

# Daily Global Insight



Wealth  
Management

Wednesday, September 23, 2020

## Good morning

A few headline updates to report overnight. House Democrats and the White House reached deal on a stopgap measure to avoid a government shutdown. However, it still seems unlikely there will be a near-term stimulus agreement as Republicans push to confirm a Supreme Court nominee before the November election. Reports late yesterday noted the FDA will announce stricter standards for emergency use authorization of a Covid-19 vaccine, making pre-election approval unlikely. Today, Canada's Prime Minister Justin Trudeau is set to unveil a three-pillar economic recovery plan (Bloomberg). On the data front, Eurozone flash PMIs were mixed with manufacturing better but services falling back into contraction. Japan manufacturing PMI edged up amid slower declines in output and new orders. Today, surveys of purchasing managers in the U.S. are expected to show that the pace of the economic recovery steadied in September, after strong rebounds in previous months. Bloomberg's Galaxy Crypto Index of digital coins is up about 65% in 2020, exceeding gold's jump of more than 20% as well as returns from global stocks, bonds and commodities.

Today, we would highlight the following:

**Faltering service sector weighs on global recovery.** The resurgence of Covid-19 is weighing on service providers in Asia and Europe, even as factories continue to report a strengthening recovery from spring's sharp declines in output. Surveys of purchasing managers in France, Germany and Japan pointed to a decline in activity at businesses that provide services during September, an indication that the global economy may struggle to return to pre-pandemic levels of output until a vaccine becomes widely available. Key sectors that require close physical proximity, such as live entertainment, tourism and urban commuting, continue to be altered by individuals' actions to avoid infection and government restrictions intended to

contain the virus. "A two-speed economy is evident," said Chris Williamson, IHS Markit's chief business economist. "The larger service sector has sunk back into decline as face-to-face consumer businesses in particular have been hit by intensifying virus concerns." Despite the setback for services in September, economists expect Q3 to see a strong rise in economic output, as countries around the world regain much of the ground lost in the three months through June as reported by the Wall Street Journal. Overall, the world's leading economies have fared less badly than feared when lockdowns became widespread in March and April.

**China pledges to be carbon neutral by 2060.** President Xi Jinping told the virtual meeting of the UN General Assembly that China, the world's biggest producer of greenhouse gases, plans to be "carbon neutral" before 2060, adding that the pandemic had showed the world needed a "revolution" that would speed up "green development". China, which emits about 28% of global carbon dioxide, previously promised its emissions would peak by 2030, but had refused to set a date to begin cutting back on the grounds that it was a developing country. The new target will require a radical reshaping of the world's second-largest economy, and could push coal demand in China, which accounts for half the world's consumption of the fuel, close to zero. Several other major economies, including the EU and the UK, have targeted zero emissions by 2050. According to the Financial Times, Beijing's surprise announcement will raise the pressure on the U.S. which is now the biggest emitter in the world that does not have a carbon-neutral target. Of note, the 2015 Paris climate agreement pledges to limit global warming to less than 2 degrees Celsius, but allows countries to set their own targets for emissions reduction. Countries that signed the deal, a list that included China and most of the countries in the world, were expected to announce new climate pledges at the UN climate summit this November. That meeting, known as COP26, has been delayed to next year.

All values in CAD dollars unless otherwise noted.  
Priced as of 7:27 a.m. on September 23, 2020 (unless otherwise stated).

For important disclosures please see page 7.

# Markets today

## Equities

S&P 500 futures are set for a market rise ahead of the open. Asian markets closed mixed overnight as the Australian Securities Exchange outperformed (+2.3%) and China's Shanghai Composite Index (+0.2%) saw moderate gains. European stocks are rallying with most of the major indices up over 1.5%, trading between +1.6% and +2.3%. In the commodities space, crude oil (-0.0%) is flat while copper (+1.3%) is up and gold (-0.8%) is down. The U.S. Dollar little changed on the major crosses. The 10-year U.S. Treasury yield trading at 0.68%. The VIX is at 26.22.

## Fixed income/Currency

Fiscal spending has been a hot topic so far this week, with yesterday's high-level look at inflation focusing on how fiscal stimulus changes the calculus, while another piece this morning is looking at how fiscal spending is likely to provide an inflationary tailwind in the U.S. regardless of who wins the election in November. The focus later today will be on what part Canada will play in this. After a contentious proroguing of parliament, Prime Minister Trudeau will be marking the return of the federal government with a speech from the throne. After a record (by far) deficit of ~\$350 billion in 2020, it doesn't appear as though the federal Liberals are looking to put the brakes on new spending initiatives.

Market Pulse		
Updated as of		9/23/20 7:39 AM
<b>Equity New</b>	<b>Last</b>	<b>% Chg</b>
Dow	27,345	0.7%
S&P 500	3,308	0.3%
Nasdaq	11,163	0.1%
<b>Overseas</b>	<b>Last</b>	<b>% Chg</b>
FTSE 100 (UK)	5,961	2.3%
DAX (Germany)	12,792	1.6%
Euro Stoxx 50	3,215	1.6%
Hang Seng	23,743	0.1%
Nikkei 225	23,346	-0.1%
Shanghai	3,280	0.2%
<b>Commodities</b>	<b>Last</b>	<b>% Chg</b>
WTI Crude	\$39.79	0.0%
Gold (\$/oz)	\$1,892	-0.8%
Silver (\$/oz)	\$24	-3.4%
Copper (\$/ton)	\$6,808	1.3%
Natural Gas(\$/Mmbtu)	\$1.87	1.7%
<b>Currencies</b>	<b>Last</b>	<b>% Chg</b>
CADUSD	\$0.75	-0.2%
EURUSD	\$1.17	0.0%
USDJPY	¥105.02	0.1%
<b>Fixed Income</b>	<b>Yield</b>	<b>Chg (bps)</b>
10-yr Treasury	0.68%	0.5
10-Yr Canadian	0.56%	-0.1
Germany 10 Yr Yield	-0.50%	0.2
Spain 10 Yr Yield	0.22%	-1.3
France 10 Yr Yield	-0.24%	0.0

Advancers and Decliners		
Updated as of		9/23/20 7:39 AM
<b>S&amp;P/TSX Top Movers</b>		
<b>Advancers</b>	<b>Last</b>	<b>% Chg</b>
JUST ENERGY GROUP INC	\$ 0.49	12.79%
CREW ENERGY INC	\$ 0.37	7.35%
TRICAN WELL SERVICE LTD	\$ 1.17	6.36%
METRO INC/CN	\$ 63.57	5.11%
GRAN TIERRA ENERGY INC	\$ 0.33	4.76%
<b>Decliners</b>	<b>Last</b>	<b>% Chg</b>
BOMBARDIER INC-B	\$ 0.38	-5.06%
ELDORADO GOLD CORP	\$ 14.19	-4.32%
SECURE ENERGY SERVICES INC	\$ 1.30	-3.70%
FIRST QUANTUM MINERALS LTD	\$ 12.90	-3.23%
MARTINREA INTERNATIONAL INC	\$ 9.50	-2.36%
<b>S&amp;P 500 Top Movers</b>		
<b>Advancers</b>	<b>Last (USD)</b>	<b>% Chg</b>
AMAZON.COM INC	\$ 3,128.99	5.69%
RALPH LAUREN CORP	\$ 75.04	5.44%
LENNAR CORP - B SHS	\$ 63.92	4.98%
APARTMENT INVT & MGMT CO -A	\$ 34.75	4.92%
DR HORTON INC	\$ 75.51	4.70%
<b>Decliners</b>	<b>Last (USD)</b>	<b>% Chg</b>
CITIZENS FINANCIAL GROUP	\$ 24.51	-5.11%
EQT CORP	\$ 14.71	-4.79%
RANGE RESOURCES CORP	\$ 7.38	-4.16%
ZIONS BANCORP NA	\$ 28.62	-3.99%
ANTHEM INC	\$ 247.44	-3.99%

# Technical corner

Bob Dickey: Too crowded.

It may be that the stock market is in a corrective pullback after the strong uptrend of the past five months, but the relatively high level of bearish sentiment leads us to the opinion that any pullback will not be as deep as some are expecting. Some measures of speculative short positions in the market are at extreme levels that we see from a contrarian point of view as meaning the downside risk could be limited to a correction and not a bear market. On the other hand, many of the large-cap tech names that were leading on the upside have broken their technical trends and are now in pullbacks that we think could affect the indexes in a reverse fashion to how they have boosted the index returns since March. We think a “second chance” to own the big growth stocks could be many months away as these thematic trends tend to take longer to cycle through their bull and bear stages than most would expect. Net-net, these opposing market forces may lead to a market that continues to be volatile, but within a range for the next several months that could frustrate the bulls and bears through year end.



Chart courtesy Stockcharts.com and RBC Wealth Management

# Market snapshot

## Number crunching

Equity Indices	Index Level	Change	Change (%)	MTD (%)	YTD (%)	52-Week (%)	2019	2018	2017
S&P/TSX Composite Index	16,142.89	161.12	1.0%	-2.2%	-5.4%	-4.3%	19.1%	-11.6%	6.0%
S&P/TSX Composite Index TR	58,579.09	584.68	1.0%	-2.1%	-3.1%	-1.1%	23.1%	-8.9%	9.1%
S&P/TSX 60 Index	967.76	10.05	1.0%	-2.3%	-4.6%	-4.0%	18.1%	-10.5%	6.6%
S&P/TSX Equity Index	16,727.95	172.07	1.0%	-2.4%	-4.9%	-3.7%	19.2%	-11.8%	6.1%
S&P/TSX Income Trust Index	192.99	0.45	0.2%	1.2%	-16.7%	-16.7%	23.7%	-7.0%	4.5%
S&P/TSX Venture Composite Index	714.70	-5.16	-0.7%	-4.8%	23.7%	21.1%	3.7%	-34.5%	11.6%
S&P/TSX Small Cap Index	545.38	1.33	0.2%	-2.7%	-8.4%	-7.8%	12.8%	-20.1%	0.3%
Dow Jones Industrial Average	27,288.18	140.48	0.5%	-4.0%	-4.4%	1.3%	22.3%	-5.6%	25.1%
S&P 100 Index	1,538.48	19.08	1.3%	-6.1%	6.7%	16.4%	29.5%	-5.9%	19.3%
S&P 500 Index	3,315.57	34.51	1.1%	-5.3%	2.6%	10.8%	28.9%	-6.2%	19.4%
S&P 500 Index TR	6,819.08	71.00	1.1%	-5.2%	4.1%	13.0%	31.1%	-4.4%	21.8%
S&P 400 Midcap Index	1,833.72	0.00	0.0%	-4.8%	-11.1%	comp	24.1%	-12.5%	14.5%
S&P 600 Smallcap Index	846.18	5.65	0.7%	-5.9%	-17.1%	-12.1%	20.5%	-9.8%	11.7%
NASDAQ Composite Index	10,963.64	184.84	1.7%	-6.9%	22.2%	35.1%	35.2%	-3.9%	28.2%
Euro Stoxx 50	2,940.85	40.54	1.4%	-0.5%	-13.6%	-8.7%	23.3%	-13.1%	6.5%
FTSE 100	5,958.81	129.35	2.2%	-0.1%	-21.0%	-18.7%	12.1%	-12.5%	7.6%
CAC 40	4,857.72	84.88	1.8%	-1.8%	-18.7%	-13.7%	26.4%	-11.0%	9.3%
DAX Index	12,791.44	197.05	1.6%	-1.2%	-3.5%	3.6%	25.5%	-18.3%	12.5%
S&P/ASX 200	5,923.93	139.86	2.4%	-2.3%	-11.4%	-12.2%	18.4%	-6.9%	7.0%
Nikkei 225	23,346.49	-13.81	-0.1%	0.9%	-1.3%	5.7%	18.2%	-12.1%	19.1%
Shanghai Stock Exchange Composite	3,279.71	5.41	0.2%	-3.4%	7.5%	10.2%	22.3%	-24.6%	6.6%
Hang Seng Index	23,742.51	25.66	0.1%	-5.7%	-15.8%	-9.5%	9.1%	-13.6%	36.0%
MSCI World	2,343.39	13.89	0.6%	-4.6%	-0.6%	6.8%	24.9%	-10.4%	20.1%
MSCI World TR	10,078.17	59.84	0.6%	-4.5%	1.0%	9.2%	28.1%	-8.2%	22.4%
MSCI EAFE	1,851.38	-5.52	-0.3%	-3.1%	-9.1%	-2.8%	18.4%	-16.1%	21.8%
MSCI Emerging Market	1,082.87	-7.49	-0.7%	-1.7%	-2.9%	6.7%	15.8%	-16.6%	34.4%

Equity Indices (in CAD\$)*	Index Level	Change	Change (%)	MTD (%)	YTD (%)	52-Week (%)	2019	2018	2017
DJIA in Cdn\$	36,372.42	68.22	0.2%	-1.9%	-1.9%	1.8%	16.5%	2.6%	16.5%
S&P 100 Index	2,050.64	3.85	0.2%	-4.1%	9.5%	17.0%	23.3%	2.4%	11.2%
S&P 500 Index	4,419.32	8.29	0.2%	-3.2%	5.3%	11.4%	22.8%	2.0%	11.2%
S&P 400 Midcap Index	2,444.17	4.58	0.2%	-2.8%	-8.8%	-5.4%	18.2%	-4.8%	6.6%
S&P 600 Smallcap Index	1,127.87	2.12	0.2%	-3.8%	-15.0%	-11.6%	15.5%	-1.9%	4.1%
NASDAQ in Cdn\$	14,613.44	27.41	0.2%	-4.9%	25.4%	35.8%	28.8%	4.5%	19.4%
Euro Stoxx 50	4,587.67	70.03	1.6%	-0.3%	-7.5%	-2.3%	15.2%	-10.0%	13.1%
FTSE 100	10,112.70	237.01	2.4%	-2.8%	-22.2%	-16.3%	11.1%	-10.3%	9.8%
CAC 40 Index	7,577.95	143.58	1.9%	-1.6%	-13.0%	-7.7%	18.0%	-7.7%	16.0%
DAX Index	19,954.39	336.86	1.7%	-1.0%	3.4%	10.9%	17.8%	-15.3%	19.5%
S&P/ASX 200	5,629.51	112.67	2.0%	-3.5%	-7.6%	-7.2%	12.5%	-8.7%	7.9%
Nikkei 225	2.96	0.00	0.1%	3.9%	4.8%	8.8%	14.8%	-2.4%	14.9%
Shanghai Stock Exchange Composite	643.81	0.73	0.1%	-0.6%	13.2%	16.0%	15.0%	-22.3%	5.9%
Hang Seng Index	4,083.47	12.48	0.3%	-3.7%	-13.1%	-8.0%	4.5%	-6.3%	25.7%
MSCI World	3,123.50	5.86	0.2%	-2.5%	2.0%	7.4%	19.7%	-2.6%	11.9%
MSCI World TR	13,433.19	25.20	0.2%	-2.4%	3.6%	9.7%	22.8%	-0.2%	14.6%
MSCI EAFE	2,467.70	4.63	0.2%	-1.0%	-6.7%	-2.3%	13.5%	-8.8%	13.4%
MSCI Emerging Market	1,443.36	2.71	0.2%	0.4%	-0.3%	7.2%	11.0%	-9.3%	25.1%

S&P/TSX Sector Performance	Index Level	Change	Change (%)	MTD (%)	YTD (%)	52-Week (%)	2019	2018	2017
S&P/TSX Financials	2,433.13	1.07	0.0%	-3.7%	-15.9%	-15.5%	16.9%	-12.6%	9.4%
S&P/TSX Energy	1,393.52	23.21	1.7%	-6.6%	-35.2%	-32.9%	16.2%	-21.5%	-10.1%
S&P/TSX Materials	3,134.36	12.96	0.4%	-1.0%	27.2%	28.0%	22.1%	-10.6%	6.3%
S&P/TSX Industrials	3,806.21	49.22	1.3%	1.6%	6.7%	11.5%	23.6%	-3.9%	17.9%
S&P/TSX Consumer Discretionary	2,018.04	27.45	1.4%	-1.9%	-8.3%	-11.5%	13.1%	-17.7%	20.4%
S&P/TSX Telecom Services	1,403.81	20.48	1.5%	-1.2%	-10.2%	-11.5%	8.2%	-5.3%	9.9%
S&P/TSX Information Technology	793.26	18.71	2.4%	-6.7%	60.4%	76.4%	63.5%	12.5%	16.2%
S&P/TSX Consumer Staples	5,836.45	179.90	3.2%	7.0%	8.9%	3.7%	12.8%	0.6%	6.4%
S&P/TSX Utilities	2,555.84	38.19	1.5%	3.7%	3.5%	5.7%	31.6%	-13.4%	6.2%
S&P/TSX Healthcare	223.02	0.06	0.0%	-3.0%	-37.6%	-46.0%	-11.4%	-16.6%	32.7%

S&P 500 Sector Performance	Index Level	Change	Change (%)	MTD (%)	YTD (%)	52-Week (%)	2019	2018	2017
Financials	394.88	-3.36	-0.8%	-5.0%	-22.8%	-15.6%	29.2%	-14.7%	20.1%
Health Care	1,201.45	-2.26	-0.2%	-4.6%	1.1%	13.4%	18.7%	4.7%	20.0%
Technology	2,010.71	32.57	1.6%	-7.4%	24.8%	42.2%	48.0%	-1.6%	36.9%
Industrials	647.93	6.61	1.0%	-1.3%	-5.8%	-1.1%	26.8%	-15.0%	18.5%
Consumer Discretionary	1,190.32	34.19	3.0%	-5.1%	20.7%	25.3%	26.2%	-0.5%	21.2%
Energy	239.96	-2.49	-1.0%	-10.0%	-47.4%	-47.0%	7.6%	-20.5%	-3.8%
Consumer Staples	650.53	4.16	0.6%	-3.1%	0.6%	4.7%	24.0%	-11.2%	10.5%
Telecom	194.47	3.58	1.9%	-7.0%	7.1%	14.4%	30.9%	-16.4%	-6.0%

All values are as at close of previous trading day.

# Market snapshot

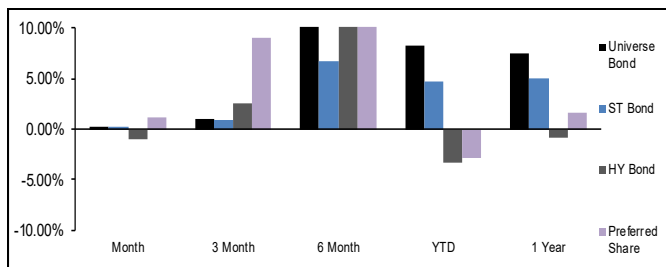
## Number crunching

Commodities (USD\$)	Index Level	Change	Change (%)	MTD (%)	YTD (%)	52-Week (%)	2019	2018	2017
Crude Oil (WTI per barrel)	#NAME?	0.00	0.0%	-7.2%	-30.0%	-25.9%	25.8%	-20.9%	6.2%
Crude Oil (Brent per barrel)	\$41.80	0.08	0.2%	-7.7%	-32.2%	-29.4%	19.0%	-14.1%	14.2%
Natural Gas (per million btu)\$	\$1.87	0.03	1.7%	-29.1%	-20.5%	-23.3%	-27.2%	-4.0%	-20.8%
3-2-1 Crack Spread	\$8.10	-0.63	-7.2%	-5.0%	-44.8%	-48.2%	0.4%	-22.4%	8.6%
Gold (per ounce)	\$1,889.97	-10.24	-0.5%	-4.0%	24.6%	24.2%	18.3%	-1.6%	13.1%
Silver (per ounce)	\$23.54	-0.86	-3.5%	-16.4%	31.8%	26.3%	15.4%	-8.5%	6.3%
Platinum (per ounce)	\$871.17	0.76	0.1%	-6.5%	-9.9%	-9.2%	21.5%	-14.5%	3.4%
Palladium (per ounce)	\$2,247.93	18.95	0.8%	0.1%	15.5%	35.9%	54.2%	18.6%	57.8%
Copper (per pound)	\$3.09	0.04	1.3%	1.6%	10.7%	18.0%	4.2%	-17.5%	30.5%
Zinc (per pound)	\$1.11	0.00	0.2%	-1.8%	7.3%	5.8%	-8.2%	-24.5%	30.5%
Nickel (per pound)	\$6.60	0.03	0.5%	-5.1%	4.4%	-17.5%	34.3%	-16.5%	27.5%

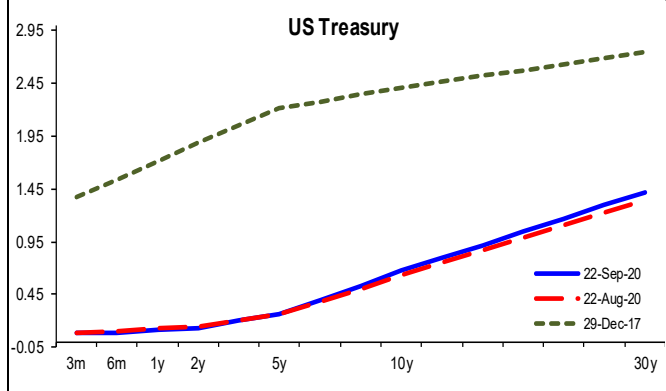
Currencies (in CAD\$)	Index Level	Change	Change (%)	MTD (%)	YTD (%)	52-Week (%)	2019	2018	2017
U.S. Dollar	1.333	0.0025	0.2%	2.2%	2.6%	0.5%	-4.8%	8.5%	-6.5%
Euro	1.560	0.0023	0.2%	0.2%	7.1%	7.0%	-6.9%	3.6%	6.8%
British Pound	1.697	0.0030	0.2%	-2.7%	-1.5%	2.9%	-1.2%	2.5%	2.5%
Japanese Yen (in JPY¥)	78.781	-0.0900	-0.1%	-2.9%	-5.8%	-2.8%	4.1%	-10.3%	3.0%

Currencies (in USD\$)	Index Level	Change	Change (%)	MTD (%)	YTD (%)	52-Week (%)	20.19	2018	2017
Canadian Dollar	0.750	-0.0013	-0.2%	-2.1%	-2.5%	-0.5%	5.0%	-7.8%	6.9%
Euro	1.170	-0.0004	0.0%	-1.9%	4.4%	6.5%	-2.2%	-4.5%	14.2%
British Pound	1.273	0.0000	0.0%	-4.8%	-4.0%	2.4%	3.9%	-5.6%	9.5%
Japanese Yen (in JPY¥)	105.010	0.0800	0.1%	-0.8%	-3.3%	-2.4%	-0.9%	-2.7%	-3.7%

Source: Bloomberg. Returns based on simple price appreciation unless otherwise noted. Equity indices based in local currency unless otherwise noted.



ETF	Month	3 Month	6 Month	YTD	1 Year
Cdn Universe Bond Index ETF (XBB)	0.18%	1.03%	11.28%	8.21%	7.56%
Cdn ST Bond Index ETF (XSB)	0.18%	0.81%	6.72%	4.63%	4.97%
US HY Bond Index ETF (CAD) (XHY)	-0.93%	2.52%	25.85%	-3.29%	-0.92%
Cdn Preferred Share Index ETF (CPD)	1.14%	8.96%	38.33%	-2.78%	1.70%

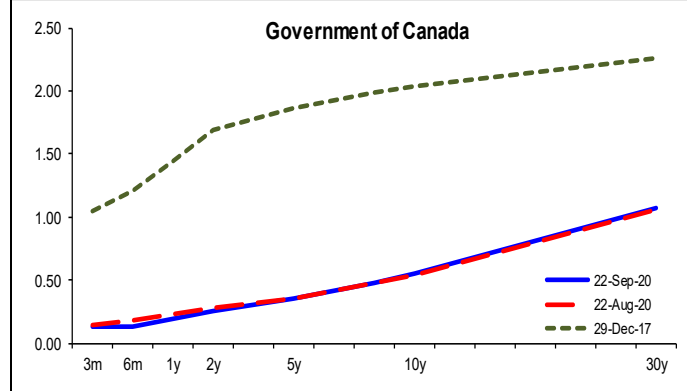


Maturity	22-Sep-20	22-Aug-20	31-Dec-18	29-Dec-17	DoD Change
TSY 0.125 8/31/2022 (2-yr)	0.14%	0.14%	2.49%	1.89%	-0.001
TSY 0.25 8/31/2025 (5-yr)	0.27%	0.26%	2.51%	2.21%	0.003
TSY 0.625 8/15/2030 (10-yr)	0.67%	0.63%	2.69%	2.41%	0.005
TSY 1.375 8/15/2050 (30-yr)	1.42%	1.34%	3.02%	2.74%	0.003

Rate	Value	Next Mtg
Overnight Rate CAN	0.25%	2020/10/28
Bank Rate CAN	0.50%	
Prime Rate CAN	2.45%	

Rate	Value	Next Mtg
Fed Funds US	0.25%	2020/11/05
Discount US	0.25%	
Prime Rate US	3.25%	

Country	O/N	3mo	10-Yr	Next Mtg
United Kingdom	0.10%	0.04%	0.19%	2020/11/05
Eurozone	0.00%	-0.57%	-0.51%	2020/10/29
Australia	0.25%	0.13%	0.83%	2020/10/05
Japan	0.10%	-0.07%	0.02%	2020/10/29



Maturity	22-Sep-20	22-Aug-20	31-Dec-18	29-Dec-17	DoD Change
CAN 0.25 8/1/2022 (2-yr)	0.26%	0.28%	1.86%	1.69%	0.001
CAN 0.5 9/1/2025 (5-yr)	0.35%	0.36%	1.89%	1.86%	0.001
CAN 1.25 6/1/2030 (10-yr)	0.55%	0.54%	1.97%	2.04%	0.003
CAN 2 12/1/2051 (30-yr)	1.08%	1.06%	2.18%	2.26%	0.005

### Money Market\*

	1-yr	2-yr	3-yr	4-yr	5-yr
High	0.81%	1.10%	1.22%	1.30%	1.53%
Average	0.51%	0.77%	0.87%	0.96%	1.13%

	1 mth	2mth	3mth	6mth	1 yr
CDOR	0.48%	0.50%	0.51%	0.70%	0.77%

	1 mth	2mth	3mth	6mth	1 yr
T-Bills	0.11%	0.12%	0.12%	0.15%	0.20%
BAAs	0.25%	0.25%	0.25%	0.38%	0.50%
CP	0.30%	0.30%	0.30%	0.43%	0.55%

	1 mth	2mth	3mth	6mth	1 yr
T-Bills	-	-	-	-	0.02%
BAAs	0.01%	0.01%	0.01%	0.14%	0.26%
CP	0.06%	0.06%	0.06%	0.19%	0.31%

	1 mth	2mth	3mth	6mth
T-Bills	0.08%	0.08%	0.09%	0.09%
CTBUS	0.08%	0.09%	0.10%	0.12%

	1 mth	2mth	3mth	6mth
T-Bills	-	-	-	-
CTB US	-	-	-	-

### Economic Indicators\*\*

	Actual 9/22/2020	Forecast Q420	Forecast Q421
Overnight Rate	0.25	0.25	0.25
10-Yr Yield	0.55	0.69	1.09
Real GDP (YoY)	(7.80)	(6.00)	5.00
Headline CPI (YoY)	0.10	0.70	1.70
Unemployment Rate	10.20	9.60	8.00

	Actual 9/22/2020	Forecast Q420	Forecast Q421
Fed Funds	0.25	0.25	0.30
10-Yr Yield	0.67	0.76	1.16
Real GDP (est)	(9.10)	(4.50)	3.70
Headline CPI (est)	1.30	1.10	1.85
Unemployment Rate	8.40	8.50	6.90

\*The prices and yields shown are taken from sources we believe to be reliable. They are provided on an indicative basis for information purposes only. Prices and yields are subject to change with availability and market conditions. RBC Dominion Securities does not warrant its completeness or accuracy. This is not an offer or solicitation for the purchase or sale of any securities or financial instruments. Securities or financial instruments mentioned herein may not be suitable for all investors. \*\* Source: Bloomberg Forecast \*\*\*ICE LIBOR data over 24-hours stale

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