

Monday June 5, 2017

## Coaches Corner

Last week, the S&P/TSX Composite Index was up 0.17%, while the S&P 500 was also up 0.96%. Year-to-date the S&P/TSX Composite and the S&P 500 are up, 1.01% and 8.94%, respectively.

Info Tech and Consumer Staples were the strongest Canadian financial sectors last week, both up 2.83% and 2.80%, respectively. Energy was the weakest, down (3.35%).

In Canada, the highlight of the week will be the Labour Force Survey for the month of May. In the latest edition of the CFIB survey, 21.2% of businesses in the country were still expecting their full-time employment levels to increase over the next 3-4 months, as compared with 11.1% predicting a decrease. That hints at yet another decent month for hiring. That being said, the Canadian economy has added roughly 250K jobs over 2016Q3-2017Q1, the best three-quarter performance since 2010.

Resource: National Bank

## MARKET NEWS

### Canada

- In April, the merchandise trade deficit narrowed to just C\$0.4 billion from a revised C\$0.9 billion in March.
- The gross domestic product (GDP) expanded at an annualized pace of 3.7% in the first quarter of 2017.
- In Q1, the current account deficit widened by C\$2.3 billion to C\$14.1 billion (roughly 2.7% of GDP) owing to larger deficits on the goods trade, services trade and investment income accounts.
- Labour productivity registered its second biggest quarterly gain in the last 10 years, rising 1.4% in Q1.
- In April, the industrial product price index was up for an eight consecutive month, up 0.6% MoM after climbing 0.8% in March.

### United States

- The establishment survey showed nonfarm payrolls rising only 138K in May.
- The other employment report, the household survey showed employment falling 233K in May.
- The ISM manufacturing index climbed one tick to 54.9 in May.
- In May, the Conference Board's Consumer Confidence Index edged down to 117.9 from 119.4 in April.

### World

- In the Eurozone, the flash estimate of the consumer price index showed prices rose a meagre 1.4% year on year in May.

Resource: National Bank

## UP AND DOWN



### Canada

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

Next Meeting: Jul 12, 2017

### United States

|                |       |
|----------------|-------|
| Fed Fund Rates | 1.00% |
| Discount Rate  | 1.50% |
| Prime Rate     | 4.00% |

Next Meeting: Jun 14, 2017

## MARKET INDICATORS & TRENDS (As at June 2, 2017)

|                | INDEX      | MTD    | YTD     | 2016   | 2015    |
|----------------|------------|--------|---------|--------|---------|
| S&P/TSX        | 15,442.75  | 0.60%  | 1.01%   | 17.51% | -11.09% |
| S&P 500        | 2,439.07   | 1.13%  | 8.94%   | 9.54%  | -0.73%  |
| MSCI EAFE      | 1,916.37   | 1.39%  | 13.80%  | -1.88% | -3.30%  |
| MSCI World     | 1,935.21   | 1.23%  | 10.51%  | 5.32%  | -2.74%  |
|                | SPOT (USD) | MTD    | YTD     | 2016   | 2015    |
| CAD            | \$0.7416   | 0.09%  | -0.42%  | 3.09%  | -16.18% |
| Euro           | \$1.1282   | 0.39%  | 6.91%   | -2.82% | -10.26% |
| Gold           | \$1,285.50 | 0.79%  | 11.62%  | 8.63%  | -10.46% |
| Oil – WTI      | \$47.27    | -2.17% | -12.01% | 45.03% | -30.47% |
| Gas            | \$3.01     | -2.08% | -19.25% | 59.35% | -19.11% |
|                | INDEX      | MTD    | YTD     | 2016   | 2015    |
| DEX Universe   | 1,050.60   | 0.30%  | 3.88%   | 1.67%  | 3.52%   |
| DEX Short Term | 705.30     | 0.04%  | 1.28%   | 1.00%  | 2.62%   |
| DEX Mid Term   | 1,151.60   | 0.13%  | 3.83%   | 1.61%  | 4.85%   |
| DEX Long Term  | 1,712.40   | 0.75%  | 7.57%   | 2.47%  | 3.80%   |

## S&P / TSX SECTOR PERFORMANCE

(As at June 2, 2017)

| SECTOR                 | MTD    | YTD     |
|------------------------|--------|---------|
| Financials             | 0.62%  | -0.82%  |
| Energy                 | -0.56% | -16.73% |
| Materials              | -0.52% | 2.47%   |
| Industrial             | 1.11%  | 10.91%  |
| Consumer Discretionary | 1.50%  | 13.18%  |
| Telecom Services       | -0.04% | 12.22%  |
| Information Technology | 2.25%  | 17.33%  |
| Consumer Staples       | 1.74%  | 9.54%   |
| Utilities              | 0.97%  | 8.68%   |
| Health Care            | 1.31%  | -4.74%  |

## GIC RATES—RSP COMPOUNDING

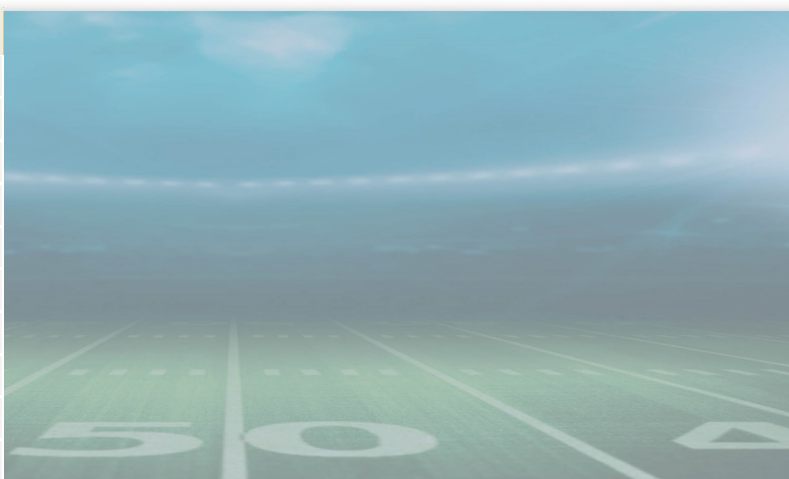
(As at June 5, 2017)

|                       | 1 YEAR | 3 YEARS | 5 YEARS |
|-----------------------|--------|---------|---------|
| B2B                   | 1.20%  | 1.90%   | 2.15%   |
| Canadian Western Bank | 1.65%  | 1.92%   | 2.20%   |
| Community Trust       | 2.00%  | 2.15%   | 2.20%   |
| Effort Trust          | 2.15%  | 2.40%   | 2.40%   |
| Laurentian Trust      | 1.20%  | 1.90%   | 2.15%   |
| Manulife Bank         | 1.05%  | 1.40%   | 1.85%   |
| Peoples Trust         | 1.10%  | 1.55%   | 1.80%   |
| Standard Life         | 0.45%  | 0.80%   | 1.25%   |

## SAVINGS ACCOUNTS

(As at June 5, 2017)

|  | FUND CODE    | RATE  |
|--|--------------|-------|
| Altamira High Interest Cashperformer       | NBC 100 (A)  | 0.75% |
|  | NBC 200 (F)  | 1.00% |
| B2B High Interest Investment Account*      | BTB 100 (A)  | 0.80% |
|  | BTB 101 (F)  | 1.05% |
| Hollis Investment Savings Account          | DYN 500 (A)  | 0.75% |
|  | DYN 550 (F)  | 1.00% |
| Manulife Bank Premium Investment Savings*  | MIP 501 (A)  | 0.90% |
|  | MIP 601 (F)  | 1.15% |
| Renaissance High Interest Savings Account* | ATL 5000 (A) | 0.75% |
|  | ATL 5001 (F) | 1.00% |



\*Nominee accounts only

## UPCOMING DATES

|       |                                  |       |  |       |                                |
|-------|----------------------------------|-------|--|-------|--------------------------------|
| Jun 5 | Nonfarm Productivity (US)        | Jun 6 | Ivey Purchasing Managers Index SA (CA) | Jun 8 | Initial Jobless Claims (US)    |
| Jun 5 | Markit US Services PMI (US)      | Jun 7 | MBA Mortgage Applications (US)         | Jun 9 | Capacity Utilization Rate (CA) |
| Jun 5 | ISM Non-Manf. Composite (US)     | Jun 7 | Building Permits Mom (CA)              | Jun 9 | Net Change in Employment (CA)  |
| Jun 5 | Factory Orders (US)              | Jun 7 | Consumer Credit (US)                   | Jun 9 | Unemployment Rate (CA)         |
| Jun 5 | Durable Goods Orders (US)        | Jun 8 | Housing Starts (CA)                    | Jun 9 | Wholesale Trade Sales Mom (US) |
| Jun 5 | Durables Ex. Transportation (US) | Jun 8 | New Housing Price Index MoM/YoY (CA)   |       |                                |

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