

MONDAY MAY 16, 2016

## Coaches Corner

Last week, the S&P/TSX Composite Index was up 0.34%, while the S&P 500 fell (0.51%). Year-to-date the S&P/TSX Composite and the S&P 500 are up, 5.69% and 0.13%, respectively.

Consumer Staples was the strongest Canadian financial sector last week, followed by Utilities, up 1.42% and 1.08%, respectively. Materials was the weakest, down (1.68%).

In Canada, April's consumer price index will also be released this week. Above-seasonal increases in gasoline prices likely pushed the headline index by 0.3% or so in the month, taking the year-on-year inflation rate to about 1.7%. Core inflation should be milder with a flat print in the month, causing the annual core inflation rate to fall one tick to 2%.

## MARKET NEWS

### Canada

- Housing starts fell 5.4% to reach 191.5K in April.
- The Teranet-National Bank House Price Index rose 1.2% in April thanks to gains in ten of the 11 metropolitan regions covered. On a year-on-year basis, home prices were up 8.1% nationally.
- Statistics Canada's survey of investment intentions conducted between October 2015 and January 2016 showed private and public sectors planned non-residential investments of \$241.6 billion this year, 4.4% less than last year.

### United States

- Retail sales jumped 1.3% in April, thanks in part to a 3.2% surge in sales of motor vehicles/parts.
- The Job openings and labor turnover survey (JOLTS) showed 5.8 million job openings at the end of March. The quits rate in the private sector was unchanged at 2.3%.
- The producer price index rose just 0.2% in April. On a year-on-year basis, the PPI was flat and at just 0.9% for the core measure.

### World

- China's trade report for April was disappointing with exports falling 1.8% and imports slumping 10.9%, both on a year-on-year basis. The annual inflation rate was unchanged at 2.3% in April. The Bank of England left monetary policy unchanged this week. In the Eurozone, January's 2.4% surge for industrial production was largely erased by a 1.2% drop the following month and a 0.8% decline in March.

Resource: National Bank

## UP AND DOWN



### Canada

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

Next Meeting: May 25, 2016

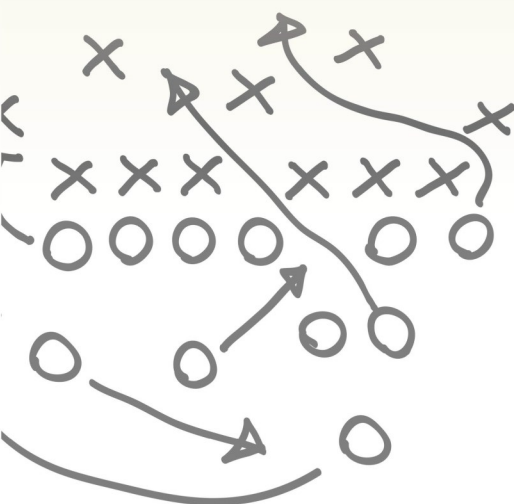
### United States

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

Next Meeting: June 15, 2016

## MARKET INDICATORS & TRENDS (As at May 13, 2016)

	INDEX	MTD	YTD	2015	2014
S&P/TSX	13,748.58	-1.45%	5.68%	-11.09%	7.42%
S&P 500	2,046.61	-0.90%	0.13%	-0.73%	11.39%
MSCI EAFE	1,631.71	-3.63%	-4.93%	-3.30%	-7.35%
MSCI World	1,635.92	-2.09%	-1.62%	-2.74%	2.93%
	SPOT (USD)	MTD	YTD	2015	2014
CAD	\$0.7728	-3.02%	6.96%	-16.18%	-8.32%
Euro	\$1.1129	-2.72%	2.49%	-10.26%	-12.18%
Gold	\$1,272.70	-1.38%	20.04%	-10.46%	-1.51%
Oil - WTI	\$46.21	0.63%	24.76%	-30.47%	-45.87%
Gas	\$2.10	-3.76%	-10.31%	-19.11%	-31.70%
	INDEX	MTD	YTD	2015	2014
DEX Universe	1,018.10	1.01%	2.34%	3.52%	8.79%
DEX Short Term	694.70	0.48%	0.75%	2.62%	3.06%
DEX Mid Term	1,118.30	1.35%	2.46%	4.85%	9.17%
DEX Long Term	1,621.80	1.46%	4.40%	3.80%	17.47%



## S&P / TSX SECTOR PERFORMANCE

(As at May 13, 2016)

SECTOR	MTD	YTD
Financials	-1.75%	2.96%
Energy	-4.21%	10.74%
Materials	-3.63%	37.95%
Industrial	0.01%	6.02%
Consumer Discretionary	0.01%	0.53%
Telecom Services	4.31%	11.20%
Information Technology	1.55%	-5.75%
Consumer Staples	2.61%	5.12%
Utilities	3.18%	10.58%
Health Care	-3.89%	-27.21%

## GIC RATES—RSP COMPOUNDING

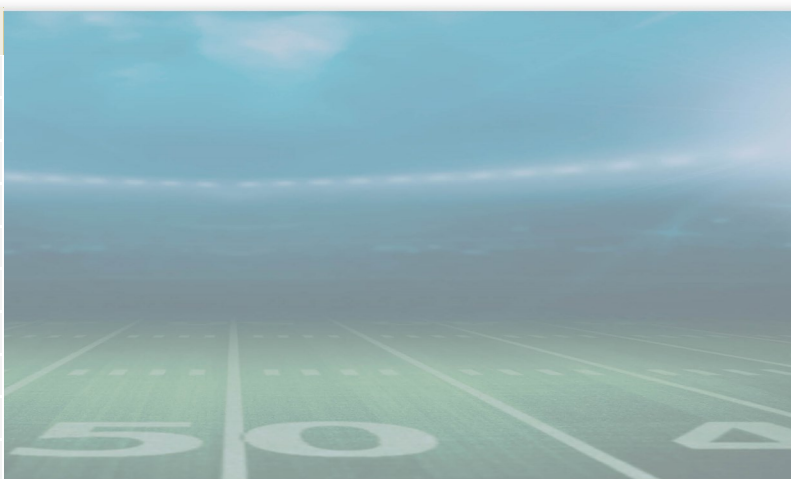
(As at May 16, 2016)

	1 YEAR	3 YEARS	5 YEARS
B2B	1.30%	2.00%	2.15%
Bank of Nova Scotia	1.40%	1.65%	n/a
CDN Western Bank	1.60%	2.17%	2.25%
Effort Trust	1.90%	2.30%	2.30%
Laurentian Trust	1.30%	2.00%	2.15%
Manulife Bank	1.25%	1.70%	2.15%
National Bank	1.40%	1.65%	n/a
Standard Life	n/a	0.80%	1.25%

## SAVINGS ACCOUNTS

(As at May 16, 2016)

	FUND CODE	RATE
B2B High Interest Investment Account*	BTB 100 (A)	0.80%
	BTB 100 (F)	1.05%
Equitable Bank*	EQB 100 (A)	1.05%
	EQB 200 (F)	1.30%
Hollis Investment Savings	DYN 500 (A)	0.75%
	DYN 550 (F)	1.00%
Home Trust High Interest Savings*	HOM 100 (A)	1.05%
	HOM 101 (F)	1.30%
Manulife Bank Premium Investment Savings*	MIP 501 (A)	1.00%
	MIP 601 (F)	1.25%



\*Nominee accounts only

## UPCOMING DATES

May 16	Empire Manufacturing (US)	May 17	CPI (US)	May 19	Chicago Fed Nat Activity Index (US)
May 16	Existing Home Sales MoM (CA)	May 17	CPI Ex Food and Energy (US)	May 19	Initial Jobless Claims (US)
May 16	NAHB Housing Market Index (US)	May 17	Industrial Production MoM (US)	May 20	Retail Sales (CA)
May 16	Total Net TIC Flows (US)	May 17	Capacity Utilization (US)	May 20	Retail Sales Ex Auto (CA)
May 17	Manufacturing Sales MoM (CA)	May 18	MBA Mortgage Applications (US)	May 20	CPI (CA)
May 17	Housing Starts (US)	May 18	Int'l Securities Transactions (CA)	May 20	CPI Core (CA)
May 17	Building Permits (US)	May 19	Wholesale Trade Sales MoM (CA)	May 20	Existing Home Sales (US)