



INVEST LIKE A PRO, WITH THE PROS!





Remember to access the new [*Capital Ideas Digest*](#) for a Q&A with *Colin Fisher*, the Portfolio Manager and President of **StableView Asset Management**.

StableView owns 20% of a real estate technology company run by a CEO who's already helped to build two billion dollar leaders in the sector.

We've also posted an accompanying [*Capital Ideas Radio*](#) podcast with Fisher where he explains why sub-\$150 million market cap tech companies are his specialty.

Morning Need to Know

Getting you ready for your investing day

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Capital Ideas Media



CANADIAN ANALYSTS' CALLS

Boyd Group Income Fund (TSX:BYD.UN).
CIBC raises the price target to \$208 (Canadian) from \$194 and reiterates "outperformer" after the company delivered an inline quarter showing "*significant growth and predictable earnings*". The analyst expects the transitions to a corporation and to incoming CEO Tim O'Day will be smooth.

GMP Securities lifts the target on Boyd to \$215 from \$205 and maintains a "buy", while **Altacorp** lowers to "sector perform", saying the stock is fairly valued.

We've presented Boyd many times as an idea,

most recently as a Digest cover story in late March of this year. It's climbed another 35% since then.

Home Capital (TSX:HCG).

CIBC hikes the target to \$40 from \$35 and reiterates "outperformer" for this lending company whose shares are now up about six-fold as it turns around from its liquidity crisis from two years ago.

GMP boosts the target on HCG to \$39 from \$31 and maintains "buy".

Inter Pipeline (TSX:IPL).

Industrial Alliance Securities upgrades to "buy" and maintains a \$25 target.

Computer Modelling Group (TSX:CMG).

Industrial Alliance ups the target to \$8.75 from \$7.75, and maintains a "buy", while BMO Nesbitt Burns moves the target to \$9.50 from \$9 with an "outperform" rating.

Docebo (TSX:DCBO).

CIBC ups the target to \$22 from \$20 following the first earnings release as a public company and maintains an "outperformer".

Dream Unlimited (TSX:DRM).

CIBC moves the target to \$12.50 from \$10.50 and maintains "outperformer".

Alithya (TSX:ALYA).

GMP lowers the target to \$4 from \$5 and maintains a "buy" after earnings results. This one's underperformed since we mentioned some National Bank research on the company in late September.

U.S. ANALYSTS' CALLS

Cisco Systems (NASDAQ:CSCO).

RBC cuts the target to \$55 (U.S.) from \$56 after the company's disappointing forecast.

STOCKS THAT MAY MOVE

Canopy Growth (TSX:WEED;NYSE:CGC)

is down 11% as it saw Q2 revenue triple from last year to nearly \$77 million (Canadian) but the good news ends there as that was down from the previous quarter, and the cannabis company reported a wider loss from a year ago of \$374.6 million.

Q2 results included a restructuring charge of nearly \$33 million, and a nearly \$16 million inventory charge.

Canopy Growth CEO Mark Zekulin said:

“The last two quarters have been challenging for the Canadian cannabis sector as provinces have reduced purchases to lower inventory levels, retail store openings have fallen short of expectations, and Cannabis 2.0 products are yet to come to

market.

However, we believe these conditions are a short-term headwind in what is a brand-new industry, and Canopy continues to be best positioned with cash-on-hand, a world-class infrastructure, and a portfolio of intellectual property to deliver sustained, long-term market leadership.”

The Green Organic Dutchman (TSX:TGOD).

This company's name is no longer so cute for shareholders as the stock peaked last September at more than \$8 per share and closed Wednesday at \$0.92. TGOD has arranged funding of \$103 million including a \$23 million sale and leaseback, a \$40 million construction mortgage loan, and a \$40 million convertible debt offering carrying a 5% coupon.

Walmart (NYSE:WMT).

The world's largest retailer is up 3% premarket after beating estimates with its quarterly earnings and same-store sales and raising its forecast for the holiday quarter.

HP (NYSE:HPQ) & Xerox Corp (NYSE:XRX).

Indefatigable 83 year-old activist investor (remember when he was a raider?) Carl Icahn has bought a \$1.2 billion, 4.24% stake in HP and is pushing for the personal computer maker's merger with printer maker Xerox, of which he owns 10.6%, arguing that a union could yield

big profits for investors.

American Express (NYSE:AXP)

said Lisa Kalhans has been named president and CEO of Amex Bank of Canada and Amex Canada after serving as VP and GM of international marketing with American Express Global Commercial Services.

Cisco Systems (NASDAQ:CSCO)

forecast Q2 revenue and profit below estimates as the network gear maker struggles to shift to a software-focused company from selling routers and switches, sending shares down 5% in premarket trading.

MARKETS

S&P/TSX and U.S. equity indices have started lower as partly on weaker China and European growth numbers.

Germany escaped a technical recession as Q3 GDP rose a scant 0.1%, while China's fixed asset investment dropped to the lowest level since 1998.

CURRENCIES

The Canadian dollar is down slightly at \$0.7540 (U.S.).

COMMODITIES

West Texas Intermediate is up by 1% to \$57.70 a barrel.

Gold is higher by 0.4% at \$1,468.70 an ounce.

DAILY UPDATE

The podcast version of our interview with Medexus Pharmaceuticals' (TSXV:MDP) CEO *Ken d'Entremont* is [now available](#).

Please email questions, comments or concerns to: customercare@capitalideasresearch.com

Access, insight and ideas.

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