

Market Review



INVESTING

September 4, 2019

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	26,355.47	237.45	0.91%	27398.68	21712.53	12.98%
S&P 500	2,936.99	30.72	1.06%	3027.98	2346.58	17.16%
NASDAQ COMPOSITE	7,976.88	102.72	1.30%	8339.64	6190.17	20.22%
S&P/TSX COMPOSITE	16,448.84	49.61	0.30%	16672.71	13776.88	14.84%
STOXX EUROPE 50	3,166.47	23.64	0.75%	3248.82	2673.54	14.72%
FTSE 100	7,311.26	43.07	0.59%	7727.49	6536.53	8.67%
DAX PERFORMANCE-INDEX TR	12,025.04	114.18	0.96%	12656.05	10279.20	13.66%
CAC40	5,532.07	66.00	1.21%	5672.77	4555.99	16.94%
Nikkei 225 Index	20,649.14	23.98	0.12%	24448.07	18948.58	3.17%
HANG SENG INDEX	26,523.23	995.38	3.90%	30280.12	24540.63	2.62%
Shanghai SE Composite Index	2,957.41	27.26	0.93%	3288.45	2440.91	18.59%

Market Review

Bank of Canada Maintains overnight Rate

Stocks rebounded worldwide on Wednesday, and the U.S. Treasury yield curve steepened as easing geopolitical concerns and upbeat economic data from China helped revive investor risk appetite. China's services sector expanded in August at its fastest pace in three months as a jump in new orders prompted the biggest hiring increase in over a year, according to the Caixin/Markit services purchasing managers index (PMI). The British parliament on Wednesday voted to prevent Prime Minister Boris Johnson taking Britain out of the European Union without a deal, but he sought an election just weeks before Brexit to free his hands, Hong Kong withdrew the contentious extradition bill at the heart of recent protests and political risks in Italy appeared to be easing, all of which brought buyers back to equities markets.

The Bank of Canada held interest rates steady as expected on Wednesday but made no mention of future cuts, prompting market analysts to downgrade the likelihood of the bank lowering rates next month. The central bank - which has sat on the sidelines since last October - maintained its key overnight rate at 1.75%. The current level of stimulus remained appropriate, it said, reiterating the pace of Canadian economic growth would slow down in the second half of the year. The bank, which has showed no appetite for cutting rates amid steady domestic activity, has sat on the sidelines even as some of its counterparts eased borrowing costs or signaled their intention to loosen monetary policy. Market expectations of an interest rate cut on Oct 30, as reflected in the overnight index swaps markets, fell to 54 percent from 66%. In other economic news, Canada posted a wider-than-expected trade deficit in July as imports rose and exports declined, data from Statistics Canada showed on Wednesday, a sign that the boost to the domestic economy from trade in the second quarter may not be repeated. Canada's trade deficit was C\$1.12 billion in July, while the prior month's surplus was revised to show a C\$0.06 billion deficit. Analysts had forecast a deficit of C\$0.40 billion in July. A separate report showed Canadian labor productivity grew by 0.2% in the second quarter, as hours worked rebounded while business output also accelerated, Statistics Canada said on Wednesday. South of the boarder, the U.S. trade deficit narrowed slightly in July as exports rebounded, but the gap with China, a focus of the Trump administration's "America First" agenda, surged to a six-month high. The Commerce Department said on Wednesday the trade deficit dropped 2.7% to \$54.0 billion. Data for June was revised down to show the trade gap shrinking to \$55.5 billion instead of the previously reported \$55.2 billion. Economists had forecast the trade gap narrowing to \$53.5 billion in July.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Nuvista Energy Ltd	\$1.76	\$0.14	8.64%
Brookfield Business Partners LP	\$46.27	\$3.35	7.81%
Eldorado Gold Corp	\$13.20	\$0.84	6.80%
First Quantum Minerals Ltd	\$8.69	\$0.52	6.36%
Crescent Point Energy Corp	\$4.69	\$0.22	4.92%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Nexgen Energy Ltd	\$1.59	-\$0.08	-4.79%
Sierra Wireless Inc	\$13.93	-\$0.50	-3.47%
Restaurant Brands International Inc	\$99.19	-\$3.12	-3.05%
Cronos Group Inc	\$14.63	-\$0.42	-2.79%
Peyto Exploration & Development Corp	\$3.20	-\$0.08	-2.44%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	125.39	0.94	0.76%	-9.06%
MATERIALS	274.22	2.73	1.01%	24.79%
UTILITIES	281.16	0.52	0.19%	28.11%
FINANCIALS	295.02	0.68	0.23%	9.32%
INDUSTRIALS	273.9	0.45	0.16%	19.39%
HEALTH CARE	89.26	-1.21	-1.34%	3.77%
CONS. DISCRETIONARY	206.23	0.61	0.30%	16.47%
CONS. STAPLES	654.79	4.33	0.67%	17.77%
INFO TECH.	115.25	0.56	0.49%	56.59%
COMMUNICATION SVCS	177.19	0.45	0.25%	6.39%
REAL ESTATE	351.49	0.72	0.21%	19.15%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	1.34%	1.15%	1.13%	1.41%
U.S. (YLD%)	1.43%	1.31%	1.46%	1.96%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$56.36	\$2.420	4.49%	24.11%
NATURAL GAS	\$2.44	\$0.079	3.35%	-17.11%
GOLD	\$1,553.20	\$7.300	0.47%	21.51%
COPPER	\$2.58	\$0.063	2.49%	-2.02%
CAD / USD	\$0.7559	\$0.0061	0.81%	3.10%
CAD / EUR	€0.6852	€0.0021	0.31%	7.20%
USD / EUR	€0.9065	-€0.0046	-0.50%	3.99%
USD / JPY	¥106.34	¥0.42	0.40%	-2.94%

Source: Refinitiv



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