



Market Summary

DOW	18106.60	-33.84	PEYTO ENERGY	35.90	+0.05	POLARIS	2.55	+0.08
TSE	15199.56	+27.32	WESTERN FOREST	2.27	-0.10	CANADIAN \$	0.7962	-0.0015
S&P	2106.24	-4.06	CATALYST	5.65	+0.05	EURO	1.1345	-0.0033
NASDAQ	4953.24	-2.73	CANFOR	29.95	-0.15	COPPER	2.59	--
TSX VENTURE	690.46	-4.48	REDSTAR GOLD	0.0035	-0.005	BRENT CRUDE	59.96	-0.28
SILVER	16.34	--	LUMBER	396.00	--	NATURAL GAS	2.90	-0.07
GOLD	1201.00	-3.90	FIRST MAJESTIC	6.85	-0.14	PRIME RATE	2.85%	

Market Commentary

- **Greece readies reform plans to first sign of leftist unrest**

Greece will present its economic reform plans on Monday to seal a euro zone financial lifeline, but the government drew criticism from a veteran leftist and ruling party member that the deal let voters down.

- **Apple to spend 1.7 billion Euros on new European data centres**

Apple Inc said it would spend 1.7 billion euros to build two data centers in Europe that would be entirely powered by renewable energy and create hundreds of jobs.

- **US existing home sales disappoint**

January saw a 4.9% drop to 4.82 million units, higher prices slowed sales

A lower start for the **TSX** as oil prices fell due to worries about an oversupply in North America but strength technology, gold stocks and REITS helped the index turn around. Home sales data didn't help **U.S. stock indexes** which pointed lower, with Boeing weighing heavily. **European** and **Asian shares** rose and safe-haven **Swiss franc** and **gold** fell after Greece reached a conditional deal with its international partners to avert an immediate financial crisis. Worries over oversupply in **crude** markets, especially in North America, weighed on **oil** prices.

- **Magna International (MG)**. South Korea's **Samsung SDI Co** said that it has agreed to buy the battery pack business of the Canadian car parts maker, marking a further push by the Samsung Electronics affiliate into a key automotive parts business. Samsung SDI said it will acquire the entire battery pack business from Magna Steyr, an Austria-based operating unit of Magna International. It didn't disclose the value of the deal. The South Korean firm said the deal will allow it to combine its capability in battery cells and modules with Magna's expertise in battery packs, helping secure customers in Europe, North America and China.

- **Valeant Pharmaceuticals International Inc (VRX)**. The company agreed to acquire gastrointestinal drugmaker **Salix Pharmaceuticals Ltd** in an all-cash deal valued at about \$10.1 billion, the two companies said on Sunday. The companies said the deal had an enterprise value of \$14.5 billion, which would include Salix's debt and any cash on hand. Valeant will pay \$158.00 a share, valuing the all-cash transaction at about \$10.1 billion. The merger is expected to yield more than \$500 million in annual cost savings within six months, the release said. Valeant also released its fourth-quarter results with the announcement, posting net income of \$534.1 million, or \$1.56 per diluted share, compared to \$125.0 million in the year-earlier period, or 36 cents per diluted share. Revenue rose to \$2.28 billion, up from \$2.06 billion in the fourth quarter of 2013.

- **Barrick Gold Corp (ABX)**. Over 2,000 unionised workers at the Lumwana copper mine owned by the company downed tools on Monday demanding an explanation of their fate when the company closes the operation, a senior government official said. "They are demanding to know their future when the mine is closed," Amos Malupenga, the top civil servant in North-Western province, told Reuters.

- **Canadian National Railway (CNR)**. The railroad company said late on Sunday it was unable to reach full agreement on a negotiated settlement with Unifor, the union representing 4,800 of its mechanical, clerical and intermodal staff, and will resume talks on Monday morning. With the Feb. 23 lockout deadline looming, CN said it had begun advising customers that it may have to deploy labour contingency plans. CN Rail also said it is prepared to supervise specially-trained employees represented by Unifor who maintain electric-powered Montreal commuter trains if the union agrees to allow them to work during any dispute. Unifor, which on Friday called for CN Rail to return to the bargaining table, said on its Twitter feed on Saturday that the railway should negotiate a deal rather than seek arbitration.

ANALYSTS' RECOMMENDATION

- **Canadian Pacific Railway Ltd (CP)**. JP Morgan starts with overweight rating and C\$290 price target as the recent oil price decline may have reined in company's leading crude by rail growth, but more crude carloads are still expected to ship in 2015 than 2014. And on expectation on the company will utilize the resulting improved service levels and lower cost structure to actively grow volumes.
- **Enerplus Corporation (ERF)**. Barclays raises target price to C\$14 from C\$11 after the company announced fourth quarter results, reporting cash flow of \$0.97/sh on volumes of 105,591 boe/d. Production was within 1% of expectations (105,200 boe/d), bolstered by continued strong performance of the company's US operations.

Morning Newsletter data source courtesy of



thomsonreuters.com

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