

# Market Review



INVESTING

October 7, 2022

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	29,296.79	-630.15	-2.11%	36952.65	28715.85	-19.38%
S&P 500	3,639.66	-104.86	-2.80%	4818.62	3584.13	-23.64%
NASDAQ COMPOSITE	10,652.41	-420.91	-3.80%	16212.23	10565.14	-31.91%
S&P/TSX COMPOSITE	18,583.13	-395.88	-2.09%	22213.07	18169.86	-12.44%
STOXX EUROPE 50	3,378.48	-22.83	-0.67%	3872.11	3283.82	-11.52%
FTSE 100	6,991.09	-6.18	-0.09%	7687.27	6787.98	-5.33%
DAX PERFORMANCE-INDEX TR	12,273.00	-197.78	-1.59%	16290.19	11862.84	-22.74%
CAC40	5,866.94	-69.48	-1.17%	7384.86	5628.42	-17.98%
Nikkei 225 Index	27,116.11	-195.19	-0.71%	29960.93	24681.74	-5.82%
HANG SENG INDEX	17,740.05	-272.10	-1.51%	26234.94	16906.96	-24.18%
Shanghai SE Composite Index	3,024.39	Closed		3708.94	2863.65	-16.91%

## Market Review

### U.S. unemployment rate dropped to 3.5%.

Nonfarm payrolls increased by 263,000 jobs last month after rising by an unrevised 315,000 in August. While that was the lowest since April 2021, job gains exceeded the forecasted of 250,000. Job growth has averaged 420,000 per month this year. Last month's broad increase in employment was led by the leisure and hospitality industry, where payrolls increased by 83,000 jobs. The bulk of the gains were at restaurants and bars. Still, leisure and hospitality employment remains 1.1 million jobs below its pre-pandemic level. The healthcare also showed a strong reading, adding 60,000 jobs in September, returning employment in the sector back to its pre-pandemic level. The employment report suggested the economy was not in recession despite gross domestic product contracting in the first half, but the report pointed to a tight labor market which will keep the Federal Reserve on its aggressive monetary policy tightening campaign for a while and increase the risk of an economic downturn next year. The household survey from which the unemployment rate is derived showed 57,000 people left the labor force last month, which helped to pull down the unemployment rate to 3.5% from 3.7%. About 390,000 women aged 20 and over dropped out. With the labor market still tight, wage gains remained solid. Average hourly earnings increased 0.3% after a similar rise in August, bringing the annual increase in wages to 5.0%. Financial markets have now almost priced-in a fourth 75-basis points rate increase at next month's Fed meeting. In Canada, the economy added a net 21,100 jobs in September, in line with forecasts, though mostly in part-time work. The jobless rate dropped to 5.2%, topping predictions it would remain at 5.4%. The September employment gain ended a three-month streak of losses and barely dented the 113,500 net jobs lost in June through August. Wage growth for permanent employees eased to 5.2% from 5.6% in August. Bank of Canada Governor Tiff Mackle made clear on Thursday the central bank would not yet be pivoting away from its rapid pace of interest rate increases as it has yet to see core inflation ease. Economists and money markets are leaning toward a 50-basis-point rate increase on Oct. 26. Equity markets dropped following the release of the reports.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Headwater Exploration Inc	\$6.58	\$0.28	4.44%
Ero Copper Corp	\$16.69	\$0.53	3.28%
Baytex Energy Corp	\$7.23	\$0.19	2.70%
Tamarack Valley Energy Ltd	\$4.43	\$0.11	2.55%
Athabasca Oil Corp	\$2.59	\$0.05	1.97%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Canopy Growth Corp	\$3.83	-\$1.33	-25.78%
Tilray Brands Inc	\$4.33	-\$1.04	-19.37%
Cronos Group Inc	\$3.91	-\$0.73	-15.73%
Lithium Americas Corp	\$32.52	-\$4.86	-13.00%
Shopify Inc	\$37.35	-\$3.97	-9.61%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	247.78	0.52	0.21%	51.28%
MATERIALS	304.64	-12.08	-3.81%	-7.21%
UTILITIES	309.79	-4.63	-1.47%	-9.78%
FINANCIALS	337.86	-8.15	-2.36%	-16.19%
INDUSTRIALS	358.86	-8.82	-2.40%	-5.79%
HEALTH CARE	21.92	-2.88	-11.61%	-52.31%
CONS. DISCRETION.	234.82	-6.26	-2.60%	-14.21%
CONS. STAPLES	746.24	-4.71	-0.63%	-2.21%
INFO TECH.	122.40	-5.57	-4.35%	-42.33%
COMMUNICATION SVS	170.83	-1.10	-0.64%	-12.46%
REAL ESTATE	279.69	-6.76	-2.36%	-29.61%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	4.05%	3.56%	3.39%	3.25%
U.S. (YLD%)	4.31%	4.15%	3.89%	3.85%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$93.20	\$4.75	5.37%	23.92%
NATURAL GAS	\$6.61	-\$0.36	-5.22%	77.16%
GOLD	\$1,693.70	-\$18.00	-1.05%	-7.33%
COPPER	\$3.42	-\$0.05	-1.57%	-23.08%
CAD / USD	\$0.7277	\$0.0005	0.07%	-8.04%
CAD / EUR	€0.7468	€0.0042	0.57%	7.33%
USD / EUR	€1.0262	€0.0051	0.50%	16.69%
USD / JPY	¥145.33	¥0.21	0.14%	26.29%

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.