

Market Review



INVESTING

August 19, 2019

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	26,135.79	249.78	0.96%	27398.68	21712.53	12.04%
S&P 500	2,923.65	34.97	1.21%	3027.98	2346.58	16.63%
NASDAQ COMPOSITE	8,002.81	106.82	1.35%	8339.64	6190.17	20.61%
S&P/TSX COMPOSITE	16,304.05	154.26	0.96%	16672.71	13776.88	13.83%
STOXX EUROPE 50	3,094.12	30.78	1.00%	3248.82	2673.54	12.10%
FTSE 100	7,189.65	72.50	1.02%	7727.49	6536.53	6.86%
DAX PERFORMANCE-INDEX TR	11,715.37	152.63	1.32%	12656.05	10279.20	10.73%
CAC40	5,371.56	70.77	1.34%	5672.77	4555.99	13.55%
Nikkei 225 Index	20,563.16	144.35	0.71%	24448.07	18948.58	2.74%
HANG SENG INDEX	26,291.84	557.62	2.17%	30280.12	24540.63	1.73%
Shanghai SE Composite Index	2,883.10	59.27	2.10%	3288.45	2440.91	15.61%

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Stocks up sharply on global stimulus talk, trade optimism

U.S. stocks rallied on Monday, lifted by encouraging comments from President Donald Trump and other officials on trade talks, along with a move by China over the weekend to lower borrowing costs for companies. Reports that Germany may also be considering stimulus measures underpinned gains for European stocks. The Commerce Department said Monday that it has given Chinese telecom giant Huawei Technologies Co. Ltd. another 90-day reprieve during which it can continue to do business with American companies, without the granting of case-by-case licences that would otherwise be needed, after the Commerce Department added it to its "entity list" in May. The move comes a day after U.S. President Donald Trump played down recession fears in comments to reporters, while his top economic adviser Larry Kudlow echoed those comments in appearances on Sunday talk shows. Meanwhile, White House trade adviser Peter Navarro said it was a "certainty" the U.S. will have a "strong economy through 2020 and beyond with a bull market," thanks to stimulus from major economies and "the largest trade deal ever in history." He also insisted the "Fed will be lowering rates" as part of that global stimulus push. Investors are hoping that Federal Reserve Chairman Jerome Powell will use his speech Friday at the central bank's economic policy symposium in Jackson Hole, Wyoming, to signal that a fed-funds rate cut will be delivered at the central bank's next meeting Sept. 17-18. Apple Inc. Chief Executive Officer Tim Cook warned Trump at dinner Friday that tariffs could hurt his company and give rivals an advantage. Trump said Cook "made a very compelling argument, so I'm thinking about it."

Canada's main stock index closed higher today, with gains led by energy companies, as sentiment was buoyed by signs of an interest rate reform in China that raised hopes that major economies would act to counter slowing economic growth. Canadian private equity firm Catalyst Capital Group Inc. bought a 10 per cent stake in Hudson's Bay Co. through a previously announced tender offer as part of its efforts to block a proposed takeover by the retailer's chairman. The Toronto-based firm said in a statement it had received and accepted about 18.5 million shares in Hudson's Bay for roughly \$187 million in cash at \$10.11 per share. That's a premium to a \$9.45 a share offer from Chairman Richard Baker and his partners. The stock jumped about 8 per cent, the biggest gain in more than two months.

Elsewhere, investors in Asia cheered a move by the People's Bank of China to reform interest rates, with the goal of lowering real interest rates for companies, as that country also faces a slowing economy. European stocks got a lift after German Finance Minister Olaf Scholz over the weekend suggested the government could come up with \$55 billion in stimulus if needed.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Precision Drilling Corp	\$1.71	\$0.26	17.93%
First Quantum Minerals Ltd	\$9.16	\$0.72	8.53%
Hudson's Bay Co	\$10.09	\$0.71	7.57%
Peyto Exploration & Development Corp	\$3.41	\$0.23	7.23%
Ensign Energy Services Inc	\$3.05	\$0.19	6.64%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
OceanaGold Corp	\$3.00	-\$0.26	-7.98%
Turquoise Hill Resources Ltd	\$0.60	-\$0.03	-4.76%
Canopy Growth Corp	\$35.66	-\$1.59	-4.27%
Interfor Corp	\$12.32	-\$0.54	-4.20%
CannTrust Holdings Inc	\$2.69	-\$0.10	-3.58%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	125.25	2.99	2.45%	-9.16%
MATERIALS	258.38	0.42	0.16%	17.58%
UTILITIES	274.77	2.52	0.93%	25.20%
FINANCIALS	295.22	2.60	0.89%	9.39%
INDUSTRIALS	277.62	3.26	1.19%	21.01%
HEALTH CARE	93.29	-0.43	-0.46%	8.45%
CONS. DISCRETIONARY	204.52	3.07	1.52%	15.50%
CONS. STAPLES	651.53	2.88	0.44%	17.18%
INFO TECH.	112.15	1.22	1.10%	52.38%
COMMUNICATION SVCS	178.66	1.50	0.85%	7.28%
REAL ESTATE	349.06	3.41	0.99%	18.33%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.36%	1.22%	1.18%	1.41%
U.S. (YLD%)	1.55%	1.48%	1.61%	2.09%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$56.21	\$1.340	2.44%	23.78%
NATURAL GAS	\$2.21	\$0.006	0.27%	-24.97%
GOLD	\$1,493.00	-\$19.500	-1.29%	16.80%
COPPER	\$2.60	\$0.009	0.35%	-1.10%
CAD / USD	\$0.7499	-\$0.0035	-0.46%	2.28%
CAD / EUR	€0.6767	-€0.0022	-0.32%	5.87%
USD / EUR	€0.9024	€0.0013	0.14%	3.52%
USD / JPY	¥106.62	¥0.26	0.24%	-2.68%

Source: Thomson Eikon



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