS television series "Wall Street Week." The strategy searches for stocks that meet a long host of earnings criteria. Quarterly earnings, for example, should be positive and growing faster than they were (a) a year ago, (b) in the preceding three quarters, and (c) over the preceding three years. Annual earnings should be up for at least the past five years. And sales should be growing as fast as or faster than earnings, since cost-cutting and other non-revenue-producing measures alone can't support earnings growth forever.

**Detailed Analysis****P/E RATIO: [PASS]**

The P/E of a company must be greater than 5 to eliminate weak companies, but not more than 3 times the current Market P/E because the situation is much too risky, and never greater than 43. **RCI.B's** P/E is **16.11**, based on trailing 12 month earnings, while the current market PE is **13.00**. Therefore, it passes the first test.

**REVENUE GROWTH IN RELATION TO EPS GROWTH: [FAIL]**

Revenue Growth must not be substantially less than earnings growth. For earnings to continue to grow over time they must be supported by a comparable or better sales growth rate and not just by cost cutting or other non-sales measures. **RCI.B's** revenue growth is **5.05%**, while it's earnings growth rate is **25.41%**, based on the average of the 3, 4 and 5 year historical eps growth rates. Therefore, **RCI.B** fails this criterion.

**SALES GROWTH RATE: [PASS]**

Another important issue regarding sales growth is that the rate of quarterly sales growth is rising. To evaluate this, the change from this quarter last year to the present quarter (**1.9%**) must be examined, and then compared to the previous quarter last year compared to the previous quarter (**0.9%**) of the current year. Sales growth for the prior must be greater than the latter. For **RCI.B** this criterion has been met.

**The earnings numbers of a company should be examined from various different angles. Three of these angles are stability in the trend of earnings, earnings persistence, and earnings acceleration. To evaluate stability, the stock has to pass the following four criteria.**

**CURRENT QUARTER EARNINGS: [PASS]**

The first of these criteria is that the current EPS be positive. **RCI.B's** EPS (**\$0.90**) pass this test.

**QUARTERLY EARNINGS ONE YEAR AGO: [PASS]**

The EPS for the quarter one year ago must be positive. **RCI.B's** EPS for this quarter last year (**\$0.91**) pass this test.

**POSITIVE EARNINGS GROWTH RATE FOR CURRENT QUARTER: [FAIL]**

The growth rate of the current quarter's earnings compared to the same quarter a year ago must also be positive. **RCI.B's** growth rate of **-1.10%** fails this test.

**EARNINGS GROWTH RATE FOR THE PAST SEVERAL QUARTERS: [FAIL]**

Compare the earnings growth rate of the past four quarters with long-term EPS growth rate. Earnings growth in the past 4 quarters should be at least half of the long-term EPS growth rate. A stock should not be considered if it posted several quarters of skimpy earnings. **RCI.B** had **2** quarters of skimpy growth in the last 2 years.

**This strategy looks at the rate which earnings grow and evaluates this rate of growth from different angles. The 4 tests immediately following are detailed below.**

**EPS GROWTH FOR CURRENT QUARTER MUST BE GREATER THAN PRIOR 3 QUARTERS: [FAIL]**

If the growth rate of the prior three quarter's earnings, **4.23%**, (versus the same three quarters a year earlier) is greater than the growth rate of the current quarter earnings, **-1.10%**, (versus the same quarter one year ago) then the stock fails, with one exception: if the growth rate in earnings between the current quarter and the same quarter one year ago is greater than 30%, then the stock would pass. The growth rate over this period for **RCI.B** is **-1.1%**, and it would therefore fail this test.

**EPS GROWTH FOR CURRENT QUARTER MUST BE GREATER THAN THE HISTORICAL GROWTH RATE: [FAIL]**

The EPS growth rate for the current quarter, **-1.10%** must be greater than or equal to the historical growth which is **25.41%**. Since this is not the case **RCI.B** would therefore fail this test.

**EARNINGS PERSISTENCE: [PASS]**

Companies must show persistent yearly earnings growth. To fulfill this requirement a company's earnings must increase each year for a five year period. **RCI.B**, whose annual EPS growth before extraordinary items for the previous 5 years (from the earliest to the most recent fiscal year) were **1.00, 1.57, 2.38, 2.61 and 2.88**, passes this test.

**LONG-TERM EPS GROWTH: [PASS]**

One final earnings test required is that the long-term earnings growth rate must be at least 15% per year. **RCI.B's** long-term growth rate of **25.41%**, based on the average of the 3, 4 and 5 year historical eps growth rates, passes this test.

**TOTAL DEBT/EQUITY RATIO: [FAIL]**

A final criterion is that a company must not have a high level of debt. A high level of total debt, due to high interest expenses, can have a very negative effect on earnings if business moderately turns down. If a company does have a high level, an investor may want to avoid this stock altogether. **RCI.B's** Debt/Equity (**300.56%**) is considered high relative to its industry (**154.55%**) and fails this test.

**PRICE/SALES INVESTOR**SCORE: **48%**

BASED ON: Kenneth Fisher

STYLE: Growth/Value

**Strategy Overview**

The Price/Sales Investor strategy is based on the book "Super Stocks" written by Kenneth Fisher. Fisher is a money manager, best-selling author and long-time Forbes columnist who wowed Wall Street in the early 1980s when his book first popularized the idea of analyzing price-to-sales ratios (PSR) as a means of identifying attractive stocks. The strategy looks for stocks whose low price-to-sales ratios are accompanied by strong earnings growth, little debt, and positive free cash flow.

**Detailed Analysis****PRICE/SALES RATIO: [FAIL]**

The prospective company should have a low Price/Sales ratio. Non-cyclical companies with Price/Sales ratios greater than 1.5 and less than 3 should not be purchased. **RCI.B's** P/S ratio of **1.91** based on trailing 12 month sales, is above 1.5. If you are currently holding this stock, the P/S ratio is O.K., but if you are thinking about purchasing it, the stock would fail this methodology's first criterion.

**TOTAL DEBT/EQUITY RATIO: [FAIL]**

Less debt equals less risk according to this methodology. **RCI.B's** Debt/Equity of **300.56%** is unacceptable, thus failing the test.

**PRICE/RESEARCH RATIO: [PASS]**

This methodology considers companies in the Technology and Medical sectors to be attractive if they have low Price/Research ratios. **RCI.B** is neither a Technology nor Medical company. Therefore the Price/Research ratio is not available and, hence, not much emphasis should be placed on this particular variable.

**PRELIMINARY GRADE: No Interest in RCI.B At this Point****Is RCI.B a "Super Stock"? NO****Price/Sales Ratio: [FAIL]**

The Price/Sales ratio is the most important variable according to this methodology. The prospective company should have a low Price/Sales ratio. **RCI.B's** Price/Sales ratio of **1.91** does not pass this criterion.

**LONG-TERM EPS GROWTH RATE: [PASS]**

This methodology looks for companies that have an inflation adjusted EPS growth rate greater than 15%. **RCI.B's** inflation adjusted EPS growth rate of **23.09%** passes this test.

**FREE CASH PER SHARE: [PASS]**

This methodology looks for companies that have a positive free cash per share. Companies should have enough free cash available to sustain three years of losses. This is based on the premise that companies without cash will soon be out of business. **RCI.B's** free cash per share of **8.65** passes this criterion.

**THREE YEAR AVERAGE NET PROFIT MARGIN: [PASS]**

This methodology looks for companies that have an average net profit margin of 5% or greater over a three year period. **RCI.B's** three year net profit margin, which averages **12.52%**, passes this criterion.

## Frequently Asked Questions

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### What is Validea's Guru Analysis?

Guru Analysis provides an in depth analysis of any stock using Validea's interpretation of published writings by or about 10 of history's best investors including Peter Lynch, Benjamin Graham, Warren Buffett, James P. O'Shaughnessy, the Motley Fool, David Dreman, John Neff, Kenneth Fisher and Martin Zweig. With Guru Analysis you can analyze any stock step by step using any one of these strategies and can see exactly why the stock passes or fails each methodology.

### What type of investors can use Validea's Guru Stock Reports?

Validea's Guru Stock reports are geared toward long and medium-term investors. The vast majority of the investors that our guru strategies are based upon were long term investors. The reports can be utilized by both value and growth investors because there are multiple methodologies within the report that appeal to each investment style and several that combine both.

### What does the Validea Rating overall letter grade indicate?

The Validea Rating indicates how well the stock meets the investment criteria of the 10 strategies in this report. The strategies with the best historical risk-adjusted performance are weighted more heavily in determining the letter grade. The letter grades are determined as follows.

**A** - "A" rated stocks receive a score of 90% from at least one of our top tier guru strategies. Our top tier strategies are based on our interpretation of the published writings of David Dreman, Joseph Piotroski, James P. O'Shaughnessy, John Neff and Martin Zweig. Stocks in this category exhibit the fundamental criteria that have proven most predictive of future stock performance in our historical testing.

**B** - "B" rated stocks receive a score of 90% from at least one of our second tier guru strategies. Our second tier strategies are based on our interpretation of the published writings of Peter Lynch, Warren Buffett, Kenneth Fisher and Benjamin Graham. Stocks in this category exhibit the fundamental criteria that is sought by these strategies. These strategies have all exhibited strong risk-adjusted performance in our historical testing.

**C** - "C" rated stocks have an average score from all of our strategies of at least 25%. Stocks in this category typically exhibit elements of fundamental strength, but also have some noticeable weaknesses.

**D** - "D" rated stocks have an average score from all of our strategies between 20% and 25%. Stocks in this grouping typically have several major fundamental weaknesses that would not be looked upon favorably by both value and growth investors.

**F** - "F" rated stocks have an average guru score from all of our strategies below 20%. Stocks in this grouping typically have many major fundamental weaknesses that would eliminate them from any consideration by our guru strategies.

### What do the individual guru scores mean?

The scores for each strategy represent a weighted percentage of how well a particular stock meets a guru's criteria. Not all criteria are weighted equally and some of our strategies have criteria that are important enough to automatically result in a 0% score if they are failed. For example, in the Patient Investor strategy based on Warren Buffett, a stock will automatically fail if it does not meet the requirement of consistent earnings over the past 10 years.

### Is there any affiliation between Validea and the gurus that the strategies are based on?

No, the names of individual investment advisors (i.e., the 'gurus') appearing in this report are for identification

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Fundamental data provided by Reuters

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