

Weekly economic review

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A look at this week's markets

At the close on Thursday



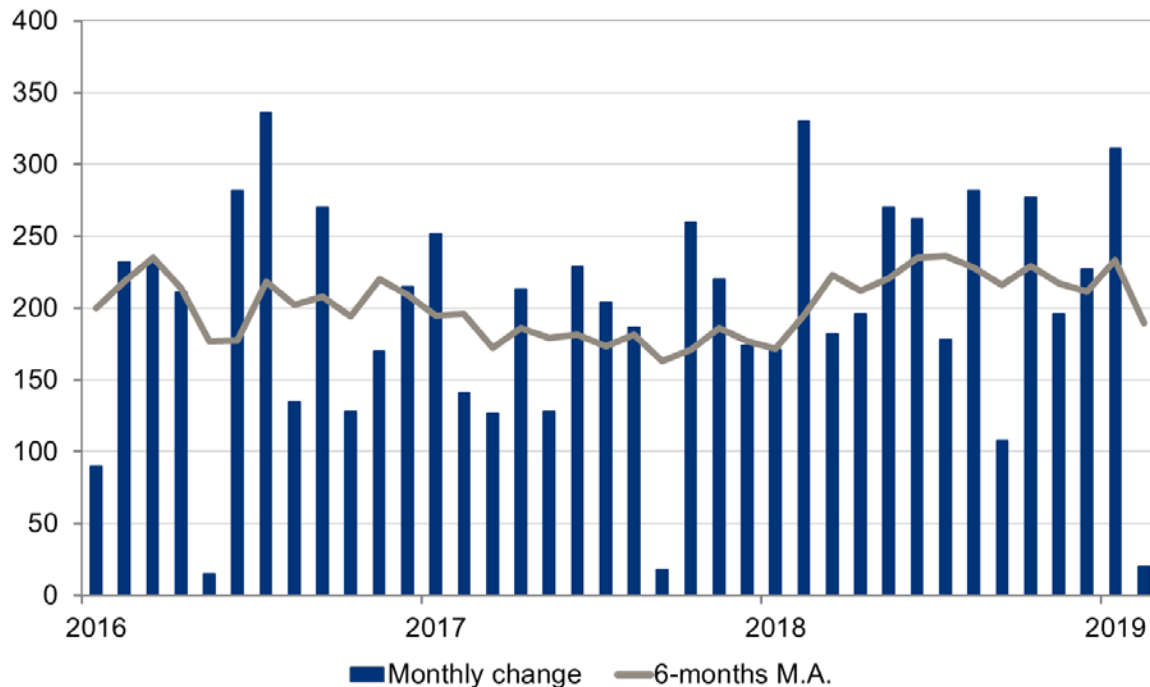
	<i>Week-to-date</i>		<i>Year-to-date</i>	
	Local currency	<i>In CAD</i>	Local currency	<i>In CAD</i>
Canadian Bonds (total return)				
FTSE TMX Universe	1.11%		2.61%	
FTSE TMX Long	2.02%		4.21%	
Corps	0.95%		2.96%	
Equities (total return)				
S&P/TSX	-0.03%		12.65%	
S&P 500	-1.92%	-0.76%	10.10%	8.63%
MSCI EAFE	-0.18%	0.24%	9.47%	7.10%
MSCI Emerging	-0.33%	0.46%	8.20%	6.84%
Other	Current price	Return WTD*	Return YTD*	
Oil (WTI)	56.66 \$	1.54%	24.77%	
USD/CAD	0.7432 \$	-1.17%	1.35%	
Gold	1 285.61 \$	-0.61%	0.24%	

What caught our eye this week

- **Job reports:**
 - Notable divergence between jobs creation in Canada and the U.S.
- **Central banks:**
 - The Bank of Canada takes a clearly more dovish tone
 - The European Central Bank announces a new round of liquidity injection

Monthly change in Non-Farm Payroll Employment

000s



World: Slowing growth is leading central banks to take a cautious stance

Purchasing managers index (PMI)

	2019-02-28	2018-12-31	2018-09-30	2018-02-28
Global	50.6	51.4	52.1	54
U.S.	54.2	54.3	59.5	60.7
Canada	52.6	53.6	54.8	55.6
Japan	48.9	52.6	52.5	54.1
U.K.	52	54.2	53.7	55.2
Euro area	49.3	51.4	53.2	58.6
France	51.5	49.7	52.5	55.9
Germany	47.6	51.5	53.7	60.6
Italy	47.7	49.2	50	56.8
Spain	49.9	51.1	51.4	56
	Expansion ≥ 52		Contraction < 50	

World: Generalized economic slowdown in the last year

Global Purchasing Manager's Index



What we'll be watching next week

- **Canada:**

- Teranet/National Bank HPI (last month: +2.2% YoY in January)
- New Housing Price Index (last month: flat YoY in December)
- Manufacturing Sales (last month: -1.3% MoM in December)

- **U.S.:**

- Retail Sales (consensus: +0.1% MoM in January)
- CPI Inflation (consensus: +1.6% YoY in February)
- Durable Goods Orders (consensus: -0.6% in January)
- Industrial Production (consensus: +0.6% MoM in February)

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