

Market Review



INVESTING

December 3, 2018

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	25,826.43	287.97	1.13%	26951.81	23344.52	4.48%
S&P 500	2,790.33	30.16	1.09%	2940.91	2532.69	4.37%
NASDAQ COMPOSITE	7,441.51	110.98	1.51%	8133.30	6630.67	7.80%
S&P/TSX COMPOSITE	15,274.98	77.16	0.51%	16586.46	14639.70	-5.76%
STOXX EUROPE 50	2,955.64	21.43	0.73%	3283.23	2839.28	-6.99%
FTSE 100	7,062.41	82.17	1.18%	7903.50	6851.59	-8.13%
DAX PERFORMANCE-INDEX TR	11,465.46	208.22	1.85%	13596.89	11009.25	-11.24%
CAC40	5,053.98	50.06	1.00%	5657.44	4894.30	-4.87%
Nikkei 225 Index	22,574.76	0.00	0.00%	24448.07	20347.49	-0.84%
HANG SENG INDEX	27,182.04	675.29	2.55%	33484.08	24540.63	-9.15%
Shanghai SE Composite Index	2,654.80	66.61	2.57%	3587.03	2449.20	-19.73%

Market Review

Washington and Beijing agreed to a 90-day trade ceasefire

Trade-sensitive industrial and technology stocks pushed Wall Street higher on Monday after the United States and China agreed on a temporary trade detente, hopes of which had driven the market last week to post its biggest gain in nearly seven years. U.S. President Donald Trump and Chinese President Xi Jinping agreed to keep their trade war from escalating with a promise to halt the imposition of new tariffs for 90 days as the world's two largest economies negotiate a lasting agreement. The White House called the meeting "highly successful," saying the U.S. will leave existing tariffs on \$200 billion of Chinese goods at 10 percent and refrain from raising that rate to 25 percent as planned on Jan. 1. In exchange, the U.S. wants an immediate start to talks on Trump's biggest complaints about Chinese trade practices: intellectual property theft, non-tariff barriers and forced technology transfer. After 90 days, if there's no progress on structural reform, the U.S. will raise those tariffs to 25 percent. China also agreed to boost its purchases of agricultural and industrial goods to reduce its trade imbalance with the U.S.

Oil was jolted higher this morning by efforts across the globe to support prices as Saudi Arabia and Russia extended their pact to manage the market and Canada's largest producing province ordered unprecedented supply cuts. Alberta's plan announced Sunday will reduce production of raw crude and bitumen from the province by 325,000 barrels a day, or 8.7 percent, from January until excess oil in storage is drawn down. The reduction would then drop to 95,000 barrels a day until the end of next year at the latest. Alberta Premier Rachel Notley is following the advice of producers like Cenovus Energy Inc. and Canadian Natural Resources Ltd., which have been hammered by record low prices for heavy Canadian crude, which at one point were \$50 a barrel less than U.S. grades. Several Canadian oil companies pushed back on Monday against Alberta's mandated cuts in crude production, warning about excessive government intervention even though some drillers had already cut production after Canadian oil prices recently plunged to record lows.

In Economic News, Canada's manufacturing sector expanded in November at the fastest pace in three months, boosted by a pick up in new orders and the strongest job creation in at least eight years. The IHS Markit Canada Manufacturing Purchasing Managers' index (PMI), a measure of manufacturing business conditions, rose to a seasonally adjusted 54.9 last month, its highest since August. In October, the index hit a 21-month low of 53.9. A reading above 50 shows growth in the sector.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Cenovus Energy Inc	\$10.99	\$1.17	11.91%
First Quantum Minerals Ltd	\$13.59	\$1.39	11.39%
Lundin Mining Corp	\$6.43	\$0.64	11.05%
Baytex Energy Corp	\$2.71	\$0.25	10.16%
Crescent Point Energy Corp	\$4.34	\$0.40	10.15%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Aphria Inc	\$7.60	-\$2.91	-27.69%
Gibson Energy Inc	\$19.74	-\$1.61	-7.54%
BRP Inc	\$44.52	-\$2.82	-5.96%
Imperial Oil Ltd	\$38.09	-\$1.48	-3.74%
Cineplex Inc	\$25.14	-\$0.71	-2.75%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	154.58	5.87	3.95%	-19.90%
MATERIALS	213.05	4.48	2.15%	-13.30%
UTILITIES	230.11	2.71	1.19%	-7.90%
FINANCIALS	290.73	-0.59	-0.20%	-5.76%
INDUSTRIALS	251.98	-2.13	-0.84%	4.87%
HEALTH CARE	101.14	-1.83	-1.78%	3.90%
CONS. DISCRETIONARY	194.42	0.47	0.24%	-9.69%
CONS. STAPLES	561.4	-0.19	-0.03%	1.70%
INFO TECH.	78.46	0.86	1.11%	19.10%
COMMUNICATION SVCS	171.79	-0.36	-0.21%	0.81%
REAL ESTATE	309.12	-0.72	-0.23%	1.90%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	2.16%	2.19%	2.23%	2.35%
U.S. (YLD%)	2.82%	2.82%	2.97%	3.25%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$53.20	\$2.270	4.46%	-11.95%
NATURAL GAS	\$4.34	-\$0.273	-5.92%	46.59%
GOLD	\$1,230.50	\$10.300	0.84%	-5.60%
COPPER	\$2.78	\$0.005	0.18%	-14.91%
CAD / USD	\$0.7569	\$0.0028	0.37%	-4.79%
CAD / EUR	€0.6669	€0.0007	0.11%	0.65%
USD / EUR	€0.8811	-€0.0024	-0.27%	5.72%
USD / JPY	¥113.63	¥0.17	0.15%	0.83%

Source: Thomson Eikon



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