

Market Review



INVESTING

August 28, 2019

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	26,036.10	258.20	1.00%	27398.68	21712.53	11.61%
S&P 500	2,887.94	18.78	0.65%	3027.98	2346.58	15.20%
NASDAQ COMPOSITE	7,856.88	29.94	0.38%	8339.64	6190.17	18.41%
S&P/TSX COMPOSITE	16,271.65	88.06	0.54%	16672.71	13776.88	13.61%
STOXX EUROPE 50	3,086.50	0.16	0.01%	3248.82	2673.54	11.83%
FTSE 100	7,114.71	25.13	0.35%	7727.49	6536.53	5.75%
DAX PERFORMANCE-INDEX TR	11,701.02	-29.00	-0.25%	12656.05	10279.20	10.59%
CAC40	5,368.80	-18.29	-0.34%	5672.77	4555.99	13.49%
Nikkei 225 Index	20,479.42	23.34	0.11%	24448.07	18948.58	2.32%
HANG SENG INDEX	25,615.48	-48.59	-0.19%	30280.12	24540.63	-0.89%
Shanghai SE Composite Index	2,893.76	-8.44	-0.29%	3288.45	2440.91	16.03%

Market Review

Energy rally leads advance in equities

U.S. stocks gained amid light trading as investors took some solace in the lack of new developments on the trade front, although the U.S. Trade Representative's office on Wednesday reaffirmed President Donald Trump's plans to impose an additional 5% tariff on a list of \$300 billion of Chinese imports starting on Sept. 1 and Dec. 15. Another factor potentially proving a lift to stocks was the drop in the 30-year U.S. Treasury yield to below that of the S&P 500 dividend yield, making equities a more attractive income alternative. On the equity front, financial and energy shares helped equities recover from initial declines. The British pound weakened, and gilts climbed after U.K. Prime Minister Boris Johnson received Queen Elizabeth II approval to suspend the U.K. Parliament from mid-September to mid-October -- a move that could hamper lawmakers' efforts to block a no-deal Brexit and even trigger a constitutional crisis.

Canada's main stock index also edged higher today as gains in energy companies offset losses stemming from renewed fears of a recession. It was supported by a boost in crude oil prices after industry data showed a bigger-than-expected drop in American crude inventories and as Iran all but ruled out a meeting with the U.S. On the economic front, a global shortage of pilots and mechanics is preventing some Canadian aviation service companies from meeting the needs of airlines and other customers scrambling to secure replacements for grounded Boeing 737 MAX jets. North American airlines have canceled thousands of flights since the March grounding of the 737 MAX following two fatal crashes involving the model. In an already busy industry, this has stoked demand for replacement aircraft, and several Canadian companies are eager to oblige. But the industry-wide labor shortage has complicated matters. The aviation industry has long been wrestling with a shortage of pilots and mechanics. A 2017 report by training company CAE forecasts the need for an extra 255,000 pilots by 2027 to sustain passenger traffic which is expected to double in the next 20 years. According to a government report released today, Canadian farmers expect to harvest the smallest canola crop in 4 years due to reduced plantings, amid a diplomatic dispute between Canada and China, the top importer of the crop. On the corporate side, National Bank of Canada reported quarterly profit above analysts' today, helped by growth across all its businesses, including personal and commercial lending. Excluding one-time items, the bank, which is Canada's sixth largest lender, earned C\$1.66 per share. Analysts on average had expected a profit of C\$1.59 per share, according to IBES data from Refinitiv.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Kelt Exploration Ltd	\$2.76	\$0.26	10.40%
MEG Energy Corp	\$4.78	\$0.43	9.89%
Peyto Exploration & Development Corp	\$3.33	\$0.27	8.82%
Nexgen Energy Ltd	\$1.59	\$0.12	8.16%
Crescent Point Energy Corp	\$4.19	\$0.30	7.71%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Labrador Iron Ore Royalty Corp	\$24.95	-\$1.05	-4.04%
Shopify Inc	\$525.63	-\$15.86	-2.93%
CannTrust Holdings Inc	\$2.22	-\$0.06	-2.63%
Kinaxis Inc	\$75.82	-\$2.04	-2.62%
Ero Copper Corp	\$19.37	-\$0.46	-2.32%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	123.41	3.70	3.09%	-10.49%
MATERIALS	272.05	0.87	0.32%	23.81%
UTILITIES	276.66	1.04	0.38%	26.06%
FINANCIALS	291.83	1.43	0.49%	8.14%
INDUSTRIALS	272.01	-0.21	-0.08%	18.56%
HEALTH CARE	88.39	0.91	1.04%	2.76%
CONS. DISCRETIONARY	205.85	1.14	0.56%	16.25%
CONS. STAPLES	645.22	3.67	0.57%	16.05%
INFO TECH.	114.61	-1.27	-1.10%	55.72%
COMMUNICATION SVCS	174.52	1.36	0.79%	4.79%
REAL ESTATE	348.61	2.28	0.66%	18.18%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.33%	1.17%	1.13%	1.37%
U.S. (YLD%)	1.51%	1.38%	1.47%	1.95%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$55.91	\$0.980	1.78%	23.12%
NATURAL GAS	\$2.25	\$0.030	1.36%	-23.44%
GOLD	\$1,538.10	-\$2.900	-0.19%	20.32%
COPPER	\$2.55	\$0.007	0.28%	-2.95%
CAD / USD	\$0.7517	-\$0.0011	-0.15%	2.52%
CAD / EUR	€0.6784	-€0.0003	-0.04%	6.13%
USD / EUR	€0.9026	€0.0010	0.11%	3.54%
USD / JPY	¥106.20	¥0.48	0.45%	-3.07%

Source: Refinitiv



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