

Market Review



INVESTING

October 14, 2022

EQUITY INDICES	LAST	CHANGE	%CHG	52 WK-HIGH	52 WK-LOW	YTD
DOW JONES INDUSTRIAL AVERAGE	29,634.83	-403.89	-1.34%	36952.65	28660.94	-18.45%
S&P 500	3,583.07	-86.84	-2.37%	4818.62	3491.58	-24.82%
NASDAQ COMPOSITE	10,321.39	-327.76	-3.08%	16212.23	10088.83	-34.03%
S&P/TSX COMPOSITE	18,326.35	-287.28	-1.54%	22213.07	17873.18	-13.65%
STOXX EUROPE 50	3,367.28	11.68	0.35%	3872.11	3279.47	-11.82%
FTSE 100	6,858.79	8.52	0.12%	7687.27	6707.62	-7.12%
DAX PERFORMANCE-INDEX TR	12,437.81	82.23	0.67%	16290.19	11862.84	-21.70%
CAC40	5,931.92	52.73	0.90%	7384.86	5628.42	-17.07%
Nikkei 225 Index	27,090.76	853.34	3.25%	29960.93	24681.74	-5.91%
HANG SENG INDEX	16,587.69	198.58	1.21%	26234.94	16389.11	-29.11%
Shanghai SE Composite Index	3,071.99	55.63	1.84%	3708.94	2863.65	-15.60%

Market Review

Wall Street tumbles on profit drop from big banks

U.S. stocks tumbled today as the earnings season kicked off with a drop in profit for big banks, while worsening inflation expectations added to fears of the Federal Reserve's aggressive rate-hiking cycle tipping the economy into a recession. JPMorgan Chase & Co, Morgan Stanley, Citigroup Inc and Wells Fargo & Co reported a slide in net income as choppy markets hurt investment banking activity and set aside more funds to cover loan defaults. JPMorgan, however, beat market expectations for profit and along with UnitedHealth Group Inc, which raised its annual profit forecast, limited declines on the blue-chip Dow. Market participants are closely tracking the earnings season for any impact on corporate profits from higher prices and the Fed's aggressive rate hikes. The University of Michigan's preliminary October reading of one-year inflation expectations rose to 5.1% from 4.7% in September, while the five-year inflation outlook increased to 2.9% from 2.7% last month. U.S. retail sales were unexpectedly flat in September as households cut back on purchases of motor vehicles and other big-ticket items like electronics and appliances amid stubbornly high inflation and rapidly rising interest rates. But consumers are not rolling over yet, with the report from the Commerce Department also showing a measure of underlying retail sales rising last month, thanks to strong wage gains and savings. These so-called core retail sales were also stronger than initially thought in August. The unchanged reading in retail sales last month followed an upwardly revised 0.4% rise in August. Sales in August were previously reported to have gained 0.3%. Retail sales increased 8.2% on a year-on-year basis in September. Economists had forecast sales would climb 0.2%. Excluding automobiles, gasoline, building materials and food services, retail sales increased 0.4% last month. Data for August was revised higher to show these core retail sales rising 0.2% instead of being unchanged as previously reported. Investors also tracked UK politics after British Prime Minister Liz Truss fired her finance minister Kwasi Kwarteng and scrapped parts of their economic package in a desperate bid to stay in power and survive the market and political turmoil.

Canada's main stock index fell, led by declines in energy and material shares after data showed domestic factory sales fell for a fourth straight month, with investors also digesting the Russian president's comments on no plans for further military mobilization. Canadian factory sales fell by 2% in August, hit by lower sales in petroleum, coal and chemicals as per Statistics Canada. A separate report showed Canadian home sales fell 3.9% in September with actual monthly activity about 12% below the pre-pandemic 10-year average. Meanwhile, geopolitical tensions also appeared to ease after Vladimir Putin said there was no need for massive new strikes on Ukraine and that Russia was not looking to destroy the country.

S&P/TSX: LEADERS	LAST	CHANGE	%CHG
Winpak Ltd	\$47.63	\$1.01	2.17%
Canaccord Genuity Group Inc	\$6.76	\$0.13	1.96%
Spin Master Corp	\$43.26	\$0.72	1.69%
Kinaxis Inc	\$139.19	\$2.11	1.54%
MTY Food Group Inc	\$55.28	\$0.77	1.41%

S&P/TSX: LAGGARDS	LAST	CHANGE	%CHG
Nutrien Ltd	\$108.20	-\$10.80	-9.08%
Wesdome Gold Mines Ltd	\$8.34	-\$0.81	-8.85%
Birchcliff Energy Ltd	\$10.86	-\$0.93	-7.89%
Parex Resources Inc	\$21.00	-\$1.57	-6.96%
OceanaGold Corp	\$2.07	-\$0.15	-6.76%

S&P/TSX INDUSTRY	LAST	CHANGE	%CHG	YTD
ENERGY	237.27	-8.30	-3.38%	44.86%
MATERIALS	292.71	-12.30	-4.03%	-10.84%
UTILITIES	299.23	-5.09	-1.67%	-12.85%
FINANCIALS	339.01	-0.82	-0.24%	-15.90%
INDUSTRIALS	354.06	-6.37	-1.77%	-7.05%
HEALTH CARE	21.25	-0.32	-1.48%	-53.76%
CONS. DISCRETION.	237.92	-0.67	-0.28%	-13.08%
CONS. STAPLES	767.30	-3.66	-0.47%	0.55%
INFO TECH.	119.49	-0.78	-0.65%	-43.70%
COMMUNICATION SVS	169.74	-1.95	-1.14%	-13.02%
REAL ESTATE	281.71	-2.55	-0.90%	-29.10%

GOVERNMENT BONDS	2YR	5YR	10YR	30YR
CANADA (YLD%)	4.16%	3.67%	3.50%	3.42%
U.S. (YLD%)	4.51%	4.27%	4.02%	3.99%

COMMODITIES/ FX	LAST	CHANGE	%CHG	YTD
CRUDE OIL WTI	\$85.73	-\$3.38	-3.79%	13.99%
NATURAL GAS	\$6.47	-\$0.27	-3.96%	73.57%
GOLD	\$1,640.60	-\$29.40	-1.76%	-10.24%
COPPER	\$3.45	-\$0.02	-0.46%	-22.39%
CAD / USD	\$0.7201	-\$0.0070	-0.96%	-9.00%
CAD / EUR	€0.7402	-€0.0034	-0.46%	6.38%
USD / EUR	€1.0279	€0.0051	0.50%	16.89%
USD / JPY	¥148.62	¥1.40	0.95%	29.14%

Source: Refinitiv



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