



The Midday Update

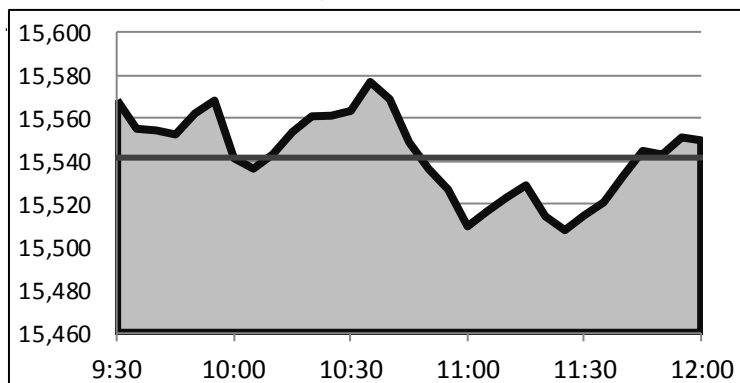
March 6, 2018

Equity Markets, Fixed Income, Commodities and Currencies

Canadian Equity Markets

- < Despite a volatile start, Canadian equities are slightly higher on the day. The S&P/TSX Composite Index is up 0.1% at midday.
- < In corporate news, **Baytex Energy Inc. (BTE)** is higher after BTE reported better-than-expected results for Q4F2017. Production of 69,556 boe/d and funds flow per share of \$0.45 were both ahead of consensus estimates of 68,583 boe/d and \$0.39, respectively. **Bombardier Inc. (BBD.b)** announced a bought deal equity financing that will result in gross proceeds of ~\$638M to the company, or ~\$734M if an overallotment option is exercised in full, according to a Bombardier press release.

S&P/TSX Composite Intraday (12:00pm) ▲ 10



S&P/TSX Gainers

Security	Last	Change	%
First Majestic S	\$7.74	▲ \$0.40	5.4
Baytex Energy Co	\$3.73	▲ \$0.17	4.8
Advantage Oil &	\$3.90	▲ \$0.17	4.6
Lundin Mining Co	\$8.61	▲ \$0.35	4.2
Pretium Resource	\$9.14	▲ \$0.37	4.2

S&P/TSX Decliners

Security	Last	Change	%
Bombardier Inc-B	\$3.75	▼ \$0.25	6.3
Alaris Royalty C	\$18.10	▼ \$1.09	5.7
Ensign Energy Se	\$6.67	▼ \$0.33	4.7
Crew Energy Inc	\$1.75	▼ \$0.08	4.4
Precision Drill	\$4.05	▼ \$0.12	2.9

Produced by:

Global Portfolio Advisory Group, Scotia Capital Inc.

Contact

Michael Homer (416-840-8170) / Andrew Edelberg (416-863-7149)

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U.S. Equity Markets

- < U.S. equities are mixed at midday. The S&P 500 Index is flat, while the Dow is lower and the NASDAQ is higher. In corporate news, **Target Corp. (TGT)** shares are trading lower despite largely in-line results for Q4F2017 and higher-than-expected F2018 EPS guidance (US\$5.30 midpoint of range vs US\$5.27 consensus estimate). However, the midpoint of TGT's Q1F2018 EPS guidance range fell short of the consensus estimate. The special committee advising **Nordstrom Inc.'s (JWN)** board of directors rejected a buyout offer from members of the Nordstrom family after yesterday's close. The offer of US\$50.00 per JWN share was below Monday's closing price of US\$51.90. The family, which has been trying to take the company private since last year, believes the chain could better adapt to a changing retail landscape as a private corporation, according to a CNBC.com article.

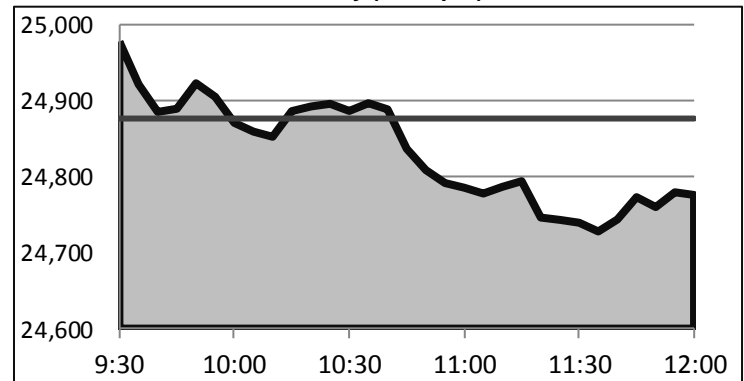
International Markets

- < European equities retreated partially from session highs but remained in positive territory by the end of trading today. The Stoxx Europe 600 Index closed up 0.1%.
- < Asian equities, as measured by the MSCI Asia Pacific Index, rose 1.3% by market close in Hong Kong. South Korean bourses were among the best performing following reports that North and South Korea could hold summit talks near the end of April to discuss normalizing relations between the two nations.

U.S. Indices

U.S. Indices	Last		Chg	%
Dow Jones Index	24,774	↓	99	0.4
S&P 500 Index	2,720	↓	1	0.0
Nasdaq Comp	7,349	↑	18	0.2

Dow Jones Industrials Intraday (12:00pm) ▼99



S&P 500 Gainers

Security	Last		Change	%
Mylan Nv	\$43.84	▲	\$2.30	5.5
Micron Tech	\$54.27	▲	\$2.24	4.3
Lam Research	\$205.99	▲	\$7.79	3.9
Western Digital	\$93.39	▲	\$3.44	3.8
Ww Grainger Inc	\$268.67	▲	\$8.84	3.4

S&P 500 Decliners

Security	Last		Change	%
Target Corp	\$72.25	▼	\$2.89	3.8
Qualcomm Inc	\$61.97	▼	\$2.04	3.2
Signet Jewelers	\$48.97	▼	\$1.38	2.7
Vertex Pharm	\$168.54	▼	\$4.62	2.7
Cf Industries Ho	\$43.40	▼	\$1.16	2.6

International Markets

Security	Last		Change	%
Nikkei 225 Idx	21,418	↑	376	1.8
Hang Seng Idx	30,511	↑	624	2.1
S&P/ASX Comp	5,962	↑	67	1.1
FTSE 100 Indx	7,147	↑	31	0.4
DAX	12,114	↑	23	0.2
CAC 40	5,170	↑	3	0.1

Source: Bloomberg

Fixed Income

- < **Yields are mixed amid slow morning.** Global yields started the day higher following threats of European retaliation to proposed U.S import tariffs and speculation about large investment grade corporate issuance. Most global yields remain higher, but U.S. bonds have found bids as corporate issuance expectations change.

Currencies and Commodities

- < Gold is up ~1.4%, while Silver is up ~2.6%. WTI crude oil is down ~0.3%, while Natural Gas is up ~1.1%.
- < The Loonie is up ~0.6%, the Euro is up ~0.7%, while the Pound is up ~0.3% and the Yen is up ~0.2%, in each case against the US dollar.

Canadian Bonds

Index	Last %	Chg.
BoC Overnight	1.25	-
3-month T-Bill	1.12	↓ 0.015
2-Year Govt of Cda	1.76	↑ 0.007
5-Year Govt of Cda	2.02	↑ 0.020
10-Year Govt of Cda	2.21	↑ 0.016
30-Year Govt of Cda	2.38	↑ 0.005

U.S. Bonds

Index	Last %	Chg.
Fed Funds	1.50	-
3-month T-Bill	1.66	↑ 0.006
2-Year Govt Note	2.23	↓ 0.006
5-Year Govt Note	2.63	↓ 0.013
10-Year Govt Note	2.87	↓ 0.017
30-Year Govt Note	3.13	↓ 0.020

Commodities

Commodity	Last	Chg.	%
Gold Spot \$/oz	1,338.20	↑ 18.20	1.4
Silver Spot \$/oz	16.85	↑ 0.43	2.6
Crude Futures	62.44	↓ 0.18	0.3
Nat. Gas Futures	2.73	↑ 0.03	1.1
Canada/U.S. Oil Diff.	(25.25)	- 0.25	1.0

Source: Bloomberg

Currencies

Currency	Last	Chg.	%
USD / CAN	1.289	↓ 0.0073	0.6
EUR / USD	1.241	↑ 0.0081	0.7
GBP / USD	1.389	↑ 0.0038	0.3
USD / YEN	106.040	↓ 0.1900	0.2

Source: Bloomberg

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