



Market Summary

DOW	15505.75	+92.42	PEYTO ENERGY	30.81	+0.17	POLARIS	1.70	+0.05
TSE	13314.98	+71.66	WESTERN FOREST	1.40	--	CANADIAN \$	0.9595	-.0035
S&P	1750.76	+4.38	CATALYST	1.14	--	EURO	1.3806	+0.0032
NASDAQ	3928.55	+21.48	CANFOR	21.73	-0.15	COPPER	3.27	+0.01
TSX VENTURE	970.74	+3.87	REDSTAR GOLD	.095	-0.005	CRUDE OIL	97.13	+0.26
SILVER	22.79	+0.17	LUMBER	364.90	+2.10	NATURAL GAS	3.82	+0.01
GOLD	1348.40	+14.40	TIM HORTON'S	62.26	-0.04	PRIME RATE	3.00%	

Market Commentary

• PMIs show euro zone growth sluggish, China picking up

The euro zone economy is only expanding slowly, according to surveys that showed the rate of growth eased unexpectedly in the private sector this month, although globally, factories in China ratcheted up production.

• Potash Corp cuts outlook more than expected as sales slump

Potash Corp of Saskatchewan reduced its outlook for full-year earnings more than Wall Street expected, as buyers backed away from the key fertilizer ingredient potash due to uncertainty caused by the breakup of rival Belarusian Potash Co.

• Husky Energy profit falls 3 pct as crack spreads narrow

Husky Energy Inc reported a 3 percent fall in quarterly profit as its refining business was hurt by a sharp drop in market crack spreads, or the price difference between crude oil and the refined product.

• Rogers third-quarter profit tops expectations

Rogers Communications Inc reported a third-quarter profit that topped expectations, on the back of strong results from its cable and wireless business.

• Teck's adjusted profit slides 41 pct as coal prices fall

Teck Resources Ltd reported a 41 percent drop in quarterly adjusted profit as higher coal sales volumes failed to offset weaker prices.

• Canada's Corus profit halves due to weak radio business

Canadian media company Corus Entertainment Inc's profit nearly halved as a rise in specialty advertisement revenue failed to offset weakness in its radio division.

Credit Suisse shoved into more restructuring

The Swiss bank's Q3 was marred by a bigger fall in fixed income than at most U.S. peers. Achieving decent returns from lower risk is a struggle. But reducing pay faster would help.

Canada's main stock index saw a higher open as data that showed activity across China's vast factory sector reached a seven-month high eased concerns of a slowdown in the world's second largest economy. **U.S. stock indexes** also pointed higher. Mining shares led **European shares** higher, though PMI data in the euro area showing business activity in the region eased pulled the **euro** off a two-year peak against the **dollar**. **Asian stocks** closed mixed. Global **oil** prices are weak while **gold** firmed.

• **Telus (T)**. The telecom company said on Wednesday it has agreed to buy 100 percent of struggling startup **Public Mobile** from private equity firm Cartesian Capital and Thomvest Seed Capital, a Toronto-based investment vehicle backed by Peter Thomson. The Canadian government said in a separate statement that it has approved the transfer of Public's spectrum licenses to Telus, paving the way for the deal to proceed.

• **Agnico Eagle Mines Ltd (AEM)**. The company reported on Wednesday a 56 percent decline in third-quarter profit due to lower realized metal prices as well as a maintenance shutdown at its Kittila mine in Finland and raised its full-year production forecast. Excluding a number of non-cash and non-recurring expenses, it reported third-quarter adjusted net income of \$60.5 million or 35 cents a share.

• **Corus Entertainment Inc (CJRb)**. The media company's profit nearly halved as a rise in specialty advertisement revenue failed to offset weakness in its radio division. Net profit fell to C\$11.9 million, or 14 Canadian cents per share, for the quarter ended Aug. 31, from C\$23.3 million, or 28 Canadian cents per share, a year earlier.

• **Cenovus Energy Inc (CVE)**. The oil producer reported a 28 percent rise in third-quarter profit, driven by higher oil prices and increased volumes. Net profit rose to C\$370 million from C\$289 million a year earlier. Operating profit, however, fell nearly 28 percent to C\$313 million, or 41 Canadian cents per share.

• **Husky Energy Inc (HSE)**. The integrated oil producer reported a 3 percent fall in quarterly profit as its refining business was hurt by a sharp drop in market crack spreads, or the price difference between crude oil and the refined product. Net income fell to C\$512 million, or 52 Canadian cents per share, from C\$526 million, or 53 Canadian cents per share, a year earlier.

- **IMAX Corp (IMX)**. The company reported third-quarter net income of \$1.6 million or 2 cents per diluted share compared with net income of \$14.9 million or 22 cents per diluted share for the third quarter of 2012. Revenues for the quarter was \$51.7 million.
- **MEG Energy Corp (MEG)**. The oil sands producer's third-quarter profit more than doubled driven by a rise in output, lower operating costs and stronger price realizations. The company also said it expects to finish the year in the upper half of its production forecast of 32,000 to 35,000 barrels per day. Net income rose to C\$115.4 million, or 51 Canadian cents per share in the quarter, from C\$47.5 million, or 24 Canadian cents, a year earlier.
- **Mullen Group Ltd (MTL)**. The company reported third-quarter earnings of 56 Canadian cents per share, compared with 52 Canadian cents per share, a year earlier. Revenue rose to C\$374 million from C\$335.4.
- **Potash Corp of Saskatchewan (POT)**. The world's biggest fertilizer company reported a sharp drop in quarterly profit, as potash prices and sales slumped due to uncertainty in the market after the breakup of rival Belarusian Potash Co. It also cut its earnings estimate to a range of \$2.00 to \$2.20 per share from a previous forecast of \$2.45 to \$2.70. Net earnings for the third quarter fell to \$356 million, or 41 cents per share, from \$645 million, or 74 cents per share, a year ago, while sales dropped about 29 percent to \$1.52 billion.
- **Rogers Communications Inc (RCIb)**. The company reported a third-quarter profit that topped expectations, on the back of strong results from its cable and wireless business. Excluding restructuring, acquisition and other one-time items, the company said earnings rose to C\$501 million, or 97 Canadian cents a share, from C\$495 million, or 96 Canadian cents a share, a year earlier. Analysts on average had forecast earnings of 96 Canadian cents a share.
- **Teck Resources Ltd (TCKb)**. The diversified miner reported a rise in third-quarter profit on higher steelmaking coal sales. Net profit rose to C\$267 million, or 46 Canadian cents per share, from C\$256 million, or 44 Canadian cents per share, a year earlier. Adjusted profit fell to C\$252 million, or 44 Canadian cents per share, from C\$425 million or 73 Canadian cents per share, a year earlier.
- **BlackBerry Ltd (BB)**. Former Apple Inc Chief Executive John Sculley is exploring a joint bid for the smartphone maker with Canadian partners, the Globe and Mail reported on Wednesday, citing unnamed sources.

ANALYSTS' RECOMMENDATIONS

- **Agnico Eagle Mines Ltd (AEM)**. Credit Suisse raises target price of its U.S. listed shares to \$39 from \$37 on higher cash flow in 2014
- **Canadian Pacific Railway Ltd (CP)**. RBC raises to sector perform from underperform; target price to C\$133 from C\$116, on the company's impressive third-quarter results and outlook
- **Canam Group Inc (CAM)**. National Bank Financial raises target price to C\$13.50 from C\$11.50, says U.S. recovery helped to drive another strong revenue beat and backlog growth
- **Encana Corporation (ECA)**. RBC raises the price target of its U.S. listed shares to \$24 from \$23 after the company posted respectable third-quarter results amid in-line production rates and a \$39 million cash tax recovery

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