

July 9, 2024

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	39,291.97	-52.82	-0.13%	40077.40	32327.20	4.25%
S&P 500	5,576.98	4.13	0.07%	5583.11	4103.78	16.92%
NASDAQ COMPOSITE	18,429.29	25.55	0.14%	18416.94	12543.86	22.77%
S&P/TSX COMPOSITE	22,042.50	-83.63	-0.38%	22554.98	18692.06	5.17%
STOXX EUROPE 50	4,473.29	-47.81	-1.06%	4584.77	3777.88	9.28%
FTSE 100	8,139.81	-53.68	-0.66%	8474.41	7215.76	5.26%
DAX PERFORMANCE-INDEX TR	18,236.19	-235.86	-1.28%	18892.92	14630.21	8.86%
CAC40	7,508.66	-118.79	-1.56%	8259.19	6773.82	-0.46%
NIKKEI 225 INDEX	41,580.17	799.47	1.96%	41769.35	30487.67	24.25%
HANG SENG INDEX	17,523.23	-0.83	0.00%	20361.03	14794.16	2.79%
Shanghai SE Composite Index	2,959.37	36.92	1.26%	3322.13	2635.09	-0.52%

US economy no longer overheated, Fed's Powell tells Congress

The U.S. is "no longer an overheated economy" with a job market that has cooled from its pandemic-era extremes and in many ways is back where it was before the health crisis, Fed Chair Jerome Powell said in remarks to Congress that suggested the case for interest rate cuts is becoming stronger. "We are well aware that we now face two-sided risks," and can no longer focus solely on inflation, Powell told the Senate Banking Committee. The S&P 500 and the Nasdaq hovered at record highs today, propelled by gains in Nvidia and other megacaps, as U.S. Federal Reserve Chair Jerome Powell testified before Congress that more "good" economic data would strengthen the case for rate cuts. However, the Dow Jones underperformed, with a more than 1% fall in Salesforce and Microsoft being the biggest drags, while the rate-sensitive small-cap Russell 2000 dropped. Crucial inflation data is due this week, including Thursday's consumer price index and the producer price index reading on Friday. Investors also await the start of the second-quarter corporate earnings season this week, with big banks due to report on Friday. Major banks including Citigroup, JPMorgan Chase and Bank of America rose at least 1.5% as Powell spoke. Reuters reported that the Fed was considering a rule change that could save big banks billions of dollars in capital. The Fed is considering updating inputs it uses in the calculation of an extra layer of capital it imposes on U.S. global systemically important banks (GSIBs), known as the "GSIB surcharge," which it introduced in 2015 to boost their safety and soundness.

Canada's main stock index fell amid broad declines across sectors as investors assessed U.S. Federal Reserve Chair Jerome Powell's congressional testimony. The capped communication sector led the broader declines. Heavy-weight energy shares also fell in tandem with oil prices. Fears of recession loomed large after last week's data showed a 6.4% rise in domestic unemployment. Traders now expect a 64% chance of a rate cut by the Bank of Canada in its next policy meeting on July 24. Among individual stocks, Maple Leaf Foods climbed more than 8% to the top of the Toronto Stock Exchange after the food processor said it is splitting into two independent public entities by spinning off its pork business.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Maple Leaf Foods Inc	\$24.40	\$1.95	8.69%
Altus Group Ltd	\$55.46	\$3.11	5.94%
Energy Fuels Inc	\$8.31	\$0.22	2.72%
Dundee Precious Metals Inc	\$11.81	\$0.29	2.52%
Ivanhoe Mines Ltd	\$19.00	\$0.45	2.43%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Badger Infrastructure Solutions Ltd	\$37.15	-\$2.57	-6.47%
Birchcliff Energy Ltd	\$6.07	-\$0.25	-3.96%
Aya Gold & Silver Inc	\$14.07	-\$0.54	-3.70%
Trisura Group Ltd	\$40.53	-\$1.42	-3.38%
ARC Resources Ltd	\$23.97	-\$0.81	-3.27%

S&P/TSX INDUSTRY	CHANGE	%CHG	YTD
ENERGY	279.04	-4.59	-1.62%
MATERIALS	368.84	-0.63	-0.17%
UTILITIES	274.62	-0.57	-0.21%
FINANCIALS	397.63	1.00	0.25%
INDUSTRIALS	446.65	-5.08	-1.12%
HEALTH CARE	24.50	-0.12	-0.49%
CONS. DISCRETION.	278.44	-1.39	-0.50%
CONS. STAPLES	987.87	0.21	0.02%
INFO TECH.	218.77	-1.31	-0.60%
COMMUNICATION SVS	146.90	-1.23	-0.83%
REAL ESTATE	296.66	-0.85	-0.29%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	3.93%	3.48%	3.49%	3.42%
U.S. (YLD%)	4.62%	4.24%	4.30%	4.49%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$81.64	-\$0.69	-0.84%	13.94%
NATURAL GAS	\$2.35	-\$0.02	-0.80%	-6.64%
GOLD	\$2,360.30	\$5.10	0.22%	14.22%
COPPER	\$4.59	-\$0.04	-0.76%	18.08%
CAD / USD	\$0.7335	\$0.0002	0.03%	-2.81%
CAD / EUR	€0.6780	€0.0006	0.09%	-0.83%
USD / EUR	€0.9243	€0.0006	0.06%	2.02%
USD / JPY	¥161.28	¥0.47	0.29%	14.33%

Source: LSEG

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