

**Morning Report: Who will win the Winpak squeeze contest?**

October 8, 2021

Canada's morning overview of insider filings with a special focus on companies that may interest active and momentum-oriented investors.

Canadian Company Insider Filing Tally\* - Yesterday



Yesterday, 41 companies had insider buy filings and 8 companies had insider sell filings.

INK Market-Wide Sentiment Indicator\*



INK Market-Wide Sentiment Indicator: **194.1%**

INK Sentiment Reading: **Fair-Valued**

INK Venture Sentiment Reading: **Undervalued**

\*Filing Tally represents Toronto Stock Exchange and Venture companies with public-market transaction SEDI filings of directly-owned equity securities. Indicators represent companies with buy-only transactions divided by companies with sell-only transactions of direct ownership equity securities in the public-market by officers and directors (exclusive of officers and directors of subsidiaries or insiders) filed over the last 60 days. The chart line shows insider sentiment trends by connecting the historic indicator daily readings going back one year. See our market report for commentary on indicator readings.

[Report Tutorial Video : http://www.inkresearch.com/pdf\\_tutorial/morning.html](http://www.inkresearch.com/pdf_tutorial/morning.html)

English   国语   粵語

**Overview: Sentiment and Stocks**

In our latest short report, packaging company Winpak (WPK) showed up as one of the stocks with the biggest falls in short positions. However, that still left it with over half a million shares shorted. Based on recent average TSX trading volume, it could take shorts about 10 days to cover. Moreover, shorts are betting against a stock with high insider commitment and a bright INK Edge outlook. That suggests that the stock has a potential short-squeeze setup.

However, the shorts may be betting on another type of squeeze, and that would be margins. When the company reported Q2 results on July 22nd, sales were up but gross profit margins had dropped to 28.6% of revenue, down from the 31.5% in Q2 2020. Rising input prices were a significant cost issue, particularly in the area of resins. While it remains to be seen how input prices will behave in the future, the company has some protection in the form of index pass-through price agreements that cover about 67% of Winpak's revenues, albeit with a 90 to 120-day time lag. Perhaps some shorts covered their positions to get ahead of the game. In addition, Winpak reported some success in passing through price increases to customers not subject to automatic indexing. Deflationists take note.

Meanwhile, the stock is attempting to stay above its 200-day moving average and is trading just above the level where we saw some insider buying in the summer. Winning the squeeze game may come down to whether the company can keep pace with inflationary forces by passing through input price increases. Q3 results should give us our first look at whether Winpak investors and insiders can win the contest with the shorts.

**About INK Research**

Through our PDF reports, as well as our alerts, interactive charting and analytical services delivered via [www.inkresearch.com](http://www.inkresearch.com), INK provides insider news and knowledge to investors.

For sales and trial subscription information please contact [inquiries@inkresearch.com](mailto:inquiries@inkresearch.com) or call us at 604-669-4465 #333.

**Today's Chart**

**Winpak Ltd (WPK)**

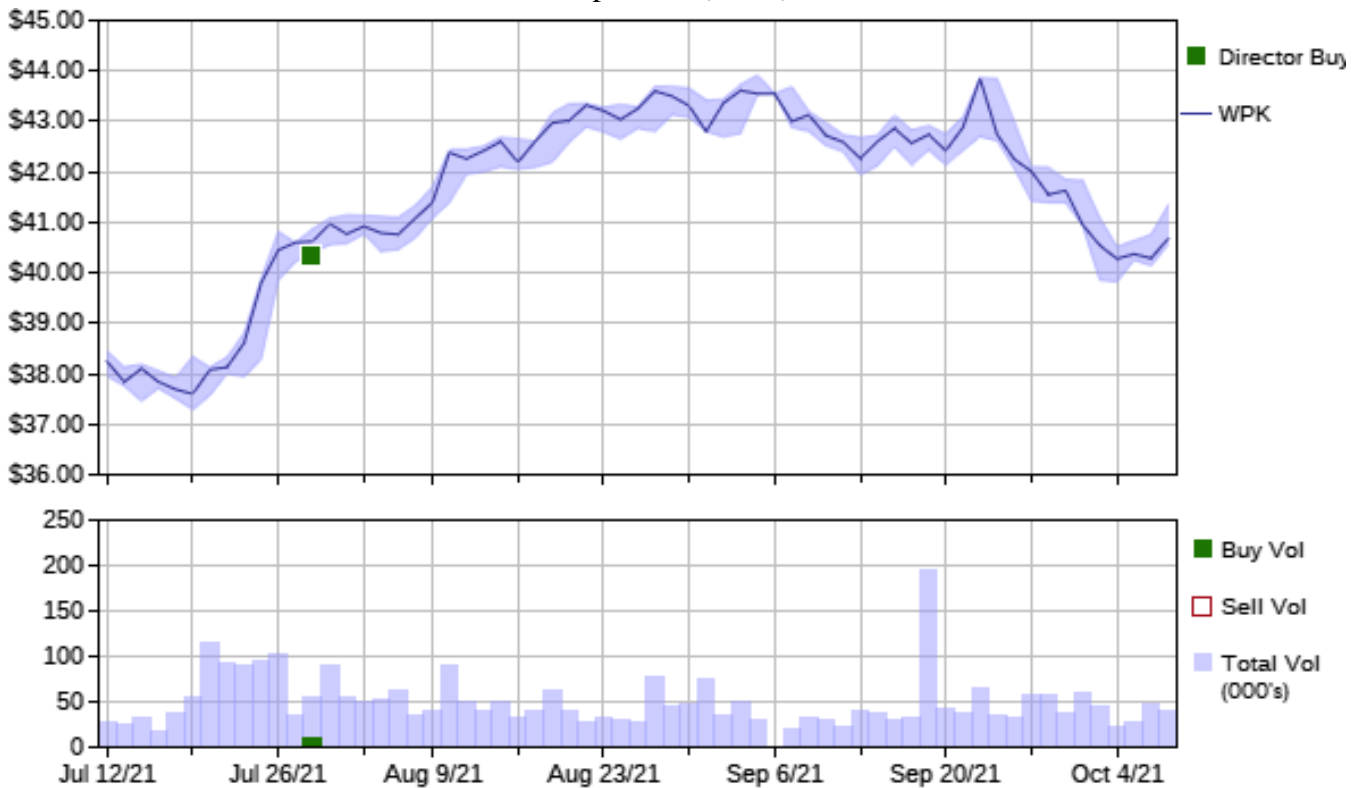


Chart reflects public-market and option-exercise transactions of common shares (unit trusts) by company officers and directors. USD transactions are converted to Canadian dollars by us using the Bank of Canada noon rate on the transaction date.

On July 28th, Winpak (WPK) Director Bruce Berry bought a total of 10,000 common shares (6,000 on a direct ownership basis) at \$40.34. Mr. Berry is the fourth-largest insider equity holder at the company with 0.01% of shares outstanding.

Winpak has above median ownership (direct & indirect holdings) by Officers and Directors compared to other mid-cap stocks in the Basic Materials sector according to SEDI filings as of October 7th, 2021.

The stock currently holds a mostly sunny INK Edge outlook on the equally weighted V.I.P. criteria of valuations, insider commitment, and price momentum which places it in the top 30% of all stocks ranked. INK outlook categories are designed to identify groups of stocks that have the potential to out or underperform the market. However, any individual stock could surprise on the up or downside. As such, outlook categories are not meant to be stock-specific recommendations. For background on our INK Edge outlook, please visit our FAQ #5 at [inkresearch.com](http://inkresearch.com).

The video preview for this report is available free on INK Ultra Money:  
<https://www.inkresearch.com/ultramoney/WinpakWin>

Follow @INKResearch on Twitter for live video previews of our morning reports every evening after 7 pm Pacific Time Sunday to Thursday.

**Top-10 Tables: Yesterday's Activities**

Tables represent public market transactions of directly held equity securities plus purchases and sales of these securities from the exercise of options by company officers and directors filed on or after October 7, 2021. Transactions filed on Saturday and Sunday are aggregated into Friday's number. INK may adjust certain filings for common filing errors on a reasonable efforts basis.

**M** - Public market transaction

**O** - Exercise of options

<b>Top 10 Net "CO2" Buying</b>	
(By dollar amount, 000's)	
<b>M</b> Cypherpunk Holdings (HODL)	\$200.0
<b>M</b> Sterling Metals (SAG)	\$26.7
<b>M</b> Gold Mountain Mining (GMTN)	\$13.4
<b>M</b> Adcore (ADCO)	\$11.9
<b>M</b> Petrus Resources (PRQ)	\$7.7
<b>M</b> Inventus Mining (IVS)	\$4.7
<b>M</b> International Zeolite (IZ)	\$2.4
<b>M</b> Tempus Capital (TEMP)	\$2.0
<b>M</b> Sirona Biochem (SBM)	\$1.8
<b>M</b> Fokus Mining (FKM)	\$1.6

<b>Top 10 Net "CO2" Selling</b>	
(By dollar amount, 000's)	

"CO2" may included Board chairs, CEOs, Presidents, CFOs, Treasurers, and Controllers of companies. See data description above.

<b>Top 10 Net Insider Buying</b>	
(By dollar amount, 000's)	
<b>M O</b> Cdn Natural Resource Ltd (CNQ)	\$1,853.4
<b>M</b> Calfrac Well Services (CFW)	\$726.3
<b>M</b> Haivision Systems (HAI)	\$247.8
<b>M</b> Cypherpunk Holdings (HODL)	\$200.0
<b>M O</b> NovaGold Resources (NG)	\$104.2
<b>M</b> Tamarack Valley Energy (TVE)	\$101.7
<b>M</b> Peyto Exploration & Devel (PEY)	\$96.0
<b>M</b> Amarillo Gold (AGC)	\$67.3
<b>M</b> Augusta Gold (G)	\$66.0
<b>M</b> Urbana (URB)	\$60.9

<b>Top 10 Net Insider Selling</b>	
(By dollar amount, 000's)	
<b>M</b> BlackBerry (BB)	\$-2,019.8
<b>M O</b> Trilogy Metals (TMQ)	\$-108.3
<b>M</b> Canadian Western Bank (CWB)	\$-76.0
<b>M O</b> Nuvista Energy (NVA)	\$-18.3
<b>M</b> AmmPower (AMMP)	\$-17.5
<b>M</b> Algernon Pharmaceuticals (AGN)	\$-6.8
<b>M</b> Ameriwest Lithium (ALI)	\$-2.4

<b>Top 10 Net Insider Buying</b>	
(By volume, 000's)	
<b>O</b> ZoomerMedia (ZUM)	5,200.0
<b>M</b> Cypherpunk Holdings (HODL)	1,000.0
<b>M</b> Amarillo Gold (AGC)	287.0
<b>M</b> Calfrac Well Services (CFW)	175.0
<b>O</b> Cymat Technologies (CYM)	175.0
<b>O</b> Mundoro Capital (MUN)	100.0
<b>M</b> Sterling Metals (SAG)	98.0
<b>M</b> Cielo Waste Solutions (CMC)	50.0
<b>M</b> Augusta Gold (G)	50.0
<b>M O</b> Trilogy Metals (TMQ)	49.6

<b>Top 10 Net Insider Selling</b>	
(By volume, 000's)	
<b>M</b> BlackBerry (BB)	-171.3
<b>M</b> Algernon Pharmaceuticals (AGN)	-73.0
<b>M</b> AmmPower (AMMP)	-25.0
<b>M</b> Ameriwest Lithium (ALI)	-3.0
<b>M</b> Canadian Western Bank (CWB)	-2.0

**Top-10 Tables: Yesterday's Activities (cont'd)**

Tables represent public market transactions of directly held equity securities plus purchases and sales of these securities from the exercise of options by company officers and directors filed on or after October 7, 2021. Transactions filed on Saturday and Sunday are aggregated into Friday's number. INK may adjust certain filings for common filing errors on a best efforts basis.

- |   |                                |                  |                   |
|---|--------------------------------|------------------|-------------------|
| <b>M</b> - Public market transaction                              | <b>O</b> - Exercise of options |                  |                   |
| <b>I</b> - Information that has been adjusted or estimated by INK | <b>A</b> - Amended filing      |                  |                   |
| ● - CEO Buy   | ▲ - CFO Buy                    | ◆ - Officer Buy  | ■ - Director Buy  |
| ○ - CEO Sell  | △ - CFO Sell                   | ◇ - Officer Sell | □ - Director Sell |

**Yesterday's Top 10 Individual Buy Filings**

(By volume)

Company Name	Insider Name	Security	Unit/Share	Price
ZoomerMedia (ZUM)	● Znaimer, Moses	O Common Shares	5,000,000	0.00
Cyberpunk Holdings (HODL)	● Guoga, Antanas (Tony)	M Common Shares	828,000	0.20
ZoomerMedia (ZUM)	◆ Hamilton, Dan	O Common Shares	200,000	0.00
Calfrac Well Services (CFW)	■ Mathison, Ronald	M Common Shares	175,000	4.15
Cymat Technologies (CYM)	■ Gill, Jon David	O Common Shares	175,000	0.00
Cyberpunk Holdings (HODL)	● Guoga, Antanas (Tony)	M Common Shares	172,000	0.20
Mundoro Capital (MUN)	■ Calyniuk, Michael Eugene	O Common Shares	100,000	0.12
Amarillo Gold (AGC)	■ Raykov, Rostislav Christo	M Common Shares	80,000	0.24
Trilogy Metals (TMQ)	■ Hayden, William	O Common Shares	75,000	0.70
NovaGold Resources (NG)	◆ Williams, Richard	O Common Shares	50,000	4.58

**Yesterday's Top 10 Individual Sell Filings**

(By volume)

Company Name	Insider Name	Security	Unit/Share	Price
BlackBerry (BB)	◇ Eacobacci, Tom	M Common Shares	-171,300	9.35
Algeron Pharmaceuticals (AGN)	◇ Sadhra, Michael	M Common Shares	-43,000	0.10
Trilogy Metals (TMQ)	□ Walters, Diana	M Common Shares	-40,000	2.21
Trilogy Metals (TMQ)	□ Walters, Diana	M Common Shares	-30,000	2.20
Trilogy Metals (TMQ)	□ Hayden, William	M Common Shares	-25,426	2.18
Algeron Pharmaceuticals (AGN)	◇ Sadhra, Michael	M Common Shares	-25,000	0.09
NovaGold Resources (NG)	◇ Williams, Richard	M Common Shares	-19,466	7.50
Nuvista Energy (NVA)	◇ Legrow, Christopher Mark	M Common Shares	I -17,734	5.49
Cdn Natural Resource Ltd (CNQ)	◇ McIntyre, Pamela Anne	M Common Shares	A -10,000	49.12
AmmPower (AMMP)	□ Brown, Arthur	M Common Shares	-10,000	0.64

INK Research news and knowledge websites to help you build and protect wealth



Tools for sophisticated investors and family offices. Members get interactive North American stock screening, search, insider alerts, company reports with rankings, INK Ultra money videos and more.

[www.inkresearch.com](http://www.inkresearch.com)



Canadian Insider Club members get North American stock alerts, core Canadian INK PDF reports plus 30 free company reports with rankings each month. Use coupon INKPDF for 20% off the first year of a new membership.

[www.canadianinsider.com](http://www.canadianinsider.com)



Get insider filing alerts for North American stocks at a low monthly cost. Advantage members also get access to INK Canadian and US weekly market reports.

[www.insidertracking.com](http://www.insidertracking.com)

**Disclaimer:** User agrees to only use information contained in this report for the purposes as set out in section 6.2 of COMPANION POLICY 55-102CP TO NATIONAL INSTRUMENT 55-102 of the Canadian Securities Administrators and to comply with all privacy laws. INK provides general information. INK is not an investment advisory service, a financial planner, an investment advisor nor a securities advisor. INK does not purport to tell people, or suggest to people, what they should buy or sell for themselves. Opinions and recommendations contained herein should not be construed as investment advice. Do not assume that any recommendations, insights, charts, theories, or philosophies will ensure profitable investment. Users should always consult with and obtain advice from their professional licensed financial advisor, including their tax advisor, to determine the suitability of any investment. INK recommends that anyone making an investment or trading securities do so with caution. Users should perform full due diligence and investigate any security fully before making an investment or before the execution of a security trade based upon information learned through INK. Investors should obtain annual reports and other company information to complete their own due diligence in any investment. Neither INK nor anyone affiliated with INK is responsible for any investment decision made. INK has made all reasonable efforts to ensure that all information provided is accurate at the time of inclusion; however, there may be inadvertent and occasional errors. INK makes no guarantee of accuracy or completeness. Insider transaction filings are from SEDI®; SEDI® is a registered trade-mark owned by the Alberta Securities Commission. All information and opinion expressed herein is subject to change without notice. INK employees may have an ownership or investment interest in any stock mentioned in this report. Copyright © INK Research Corp. All rights reserved.