

# Market Review



INVESTING

August 8, 2019

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	26,378.19	371.12	1.43%	27398.68	21712.53	13.08%
S&P 500	2,938.09	54.11	1.88%	3027.98	2346.58	17.20%
NASDAQ COMPOSITE	8,039.16	176.33	2.24%	8339.64	6190.17	21.16%
S&P/TSX COMPOSITE	16,404.53	139.31	0.86%	16672.71	13776.88	14.53%
STOXX EUROPE 50	3,083.30	54.37	1.80%	3248.82	2673.54	11.71%
FTSE 100	7,285.90	87.20	1.21%	7776.77	6536.53	8.29%
DAX PERFORMANCE-INDEX TR	11,845.41	195.26	1.68%	12696.52	10279.20	11.96%
CAC40	5,387.96	121.45	2.31%	5672.77	4555.99	13.89%
Nikkei 225 Index	20,593.35	76.79	0.37%	24448.07	18948.58	2.89%
HANG SENG INDEX	26,120.77	123.74	0.48%	30280.12	24540.63	1.06%
Shanghai SE Composite Index	2,794.55	25.87	0.93%	3288.45	2440.91	12.06%

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**Global stocks rebounded sharply on better-than-expected Chinese data and a firming yuan.**

Global stocks were trading higher partly due to unexpectedly better Chinese economic data and a steadying of the yuan, which provided some relief to investors alarmed by the rise in U.S.-China trade tensions. China's exports unexpectedly returned to growth in July on improved global demand despite escalating U.S. trade pressure, but the rebound may be short-lived as Washington prepares to slap even more tariffs on Chinese goods. Worries about the trade war's effect on the U.S. economic expansion, the longest on record, prompted the Federal Reserve to cut interest rates last week for the first time since 2008. Financial markets have fully priced in another rate cut next month while expectations for a 50-basis-point cut at the Fed's Sept. 17-18 policy meeting have also risen. The U.S. economy grew at a 2.1% annualized rate in the second quarter, slowing from the first quarter's brisk 3.1% pace. But economists expect the government will lower its second-quarter GDP growth estimate to around a 1.8% rate later this month after a separate report from the Commerce Department today showed wholesale inventories were unchanged in June instead of rising 0.2%. The component of wholesale inventories that goes into the calculation of gross domestic product edged up 0.1% in June. That suggested the pace of inventory accumulation was much slower than the government had assumed when it compiled its advance GDP report last month. The government is scheduled to publish its second GDP estimate for the April-June period on Aug. 29.

The Canadian main stock index also benefited from a jump of more than 3% in crude prices which pushed the energy sector higher. Corporate results continue to drive significant volatility, on the upside, Inter Pipeline Ltd jumped almost 9% while TMX Group Limited was up more than 12%. On the downside, Ag Growth International Inc, lost more than 9%. Magna International Inc. trimmed its sales forecast for the second time this year, as weak global demand and the impact of U.S.-China trade tensions pushed down vehicle production in North America and Europe. The roughly \$200 million cut was not as bad as feared and the company's profit beat analysts' consensus forecasts, sending its shares up more than 2%. But the numbers were another sign of the pain the North American automotive industry is beginning to face from a series of major political shocks to its supply chains and cost base. Automakers have warned that tariffs on metals and other items resulting from President Donald Trump's trade war with China will add billions of dollars in costs to vehicle production and assembly.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
TMX Group Ltd	\$113.64	\$12.24	12.07%
Inter Pipeline Ltd	\$23.64	\$1.90	8.74%
Cott Corp	\$17.62	\$1.22	7.44%
Crescent Point Energy Corp	\$4.04	\$0.26	6.88%
Cineplex Inc	\$24.54	\$1.54	6.70%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Iamgold Corp	\$4.58	-\$0.78	-14.55%
Nuvista Energy Ltd	\$2.03	-\$0.21	-9.38%
Ag Growth International Inc	\$46.13	-\$4.57	-9.01%
CI Financial Corp	\$18.32	-\$1.76	-8.76%
Canadian Tire Corporation Ltd	\$136.30	-\$6.83	-4.77%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	126.15	1.87	1.50%	-8.51%
MATERIALS	268.04	3.06	1.15%	21.98%
UTILITIES	270.77	0.96	0.36%	23.37%
FINANCIALS	297.96	2.19	0.74%	10.41%
INDUSTRIALS	276.59	2.90	1.06%	20.56%
HEALTH CARE	102.84	0.48	0.47%	19.55%
CONS. DISCRETIONARY	208.45	-0.29	-0.14%	17.72%
CONS. STAPLES	642.16	7.27	1.15%	15.50%
INFO TECH.	111.16	2.20	2.02%	51.03%
COMMUNICATION SVCS	177.19	-0.20	-0.11%	6.39%
REAL ESTATE	345.16	1.04	0.30%	17.01%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.36%	1.23%	1.24%	1.50%
U.S. (YLD%)	1.62%	1.54%	1.72%	2.23%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$52.87	\$1.780	3.48%	16.43%
NATURAL GAS	\$2.13	\$0.044	2.11%	-27.65%
GOLD	\$1,503.10	-\$4.200	-0.28%	17.59%
COPPER	\$2.60	\$0.034	1.33%	-1.10%
CAD / USD	\$0.7556	\$0.0039	0.52%	3.06%
CAD / EUR	€0.6759	€0.0048	0.72%	5.74%
USD / EUR	€0.8945	€0.0017	0.19%	2.62%
USD / JPY	¥106.06	-¥0.20	-0.19%	-3.19%

Source: Thomson Eikon



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