

Weekly economic review

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10/12/18



INVESTED IN YOU.

A look at this week's markets

At the close on Thursday



Canadian Bonds (total return)

Year-to-date

FTSE TMX Universe	0.58%	-0.80%
FTSE TMX Long Corps	1.04%	-2.67%
	0.49%	-0.12%

Equities (total return)

S&P/TSX	-3.89%	-3.31%
S&P 500	-5.42% (-4.74% CAD)	3.58% (7.38% CAD)
EAFE (in USD)	-3.91% (-3.22% CAD)	-7.50% (-4.11% CAD)
MSCI Emerging (in USD)	-4.58% (-3.89% CAD)	-15.86% (-12.77% CAD)

Other (WTD change)

Year-to-date

Oil (WTI)	70.97 \$	-4.53%	17.46%
USD/CAD	0.7673 \$	-0.71%	-3.54%
Gold	1 224.09 \$	1.70%	-6.04%

What caught our eye this week

- ▶ Markets:
 - ▶ As interest rates rise, volatility makes a comeback
- ▶ U.S.:
 - ▶ Inflation slowing a bit, but still above the Fed's 2% target

USGG10YR ↑ 3.1688 +0.0191 3.1707 / 3.1688
 At 8:08 Op 3.1517 Hi 3.1821 Lo 3.1517 Prev 3.1498

USGG10YR Index ↻ Compare ↻ Actions ↻ Edit ↻ Line Chart



VIX ↑ 22.14 -2.84 ↘
 At 8:08 O 21.63 H 22.91 L 21.40 Prev 24.98

VIX Index ↻ Compare ↻ Actions ↻ Edit ↻ Line Chart



Australia 61 2 9777 8600 Brazil 5511 2395 9000 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2018 Bloomberg Finance L.P.
 SN 885158 EDT GMT+1:00 0728-3969-0 12-Oct-2018 08:08:37

SPX C 2728.37 -57.31 ↘ 2717.06 / 2798.67
 On 11 Oct O 2776.87 H 2795.14 L 2710.51 Prev 2728.37

SPX Index ↻ Compare ↻ Actions ↻ Edit ↻ Line Chart



SPTSX C 15317.13 -200.26 ↘ 15295.08 / 15368.54
 On 11 Oct Vol 389,019,133 O 15414.28 H 15482.26 L 15317.13 Prev 15317.13

SPTSX Index ↻ Compare ↻ Actions ↻ Edit ↻ Line Chart



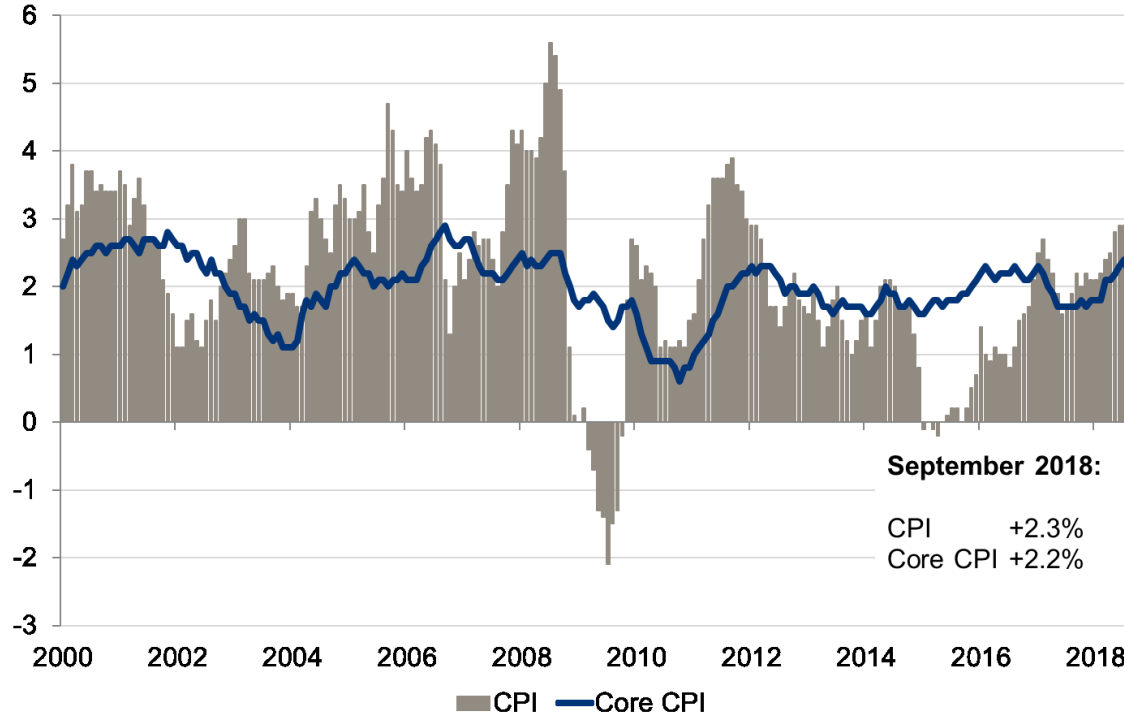
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U.S.:

Inflation slowing a bit, but holding above the Fed's 2% target

U.S.: CPI inflation above target

Annual growth, %



What we'll be watching next week

- ▶ Canada:
 - ▶ Bank of Canada Business Outlook Survey
 - ▶ Manufacturing Sales (last month: +0.9% in July)
 - ▶ Retail Sales (last month: +0.3% in August)
 - ▶ CPI Inflation (last month: 2.8% YoY in August)
 - ▶ Core CPI Inflation (last month: 2.1% YoY in August)
- ▶ U.S.:
 - ▶ Retail Sales (consensus: higher at 0.7% MoM in September)
 - ▶ Housing Starts (consensus: lower at 1218K in September)
 - ▶ Building Permits (consensus: higher at 1280K in September)
 - ▶ FOMC Meeting Minutes for September 26



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