



Invest like a pro, with the pros.



www.capitalideasmedia.com

Morning Need to Know

Getting you ready for your investing day

May 7, 2020

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



CANADIAN ANALYSTS' CALLS

Shopify (TSX:SHOP;NYSE:SHOP). Now that it's the most valuable company on the TSX, Mackie Research ups the target to \$800 from \$600 (SHOP closed Wednesday at \$1,034) and maintains a "buy".

But Mackie warns investors it takes "*nerves of steel*" to buy it at these levels, which equates to 29 times 2021 sales.



Capital Ideas Research

Digest

February 21, 2016

Invest like a pro, with the pros!

Shopify Upgraded Amid Stronger Software Sentiment

Canaccord Genuity believes the "coast looks reasonably clear" for **Shopify Inc.** (SHOP-N, SH-T), and upgraded the Ottawa-based tech company to "buy" from "hold" after its latest earnings report.

"We had suggested in the past few research notes that we would consider an upgrade if the company executed and guided well off of this print and we felt that the broader sentiment

By the numbers	SHOP-N
Price	\$20.57
Market cap	\$1.6B
52-week range	\$17.00 - \$42.13

We can't resist reminding you that the Capital Ideas Digest first mentioned SHOP as an idea February 21, 2016 when it traded around \$28. It's been a 3,500%+ journey since then.

**

Torex Gold Resources (TSX:TXG). Scotia Capital upgrades to "outperform" and lifts the target to \$32 from \$29.

Real Matters (TSX;REAL). Canaccord Genuity hikes the target to \$25 from \$17 and maintains a "Top Pick" rating. The stock closed at an all-time high after record earnings results.

Brookfield Renewable Partners (TSX:BEP.UN;NYSE:BEP) gets downgraded by Industrial Alliance Securities on valuation with the target raised to \$50 (U.S.) from \$44.

Tourmaline (TSX:TOU). Raymond James ups the target to \$17 (Canadian) from \$15 and maintains "outperform", calling it a "Best Pick" in the Canadian exploration and production sector.

Sun Life Financial (TSX:SLF). RBC upgrades to "outperform" on the insurer's solid capital position, relatively low leverage and strong return on equity.



U.S. ANALYSTS' CALLS

Barrick Gold (TSX:ABX;NYSE:GOLD). Deutsche Bank

raises the target to \$34 (U.S.) from \$25.

Paypal (NASDAQ:PYPL). Wedbush ups the target to \$160 from \$120, and Keybanc hikes the target to \$150 from \$140 on an accelerated shift to online shopping.



STOCKS THAT MAY MOVE

Liberty Global (NASDAQ:LBTYA). Billionaire John Malone continues to swing big deals, this time merging Liberty Global's UK business with the UK unit of Telefonica (NYSE:TEF) in a \$38 billion transaction, including debt.

goeasy (TSX:GSY) had \$242 million (Canadian) of Q1 total loan originations, up 10% from last year, while revenue rose 20% and net income beat estimates.

NFI Group (TSX:NFI). We got a request for some coverage on this company, which reported Q1 revenue increased more than 25% from last year, while it took a net loss of \$67.2 million versus a profit a year ago.

NFI said earnings were hit by a one-time, non-cash impairment charge of nearly \$51 million "*related to the impact of COVID-19 on MCI's private motor coach business and a \$22.5 million mark-to-market loss on interest rate swaps.*"

Innovative Industrial Properties (NYSE:IIPR), which is focused on the U.S. medical cannabis industry,

said Q1 revenue tripled to more than \$21 million, thanks to acquisitions, and it had net income of about \$11 million.

The company's stock was more than cut in half during the recent crash but has gained nearly 70% since to the \$78 (U.S.) level.

Canadian Tire (TSX:CTC.A) eked out a 0.7% rise in same-store sales in Q1 thanks to an 80% jump in online sales, with most of its stores closed. But the retailer reported a loss on a per share basis.

Canadian Natural Resources (TSX:CNQ;NYSE:CNQ) took a Q1 loss of \$1.28 billion (Canadian) and withdrew its 2020 production forecast.

Western Forest Products (TSX:WEF) has suspended its dividend.

Telus (TSX:T;NYSE:TU) said quarterly profit fell nearly 20% and that it has pulled its financial guidance.

BCE (TSX:BCE;NYSE:BCE) said revenue and profit fell from last year and withdrew its forecast.

Magna Int'l (TSX:MG;NYSE:MGA) said quarterly adjusted profit fell 51% as global automobile production plunged due to the pandemic.

Nutrien (TSX:NTR;NYSE:NTR) took a wider Q1 loss than expected and cut its profit forecast.

General Motors (NYSE:GM) and **Flir Systems (NASDAQ:FLIR)**. GM will use Flir's thermal cameras to detect fevers when workers return to 72 GM factories on May 18.

MARKETS

S&P/TSX and U.S. equity futures remain higher as 3.17 million more jobless claims were filed in the U.S. last week, and as China's exports in April rose but imports fell by double digits.

CURRENCIES

The Canadian dollar is higher by 0.5% to 0.7107 (U.S.).

COMMODITIES

West Texas Intermediate crude oil is up 8.2% to \$27.72 a barrel as Saudi Arabia raises its prices.

Gold is higher by 0.7% to \$1,701 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