

OCTOBER 31, 2019
Canadian Monthly Highlights

- The S&P/TSX Composite Total Return Index declined 0.9% in October against fairly broad-based market weakness — just three of the 11 sectors were up in the month (the heavily-weighted Financials was up 0.4% to mitigate the overall decline).
- Canadian industry-level real gross domestic product rose a modest 0.1% on a month-over-month basis in August. Excluding the impact of maintenance shutdowns in the energy sector and cooler-than-normal weather hampering utilities, however, output rose a stronger 0.3%.
- The Canadian economy added 53,700 net new jobs in September to build on the out-sized gain in the previous month. The rise in employment was in full-time roles and broad-based across industries, and served to push the unemployment rate down to record-low levels.
- Canada's consumer price index rose by 0.4% on a month-over-month basis in September, but the annual inflation rate held steady at 1.9%. The measures of core inflation did inch up on average but remain in line with the 2% midpoint of the central bank's target range.
- The Bank of Canada left its policy rate unchanged at 1.75% in October, though, the policymakers struck a more cautious tone with respect to the outlook, noting that they were "mindful that the resilience of Canada's economy will be increasingly tested as trade conflicts and uncertainty persist".

Index Total Returns (%)

	1 Mth	YTD	1 Yr.	5Yrs.
S&P/TSX Capped Composite	-0.9	18.1	13.2	5.6
S&P/TSX 60	-0.9	17.9	13.9	6.2
S&P/TSX SmallCap	-1.9	7.0	-0.8	1.5
S&P/TSX High Dividend Index	-1.4	19.3	14.2	4.0
Jantzi Social Index	-1.9	14.5	8.9	5.9
FTSE Canada Universe Bond	-0.2	7.6	10.2	3.8
FTSE Canada 91 Day T-Bill	0.1	1.4	1.7	0.9
FTSE Canada High Yield Overall Bond	0.5	7.6	6.3	5.5

Sources: Bloomberg Finance L.P., BMO Capital Markets, FTSE Bond Analytics, TD Securities

Bond Sector Returns (%) - FTSE Indices

	1 Month	Short Term	Mid Term	Long Term
Federals		0.2	-0.2	-0.7
Provincials		0.2	-0.1	-0.7
Corporates		0.3	0.0	-0.6

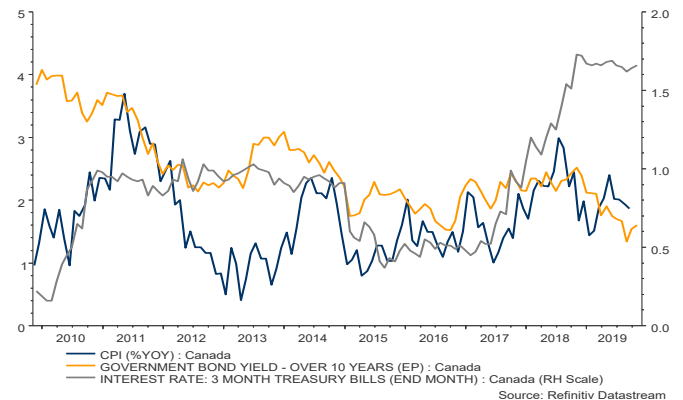
Source: FTSE Bond Analytics

Index returns are for information purposes only and do not represent actual strategy or fund performance. Index returns do not reflect the impact of management fees, transaction costs or expenses. This document includes information concerning financial markets that was developed at a particular point in time and is subject to change at any time, without notice, and without update. This information is for general information purposes only and is not intended as legal, tax, accounting, securities, or investment advice. Certain information contained in this document has been obtained from external parties which we believe to be reliable, however we cannot guarantee its accuracy. Guardian Capital LP is a wholly-owned subsidiary of Guardian Capital Group Limited, a publicly traded firm listed on the Toronto Stock Exchange. For further information on Guardian Capital LP, please visit www.guardiancapitalp.com

S&P/TSX Composite Sector Total Returns (%)

	1 Mth	YTD	1 Yr.	5 Yrs.
Energy	-4.3	8.8	-1.0	-4.6
Materials	2.9	18.2	25.1	6.2
Industrials	0.9	20.4	10.8	8.9
Consumer Discretionary	-4.2	13.1	6.5	6.8
Consumer Staples	-4.5	13.7	21.1	11.6
Health Care	-4.5	-9.6	-29.0	-27.1
Financials	0.4	20.7	14.3	8.8
Information Technology	-1.1	47.2	43.7	21.2
Communication Services	-1.5	10.3	14.8	9.7
Utilities	-1.0	33.5	35.3	9.5
Real Estate	-2.4	22.6	18.0	10.4

Sources: Bloomberg Finance L.P., TD Securities.

Canada Interest Rates and Inflation

P/E Ratio (Trailing 12 mth) Dividend Yield %

S&P / TSX Composite	16.0	3.1
---------------------	------	-----

Source: CPMS

Stocks of Influence for the Month

Top Performers	Impact*(%)	Return**(%)
Enbridge Inc.	0.1	3.2
Agnico Eagle Mines Ltd.	0.1	14.0
Brookfield Asset Management Inc.	0.1	3.5

Bottom Performers	Impact*(%)	Return**(%)
Suncor Energy Inc.	-0.2	-6.3
Toronto-Dominion Bank	-0.2	-2.6
Gildan Activewear Inc.	-0.1	-28.4

Source: TD Securities *Impact of stock on the S&P/TSX Composite **Price Return