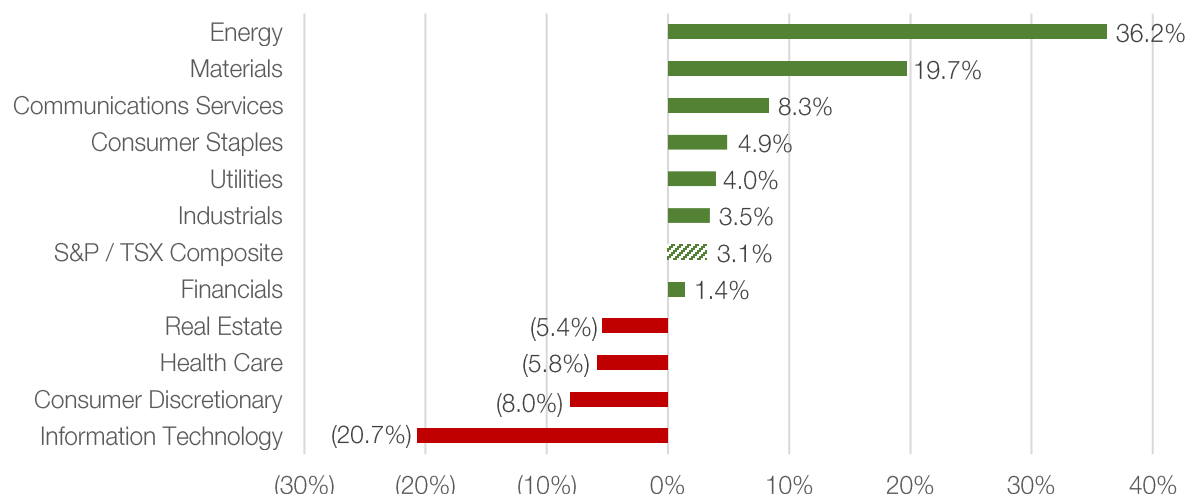


Q1 2022: TSX Composite bucks global trend to finish quarter higher Energy and Materials drive index to gains in Q1

Q1 2022 Capped Sector Performance



Q1 2022 Highlights

- The S&P/TSX Composite returned +3.1% in Q1.
- Of the 243 stocks that were in the TSX Composite at some point during Q1, 150 (62%) recorded a gain.
- For Q1, small caps (S&P/TSX SmallCap) performed best followed by mid-capitalization (S&P/TSX Completion) with large caps (S&P/TSX 60) in the rear.
- In Q1, the Canadian market outperformed the US market in home currency terms (US returned -4.9%) and in Canadian dollar terms (US market returned -6.3% in C\$ terms).
- Energy was by far the best performing sector in Q1 on the back of solid gains in oil and natural gas commodity prices. Six of the top ten contributors to index performance came from the Energy sector.
- Materials ranked second in terms of Q1 performance as commodity prices zoomed higher in the quarter. Three of the top ten index contributors came from the sector.
- Information Technology was by far the worst performing sector in Q1. Shopify lost over \$100 billion in market capitalization in Q1, about 2.5 times the losses of the rest of the top ten index detractors combined.

2022 Index Returns	Q1	YTD
S&P/TSX Composite	+3.1%	+3.1%
S&P/TSX 60 (Large Cap)	+2.8%	+2.8%
S&P/TSX Completion (Mid Cap)	+4.6%	+4.6%
S&P/TSX SmallCap	+7.9%	+7.9%

Q1 Biggest Contributors	Q1 Biggest Detractors
Canadian Natural Resources	Shopify
Nutrien	Brookfield Asset Management
Enbridge	Thomson Reuters
Suncor Energy	Magna International
Barrick Gold	Constellation Software
TC Energy	FirstService Corporation
Canadian Pacific Railway	CGI Inc
Cenovus Energy	GFL Environmental
Imperial Oil	Bausch Health Companies
First Quantum Minerals	WSP Global

Sector	Q1 Returns	Biggest Impacts
Energy 16% of S&P/TSX Composite	+36.2%	<ul style="list-style-type: none"> Producers and integrateds Canadian Natural Resources (+45%), Suncor Energy (+29%), Cenovus Energy (+34%) and Imperial Oil (+33%), ranked first, third, fifth and sixth, respectively, among contributors from the sector on a 38% increase in the S&P GSCI Energy commodity index. Pipeline companies Enbridge (+16%) and TC Energy (+20%) ranked second and fourth among contributors from the sector, also benefiting from the surge in energy commodity prices during Q1.
Materials 13% of S&P/TSX Composite	+19.7%	<ul style="list-style-type: none"> Nutrien (+36%) led sector contributors as the S&P GSCI Agriculture commodity index rose 22% in Q1 as the Russia-Ukraine War constrained supply from these two agricultural powerhouses. A 7% increase in gold prices in Q1 caused gold miners Barrick Gold (+27%) and Franco-Nevada Corporation (+14%) to respectively rank second and fifth among sector contributors. First Quantum Minerals (+43%) and Teck Resources (+39%) ranked third and fourth among sector contributors, benefiting from the 17% rise in the S&P GSCI Industrial Metals commodity price index.
Communications Services 5% of S&P/TSX Composite	+8.3%	<ul style="list-style-type: none"> Rogers Communications (+17%) led sector contributors as it recovered some of its underperformance to other sector components in 2021 that resulted from the internal battle between members of the Rogers family for control of the company and a changeover in CEOs. TELUS (+10%) and BCE (+5%) ranked second and third among Q1 sector contributors.
Consumer Staples 4% of S&P/TSX Composite	+4.9%	<ul style="list-style-type: none"> Alimentation Couche-Tard (+6%) and Loblaw Companies (+8%) led sector contributors on better than expected quarterly earnings releases and on investors' perception that retailers of necessities (food, drugs, gasoline) have the ability to raise prices and retain customers in an inflationary environment.
Utilities 5% of S&P/TSX Composite	+4.0%	<ul style="list-style-type: none"> Brookfield Infrastructure Partners (+8%) and Brookfield Renewable Energy Partners (+13%) ranked first and second, respectively, among sector contributors in Q1.
Industrials 12% of S&P/TSX Composite	+3.5%	<ul style="list-style-type: none"> Railroads Canadian Pacific Railway (+13%) and Canadian National Railway (+8%) led sector contributors on optimism that strong commodity demand would benefit the carriers of these materials. Canadian Pacific also benefited from the disclosure that Bill Ackman's Pershing Square Capital Management added a large stake in the company, calling their 2016 divestiture of CP one of the firm's "greatest investment regrets." Thomson Reuters (-10%) led sector detractors as quarterly earnings failed to meet analyst forecasts.
Financials 32% of S&P/TSX Composite	+1.4%	<ul style="list-style-type: none"> Better than expected quarterly earnings drove big banks Bank of Montreal (+8%), Royal Bank (+3%), Toronto-Dominion Bank (+2%), CIBC (+3%) and Bank of Nova Scotia (+0%) to rank first, third, fourth, sixth and twelfth, respectively, among sector contributors. Intact Financial (+12%) ranked fifth among sector contributors on very strong quarterly earnings. Brookfield Asset Management (-7%) led sector detractors in Q1. Life insurers were mixed with Manulife Financial (+11%) second among sector contributors, Sun Life Financial (-1%) essentially flat and Great-West Lifeco (-3%) ranking fifth among sector detractors.
Real Estate 3% of S&P/TSX Composite	-5.4%	<ul style="list-style-type: none"> FirstService Corp (-27%) and Colliers International (-14%) ranked first and third among Q1 sector detractors as both gave back some of their substantial 2021 gains. Canadian Apartment Properties REIT (-11%) ranked second among sector detractors after posting disappointing quarterly results.
Health Care 1% of S&P/TSX Composite	-5.8%	<ul style="list-style-type: none"> Bausch Health Companies (-18%) led sector detractors on concerns related to the company's high level of debt as a percentage of its total capital in an environment where interest rates are rising. Canopy Growth Corp (-14%) ranked second among sector detractors as cannabis stocks generally fell in Q1 until they experienced a late-quarter partial rebound on prospects of US legislation that would serve to decriminalize cannabis.
Consumer Discretionary 3% of S&P/TSX Composite	-8.0%	<ul style="list-style-type: none"> Magna International (-22%) led sector detractors as it idled six plants in Russia after the Russian invasion of Ukraine. Dollarama (+12%) led sector contributors on the perception it could benefit from a shift towards discount retailers amid surging consumer prices, also announcing its maximum price point would rise to \$5.
Information Technology 7% of S&P/TSX Composite	-20.7%	<ul style="list-style-type: none"> Shopify (-51%) led TSX detractors as it said it expected 2022 revenue growth to decelerate from 2021 levels, noting that it does not expect the COVID-triggered acceleration of e-commerce in H1 2021 from lockdowns and government stimulus to repeat in H1 2022. This led to a series of downgrades to analyst price targets, causing Shopify to become only the second company in Canadian market history to decline by \$100 billion in market capitalization in a single quarter (Nortel was the other). Constellation Software (-9%) and CGI (-11%) were the second and third leading Q1 sector detractors.