

Market Review



INVESTING

November 29, 2018

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	25,338.84	-27.59	-0.11%	26951.81	23344.52	2.51%
S&P 500	2,737.80	-5.99	-0.22%	2940.91	2532.69	2.40%
NASDAQ COMPOSITE	7,273.08	-18.51	-0.25%	8133.30	6630.67	5.36%
S&P/TSX COMPOSITE	15,194.04	22.79	0.15%	16586.46	14639.70	-6.26%
STOXX EUROPE 50	2,929.60	4.20	0.14%	3283.23	2839.28	-7.81%
FTSE 100	7,038.95	34.43	0.49%	7903.50	6851.59	-8.44%
DAX PERFORMANCE-INDEX TR	11,298.23	-0.65	-0.01%	13596.89	11009.25	-12.54%
CAC40	5,006.25	23.01	0.46%	5657.44	4894.30	-5.77%
Nikkei 225 Index	22,262.60	0.00	0.00%	24448.07	20347.49	-2.21%
HANG SENG INDEX	26,451.03	-231.53	-0.87%	33484.08	24540.63	-11.59%
Shanghai SE Composite Index	2,567.44	-34.29	-1.32%	3587.03	2449.20	-22.37%

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Economic, trade uncertainty clouds outlook for Canadian banks.

U.S. stocks swung between gains and losses in a choppy trading session. Uncertainty over the outcome of a high-stakes meeting between the United States and China at the upcoming G20 Summit kept investors on edge. President Donald Trump sent conflicting signals on a potential trade deal with China after he said Washington was close to making a deal but is not sure he wants to do it and likes where things stand now. Once again, the Fed had a positive impact on markets after it released its minutes from its early November meeting. It showed that almost all Federal Reserve officials at their last meeting agreed another interest rate increase was "likely to be warranted fairly soon," but also opened debate on when to pause further hikes and how to relay those plans to the public. It also revealed that policymakers ticked off a series of issues, including a tightening of financial conditions, global risks, "and some signs of slowing in interest-sensitive sectors," that had begun weighing on their view of the economy.

Canada's main stock index rose today, as oil prices reversed course to trade higher, resulting in gains in energy shares. The energy sector gain, as oil prices rose more than 2% after industry sources said Russia had accepted the need to cut production, along with OPEC members. Economic data released today, showed that Canada's current account deficit narrowed in the third quarter from the second quarter, on lower deficits on goods, services and investment income. A related news story mentioned today that because of some squabbling between the United States and Canada, the details of the U.S.-Mexico-Canada Agreement (USMCA) deal are still being worked on, less than a day before the scheduled Nov. 30 signing date on the sidelines of the Group of 20 world leaders summit in Buenos Aires. Two Canadian sources directly familiar with the talks said it was unclear whether the three countries would sign a finalized pact or settle for some sort of less formal deal, leaving contentious details to be worked out later. On the corporate side, Toronto-Dominion Bank and Canadian Imperial Bank of Commerce, said that global economic uncertainty and trade tensions could hurt their performances next year. Executives at the banks, which also have large businesses in the United States, were speaking after CIBC reported fourth-quarter earnings that missed market forecasts for the first time in four years despite strong earnings growth in its U.S. operations. TD reported an earnings per share increase of 20%, marginally beating analysts forecasts. TD saw its U.S. operations growing earnings by 44% and reiterated its expectation of earnings growth between 7% and 10% next year.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Baytex Energy Corp	\$2.50	\$0.16	6.84%
Enovus Energy Inc	\$9.75	\$0.56	6.09%
Lundin Mining Corp	\$5.70	\$0.31	5.75%
MEG Energy Corp	\$8.42	\$0.44	5.51%
Cascades Inc	\$12.39	\$0.64	5.45%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Aphria Inc	\$10.54	-\$0.81	-7.14%
Dorel Industries Inc	\$18.72	-\$1.22	-6.12%
Precision Drilling Corp	\$3.08	-\$0.19	-5.81%
New Gold Inc	\$1.04	-\$0.06	-5.45%
Aurora Cannabis Inc	\$7.51	-\$0.40	-5.06%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	150.06	2.64	1.79%	-22.24%
MATERIALS	208.35	-0.74	-0.35%	-15.21%
UTILITIES	227.18	0.44	0.19%	-9.07%
FINANCIALS	291.46	-0.90	-0.31%	-5.52%
INDUSTRIALS	252.6	-0.87	-0.34%	5.13%
HEALTH CARE	101.53	-1.83	-1.77%	4.30%
CONS. DISCRETIONARY	193.36	1.30	0.68%	-10.18%
CONS. STAPLES	561.53	6.57	1.18%	1.73%
INFO TECH.	77.39	-0.37	-0.48%	17.47%
COMMUNICATION SVCS	171.95	0.28	0.16%	0.90%
REAL ESTATE	308.92	-1.65	-0.53%	1.84%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	2.19%	2.23%	2.30%	2.41%
U.S. (YLD%)	2.81%	2.85%	3.03%	3.33%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$51.38	\$1.090	2.17%	-14.96%
NATURAL GAS	\$4.59	-\$0.108	-2.30%	55.10%
GOLD	\$1,223.40	-\$0.200	-0.02%	-6.14%
COPPER	\$2.78	-\$0.018	-0.63%	-15.05%
CAD / USD	\$0.7527	-\$0.0007	-0.09%	-5.32%
CAD / EUR	€0.6606	-€0.0022	-0.33%	-0.30%
USD / EUR	€0.8777	-€0.0020	-0.23%	5.32%
USD / JPY	¥113.42	-¥0.26	-0.23%	0.65%

Source: Thomson Eikon



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