

Daily Quantitative / Technical Review *Timely Buys Among Cormark's Coverage List*

Unless otherwise denoted, all figures shown in
C\$

Today we replicate the timing screens from yesterday's note for our fundamental coverage list. We know many are waiting for a market pullback so we are trying to offer ideas that have already done so. Our note from two days ago stated that a close above 875 on the S&P500 would negate the 'pullback' camp and outlined several other indicators to watch. Futures are pointing to this likelihood. We are also watching for a fresh MACD buy signal (that would push our Baker's Dozen back up to 12). The only concern is the potential for a sell off after month end. In other markets, the 10-year bond yield has broken above 3% (bullish for stocks), the Euro/Yen was turned away at its 100DMA resistance, the aggressive Aussie Dollar has pushed through its 200DMA and the safe Swiss Franc has slipped below its 200DMA. The following stocks have strong near-term price momentum and have corrected back to technical support based on short-term Bollinger bands, offering timely entry points:

◆ **Niko (NKO)** back to support = timely buy. Base targets \$75.

Petrominerales (PMG) also back to support. Base targets \$14-15.

◆ **CGX Energy (OYL)** back to support = timely buy. Base targets \$1.80-2.

Vermillion (VET.un) also back to support. Resistance \$30, then \$33.

◆ **Genivar (GNV.un)** back to support. Next resistance = \$24 / 25.50.

◆ **New Flyer (NFI.un)** close to support = \$8.70. Next "gap" = \$11.

TMX Group (X) did not react well to results, but has come back to first support = \$34. Resistance = \$38 / \$43. We would not expect the stock to break down below the low \$30's given its market exposure.

◆ During the past twenty-four months, Cormark Securities Inc., either on its own or as a syndicate member, participated in the underwriting of securities for these companies

Our disclosure statements are located at the end of this report

Timely Buy Ideas

Strong price momentum and corrected back toward lower end of Bollinger band.

SORT

Ticker	ANALYST	Company	Mkt Cap	TSX Wgt	Phase	trend	Mo	p vs 50	p vs 100	p vs 200	% Band	Low Band	Upper Band
• ANV	David Stein	ALLIED NEVADA GOLD CORP	397		bull		1	1	3%	19%	3%	6.95	7.74
• OYL	David Beddis	CGX ENERGY INC	132		accum		2	2	17%	39%	5%	1.03	1.28
• NKO	David Beddis	NIKO RESOURCES LTD	2,958	0.25	accum		4	2	10%	17%	3%	8.20	66.12
• NFI.UN	Aleem Israel	NEW FLYER INDUSTRIES INC-JDS	432		recovery		4	2	5%	6%	3%	8.70	9.81
• X	Jeff Fenwick	TMX GROUP INC	2,575	0.26	bull		3	3	8%	13%	2%	4.01	38.38
• GNV.un	Sarah Hughes	GENIVAR INCOME FUND	320		FALSE		3	3	1%	-1%	1%	21.77	23.71
• PMG	David Beddis	PETROMINERALES LTD	1,067		bull		4	3	7%	29%	14%	10.37	11.55
• VET.un	Jonathan Fleming	VERMILION ENERGY TRUST	1,945	0.19	recovery		3	3	6%	9%	-6%	26.33	29.91

• Timely buys

Decile Rankings: 1= best, 10 = worst; Source: CPMS and Bloomberg

CGX Energy (OYL)
Vermillion (VET.un)

OYL back to support = timely buy. Base targets \$1.80-2.
VET.un also back to support. Resistance \$30, then \$33.



• **OYL**

Has emerged from a base back to Oct, targeting \$1.80-2. Has come back to the lower Bollinger band support and the breakout level.

• **RSI (top)**

Broke out to new reaction highs in March and has corrected back toward the neutral 50 area.

• **MACD (bottom)**

In bullish territory above the neutral zero line but on a sell signal.

Back to lower Bollinger Band



• **VET.un**

Is a bit weaker, not able to hold the recent breakout. But, has also come back toward the lower Bollinger band support and the 50DMA = \$26..

• **RSI (top)**

Broke out to new reaction highs in March and has corrected back toward the neutral 50 area.

• **MACD (bottom)**

In bullish territory above the neutral zero line but on a sell signal.

Close to lower Bollinger Band

Decile Rankings: 1= best, 10 = worst; Source: CPMS and Bloomberg

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Disclosure charts for companies mentioned within this report are available in the Research section of our website at www.cormark.com

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Top Pick	our best investment ideas, the greatest potential value appreciation
Buy	expected to outperform its peer group
Market Perform	expected to perform with its peer group
Reduce	expected to underperform its peer group

Our ratings may be followed by "(S)" which denotes that the investment is *speculative* and has a higher degree of risk associated with it.

Additionally, our target prices are set based on a 12-month investment horizon.

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