

Market Review



INVESTING

November 16, 2020

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	29,950.44	470.63	1.60%	29933.83	18213.65	4.95%
S&P 500	3,626.91	41.76	1.16%	3645.99	2191.86	12.26%
NASDAQ COMPOSITE	11,924.13	94.84	0.80%	12108.07	6631.42	32.89%
S&P/TSX COMPOSITE	16,889.81	214.17	1.28%	17970.51	11172.73	-1.02%
STOXX EUROPE 50	3,081.88	30.38	1.00%	3539.89	2260.11	-9.44%
FTSE 100	6,421.29	104.90	1.66%	7689.67	4898.79	-14.86%
DAX PERFORMANCE-INDEX TR	13,138.61	61.89	0.47%	13795.24	8255.65	-0.83%
CAC40	5,471.48	91.32	1.70%	6111.41	3632.06	-8.47%
Nikkei 225 Index	25,906.93	521.06	2.05%	25928.18	16358.19	9.51%
HANG SENG INDEX	26,381.67	224.81	0.86%	29174.92	21139.26	-6.41%
Shanghai SE Composite Index	3,346.97	36.86	1.11%	3458.79	2646.80	9.73%

Market Review

Global stocks rally to record high on vaccine optimism

Global stocks rallied to a record high and oil prices jumped on Monday after Moderna released encouraging data for its prospective COVID-19 vaccine, raising hopes of a quicker economic recovery from the pandemic led recession. Moderna shares surged to a record after it said its vaccine candidate had a 94.5% efficacy rate in its late stage trials in preventing COVID-19 and it will be seeking emergency use authorization in the U.S. in the next few weeks. The announcement comes one week after Pfizer/BioNTech announced positive results from its COVID-19 trial last week. Better than expected Chinese economic data and a trade deal in Asia also boosted risk sentiment. China's factory output rose faster than expected in October, and retail sales accelerated in October, pointing to an economic recovery in the world's second largest economy. China and 14 other countries in the Asia-Pacific region (including Australia, Japan, Australia, New Zealand and South Korea) have signed one of the biggest free trade deals in history - The Regional Comprehensive Economic Partnership (RCEP) - which covers 30% of the world's economic output.

U.S. major averages climbed, led by gains in cyclical stocks, as optimism that a widespread vaccine in 2021 will support an economic recovery. The energy, industrials, financials, and materials sectors were the top performers on the S&P500. Defensive oriented sectors - health care, real estate and utilities underperformed. In corporate news, Pfizer shares slid as Moderna's vaccine, was viewed as easier to distribute than the Pfizer/BioNTech vaccine candidate. Moderna's vaccine can be kept at standard refrigerated temperatures, while Pfizer's requires ultra-cold storage (-70C). Tyson Foods rose as its quarterly profit beat expectations on strong demand for pork and beef and it raised its annual dividend by 6%. Palo Alto Networks rose after the cybersecurity firm reported a top and a bottom line beat and better than expected revenue guidance. M&A news also supported investor sentiment. HD Supply surged nearly 25% after Home Depot agreed to acquire the company for US\$8 billion. PNC Financial agreed to acquire BBVA USA Bancshares for \$11.6 billion cash. U.S. mall operator Simon Property Group rose after announcing it will cut its purchase price for an 80% stake in Taubman Centres by 18% to US\$2.65 billion, after walking away from the deal in June citing pandemic induced uncertainties.

Canada's TSX Composite Index rose on Monday, led by more than 5% gain in the energy sector, which tracked the strength in crude oil prices. The defensive oriented consumer staples and utilities sectors were the weakest performers. Economic data showed Canada's factory sales resumed their ascent in September, climbing 1.5% from August, in line with consensus. Separately, the Canadian Real Estate Association said that Canadian home sales fell 0.7% in October, pulling back from September's record high. The national average selling price hit another record high, with CREA's Home Price Index up 1% in the month of October and was up 10.9% year over year.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Enerplus Corp	\$2.97	\$0.24	8.79%
Parex Resources Inc	\$16.16	\$1.27	8.53%
H&R Real Estate Investment Trust	\$13.29	\$0.99	8.05%
MEG Energy Corp	\$3.18	\$0.23	7.80%
Whitecap Resources Inc	\$3.19	\$0.23	7.77%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Kinaxis Inc	\$166.00	-\$8.61	-4.93%
Wesdome Gold Mines Ltd	\$10.46	-\$0.54	-4.91%
Fortuna Silver Mines Inc	\$8.96	-\$0.40	-4.27%
MAG Silver Corp	\$21.65	-\$0.90	-3.99%
Altus Group Ltd (Ontario)	\$49.75	-\$1.80	-3.49%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	79.96	3.97	5.22%	-45.22%
MATERIALS	325.2	-0.83	-0.25%	21.16%
UTILITIES	315.56	-1.08	-0.34%	9.27%
FINANCIALS	293.91	7.03	2.45%	-6.83%
INDUSTRIALS	324.72	2.31	0.72%	13.55%
HEALTH CARE	59.8	0.50	0.84%	-21.75%
CONS. DISCRETIONARY	219.23	3.71	1.72%	9.03%
CONS. STAPLES	651.57	-1.59	-0.24%	5.24%
INFO TECH.	160.71	-0.18	-0.11%	36.28%
COMMUNICATION SVCS	166.42	1.47	0.89%	-7.13%
REAL ESTATE	308.63	6.24	2.06%	-10.91%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	0.28%	0.47%	0.74%	1.30%
U.S. (YLD%)	0.18%	0.41%	0.91%	1.66%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$41.34	\$1.210	3.02%	-32.34%
NATURAL GAS	\$2.69	-\$0.310	-10.35%	22.66%
GOLD	\$1,884.70	-\$1.000	-0.05%	24.03%
COPPER	\$3.22	\$0.040	1.26%	15.09%
CAD / USD	\$0.7639	\$0.0027	0.35%	-0.79%
CAD / EUR	€0.6445	€0.0011	0.17%	-6.13%
USD / EUR	€0.8437	-€0.0016	-0.19%	-5.38%
USD / JPY	¥104.58	-¥0.04	-0.04%	-3.71%

Source: Refinitiv



1) National Bank Financial is an indirect wholly owned subsidiary of National Bank of Canada.

2) National Bank of Canada is a public company listed on Canadian stock exchanges.

3) National Bank Financial may act as financial advisor, fiscal agent or underwriter for certain companies mentioned herein and may receive remuneration for its services.

4) National Bank Financial and/or its officers, directors, representatives or associates may have a position in the securities mentioned herein and may make purchases and/or sales of these securities from time to time in the open market or otherwise.

5) The information contained herein was obtained from sources which we believe to be reliable, however we cannot represent that it is accurate or complete.

6) This is not a recommendation for any security or investment sector as it may not be suitable for all types of investors. Please contact your investment advisor before purchase to discuss your investor profile and to further discuss these risk factors.