

Market Review



INVESTING

July 19, 2021

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	33,962.04	-725.81	-2.09%	35091.56	25992.28	10.96%
S&P 500	4,258.49	-68.67	-1.59%	4393.68	3200.05	13.38%
NASDAQ COMPOSITE	14,274.98	-152.25	-1.06%	14803.68	10217.31	10.76%
S&P/TSX COMPOSITE	19,726.45	-259.09	-1.30%	20381.70	15418.46	13.15%
STOXX EUROPE 50	3,447.18	-81.34	-2.31%	3585.66	2671.44	10.90%
FTSE 100	6,844.39	-163.70	-2.34%	7217.54	5525.52	5.94%
DAX PERFORMANCE-INDEX TR	15,133.20	-407.11	-2.62%	15810.68	11450.08	10.31%
CAC40	6,295.97	-164.11	-2.54%	6687.29	4512.57	13.41%
Nikkei 225 Index	27,652.74	-350.34	-1.25%	30714.52	21710.00	0.76%
HANG SENG INDEX	27,489.78	-514.90	-1.84%	31183.36	23124.25	0.95%
Shanghai SE Composite Index	3,539.12	-0.18	-0.01%	3731.69	3174.66	1.90%

Market Review

Virus surge stifles recovery hopes

The Dow and the S&P 500 indexes sank close to 2% as investors sold off economically sensitive shares and travel stocks and sought the perceived safety of bonds on fears that a spike in COVID-19 cases would derail a broader economic recovery. New infections surged in parts of Asia and England, while U.S. COVID-19 cases soared 70% last week, fueled by the Delta variant. The banking sub-index sank more than 3%, tracking a fall in the benchmark 10-year Treasury yield to mid-February lows. The technology-heavy Nasdaq index outperformed the broader market as investors again flocked to the growth-linked stocks that led Wall Street's recovery from its coronavirus-lows last year. Shares of travel-related companies, which had just begun to climb after suffering steep losses during pandemic-driven lockdowns last year, fell again today. The S&P 500 Airlines sub index slumped nearly 4%. After strong quarterly reports from big banks last week, focus now shifts to tech earnings with companies including IBM, Netflix, Texas Instruments and Intel set to report this week. Zoom Video Communications Inc slipped more than 2% after the teleconferencing services provider announced a US\$14.7 billion all-stock deal to buy cloud-based call center operator Five9 Inc. Five9's shares jumped almost 6%. In economic news, U.S. homebuilder confidence in the market for single family homes fell in July to its lowest level since August 2020, driven by shortages in both supply and labor. The NAHB/Wells Fargo Housing Market index declined to a reading of 80 this month from 81 in June. Economists had expected the index to advance marginally to a reading of at 82.

Canada's main stock index declined for its worst session in nearly five months, hit by a plunge in energy stocks as crude prices retreated on an OPEC+ decision to boost output. The energy sector dropped about 3% as U.S. crude prices were down more than 7%. Lumber provider Interfor Corp fell 7%, one of the most on the TSX. Tricon Residential Inc was flat after the rental housing company announced a joint venture to acquire more than 18,000 single-family rental homes for about \$5 billion. Manufacturing is leading the Canadian economy out of recession, but deepening trade tensions with the U.S. could stifle ongoing strong growth, a new report on Canada's economic performance amid the easing of lockdown restrictions has found. The manufacturing sector is outperforming pre-pandemic levels, with manufacturing sales and railway car loadings - the amount of cargo transported by rail - surpassing pre-COVID-19 amounts, according to the report by RSM Canada, an audit, tax and consulting services firm.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Westshore Terminals Investment Corp	\$17.59	\$0.84	5.01%
Shopify Inc	\$1,875.12	\$55.49	3.05%
Cargojet Inc	\$177.93	\$3.44	1.97%
Kinaxis Inc	\$160.41	\$2.89	1.83%
Ballard Power Systems Inc	\$19.41	\$0.31	1.62%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Hudbay Minerals Inc	\$7.62	-\$0.59	-7.19%
Interfor Corp	\$24.37	-\$1.82	-6.95%
Parex Resources Inc	\$19.63	-\$1.41	-6.70%
Denison Mines Corp	\$1.18	-\$0.08	-6.35%
First Quantum Minerals Ltd	\$23.12	-\$1.52	-6.17%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	120.91	-4.77	-3.80%	32.85%
MATERIALS	309.09	-5.69	-1.81%	-3.60%
UTILITIES	332.63	-1.16	-0.35%	4.11%
FINANCIALS	360.76	-7.18	-1.95%	17.79%
INDUSTRIALS	347.29	-4.22	-1.20%	5.61%
HEALTH CARE	63.21	-0.37	-0.58%	5.09%
CONS. DISCRETIONARY	259.82	-2.83	-1.08%	11.44%
CONS. STAPLES	709.51	-3.72	-0.52%	12.13%
INFO TECH.	213.32	1.09	0.51%	16.98%
COMMUNICATION SVCS	194.35	-0.89	-0.46%	18.69%
REAL ESTATE	362.98	-7.69	-2.07%	21.62%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	0.48%	0.79%	1.14%	1.69%
U.S. (YLD%)	0.22%	0.70%	1.19%	1.82%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$66.29	-\$5.520	-7.69%	36.82%
NATURAL GAS	\$3.77	\$0.099	2.69%	48.60%
GOLD	\$1,813.40	-\$1.100	-0.06%	-4.19%
COPPER	\$4.20	-\$0.130	-3.00%	19.54%
CAD / USD	\$0.7845	-\$0.0082	-1.03%	-0.15%
CAD / EUR	€0.6649	-€0.0064	-0.95%	3.42%
USD / EUR	€0.8475	€0.0007	0.08%	3.57%
USD / JPY	¥109.47	-¥0.61	-0.55%	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.