

## TECHNICAL OPINIONS: PERFORMANCE REVIEW

In May 2009, eResearch began to publish technical analysis reports, called Technicalities, on selected stocks in association with theUpTrend.com, founded and operated by Stephen Whiteside ([www.theuptrend.com](http://www.theuptrend.com)).

To date, we have tracked 14 stocks. We present below a review of the performance of these stocks following the publication of each report.

<u>Company</u>	<u>Symbol</u>	<u>Report Date</u>	<u>Report Price</u>	<u>Report Opinion/Target Price</u>	<u>Price (Nov.6/09)</u>	<u>Price Since</u>	<u>Range Report</u>
Loblaw Companies Limited	L	07-May-09	\$35.45	Sell; Downside Target = \$31.25	\$30.19	\$36.80	\$29.80
Research In Motion Limited	RIM	15-May-09	\$85.50	Sell; Downside Target = \$72.00	\$62.41	\$95.00	\$58.95
EnCana Corporation	ECA	25-May-09	\$58.49	Hold; Support at \$55.10; Target = \$75.00	\$61.07	\$65.71	\$51.34
Shoppers Drug Mart Corp.	SC	05-Jun-09	\$44.50	Hold; Support at \$42.80; Target = \$52.00	\$43.55	\$50.00	\$42.55
Bombardier Inc.	BBD.B	11-Jun-09	\$3.26	Hold; Support at \$3.13; Target = \$5.00	\$4.56	\$5.35	\$3.25
TransCanada Corporation	TRP	26-Jun-09	\$31.30	Buy; Support at \$29.69; Target = \$40.00	\$32.04	\$34.00	\$30.20
Enbridge Inc.	ENB	15-Jul-09	\$39.70	Buy; Support at \$38.25; Target = \$44.00	\$42.87	\$43.47	\$39.18
SNC-Lavalin Group Inc.	SNC	29-Jul-09	\$45.05	Sell; Downside Target = \$40.00	\$47.19	\$50.34	\$42.50
Brookfield Asset Mgmt. Inc.	BAM.A	06-Aug-09	\$22.50	Sell; Downside Target = \$20.60	\$22.67	\$25.95	\$21.05
BCE Inc.	BCE	13-Aug-09	\$26.15	Buy; Support at \$24.75; Target = \$29.00	\$26.48	\$27.35	\$25.07
Royal Bank of Canada	RY	18-Sep-09	\$57.15	Sell; Downside Target = \$47.50	\$55.21	\$58.50	\$52.82
BMO Financial Group	BMO	25-Sep-09	\$53.05	Sell; Downside Target = \$50.00	\$50.04	\$54.66	\$49.55
Bank of Nova Scotia	BNS	05-Oct-09	\$47.12	Sell; Downside Target = \$37.50	\$46.79	\$48.12	\$44.54
Yamana Gold Inc.	YRI	16-Oct-09	\$12.47	Sell; Downside Target \$9.50	\$12.98	\$13.00	\$11.07

Source: eResearch

Set out on the following pages are the respective stock charts, courtesy of BigCharts.com, of the aforementioned companies.



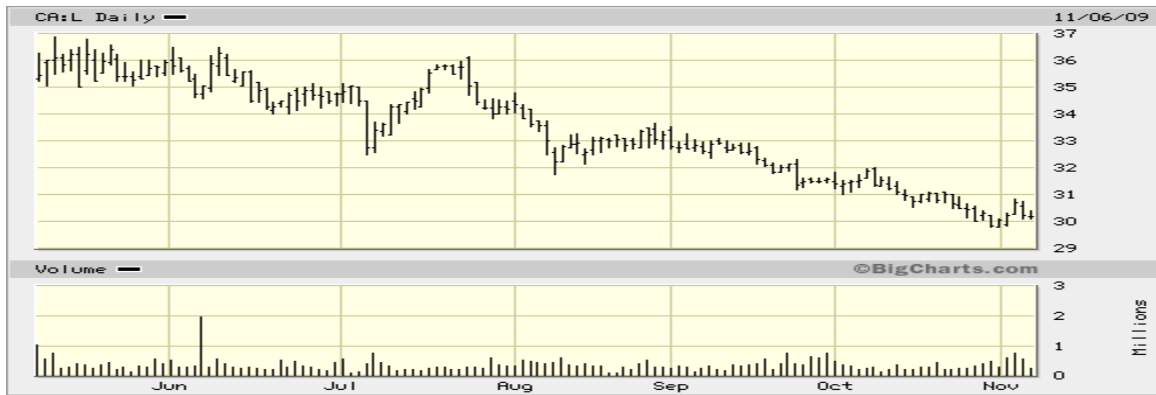
### LOBLAW COMPANIES (L-TSX)

Price at Report date (May 7/09): \$35.45

Technical Opinion (May 7/09): Sell; Downside Target = \$31.25

Price (Nov. 6/09): \$30.19

Price Range (May 7 - Nov. 6): \$36.80 - \$29.80



**COMMENT:** The shares exceeded our downside projection and continue to appear weak.

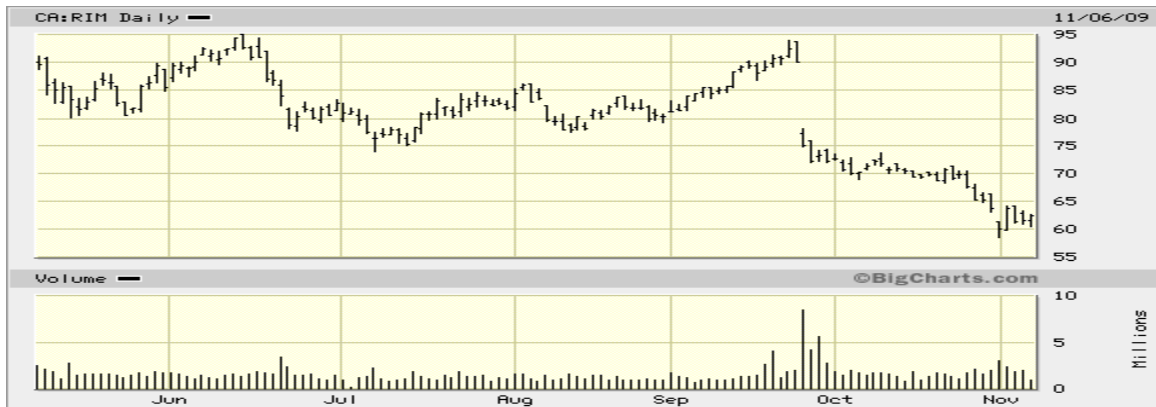
### RESEARCH IN MOTION (RIM-TSX)

Price at Report date (May 15/09): \$85.50

Technical Opinion (May 15/09): Sell; Downside Target = \$72.00

Price (Nov. 6/09): \$62.41

Price Range (May 15 - Nov. 6): \$95.00 - \$58.95



**COMMENT:** RIM has done even worse than we originally thought and, now lower than the \$68-\$72 support levels, it is on a weekly Sell signal. The stock needs to establish a new base.



### ENCANA CORPORATION (ECA-TSX)

Price at Report date (May 25/09): \$58.49

Technical Opinion (May 25/09): Hold; Support at \$55.10; Target = \$75.00

Price (Nov. 6/09): \$61.07

Price Range (May 25 - Nov. 6): \$65.71 - \$51.34



**COMMENT:** Our initial support level did not hold, but the stock has bounced back to its former six-month high around \$64.50. The recent open gap is acting as the new support.

### SHOPPERS DRUG MART CORP. (SC-TSX)

Price at Report date (June 5/09): \$44.50

Technical Opinion (June 5/09): Hold; Support at \$42.80; Target = \$52.00

Price (Nov. 6/09): \$43.55

Price Range (June 5 - Nov. 6): \$50.00 - \$42.55



**COMMENT:** Our suggested support level has held, but the stock has not achieved our upside objective.



**BOMBARDIER INC. (BBD.B-TSX)**

Price at Report date (June 11/09): \$3.26

Technical Opinion (June 11/09): Hold; Support at \$3.13; Target = \$5.00

Price (Nov. 6/09): \$4.56

Price Range (June 11 - Nov. 6): \$5.35-\$3.25



**COMMENT:** Our support level held and our upside target was slightly exceeded. Stock continues in an uptrend.

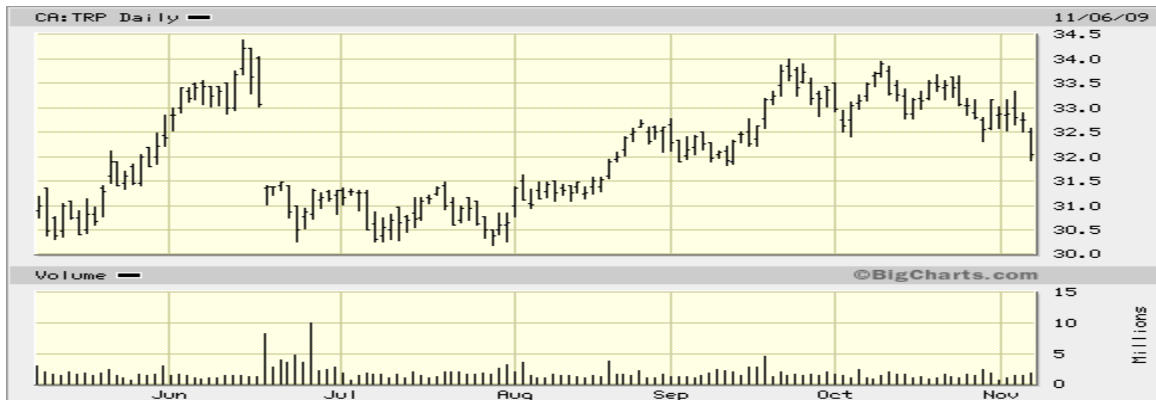
**TRANSCANADA CORPORATION (TRP-TSX)**

Price at Report date (June 26/09): \$31.30

Technical Opinion (June 26/09): Buy; Support at \$29.69; Target = \$40.00

Price (Nov. 6/09): \$32.04

Price Range (June 26 - Nov. 6): \$34.00 - \$30.20



**COMMENT:** So far, our support level has held, but the stock does not look like it is going to reach our target any time soon.



**ENBRIDGE INC. (ENB-TSX)**

Price at Report date (July 15/09): \$39.70

Technical Opinion (July 15/09): Buy; Support at \$38.25; Target = \$44.00

Price (Nov. 6/09): \$42.87

Price Range (July 15 - Nov. 6): \$43.47 - \$39.18



**COMMENT:** Enbridge shares almost reached our target price. We expect that they will continue to perform well.

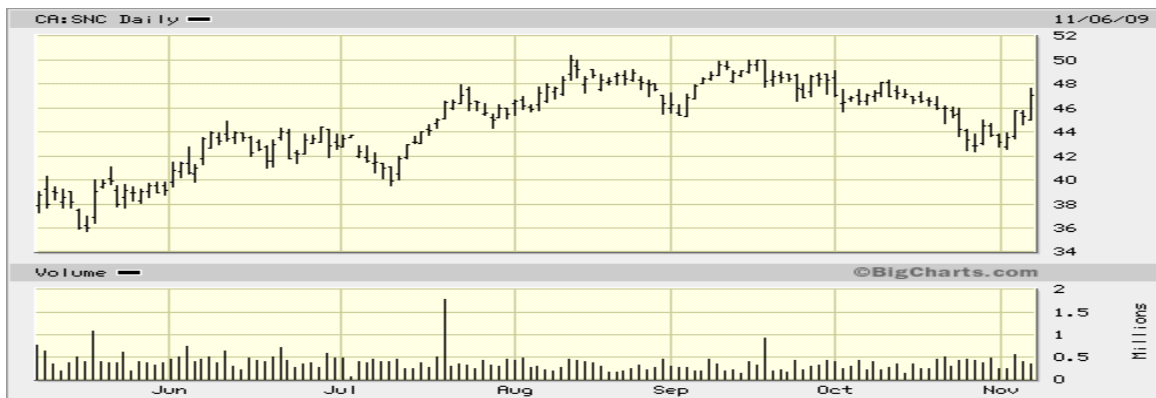
**SNC LAVALIN GROUP INC. (SNC-TSX)**

Price at Report date (July 29): \$45.05

Technical Opinion at July 29: Sell; Downside Target=\$40

Price Nov. 6: \$47.19

Price Range July 29 – Nov. 6: \$50.34 - \$42.50



**COMMENT:** SNC has performed better than we expected since we issued our technical report; however, it has not experienced a break-out yet and has moved within a fairly narrow range.



**BROOKFIELD ASSET MANAGEMENT INC. (BAM.A-TSX)**

Price at Report date (Aug. 6/09): \$22.50

Technical Opinion (Aug. 6/09): Sell; Downside Target=\$20.60

Price (Nov. 6): \$22.67

Price Range (Aug. 6 - Nov. 6): \$25.95 - \$21.05



**COMMENT:** Brookfield shares have performed better than our technical forecast, but almost reached our downside target of \$20.60, and then bounced nicely to almost \$26.00.

**BCE INC. (BCE-TSX)**

Price at Report date (Aug. 13/09): \$26.15

Technical Opinion (Aug. 13/09): Buy; Support at \$24.75; Target = \$29.00

Price (Nov. 6/09): \$26.48

Price Range (Aug. 13 – Nov 6): \$27.35 - \$25.07



**COMMENT:** Our support level held, but the shares are far from our target objective.



### ROYAL BANK OF CANADA (RY-TSX)

Price at Report date (Sept. 18/09): \$57.15

Technical Opinion (Sept. 18/09): Sell; Downside Target = \$47.50

Price (Nov. 6/09): \$55.21

Price Range (Sept. 18 - Nov. 6): \$58.50 - \$52.82



**COMMENT:** RY shares have been range-bound since the date of issuance of our technical report. Our opinion still holds.

### BMO FINANCIAL GROUP (BMO-TSX)

Price at Report date (Sept. 25/09): \$53.05

Technical Opinion (Sept. 25/09): Sell; Downside Target=\$50

Price (Nov. 6/09): \$50.04

Price Range (Sept. 25 - Nov. 6): \$54.66 - \$49.55



**COMMENT:** The shares of BMO have trended down since our technical report was issued and, in fact, have reached our initial downside target price. We think they will head lower.



**BANK OF NOVA SCOTIA (BNS-TSX)**

Price at Report date (Oct. 5/09): \$47.12

Technical Opinion (Oct. 5/09): Sell; Downside Target = \$37.50

Price (Nov. 6/09): \$46.79

Price Range (Oct 5 - Nov. 6): \$48.12 - \$44.54



**COMMENT:** The shares of BNS have moved within a fairly narrow range since the report date. Technical opinion is still valid.

**YAMANA GOLD INC. (YRI-TSX)**

Price at Report date (Oct. 16/09): \$12.47

Technical Opinion (Oct. 16/09): Sell; Downside Target = \$9.50

Price (Nov. 6/09): \$12.98

Price Range (Oct 5 - Nov. 6): \$13.00 - \$11.07



**COMMENT:** Yamana shares have yo-yoed since we issued our technical report. They did not approach our downside target, and are bumping up what we thought would be a near-term upside objective around \$13.00. The shares have performed well in line with the price of gold.