



The Week of October 27th to November 2nd, 2014
"A Brief Look Back Into Tomorrow"

Good Day

The last trading week of October begins on **Monday, October 27th** with investors wondering if the previous weeks bounce back market rally was the start of the anticipated fourth quarter bull market or just a dead cat bounce ahead of a deeper bear market to come.

The oil market takes another broadside hit when heavyweight Goldman Sachs Group joined others bears in saying that **crude oil could fall to US\$75-a-barrel**.

Brazilian markets pulled back their most in almost three-years on word that left leaning **President Dilma Rousseff** had been **re-elected**.

Under our continuing heading of 'Name Dropper' - The share price of **Pain Therapeutics** (PTIE-Q) and **Direct Corp.** (DRRX-Q) plunged by over 53% and 45% respectively when pharmaceutical giant **Pfizer** (PFE-N) **said it would not carry on with the development of their pain relief drug Remoxy**.

Twitter Inc. (TWTR-N) had the market all-a-twitter on **Tuesday, October 28th** when company's stock fell by over 10% to US\$43.61 when the smartphone communications company reported less than expected 3rd-quarter financials and worse yet, **lowered its growth prospects for the rest of the year**.

B2Gold (BTO-T) suffered the same fate as other resource companies that underachieve in the current poor resource market as the intermediate sized gold producer's stock dropped by over 7% to \$2.11 on a **less than impressive third quarter financial report**.

Madison Square Garden (MSG-N) shares' rose by almost 11% to US\$73.00 when the New York based entertainment/sports company announced **plans to separate its different divisions into separate entities**.

Europe seems to be winning the war against greenhouse gases as the **European Union** reported that its 28-nation members' **greenhouse gas emissions had dropped by 2% in the past year and by 19% since 1990**.

The markets surged higher on word that **Sweden's central bank** had **lowered its key overnight interest rate by a greater than expected 0.5% to....now wait for it.....0.0%**.

The **U.S. Federal Open Market Committee** finally told the American bond market that it was on its own on **Wednesday, October 29th** as it finally **called an end to its temporary (?) Quantitative Easing Program (QE)** that eventually ran for six-years and ended up buying some U.S. \$4.48-trillion of U.S. corporate debt.

Uranium giant **Cameco Corp. (CCO-T)** and multi-resource **Sherritt International (S-T)** reported **third quarter financials** on the Canadian side, while social media giant **Facebook (FB-Q)** did the same on the American side.

Everyone has one or the other of their cards in their wallets and on **Thursday, October 30th** more people wished they owned their stock as well when the share prices of **MasterCard Inc. (MA-N)** and **Visa Inc. (V-N)** rose by almost 9% and 10% respectively when the **credit card companies reported stellar third quarter financials**.

Conversely, **Barrick Gold (ABX-T)**, **Goldcorp Inc. (G-T)** and **Yamana Gold** all saw their share price drop as the gold miners reported less than stellar third quarter financials made worse by falling gold price environment.

The share price of newly listed **Fiat Chrysler Automobiles NV (FCAU-N)** rose by over 11.6% to US\$10.85 when the company said it **planned to spin out its high-end Ferrari division as a separate publicly trading entity**.

The **Bank of Japan** shocked the investment world on **Friday, October 31st** when it announced it would not only keep its **Quantitative Easing Program (QE)** going but also **increase it by an additional 30-trillion yen to 80-trillion yen or US\$723.4-billion a year**.

The move by the Bank of Japan caused the Yen to drop, the U.S. dollar and most non-resource equities to surge higher while pushing crude oil and precious metal prices sharply lower.

The Bank of Japan helped to create a week of extremes as the **DJIA at 17,391** and the **S&P 500 Index at 2,018** reached a new record closing highs, while **crude oil** fell to a 2-year, 4-month low of **US\$80.54-a-barrel**, as **gold bullion** plunged to a new **4½-year low of US\$1,171** and the **TSX Venture Exchange** dropped to a new six-year low of 770.

Statistics Canada reported that, led by a downturn in mining and oil & gas extraction output, the **Canadian economy declined by an unexpected 0.1% in August**, the first economic decline in the past eight months.

Lightstream Resources (LTS-T) shares' fell by over 7% to \$2.98 when the petroleum producer's **2014 guidance** didn't meet the market's expectations.

Similarly, the price of **Sirius XM Canada Holdings** (XSR-T) shares' dropped by almost 18% to \$5.81 when the satellite radio provider **lowered its growth prospects** for the rest of the year.

Cargojet Inc. (CJT-T) at \$24.98, **Loblaw Companies** (L-T) at \$59.20 and **Stella-Jones** (SJ-T) at \$34.40 all established **new TSX 52-week trading highs** while **Canadian Oil Sands** (COS-T), **Sherritt International** (S-T) at \$2.58 and **Talisman Energy** (TLM-T) at \$6.85 all set new **TSX 52-week closing lows**.

For the Week - The **Dow Industrials** gained 3.49% to **17,391**, while the **S&P 500 Index** rose by 2.70% to **2,018** and the **NASDAQ Exchange** was higher by 3.28% to **4,631**. To the fall is in the air north, the **TSX Composite Index** rose by 0.47% to **14,613** while the lowly **TSX Venture Exchange** lost another 4.35% to **770**.

Gold bullion fell by 4.95% to **US\$1,171** while **copper** gained 0.33% to **US\$3.05**, with **crude oil** down 0.58% to **US\$80.54** and **natural gas** up by 4.49% to **US\$3.96**. Overall, the **CRB Spot Commodity Index** was unchanged at **460**.

The **Canadian dollar** fell by another 0.31% against the American buck to **US\$0.8874**.

And the closely watched **CBOE Volatility Index** or **VIX** dropped by 2.08-points to a much calmer level of **14.03**.

And Finally - Scientist have determined that the time of **mankind has changed the earth enough over the past 12,000 years that we have earned the name 'Anthropocene'** - or **'The Age of Humans'** to mark our period in history.

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