



Market Summary

DOW	1564.50	+124.57	PEYTO ENERGY	33.74	+46	POLARIS	2.38	+07
TSE	13630.04	+70.35	WESTERN FOREST	2.41	+03	CANADIAN \$	0.9021	-.0001
S&P	1763.43	+11.79	CATALYST	2.20	--	EURO	1.3613	+0081
NASDAQ	4047.67	+36.12	CANFOR	28.14	+31	COPPER	3.21	+03
TSX VENTURE	945.70	+3.20	REDSTAR GOLD	0.06	+01	CRUDE OIL	98.42	+1.04
SILVER	19.95	+18	LUMBER	356.60	-1.30	NATURAL GAS	5.10	+08
GOLD	1256.40	-0.60	TIM HORTON'S	57.00	+14	PRIME RATE	3.00%	

Market Commentary

• GM 4th-quarter profit misses Wall St estimate

General Motors Co posted a weaker-than-expected fourth-quarter profit as results in North America, Asia and South America disappointed.

• Credit Suisse misses profit forecast after legal charges

Credit Suisse missed expectations with a marginal uptick in fourth-quarter net profit after increased legal costs arising from U.S. probes into alleged tax evasion and the sale of mortgage-backed bonds.

Global equities have been volatile the past couple days amid lower risk appetite and concerns over economic growth, for tpday the TSX points higher. **U.S. stock indexes** also advanced ahead of labor market data and the latest round of corporate earnings. **European shares** rose with reassuring earnings results from major companies such as Alcatel-Lucent and AkzoNobel. **Asian stocks** ended higher. The **euro** held steady and the **Australian dollar** stood out with a gain of more than half a percent against its U.S. equivalent. **Brent** rose, while **gold** remained flat.

• **ARC Resources Ltd** (ARX). The company reported fourth-quarter funds from operations of 76 Canadian cents per share, compared with 68 Canadian cents per share, a year earlier. Net income fell to 4 Canadian cents a share, from 27 Canadian cents a share.

• **BCE Inc** (BCE). The telecom company posted a 17 percent rise in adjusted quarterly profit, helped by strong growth in its media wing and ongoing strength in wireless. It said fourth-quarter net earnings slipped to C\$495 million, or 64 Canadian cents a share, from C\$666 million, or 86 Canadian cents, a year earlier. On an adjusted basis it earned 70 Canadian cents a share. Analysts had on average expected it to earn 69 Canadian cents a share.

• **Canaccord Genuity** (CF). The investment dealer and wealth manager reported a stronger than expected 78 percent rise in quarterly profit on Wednesday, helped by higher revenue at its European division and by lower expenses. It earned C\$18.3 million, or 14 Canadian cents a share, in its third quarter. That compared with a year-before profit of C\$10.3 million, or 8 Canadian cents a share. Excluding certain amortization costs, it earned 17 Canadian cents a share. Analysts had expected a profit of 13 Canadian cents a share, excluding items. Revenue crept up to C\$231 million from C\$230 million.

• **Canfor Corp** (CFP). The forest products company posted a higher fourth-quarter profit on Wednesday, boosted by strong lumber prices and an increase in pulp production and shipments. Net income attributable to shareholders rose 31 percent to C\$28 million, or 20 Canadian cents per share, compared with C\$21.3 million, or 15 Canadian cents a share, in the fourth quarter of 2012. On an adjusted basis, net income was 35 Canadian cents a share, compared with 14 Canadian cents a share in the same quarter a year earlier.

• **Canfor Pulp Products Inc** (CFX). The company reported fourth-quarter net income of 20 Canadian cents per share, compared with 8 Canadian cents per share, last year. On an adjusted basis, earnings rose to 24 Canadian cents a share from 4 Canadian cents a share.

• **Fortis Inc** (FTS). The company posted fourth-quarter earnings of 47 Canadian cents a share, compared with 45 Canadian cents a share, in the comparable quarter. Revenue rose to C\$1.23 billion from C\$999 million.

• **Gildan Activewear Inc** (GIL). The company reported adjusted earnings of 35 cents a share in its first quarter, compared with 32 cents a share, a year earlier. Net sales rose to \$451.4 million from \$420.8 million.

- **MEG Energy Corp** (MEG). The oil sands producer slipped deeper into the red in the fourth-quarter due to an unrealized foreign exchange loss on the conversion of its U.S. dollar-denominated debt as the Canadian dollar weakened. It said its net loss widened to C\$148.2 million, or 67 Canadian cents per share, from C\$18.7 million, or 9 Canadian cents, a year earlier. It reported an operating loss of C\$32.7 million, or 15 Canadian cents per share.
- **Novadaq Technologies Inc** (NDQ). The company posted a loss of 5 cents a share in the fourth quarter on revenue of \$10.7 million.
- **Sierra Wireless Inc** (SW). The producer of wireless communication equipment reported a quarterly loss after incurring higher research and development expenses. It reported a net loss from continuing operations of \$1.95 million, or 6 cents per share, in the fourth quarter ended Dec. 31, compared with a net profit of \$15.5 million, or 50 cents per share, a year earlier. Revenue rose 8 percent to \$118.6 million.
- **Bombardier Inc** (BBDb). The company has been awarded a contract worth around 1 billion pounds to supply trains for the huge London Crossrail project, Britain's Department for Transport said. The deal between the DfT, Transport for London and Bombardier will see the firm supply and maintain 65 new trains and build a new depot for Crossrail, the largest infrastructure project in Europe. The DfT said Bombardier would build the new trains at its plant in Derby, central England, supporting 760 jobs and 80 apprenticeships.

ANALYSTS' RECOMMENDATIONS

- **Detour Gold Corp** (DGC). Credit Suisse raises target price to C\$7 from C\$5, says the company is highly leveraged given the long life, current gold price, and key assumptions around execution
- **Gildan activewear** (GIL). CIBC raises target price of its U.S. listed stocks to \$62 from \$53 after the company reported first-quarter results that were essentially in line with expectations and management's guidance
- **Peyto Exploration & Development Corp** (PEY). CIBC reinstates with sector outperformer rating and price target of C\$40 owing to the company's stronger-than-expected growth
- **Perpetual Energy Inc** (PMT). CIBC raises target price to C\$1.50 from C\$1.40 as the company's 2P reserves in 2013 grew 51 percent year on year, up from 33 percent in 2012

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