

# Market Review



INVESTING

August 22, 2019

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	26,252.24	49.51	0.19%	27398.68	21712.53	12.54%
S&P 500	2,922.95	-1.48	-0.05%	3027.98	2346.58	16.60%
NASDAQ COMPOSITE	7,991.39	-28.82	-0.36%	8339.64	6190.17	20.44%
S&P/TSX COMPOSITE	16,253.46	-55.77	-0.34%	16672.71	13776.88	13.48%
STOXX EUROPE 50	3,096.32	-13.67	-0.44%	3248.82	2673.54	12.18%
FTSE 100	7,128.18	-75.79	-1.05%	7727.49	6536.53	5.95%
DAX PERFORMANCE-INDEX TR	11,747.04	-55.81	-0.47%	12656.05	10279.20	11.03%
CAC40	5,388.25	-47.23	-0.87%	5672.77	4555.99	13.90%
Nikkei 225 Index	20,628.01	9.44	0.05%	24448.07	18948.58	3.06%
HANG SENG INDEX	26,048.72	-221.32	-0.84%	30280.12	24540.63	0.79%
Shanghai SE Composite Index	2,883.44	3.11	0.11%	3288.45	2440.91	15.62%

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### Stocks Mixed as Banks Rise, Tech Falls

U.S. stocks were mixed as a slide in technology companies offset a rally in bank shares. Treasuries fell as Federal Reserve officials cast doubt on further interest-rate cuts. The S&P 500 Index fluctuated, while the Dow Jones Industrial Average outperformed as Boeing Co. surged. Ten-year yields rose after Philadelphia Fed President Patrick Harker told CNBC that he's "on hold" right now for further monetary easing. His comments were in line with those of Kansas City counterpart Esther George, who said the U.S. doesn't need lower rates. Fed Chairman Jerome Powell could provide more guidance on policy when he speaks Friday at the annual Jackson Hole symposium. Investors have priced a quarter percentage-point rate cut next month, but dissenting Fed voices may limit the prospects for the larger move that some have advocated, including President Donald Trump. In economic data, initial jobless claims, a rough way to measure layoffs, declined by 12,000 to 209,000 in the seven days ended Aug. 17. Economists estimated new claims would total a seasonally adjusted 215,000. The more stable monthly average of new claims, meanwhile, rose by a scant 500 to 214,500. The economy had about 501,000 fewer jobs as of March 2019 than the Bureau of Labor Statistics initially calculated in its survey of business establishments. That's the largest revision since the waning stages of the Great Recession in 2009. The newly revised figures indicate the economy didn't get a huge boost last year from President Trump's tax cuts and higher federal spending. They also signal the economy is a bit weaker than previously believed and could give the Federal Reserve even greater reason to cut interest rates in September. Also, a pair of surveys of top business executives suggest growth tapered off in August to the slowest pace in three and a half years. The IHS Markit flash index of manufacturing conditions for August, for example, slipped below the breakeven point of 50 for the first time since September 2009. The preliminary reading for August fell to 49.9 from 50.4. The gauge measuring the much larger service side of the U.S. economy, meanwhile, dipped to 50.9 from 53 in July.

Canadian stocks were mostly down today led by the energy sector. The oil price fell as the drop in U.S. crude inventories last week was overshadowed by a 2.61 million-barrel increase in stored supplies of diesel and other distillates. The Canadian Imperial Bank of Commerce's shares surged after third-quarter results showed its U.S. operations and higher revenue lifted profit above analysts' estimates. In economic news, Canadian wholesale trade increased by 0.6% in June from May on stronger sales in the miscellaneous subsector, particularly in the logs, wood chips, minerals, ores and concentrates, precious metals, and second-hand goods wholesaling.

Euro-area government bonds slumped as the European Central Bank expressed concern that investors were losing faith in its ability to revive inflation and after a measure of German manufacturers reinforced recession concern. The British pound jumped as investors seized on hints from European leaders that a Brexit deal could still be reached. Asian stock markets finished mixed today. Preliminary data showed Japan's manufacturing activity shrank for a fourth consecutive month. The Jibun Bank Flash Japan Manufacturing Purchasing Managers' Index rose to a seasonally adjusted 49.5 in August from 49.4 in July. Readings below 50 signify contraction.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
NFI Group Inc	\$27.50	\$1.47	5.65%
Hudson's Bay Co	\$10.72	\$0.46	4.48%
CannTrust Holdings Inc	\$2.58	\$0.10	4.03%
Turquoise Hill Resources Ltd	\$0.67	\$0.02	3.08%
BRP Inc	\$40.28	\$0.97	2.47%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Peyto Exploration & Development Corp	\$3.36	-\$0.27	-7.44%
Canopy Growth Corp	\$33.50	-\$1.85	-5.23%
Kelt Exploration Ltd	\$2.71	-\$0.14	-4.91%
Saputo Inc	\$39.70	-\$2.00	-4.80%
Enerflex Ltd	\$12.47	-\$0.59	-4.52%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	124	-0.86	-0.69%	-10.07%
MATERIALS	260	-0.95	-0.36%	18.32%
UTILITIES	275.33	-0.68	-0.25%	25.45%
FINANCIALS	294.21	0.25	0.09%	9.02%
INDUSTRIALS	275.54	-1.78	-0.64%	20.10%
HEALTH CARE	91.85	-1.97	-2.10%	6.78%
CONS. DISCRETIONARY	204.4	0.14	0.07%	15.43%
CONS. STAPLES	639.32	-6.77	-1.05%	14.99%
INFO TECH.	115.18	0.16	0.14%	56.49%
COMMUNICATION SVCS	175.8	-0.74	-0.42%	5.56%
REAL ESTATE	347.49	-1.31	-0.38%	17.80%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.46%	1.32%	1.29%	1.52%
U.S. (YLD%)	1.62%	1.50%	1.61%	2.10%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$55.38	-\$0.300	-0.54%	21.96%
NATURAL GAS	\$2.16	-\$0.014	-0.65%	-26.67%
GOLD	\$1,493.80	-\$10.800	-0.72%	16.86%
COPPER	\$2.57	-\$0.008	-0.31%	-2.07%
CAD / USD	\$0.7518	-\$0.0005	-0.07%	2.54%
CAD / EUR	€0.6783	-€0.0002	-0.03%	6.12%
USD / EUR	€0.9022	€0.0002	0.02%	3.50%
USD / JPY	¥106.39	-¥0.22	-0.21%	-2.89%

Source: Refinitiv



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