



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





You'd be smiling too if your Canadian Small Cap Growth portfolio had returned **36% annually over the last 20 years.**

Find out how *Aaron Dunn* and the KeyStone Financial team uncover winners, and get **six growth, dividend and U.S. top picks** in this conversation on [\*Capital Ideas TV\*](#).

Plus, you can receive [\*special offers\*](#) on Keystone's services.

---



*[Listen](#)* to our latest *Capital Ideas Radio* podcast on the power of cannabis retail with *Mark Goliger*, CEO of *National Access Cannabis (TSXV:META)*, the largest retailer of cannabis in Canada.

---

[www.capitalideasmedia.com](http://www.capitalideasmedia.com)

---

## **Morning Need to Know**

Getting you ready for your investing day

**May 9, 2019**

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

---



---

## CANADIAN ANALYSTS' CALLS

---

### INITIATIONS

#### **Terra-X Minerals (TSXV:TXR).**

Beacon Securities starts coverage with a "speculative buy" rating and no price target, saying the gold exploration company has an "*attractive land position*" near Yellowknife. TXR closed Wednesday at \$0.36 (Canadian).

#### **Columbia Care (NEO:CCHW).**

(Formerly known as Canaccord Genuity Growth Corp.). Cannaccord Genuity starts coverage on this multi-state U.S. cannabis operator with a "speculative buy" and a target of \$20, which implies more than double.

**Athabasca Minerals (TSXV:ABM).** Cormark Securities reiterates "buy" rating and \$1.40 target, **implying 175% upside**, encouraging investors to "*buy aggressively*", after the company increased its stake in the Duvernay frac sand project from 16.2% to nearly 50%. ABM is expected to release a 43-101 resource report on the project next month.

\*\*

**Park Lawn (TSX:PLC).** CIBC ups the target to



\$32 from \$30, hikes the EPS estimates, and maintains "outperformer" after the company bought two cemetery and funeral home assets in the U.S. for \$101.5 million.

**Capital Power (TSX:CPX)** is upgraded to "buy" at Industrial Alliance with the target getting boosted to \$34 from \$32. Meanwhile, BMO Nesbitt Burns downgrades to "market perform" with a target of \$30.

**Paramount Resources (TSX:POU)** gets upgraded to "strong buy" at Raymond James and the target is lifted to \$17.50 from \$17.

**Peyton Exploration (TSX:PEY)**. GMP FirstEnergy upgrades to "buy" with a \$9.50 target.

**Step Energy (TSX:STEP)**. Scotiabank upgrades to "outperform" with the target staying at \$3.75.

**Finning Int'l (TSX:FTT)** gets upgraded to "buy" with the target going to \$29 from \$28.

**Wesdome Gold Mines (TSX:WDO)**. Eight Capital upgrades to "buy" with a target of \$5.25.

**AltaGas (TSX:ACI)**. RBC moves the target to \$23 from \$20.

**Thomson Reuters (TSX:TRI)**. CIBC moves the target to \$63 (U.S.) from \$60, increases the EPS estimates and reiterates "outperformer" after the company released quarterly financial results.

---



## U.S. ANALYSTS' CALLS

---

**Microchip Technology (NASDAQ:MCHP)**. Morgan Stanley raises the target to \$80 from \$75 on the company's strong profit margin performance.

**Ralph Lauren (NYSE:RL)** upgraded to "outperform" by RBC Dominion with the target raised to \$145 from \$135.

---

## STOCKS THAT MAY MOVE

---

**Uber (NYSE:UBER)** goes public today at a valuation of what's expected to be about \$85 billion with profitability nowhere in sight.

**Cronos Group (TSX:CRON;NASDAQ:CRON)** turned a small profit in its quarter from a loss last year.

**Chevron (CVX)** is up after walking away from its attempt to buy Anadarko. CVX gets a \$1

billion termination fee.

### **Transat A.T. (TSX:TRZ)**

said that the Quebec Superior Court has approved a plan of arrangement that allows the company to increase permitted foreign ownership levels to the levels permitted under the Canada Transportation Act to 49% from 25%. TRZ said last month it's evaluating unsolicited takeover offers.

**ECN Capital (TSX:ECN)** absorbed a Q1 net loss of nearly \$23 million (Canadian) versus a profit of \$3.3 million last year. The company also said CEO Steven Hudson has agreed to extend his employment contract to 2023.

**Quebecor (TSX:QBR.B)** grew its earnings from last year, and increased its quarterly dividend to 11.25 cents per share from 5.5 cents.

**Magna Int'l (TSX:MG;NYSE:MG.A)** missed analysts estimates with its earnings and lowered its full-year financial forecast.

**Canadian Natural Resources (TSX:CNQ)** handily beat analysts estimates with its quarterly earnings based on higher prices for crude oil.

**Novartis (NYSE:NVS)** is buying a dry eye drug from Japan's Takeda for up to \$5.3 billion (U.S.).

**Edgewell Personal Care (NYSE:EPC)**. The maker

of Schick and Wilkinson razors is buying startup Harry's Shaving for \$1.3 billion in stock and cash.

---

## **MARKETS**

---

**The TSX and U.S. stock indices** have started sharply lower as all-time highs continue to give way to profit-taking, concerns about trade after Trump said China "broke the deal", and seasonal effects.

---

## **CURRENCIES**

---

**The Canadian dollar** is lower at \$0.7409 (U.S.).

---

## **COMMODITIES**

---

**West Texas Intermediate** is sitting at \$61.50 a barrel.

**Gold** is up a bit at \$1,282.60 an ounce.

---

## **Daily Update**

---





A reminder to access the new [\*Capital Ideas Digest\*](#) for an idea on a venerable company with lots of opportunity for growth in a modernizing and fragmented sector.

---

# KeyStone's DIY Stock Investment Seminar

*Topics: Canadians need U.S. exposure, Cannabis, A.I., Cybersecurity, Big Data, and quality basic business stocks.*

May 7th - Kitchener

May 8th - Toronto

May 9th - Oakville



[Click Here to Register](#)

There's still time to attend KeyStone's DIY Stock Investment seminar today in **Oakville**.

[Register here](#) and take advantage of special discounted offers.

---



*[Listen](#)* to our conversation with *Tyler Robson*, CEO of leading cannabinoid extractor *Valens GroWorks (CSE:VGW)*, which has **doubled since our first interview last October.**

---

Please email questions, comments or concerns to:

*[customercare@capitalideasresearch.com](mailto:customercare@capitalideasresearch.com)*

---

Access, ideas and insight.

**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](#)

[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