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The new [*Capital Ideas Digest*](#) sees *Peter Hodson*, founder of 5i Research, explain why his **Top Idea of 2020** is already up year-to-date by **more than 60%**.

We examine a real estate tech play up **250%** in the last year with room to run.

And why Canadian tech stocks are killing it.

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Morning Need to Know

Getting you ready for your investing day

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CANADIAN ANALYSTS' CALLS

INITIATIONS

Trilogy Metals (TSX:TMQ;NYSE:TMQ). BMO starts coverage with an “outperform” rating and a \$2.25 (U.S.) target. The average estimate on Wall Street is \$4.

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Andlauer Healthcare Group (TSX:AND). This Digest cover story from January 14 of this year is higher by nearly 40% since so analysts are lowering their ratings on valuation and hiking their target prices because the stock blew through the previous ones.

AND gets lowered by Scotia to “sector perform”

from "outperform" with a \$30 (Canadian) target, up from \$24. Meanwhile, CIBC lowers Andlauer to "neutral" from "outperformer" with a \$32 target, up from \$27.50.

Docebo (TSX:DCBO). Canaccord Genuity raises the price target to \$28 from \$20, hikes the revenue and earnings projections for this year and next, and maintains a "buy" on the employee training software company after its earnings results.

Park Lawn (TSX:PLC) gets its target boosted to \$27 from \$25 by CIBC after earnings. See below.

Peyto Exploration & Development (TSX:PEY). Scotia Capital raises to "outperform" and hikes the target to \$4 from \$2.50 while RBC moves the target to \$3 from \$2.

TMX Group (TSX:X). CIBC hikes the target to \$140 from \$120 following its earnings results.



U.S. ANALYSTS' CALLS

PNC Financial (NYSE:PNC) gets upgraded by Stephens to "overweight" after the company said it was selling its 22% stake in Blackrock.



STOCKS THAT MAY MOVE

Park Lawn (TSX:PLC) reported Q1 revenue of \$74 million, up from \$50.2 million a year ago and ahead of estimates, while adjusted EPS came in at 25.5 cents versus 22.6 cents, also ahead of forecast.

Aimia (TSX:AIM) says it's taken a 10% stake in Chinese outdoor advertising firm Clear Media for \$75 million.

Aimia also said it's expanded its relationship with Aeromexico, which includes an agreement in principle for Aeromexico to have a seven-year option to purchase Aimia's stake in PLM Premier *"with a minimum floor of \$400 million (U.S.) for Aimia's stake."*

Aleafia Health (TSX:ALEF). On the surface, Aleafia's quarterly earnings results appear to be decent. Here are the highlights from the company's news release:

Aleafia Health Announces \$6.4 million in Positive Adjusted EBITDA, \$14.6 million net revenue in Q1 2020

- \$13.7 million cannabis net revenue, 183% increase over previous quarter, and 2,486% increase over prior year's quarter
- Positive cash flow from operations
- 85% gross margin on cannabis net revenue
- 3% increase SG&A expenses over previous quarter
- \$35 million in cash, cash equivalents and marketable securities

- Total liabilities decline by \$7.9 million over Q4 2019
- Fifth consecutive quarter reporting record revenue, second consecutive quarter of positive adjusted EBITDA
- Adjusted EBITDA margin of 44%
- Cash cost to produce per gram of \$0.31

Suncor (TSX:SU;NYSE:SU), along with CNQ, CVE and IMO, have been blacklisted as investments by Norway's trillion dollar wealth fund for excessive greenhouse gas emissions.

Tesla (NASDAQ:TSLA) can reopen its Fremont, California factory next week as long as certain safety standards are met. The company's CEO Elon Musk had threatened to move the factory elsewhere and urged authorities to arrest him.

MARKETS

S&P/TSX and U.S. equity futures are modestly higher as U.S. Fed Chair Jerome Powell said in a speech that more stimulus measures from the central bank would be costly but worth it, and that the U.S. economy will likely take some time to gather momentum.

CURRENCIES

The Canadian dollar is higher by 0.4% to 0.7129 (U.S.).

COMMODITIES

West Texas Intermediate crude oil is flat at \$26.32 a barrel.

Gold is up by 0.7% to \$1,719 an ounce.

Please email questions, comments or concerns to:

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Access, insight and ideas.

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