

# Market Review



INVESTING

October 20, 2022

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	30,333.59	-90.22	-0.30%	36952.65	28660.94	-16.52%
S&P 500	3,665.78	-29.38	-0.80%	4818.62	3491.58	-23.09%
NASDAQ COMPOSITE	10,614.84	-65.66	-0.61%	16212.23	10088.83	-32.15%
S&P/TSX COMPOSITE	18,579.29	-95.11	-0.51%	22213.07	17873.18	-12.46%
STOXX EUROPE 50	3,424.30	7.96	0.23%	3872.11	3279.47	-10.32%
FTSE 100	6,943.91	18.92	0.27%	7687.27	6707.62	-5.97%
DAX PERFORMANCE-INDEX TR	12,767.41	26.00	0.20%	16290.19	11862.84	-19.63%
CAC40	6,086.90	46.18	0.76%	7384.86	5628.42	-14.90%
Nikkei 225 Index	27,006.96	-250.42	-0.92%	29960.93	24681.74	-6.20%
HANG SENG INDEX	16,280.22	-231.06	-1.40%	26234.94	16010.72	-30.42%
Shanghai SE Composite Index	3,035.05	-9.33	-0.31%	3708.94	2863.65	-16.61%

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### Markets Chippy as yields rise

Stocks chippy on Thursday as upbeat results and forecasts from IBM, AT&T and Dow Inc brought back cheer to the markets but investors are keeping an eye on the bond market, where Treasury yields continue to climb. This comes after upbeat results from banks, Netflix, Procter & Gamble and Travelers prompted analysts to raise third-quarter profit growth expectations for S&P 500 companies to 3.1% from a 2.8% increase earlier in the week. The benchmark 10-year Treasury yield reached a high of 4.222% on Thursday, trading at levels not seen since 2008. Rising rates have been a headwind for stocks all year, as the Federal Reserve continues to try and cool off inflationary pressures not seen in decades.

In economic news, the number of Americans filing new claims for unemployment benefits fell unexpectedly last week, indicating the labor market remains tight even as demand for labor is cooling amid higher interest rates. Initial claims for state unemployment benefits fell to a seasonally adjusted 214,000 for the week ended Oct. 15. Data for the prior week was revised to show 2,000 fewer applications filed than previously reported. Economists polled by Reuters had forecast 230,000 applications for the latest week. Existing homes in the US are selling at the slowest pace since September 2012, with the exception of a brief drop at the start of the Covid 19 pandemic. Sales of previously owned homes fell 1.5% in September from August to a seasonally adjusted annual rate of 4.71 million units. Canadian home prices tumbled in September from August, posting the largest monthly decline since the index was launched in 1999, while year-over-year price gains continued to slow, Teranet-National Bank National Composite House Price data showed on Thursday.

In corporate news, AT&T raised its annual profit forecast, buoyed by strong demand for its phone and internet services and as more Americans upgraded to 5G plans. Blackstone, the world's largest alternative asset manager, said its third-quarter distributable earnings fell 16% year-on-year, owing to a sharp drop in asset sales amid a downturn in the market. IBM beat quarterly earnings estimates on and said it expects to exceed full-year revenue growth targets as robust demand for the company's digital services helps cushion the blow from a strong dollar. Tesla said on Wednesday it expected to miss its vehicle delivery target this year, but downplayed concerns about softening demand after its revenue missed Wall Street estimates. Chief Executive Elon Musk told analysts on a conference call there was excellent demand in the fourth quarter, addressing investors' concerns that buyers could be discouraged by the weak global economy and high prices for Tesla vehicles.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
First Majestic Silver Corp	\$10.81	\$0.56	5.46%
Shopify Inc	\$40.94	\$1.90	4.87%
First Quantum Minerals Ltd	\$23.96	\$0.96	4.17%
Bombardier Inc	\$33.11	\$1.27	3.99%
ARC Resources Ltd	\$18.71	\$0.61	3.37%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Mullen Group Ltd	\$13.34	-\$1.33	-9.07%
Winpak Ltd	\$42.74	-\$3.26	-7.09%
Home Capital Group Inc	\$25.74	-\$1.56	-5.71%
TFI International Inc	\$124.99	-\$6.46	-4.91%
AltaGas Ltd	\$24.24	-\$1.15	-4.53%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	247.23	3.84	1.58%	50.94%
MATERIALS	296.30	2.24	0.76%	-9.75%
UTILITIES	299.02	-6.37	-2.09%	-12.91%
FINANCIALS	338.80	-4.07	-1.19%	-15.96%
INDUSTRIALS	360.25	-7.89	-2.14%	-5.43%
HEALTH CARE	21.12	-0.05	-0.24%	-54.05%
CONS. DISCRETION.	239.59	-2.98	-1.23%	-12.47%
CONS. STAPLES	762.01	-2.61	-0.34%	-0.14%
INFO TECH.	124.74	1.73	1.41%	-41.23%
COMMUNICATION SVS	171.90	-1.29	-0.74%	-11.91%
REAL ESTATE	282.59	2.20	0.78%	-28.88%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	4.29%	3.84%	3.67%	3.67%
U.S. (YLD%)	4.61%	4.45%	4.23%	4.23%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$85.98	\$0.16	0.19%	14.32%
NATURAL GAS	\$5.35	-\$0.12	-2.11%	43.35%
GOLD	\$1,628.00	\$0.50	0.03%	-10.93%
COPPER	\$3.47	\$0.10	3.11%	-22.08%
CAD / USD	\$0.7263	\$0.0000	0.00%	-8.21%
CAD / EUR	€0.7423	-€0.0007	-0.09%	6.68%
USD / EUR	€1.0220	-€0.0010	-0.10%	16.22%
USD / JPY	¥150.19	¥0.30	0.20%	30.51%

Source: Refinitiv



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