



## Market Summary

|             |          |        |                |        |     |             |        |       |
|-------------|----------|--------|----------------|--------|-----|-------------|--------|-------|
| DOW         | 17975.88 | -35.26 | PEYTO ENERGY   | 35.45  | +72 | POLARIS     | 2.52   | --    |
| TSE         | 15113.98 | +32.72 | WESTERN FOREST | 2.14   | +08 | CANADIAN \$ | 0.8004 | +0002 |
| S&P         | 2088.96  | -2.54  | CATALYST       | 4.20   | --  | EURO        | 1.0968 | +0044 |
| NASDAQ      | 4971.71  | -23.01 | CANFOR         | 26.70  | +73 | COPPER      | 2.80   | --    |
| TSX VENTURE | 677.01   | +2.70  | REDSTAR GOLD   | 0.035  | --  | BRENT CRUDE | 56.06  | +95   |
| SILVER      | 17.03    | +04    | LUMBER         | 288.00 | --  | NATURAL GAS | 2.77   | -05   |
| GOLD        | 1197.10  | +5.70  | FIRST MAJESTIC | 7.61   | +11 | PRIME RATE  | 2.85%  |       |

## Market Commentary

### • Kraft and Heinz merger to form world's No.3 food company

Kraft Foods Group Inc, the maker of Velveeta cheese and Oscar Mayer meats, will merge with ketchup maker H.J. Heinz Co, owned by 3G Capital and Berkshire Hathaway Inc, to form the world's fifth-largest food and beverage company.

### • Standard General raises bid for RadioShack in bankruptcy auction

Hedge fund Standard General has raised its bid to buy about 1,740 stores of bankrupt electronics retailer RadioShack Corp in a court-supervised auction, according to people familiar with the process, which entered its second day on Tuesday.

On Deck today also is the Alberta Budget and oil inventories at 7:30 AM PST.

**TSX** opened slightly higher as the US dollar eased sending commodity prices higher. **U.S. markets eased** on growing expectations that the Federal Reserve will hold off raising interest rates until at least September. Dollarama Inc is expected to report fourth-quarter results later in the day. **European markets** were in the red but held near multi-year highs, while the euro rose after a survey showed the German business climate was improving. **Asian stocks** closed mixed. **Brent** steadied above \$55 per barrel, while **gold** held near 2-1/2 week highs.

• **Canadian National Rail Co (CNR)**. An unusually harsh winter is one of the reasons the company suffered a sharp increase in the number of train accidents in 2014, a top official said on Tuesday. Chief Operating Officer Jim Vena told a committee of federal legislators that deep cold can cause rails and wheels to crack. The company has increased inspections.

• **TransCanada Corp (TRP)**. Senior engineers at Canada's energy regulator are under investigation by their professional association over their probe of alleged safety code violations at the company, Canada's second largest pipeline operator. The engineers had been investigating allegations of natural gas pipeline safety-code violations at TransCanada, brought to light by a whistleblower.

## ANALYSTS' RECOMMENDATION

- **Barrick Gold Corp (ABX)**. Morgan Stanley cut target price to \$13 stating that the company's debt load, risks and uncertainty related to Pascua-Lama will weigh on shares.
- **Bombardier Inc (BBDb)**. RBC raised rating to outperform from sector perform with the company's recent \$2.4 bln capital raise in place, near to medium-term liquidity risks are mitigated.
- **Detour Gold Corp (DGC)**. Morgan Stanley raised target price to C\$14 from C\$13.75 after the company successfully achieved target throughput, mining rates and unit costs transitioning to a FCF positive position.
- **Exfo Inc (EXFO)**. Canaccord Genuity cut price target to \$3.50 from \$3.60 considering that the company's visibility to growth remains low.

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