

Equity Returns: Last Twelve Months



Weekly Update

Economics

- Stats Canada reported a GDP decline of 0.1% MoM in December. Last quarter's slowdown resulted from decreased spending, with business spending down 7.8% and housing investments dropping 2.3% for a third quarter of decline. For Wednesday's upcoming rate hike decision, the Bank of Canada is expected to pause the overnight rate at 4.5%. However, a weakening dollar (which fell to nearly \$1.36 on Friday) and no sign of cooling inflation may force the BoC to keep pace with the Fed.
- US CPI readings were pessimistic; persistently high inflation levels signal that the Fed is behind the curve and policy changes are having little effect in alleviating inflation. Meanwhile, record-high Core CPI growth in Europe is leading the ECB to exacerbate rate hikes. Forecasts expect the ECB to peak interest rates above 4%.
- China's economy is showing signs of a strong rebound following the end of the nation's "Covid zero" policy and significant improvements in the manufacturing sector. Data from the past month showed that factory output accelerated at the fastest rate in a decade.

Politics

- The Biden administration is in the process of completing legislation to restrict investments of US companies in certain sectors of the Chinese economy. With concerns over China's intel capabilities, the policy will limit investments in technology that could support the Chinese military and intelligence.
- Russia is bypassing sanctions placed by the European Union and G7 to obtain semiconductors and other technologies for its war in Ukraine. Russian imports are similar to pre-war 2020 levels, and trade data implies that supply of advanced chips and circuits made in the EU are being transported through third parties, such as Turkey and the UAE.

Markets

- Stocks ended with a rally in the S&P 500 after three weeks of losses and an overall volatile week, with the Nasdaq 100 rising the most since the beginning of last month. WTI crude oil also reached nearly \$80 for the first weekly gain in a month as the UAE stays committed to the OPEC deal.
- The US 30-year reached the highest levels since November, with yields across the Treasury market returning above 4%. Strong labour market data continues to induce favourable yields, and the shorter-term 2-year Treasury remains the highest-yielding: mirroring sentiment from hawkish fiscal policy and the likelihood of recession.
- The US housing price median dropped YoY in February for the first time since 2012. Despite this milestone, buyers still face a tight housing market with a persistently low supply of houses and higher mortgage rates lowering hopes of affordability.

Changes & Ranges

Security	Price	Weekly Δ	52 Week Range
S&P 500	4,046	1.9%	3,577 - 4,632
S&P/TSX	20,582	1.8%	18,206 - 22,087
10Y Yield	3.96%	+1 bps	1.73% - 4.24%
10Y TIPS	1.44%	-13 bps	-1.08% - 1.75%
USD Index	104.5	(0.6%)	97.4 - 114.1
VIX Index	18.5	(3.2)	17.9 - 36.5
WTI	79.8/bbl	4.6%	\$71.02 - \$123.70
Gold	\$1,855/oz	2.43%	\$1,622 - \$2,051

Recent Transaction Activity

Name	Type	Value	Notes
FOCUS FINANCIAL PARTNERS	M&A	\$6.2B	Focus Financial Partners (NASDAQ:FOCS) will be acquired by Clayton Dubilier & Rice LLC in a multibillion dollar deal.
radius	M&A	\$2.9B	Chord Parent Inc, a subsidiary of EQT AB (OMX:EQT) in Luxemburg, agreed to acquire the real estate company Radius Global Infra (NASDAQ:RADI).
RANGER OIL CORPORATION	M&A	\$1.5B	Baytex Energy Corp (TSX:BTE) announced the acquisition of Ranger Oil Corp (NASDAQ:ROCC).

DFIC Notices



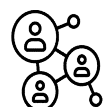
Women in Finance

- The DFIC x RBC Women in Finance Day is taking place Monday, March 6th. Hosted by RBC Capital Markets, this exclusive event will feature a fireside chat, Q&A and networking for female-identifying students to engage with established professionals in finance.



Stock Pitch Competition

- DFIC's highly anticipated Annual Intercollegiate Stock Pitch Competition is scheduled for **March 25th from 11 AM to 5:30 PM via Zoom**. Sign ups and pitch submission can be made via DFIC's LinkTree.

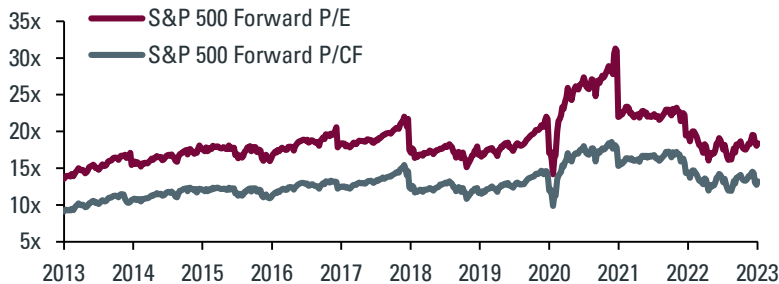


Networking Night

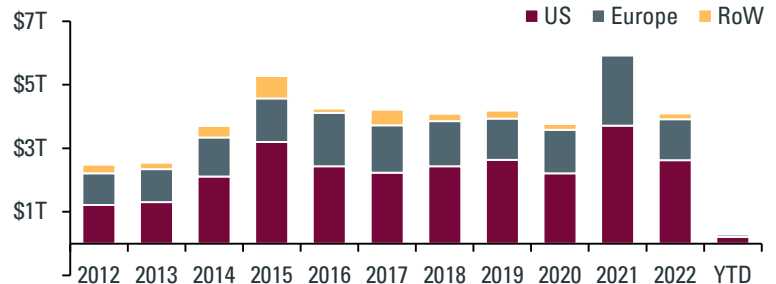
- DFIC is hosting our **Spring Networking Night on March 29th from 6-9 PM** at 81 Bay Street in Toronto: an invaluable opportunity to build connections ahead of the next recruiting season! Spots are limited, so sign up before March 10th using the Linktree.

Description	Price	Performance							
		1w	1m	3m	Qtd	Ytd	1y	2y	5y
United States									
Equity Indices									
S&P 500 Index	4,046	1.9%	(2.2%)	(0.6%)	5.4%	5.4%	(7.3%)	5.9%	50.3%
NASDAQ Composite Index	11,689	2.6%	(2.6%)	2.0%	11.7%	11.7%	(13.7%)	(10.1%)	61.1%
Dow Jones Industrial Average	33,391	1.7%	(1.6%)	(3.0%)	0.7%	0.7%	(1.2%)	6.8%	36.1%
CBOE SPX Volatility Index	18.5	(4.2)	(0.8)	(1.6)	(4.2)	(4.2)	(13.0)	(9.2)	(2.1)
US Dollar Index	104.5	(0.6%)	1.6%	(0.0%)	1.0%	1.0%	6.9%	14.9%	16.2%
S&P 500 Sector Performance									
Consumer Discretionary	1,135	1.6%	(3.5%)	0.5%	12.9%	12.9%	(17.2%)	(10.9%)	38.5%
Consumer Staples	756	(0.4%)	(1.5%)	(6.0%)	(3.0%)	(3.0%)	(4.2%)	16.1%	37.0%
Energy	664	2.9%	0.8%	(3.3%)	(1.2%)	(1.2%)	19.9%	78.3%	35.1%
Financials	597	0.7%	(2.0%)	0.2%	4.7%	4.7%	(5.3%)	7.5%	26.5%
Healthcare	1,503	0.5%	(2.8%)	(7.6%)	(5.2%)	(5.2%)	(2.1%)	15.1%	55.5%
Industrials	875	3.3%	0.5%	1.3%	5.2%	5.2%	3.0%	11.8%	38.8%
Information Technology	2,442	2.9%	(1.4%)	3.4%	12.4%	12.4%	(8.6%)	7.6%	107.0%
Materials	532	4.0%	1.2%	1.3%	8.7%	8.7%	1.7%	13.0%	44.5%
Telecommunication Services	178	3.3%	(7.5%)	2.6%	11.7%	11.7%	(22.6%)	(23.3%)	15.5%
Utilities	335	(0.7%)	(3.0%)	(6.7%)	(6.6%)	(6.6%)	(4.5%)	12.6%	35.6%
Global Indices									
Americas									
S&P/TSX Composite	20,582	1.8%	(0.9%)	0.5%	6.2%	6.2%	(3.1%)	12.3%	33.8%
Mexico IPC Index	54,182	2.8%	0.2%	5.8%	11.8%	11.8%	1.2%	16.8%	14.0%
Brazil Bovespa Index	103,866	(1.8%)	(4.3%)	(7.2%)	(5.3%)	(5.3%)	(9.8%)	(6.6%)	21.1%
Europe									
EURO STOXX 50 Index	4,295	2.8%	0.9%	8.0%	13.2%	13.2%	14.8%	15.7%	29.2%
FTSE 100 Index	7,947	0.9%	0.6%	5.2%	6.6%	6.6%	9.8%	19.0%	12.4%
Germany DAX Index	15,578	2.4%	0.7%	7.2%	11.9%	11.9%	13.7%	10.6%	30.8%
France CAC 40 Index	7,348	2.2%	1.6%	9.0%	13.5%	13.5%	15.2%	26.0%	43.1%
Switzerland SMI Index	11,190	0.1%	(1.4%)	(0.1%)	4.3%	4.3%	(4.2%)	3.9%	29.7%
Asia									
Nikkei 225 Index	27,927	1.7%	1.5%	0.5%	7.0%	7.0%	5.1%	(5.5%)	31.8%
Hang Seng Index	20,568	2.8%	(5.0%)	10.1%	4.0%	4.0%	(8.5%)	(31.2%)	(32.7%)
S&P/ASX 200 Index	7,284	(0.3%)	(3.6%)	(0.2%)	3.5%	3.5%	1.8%	6.8%	22.8%

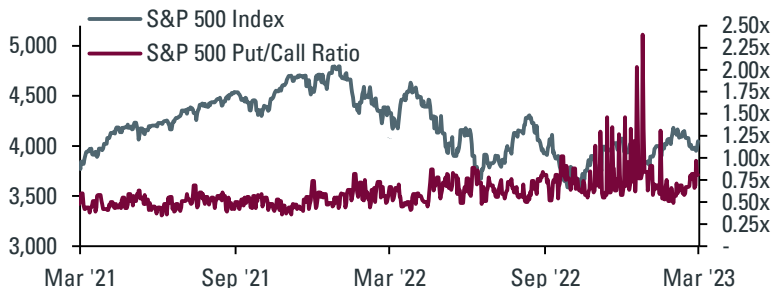
S&P 500 Valuation Multiples (10-year)



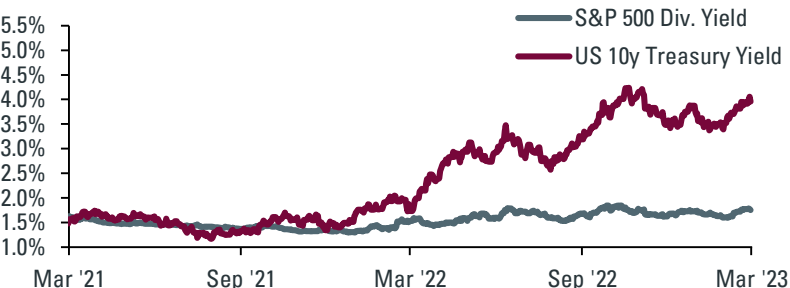
M&A Transaction Value



Put/Call Ratio

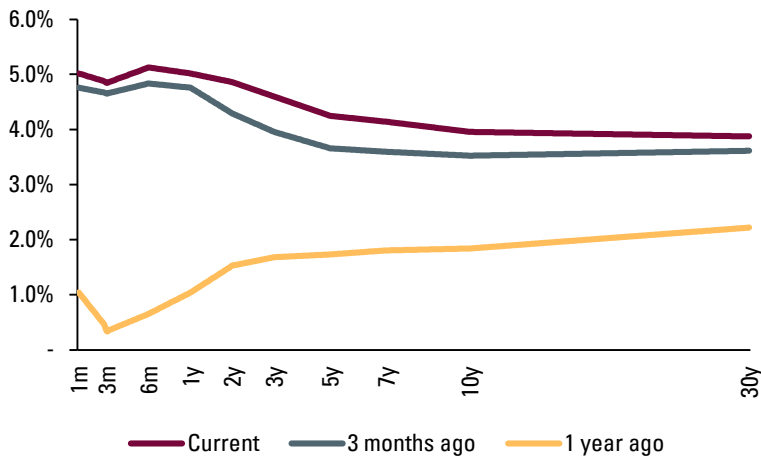


Dividend Yields

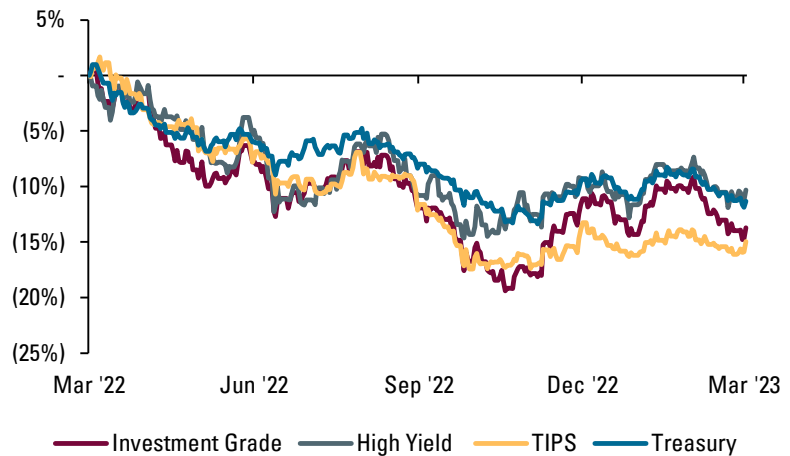


Description	Yield	Performance							
		1w	1m	3m	Qtd	Ytd	1y	2y	5y
North America									
US Treasury Yields									
3-month	4.85	4	19	56	47	47	451	481	320
12-month	5.02	-1	26	36	31	31	398	494	297
2-year	4.86	4	57	59	43	43	333	472	262
10-year	3.96	1	43	47	8	8	212	248	109
30-year	3.88	-6	26	33	-9	-9	166	160	74
5-year TIPS	1.54	-19	16	40	-11	-11	302	336	109
10-year TIPS	1.44	-13	15	39	-14	-14	229	218	71
30-year TIPS	1.48	-13	2	35	-19	-19	160	135	49
2-10-year spread	-90.51	-3	-14	-12	-35	-35	-121	-224	-153
1-year inflation expectations	3.66	40	159	127	153	153	-154	101	125
10-year inflation expectations	2.52	14	29	8	22	22	-17	30	38
Canada Treasury Yields									
3-month	4.54	-0	8	54	28	28	395	442	340
12-month	4.70	-3	13	37	9	9	343	451	313
2-year	4.23	-4	42	47	17	17	275	396	246
10-year	3.34	-4	42	56	4	4	157	193	114
Fixed Income Indices									
USD High Yield	4.08	-11	23	-30	-61	-61	50	87	60
USD Investment Grade	1.22	-1	7	-8	-8	-8	-3	31	22
US 3-month LIBOR	4.99	3	15	25	22	22	440	479	296
US 12-month LIBOR	5.71	8	46	28	23	23	438	543	322

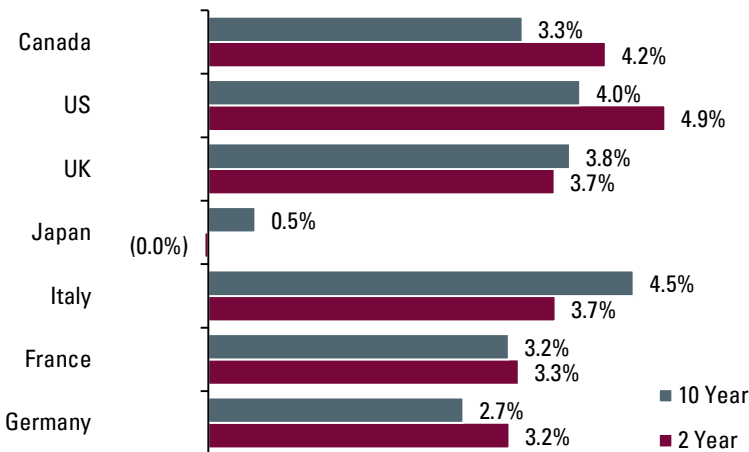
US Yield Curve



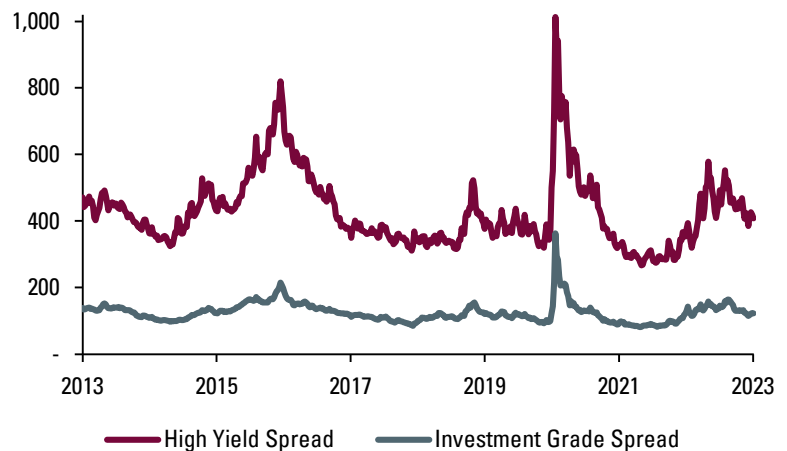
Annual Total Bond Returns



Sovereign Debt YTM Comparisons



Credit Spreads (bps)

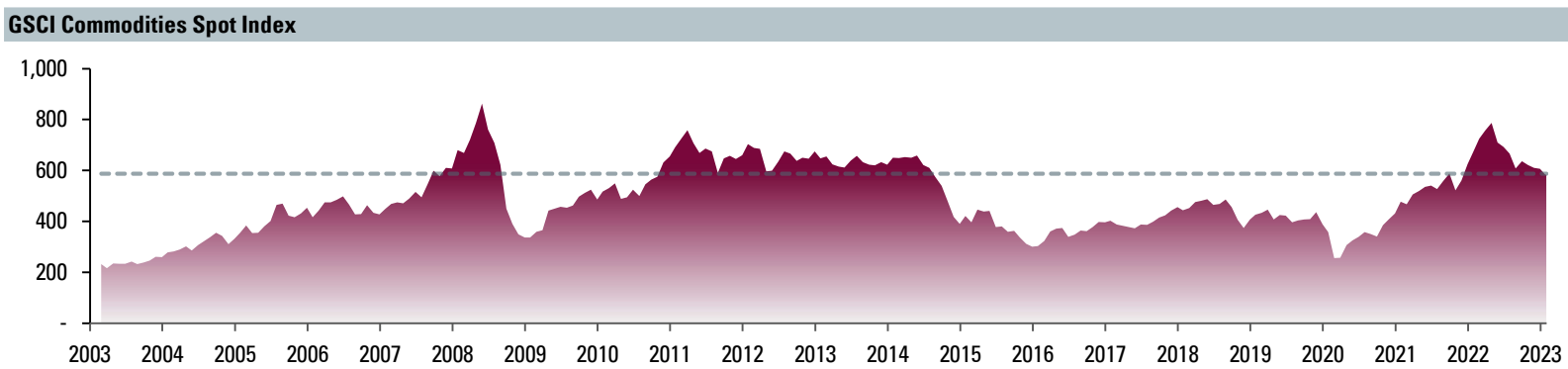


Currencies & Commodities

March 3, 2023

Description	Price	Performance							
		1w	1m	3m	Qtd	Ytd	1y	2y	5y
Commodities									
Precious Metals									
Gold spot (US\$/oz)	1,855	2.4%	(0.5%)	3.2%	1.7%	1.7%	(4.2%)	8.4%	40.2%
Silver spot (US\$/oz)	21.24	2.3%	(5.0%)	(8.2%)	(11.3%)	(11.3%)	(15.6%)	(18.6%)	28.5%
Platinum spot (US\$/oz)	981	7.5%	0.4%	(3.7%)	(8.7%)	(8.7%)	(9.5%)	(16.0%)	1.5%
Palladium spot (US\$/oz)	1,458	3.0%	(10.7%)	(23.3%)	(18.7%)	(18.7%)	(47.6%)	(38.1%)	46.7%
Base and Industrial Metals									
LME copper spot (US\$/lb)	4.04	1.0%	(1.8%)	6.6%	6.1%	6.1%	(15.0%)	(4.0%)	29.2%
LME lead spot (US\$/lb)	0.96	2.0%	(0.3%)	(2.9%)	(9.7%)	(9.7%)	(13.1%)	3.4%	(14.1%)
LME zinc spot (US\$/lb)	1.39	1.8%	(8.5%)	0.3%	1.7%	1.7%	(22.8%)	10.4%	(9.5%)
LME nickel spot (US\$/lb)	10.96	(2.8%)	(17.0%)	(11.0%)	(20.6%)	(20.6%)	(16.1%)	35.7%	79.6%
LME aluminum spot (US\$/lb)	1.07	2.6%	(7.6%)	(3.3%)	0.3%	0.3%	(36.5%)	7.4%	10.4%
NYME coil steel (US\$/tonne)	1,055	3.4%	27.6%	42.6%	31.9%	31.9%	(0.5%)	NA	NA
Energy									
WTI (US\$/bbl)	79.81	4.6%	8.7%	(0.2%)	(0.6%)	(0.6%)	(25.9%)	30.2%	30.3%
ICE Brent (US\$/bbl)	85.93	3.8%	7.8%	0.8%	0.8%	0.8%	(3.7%)	51.0%	54.1%
Natural Gas (US\$/mmd)	3.01	18.0%	21.3%	(39.1%)	(23.2%)	(23.2%)	(14.9%)	27.4%	8.1%
Other									
Baltic dry index (US\$/tonne/day)	1,145	29.7%	84.4%	(13.5%)	(24.4%)	(24.4%)	(45.6%)	(35.1%)	(5.1%)
CBT corn futures (US\$/bu)	648	(0.3%)	(4.4%)	2.0%	(4.5%)	(4.5%)	(13.8%)	17.7%	71.7%
CBT wheat futures (US\$/bu)	696	(1.8%)	(8.1%)	(5.6%)	(12.2%)	(12.2%)	(46.0%)	6.7%	41.4%
CBT soybean futures (US\$/bu)	1,531	0.1%	(0.1%)	6.4%	0.8%	0.8%	(8.9%)	8.5%	44.3%
Lumber futures (US\$/1,000 bf)	371	(4.2%)	(25.8%)	(6.4%)	(0.8%)	(0.8%)	(74.7%)	(62.2%)	(28.1%)
Bitcoin / USD cross rate (US\$)	22,308	(3.4%)	(4.6%)	31.6%	34.4%	34.4%	(47.0%)	(56.2%)	102.2%
Ethereum / USD cross rate (US\$)	1,561	(2.6%)	(5.8%)	23.8%	29.9%	29.9%	(44.3%)	(2.2%)	82.2%

Currencies									
Foreign Exchange Ratios (US\$ Cross)									
US dollar index	104.53	(0.6%)	1.6%	(0.0%)	1.0%	1.0%	6.9%	14.9%	16.2%
Euro	0.94	(0.8%)	1.5%	(0.9%)	0.7%	0.7%	4.1%	13.5%	15.9%
British pound	0.83	(0.8%)	0.1%	2.0%	0.3%	0.3%	10.8%	15.8%	14.6%
Japanese yen	135.83	(0.5%)	3.5%	1.1%	3.6%	3.6%	17.6%	26.9%	28.4%
Canadian dollar	1.36	(0.1%)	1.5%	1.0%	0.3%	0.3%	7.2%	7.5%	5.6%
Australian dollar	1.48	(0.6%)	2.3%	0.3%	0.7%	0.7%	8.3%	14.9%	14.7%
Chinese yuan	6.90	(0.8%)	1.6%	(2.1%)	0.1%	0.1%	9.2%	6.7%	8.8%
Mexican peso	17.95	(2.5%)	(5.4%)	(7.5%)	(7.9%)	(7.9%)	(13.0%)	(14.3%)	(4.6%)
Chilean peso	803.78	(2.7%)	1.0%	(9.0%)	(5.6%)	(5.6%)	0.9%	10.4%	34.2%
Brazilian real	5.20	(0.0%)	1.3%	(0.4%)	(1.6%)	(1.6%)	3.4%	(7.6%)	59.8%
Argentine peso	198.28	1.3%	5.5%	18.0%	11.9%	11.9%	83.5%	119.8%	877.6%
Swiss franc	0.94	(0.4%)	1.1%	(0.1%)	1.3%	1.3%	2.1%	1.8%	(0.1%)
Turkish lira	18.89	0.1%	0.4%	1.4%	1.0%	1.0%	33.8%	153.2%	396.2%
Russian ruble	NA	NA	NA	NA	NA	NA	NA	NA	NA
Indian rupee	81.97	(0.9%)	0.2%	0.8%	(0.9%)	(0.9%)	8.0%	12.7%	25.8%



Source: Bloomberg