



Invest like a pro, with the pros.



Today's final *Capital Ideas Digest* of the year features Investing Whisperer *Keith Schaefer* pounding the table on a company he owns a lot of, which is run by the same stellar management team that helped to turn **K92 Mining (TSXV:KNT)** into a 15-bagger.

We also look at seven stocks that could double in 2020.

Look out for an email alert today at 7 pm eastern time.

www.capitalideasmedia.com

Morning Need to Know

Getting you ready for your investing day

December 17, 2019

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



CANADIAN ANALYSTS' CALLS

INITIATIONS

VitalHub (TSX:VHI). Beacon Securities starts coverage with a "buy" rating and a price target of \$0.35 (Canadian), which implies 94% upside, for this company that *"develops web, mobile, and electronic healthcare record solutions to create disruptive SaaS-based healthcare applications."*

CCL Industries (TSX:CCL). Raymond James begins coverage of the label maker with an "outperform" and a price target of \$65.

**

Maple Leaf Foods (TSX:MFI). Canaccord Genuity's Derek Dley has three top picks for 2020 in the consumer staples sector including this one which he calls a "buy" with a target of \$36.

Parkland Fuel (TSX:PKI). Dley puts a "buy" on this one with a target of \$60.

Aritzia (TSX:ATZ). And this retailer is Dley's other top pick at "buy" with a target of \$24.

First Quantum (TSX:FM). J.P. Morgan ups the target to \$15 from \$12 on the company's debt reduction efforts, ramp up of its Cobre Panama copper mine, and positive free cash flow.

Pembina Pipeline (TSX:PPL). CIBC ups the price target to \$56 from \$55 and reiterates "outperformer" after the company issued its forecast for 2020.

Canadian Pacific Railway (TSX:CP). J.P. Morgan moves the target to \$356 from \$346 on the company's cost savings and network efficiencies.

Hexo (TSX:HEXO). CIBC lowers the target to \$2 from \$2.50, and reiterates "underperformer" after the company released quarterly earnings results, saying, in part, that the cannabis producer has:

"...a stubbornly high cash burn rate and the related likelihood for further dilution, combined with overexposure to Quebec taking the most restrictive view

of derivative products. It is difficult to imagine these conditions changing in even the medium term."



U.S. ANALYSTS' CALLS

INITIATIONS

Madison Square Garden (NYSE:MSG). Jefferies starts coverage with a "buy" rating and a price target of \$370 (U.S.) on the company's spinout of its entertainment business from its sports business which will unlock underappreciated value.

**

Nvidia (NASDAQ:NVDA). Piper Jaffray hikes the target to \$250 from \$230 on growth in the company's data centre business.

The stock is higher by 8% since being featured as an idea in the November 19 Digest.

Advanced Micro Devices (NYSE:AMD). Piper Jaffray moves the target to \$40 from \$35.

Nike (NYSE:NKE).

J.P. Morgan lifts the target to \$109 from \$105 on the company's diverse product categories and sustainable revenue growth.

STOCKS THAT MAY MOVE

Canfor (TSX:CFP) has rejected the \$2 billion (Canadian) offer from Jim Pattison-led Great

Pacific Capital to buy the 49% it doesn't own and take Canfor private, and Pattison has yanked the bid in response.

ATS Automation Tooling Systems (TSX:ATA) is buying Marco Ltd. for nearly \$44 million and as much as \$57 million if earn-out incentives are met.

Crombie REIT (TSX:CRR.UN) will issue \$150 million of senior unsecured notes maturing June 21, 2027, which carry an interest rate of 3.9% per year.

Roku (NASDAQ:ROKU) says its CFO is stepping down.

Unilever (NYSE:UL) shares have fallen the most in six months after the consumer products giant said 2019 sales will be below company estimates with Q4 sales the lowest in a decade, according to RBC. The maker of Dove soap and Lipton tea says first half 2020 sales will be below 3% growth but that second half sales will be stronger.

MARKETS

S&P/TSX and U.S. equity futures are mixed after the major indices hit record highs yesterday.

CURRENCIES

The Canadian dollar is drifting lower at \$0.7591 (U.S.).

COMMODITIES

West Texas Intermediate is up 0.4% at \$60.45 per barrel as J.P. Morgan raises its oil price forecast for 2020 on OPEC's increased output cuts and stronger growth in

emerging markets.

Gold is flat at \$1,480.70 an ounce.

Please email questions, comments or concerns to:

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

Access, insight and ideas.

Mark Bunting
Publisher,
[*Capital Ideas Media*](#)

www.capitalideasmedia.com



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.

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