



**INVEST LIKE A PRO, WITH THE PROS!**



Good morning!



Keep reading for news on ***Valens GroWorks*** (***CSE:VGW***), a bear turning more positive on GE, bottom fishing for semiconductors, and a way to play hemp legalization in the U.S.

---

# Morning Need to Know

Getting you ready for your investing day

December 13, 2018

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

---



---

## CANADIAN ANALYSTS' CALLS

---

### Teck Resources (TSX:TECK.B;NYSE:TECK)

RBC boosts the price target to \$52 (Canadian) from \$48, giving the stock a 78% projected return, and maintains "outperform" on the company's diversified commodity exposure and significant free cash flow generation.

---



---

## U.S. ANALYSTS' CALLS

---

General Electric (NYSE:GE) shares are higher by 13% in pre-market trading as one of the biggest bears and most accurate forecasters of

the company has upgraded the stock to "neutral" from sell. J.P. Morgan analyst Steve Tusa says the industrial conglomerate offers "*a more balanced risk/reward at current levels.*"

He keeps a Wall Street low target of \$6 (U.S.). GE also announced its creating a standalone Internet of Things (IoT) software business, and selling a majority stake in ServiceMax, which it bought two years ago for \$915 million.

**Marvell Tech (NASDAQ:MRVL)**. Entitling its report "Bottom Picking", Citi is upgrading this chip maker to "buy" and raising the target to \$19 from \$17.30.

**Nvidia (NASDAQ:NVDA)**. Citi has also put this name on its "Semis Christmas Shopping" list with a "buy" and a target of \$244.

**Tesla (NASDAQ:TSLA)** Baird & Co. raises the target to \$465 from \$411 on the electric car maker's strong growth profile related to the Model 3, China factory and new vehicle introductions.

**Lowe's (NYSE:LOW)** RBC lifts the target to \$105 from \$99, implying 16%, and maintains 'outperform'.

---

## STOCKS THAT MAY MOVE

---

**Valens GroWorks (CSE:VGW)**. We featured this company's CEO, Tyler Robson, in our



[Legalization Live](#) special (starts at 26:25).

Valens has struck a multi-year extraction deal with **Canopy Growth (TSX:WEED;NYSE:CGC)**.

### **Carmanah Technologies (TSX:CMH)**

is selling “a significant portion of the assets of the company” to SPX Corp for \$77 million. The deal will leave CMH with about \$88.5 million in cash which the company says will be used to...

*“...grow the residual businesses of the company by way of acquisitions or research and development spending, acquisitions of other businesses in new market spaces or returning cash to the shareholders by way of dividends or share buy-backs.”*

**Aurora Cannabis (TSX:ACB)** is investing \$10 million (Canadian) in private company High Tide.

**Empire Co. (TSX:EMP.A)** has swung to a profit in its latest quarter of nearly \$104 million from a loss last year, which beat analysts estimates as same-store sales rose 3.2%.

**AltaGas (TSX:ALA)** is cutting its dividend to \$0.08 a share.

### **Bombardier (TSX:BBD.B)**

The company's Chinese joint venture has won a \$453 million (U.S.) contract to supply 168 high-speed train cars to state-owned China

Railway Corp, a day after BBD lost a nearly \$1 billion rail order in Canada when Via Rail picked Siemens to supply new locomotives.

**Granite REIT (TSX:GRT.UN;NYSE:GRT.U)** has arranged a \$300 million (Canadian) seven-year senior unsecured non-revolving term facility, which it has exchanged for... "*euro-denominated payments at a 2.2% fixed interest rate.*"

**Delta Air Lines (NYSE:DAL)** forecast a \$300 million (U.S.) drop in fuel expenses for 2019 and expects robust air travel demand to boost profit next year by about 25%.

**Apple (NASDAQ:AAPL)**. Minus all the fanfare that accompanied Amazon's hunt for a second headquarters, the iPhone maker will build a \$1 billion facility in Austin, Texas, which will employ about 15,000 people.

Apple will also set or expand sites in six other U.S. cities including Pittsburgh and Boulder. Meanwhile, Samsung is planning to file more patent suits in China to try to ban more sales of iPhones in that country, according to reports.

**Aflac (NYSE:AFL)**. Japan Post plans to invest \$2.6 billion in the insurer over the next four years, which would give it nearly a 20% stake in the company.

**Ball Corp. (NYSE:BLL)** plans to sell its beverage

packaging facilities in China for \$225 million.

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

---

## MARKETS

---

**TSX and U.S. equity indices** are modestly higher.

**European stock indices** are mostly positive as the European Central Bank says growth remains balanced and that it's officially ending its quantitative easing bond buying program.

In Asia, the **Shanghai Composite**, Hong Kong's **Hang Seng** and Japan's **Nikkei** each moved higher between 1% and 1.3%.

---

## CURRENCIES

---

**The Canadian dollar** is down a bit at \$0.7481 (U.S).

---

## COMMODITIES

---

**West Texas Intermediate** is lower by 0.6% to \$50.81 a barrel as the International Energy Agency says the global oil market will remain in surplus for most of 2019.

**Gold** is off 0.2% at \$1,247.00 an ounce.

---

## WHAT WE'RE READING

---

Here's a way to play [hemp legalization](#) in the U.S.

---



Don't miss the [new Digest](#) for:

- Rational advice on how to handle market downturns
  - A biotech developing synthetic CBD treatments, up 330% the last three years with 245% to go
  - And a utility stock breaking out to an all-time high. Access, insight and ideas.
- 

**Mark Bunting**  
Publisher,



# Capital Ideas Media



---

The information and recommendations made available here (“Information”) by CIR and/or all affiliates is for informational purposes only and not to be used or construed as an offer to sell or a solicitation of an offer to buy any services or securities. You further agree that neither Capital Ideas Research will be liable for any losses or liabilities that may be occasioned as a result of the information or commentary provided in the letter. By accessing the site and reading this note, you accept and agree to be bound by and comply with the terms and conditions set out herein. If you do not accept and agree to the terms, you should not use this site or accept this email.

CIR is not registered as an adviser under the securities legislation of any jurisdiction of Canada and provides the Information pursuant to an exemption from the registration requirements that is available in respect of generic advice. The recommendations contained on the site and in this email are not tailored to the needs of particular persons and may not be appropriate for you depending on your financial position or investment goals or needs. You should apply your own judgment in making any use of the Information, especially as the basis for any investment decision. Prior to making any investment decision, we recommend that you seek outside advice from a qualified and registered investment advisor.

In no event will CIR be responsible or liable to you or any other party for any damages of any kind arising out of or relating to the use of, misuse of or inability to use this site and email. The Information is directed only at persons resident in Canada. Nothing in this site shall constitute an offer or solicitation to anyone in the United States of America or any jurisdiction where such offer or solicitation is not authorized or to any person to whom it is unlawful to make such a solicitation. If you choose to access this site or email from

outside of Canada, you acknowledge that the Information is intended for use by persons resident in Canada only.

This is not an investment advisory, and should not be used to make investment decisions. Information in CIR is often opinionated and should be considered for information purposes only. No stock exchange anywhere has approved or disapproved of the information contained herein. There is no express or implied solicitation to buy or sell securities. The writers and editors of CIR may have positions in the stocks discussed above and may trade in the stocks mentioned. Don't consider buying or selling any stock without conducting your own due diligence.

*Copyright © 2016 Capital Ideas Research, All rights reserved.*

You are receiving this email because you are part of our investment network.

[Add us to your address book](#)

[unsubscribe from this list](#) [update subscription preferences](#)

---

This email was sent to <<Email Address>>

[why did I get this?](#) [unsubscribe from this list](#) [update subscription preferences](#)

Capital Ideas Research · HSBC Bank Place · 10250 101 Street Suite 1803 · Edmonton, Alberta T5J 3P4 · Canada