

January 10, 2025

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	41,938.45	-696.75	-1.63%	45,073.63	37,122.95	-1.42%
S&P 500	5,827.04	-91.21	-1.54%	6,099.97	4,714.82	-0.93%
NASDAQ COMPOSITE	19,161.63	-317.25	-1.63%	20,204.58	14,477.57	-0.77%
S&P/TSX COMPOSITE	24,767.73	-305.63	-1.22%	25,843.20	20,466.50	0.16%
STOXX EUROPE 50	4,379.94	-35.95	-0.81%	4,584.77	4,010.21	1.66%
FTSE 100	8,248.49	-71.20	-0.86%	8,474.41	7,404.08	0.92%
DAX PERFORMANCE-INDEX TR	20,214.79	-102.31	-0.50%	20,522.82	16,345.02	1.54%
CAC40	7,431.04	-59.24	-0.79%	8,259.19	7,029.91	0.68%
NIKKEI 225 INDEX	39,190.40	-414.69	-1.05%	42,426.77	31,156.12	-1.77%
HANG SENG INDEX	19,064.29	-176.60	-0.92%	23,241.74	14,794.16	-4.96%
Shanghai SE Composite Index	3,168.52	-42.87	-1.33%	3,674.40	2,635.09	-5.47%

Fed seen cutting policy rate just once in 2025 after blowout jobs data

The U.S. major stock indices tumbled, and U.S. Treasury yields jumped to their highest levels since November 2023 on Friday after a blowout U.S. jobs report fueled fears about sticky inflation and reinforced expectations that that the Federal Reserve would be cautious in cutting interest rates this year. U.S. nonfarm payrolls increased by 256,000 jobs last month, far surpassing economist expectations for a 160,000 gain. The unemployment rate fell one tick to 4.1% in December, compared with expectations for a 4.2% print. Average hourly earnings increased 3.9% on an annual basis in December, after rising 4.0% in November. Following the data, markets pushed out expectations for the next rate cut to June and will end its rate-cutting cycle there. Before the jobs report traders had expected a cut as early as May and a 50% chance of a second cut before the end of the year. Investors focus next week will be on the producer and consumer price inflation data for December, as well as the kick off to fourth quarter earnings season with several major U.S. banks scheduled to report results on Wednesday.

Canada's TSX Composite Index fell on Friday, taking its cues from the sentiment on Wall Street. Losses were broad-based with the economically sensitive financials sector the biggest drag on the index. The energy sector rose as crude oil prices surged more than 3% on supply concerns as the U.S. imposed tougher sanctions against Russian oil. In economic news, the Canadian labour market has ended a difficult year on a high note, with December recording the strongest monthly job gains in 23 months. The Canadian economy added a net 90,900 jobs last month, well above consensus expectations for a 25,000 increase, with most of the job gains from full-time positions. The unemployment rate declined 0.1% to 6.7%, compared to economist expectations of a rise to 6.9%. The average hourly wage growth slowed to an annual rate of 3.7% in December, from 3.9% in November, the slowest growth rate since April 2022. Following the data, the markets pared bets for a 25-basis point rate cut to 61% from 70% at the Bank of Canada's next meeting on January 29th.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Aritzia Inc	\$67.86	\$10.87	19.07%
Maple Leaf Foods Inc	\$21.81	\$1.63	8.08%
Gildan Activewear Inc	\$69.67	\$2.06	3.05%
Lundin Gold Inc	\$33.84	\$0.97	2.95%
Suncor Energy Inc	\$56.80	\$1.62	2.94%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Tilray Brands Inc	\$1.75	-\$0.24	-12.06%
Brookfield Corp	\$79.25	-\$4.93	-5.86%
Capstone Copper Corp	\$8.69	-\$0.54	-5.85%
BROOKFIELD ASSET MANAGEMENT LTD	\$75.15	-\$4.47	-5.61%
First Quantum Minerals Ltd	\$19.83	-\$0.92	-4.43%

S&P/TSX INDUSTRY	CHANGE	%CHG	YTD
ENERGY	283.53	2.96	1.05%
MATERIALS	397.86	-4.20	-1.04%
UTILITIES	302.18	-3.29	-1.08%
FINANCIALS	472.34	-8.74	-1.82%
INDUSTRIALS	455.90	-2.85	-0.62%
HEALTH CARE	24.64	-1.13	-4.38%
CONS. DISCRETION.	294.81	0.68	0.23%
CONS. STAPLES	1036.04	-10.36	-0.99%
INFO TECH.	279.57	-3.92	-1.38%
COMMUNICATION SVS	136.12	-2.24	-1.62%
REAL ESTATE	308.33	-5.61	-1.79%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	3.08%	3.17%	3.44%	3.54%
U.S. (YLD%)	4.39%	4.58%	4.77%	4.95%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$76.69	\$2.77	3.75%	6.93%
NATURAL GAS	\$3.99	\$0.29	7.70%	9.81%
GOLD	\$2,717.20	\$33.40	1.24%	3.35%
COPPER	\$4.31	\$0.03	0.81%	8.23%
CAD / USD	\$0.6930	-\$0.0017	-0.24%	-0.32%
CAD / EUR	€0.6764	€0.0020	0.30%	0.74%
USD / EUR	€0.9761	€0.0053	0.55%	1.07%
USD / JPY	¥157.74	-¥0.40	-0.25%	0.30%

Source: LSEG

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