



Market Summary

DOW	16160.27	-161.44	PEYTO ENERGY	36.24	+.14	POLARIS	2.55	--
TSE	14222.40	+12.81	WESTERN FOREST	2.44	-.09	CANADIAN \$	0.9014	-.0030
S&P	1846.95	-12.50	CATALYST	3.25	+.45	EURO	1.3753	-.0050
NASDAQ	4260.59	-47.53	CANFOR	29.33	-.04	COPPER	3.17	-.02
TSX VENTURE	101200	-2.37	REDSTAR GOLD	0.06	+.005	CRUDE OIL	104.66	+2.07
SILVER	21.60	+.35	LUMBER	349.50	--	NATURAL GAS	4.70	-.04
GOLD	1350.70	+29.30	TIM HORTON'S	60.00	-.01	PRIME RATE	3.00%	

Market Commentary

• Putin builds up armour near Crimea, Russian assets plummet

Ukraine said Russia was building up armoured vehicles on its side of a narrow stretch of water near the Ukrainian region of Crimea after President Vladimir Putin said he had the right to invade his neighbour, prompting a sell-off in Russian assets.

• Euro zone factory recovery stutters, France improving

Growth in euro zone factory activity eased last month from January's 2-1/2 year high, but for the first time in almost three years output rose in all of the bloc's four biggest economies, a survey showed.

• China's services, manufacturing sectors diverge in February

China's services sector regained some momentum in February but its manufacturing sector struggled, separate surveys showed, with the divergence adding to the difficulty in assessing the strength of the economy at the start of 2014.

• Tyco to sell South Korea unit to Carlyle for \$1.93 bln

Tyco International Ltd, a maker of fire safety and security systems, said it would sell its South Korean security business to private equity firm Carlyle Group for \$1.93 billion.

A fall in investors' appetite for riskier assets due to the rising possibility of war between Ukraine and Russia pushed **Canada's stock index** lower at the open but surge gold and crude caused it to rally back into the green. Worries of an economic slowdown in China after data showed factory sector contracted in February added to the negative sentiment. Producer price index and RBC manufacturing PMI are on the economic radar. **Wall Street** saw a negative open. **European markets** traded lower and **Asian markets** ended negative. The **Moscow stock market** took a beating, falling 9 percent at open. **Oil** hit multi-month highs on supply woes and **gold** gained more than 1.5 percent.

• **Canadian Apartment Properties Real Estate Investment Trust (CAR_u)**. The company reported fourth-quarter normalized funds from operations of 34 Canadian cents per basic unit compared with 36 Canadian cents per basic unit in the year-ago quarter. Operating revenues increased to C\$124.0 million from C\$112.1 million.

• **Capital Power Corporation (CPX)**. The company reported normalized earnings of 35 Canadian cents per share in the fourth quarter, compared with 23 Canadian cents per share in the comparable quarter a year earlier. Revenues increased to C\$327 million from C\$288 million.

• **Magna International Inc (MG)**. The auto parts supplier posted a 31 percent jump in quarterly profit due to a pickup in vehicle production in North America and Europe, and the company raised its dividend. The company said it expected sales of \$28.4 billion-\$29.7 billion in its parts business, slightly lower than the \$28.6 billion-\$29.9 billion estimated in January. Net income attributable to the company rose to \$458 million, or \$2.03 per share, in the fourth quarter from \$351 million, or \$1.49 per share, a year earlier.

• **TransCanada Corporation (TRP)**. Police arrested hundreds of young people protesting the company's Keystone XL project on Sunday, as demonstrators fastened themselves with plastic ties to the White House fences and called for U.S. President Barack Obama to reject the controversial oil pipeline. Environmental groups, which fear oil spills along the pipeline and say it could hasten climate change, have staged a number of protests at the White House over Keystone.

ANALYSTS' RECOMMENDATIONS

• **Genworth MI Canada Inc (MIC)**. CIBC raises to sector outperformer from sector performer and raises price target price to C\$42 from C\$36 based on expectations that the company's EPS will increase by 18 percent

- **TVA Group Inc** (TVAb). CIBC cuts to sector underperformer from sector performer considering the company's weak fourth-quarter results and a lack of dividend
- **Western Energy Services Corp** (WRG). CIBC raises target price to C\$10.50 from C\$9.25 citing the company's above-consensus fourth-quarter results

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