

# Market Review



INVESTING

August 31, 2020

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	28,430.05	-223.82	-0.78%	29568.57	18213.65	-0.38%
S&P 500	3,500.31	-7.70	-0.22%	3509.23	2191.86	8.34%
NASDAQ COMPOSITE	11,775.46	79.82	0.68%	11730.01	6631.42	31.24%
S&P/TSX COMPOSITE	16,514.44	-191.35	-1.15%	17970.51	11172.73	-3.22%
STOXX EUROPE 50	2,954.55	-21.79	-0.73%	3539.89	2260.11	-13.18%
FTSE 100	5,963.57	-36.42	-0.61%	7689.67	4898.79	-20.93%
DAX PERFORMANCE-INDEX TR	12,945.38	-87.82	-0.67%	13795.24	8255.65	-2.29%
CAC40	4,947.22	-55.72	-1.11%	6111.41	3632.06	-17.24%
Nikkei 225 Index	23,139.76	257.11	1.12%	24115.95	16358.19	-2.18%
HANG SENG INDEX	25,177.05	-245.01	-0.96%	29174.92	21139.26	-10.69%
Shanghai SE Composite Index	3,395.68	-8.13	-0.24%	3458.79	2646.80	11.33%

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### The Dow Slipped After Index Changes

Today's session marked key changes to the Dow Jones Industrials index precipitated partly by Apple Inc.'s 4-for-1 stock split, which prompted the Dow's owners, S&P Dow Jones Indices, to add Salesforce.com Inc., Amgen Inc. and Honeywell International Inc. to the index, replacing iconic Exxon Mobil Corp., Pfizer Inc and Raytheon Technologies Corp. Stocks traded mostly lower today, but closed out the month with strong performance. Despite the slight weakness in equities, the tech-heavy Nasdaq Composite, continued its advance into record territory. Adding to the optimism around potential coronavirus cures, the Food and Drug Administration's commissioner, Stephen Hahn, said that the U.S. could fast-track a trio of vaccines. The FDA boss, in an interview with the Financial Times over the weekend, insisted that there is a safe way to make a vaccine available before the end of final stage trials—potentially by issuing an emergency authorization for use by certain groups rather than a blanket approval. Fed Vice Chairman Richard Clarida defended the central bank's shift to average inflation targeting today. He said the link between inflation and the unemployment rate, known to economists as the Phillips Curve, began to lose its predictive power more than a decade ago. Meanwhile, China on Friday unveiled new restrictions on artificial-intelligence technology exports that could further complicate the sale of TikTok's U.S. operations as the Trump administration tries to quickly find a buyer. Microsoft Corp., Walmart and Oracle Corp. have all been reportedly interested in acquiring pieces of the popular social-media company. Separately, investors may take cues from recent revealed purchases by luminary investor Warren Buffett, whose Berkshire Hathaway conglomerate disclosed stakes in Japanese investment firms Mitsubishi Corp., Mitsui & Co., Sumitomo Corp., Itochu Corp. and Marubeni Corp. just before the Tokyo stock market opened today. GameStop Inc. shares were up more than 25% after RC Ventures LLC disclosed that it has taken a 9% stake in the gaming retailer.

Canada's main stock index posted a triple-digit decline as the financial, energy, material and industrial sectors posted at least 1% losses. Canadian oil producer Whitecap Resources Inc said on Monday it would buy NAL Resources Ltd, owned by Manulife Financial Corp., for \$155 million as it looks to boost its core Alberta and Saskatchewan assets. Separately, oil and gas company Obsidian Energy Ltd offered two shares for every share of Bonterra Energy Corp. That would value Bonterra at about C\$35 million, or C\$1.06 per share, a 29.3% discount to its Friday close.

In Asia, markets were mostly lower. An official gauge of China's factory activity expanded at a slower pace in August, as the country's small manufacturers struggled to survive while massive floods hurt production. China's official manufacturing purchasing managers' index fell to 51.0 in August from 51.1 in July. The reading was lower than the median forecast of 51.2. China's non-manufacturing PMI, which includes service and construction activity rose to 55.2 in August compared with 54.2 in July.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
NovaGold Resources Inc	\$13.85	\$1.02	7.95%
Aurinia Pharmaceuticals Inc	\$19.36	\$1.29	7.14%
Silvercrest Metals Inc	\$12.95	\$0.74	6.06%
Silvercorp Metals Inc	\$11.26	\$0.40	3.68%
Aphria Inc	\$6.36	\$0.22	3.58%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
iA Financial Corporation Inc	\$46.95	-\$2.87	-5.76%
Enerplus Corp	\$3.46	-\$0.20	-5.46%
Norbord Inc	\$44.60	-\$2.55	-5.41%
Great Canadian Gaming Corp	\$26.70	-\$1.34	-4.78%
Gildan Activewear Inc	\$25.29	-\$1.21	-4.57%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	79.57	-2.49	-3.03%	-45.49%
MATERIALS	344.73	0.38	0.11%	28.44%
UTILITIES	288.18	-2.38	-0.82%	-0.21%
FINANCIALS	275.66	-4.30	-1.54%	-12.62%
INDUSTRIALS	296.38	-3.96	-1.32%	3.64%
HEALTH CARE	50.83	-0.43	-0.84%	-33.49%
CONS. DISCRETIONARY	190.05	-5.62	-2.87%	-5.48%
CONS. STAPLES	628.27	-10.05	-1.57%	1.47%
INFO TECH.	170.43	-0.24	-0.14%	44.52%
COMMUNICATION SVCS	160.79	-3.04	-1.86%	-10.27%
REAL ESTATE	274.13	-5.10	-1.83%	-20.87%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	0.29%	0.41%	0.63%	1.17%
U.S. (YLD%)	0.13%	0.27%	0.71%	1.48%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$42.84	-\$0.130	-0.30%	-29.89%
NATURAL GAS	\$2.63	-\$0.023	-0.87%	20.33%
GOLD	\$1,966.40	\$1.800	0.09%	29.41%
COPPER	\$3.04	\$0.043	1.42%	8.72%
CAD / USD	\$0.7669	\$0.0034	0.45%	-0.40%
CAD / EUR	€0.6426	€0.0011	0.17%	-6.41%
USD / EUR	€0.8380	-€0.0021	-0.25%	-6.02%
USD / JPY	¥105.90	¥0.56	0.53%	-2.50%

Source: Refinitiv



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