

MONDAY MAY 9, 2016

Coaches Corner

Last week, the S&P/TSX Composite Index was down (1.79%), while the S&P 500 also fell (0.40%). Year-to-date the S&P/TSX Composite and the S&P 500 are up, 5.32% and 0.65%, respectively.

Telecom Services was the strongest Canadian financial sector last week, followed by Utilities, up 3.80% and 2.08%, respectively. Energy was the weakest, down (5.20%).

This week in Canada, we'll get a pulse of the housing market with April data on the Teranet-National Bank house price index and housing starts. Overall home prices and residential construction have been good this year, although there are sharp regional differences.

MARKET NEWS

Canada

- Employment declined 2K in April according to the Labour Force Survey. The jobless rate remained unchanged at 7.1% as the participation rate dropped to 65.8% from 65.9%.
- In March, the merchandise trade deficit widened to a record C\$3.4 billion as nominal exports slumped 4.8%, outpacing imports, which slid only half as fast (-2.4%).

United States

- Nonfarm payrolls rose 160K in April, the slowest pace in seven months and below consensus expectations of a 200K gain.
- In April, the ISM Manufacturing Index fell to 50.8 after reaching an 8-month high of 51.8 in March.
- Construction spending swelled 0.3% in March after growing 1.0% in February.
- Still in March, the trade deficit narrowed to \$40.4 billion from \$47 billion the prior month.

World

- In April, China's official manufacturing PMI inched down one tick to 50.1.
- In the Euro area, the seasonally adjusted volume of retail sales shrank 0.5% m/m in March, its first contraction in five months.
- In April, the UK manufacturing PMI dipped to 49.2, its first sub-50 print since early 2013.

Resource: National Bank

UP AND DOWN



Canada

Overnight	0.50%
Bank of Canada	0.75%
Prime Rate	2.70%

Next Meeting: May 25, 2016

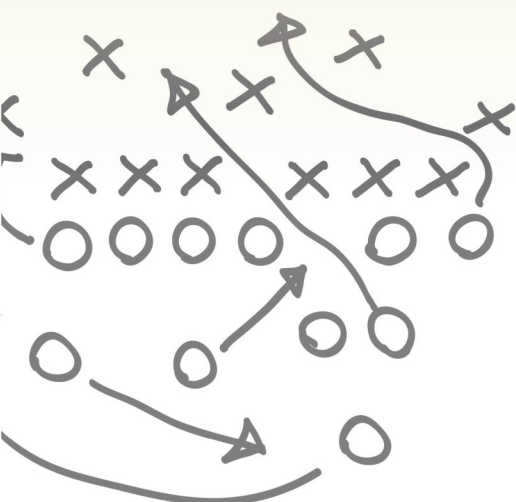
United States

Fed Fund Rates	0.50%
Discount Rate	1.00%
Prime Rate	3.50%

Next Meeting: June 15, 2016

MARKET INDICATORS & TRENDS (As at May 6, 2016)

	INDEX	MTD	YTD	2015	2014
S&P/TSX	13,701.47	-1.79%	5.32%	-11.09%	7.42%
S&P 500	2,057.14	-0.40%	0.65%	-0.73%	11.39%
MSCI EAFE	1,639.22	-3.19%	-4.49%	-3.30%	-7.35%
MSCI World	1,643.20	-1.65%	-1.18%	-2.74%	2.93%
	SPOT (USD)	MTD	YTD	2015	2014
CAD	\$0.7739	-2.89%	7.11%	-16.18%	-8.32%
Euro	\$1.4200	24.13%	30.77%	-10.26%	-12.18%
Gold	\$1,294.00	0.27%	22.05%	-10.46%	-1.51%
Oil – WTI	\$44.66	-2.74%	20.57%	-30.47%	-45.87%
Gas	\$2.10	-3.54%	-10.10%	-19.11%	-31.70%
	INDEX	MTD	YTD	2015	2014
DEX Universe	1,015.70	0.77%	2.10%	3.52%	8.79%
DEX Short Term	694.20	0.40%	0.68%	2.62%	3.06%
DEX Mid Term	1,114.00	0.96%	2.06%	4.85%	9.17%
DEX Long Term	1,616.50	1.13%	4.06%	3.80%	17.47%



S&P / TSX SECTOR PERFORMANCE

(As at May 6, 2016)

SECTOR	MTD	YTD
Financials	-2.74%	1.92%
Energy	-5.20%	9.59%
Materials	-1.98%	40.32%
Industrial	0.42%	6.46%
Consumer Discretionary	0.43%	0.95%
Telecom Services	3.80%	10.65%
Information Technology	0.76%	-6.49%
Consumer Staples	1.17%	3.66%
Utilities	2.08%	9.40%
Health Care	-4.27%	-27.50%

GIC RATES—RSP COMPOUNDING

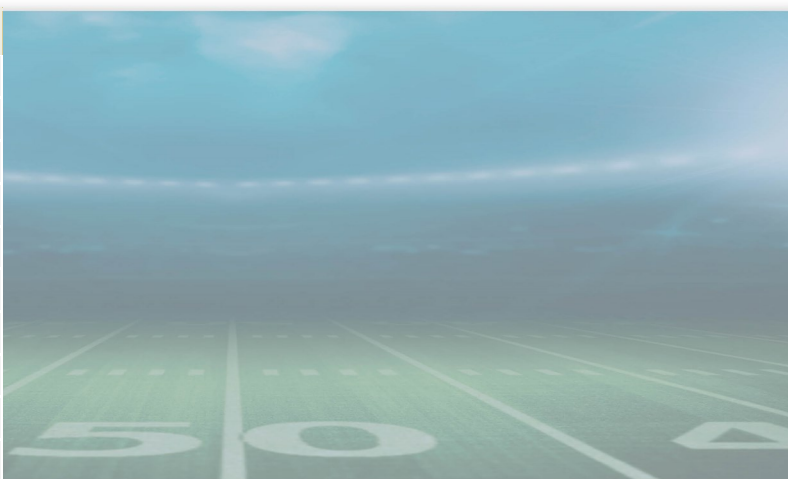
(As at May 9, 2016)

	1 YEAR	3 YEARS	5 YEARS
B2B	1.30%	2.06%	2.20%
Bank of Nova Scotia	1.40%	1.65%	n/a
CDN Western Bank	1.60%	2.10%	2.32%
Effort Trust	1.90%	2.10%	2.20%
Laurentian Trust	1.30%	2.06%	2.20%
Manulife Bank	1.25%	1.70%	2.15%
National Bank	1.40%	1.65%	n/a
Standard Life	0.45%	n/a	n/a

SAVINGS ACCOUNTS

(As at May 9, 2016)

	FUND CODE	RATE
B2B High Interest Investment Account*	BTB 100	0.80% (A)
	BTB 100	1.05% (F)
Equitable Bank*	EQB 100	1.05% (A)
	EQB 200	1.30% (F)
Hollis Investment Savings	DYN 500	0.75% (A)
	DYN 550	1.00% (F)
Home Trust High Interest Savings*	HOM 100	1.05% (A)
	HOM 101	1.30% (F)
Manulife Bank Premium Investment Savings*	MIP501	1.00% (A)
	MIP601	1.25% (F)



*Nominee accounts only

UPCOMING DATES

May 9	Housing Starts (CA)	May 12	Initial Jobless Claims (US)	May 13	Retail Sales Ex Auto (US)
May 10	NFIB Small Business Optimism (US)	May 12	New Housing Price Index (CA)	May 13	PPI Final Demand (US)
May 10	Wholesale Trade Sales MoM (US)	May 12	Teranet/National Bank HPI (CA)	May 13	PPI Ex Food and Energy (US)
May 11	MBA Mortgage Applications (US)	May 13	Retail Sales Advance (US)	May 13	U. of Mich. Sentiment (US)