

Weekly economic review

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A look at this week's markets

At the close on Thursday



Canadian Bonds (total return)

FTSE TMX Universe	-0.12%
FTSE TMX Long	-0.09%
Corps	-0.22%

Year-to-date

0.73%
0.92%
0.84%

Equities (total return)

S&P/TSX	-1.52%	1.29%
S&P 500	-1.39% (-1.54% CAD)	2.56% (8.1% CAD)
EAFE (in USD)	-2.04% (-2.19% CAD)	-3.73% (1.46% CAD)
MSCI Emerging (in USD)	-3.57% (-3.72% CAD)	-8.65% (-3.72% CAD)

Other (WTD change)

Oil (WTI)	73.45 \$	7.10%
USD/CAD	0.7548 \$	0.15%
Gold	1 248.25 \$	-1.76%

Year-to-date

21.57%
-5.12%
-4.19%

What caught our eye this week

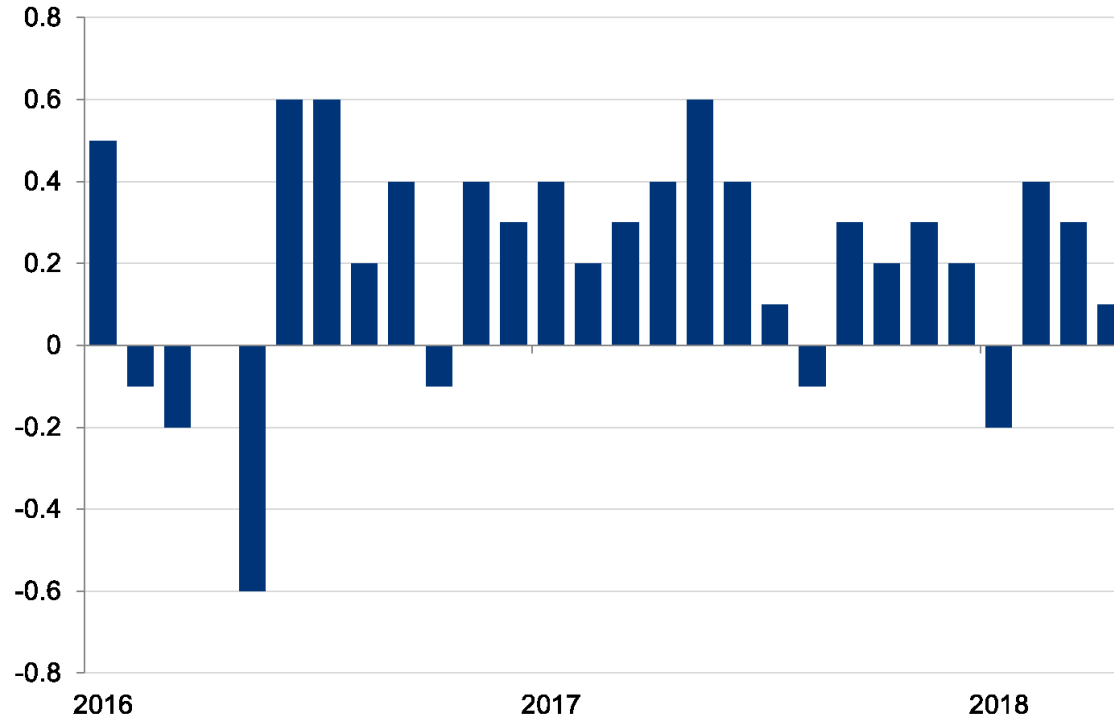
- ▶ Canada:
 - ▶ Canadian GDP growth beats expectations in April
 - ▶ Market is pricing in a rate hike by the BoC on July 11

Canada:

Manufacturing sector pushing GDP higher in April

Canada: GDP growth stronger than expected

Monthly GDP variation, %



Canada:

Bank of Canada expectations

Implied probability of a rate hike by the Bank of Canada on July 11, 2018



What we'll be watching next week

- ▶ Canada:
 - ▶ Net Change in Employment (last month: -7.5K in May)
 - ▶ Unemployment Rate (last month: 5.8% in May)
- ▶ U.S.:
 - ▶ ISM Manufacturing Index (consensus: stable at 58.0 in June)
 - ▶ ISM Non-Manufacturing Index (consensus: stable at 58.0 in June)
 - ▶ Minutes from June 13 FOMC meeting
 - ▶ Change in Non-Farm Payrolls (consensus: 198K in June)
 - ▶ Unemployment Rate (consensus: stable at 3.8% in June)
 - ▶ Average Hourly Earnings (consensus: higher at 2.8% YoY in June)



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