

May 2, 2017

**Markets:** Dow Jones closed up 0.17% or 36.43 at 20,949.89, S&P 500 gained 0.12% or 2.84 to 2,391.17, and tech-focused Nasdaq Composite index closed up 0.06% or 3.76 at 6,095.37.

**Stocks to Watch:** Amid pipeline sector consolidation Pembina Pipeline Corp (PPL:CN) added 2.15% to C\$42.96 in Toronto as Canada's petroleum transportation company is paying \$1.7 billion to acquire energy infrastructure firm Veresen Inc (VSN:CN). Shares of Veresen gained 1.30% or 24 cents to C\$18.37 after soaring 19% on Monday.

Ford Motor Co (F) fell 4.3% to \$10.93 after April sales for the car manufacturer in U.S. dropped 7.2% from a year ago to 214,695 vehicles. The company sold 70,657 pickups, which is 0.2% decline from a year ago.

While Ford's average transaction car pricing increased \$3,700, its overall retail sales declined 10.5% to 140,762 on the year. General Motors Co (GE) and Fiat Chrysler Automobiles NV (FCAU) also reported slower sales in April, including dropdown in Canada and 17% plunge in Fiat's monthly jeep brand sales.

Angie's List Inc (ANGI) closed up 62% at \$9.51 after the software and business services provider agreed to merge with IAC/InterActiveCorp (IAC), media and Internet company that also offers college counseling and academic tutoring. IAC's shares closed up 14.3% or \$12.05 at \$96.24 on the news.

Blackstone Mortgage Trust Inc (BXMT) eased 34 cents to \$30.68 and the real estate loans provider is offering \$250 million of convertible senior notes due 2022, which is 4.375% portion of total shares.

Cisco Systems Inc (CSCO) added 26 cents to \$34.23 and the global technology company is paying \$610 million in cash to acquire privately-owned Viptela Inc. The company based in San Jose, CA provides cloud-based and hybrid networking products and maintenance.

Coach Inc (COH) closed up 11.4% to \$43.14 after the luxury accessories retailer said third-quarter revenue fell 3% from a year earlier (on constant currency basis) to \$995.2 million. Net income jumped to \$122 million or 43 cents a share compared with \$112 million or 40 cents a share in same quarter of 2016.

"The acquisition of Stuart Weitzman is seen as a significant step in Coach's efforts toward becoming a multi-brand company," financial media said.

Taylor Morrison Home Corp (TMHC) dropped 4.8% to \$23.00 after the residential building company priced 10 million of common stock at undisclosed terms. The company based in Arizona offers mortgage and financial services as well. Year to date the stock is up 25.4% as of May 1.

2U Inc (TWOU) plunged 4.4% to \$44.12 after the learning software developer is acquiring GetSmarter for \$103 million in cash and \$20 million earn-out payment to equity holders. GetSmarter works with universities to offer online short courses to working professionals. The acquisition is expected to close during third quarter of 2017.

**Discounted Stocks:** Bon-Ton Stores Inc (BONT), Destination XL Group Inc (DXLG) Dillard's Inc (DDS), GameStop Corp (GME), Perfumania Holdings Inc (PERF), Samson Oil & Gas Ltd (SSN) year to date as of May 2.

**Rising Stocks:** 58.com Inc (WUBA), Abbott Laboratories (ABT), Aeron's Inc (AAN), Allison Transmission Holdings Inc (ALSN), Banco Bilbao Vizcaya Argentina SA (BBVA), Banco Santander SA (SAN),

Brookfield Infrastructure Partners LP (BIP), Celyad SA (CYAD), Currency Shares Japanese Yen ETF (FXY), Darden Restaurants Inc (DRI), DR Horton Inc (DHI), Duke Energy Corp (DUK), H Lundbeck A/S (HLUYY), iShares MSCI ETF (ACWI), Lannett Co Inc (LCI), Magal Security Systems Ltd (MAGS), Masco Corp (MAS), Mastercard Inc (MA), Mobile TeleSystems OJSC (MBT), NCI Building System Inc (NCS), Nintendo Co Ltd (NTDOY), Novartis AG (NVS), NXP Semiconductors NV (NXPI), Orexigen Therapeutics Inc (OREX), Posco (PKX), PulteGroup Inc (PHM), Qiagen NV (QGEN), Tech Data Corp (TECD), Vanguard Global Equity Inv (VHGEX), Vanguard Global Minimum Volatility Investment (VMVFX), Vanguard Total World Stock Index Inv (VTWSX) year to date as of May 2.