



Invest like a pro, with the pros.



Did you know our top investment idea for paid subscribers on July 21, 2020, has soared more than 275% since? Find out [more here >>](#)

Morning Need to Know

Getting you ready for your investing day

September 17, 2020

Written & curated by Sean Mason, Associate
Publisher, Capital Ideas Media



CANADIAN ANALYSTS' CALLS

Parkland Corporation (TSX:PKI). Desjardins Securities analyst David Newman raised his target price on Parkland shares to \$44 from \$42, while maintaining a “Buy” rating on the stock, saying the Company is “entering the fast lane on the road to recovery.”

The analyst pointed to several factors, including a “strong” recovery in fuel volumes and “robust” margins; “solid” same-store sales growth for its

Canadian convenience stores as they shift to higher-margin categories; “lagging but sequential” improvement in its international operations; stronger-than-expected crack spreads and refinery utilization rate for its Supply division as well as lower corporate costs.

Xebec Adsorption Inc. (TSXV:XBC). Canaccord Genuity analyst Yuri Lynk set a \$6 target price on the stock, projecting the Company's revenue will rise by 67% to \$82 million this year.

“Xebec is a profitable and fast-growing renewable energy equipment provider,” he said.

“Its Cleantech Systems segment (77 per cent of sales) designs and manufactures equipment that separates and purifies biogas, recovers hydrogen, separates air, and enriches oxygen for medical applications. This segment’s pressure swing adsorption (PSA) technology is particularly adept at improving methane recovery rates with lower operating costs in biogas to RNG applications.”



U.S. ANALYSTS' CALLS

Caterpillar Inc. (NYSE:CAT). Citi analyst Timothy Thein increased his target price to US\$175 per share from US\$150, while keeping his “Buy” rating on the stock.

“Given the reflationary nature of a lower USD, cyclically-exposed sectors and stocks like CAT tend to perform well during periods of USD weakness,” the analyst wrote.

“It is bullish for USD-linked commodities, which in turn helps to support capital spending. The miners are one good example. Citi’s Commodity team recently made material upward revisions to their copper price forecast, and expect iron ore prices to remain higher for longer due in part to more positive Chinese steel demand.”

Adobe (NASDAQ:ADBE). BofA Securities analyst Kash Rangan reiterated his "Buy" rating on the stock with a \$570 per share price target.

“Adobe is an underappreciated ‘vaccine’ and ‘vitamin’ (Cloud Wars XII) and will continue to benefit from sustainable pull-forward and higher

priority of digital transformation initiatives,” Mr. Rangan said.

The BofA Securities analyst added that he expects Adobe's Digital Experience margin improvement to drive 150–200 basis points of margin expansion in fiscal year 2021.



STOCKS THAT MAY MOVE

Emera Inc. (TSX:EMA) said it will increase its annual dividend to \$2.55 per share from \$2.45, as it reaffirmed its dividend growth target rate of 4% to 5% through to 2022.

Lite Access Technologies Inc. (TSXV:LTE) announced that it has been awarded a contract for the supply and installation of fibre optic cable in the City of Prince George, British Columbia, valued at \$1.4 million.

Loop Insights Inc. (TSXV:MTRX) reported an agreement with TELUS Corporation to conduct a 90–

day proof of concept pilot across TELUS's three flagship corporate retail locations in British Columbia, in which Loop's IoT product Fobi will be deployed to test and leverage its automated marketing capabilities.

MARKETS

S&P/TSX and U.S. equity futures are pointing to a sharply lower open Thursday on continued investor disappointment that the U.S. Federal Reserve didn't announce any additional stimulus plans yesterday.

CURRENCIES

The Canadian dollar is down 0.17 at 0.7572 (U.S.).

COMMODITIES

West Texas Intermediate crude oil fell 0.7% at \$39.88 after U.S. energy companies began returning crews to offshore oil platforms in the Gulf of Mexico after Hurricane Sally halted operations for five days.

Gold slipped 0.9% to \$1,953.20 an ounce.

Please email questions, comments or concerns to:

customercare@capitalideasresearch.com

Access, insight and ideas.

Sean Mason
Associate 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