

# Market Review



INVESTING

December 17, 2018

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	23,592.98	-507.53	-2.11%	26951.81	23344.52	-4.56%
S&P 500	2,545.94	-54.01	-2.08%	2940.91	2532.69	-4.78%
NASDAQ COMPOSITE	6,753.73	-156.93	-2.27%	8133.30	6630.67	-2.17%
S&P/TSX COMPOSITE	14,362.65	-232.42	-1.59%	16586.46	14567.32	-11.39%
STOXX EUROPE 50	2,816.88	-27.93	-0.98%	3283.23	2779.23	-11.36%
FTSE 100	6,773.24	-71.93	-1.05%	7903.50	6673.57	-11.90%
DAX PERFORMANCE-INDEX TR	10,772.20	-93.57	-0.86%	13596.89	10585.77	-16.61%
CAC40	4,799.87	-53.83	-1.11%	5657.44	4732.02	-9.65%
Nikkei 225 Index	21,506.88	0.00	0.00%	24448.07	20347.49	-5.53%
HANG SENG INDEX	26,087.98	-6.81	-0.03%	33484.08	24540.63	-12.81%
Shanghai SE Composite Index	2,597.97	4.23	0.16%	3587.03	2449.20	-21.44%

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### U.S. Stocks Sink Further

The Dow Jones Industrial Average tumbled by more than 500 points today as the equity benchmarks in the U.S. forged new lows on the session. The Dow closed at its lowest of 2018, the S&P 500 index and Nasdaq Composite Index also declined. All three U.S. main equity benchmarks were coming fresh off an ugly Friday session that saw the Dow enter correction territory, widely defined as a drop of at least 10% from a recent peak. Meanwhile, the 10-year Treasury note was yielding 2.86%, pulling back from its Friday values, indicating buying in government bonds and a so-called risk-off mode in the market with investors fleeing to the perceived low risk government bonds. Healthcare stocks were under pressure after a Federal judge ruled that Obamacare was unconstitutional. With just a handful of trading sessions left in 2018, investors remain focused on the major macro headwinds that have buffeted markets in recent months: rising interest rates, slowing global growth and U.S.-China trade tensions. The Federal Reserve will conclude its final policy meeting of 2018 on Wednesday. Although the market is widely expecting a rate increase of a quarter of a percentage point, investors will parse the bank's statements and projections to understand policy makers' plans in 2019. Traders are also looking forward to speech by President Xi Jinping, to be delivered Tuesday morning in Beijing on the topic of economic reform, for any hints as to the trajectory of trade negotiations. A reading of industrial activity in the New York region, the Empire State index for December, showed manufacturing activity growing at a sharply slower pace compared with November. The index fell 12.4 points to 10.9 in December, below consensus expectations of 21. Home builder confidence tumbled in December, according to the National Association of Home Builder's monthly index, which fell to 56 in December, its lowest level since May of 2015.

Canada's main stock index fell on Monday, as investors turned cautious ahead of the U.S. Federal Reserve's monetary policy guidance and concerns over slowing global growth. Data released by the Canadian Real Estate Association showed home resales fell 2.3 percent in November from the previous month. In corporate news, TransCanada Corp. has signed a deal to sell its Coolidge Generating Station in Arizona to a subsidiary of Southwest Generation Operating Co. LLC for \$623 million. Alimentation Couche-Tard Inc. and CrossAmerica Partners LP have signed a deal to swap convenience and gas station assets in the United States.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Pretium Resources Inc	\$11.00	\$1.05	10.55%
Eldorado Gold Corp	\$0.86	\$0.08	10.26%
Yamana Gold Inc	\$3.09	\$0.25	8.80%
New Gold Inc	\$1.13	\$0.09	8.65%
Alamos Gold Inc	\$4.30	\$0.32	8.04%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Tamarack Valley Energy Ltd	\$1.98	-\$0.23	-10.41%
Shopify Inc	\$173.80	-\$13.86	-7.39%
Cascades Inc	\$11.34	-\$0.88	-7.20%
Baytex Energy Corp	\$2.20	-\$0.17	-7.17%
Guyana Goldfields Inc	\$1.44	-\$0.11	-7.10%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	138.16	-3.47	-2.45%	-28.41%
MATERIALS	211.37	-0.26	-0.12%	-13.98%
UTILITIES	223.96	-4.06	-1.78%	-10.36%
FINANCIALS	272.87	-3.77	-1.36%	-11.55%
INDUSTRIALS	228.98	-4.27	-1.83%	-4.70%
HEALTH CARE	92.92	-4.41	-4.53%	-4.54%
CONS. DISCRETIONARY	174.75	-2.65	-1.49%	-18.82%
CONS. STAPLES	553.8	-4.83	-0.86%	0.33%
INFO TECH.	71.71	-2.09	-2.83%	8.85%
COMMUNICATION SVCS	168.45	-1.63	-0.96%	-1.15%
REAL ESTATE	295.83	-8.37	-2.75%	-2.48%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.97%	1.99%	2.05%	2.23%
U.S. (YLD%)	2.70%	2.70%	2.86%	3.12%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$49.20	-\$2.000	-3.91%	-18.57%
NATURAL GAS	\$3.54	-\$0.287	-7.50%	19.59%
GOLD	\$1,245.90	\$8.900	0.72%	-4.42%
COPPER	\$2.75	-\$0.016	-0.56%	-16.06%
CAD / USD	\$0.7454	-\$0.0020	-0.27%	-6.24%
CAD / EUR	€0.6571	-€0.0038	-0.57%	-0.83%
USD / EUR	€0.8814	-€0.0029	-0.33%	5.76%
USD / JPY	¥112.82	-¥0.55	-0.49%	0.12%

Source: Thomson Eikon



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