

## Monday Morning Quarterback

Monday March 6, 2017

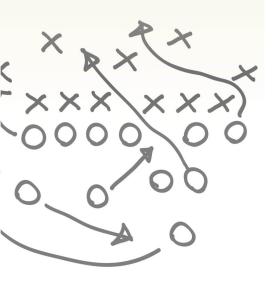
## Coaches Corner

Last week, the S&P/TSX Composite Index was up 0.48%, while the S&P 500 was also up 0.67%. Year-to-date the S&P/TSX Composite and the S&P 500 are up, 2.10% and 6.44%, respectively.

Energy and Industrials were the strongest Canadian financial sectors last week, both up 2.56% and 2.29%, respectively.

Materials was the weakest, down (3.47%).

In Canada, the Labour Force Survey for the month of February will serve as the highlight of the week, in combination with the unemployment rate. We will also get a look at some housing market data.



#### **MARKET NEWS**

#### Canada

- Gross domestic product expanded at an annualized pace of 2.6% in Q4 last year.
- The current account deficit narrowed to C\$10.73 billion in the last quarter of 2016 from C\$19.75 billion in Q3.
- As widely expected, the Bank of Canada left its overnight rate unchanged at 0.50%.

#### **United States**

- The ISM Manufacturing index climbed 1.7 points to 57.7 in February, its highest reading since August 2014.
- The non-manufacturing ISM index jumped to 57.6 in February, the highest since 2015.
- The durables goods report showed new orders increased 1.8% in January.
- The pending home sales index compiled by the National Association of Realtors declined 2.8% month over month in Ianuary to 106.4.
- The PCE deflator, the Fed's preferred inflation metric, rose 1.9% year over year in January, up three-tenths from December.
- Personal income edged up 0.4% in January.

#### World

- In the Eurozone, inflation rose 2.0% year over year in February.
- In Japan, the annual headline inflation rate rose to 0.4% in January.

Resource: National Bank

## UP AND



#### Canada

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

Next Meeting: Apr. 12, 2017

#### **United States**

Fed Fund Rates 0.75%
Discount Rate 1.25%
Prime Rate 3.75%

Next Meeting: Mar. 15, 2017

## MARKET INDICATORS & TRENDS (As at March 3, 2017)

	INDEX	MTD	YTD	2016	2015
S&P/TSX	15,608.50	1.36%	2.10%	17.51%	-11.09%
S&P 500	2,383.12	0.82%	6.44%	9.54%	-0.73%
MSCI EAFE	1,757.25	0.24%	4.35%	-1.88%	-3.30%
MSCI World	1,848.98	0.56%	5.58%	5.32%	-2.74%
	SPOT (USD)	MTD	YTD	2016	2015
CAD	\$0.7452	-1.27%	0.05%	3.09%	-16.18%
Euro	\$1.0552	-0.61%	-0.01%	-2.82%	-10.26%
Gold	\$1,226.50	-2.19%	6.49%	8.63%	-10.46%
Oil – WTI	\$53.33	-1.26%	-0.73%	45.03%	-30.47%
Gas	\$2.83	1.91%	-24.09%	59.35%	-19.11%
	INDEX	MTD	YTD	2016	2015
DEX Universe	1,016.80	-0.29%	0.53%	1.67%	3.52%
DEX Short Term	699.70	-0.07%	0.47%	1.00%	2.62%
DEX Mid Term	1,119.90	-0.29%	0.97%	1.61%	4.85%
DEX Long Term	1,596.40	-0.62%	0.28%	2.47%	3.80%



# **S&P / TSX SECTOR PERFORMANCE** (As at March 3, 2017)

SECTOR	MTD	YTD
Financials	2.16%	5.25%
Energy	2.45%	-8.61%
Materials	-0.13%	5.00%
Industrial	2.37%	4.49%
Consumer Discretionary	1.21%	4.16%
Telecom Services	-0.02%	2.99%
Information Technology	2.09%	4.42%
Consumer Staples	2.14%	0.09%
Utilities	0.86%	2.07%
Health Care	-0.41%	2.31%

### GIC RATES—RSP COMPOUNDING

(As at March 6, 2017)

	1 YEAR	3 YEARS	5 YEARS
B2B	1.30%	1.65%	1.95%
Bank of Nova Scotia*	1.05%	1.55%	1.90%
CDN Western Bank	1.28%	1.60%	1.95%
Effort Trust	1.40%	1.80%	1.90%
Laurentian Trust	1.30%	1.65%	1.95%
Manulife Bank	1.15%	1.60%	1.90%
National Bank*	1.25%	1.50%	1.80%
Standard Life	0.45%	0.80%	1.25%

<sup>\*</sup>Nominee accounts only

## **SAVINGS ACCOUNTS**

(As at March 6, 2017)

	FUND CODE	RATE
B2B High Interest Investment Account*	BTB 100 (A)	0.80%
	BTB 101 (F)	1.05%
Equitable Bank*	EQB 100 (A)	0.90%
	EQB 200 (F)	1.15%
Hollis Investment Savings	DYN 500 (A)	0.75%
	DYN 550 (F)	1.00%
Home Trust High Interest Savings*	HOM 100 (A)	0.90%
	HOM 101 (F)	1.15%
Manulife Bank Premium Investment Savings*	MIP 501 (A)	0.90%
	MIP 601 (F)	1.15%



## **UPCOMING DATES**

Mar 6	Factory Orders (US)	Mar 8	MBA Mortgage Applications (US)	Mar 9	Capacity Utilization Rate (CA)
Mar 6	Durable Goods Orders (US)	Mar 8	ADP Employment Change (US)	Mar 9	New Housing Price Index MoM / YoY (CA)
Mar 6	Durables Ex Transportation (US)	Mar 8	Housing Starts (CA)	Mar 9	Initial Jobless Claims (US)
Mar 7	Trade Balance (US)	Mar 8	Nonfarm Productivity (US)	Mar 10	Unemployment Rate (CA)
Mar 7	Int'l Merchandise Trade (CA)	Mar 8	Labour Productivity QoQ (CA)	Mar 10	Change in Nonfarm Payrolls (US)
Mar 7	Ivey Purchasing Managers Index SA (CA)	Mar 8	Building Permits MoM (CA)	Mar 10	Net change in Employment (CA)
Mar 7	Consumer Credit (US)	Mar 8	Wholesale Trade Sales MoM (US)	Mar 10	Unemployment Rate (US)

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<sup>\*</sup>Nominee accounts only