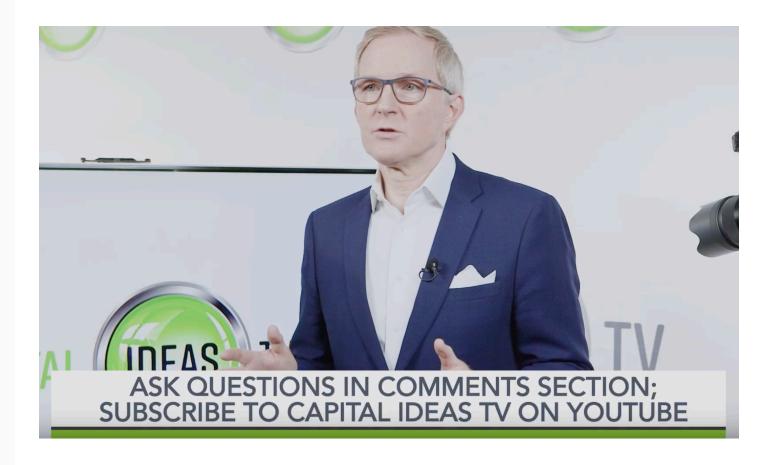
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INVEST LIKE A PRO, WITH THE PROS!



Good morning.



As cannabis stocks surge higher ahead of legal recreational weed in Canada, give us 0:38 of your time to get details on our <u>Legalization</u> <u>Live</u> special <u>tomorrow</u> at 2 pm eastern time.

We'll feature the manager of a cannabis fund who'll tell you which stocks to own, and we sit down with two CEOs, each with different plans to conquer the cannabis sector.

Please leave your questions for our guests in the comments section.

Keep reading for a guide to cannabis stocks.

Plus, today's *Capital Ideas Digest*, available at 7 pm ET, hi-lights two cannabis stocks that new research says will be long-term winners in the space.

Morning Need to Know

Getting you ready for your investing day

October 16, 2018

Written & compiled by Mark Bunting, Publisher, Capital Ideas Media



CANADIAN ANALYSTS' CALLS

INITIATIONS

Organigram (TSXV:OGI). Beacon Securities starts coverage with a "buy" and a price target of \$12 (Canadian), saying the company has "flown under the radar".

Not for Capital Ideas and our subscribers. We featured Organigram in August of 2016 when it

was trading at \$1.40. It closed on Monday at \$8.20.

Canopy Rivers (TSXV:RIV). Eight Capital begins coverage with a "buy" and a target of \$12.

**

Gibson Energy (TSX:GEI) BMO Nesbitt Burns upgrades to "outperform" and lifts the target to \$25 from \$22.

CIBC boosts the target to \$22 from \$19 and keeps a "neutral" rating.

Imperial Oil (TSX:IMO) Canaccord Genuity upgrades to "buy" and moves the target to \$52 from \$50.



U.S. ANALYSTS' CALLS

INITIATIONS

Tilray (NASDAQ:TLRY) is higher in pre-market trading after Benchmark starts coverage with a bullish rating of "buy" and a Street high price target of \$200 (U.S.).

PROS Holdings (NYSE:PRO) RBC

starts coverage with an "outperform" and price target of \$38, implying 18% upside. PROS specializes in price optimization software such as airline revenue management. Johnson & Johnson (NYSE:JNJ) raised its sales and EPS forecast.

**

Netflix (NASDAQ:NFLX). Morgan Stanley cuts the target to \$450 from \$480 to account for foreign exchange headwinds and higher capital expenditure. Netflix reports earnings after the closing bell.

STOCKS THAT MAY MOVE

Siyata Mobile (TSXV:SIM)

has received multiple purchase orders worth \$1.3 million (Canadian).

Cannex Capital (CSE:CNNX) has terminated its agreement to buy Jetty Extracts. CNNX says a \$3.5 million (U.S.) loan will be repaid tomorrow.

Cott (TSX:BCB;NYSE:COT) is buying The Mountain Valley Spring Company for \$78.5 million (Canadian) in cash from Great Range Capital.

Sierra Wireless (TSX:SW;NASDAQ;SWIR) chairman Kent Thexton will become full-time CEO, and leave his role as general partner at

venture capital firm ScaleUP Ventures.

The Green Organic Dutchman
Holdings (TSX:TGOD) has received its medical
sales license from Health Canada.

Bonterra Resources (TSX:BTR) is raising \$20 million in a private placement with Sprott Capital Partners as lead agent. The company will also consolidate its outstanding common shares on a 10:1 basis.

Johnson & Johnson (NYSE:JNJ) raised its sales and EPS forecast.

Morgan Stanley (NYSE:MS) beat analysts estimates with quarterly profit rising 19% from last year.

Goldman Sachs (NASDAQ:GS) handily beat estimates with profit rising nearly 21% from last year.

Wal-Mart (NYSE:WMT) has lowered its fiscal 2019 earnings forecast to account for its acquisition of Indian e-commerce company Flipkart.

With files from The Globe and Mail, Reuters and Bloomberg News.

WHAT WE'RE READING

Here's MarketWatch's <u>guide to cannabis stocks</u> ahead of legalization for recreational weed in Canada.

MARKETS

TSX and U.S. equity futures are slightly higher as investors shift their focus to earnings.

European stock indices are mostly up, and **Asian indices** rose overnight with the Nikkei 225 in Japan, as an example, higher by 1%.

CURRENCIES

The Canadian dollar is up 0.3% at \$0.7723 U.S.

COMMODITIES

West Texas Intermediate is down 0.5% at \$71.40 a barrel (U.S.)

Gold is up 0.2% to \$1,232.90 an ounce.

Daily Update

To set a reminder for yourself for our **Legalization Live** special show this Wednesday at 2 pm ET, *click here*.

**

Watch our interview with the CEO of Halo Labs (NEO:HALO) which has established a strong foothold in the Oregon cannabis market and is expanding into Nevada and California. The company is on pace for more than \$60 million in annual revenue.

Access, insight and ideas.

Have a great day!

Mark Bunting Publisher, Capital Ideas Media















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