

# Market Review



INVESTING

April 2, 2019

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	26,179.13	-79.29	-0.30%	26951.81	21712.53	12.22%
S&P 500	2,867.24	0.05	0.00%	2940.91	2346.58	14.38%
NASDAQ COMPOSITE	7,848.69	19.78	0.25%	8133.30	6190.17	18.29%
S&P/TSX COMPOSITE	16,263.87	35.81	0.22%	16586.46	13776.88	13.55%
STOXX EUROPE 50	3,156.84	9.80	0.31%	3180.31	2673.54	14.38%
FTSE 100	7,391.12	73.74	1.01%	7903.50	6536.53	9.85%
DAX PERFORMANCE-INDEX TR	11,754.79	72.80	0.62%	13204.31	10279.20	11.10%
CAC40	5,423.47	17.94	0.33%	5657.44	4555.99	14.64%
Nikkei 225 Index	21,505.31	-3.72	-0.02%	24448.07	18948.58	7.45%
HANG SENG INDEX	29,624.67	62.65	0.21%	31592.56	24540.63	14.62%
Shanghai SE Composite Index	3,176.82	6.46	0.20%	3220.85	2440.91	27.38%

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### U.S. stocks take breather after three days of gains

U.S. equities took a breather on Tuesday, following three days of strong gains as investors were concerned about global growth given Brexit uncertainty and dovish commentary from Australia's central bank. British parliament failed to reach a majority for any alternative to Prime Minister Theresa May's divorce deal, which kept alive the prospect that Britain might leave the European Union with no deal in 10 days time. Furthermore a report from the World Trade Organization (WTO) said that global trade shrank by 0.3% in the fourth quarter of 2018 and is likely to grow by 2.6% this year, slower than 3.0% growth in 2018 and below a previous forecast of 3.7%. The WTO said trade had been weighed down by new tariffs and retaliatory measures, weaker economic growth, volatility in financial markets and tighter monetary conditions in developed countries. Adding to growth concerns was disappointing data that showed a 1.6% decline in U.S. durable goods orders in February, supporting the view that the U.S. economy lost momentum in the first quarter. New orders for non-defense capital goods excluding aircraft, a closely watched proxy for business spending plans, slipped 0.1% in February, versus expectations for it to be unchanged. However January's data was revised slightly higher. Investors are also keeping a close watch on Sino-U.S. trade negotiations, set to resume later this week in Washington with a Chinese delegation led by Vice Premier Liu He.

The Dow Jones Industrial Average underperformed the S&P500 and Nasdaq, dragged down by a 13% slide in Walgreens Boots Alliance after the drugstore chain cut its 2019 growth forecast and reported a quarterly profit that missed analyst expectations. This was partially offset by gains in Dow Inc., which traded up as much as 5.7% in its stock market debut following the spin-off from DowDuPont. In other corporate news, airline stocks got a lift from Delta Air Lines, whose shares jumped as much as 6.5% after the company increased its first quarter earnings guidance boosted by healthy demand.

Canadian stocks were mixed on Tuesday. The materials sector led the gains as base metals and precious metals producers rallied. Marijuana and energy stocks were amongst the biggest drags on the TSX Composite Index, the latter despite gains in crude oil prices. U.S. crude oil traded near a four-month high on the prospect of tightening supply as OPEC's crude production fell for a fourth month in March due to Saudi Arabia led supply cuts. Oil prices were also supported by the prospect of more U.S. sanctions against Iran and further disruption to Venezuelan production. Gold prices firmed on Tuesday, as U.S. stocks retreated, but gains were capped by strength in the U.S. dollar. The Canadian dollar weakened after comments from the Bank of Canada Governor Stephen Poloz on Monday. Poloz expressed guarded optimism that the country would emerge from a soft patch but maintained a cautious tone overall, saying the economic outlook still warrants an interest rate below the neutral range.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Kirkland Lake Gold Ltd	\$41.40	\$1.97	5.00%
Uni-Select Inc	\$15.24	\$0.65	4.46%
Torex Gold Resources Inc	\$16.84	\$0.70	4.34%
Semafo Inc	\$3.72	\$0.11	3.05%
NovaGold Resources Inc	\$5.54	\$0.15	2.78%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
BRP Inc	\$37.27	-\$1.50	-3.87%
Brookfield Business Partners LP	\$50.87	-\$1.95	-3.69%
CannTrust Holdings Inc	\$10.28	-\$0.38	-3.56%
Encana Corp	\$9.60	-\$0.29	-2.93%
Enrplus Corp	\$11.20	-\$0.33	-2.86%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	155.41	-0.66	-0.42%	12.71%
MATERIALS	237.55	1.09	0.46%	8.11%
UTILITIES	251.67	0.38	0.15%	14.67%
FINANCIALS	300.29	0.82	0.27%	11.27%
INDUSTRIALS	264.08	-0.56	-0.21%	15.11%
HEALTH CARE	128.94	-0.54	-0.42%	49.90%
CONS. DISCRETIONARY	198.47	0.65	0.33%	12.09%
CONS. STAPLES	612.32	5.55	0.91%	10.13%
INFO TECH.	92.5	0.26	0.28%	25.68%
COMMUNICATION SVCS	181.86	1.17	0.65%	9.20%
REAL ESTATE	342.28	-1.08	-0.31%	16.03%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.56%	1.55%	1.66%	1.95%
U.S. (YLD%)	2.30%	2.28%	2.47%	2.88%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$62.65	\$1.060	1.72%	37.97%
NATURAL GAS	\$2.69	-\$0.018	-0.66%	-8.50%
GOLD	\$1,290.10	\$1.700	0.13%	0.92%
COPPER	\$2.91	-\$0.011	-0.38%	10.71%
CAD / USD	\$0.7499	-\$0.0014	-0.19%	2.28%
CAD / EUR	€0.6694	-€0.0006	-0.09%	4.72%
USD / EUR	€0.8926	€0.0009	0.10%	2.40%
USD / JPY	¥111.36	¥0.02	0.02%	1.64%

Source: Thomson Eikon



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