

Market Review



INVESTING

October 25, 2022

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	31,836.74	337.12	1.07%	36952.65	28660.94	-12.39%
S&P 500	3,859.11	61.77	1.63%	4818.62	3491.58	-19.03%
NASDAQ COMPOSITE	11,199.12	246.50	2.25%	16212.23	10088.83	-28.42%
S&P/TSX COMPOSITE	19,097.01	178.61	0.94%	22213.07	17873.18	-10.02%
STOXX EUROPE 50	3,488.77	35.53	1.03%	3872.11	3279.47	-8.63%
FTSE 100	7,013.48	-0.51	-0.01%	7687.27	6707.62	-5.02%
DAX PERFORMANCE-INDEX TR	13,052.96	121.51	0.94%	16290.19	11862.84	-17.83%
CAC40	6,250.55	119.19	1.94%	7384.86	5628.42	-12.62%
Nikkei 225 Index	27,250.28	275.38	1.02%	29960.93	24681.74	-5.35%
HANG SENG INDEX	15,165.59	-15.10	-0.10%	26234.94	14947.39	-35.18%
Shanghai SE Composite Index	2,976.28	-1.27	-0.04%	3708.94	2863.65	-18.23%

Market Review

U.S. stocks extend gains on rising hopes of Fed rate hike pause

The U.S. major averages extended gains for the third consecutive session and treasury yields fell on Tuesday as grim economic data boosted optimism that the U.S. Federal Reserve will slow its aggressive pace of rate hikes, after the November meeting. The Fed has raised its benchmark overnight interest rate from near zero in March to the current range of 3.00%-3.25%, in an effort to curb four decades high inflation. Fed funds futures are currently pricing in a 93% probability that the Fed will raise rates by 75 basis points at its meeting next week. Today's data showed concerns about inflation and a possible recession next year weighed on U.S. consumer confidence in October. The Conference Board's Consumer Confidence Index fell 5.3 points to 102.5, below economist expectations for a 106.5 print. Separate data showed the pace of home price growth decelerated more than expected in August, as surging mortgage rates reduced affordability for some buyers. The S&P CoreLogic Case-Shiller national home price index grew at a 13.1% year on year rate, the coolest print since February 2021 and well below consensus of 14.4%. A report from the FHFA showed home prices increased 11.9% in the 12 months through August, the smallest rise since December 2020. The 30-year fixed mortgage rate averaged 6.94% last week, the highest in 20 years, up from 6.92% in the prior week, according to data from Freddie Mac.

The Nasdaq led the gains on Wall Street as mega cap growth stocks rallied amid a pullback in treasury yields and ahead of key earnings reports this week. Ten of the 11 main sectors on the S&P500 traded in the green, with consumer discretionary, communications services and technology sectors providing the biggest boost to the index. Corporate earnings results were mixed. Coca-Cola rose after the company raised its annual revenue and profit forecasts, boosted by higher prices. Centene surged after beating quarterly results and announcing cost cuts. General Motors climbed after it reaffirmed its full-year outlook. On the flip side, Xerox, Raytheon Technologies, General Electric, and 3M fell after cutting their full year guidance. Microsoft and Alphabet will report after today's market close, while Apple and Amazon.com report later this week.

Canada's TSX Composite Index rose on Tuesday, tracking the move on Wall Street. Gains were broad-based with all 11 of the main sectors trading in positive territory. The health care sector was the top performing sector, as cannabis stocks surged after Canopy Growth announced plans to create a holding company to speed up its entry into the United States as soon as it is legally possible. In earnings news, Celestica jumped after the electronics company reported better than expected third quarter results. There was no economic data on today's calendar. Investors await the Bank of Canada policy decision on Wednesday. The central bank is widely expected to raise interest rates by another 75 basis points to 4.00%.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Canopy Growth Corp	\$3.96	\$0.81	25.71%
Celestica Inc	\$15.10	\$2.08	15.98%
Tilray Brands Inc	\$4.86	\$0.50	11.47%
Cronos Group Inc	\$4.29	\$0.27	6.72%
Nuvei Corp	\$39.80	\$2.34	6.25%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
NFI Group Inc	\$9.14	-\$0.31	-3.28%
NovaGold Resources Inc	\$6.40	-\$0.19	-2.88%
Turquoise Hill Resources Ltd	\$37.17	-\$1.00	-2.62%
Parkland Corp	\$27.00	-\$0.56	-2.03%
Enerplus Corp	\$23.08	-\$0.43	-1.83%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	254.40	0.96	0.38%	55.32%
MATERIALS	304.41	3.93	1.31%	-7.28%
UTILITIES	309.16	4.97	1.63%	-9.96%
FINANCIALS	347.84	2.67	0.77%	-13.71%
INDUSTRIALS	372.69	3.36	0.91%	-2.16%
HEALTH CARE	22.46	1.34	6.34%	-51.13%
CONS. DISCRETION.	248.26	3.27	1.33%	-9.30%
CONS. STAPLES	784.36	4.86	0.62%	2.79%
INFO TECH.	128.18	2.25	1.79%	-39.61%
COMMUNICATION SVS	175.23	1.40	0.81%	-10.20%
REAL ESTATE	293.37	5.40	1.88%	-26.17%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	4.16%	3.66%	3.49%	3.66%
U.S. (YLD%)	4.47%	4.25%	4.09%	4.25%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$84.92	\$0.34	0.40%	12.91%
NATURAL GAS	\$5.67	\$0.47	9.00%	51.93%
GOLD	\$1,641.10	-\$7.60	-0.46%	-10.21%
COPPER	\$3.46	-\$0.02	-0.56%	-22.19%
CAD / USD	\$0.7349	\$0.0052	0.71%	-7.13%
CAD / EUR	€0.7371	-€0.0017	-0.23%	5.94%
USD / EUR	€1.0029	-€0.0097	-0.96%	14.04%
USD / JPY	¥147.89	-¥1.07	-0.72%	28.51%

Source: Refinitiv



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