

# Monday Morning Quarterback

#### Monday, October 23, 2017

# **Coaches Corner**

Last week, the S&P/TSX Composite Index rose 0.32 %, with the S&P 500 also moving up 0.86 %.

Year-to-date:

- S&P/TSX Composite is up 3.73%
- S&P 500 gained 15.02 %.

The last week's sector movers were as follows:

- the strongest sector was Industrials, up 2.88 %
- the weakest sector was Health Care, down (-2.38 %)

Highlights from Fed Beige Book for period from Sept. to early Oct.:

- Moderate increase in economic activity in all 12 US districts
- Modest employment growth but still difficult for employers to find and retain qualified labour
- Wages are only experiencing modest pressure

Resource: National Bank



# MARKET NEWS

#### Canada

- Sept. CPI was 1.6 %, up 0.2 % m/m
- Aug. Retail Sales m/m was down 0.3 %
- Aug. Manufacturing Shipments rose 1.6 %
- Sept. Existing Home Sales was up 2.1 % m/m
- Aug. Int'l Securities Transactions rose \$9.8B

#### **United States**

- Sept. Industrial Production was up 0.3 % m/m
- Sept. Capacity Utilization rose to 76.0 %
- Sept. Housing Starts fell 4.7 %
- Sept. Building Permits was down 4.5 %
- Sept. Existing Home Sales rose 0.7 % m/m
- Sept. Import Price Index was up 0.7 % m/m
- Sept. Leading Economic Indicator Index fell to 128.6, down 0.2 %

#### World

- China:
  - Q3 Real GDP was up 6.8 %



## Canada

| Overnight                   | 1.00%          |  |  |  |  |
|-----------------------------|----------------|--|--|--|--|
| Bank of Canada              | 1.25%          |  |  |  |  |
| Prime                       | 3.20%          |  |  |  |  |
| Next meeting: Oct. 25, 2017 |                |  |  |  |  |
| United States               |                |  |  |  |  |
| United States               |                |  |  |  |  |
| United States<br>Fed Funds  | 1.25%          |  |  |  |  |
|                             | 1.25%<br>1.75% |  |  |  |  |
| Fed Funds                   | ,.             |  |  |  |  |

Next meeting: Nov. 1, 2017

Resource: National Bank

# MARKET INDICATORS & TRENDS (As at October 23, 2017)

|                | INDEX       | MTD    | YTD     | 2016   | 2015    |
|----------------|-------------|--------|---------|--------|---------|
| S&P/TSX        | 15,857.22   | 1.42%  | 3.73%   | 17.51% | -11.09% |
| S&P 500        | 2,575.21    | 2.22%  | 15.02%  | 9.54%  | -0.73%  |
| MSCI EAFE      | 1,997.74    | 1.21%  | 18.63%  | -1.88% | -3.30%  |
| MSCI World     | 2,035.58    | 1.75%  | 16.24%  | 5.32%  | -2.74%  |
|                | SPOT (USD)  | MTD    | YTD     | 2016   | 2015    |
| CAD            | \$ 0.7920   | -1.16% | 6.34%   | 3.09%  | -16.18% |
| Euro           | \$ 1.1780   | 0.33%  | 11.62%  | -2.82% | -10.26% |
| Gold           | \$ 1,280.50 | -0.33% | 11.18%  | 8.63%  | -10.46% |
| Oil – WTI      | \$ 51.84    | 0.33%  | -3.50%  | 45.03% | -30.47% |
| Gas            | \$ 2.915    | -3.06% | -21.72% | 59.35% | -19.11% |
|                | INDEX       | MTD    | YTD     | 2016   | 2015    |
| DEX Universe   | 1,024.90    | 0.85%  | 1.33%   | 1.67%  | 3.52%   |
| DEX Short Term | 697.10      | 0.30%  | 0.10%   | 1.00%  | 2.62%   |
| DEX Mid Term   | 1,114.50    | 0.64%  | 0.49%   | 1.61%  | 4.85%   |
| DEX Long Term  | 1,648.40    | 1.80%  | 3.55%   | 2.47%  | 3.80%   |

| SECTOR                 | MTD    | YTD     |
|------------------------|--------|---------|
| Financials             | 2.97%  | 7.59%   |
| Energy                 | -3.67% | -17.09% |
| Materials              | 2.91%  | 4.55%   |
| Industrials            | 2.91%  | 16.52%  |
| Consumer Discretionary | 2.54%  | 18.62%  |
| Telecom Services       | 1.87%  | 12.57%  |
| Info Tech              | 2.36%  | 16.10%  |
| Consumer Staples       | 0.85%  | 2.23%   |
| Utilities              | 3.28%  | 7.87%   |
| Health Care            | 0.51%  | -5.36%  |

### **S&P / TSX PERFORMANCE** (As at October 23, 2017)

SAVINGS ACCOUNTS (As at October 23, 2017)

\*Nominee accounts only FUND RATE CODE BTB 100 (A) 0.95% B2B High Interest Investment Account\* BTB 101 (F) 1.20% EQB 100 (A) 1.10% Equitable Bank\* EQB 200 (F) 1.35% DYN 500 (A) 0.95% ADS Investment Savings Account (Hollis) DYN 550 (F) 1.20% MIP 501 (A) 0.95% Manulife Bank Premium Investment Savings\* MIP 601 (F) 1.20% ATL 5000 (A) 0.95% Renaissance High Interest Savings Account\* ATL 5001 (F) 1.20%

## **UPCOMING DATES**

| Oct-23 | CA | Wholesale Trade Sales    | Oct-25 | US | MBA Mortgage Applications | Oct-26 | US | Pending Home Sales   |
|--------|----|--------------------------|--------|----|---------------------------|--------|----|----------------------|
| Oct-24 | US | Markit PMI Manufacturing | Oct-25 | US | Durable Goods             | Oct-27 | US | GDP                  |
| Oct-24 | US | Markit PMI Services      | Oct-25 | US | New Home Sales            | Oct-27 | US | Personal Consumption |
|        |    |                          |        |    |                           |        |    |                      |
|        |    |                          |        |    |                           |        |    |                      |

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#### GIC RATES (As at October 23, 2017)

| RSP COMPOUNDING       | 1     | 3     | 5     |
|-----------------------|-------|-------|-------|
|                       | YEAR  | YEARS | YEARS |
| B2B                   | 1.70% | 2.40% | 2.70% |
| Canadian Western Bank | 1.70% | 2.40% | 2.70% |
| Community Trust       | 1.90% | 2.05% | 2.10% |
| Effort Trust          | 2.00% | 2.30% | 2.50% |
| Laurentian Trust      | 1.70% | 2.40% | 2.70% |
| Manulife Bank         | 1.50% | 2.00% | 2.50% |
| Peoples Trust         | 1.10% | 1.55% | 1.80% |
| Standard Life         | 0.45% | 0.80% | 1.25% |