

Equity Returns: Last Twelve Months



Weekly Update

Economics

- The Bank of Canada kept interest rates unchanged for the first time in nine meetings. It was the first pause among major central banks, which was expected by both markets and economists. The benchmark overnight rate remains at 4.5%.
- The Canadian economy added 21,800 jobs in February while the unemployment rate remained at 5.0%: beating expectations for an increase of 10,000 jobs and a jobless rate of 5.1%. The job market continues to defy expectations and may test the Bank of Canada's commitment to pausing rate hikes.
- Federal Reserve Chairman Jerome Powell cautioned that interest rates will likely head higher than central bank policymakers had expected. He also indicated that the Fed is prepared to increase the pace of rate hikes if needed.
- US job vacancies dropped to 10.8M in January, but still exceeded estimates of 10.5M openings. The reading highlights persistent labour tightness in the US and supports the Fed's need for higher interest rates.
- The UK economy is proving to be more resilient than expected after GDP expanded 0.3% in January from a decline of 0.5% a month prior. Growth in January was driven by the services sector, which grew by 0.5%. Consumer-facing services rebounded from the impacts of strikes by healthcare workers, as well as postal and rail staff, last month.

Politics

- President Joe Biden's budget seeks to cut \$3.0T from the federal deficit over the next decade with a 25.0% minimum tax on the wealthiest Americans. Biden's budget would also increase revenue by raising taxes on oil and gas companies and increasing the corporate tax rate to 28.0% from 21.0%. The budget also increases military spending to more than \$835.0B, making it among the largest peacetime expenditures in US history.
- Chinese lawmakers unanimously voted Xi Jinping into a third term as president, officially giving him five more years in power. He also won unanimously in 2018, when China's parliament also voted to repeal presidential term limits set after Mao Zedong's rule.

Markets

- Silicon Valley Bank (NASDAQ: SIVB), a major lender in the technology and venture capital industries, has closed after an unsuccessful attempt to raise capital and exit cash from tech startups. This failure makes it the second largest bank failure in US history after the closure of Washington Mutual in 2008.
- Iran discovered a lithium deposit holding 8.5M tons of the metal, which could be the second-largest in the world. The country is currently one of the world's top oil and gas producers, but its limitations in exporting due to sanctions has hindered revenue growth.

Changes & Ranges

Security	Price	Weekly Δ	52 Week Range
S&P 500	3,862	(4.5%)	3,577 - 4,632
S&P/TSX	19,775	(3.9%)	18,206 - 22,087
10Y Yield	3.70%	-25 bps	1.85% - 4.24%
10Y TIPS	1.41%	-3 bps	-1.08% - 1.75%
USD Index	104.6	0.1%	97.8 - 114.1
VIX Index	24.8	6.3	17.9 - 35.1
WTI	76.7/bbl	(3.8%)	\$71.02 - \$123.70
Gold	\$1,868/oz	0.63%	\$1,622 - \$2,051

Recent Transaction Activity

Name	Type	Value	Notes
Diversey	M&A	\$4.6B	Solenis LLC announced the acquisition of Diversey Holdings Ltd (NASDAQ: DSEY).
Vistra Corp.	M&A	\$3.4B	Vistra Corp. (NYSE: VST) announced the acquisition of Energy Harbor Corp.
NJOY	M&A	\$2.8B	A consortium led by Mudrick Capital Management LP announced the sale of NJOY Holdings Inc. to Altria Group Inc. (NYSE: MO).

DFIC Notices



Women in PE

- Join us for our **Women in Private Equity Panel on March 15th from 7-8 PM**. This event is a fantastic opportunity to learn from some of the best and brightest minds in the industry.



Office Tours

- Office tour at Mackenzie Investments is happening on March 22nd in the afternoon**. Please sign up by March 16th at 11:59 PM. **National Bank Financial is hosting us on March 30th from 10:30 AM to 12:30 PM**. Please sign up by March 27th at 11:59 PM.

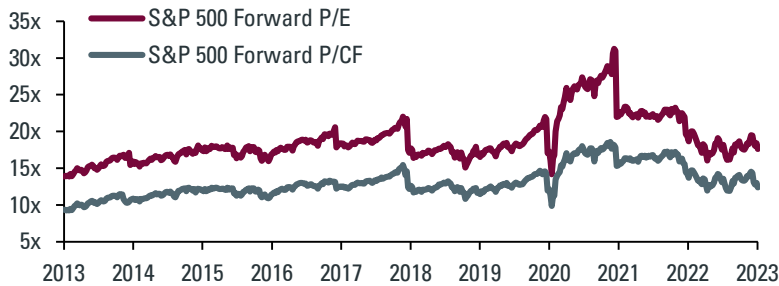


Networking Night

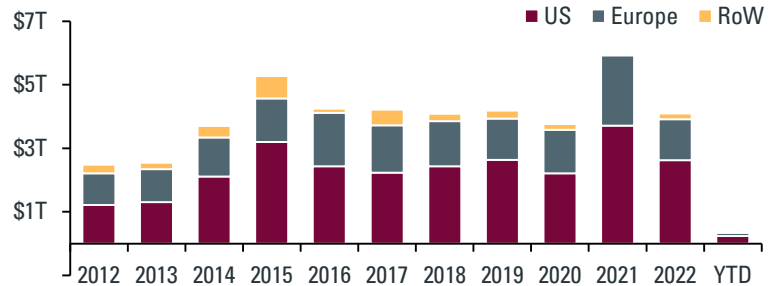
- DFIC is hosting our **Spring Networking Night on March 29th from 6-9 PM** at 81 Bay Street in Toronto: an invaluable opportunity to build connections ahead of the next recruiting season! Spots are limited, **so sign up before March 17th** using the Linktree.

Description	Price	Performance							
		1w	1m	3m	Qtd	Ytd	1y	2y	5y
United States									
Equity Indices									
S&P 500 Index	3,862	(4.5%)	(5.6%)	(1.9%)	0.6%	0.6%	(9.3%)	(1.0%)	38.6%
NASDAQ Composite Index	11,139	(4.7%)	(4.9%)	1.2%	6.4%	6.4%	(15.2%)	(14.8%)	47.3%
Dow Jones Industrial Average	31,910	(4.4%)	(5.8%)	(4.7%)	(3.7%)	(3.7%)	(3.8%)	(1.2%)	25.9%
CBOE SPX Volatility Index	24.8	5.3	3.3	1.0	2.1	2.1	(6.4)	1.2	9.2
US Dollar Index	104.6	0.1%	1.0%	(0.2%)	1.1%	1.1%	6.2%	14.0%	16.1%
S&P 500 Sector Performance									
Consumer Discretionary	1,072	(5.6%)	(6.8%)	(0.7%)	6.7%	6.7%	(19.9%)	(18.0%)	27.0%
Consumer Staples	741	(1.9%)	(2.8%)	(6.1%)	(4.9%)	(4.9%)	(1.6%)	10.3%	32.2%
Energy	629	(5.3%)	(9.1%)	(0.1%)	(6.5%)	(6.5%)	7.4%	57.3%	25.2%
Financials	546	(8.6%)	(9.9%)	(4.6%)	(4.2%)	(4.2%)	(10.2%)	(4.5%)	10.9%
Healthcare	1,444	(4.0%)	(6.4%)	(10.0%)	(8.9%)	(8.9%)	(4.5%)	9.2%	44.5%
Industrials	835	(4.5%)	(3.3%)	(0.0%)	0.5%	0.5%	0.3%	3.8%	27.1%
Information Technology	2,367	(3.1%)	(3.3%)	3.7%	9.0%	9.0%	(7.9%)	4.2%	92.4%
Materials	491	(7.6%)	(5.0%)	(3.3%)	0.3%	0.3%	(4.9%)	0.5%	28.2%
Telecommunication Services	171	(4.1%)	(5.1%)	4.0%	7.1%	7.1%	(23.7%)	(28.1%)	8.8%
Utilities	325	(2.9%)	(5.4%)	(9.1%)	(9.3%)	(9.3%)	(8.9%)	4.3%	30.7%
Global Indices									
Americas									
S&P/TSX Composite	19,775	(3.9%)	(4.1%)	(0.9%)	2.0%	2.0%	(8.4%)	5.8%	26.9%
Mexico IPC Index	52,795	(2.6%)	0.6%	4.6%	8.9%	8.9%	(1.1%)	11.0%	8.7%
Brazil Bovespa Index	103,618	(0.2%)	(4.1%)	(3.6%)	(5.6%)	(5.6%)	(8.8%)	(8.1%)	20.0%
Europe									
EURO STOXX 50 Index	4,230	(1.5%)	0.8%	7.3%	11.5%	11.5%	15.8%	10.7%	23.7%
FTSE 100 Index	7,748	(2.5%)	(1.7%)	3.6%	4.0%	4.0%	9.1%	15.2%	7.3%
Germany DAX Index	15,428	(1.0%)	0.8%	7.4%	10.8%	10.8%	14.8%	6.1%	25.0%
France CAC 40 Index	7,221	(1.7%)	1.3%	8.1%	11.5%	11.5%	16.3%	20.5%	36.9%
Switzerland SMI Index	10,765	(3.8%)	(3.3%)	(2.7%)	0.3%	0.3%	(5.5%)	(1.3%)	20.5%
Asia									
Nikkei 225 Index	28,144	0.8%	1.7%	0.9%	7.9%	7.9%	9.6%	(3.1%)	31.1%
Hang Seng Index	19,320	(6.1%)	(8.8%)	(2.9%)	(2.3%)	(2.3%)	(7.5%)	(33.2%)	(37.7%)
S&P/ASX 200 Index	7,145	(1.9%)	(3.9%)	(0.9%)	1.5%	1.5%	0.2%	6.4%	19.8%

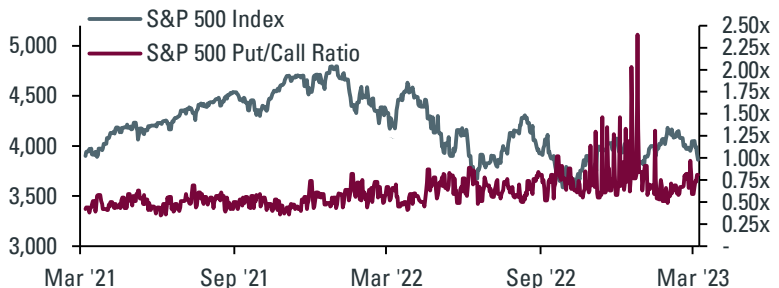
S&P 500 Valuation Multiples (10-year)



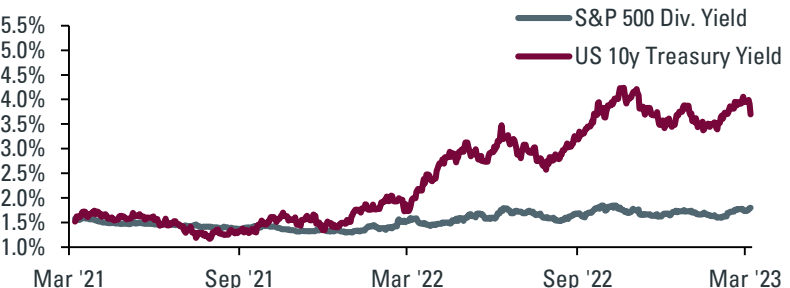
M&A Transaction Value



Put/Call Ratio

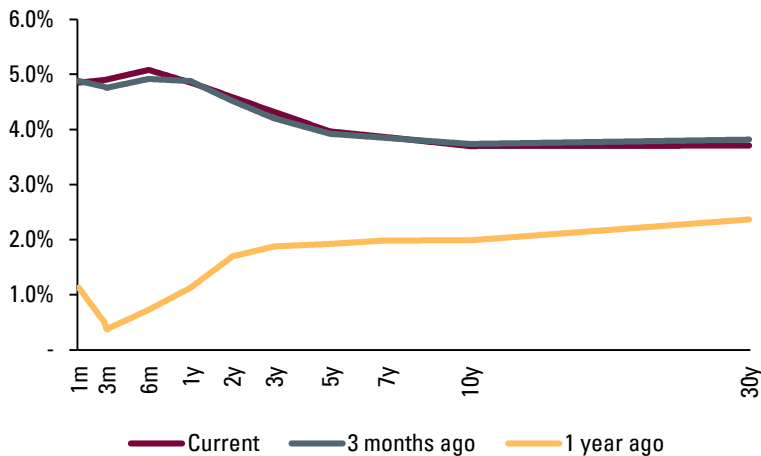


Dividend Yields

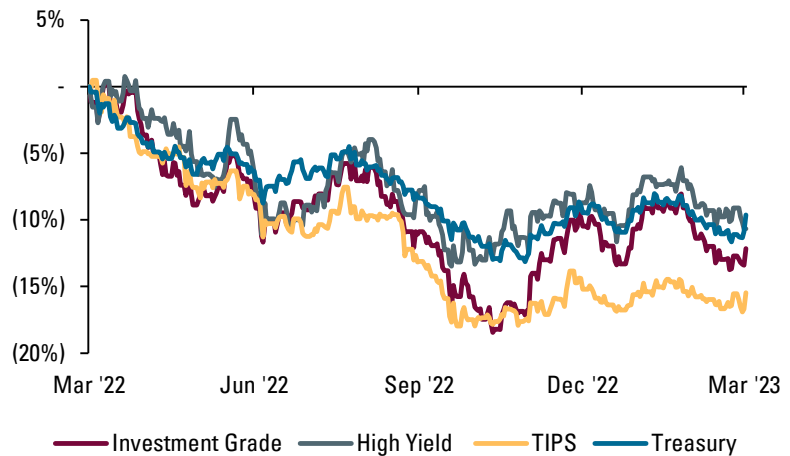


Description	Yield	Performance							
		1w	1m	3m	Qtd	Ytd	1y	2y	5y
North America									
US Treasury Yields									
3-month	4.91	6	15	63	53	53	453	487	324
12-month	4.85	-17	-3	15	14	14	372	477	283
2-year	4.59	-27	7	24	16	16	289	443	233
10-year	3.70	-25	-4	12	-18	-18	171	218	81
30-year	3.71	-17	-11	15	-26	-26	134	147	55
5-year TIPS	1.61	8	15	17	-4	-4	318	340	113
10-year TIPS	1.41	-3	1	10	-17	-17	231	216	64
30-year TIPS	1.44	-4	-9	17	-22	-22	158	141	42
2-10-year spread	-89.38	2	-10	-12	-34	-34	-118	-225	-153
1-year inflation expectations	3.21	-45	59	110	108	108	-244	43	87
10-year inflation expectations	2.29	-23	-5	1	-1	-1	-60	2	16
Canada Treasury Yields									
3-month	4.52	-2	1	31	26	26	397	441	341
12-month	4.62	-8	-12	21	1	1	329	443	303
2-year	3.96	-27	-13	10	-10	-10	240	371	213
10-year	2.99	-35	-16	11	-31	-31	106	158	72
Fixed Income Indices									
USD High Yield	4.17	20	3	-20	-52	-52	28	83	81
USD Investment Grade	1.27	7	9	-3	-3	-3	-14	28	26
US 3-month LIBOR	5.15	17	28	42	39	39	435	497	306
US 12-month LIBOR	5.86	17	38	36	38	38	433	558	332

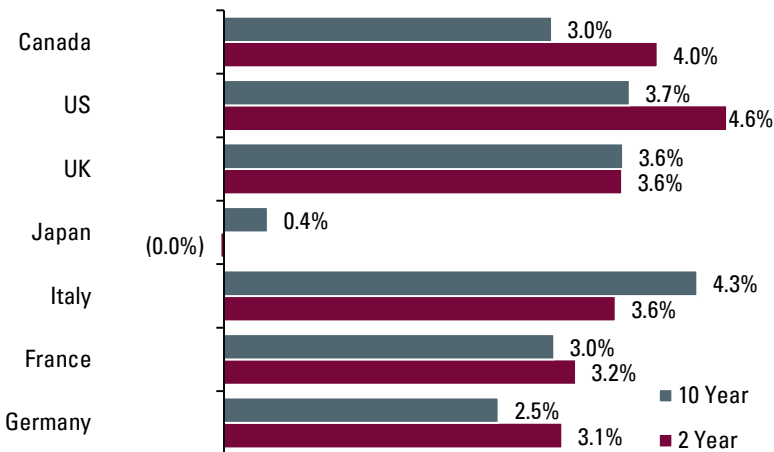
US Yield Curve



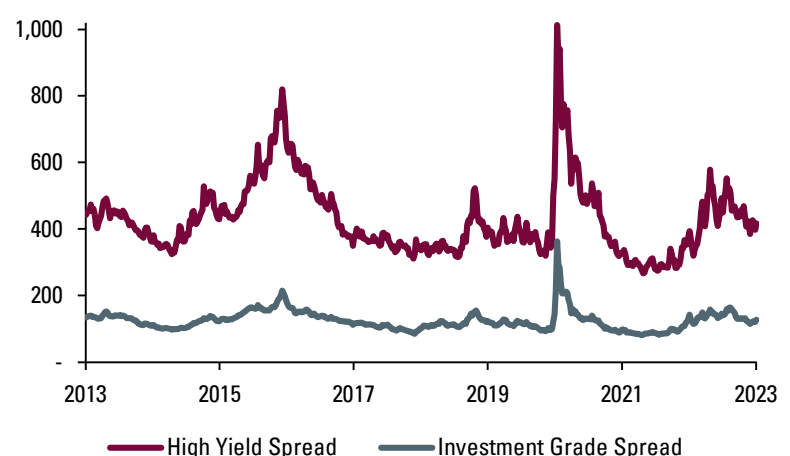
Annual Total Bond Returns



Sovereign Debt YTM Comparisons



Credit Spreads (bps)



Description	Price	Performance							
		1w	1m	3m	Qtd	Ytd	1y	2y	5y
Commodities									
Precious Metals									
Gold spot (US\$/oz)	1,868	0.6%	0.1%	3.9%	2.4%	2.4%	(6.4%)	8.2%	41.1%
Silver spot (US\$/oz)	20.54	(3.4%)	(6.7%)	(12.5%)	(14.3%)	(14.3%)	(20.7%)	(21.6%)	23.8%
Platinum spot (US\$/oz)	965	(1.8%)	1.6%	(6.1%)	(10.2%)	(10.2%)	(10.0%)	(20.0%)	(0.1%)
Palladium spot (US\$/oz)	1,384	(5.1%)	(10.5%)	(29.3%)	(22.8%)	(22.8%)	(52.8%)	(40.3%)	38.6%
Base and Industrial Metals									
LME copper spot (US\$/lb)	4.00	(1.5%)	(1.1%)	3.7%	5.0%	5.0%	(13.2%)	(1.5%)	29.4%
LME lead spot (US\$/lb)	0.94	(2.9%)	(1.0%)	(5.9%)	(11.1%)	(11.1%)	(13.5%)	7.9%	(11.7%)
LME zinc spot (US\$/lb)	1.35	(4.0%)	(4.9%)	(8.6%)	(1.9%)	(1.9%)	(25.1%)	7.9%	(7.7%)
LME nickel spot (US\$/lb)	10.53	(4.8%)	(16.2%)	(22.2%)	(23.7%)	(23.7%)	(46.0%)	44.8%	74.0%
LME aluminum spot (US\$/lb)	1.04	(3.0%)	(5.9%)	(6.6%)	(2.9%)	(2.9%)	(35.2%)	6.6%	10.2%
NYME coil steel (US\$/tonne)	1,056	0.6%	22.8%	37.1%	32.0%	32.0%	(26.2%)	NA	NA
Energy									
WTI (US\$/bbl)	76.68	(3.8%)	(3.8%)	8.0%	(4.5%)	(4.5%)	(27.7%)	19.0%	23.6%
ICE Brent (US\$/bbl)	82.79	(3.5%)	(3.7%)	7.5%	(2.9%)	(2.9%)	(5.5%)	41.3%	45.6%
Natural Gas (US\$/mmd)	2.43	(19.2%)	(6.8%)	(50.6%)	(38.0%)	(38.0%)	(32.1%)	1.5%	(10.9%)
Other									
Baltic dry index (US\$/tonne/day)	1,379	13.9%	129.1%	(0.5%)	(9.0%)	(9.0%)	(49.0%)	(30.4%)	14.8%
CBT corn futures (US\$/bu)	624	(3.3%)	(8.3%)	(1.7%)	(8.0%)	(8.0%)	(17.6%)	14.0%	63.0%
CBT wheat futures (US\$/bu)	667	(4.2%)	(15.2%)	(6.5%)	(15.8%)	(15.8%)	(37.9%)	2.5%	36.3%
CBT soybean futures (US\$/bu)	1,513	(1.1%)	(1.9%)	2.0%	(0.4%)	(0.4%)	(11.0%)	7.2%	47.0%
Lumber futures (US\$/1,000 bf)	356	(4.0%)	(15.2%)	(13.7%)	(4.7%)	(4.7%)	(73.6%)	(63.9%)	(29.5%)
Bitcoin / USD cross rate (US\$)	20,102	(9.6%)	(6.7%)	17.4%	21.1%	21.1%	(48.9%)	(64.7%)	123.2%
Ethereum / USD cross rate (US\$)	1,426	(8.6%)	(5.3%)	12.4%	18.6%	18.6%	(45.2%)	(21.5%)	104.3%
Currencies									
Foreign Exchange Ratios (US\$ Cross)									
US dollar index	104.64	0.1%	1.0%	(0.2%)	1.1%	1.1%	6.2%	14.0%	16.1%
Euro	0.94	(0.1%)	0.3%	(1.0%)	0.6%	0.6%	3.2%	12.1%	15.6%
British pound	0.83	0.1%	0.3%	1.9%	0.4%	0.4%	8.8%	15.8%	15.1%
Japanese yen	135.03	(0.6%)	2.8%	(1.1%)	3.0%	3.0%	16.3%	24.6%	26.4%
Canadian dollar	1.38	1.7%	3.7%	1.4%	2.1%	2.1%	8.3%	9.6%	8.0%
Australian dollar	1.52	2.9%	5.1%	3.3%	3.5%	3.5%	11.8%	17.6%	19.3%
Chinese yuan	6.92	0.2%	1.5%	(0.6%)	0.3%	0.3%	9.4%	6.3%	9.2%
Mexican peso	18.50	3.1%	(0.9%)	(6.4%)	(5.1%)	(5.1%)	(11.6%)	(11.5%)	(0.6%)
Chilean peso	796.90	(0.9%)	(0.0%)	(7.5%)	(6.4%)	(6.4%)	(0.8%)	9.7%	32.2%
Brazilian real	5.21	0.3%	0.0%	(0.6%)	(1.2%)	(1.2%)	3.9%	(8.1%)	60.2%
Argentine peso	200.74	1.2%	5.3%	18.2%	13.3%	13.3%	84.5%	121.3%	891.5%
Swiss franc	0.92	(1.7%)	(0.3%)	(1.4%)	(0.4%)	(0.4%)	(1.0%)	(1.0%)	(3.2%)
Turkish lira	18.97	0.9%	0.8%	1.7%	1.4%	1.4%	27.8%	152.8%	397.5%
Russian ruble	NA	NA	NA	NA	NA	NA	NA	NA	NA
Indian rupee	82.05	0.1%	(0.5%)	(0.3%)	(0.8%)	(0.8%)	7.5%	12.5%	25.9%

GSCI Commodities Spot Index

