

Market Review



INVESTING

November 28, 2018

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	25,366.43	617.70	2.50%	26951.81	23344.52	2.62%
S&P 500	2,743.78	61.61	2.30%	2940.91	2532.69	2.62%
NASDAQ COMPOSITE	7,291.59	208.89	2.95%	8133.30	6630.67	5.62%
S&P/TSX COMPOSITE	15,171.25	227.16	1.52%	16586.46	14639.70	-6.40%
STOXX EUROPE 50	2,925.40	4.34	0.15%	3283.23	2839.28	-7.94%
FTSE 100	7,004.52	-12.33	-0.18%	7903.50	6851.59	-8.89%
DAX PERFORMANCE-INDEX TR	11,298.88	-10.23	-0.09%	13596.89	11009.25	-12.53%
CAC40	4,983.24	0.09	0.00%	5657.44	4894.30	-6.20%
Nikkei 225 Index	22,177.02	0.00	0.00%	24448.07	20347.49	-2.58%
HANG SENG INDEX	26,682.56	350.60	1.33%	33484.08	24540.63	-10.82%
Shanghai SE Composite Index	2,601.74	27.06	1.05%	3587.03	2449.20	-21.33%

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Equity markets rally after Powell says policy rate near neutral.

Wall Street rallies after Federal Reserve Chair Jerome Powell appeared to signal a nearer end to the U.S. central bank's interest-rate hikes today, saying interest rates are now "just below" estimates of neutral less than two months after saying rates were probably "a long way" from that point. In a speech that comes in the wake of another volatile market selloff eased worries of a faster pace of interest rate hikes next year. However, Powell offered few clues on how much longer the U.S. central bank would continue tightening policy but mentioned that there was "a great deal to like" about U.S. prospects and that the Fed's gradual interest-rate hikes are meant to balance risks as it tries to keep the economy on track. The Fed has settled into a quarterly rate-hike cycle and is expected to tighten policy again next month. But signs of a slowdown overseas and nearly two months of market volatility, including a sharp selloff last week have clouded an otherwise mostly rosy U.S. picture in which the economy is growing well above potential and unemployment is the lowest since the 1960s.

The U.S. economy slowed in the third quarter as previously reported, but the pace was likely strong enough to keep growth on track to hit the Trump administration's 3% target this year, even as momentum appears to have moderated further early in the fourth quarter. The Commerce Department second estimate of third-quarter GDP growth remained at a 3.5% annualized rate.

Canada's equity market also rose today, driven by strong results from Royal Bank of Canada, which helped lift shares of financial sector. Canada's biggest lender topped quarterly earnings expectations, helped by growth in its retail banking and wealth management divisions. Also helping the S&P/TSX Composite index was Alimentation Couche-Tard, the world's second-biggest convenience store operator beat analysts' earnings expectation as it earned more from improved fuel sales. A Reuters poll released today showed investors see value in Toronto's commodity-linked stock market and expect it to rebound more than 9% in 2019 as the global economy continues to grow on hopes of a recovery in Canadian heavy crude price. In Alberta, Premier Rachel Notley is taking actions to move oil stuck in the region because of a lack of pipeline capacity, she announced that the province is in talks to buy rail cars to transport 120,000 barrels per day of crude oil and expects a deal to be concluded within weeks.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Transcontinental Inc	\$22.46	\$2.16	10.64%
Aphria Inc	\$11.35	\$1.06	10.30%
Hudson's Bay Co	\$8.60	\$0.73	9.28%
Nexgen Energy Ltd	\$2.95	\$0.24	8.86%
Aurora Cannabis Inc	\$7.91	\$0.62	8.50%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Crescent Point Energy Corp	\$3.99	-\$0.26	-6.12%
Bombardier Inc	\$2.13	-\$0.12	-5.33%
AltaGas Ltd	\$14.00	-\$0.76	-5.15%
Linamar Corp	\$46.48	-\$2.04	-4.20%
Kelt Exploration Ltd	\$4.28	-\$0.15	-3.39%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	147.42	-0.47	-0.32%	-23.61%
MATERIALS	209.09	4.53	2.21%	-14.91%
UTILITIES	226.74	0.35	0.15%	-9.25%
FINANCIALS	292.36	5.60	1.95%	-5.23%
INDUSTRIALS	253.47	5.31	2.14%	5.49%
HEALTH CARE	103.36	5.02	5.10%	6.18%
CONS. DISCRETIONARY	192.06	4.25	2.26%	-10.78%
CONS. STAPLES	554.96	7.83	1.43%	0.54%
INFO TECH.	77.76	1.79	2.36%	18.03%
COMMUNICATION SVCS	171.67	-0.24	-0.14%	0.74%
REAL ESTATE	310.57	2.89	0.94%	2.38%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	2.21%	2.27%	2.33%	2.41%
U.S. (YLD%)	2.81%	2.87%	3.06%	3.35%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$50.31	-\$1.250	-2.42%	-16.73%
NATURAL GAS	\$4.72	\$0.478	11.22%	59.29%
GOLD	\$1,220.70	\$7.300	0.60%	-6.35%
COPPER	\$2.76	\$0.051	1.86%	-15.57%
CAD / USD	\$0.7533	\$0.0013	0.17%	-5.25%
CAD / EUR	€0.6626	-€0.0036	-0.54%	0.00%
USD / EUR	€0.8795	-€0.0063	-0.71%	5.53%
USD / JPY	¥113.61	-¥0.16	-0.14%	0.82%

Source: Thomson Eikon



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