

Market Review



INVESTING

April 22, 2022

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	33,811.40	-981.36	-2.82%	36952.65	32272.64	-6.95%
S&P 500	4,271.78	-121.88	-2.77%	4818.62	4056.88	-10.37%
NASDAQ COMPOSITE	12,839.29	-335.36	-2.55%	16212.23	12555.35	-17.93%
S&P/TSX COMPOSITE	21,186.38	-464.03	-2.14%	22213.07	18988.68	-0.17%
STOXX EUROPE 50	3,719.52	-61.61	-1.63%	3872.11	3316.73	-2.59%
FTSE 100	7,521.68	-106.27	-1.39%	7687.27	6787.98	1.86%
DAX PERFORMANCE-INDEX TR	14,142.09	-360.32	-2.48%	16290.19	12438.85	-10.97%
CAC40	6,581.42	-133.68	-1.99%	7384.86	5756.38	-7.99%
Nikkei 225 Index	27,105.26	-447.80	-1.63%	30795.78	24681.74	-5.86%
HANG SENG INDEX	20,638.52	-43.70	-0.21%	29490.61	18235.48	-11.79%
Shanghai SE Composite Index	3,086.92	7.11	0.23%	3723.85	3023.30	-15.19%

Market Review

Global equities fall to five week low on rate hike worries

Global equities fell to a five-week low, while bond yields rose to multi-year highs on Friday after hawkish commentary from central bank officials raised expectations of aggressive interest rate hikes by global central banks to quell surging inflation. U.S. Federal Reserve Chairman Jerome Powell said on Thursday that a half-point interest rate increase would be "on the table" when the Fed meets in May. European Central Bank officials said on Thursday the central bank might start hiking euro zone rates as early as July, while Bank of England's Catherine Mann said borrowing costs would probably have to rise further.

The U.S. major averages traded sharply lower on Friday on concerns that aggressive interest rate hikes would slow economic growth. Losses were broad based with all 11 main sectors on the S&P500 trading firmly in the red. Underwhelming corporate earnings also weighed on investor sentiment. Verizon, Gap Inc, HCA Healthcare, Intuitive Surgical, Newmont Corp and American Express retreated after the companies reported disappointing results and/or guidance. On the positive side, Kimberley-Clark and Schlumberger jumped after reporting better than expected results. Twitter rose after Elon Musk said he has lined up US\$46.5 billion in financing to buy the social media company, and is considering taking his offer directly to shareholders. Today's economic data added to inflation concerns. U.S. business activity slowed in April as soaring costs for raw materials, fuel and labor pushed input prices to a record high. S&P Global's U.S Composite PMI Index fell to 55.1 this month from 57.7 in March, reflecting a moderation in service sector activity. The flash composite input price index jumped to a reading of 80.5 this month from 77.1 in March.

Canada's TSX Composite Index fell for the third consecutive session on Friday. Commodity-linked sectors were among the weakest performers, tracking the fall in commodity prices. Oil and metal prices were pressured by a higher U.S. dollar, the prospect of weaker economic growth, higher interest rates, and COVID-19 lockdowns in China hurting demand. The materials sector was the weakest performing sector, tracking the decline in commodity prices. Defensive oriented sectors - consumer staples, and utilities - outperformed on a relative basis. Domestic data showed producer prices in Canada jumped 4.0% in March on higher prices for energy and petroleum products. This marked the largest monthly gain since January 1956. A separate report showed Canadian retail sales edged up 0.1% in February from January, exceeding economist forecasts for a loss of 0.5%. StatsCan's preliminary estimate showed sales growing 1.4% in March. Governor Tiff Macklem said on Thursday that the Bank of Canada could consider hiking its benchmark rate by more than 50 basis points in a single move, as the central bank grapples with reining in runaway inflation. Money markets have fully priced in another 50-basis point hike at the BoC's next policy decision on June 1 and sees about a 10% chance of a 75-basis point increase.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Transcontinental Inc	\$16.37	\$0.41	2.57%
Primo Water Corp	\$18.64	\$0.19	1.03%
MTY Food Group Inc	\$54.74	\$0.55	1.01%
Hydro One Ltd	\$35.68	\$0.30	0.85%
West Fraser Timber Co Ltd	\$111.10	\$0.81	0.73%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
First Quantum Minerals Ltd	\$35.75	-\$3.57	-9.08%
Altus Group Ltd	\$46.50	-\$4.25	-8.37%
Finning International Inc	\$36.47	-\$2.87	-7.30%
Canada Goose Holdings Inc	\$27.78	-\$1.95	-6.56%
Endeavour Silver Corp	\$5.64	-\$0.39	-6.47%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	231.24	-4.57	-1.94%	41.18%
MATERIALS	385.59	-10.32	-2.61%	17.45%
UTILITIES	360.56	-2.30	-0.63%	5.01%
FINANCIALS	390.51	-10.25	-2.56%	-3.13%
INDUSTRIALS	370.93	-8.77	-2.31%	-2.63%
HEALTH CARE	36.80	-0.49	-1.31%	-19.93%
CONS. DISCRETION.	247.92	-6.81	-2.67%	-9.43%
CONS. STAPLES	801.34	-4.82	-0.60%	5.01%
INFO TECH.	145.28	-3.79	-2.54%	-31.55%
COMMUNICATION SVS	217.58	-2.39	-1.09%	11.50%
REAL ESTATE	363.96	-4.53	-1.23%	-8.41%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	2.66%	2.80%	2.87%	2.82%
U.S. (YLD%)	2.69%	2.94%	2.90%	2.95%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$101.63	-\$2.16	-2.08%	35.13%
NATURAL GAS	\$6.48	-\$0.48	-6.86%	73.73%
GOLD	\$1,932.00	-\$12.90	-0.66%	5.71%
COPPER	\$4.58	-\$0.12	-2.63%	2.99%
CAD / USD	\$0.7860	-\$0.0088	-1.11%	-0.67%
CAD / EUR	€0.7280	-€0.0053	-0.72%	4.63%
USD / EUR	€0.9263	€0.0038	0.41%	5.33%
USD / JPY	¥128.52	¥0.13	0.10%	11.68%

Source: Refinitiv



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