

Market Review



INVESTING

October 13, 2021

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	34,377.81	-0.53	0.00%	35631.19	26143.77	12.32%
S&P 500	4,363.80	13.15	0.30%	4545.85	3233.94	16.18%
NASDAQ COMPOSITE	14,571.64	105.71	0.73%	15403.44	10822.57	13.06%
S&P/TSX COMPOSITE	20,618.47	181.35	0.89%	20897.57	15418.46	18.27%
STOXX EUROPE 50	3,553.41	18.04	0.51%	3666.47	2671.44	14.32%
FTSE 100	7,141.82	11.59	0.16%	7224.46	5525.52	10.55%
DAX PERFORMANCE-INDEX TR	15,249.38	102.51	0.68%	16030.33	11450.08	11.16%
CAC40	6,597.38	49.27	0.75%	6913.67	4512.57	18.84%
Nikkei 225 Index	28,140.28	-90.33	-0.32%	30795.78	22948.47	2.54%
HANG SENG INDEX	24,962.59	Market Closed		31183.36	23681.44	-8.33%
Shanghai SE Composite Index	3,561.76	14.83	0.42%	3731.69	3209.91	2.55%

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U.S. major averages mixed amid rising inflation concerns

The U.S. major averages traded mixed on Wednesday, after economic data fueled concerns that rising inflation would prompt the Federal Reserve to move faster to normalize policy than previously projected. The Nasdaq outperformed, as investors sought perceived safety of technology related growth stocks. The Dow Jones Industrial Average underperformed, pressured by losses financials stocks and Apple. The financials sector was also the biggest drag on the S&P500, pressured by a flattening Treasury yield curve as rising inflation expectations boosted shorter term Treasury yields, while 10-year Treasury yields fell. Investors also digested mixed corporate earnings. JPMorgan & Chase fell despite beating profit expectations. The beat was driven by strength in its wealth management arm, a surge in global deal-making and reserve release of \$2.1 billion. BlackRock beat on top and bottom line estimates as higher assets under management boosted fee income. Delta Air Lines slid after it warned of a pre-tax loss for the fourth quarter due to a sharp rise in fuel prices. In other corporate news, Apple fell after Bloomberg reported that it was planning to cut its iPhone 13 production due to the chip shortage. Clean energy provider Plug Power surged after the company announced a collaboration with Phillips 66 to develop low-carbon hydrogen businesses.

The U.S. Consumer Price Index advanced 0.4% in September, after climbing 0.3% the prior month. The results were a touch stronger than the 0.3% print expected by consensus. Food and rents accounted for more than half of the increase in the headline CPI. The core CPI, which excludes food and energy, rose a consensus-matching 0.2%. Year on year, headline inflation clocked in at 5.4%, up a tick from the prior month. The core index, meanwhile, was steady at 4.0%. Following the report, U.S. fed funds futures were pricing in a 90% chance of a quarter point tightening by the Federal Reserve by September 2022, and was fully pricing in a Fed tightening by October 2022 (vs. November previously). Investors also assessed the minutes from the Federal Reserve's September 21-22 meeting where U.S. central bankers broadly agreed they should start reducing their crisis-era support for the economy in mid-November or mid-December. However, the FOMC policymakers remain divided over how much of a threat high inflation poses and how soon they may need to raise interest rates in response.

Canada's TSX Composite Index rose to a near four week high on Wednesday. Nine of the 11 main sectors on the TSX traded in positive territory, led by gains in the materials and technology sectors. The technology sector tracked the gains on the tech heavy Nasdaq, while the materials sector rose amid higher gold bullion and base metals prices. The energy sector was the biggest drag on the index. Crude oil prices pared early losses as surging fuel costs for power generation offset expectations for slower crude demand growth as major economies struggle with inflation and supply chain issues.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Eldorado Gold Corp	\$11.85	\$1.01	9.32%
Nexgen Energy Ltd	\$7.61	\$0.60	8.56%
Ballard Power Systems Inc	\$20.05	\$1.42	7.62%
B2Gold Corp	\$4.86	\$0.31	6.81%
Endeavour Silver Corp	\$5.78	\$0.36	6.64%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Fairfax Financial Holdings Ltd	\$504.38	-\$13.03	-2.52%
Sunopta Inc	\$10.82	-\$0.26	-2.35%
Vermilion Energy Inc	\$13.23	-\$0.31	-2.29%
Dye & Durham Ltd	\$36.10	-\$0.75	-2.04%
MTY Food Group Inc	\$64.49	-\$1.15	-1.75%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	154.34	-0.87	-0.56%	69.59%
MATERIALS	318.62	6.84	2.19%	-0.62%
UTILITIES	333.23	4.29	1.30%	4.30%
FINANCIALS	379.11	-0.32	-0.08%	23.78%
INDUSTRIALS	372.41	4.79	1.30%	13.25%
HEALTH CARE	55.38	0.30	0.54%	-7.93%
CONS. DISCRETIONARY	260.58	0.37	0.14%	11.76%
CONS. STAPLES	716.4	5.79	0.81%	13.22%
INFO TECH.	222.6	4.85	2.23%	22.07%
COMMUNICATION SVCS	188.13	0.79	0.42%	14.90%
REAL ESTATE	380.52	6.34	1.69%	27.50%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	0.78%	1.27%	1.61%	2.02%
U.S. (YLD%)	0.36%	1.07%	1.54%	2.03%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$80.56	-\$0.080	-0.10%	66.27%
NATURAL GAS	\$5.68	\$0.171	3.11%	123.55%
GOLD	\$1,792.00	\$33.700	1.92%	-5.32%
COPPER	\$4.49	\$0.165	3.81%	27.83%
CAD / USD	\$0.8035	\$0.0015	0.19%	2.27%
CAD / EUR	€0.6930	-€0.0025	-0.36%	7.79%
USD / EUR	€0.8624	-€0.0048	-0.55%	5.39%
USD / JPY	¥113.28	-¥0.32	-0.28%	9.69%

Source: Refinitiv



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