

Market Review



INVESTING

September 10, 2019

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	26,909.43	73.92	0.28%	27398.68	21712.53	15.36%
S&P 500	2,979.39	0.96	0.03%	3027.98	2346.58	18.85%
NASDAQ COMPOSITE	8,084.16	-3.28	-0.04%	8339.64	6190.17	21.84%
S&P/TSX COMPOSITE	16,537.34	42.25	0.26%	16672.71	13776.88	15.46%
STOXX EUROPE 50	3,180.66	3.65	0.11%	3248.82	2673.54	15.24%
FTSE 100	7,267.95	32.14	0.44%	7727.49	6536.53	8.02%
DAX PERFORMANCE-INDEX TR	12,268.71	42.61	0.35%	12656.05	10279.20	15.96%
CAC40	5,593.21	4.26	0.08%	5672.77	4555.99	18.23%
Nikkei 225 Index	21,392.10	73.68	0.35%	24448.07	18948.58	6.88%
HANG SENG INDEX	26,683.68	2.28	0.01%	30280.12	24540.63	3.24%
Shanghai SE Composite Index	3,021.20	-3.54	-0.12%	3288.45	2440.91	21.14%

Market Review

U.S. stocks mixed ahead of central bank policy decisions

U.S. stocks opened lower as weak economic data from China added to fears of a global recession, however stocks pared losses on hopes of a trade deal after a report from the South China Morning Post, citing a source, said that China is ready to sweeten a trade deal by buying more agricultural products from the U.S. The latest economic data showed China's factory-gate prices shrank 0.8% in August, the sharpest pace of decline in three years, as businesses slashed prices to cope with slowing demand amid the Sino-U.S. trade war. This put more pressure on Beijing to step up economic stimulus. Markets also await policy decisions from the European Central Bank (ECB) on Thursday and the U.S. Federal Reserve next week on potential monetary stimulus. The ECB is widely expected to cut interest rates deeper into negative territory and possibly restart asset purchases in an effort to bolster the slowing economy. However investors remain cautious, questioning the amount of stimulus the ECB will move forward with. The U.S. Federal Reserve is also widely expected to cut rates. Sector performance was mixed with energy stocks the biggest gainers on the S&P500. The technology sector was the weakest sector for the second consecutive session as investors continued to rotate out of high growth, high beta names. In corporate news, Netflix and Disney shares fell after Apple unveiled its streaming service pricing and November 1st launch date at its annual product event. Ford Motor's shares fell after Moody's downgraded the automaker's debt rating to "junk status" overnight. HD Supply Holdings shares sank after the company missed Q2 sales estimates and lowered its 2020 sales guidance. Wendy's shares tumbled after the company cut its 2019 earnings forecast due to one-time expenses from its plan to expand its breakfast menu next year.

Canada's TSX Composite index edged higher boosted by gains in energy, financials stocks, the latter receiving support from rising bond yields. The technology sector was the biggest decliner of all 11 main sectors. In corporate news, Shopify shares fell after announced that it would acquire warehouse technology provider 6 River Systems for about US\$450 million, as it looks to accelerate growth of its fulfillment network. Northland Power's shares fell after the company announced it would buy most of Colombian utility in a deal valued at C\$1.05 billion, including debt. The Canadian dollar hovered around its six week high against the greenback, after domestic data showed a surprise increase in housing starts in August as groundbreaking increased on single detached urban homes. The seasonally adjusted annualized rate of housing starts rose to 226,639 units from a revised 222,467 in July. Economists had expected starts to fall to 215,000 units. A separate report from StatsCan said the value of building permits issued by Canadian municipalities rose 3% in July, ahead of economist expectations for a 2.3% gain. Much of the increase came in the form of permits for multi-family and commercial buildings.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
SNC-Lavalin Group Inc	\$17.92	\$1.97	12.35%
Hudbay Minerals Inc	\$4.94	\$0.32	6.93%
Secure Energy Services Inc	\$6.26	\$0.37	6.28%
Birchcliff Energy Ltd	\$2.22	\$0.13	6.22%
Interfor Corp	\$13.90	\$0.80	6.11%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Shopify Inc	\$442.98	-\$29.07	-6.16%
Kirkland Lake Gold Ltd	\$58.50	-\$3.18	-5.16%
Restaurant Brands International Inc	\$94.47	-\$4.12	-4.18%
Northland Power Inc	\$24.17	-\$0.95	-3.78%
Air Canada	\$42.38	-\$1.62	-3.68%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	134.11	3.02	2.30%	-2.73%
MATERIALS	256.85	0.40	0.16%	16.89%
UTILITIES	276.86	-1.83	-0.66%	26.15%
FINANCIALS	303.93	2.21	0.73%	12.62%
INDUSTRIALS	274.19	0.28	0.10%	19.51%
HEALTH CARE	94.95	1.79	1.92%	10.38%
CONS. DISCRETIONARY	206.87	-1.51	-0.72%	16.83%
CONS. STAPLES	663.17	-2.51	-0.38%	19.28%
INFO TECH.	110.19	-2.90	-2.56%	49.71%
COMMUNICATION SVCS	178.39	0.18	0.10%	7.12%
REAL ESTATE	347.36	-1.01	-0.29%	17.75%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.60%	1.45%	1.44%	1.62%
U.S. (YLD%)	1.68%	1.59%	1.73%	2.21%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$57.55	-\$0.300	-0.52%	26.73%
NATURAL GAS	\$2.58	-\$0.001	-0.04%	-12.11%
GOLD	\$1,491.30	-\$10.900	-0.73%	16.66%
COPPER	\$2.60	-\$0.010	-0.36%	-1.03%
CAD / USD	\$0.7605	\$0.0012	0.16%	3.72%
CAD / EUR	€0.6888	€0.0016	0.23%	7.76%
USD / EUR	€0.9057	€0.0007	0.08%	3.90%
USD / JPY	¥107.49	¥0.26	0.24%	-1.89%

Source: Refinitiv



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