

# Market Review



INVESTING

September 4, 2020

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	28,133.31	-159.42	-0.56%	29568.57	18213.65	-1.42%
S&P 500	3,426.96	-28.10	-0.81%	3588.11	2191.86	6.07%
NASDAQ COMPOSITE	11,313.13	-144.97	-1.27%	12074.07	6631.42	26.09%
S&P/TSX COMPOSITE	16,218.01	-230.88	-1.40%	17970.51	11172.73	-4.95%
STOXX EUROPE 50	2,928.14	-39.21	-1.32%	3539.89	2260.11	-13.95%
FTSE 100	5,799.08	-51.78	-0.88%	7689.67	4898.79	-23.11%
DAX PERFORMANCE-INDEX TR	12,842.66	-215.11	-1.65%	13795.24	8255.65	-3.07%
CAC40	4,965.07	-44.45	-0.89%	6111.41	3632.06	-16.95%
Nikkei 225 Index	23,205.43	-260.10	-1.11%	24115.95	16358.19	-1.91%
HANG SENG INDEX	24,695.45	-312.15	-1.25%	29174.92	21139.26	-12.40%
Shanghai SE Composite Index	3,355.37	-29.61	-0.87%	3458.79	2646.80	10.01%

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### Job market in Canada extends recovery

Canada's economy added 245,800 jobs in August, a fourth-straight month of gains that has recouped almost two thirds of employment losses from the pandemic. The hiring lowered the jobless rate to 10.2 per cent, from 10.9 per cent in July, and brings the number of jobs recovered since the height of the pandemic to 1.9 million. Canada lost 3 million jobs in March and April. Economists had forecast a 250,000 increase and an unemployment rate of 10.2 per cent in August. While the initial quick recovery in Canada's labour market is welcome, economists predict it will fade, with many of those initially displaced by the pandemic already back at work and the economy as open as it can be for now. Canada's main stock market index fell by the most in nearly three months as a selloff in high-flying technology shares continued. Laurentian Bank Financial Group beat expectations as it reported a third-quarter profit of \$36.2 million. On an adjusted basis, Laurentian says it earned \$1.02 per diluted share for the quarter, down from \$1.15 a year ago. Analysts on average had expected a profit of 45 cents per share for the quarter.

The U.S. regained 1.4 million jobs in August and the unemployment rate posted a surprisingly large drop to 8.4%, suggesting an economic recovery is still plowing ahead even if the pace of growth has slowed since the start of the summer. The increase in hiring last month exceeded Wall Street's forecast, economists had forecast a 1.2 million gain. The employment picture was a bit softer after stripping out the hiring of 238,000 temporary Census workers and those who work in public education. Private-sector hiring rose by 1 million, down from 1.48 million in July. A separate survey of households showed a much larger number of people returning to work (3.76 million) and a sharp decline in the unemployed (-2.8 million). Stock indexes remained under pressure today, with the Nasdaq Composite again bearing the brunt of the selling, following yesterday's rout for technology and other highflying sectors. U.S. markets on Monday will be closed in observance of Labor Day, a factor that could be adding to market volatility by sapping volume in the run-up to the long holiday weekend. The 10-year Treasury note yield added about 9 basis points to 0.71% after skidding lower yesterday.

The Stoxx Europe 600 index closed off 1.3% but shares of CaixaBank surged 12% and Bankia climbed 30% after the Spanish banks said late on Thursday that they are in talks over a possible merger, potentially the biggest tie-up in the country's banking sector in years. In economic news, German manufacturing orders rose for the third consecutive month in July but their recovery lost steam. Manufacturing orders increased 2.8% in July in adjusted terms after a revised 28.8% expansion in June. Economists had expected July orders to grow at a rate of 5% on the month. On an annual basis, orders fell 7.3%.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Laurentian Bank of Canada	\$28.92	\$1.66	6.09%
Air Canada	\$18.63	\$0.68	3.79%
Hudbay Minerals Inc	\$5.89	\$0.19	3.33%
Teck Resources Ltd	\$15.35	\$0.44	2.95%
Lundin Mining Corp	\$8.23	\$0.22	2.75%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Kinaxis Inc	\$190.65	-\$13.42	-6.58%
Equinox Gold Corp	\$15.65	-\$1.03	-6.18%
Aurora Cannabis Inc	\$11.12	-\$0.71	-6.00%
OceanaGold Corp	\$2.69	-\$0.17	-5.94%
Shopify Inc	\$1,270.00	-\$60.15	-4.52%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	77.6	-0.74	-0.94%	-46.83%
MATERIALS	336.89	-4.51	-1.32%	25.52%
UTILITIES	288.43	-3.49	-1.20%	-0.12%
FINANCIALS	271.48	-2.01	-0.73%	-13.94%
INDUSTRIALS	292.46	-2.92	-0.99%	2.27%
HEALTH CARE	49.3	-0.47	-0.94%	-35.49%
CONS. DISCRETIONARY	190.76	-3.18	-1.64%	-5.13%
CONS. STAPLES	631.51	-10.45	-1.63%	2.00%
INFO TECH.	163.29	-5.58	-3.30%	38.46%
COMMUNICATION SVCS	161.61	-2.20	-1.34%	-9.82%
REAL ESTATE	272.1	-2.41	-0.88%	-21.45%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	0.28%	0.39%	0.60%	1.10%
U.S. (YLD%)	0.15%	0.30%	0.72%	1.47%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$39.53	-\$1.840	-4.45%	-35.30%
NATURAL GAS	\$2.58	\$0.095	3.82%	17.95%
GOLD	\$1,921.30	-\$6.300	-0.33%	26.44%
COPPER	\$3.06	\$0.103	3.47%	9.54%
CAD / USD	\$0.7656	\$0.0039	0.51%	-0.57%
CAD / EUR	€0.6465	€0.0038	0.59%	-5.84%
USD / EUR	€0.8445	€0.0008	0.09%	-5.29%
USD / JPY	¥106.20	¥0.03	0.03%	-2.22%

Source: Refinitiv



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