

Coaches Corner

Last week, the S&P/TSX Composite Index was up 0.98%, while the S&P 500 gained 1.41%. Year-to-date the S&P/TSX Composite is down (0.74%) and the S&P 500 is up 9.85%.

Materials and Energy were the strongest Canadian financial sectors last week, both up 3.04% and 2.94%, respectively. Utilities was the weakest sector, down (0.46%).

The Bank of Canada hiked its policy rate for the first time in seven years, raising the overnight rate 25 basis points to 0.75%. While the BoC acknowledged that inflation remained low—the latest reading showed common core CPI rising only 1.3% on an annual basis—it considered this weakness “temporary” and continued to project inflation close to 2% by the middle of 2018. The central bank also justified its decision by describing the economy as “approaching full capacity”.

Resource: National Bank



MARKET NEWS

Canada

- The Teranet–National Bank National Composite House Price Index rose 2.6% in June, the largest increase for that month in the index’s 19-year history.
- In June, housing starts rose 17.7K (+9.1%) to 212.7K.

United States

- The consumer price index was flat in June after retreating 0.1% the prior month.
- Retail sales fell 0.2% in June, following an upwardly revised 0.1% drop the previous month.
- Again in June, industrial production expanded 0.4% month on month (+2.0% y/y) after an upwardly revised 0.1% print in May.
- Meanwhile, the capacity utilization rate in the industrial sector increased from 76.4% in May to 76.6% in June, its highest reading since August 2015.
- According to the Job Openings and Labor Turnover Survey (JOLTS), in May, positions waiting to be filled fell 301K to 5,666K in seasonally adjusted terms.
- Consumer credit grew \$18.4 billion in May to \$3,842.6 billion in seasonally adjusted terms.

World

- In the Eurozone, industrial production expanded 1.3% on a seasonally adjusted monthly basis in May after growing a downwardly revised 0.3% in April.

Resource: National Bank

UP AND DOWN



Canada

Overnight	0.75%
Bank of Canada	1.00%
Prime Rate	2.95%

Next Meeting: Sep. 6, 2017

United States

Fed Fund Rates	1.25%
Discount Rate	1.75%
Prime Rate	4.25%

Next Meeting: Jul 26, 2017

MARKET INDICATORS & TRENDS (As at July 14, 2017)

	INDEX	MTD	YTD	2016	2015
S&P/TSX	15,174.81	-0.05%	-0.74%	17.51%	-11.09%
S&P 500	2,459.27	1.48%	9.85%	9.54%	-0.73%
MSCI EAFE	1,918.74	1.89%	13.94%	-1.88%	-3.30%
MSCI World	1,948.08	1.65%	11.24%	5.32%	-2.74%
	SPOT (USD)	MTD	YTD	2016	2015
CAD	\$0.7908	2.53%	6.17%	3.09%	-16.18%
Euro	\$1.1470	0.39%	8.69%	-2.82%	-10.26%
Gold	\$1,227.50	-1.19%	6.58%	8.63%	-10.46%
Oil – WTI	\$46.54	1.09%	-13.37%	45.03%	-30.47%
Gas	\$2.98	-1.81%	-19.98%	59.35%	-19.11%
	INDEX	MTD	YTD	2016	2015
DEX Universe	1,026.90	-0.81%	1.53%	1.67%	3.52%
DEX Short Term	696.50	-0.24%	0.01%	1.00%	2.62%
DEX Mid Term	1,115.30	-0.77%	0.56%	1.61%	4.85%
DEX Long Term	1,660.60	-1.65%	4.32%	2.47%	3.80%

S&P / TSX SECTOR PERFORMANCE

(As at July 14, 2017)

SECTOR	MTD	YTD
Financials	0.85%	1.60%
Energy	-1.45%	-23.22%
Materials	-0.93%	-2.23%
Industrial	0.60%	10.25%
Consumer Discretionary	-1.48%	9.39%
Telecom Services	0.44%	9.05%
Information Technology	0.08%	9.97%
Consumer Staples	-0.72%	3.17%
Utilities	-2.19%	5.30%
Health Care	-3.19%	-2.84%

GIC RATES—RSP COMPOUNDING

(As at July 17, 2017)

	1 YEAR	3 YEARS	5 YEARS
B2B	1.30%	2.00%	2.24%
Canadian Western Bank	1.30%	1.75%	2.10%
Community Trust	2.00%	2.15%	2.20%
Effort Trust	2.20%	2.45%	2.55%
Laurentian Trust	1.30%	2.00%	2.24%
Manulife Bank	1.20%	1.55%	2.10%
Peoples Trust	1.10%	1.55%	1.80%
Standard Life	0.45%	0.80%	1.25%

SAVINGS ACCOUNTS

(As at July 17, 2017)

	FUND CODE	RATE
B2B High Interest Investment Account*	BTB 100 (A)	0.80%
	BTB 101 (F)	1.05%
Equitable Bank*	EQB 100 (A)	1.50%
	EQB 200 (F)	1.75%
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

Jul 17	Int'l Securities Transactions (CA)	Jul 19	MBA Mortgage Applications (US)	Jul 21	CPI NSA MoM (CA)
Jul 17	Empire Manufacturing (US)	Jul 19	Manufacturing Sales MoM (CA)	Jul 21	CPI YoY (CA)
Jul 17	Existing Home Sales MoM (CA)	Jul 19	Housing Starts (US)	Jul 21	Retail Sales MoM (CA)
Jul 18	NAHB Housing Market Index (US)	Jul 19	Building Permits (US)	Jul 21	Retail Sales Ex Auto MoM (CA)
Jul 18	Total Net TIC Flows (US)	Jul 20	Initial Jobless Claims (US)		

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