

Market Review



INVESTING

November 17, 2020

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	29,783.35	-167.09	-0.56%	29964.29	18213.65	4.36%
S&P 500	3,609.53	-17.38	-0.48%	3645.99	2191.86	11.72%
NASDAQ COMPOSITE	11,899.34	-24.79	-0.21%	12108.07	6631.42	32.62%
S&P/TSX COMPOSITE	16,948.06	58.25	0.34%	17970.51	11172.73	-0.68%
STOXX EUROPE 50	3,071.29	-10.59	-0.34%	3539.89	2260.11	-9.75%
FTSE 100	6,365.33	-55.96	-0.87%	7689.67	4898.79	-15.61%
DAX PERFORMANCE-INDEX TR	13,133.47	-5.14	-0.04%	13795.24	8255.65	-0.87%
CAC40	5,483.00	11.52	0.21%	6111.41	3632.06	-8.28%
Nikkei 225 Index	26,014.62	107.69	0.42%	26057.30	16358.19	9.97%
HANG SENG INDEX	26,415.09	33.42	0.13%	29174.92	21139.26	-6.30%
Shanghai SE Composite Index	3,339.90	-7.07	-0.21%	3458.79	2646.80	9.50%

Market Review

U.S. stocks fall on pandemic lockdown concerns

The U.S. major indices fell on Tuesday as the spike in COVID-19 cases prompted several states to impose fresh restrictions to try to slow the pandemic. Softer than expected retail sales data also weighed on sentiment. The Nasdaq's losses were limited by a jump in Tesla shares on news that the stock will be added to the S&P500 index on December 21st. Investors also digested a big batch of corporate news. Kohls jumped after reporting a surprise quarterly profit, forecast strong margins and reinstated its dividend. Wal-Mart fell despite beating top and bottom line estimates. Home Depot fell despite its quarter exceeding expectations after announcing it would spend about US\$1 billion more on employee compensation annually. Shares in U.S. pharmacy chains and drug distributors slumped after Amazon.com Inc announced it will launch its online pharmacy business in the U.S. Abbvie, Bristol-Myers Squibb, Merck and Pfizer rose after Warren Buffet's Berkshire Hathaway Inc disclosed new stakes worth US\$5.7 billion in the drug-makers. Berkshire also took a US\$276 million stake in T-Mobile. Boston Scientific sank after initiating a recall and product discontinuation of its heart valve system. In economic news, U.S. retail sales rose 0.3% in October, less than the 0.5% print expected by consensus. September's data was also revised down from 1.9% to 1.6%. With the consumer contributing nearly 2/3 of GDP, the real question is whether household spending can be sustained. The COVID-19 pandemic has deteriorated rapidly in recent weeks, threatening the economic recovery. Furthermore, household income is expected to decline as government benefits have expired for millions of unemployed workers and a second rescue package is unlikely before President-Elect Joe Biden takes office in January. Other data showed U.S. industrial production rose 1.1% in October, slightly better than consensus expectations for a 1.0% gain, but still well below its pre-pandemic level.

Canada's TSX Composite Index erased early losses, to trade modestly higher on Tuesday. The financials sector provided the biggest boost to the index. The energy sector rebounded after falling 2.5% early in the session. The materials sector was the biggest drag on the index, pressured by losses in precious and base metals producers. Cancer drug developer Trillium Therapeutics was the top performing stock on the TSX after reporting third quarter results. CAE was the worst performing stock on the index after announcing it acquired Flight Simulation Company BV for €70 million euros. Loblaw parent George Weston reported better than expected revenue and profit and raised its quarterly dividend. Domestic data showed Canadian wholesale trade increased by 0.9% in September, beating economist forecasts for a 0.4% increase on higher food, beverage and tobacco sales. A report from the Canadian Mortgage and Housing Corporation showed that housing starts rose 3% in October compared to September.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Trillium Therapeutics Inc	\$21.99	\$2.15	10.84%
Lightspeed POS Inc	\$54.73	\$2.57	4.93%
Aphria Inc	\$7.94	\$0.33	4.34%
Ero Copper Corp	\$21.38	\$0.87	4.24%
MEG Energy Corp	\$3.31	\$0.13	4.09%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
CAE Inc	\$29.38	-\$2.02	-6.43%
New Gold Inc	\$2.36	-\$0.08	-3.28%
MAG Silver Corp	\$20.98	-\$0.67	-3.09%
Fortuna Silver Mines Inc	\$8.69	-\$0.27	-3.01%
Teck Resources Ltd	\$19.41	-\$0.58	-2.90%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	81.1	1.14	1.43%	-44.44%
MATERIALS	322.24	-2.96	-0.91%	20.06%
UTILITIES	315.65	0.09	0.03%	9.30%
FINANCIALS	297.12	3.21	1.09%	-5.82%
INDUSTRIALS	323.62	-1.10	-0.34%	13.17%
HEALTH CARE	60.13	0.33	0.55%	-21.32%
CONS. DISCRETIONARY	218.85	-0.38	-0.17%	8.84%
CONS. STAPLES	653.25	1.68	0.26%	5.51%
INFO TECH.	161.8	1.09	0.68%	37.20%
COMMUNICATION SVCS	165.85	-0.57	-0.34%	-7.45%
REAL ESTATE	312.26	3.63	1.18%	-9.86%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	0.28%	0.44%	0.70%	1.25%
U.S. (YLD%)	0.18%	0.38%	0.87%	1.62%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$41.41	\$0.070	0.17%	-32.23%
NATURAL GAS	\$2.69	-\$0.004	-0.15%	23.02%
GOLD	\$1,887.80	\$0.500	0.03%	24.24%
COPPER	\$3.21	-\$0.009	-0.28%	14.92%
CAD / USD	\$0.7637	-\$0.0011	-0.14%	-0.82%
CAD / EUR	€0.6437	-€0.0014	-0.22%	-6.25%
USD / EUR	€0.8428	-€0.0007	-0.08%	-5.48%
USD / JPY	¥104.19	-¥0.37	-0.35%	-4.07%

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.