

Market Review



INVESTING

August 27, 2019

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	25,777.90	-120.93	-0.47%	27398.68	21712.53	10.50%
S&P 500	2,869.16	-9.22	-0.32%	3027.98	2346.58	14.45%
NASDAQ COMPOSITE	7,826.95	-26.79	-0.34%	8339.64	6190.17	17.96%
S&P/TSX COMPOSITE	16,183.59	84.80	0.53%	16672.71	13776.88	12.99%
STOXX EUROPE 50	3,086.34	15.46	0.50%	3248.82	2673.54	11.82%
FTSE 100	7,089.58	-5.40	-0.08%	7727.49	6536.53	5.37%
DAX PERFORMANCE-INDEX TR	11,730.02	71.98	0.62%	12656.05	10279.20	10.87%
CAC40	5,387.09	36.07	0.67%	5672.77	4555.99	13.88%
Nikkei 225 Index	20,456.08	0.00	0.00%	24448.07	18948.58	2.20%
HANG SENG INDEX	25,664.07	-16.26	-0.06%	30280.12	24540.63	-0.70%
Shanghai SE Composite Index	2,902.19	38.63	1.35%	3288.45	2440.91	16.37%

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U.S. consumer confidence fell less than expected.

U.S. stocks initially opened higher today but lost ground afterwards as investors digested the most recent twists in the trade talks between the U.S. and China. As U.S. President Donald Trump predicted another round of talks with Beijing yesterday at the G7 meeting. China's foreign ministry, however, reiterated today that it had not received any recent U.S. telephone call on trade. Further weighing on sentiment was a deepening of the inversion in the yield curve between the 2-year and 10-year U.S. Treasuries. The 10-year Treasury yield fell below 1.50%. Financial shares, which tend to weaken in lower rate and soft economic environments, lost almost 1%, while defensive sectors such as utilities and real estate led advancing sectors. Among stocks, Johnson & Johnson shares rose almost 2% after an Oklahoma judge said J&J must pay \$572.1 million for its part in fueling the U.S. opioid epidemic, a sum that was substantially less than what investors had expected. Philip Morris International shares fell more than 7% after the tobacco maker said it was in talks with Altria Group Inc to combine in an all-stock merger of equals. Altria's shares also declined. On the economic front, U.S. consumer confidence fell less than expected in August, with households still upbeat about the labor market despite an escalation in trade tensions, which has cast a shadow over the longest economic expansion in history. While the survey from the Conference Board did not change expectations that the Federal Reserve will cut interest rates again next month, it further reduced the chances of an aggressive easing to counter the effects of the U.S.-China trade war. Other data showed, that the S&P CoreLogic Case-Shiller house price index for 20 metro areas increased 2.1% from a year ago in June, the smallest gain since August 2012, after a 2.4% rise in May. The moderation in house price appreciation was also corroborated by another report from the Federal Housing Finance Agency showing its house price index increased a seasonally adjusted 4.8% in June from a year ago, the smallest rise since January 2015, after rising 5.2% in May.

In Canada, the main stock index held-up better than its U.S. counterparts helped by the energy sector as U.S. crude prices increased more than 2% a barrel. The materials sector, which includes precious metals also gained as gold prices jumped above \$1,540 an ounce. On the corporate side, Bank of Montreal reported a third-quarter profit below market expectations, hurt by higher loan loss provisions while Canadian lender Bank of Nova Scotia beat estimates for quarterly profit, as strength in its international division buffered the bank from higher credit provisions. Shares of Scotiabank rose almost 2% while BMO fell more than 3%. Royal Bank of Canada and Canadian Imperial Bank of Commerce, which reported results last week, were up marginally.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Pan American Silver Corp	\$25.14	\$1.86	7.99%
MAG Silver Corp	\$17.56	\$1.29	7.93%
Iamgold Corp	\$5.21	\$0.38	7.87%
Centerra Gold Inc	\$12.75	\$0.91	7.69%
B2Gold Corp	\$4.96	\$0.30	6.44%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Canopy Growth Corp	\$31.18	-\$1.98	-5.97%
Aphria Inc	\$7.97	-\$0.48	-5.68%
Birchcliff Energy Ltd	\$1.76	-\$0.10	-5.38%
Baytex Energy Corp	\$1.55	-\$0.07	-4.32%
Cronos Group Inc	\$14.69	-\$0.65	-4.24%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	119.71	-0.65	-0.54%	-13.18%
MATERIALS	271.18	6.77	2.56%	23.41%
UTILITIES	275.62	2.11	0.77%	25.58%
FINANCIALS	290.4	-0.67	-0.23%	7.61%
INDUSTRIALS	272.22	1.85	0.68%	18.66%
HEALTH CARE	87.48	-2.92	-3.23%	1.70%
CONS. DISCRETIONARY	204.71	1.52	0.75%	15.61%
CONS. STAPLES	641.55	6.88	1.08%	15.39%
INFO TECH.	115.88	2.08	1.83%	57.45%
COMMUNICATION SVCS	173.16	-0.43	-0.25%	3.98%
REAL ESTATE	346.33	2.31	0.67%	17.40%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.34%	1.17%	1.13%	1.39%
U.S. (YLD%)	1.52%	1.38%	1.47%	1.95%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$55.69	\$2.050	3.82%	22.64%
NATURAL GAS	\$2.20	-\$0.028	-1.26%	-25.10%
GOLD	\$1,542.00	\$15.700	1.03%	20.63%
COPPER	\$2.55	\$0.006	0.24%	-3.12%
CAD / USD	\$0.7523	-\$0.0005	-0.07%	2.61%
CAD / EUR	€0.6783	-€0.0004	-0.06%	6.12%
USD / EUR	€0.9016	€0.0000	0.00%	3.43%
USD / JPY	¥105.75	¥0.03	0.03%	-3.48%

Source: Refinitiv



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