

Market Review



INVESTING

June 8, 2021

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	34,599.82	-30.42	-0.09%	35091.56	24843.18	13.05%
S&P 500	4,227.26	0.74	0.02%	4238.04	2965.66	12.54%
NASDAQ COMPOSITE	13,924.91	43.19	0.31%	14211.57	9403.00	8.04%
S&P/TSX COMPOSITE	20,065.92	30.62	0.15%	20067.19	14934.71	15.10%
STOXX EUROPE 50	3,495.49	3.32	0.10%	3512.18	2671.44	12.46%
FTSE 100	7,095.09	17.87	0.25%	7164.18	5525.52	9.82%
DAX PERFORMANCE-INDEX TR	15,640.60	-36.55	-0.23%	15732.06	11450.08	14.01%
CAC40	6,551.01	7.45	0.11%	6574.21	4512.57	18.01%
Nikkei 225 Index	28,963.56	-55.68	-0.19%	30714.52	21529.83	5.54%
HANG SENG INDEX	28,781.38	-5.90	-0.02%	31183.36	23124.25	5.69%
Shanghai SE Composite Index	3,580.11	-19.43	-0.54%	3731.69	2872.62	3.08%

Market Review

U.S. stocks struggle for direction ahead of key inflation data

The U.S. major averages struggled for direction in a choppy trading session as investors were in a wait-and-see mood ahead of key U.S. CPI inflation data on Thursday. The inflation report could provide cues on policy tapering from the Federal Reserve ahead of the Fed's next policy meeting on June 15-16. The Nasdaq outperformed, boosted by strong gains in Amazon and Apple. Apple rose on reports that the iPhone maker was in early stage talks with battery suppliers for its planned electric vehicle. Amazon jumped as it began outlining prescription plans through its online pharmacy. This news weighed on shares of drug wholesalers and pharmacy chains. Electric carmaker Tesla Inc erased early gains even as sales of its China-made vehicles jumped 29% in May. Long-dated U.S. Treasury yields pulled back and the yield curve flattened after a report showed U.S. small business confidence declined 0.2 last month amid a nationwide labour shortage and inflation worries. The NFIB Optimism Index fell 0.2 point to a reading of 99.6 in May after three straight monthly increases. Separate data showed the U.S. trade deficit narrowed in April to US\$68.9 billion from March's record high deficit of US\$75 billion. Exports rose 1.1%, while imports declined 1.4%, suggesting that domestic demand was starting to revert back to services from goods. Finally, the JOLTS report showed that job openings jumped 12% in April to a record 9.3 million job openings. However, employers hired just 6.1 million, up 1% from March, suggesting that positions are opening faster than companies can fill them.

Canada's TSX Composite Index fluctuated on Tuesday, but ended the day in positive territory. The energy sector rose, tracking crude oil prices. Oil prices reversed early losses, on expectations that Iranian supply wouldn't not be coming back into the market soon. The industrials sector outperformed the market, led by gains in Air Canada and CAE on reports that Canada is preparing to ease restrictions at the U.S. border. The materials sector edged lower as gains in base metals stocks were offset by losses in precious metals stocks. Gold bullion prices fell as a stronger U.S. dollar outweighed the pull-back in U.S. Treasury yields, ahead of Thursday's U.S. inflation data. Meanwhile domestic data showed that Canada unexpectedly posted a trade surplus of \$594 million in April, versus economist expectations for a \$700 million deficit in April. Imports dropped 4.7% on a 22.1% plunge in shipments of motor vehicles and parts, as many manufacturers in North America and abroad stopped or slowed production. Overall exports fell by 1.0% as shipments of motor vehicles and parts dove 18.1%. StatsCan said that global chip supply disruptions are expected to bite again in May, and that it could be many months before the situation stabilized. Investors await the Bank of Canada's interest rate decision on Wednesday. The central bank is widely expected to leave its key interest rate on hold at 0.25%.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Real Matters Inc	\$16.94	\$1.08	6.81%
Air Canada	\$28.65	\$1.70	6.31%
CAE Inc	\$38.60	\$1.84	5.01%
Aritzia Inc	\$31.79	\$1.45	4.78%
Cenovus Energy Inc	\$11.92	\$0.48	4.20%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Spin Master Corp	\$38.72	-\$1.83	-4.51%
Dundee Precious Metals Inc	\$8.23	-\$0.28	-3.29%
Pan American Silver Corp	\$37.50	-\$1.23	-3.18%
BRP Inc	\$89.93	-\$2.61	-2.82%
Canfor Corp	\$26.11	-\$0.73	-2.72%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	139.36	0.60	0.43%	53.13%
MATERIALS	336.09	-1.84	-0.54%	4.83%
UTILITIES	327.28	0.32	0.10%	2.44%
FINANCIALS	372.11	-0.30	-0.08%	21.50%
INDUSTRIALS	353.97	3.43	0.98%	7.65%
HEALTH CARE	76.43	0.52	0.69%	27.07%
CONS. DISCRETIONARY	272.71	0.12	0.04%	16.97%
CONS. STAPLES	687.99	-0.41	-0.06%	8.73%
INFO TECH.	195.46	0.82	0.42%	7.18%
COMMUNICATION SVCS	191.97	-0.23	-0.12%	17.24%
REAL ESTATE	353.83	2.80	0.80%	18.56%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	0.32%	0.87%	1.45%	1.98%
U.S. (YLD%)	0.15%	0.77%	1.53%	2.22%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$70.27	\$1.040	1.50%	45.04%
NATURAL GAS	\$3.13	\$0.062	2.02%	23.36%
GOLD	\$1,893.10	-\$3.700	-0.20%	0.02%
COPPER	\$4.52	-\$0.015	-0.33%	28.57%
CAD / USD	\$0.8257	-\$0.0019	-0.23%	5.09%
CAD / EUR	€0.6782	-€0.0007	-0.10%	5.49%
USD / EUR	€0.8214	€0.0011	0.13%	0.38%
USD / JPY	¥109.47	¥0.23	0.21%	6.00%

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.