



## Market Summary

DOW	16549.24	-31.60	PEYTO ENERGY	40.31	-.10	POLARIS	2.70	+.05
TSE	14648.34	-3.53	WESTERN FOREST	2.23	+.04	CANADIAN \$	0.9106	-.0015
S&P	1879.88	-4.07	CATALYST	2.30	--	EURO	1.3873	+.0008
NASDAQ	4119.31	+4.75	CANFOR	25.19	+.33	COPPER	3.02	--
TSX VENTURE	1002.72	+1.22	REDSTAR GOLD	0.06	--	CRUDE OIL	99.20	-.55
SILVER	18.98	-.20	LUMBER	334.00	--	NATURAL GAS	4.78	-.06
GOLD	1282.10	-13.80	TIM HORTON'S	60.15	+.03	PRIME RATE	3.00%	

## Market Commentary

### • Fed shows faith in U.S. economy with bond-buying reduction

The Federal Reserve on Wednesday looked past a dismal reading on first quarter U.S. growth and gave a mostly upbeat assessment of the economy's prospects as it announced another cut in its massive bond-buying stimulus.

### • Jobless Claims in U.S. Unexpectedly Climb to Nine-Week

Jobless claims rose by 14,000 to 344,000 in the period ended April 26, the highest level since Feb. 22, Labor Department data showed today in Washington. The median forecast in a Bloomberg survey of economists called for 320,000.

**The TSX** as commodities slip. Investors had been upbeat after U.S. Federal Reserve showed faith in the world's largest economy and reduced its massive bond-buying program. Manufacturing PMI data is on the economic radar. **U.S. stock indexes** are little changed as investors await jobs report tomorrow and following a rally in the previous session that took the Dow to its first record close of 2014. **European** and **Asian** stocks were mixed. Lackluster Chinese economic data, the prospect of a rise in Libyan oil supply and record high U.S. inventories weighed on **oil** prices. **Gold** fell almost a percent.

- **ARC Resources Ltd (ARX)**. The company reported first-quarter funds from operations of 93 Canadian cents per share compared with 65 Canadian cents per share, a year-ago. Operating income increased to 37 Canadian cents per share from 15 Canadian cents per share.
- **Bombardier Inc (BBD)**. The company reported a higher quarterly revenue as it sold more planes and trains. Revenue rose to \$4.35 billion in the first quarter from \$4.34 billion a year earlier. Net income fell to \$115 million, or 6 cents per share, from \$148 million, or 8 cents per share, a year earlier.
- **Canadian Oil Sands Ltd (COS)**. Solving reliability issues at the Syncrude mining project in northern Alberta will be more of a marathon than a sprint, the CEO of the company said on Wednesday, in the wake of another unplanned coker outage. Meanwhile, its first-quarter net income fell to C\$172 million, or 35 Canadian cents per share, from C\$177 million, or 37 Canadian cents. Analysts expected net income of 49 Canadian cents per share.
- **Detour Gold Corp (DGC)**. The company announced first-quarter net loss of 20 cents per share, compared with net loss of 11 cents per share in the comparable quarter a year earlier.
- **HudBay Minerals Inc (HBM)**. The company posted first-quarter loss of 15 Canadian cents a share, compared with earnings of 1 Canadian cent a share in the comparable quarter a year earlier. Revenue fell to C\$106.8 million from C\$119.9 million.
- **Manulife Financial Corp (MFC)**. The life insurer said its first-quarter profit rose by more than 50 percent, helped by a stronger investment performance. Net income was C\$818 million, or 42 Canadian cents per share, compared with C\$540 million, or 28 Canadian cents a share, a year earlier. Core profit was C\$719 million, or 37 Canadian cents per share.
- **Penn West Petroleum Ltd (PWT)**. The oil and gas producer reported a 5 percent fall in gross revenue after production decreased 22 percent. Gross revenue fell to C\$668 million from C\$704 million a year earlier. Net loss narrowed marginally to C\$96 million from C\$97 million but was flat at 20 Canadian cents on a per-share basis.
- **Encana Corp (ECA)**. The U.S. Department of Justice has ended a probe of possible antitrust violations by Chesapeake Energy Corp and Encana related to their land-leasing activities in Michigan, the companies said. Spokesmen for the two companies said Chesapeake and Encana have received closure letters from the Department of Justice, ending the government's criminal probe into alleged antitrust violations in Michigan.

### ANALYSTS' RECOMMENDATIONS

- **Davis + Henderson Corp (DH)**. CIBC raises price target to C\$33 from C\$31, on the company's solid first-quarter results
- **Genworth MI Canada Inc (MIC)**. CIBC raises target price to C\$44 from C\$42 based on the company's first-quarter results beating estimates
- **Sherritt International Corporation (S)**. CIBC raises target price C\$5 from C\$4.50 reflecting better oil price realizations, improved capacity utilization at the company's Power unit and the ramp-up of the new Boca de Jaruco station

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