

Market Review



INVESTING

March 13, 2023

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	31,819.14	-90.50	-0.28%	35492.22	28660.94	-4.01%
S&P 500	3,855.74	-5.85	-0.15%	4637.30	3491.58	0.42%
NASDAQ COMPOSITE	11,188.84	49.96	0.45%	14646.90	10088.83	6.90%
S&P/TSX COMPOSITE	19,588.90	-186.02	-0.94%	22213.07	17873.18	1.05%
STOXX EUROPE 50	3,773.00	-81.51	-2.11%	3972.79	3279.47	3.32%
FTSE 100	7,548.63	-199.72	-2.58%	8047.06	6707.62	1.30%
DAX PERFORMANCE-INDEX TR	14,959.47	-468.50	-3.04%	15706.37	11862.84	7.44%
CAC40	7,011.50	-209.17	-2.90%	7401.15	5628.42	8.31%
Nikkei 225 Index	27,832.96	-311.01	-1.11%	29222.77	25219.13	6.66%
HANG SENG INDEX	19,695.97	376.05	1.95%	22700.85	14597.31	-0.43%
Shanghai SE Composite Index	3,268.70	38.62	1.20%	3424.84	2863.65	5.81%

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Markets Volatile as investors weigh bank contagion risk

Markets had a volatile trading session on Monday as investors weighed a possible pause in interest rate hikes by the Federal Reserve in March and risks of a contagion from Silicon Valley Bank's (SVB) collapse. The sudden shutdown of SVB on Friday, after a failed capital raise, triggered concerns about risks to other banks from sharp rate hikes by the Fed over the last year. On Friday, Signature Bank customers spooked by the sudden collapse of SVB withdrew more than \$10 billion in deposits which led to the third-largest bank failure in U.S. history. Regulators announced late Sunday that Signature was being taken over to protect its depositors and the stability of the U.S. financial system. Regulators over the weekend stepped in to restore investor confidence in the banking system, saying SVB's depositors will have access to their funds on Monday. Meanwhile, President Joe Biden vowed to do whatever was needed to address the threat to the banking system after the collapse of the two banks. The Cboe Volatility index (VIX), Wall Street's preferred fear gauge, reached a level not seen since late 2022 and neared territory considered highly risky. Traders are pricing in about 2-to-1 odds that the Fed raises its benchmark borrowing rate by 0.25 percentage point at the March 21-22 meeting. But the market also is anticipating that by the end of the year, the central bank will lop off 0.75 percentage point in cuts, taking the rate down to a target range of 4%-4.25%.

In economic news, The ratio of Canadian household debt-to-income narrowed to 180.7% in the fourth quarter from an upwardly revised record 183.1% in the third quarter. National net worth fell by 2.4% in the fourth quarter to C\$16.77 trillion (\$12.15 trillion), while national net worth decreased to C\$425,799 on a per capita basis.

In corporate news, HSBC holdings bought the UK arm of Silicon Valley Bank for a symbolic one pound on Monday, rescuing a key lender for technology start-ups in Britain, as the biggest bank collapse since the financial crash continued to roil markets. Provention Bio & Sanofi SA has agreed to acquire Provention Bio for \$2.9 billion to bolster its work on type 1 diabetes therapy and to strengthen its drug pipeline following development setbacks. Pfizer said it would buy Seagen for about \$43 billion to expand its portfolio of cancer treatments. Pfizer will pay \$229 in cash per Seagen share, a 32.7% premium to Friday's closing price. Qualtrics International said it would be taken private after its controlling shareholder, SAP SE, accepted a \$12.5 billion bid from a consortium led by Silver Lake and Canada Pension Plan Investment Board (CPPIB).

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Equinox Gold Corp	\$5.58	\$0.56	11.16%
First Majestic Silver Corp	\$9.31	\$0.88	10.44%
Fortuna Silver Mines Inc	\$4.82	\$0.42	9.55%
Westshore Terminals Investment Corp	\$25.84	\$2.20	9.31%
Endeavour Silver Corp	\$4.26	\$0.36	9.23%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Bombardier Inc	\$60.17	-\$5.91	-8.94%
EQB Inc	\$56.96	-\$4.30	-7.02%
Africa Oil Corp	\$2.87	-\$0.21	-6.82%
MEG Energy Corp	\$20.72	-\$1.51	-6.79%
Cenovus Energy Inc	\$23.71	-\$1.67	-6.58%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	230.94	-11.03	-4.56%	-4.96%
MATERIALS	332.45	6.91	2.12%	1.46%
UTILITIES	298.82	3.66	1.24%	1.24%
FINANCIALS	351.21	-7.41	-2.07%	-0.23%
INDUSTRIALS	395.38	-2.21	-0.56%	3.66%
HEALTH CARE	19.92	-0.27	-1.34%	2.57%
CONS. DISCRETION.	248.45	-3.97	-1.57%	-1.42%
CONS. STAPLES	808.63	-5.26	-0.65%	-1.76%
INFO TECH.	154.88	0.97	0.63%	13.55%
COMMUNICATION SVS	185.10	-0.51	-0.27%	-0.51%
REAL ESTATE	318.19	0.46	0.14%	5.75%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	3.55%	2.91%	2.77%	2.82%
U.S. (YLD%)	4.00%	3.67%	3.54%	3.69%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$74.43	-\$2.25	-2.93%	-7.26%
NATURAL GAS	\$2.63	\$0.20	8.02%	-41.41%
GOLD	\$1,910.10	\$48.10	2.58%	4.97%
COPPER	\$4.06	\$0.02	0.38%	6.59%
CAD / USD	\$0.7283	\$0.0053	0.73%	-1.29%
CAD / EUR	€0.6787	-€0.0005	-0.07%	-1.52%
USD / EUR	€0.9318	-€0.0076	-0.81%	-0.25%
USD / JPY	¥133.36	-¥1.62	-1.20%	1.72%

Source: Refinitiv



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