

Market Review



INVESTING

October 13, 2022

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	30,038.72	827.87	2.83%	36952.65	28715.85	-17.34%
S&P 500	3,669.91	92.88	2.60%	4818.62	3568.45	-23.00%
NASDAQ COMPOSITE	10,649.15	232.05	2.23%	16212.23	10351.98	-31.93%
S&P/TSX COMPOSITE	18,613.63	407.35	2.24%	22213.07	18111.57	-12.29%
STOXX EUROPE 50	3,355.60	10.73	0.32%	3872.11	3279.47	-12.12%
FTSE 100	6,850.27	24.12	0.35%	7687.27	6707.62	-7.23%
DAX PERFORMANCE-INDEX TR	12,355.58	183.32	1.51%	16290.19	11862.84	-22.22%
CAC40	5,879.19	60.72	1.04%	7384.86	5628.42	-17.81%
Nikkei 225 Index	26,237.42	-159.41	-0.60%	29960.93	24681.74	-8.87%
HANG SENG INDEX	16,389.11	-311.92	-1.87%	26234.94	16389.11	-29.95%
Shanghai SE Composite Index	3,016.36	-9.15	-0.30%	3708.94	2863.65	-17.13%

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Core U.S. inflation rises to 40-year high

A closely watched measure of U.S. consumer prices (CPI) rose by more than forecast to a 40-year high in September, pressuring the Federal Reserve to raise interest rates even more aggressively to stamp out persistent inflation. The core consumer price index, which excludes food and energy, increased 6.6 per cent from a year ago, the highest level since 1982, Labor Department data showed. From a month earlier, the core CPI climbed 0.6 per cent for a second month. The overall CPI increased 0.4 per cent last month, and was up 8.2 per cent from a year earlier. The median forecasts of economists had called for a 0.4 per cent monthly rise in the core and a 0.2 per cent gain in the overall measure. The advance was broad based. Shelter, food and medical care indexes were the largest of "many contributors," the report said. Prices for gasoline and used cars declined. On the heels of a solid jobs report last week, the inflation data likely cement an additional 75-basis point interest rate hike at the Fed's November policy meeting and spurred speculation for a fifth-straight increase of that size in December. Traders also priced in a higher peak Fed rate for next year. U.S. stocks opened lower and Treasury yields surged, with the 30-year rate briefly hitting 4 per cent, the highest since 2011. Wall Street's main indexes reversed course to trade higher by early afternoon as stocks affected by macroeconomic changes gained, brushing aside rate-hike jitters. Big Wall Street banks will kick-off third-quarter reporting season tomorrow, with investors awaiting to see how a high interest-rate environment would affect their profit. Analysts expect profit for S&P 500 companies to have risen just 4.1% from a year ago, much lower than an 11.1% increase expected at the start of July. Walgreens Boots Alliance Inc rose more than 4% following better-than-estimated fourth-quarter results. Delta Air Lines Inc also gained about 4% after the carrier forecast a 9% rise in the fourth quarter revenue from the same period in 2019, helped by robust domestic and international demand.

Strength in the energy sector helped Canada's main stock index rise more than 400 points. The Canadian dollar traded close to 73 cents US compared with 72.45 cents US yesterday. The November crude oil contract was up above 2% at more than US\$89 per barrel. The December gold contract was down about US\$7 an ounce. Patrick Perrier, the housing agency's deputy chief economist, said in a report that he expects the national average home price to fall 15 per cent from \$770,812 (the peak seen in the first quarter of this year) by the end of the second quarter of 2023.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Converge Technology Solutions Corp	\$6.69	\$0.43	6.87%
Secure Energy Services Inc	\$6.45	\$0.40	6.61%
Advantage Energy Ltd	\$10.81	\$0.66	6.50%
Aritzia Inc	\$51.43	\$2.81	5.78%
Peyto Exploration & Development Corp	\$12.38	\$0.66	5.63%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Osisko Mining Inc	\$3.06	-\$0.15	-4.67%
Bausch Health Companies Inc	\$8.94	-\$0.34	-3.66%
K92 Mining Inc	\$7.24	-\$0.26	-3.47%
First Majestic Silver Corp	\$11.27	-\$0.40	-3.43%
Barrick Gold Corp	\$20.19	-\$0.65	-3.12%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	245.57	7.91	3.33%	49.93%
MATERIALS	305.01	1.40	0.46%	-7.10%
UTILITIES	304.32	7.65	2.58%	-11.37%
FINANCIALS	339.83	9.03	2.73%	-15.70%
INDUSTRIALS	360.43	6.40	1.81%	-5.38%
HEALTH CARE	21.57	0.16	0.75%	-53.07%
CONS. DISCRETION.	238.59	4.19	1.79%	-12.83%
CONS. STAPLES	770.96	8.79	1.15%	1.03%
INFO TECH.	120.27	0.98	0.82%	-43.34%
COMMUNICATION SVS	171.69	4.54	2.72%	-12.02%
REAL ESTATE	284.26	4.38	1.56%	-28.46%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	4.11%	3.59%	3.43%	3.34%
U.S. (YLD%)	4.48%	4.22%	3.96%	3.94%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$89.09	\$1.82	2.09%	18.45%
NATURAL GAS	\$6.69	\$0.25	3.90%	79.25%
GOLD	\$1,666.10	-\$4.20	-0.25%	-8.84%
COPPER	\$3.47	\$0.03	0.80%	-21.92%
CAD / USD	\$0.7272	\$0.0035	0.48%	-8.10%
CAD / EUR	€0.7439	-€0.0016	-0.21%	6.91%
USD / EUR	€1.0230	-€0.0071	-0.69%	16.33%
USD / JPY	¥147.27	¥0.36	0.25%	27.97%

Source: Refinitiv



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