

Market Review



INVESTING

December 17, 2021

| EQUITY INDICES | LAST | CHANGE | %CHG | 52 WK-HIGH | 52 WK-LOW | YTD |
|------------------------------|-----------|---------|--------|------------|-----------|---------|
| DOW JONES INDUSTRIAL AVERAGE | 35,365.44 | -532.20 | -1.48% | 36565.73 | 29755.53 | 15.55% |
| S&P 500 | 4,620.64 | -48.03 | -1.03% | 4743.83 | 3636.48 | 23.02% |
| NASDAQ COMPOSITE | 15,169.68 | -10.75 | -0.07% | 16212.23 | 12397.05 | 17.70% |
| S&P/TSX COMPOSITE | 20,739.01 | -0.77 | 0.00% | 21796.16 | 17297.75 | 18.96% |
| STOXX EUROPE 50 | 3,730.76 | -22.26 | -0.59% | 3813.57 | 2988.44 | 20.03% |
| FTSE 100 | 7,269.92 | 9.31 | 0.13% | 7402.68 | 6315.34 | 12.53% |
| DAX PERFORMANCE-INDEX TR | 15,531.69 | -104.71 | -0.67% | 16290.19 | 13060.34 | 13.21% |
| CAC40 | 6,926.63 | -78.44 | -1.12% | 7183.08 | 5306.58 | 24.77% |
| Nikkei 225 Index | 28,545.68 | -520.64 | -1.79% | 30795.78 | 26361.66 | 4.01% |
| HANG SENG INDEX | 23,192.63 | -282.87 | -1.20% | 31183.36 | 23155.62 | -14.83% |
| Shanghai SE Composite Index | 3,632.36 | -42.65 | -1.16% | 3731.69 | 3312.72 | 4.59% |

Market Review

Market Volatile to End the week

U.S. stocks came under pressure weighed down by cyclical stocks linked closely to the economy, as investors digested the Federal Reserve's decision to end its pandemic-era stimulus faster. An announcement from the Fed this week signaling three quarter-percentage-point interest rate hikes by the end of 2022 to combat surging inflation had sparked a move into cyclical stocks but those gains proved to be short-lived. Friday coincided with the expiration of stock options, index options, stock futures and index futures, a quarterly event known as "quadruple witching" that typically comes with heightened volatility. Global stocks also retreated on Friday on concerns about the fast-spreading Omicron variant of the coronavirus, which has impacted trading sentiment since late November.

In economic news, Canadian home prices grew by 0.4% in November from October, pushed up by a limited supply of homes for sale and buyers seeking to act ahead of anticipated rate hikes, data showed on Friday. The Teranet-National Bank Composite House Price Index, which tracks repeat sales of single-family homes in 11 major Canadian markets, had remained unchanged in October over September. A report came out today announcing Canadian authorities left the benchmark for the country's mortgage stress test unchanged on Friday, despite growing concerns about a red-hot housing market that shows no sign of cooling. The Office of the Superintendent of Financial Institutions (OSFI) said the minimum qualifying rate for uninsured mortgage borrowers will stay at 5.25%. This makes the benchmark either the rate the borrower pays plus 200 basis points, or 5.25%, whichever is greater. Overseas, Euro zone inflation surged to its highest rate on record in November, the European Union's statistics office Eurostat confirmed on Friday, with more than half of the increase due to a spike in energy prices. Eurostat said inflation in the 19 countries sharing the euro rose to 4.9%, a year-on-year surge in line with an earlier Eurostat estimate. Month-on-month, the increase was revised down to 0.4% from a previously reported 0.5%. The ECB wants to keep inflation at 2.0% over the medium term and has repeatedly said the inflation surge is temporary. The bank expects price growth to slow during 2022, but admitted this will take longer than initially expected. German business morale declined for a sixth straight month as Europe's largest economy feels the effects of supply bottlenecks and COVID-19 restrictions, a survey showed on Friday. The Ifo institute said its business climate index fell to 94.7 in December from a revised 96.6 in November. A Reuters poll of analysts had pointed to a reading of 95.3.

| S&P/TSX: LEADERS | LAST | CHANGE | %CHG |
|---------------------------------|---------|--------|--------|
| Nuvei Corp | \$70.49 | \$6.87 | 10.80% |
| Cronos Group Inc | \$5.60 | \$0.50 | 9.80% |
| Village Farms International Inc | \$8.10 | \$0.56 | 7.43% |
| Westport Fuel Systems Inc | \$3.06 | \$0.20 | 6.99% |
| OrganiGram Holdings Inc | \$2.44 | \$0.14 | 6.09% |

| S&P/TSX: LAGGARDS | LAST | CHANGE | %CHG |
|----------------------------|---------|---------|--------|
| Enghouse Systems Ltd | \$45.00 | -\$3.25 | -6.74% |
| Enerplus Corp | \$11.77 | -\$0.72 | -5.76% |
| Crescent Point Energy Corp | \$5.69 | -\$0.31 | -5.17% |
| Parex Resources Inc | \$20.53 | -\$1.01 | -4.69% |
| Ero Copper Corp | \$17.60 | -\$0.80 | -4.35% |

| S&P/TSX INDUSTRY | LAST | CHANGE | %CHG | YTD |
|-------------------|--------|--------|--------|---------|
| ENERGY | 152.71 | -3.27 | -2.10% | 67.79% |
| MATERIALS | 317.84 | 1.18 | 0.37% | -0.87% |
| UTILITIES | 338.77 | 4.26 | 1.27% | 6.03% |
| FINANCIALS | 393.95 | -2.95 | -0.74% | 28.63% |
| INDUSTRIALS | 383.78 | -0.62 | -0.16% | 16.71% |
| HEALTH CARE | 47.27 | 1.33 | 2.90% | -21.41% |
| CONS. DISCRETION. | 265.24 | 2.15 | 0.82% | 13.76% |
| CONS. STAPLES | 748.55 | 6.01 | 0.81% | 18.30% |
| INFO TECH. | 205.22 | 2.85 | 1.41% | 12.54% |
| COMMUNICATION SVS | 192.43 | 2.32 | 1.22% | 17.52% |
| REAL ESTATE | 387.07 | 4.49 | 1.17% | 29.69% |

| GOVERNMENT BONDS | 2YR | 5YR | 10YR | 30YR |
|------------------|-------|-------|-------|-------|
| CANADA (YLD%) | 0.92% | 1.20% | 1.33% | 1.67% |
| U.S. (YLD%) | 0.64% | 1.18% | 1.41% | 1.82% |

| COMMODITIES/ FX | LAST | CHANGE | %CHG | YTD |
|-----------------|------------|-----------|--------|--------|
| CRUDE OIL WTI | \$70.42 | -\$1.960 | -2.71% | 45.35% |
| NATURAL GAS | \$3.68 | -\$0.091 | -2.42% | 44.74% |
| GOLD | \$1,807.20 | \$10.600 | 0.59% | -4.52% |
| COPPER | \$4.29 | -\$0.012 | -0.27% | 22.00% |
| CAD / USD | \$0.7754 | -\$0.0074 | -0.95% | -1.31% |
| CAD / EUR | €0.6898 | -€0.0010 | -0.14% | 7.30% |
| USD / EUR | €0.8895 | €0.0070 | 0.79% | 8.70% |
| USD / JPY | ¥113.72 | ¥0.02 | 0.02% | 10.12% |

Source: Refinitiv



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