

Market Review



INVESTING

January 7, 2019

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	23,531.35	98.19	0.42%	26951.81	21712.53	0.87%
S&P 500	2,549.69	17.75	0.70%	2940.91	2346.58	1.71%
NASDAQ COMPOSITE	6,823.47	84.61	1.26%	8133.30	6190.17	2.84%
S&P/TSX COMPOSITE	14,504.13	77.51	0.54%	16586.46	13776.88	1.27%
STOXX EUROPE 50	2,791.76	-19.99	-0.71%	3283.23	2673.54	1.15%
FTSE 100	6,810.88	-26.54	-0.39%	7903.50	6536.53	1.23%
DAX PERFORMANCE-INDEX TR	10,747.81	-19.88	-0.18%	13596.89	10279.20	1.58%
CAC40	4,719.17	-17.95	-0.38%	5657.44	4555.99	-0.24%
Nikkei 225 Index	20,038.97	0.00	0.00%	24448.07	18948.58	0.12%
HANG SENG INDEX	25,835.70	209.67	0.82%	33484.08	24540.63	-0.04%
Shanghai SE Composite Index	2,533.09	18.22	0.72%	3587.03	2440.91	1.57%

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Stocks rise on trade talk optimism.

Gains in technology and consumer discretionary stocks today helped Wall Street extend Friday's rally as U.S.-China trade talks resume. Both countries had their first face-to-face talks since a 90-day truce was agreed in December. U.S. Commerce Secretary Wilbur Ross said that he saw a very good chance that the two countries will reach a reasonable settlement, easing some of the concerns that had pummeled the market in the second half of 2018. Fears of a global slowdown have led to a sharp pullback in the markets over the last few months and in analysts' estimates for corporate growth. But since hitting a 20-month low on Christmas Eve just a rounding error from levels considered to be a bear market, the benchmark S&P500 index has now gained more than 8%. Today, the biggest gain was logged by the consumer discretionary index, which jumped almost 3%, led by gains in Amazon.com Inc and Netflix Inc. Utilities was one of the only two sectors down today, dragged lower by PG&E Corp's more than 20% slump. This followed a Reuters report that the California utility is exploring filing for bankruptcy protection as it fears a massive charge in the fourth quarter related to potential liabilities from wildfires. Other companies in the news today were, Dollar Tree Inc., which jumped more than 6% after activist investor Starboard Value LP called on the retailer to sell its underperforming Family Dollar business and proposed replacing a majority of its board and Loxo Oncology Inc. gaining more than 65% after Eli Lilly and Co. announced that it would buy the cancer drug developer for about \$8 billion. The Institute for Supply Management said today its non-manufacturing activity index fell to 57.6 last month, the lowest reading since July, from 60.7 in November. Despite the U.S. services sector activity slowing to a five-month low in December, it remained at a level consistent with solid economic growth in the fourth quarter.

Canada's main stock index was little changed today, after notching two weeks of gains, as advances in healthcare stocks were stymied by losses in energy shares despite oil prices climbing following OPEC support for production cuts. Peyto Exploration & Development Corp. fell almost 4%, leading declines among energy shares, after a brokerage firm downgraded its stocks due to expectations that natural gas prices will fall. The Canadian dollar strengthened to a nearly four-week high against its U.S. counterpart on stronger oil prices and the greenback broad decline. On the economic front, the pace of purchasing activity in Canada showed a surprise pick-up in December as supplier deliveries rebounded, according to Ivey Purchasing Managers Index (PMI) data. The seasonally adjusted index rose to 59.7 from 57.2 in November, surpassing analysts' expectations for 56.8. A reading above 50 indicates an increase in the pace of activity.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
New Gold Inc	\$1.28	\$0.08	6.67%
Laurentian Bank of Canada	\$42.01	\$2.48	6.27%
Aphria Inc	\$8.54	\$0.47	5.82%
Great Canadian Gaming Corp	\$51.54	\$2.65	5.42%
NFI Group Inc	\$34.98	\$1.74	5.23%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Kirkland Lake Gold Ltd	\$33.13	-\$1.62	-4.66%
Semafo Inc	\$2.92	-\$0.13	-4.26%
Sandstorm Gold Ltd	\$6.17	-\$0.24	-3.74%
Turquoise Hill Resources Ltd	\$2.16	-\$0.08	-3.57%
Peyto Exploration & Development Corp	\$7.55	-\$0.27	-3.45%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	144.59	0.18	0.12%	4.87%
MATERIALS	214.06	-2.19	-1.01%	-2.58%
UTILITIES	220.62	0.68	0.31%	0.52%
FINANCIALS	271.92	0.01	0.00%	0.76%
INDUSTRIALS	231.62	2.76	1.21%	0.96%
HEALTH CARE	92.77	1.81	1.99%	7.85%
CONS. DISCRETIONARY	180.65	3.79	2.14%	2.02%
CONS. STAPLES	561.2	8.76	1.59%	0.94%
INFO TECH.	73.53	1.74	2.42%	-0.10%
COMMUNICATION SVCS	167.68	0.95	0.57%	0.68%
REAL ESTATE	298.25	3.48	1.18%	1.11%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.88%	1.89%	1.95%	2.16%
U.S. (YLD%)	2.54%	2.54%	2.70%	2.99%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$48.67	\$0.710	1.48%	7.18%
NATURAL GAS	\$2.95	-\$0.096	-3.15%	0.27%
GOLD	\$1,286.60	\$3.900	0.30%	0.65%
COPPER	\$2.64	-\$0.011	-0.40%	0.49%
CAD / USD	\$0.7519	\$0.0044	0.59%	2.55%
CAD / EUR	€0.6552	-€0.0008	-0.12%	2.50%
USD / EUR	€0.8713	-€0.0063	-0.72%	-0.05%
USD / JPY	¥108.73	¥0.21	0.19%	-0.76%

Source: Thomson Eikon



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