



Tuesday April 29, 2025

MINORITY GOVERNMENT, POPULATION DIVIDED

The federal Liberals won a fourth consecutive mandate on an election night where the trade war and protecting Canadian sovereignty were omnipresent themes. In just a few months, Mr. Carney achieved the impossible, steering the Liberal ship and becoming a man Canadians trust to lead the country during this challenging period. However, he will have to work with a minority government where the balance of power is held by the NDP or the Bloc Québécois. There has been little movement in currencies this morning.

The consequences of the U.S. government's trade war are starting to be felt. In recent months, everyone has had an opinion about the effects of Washington's initiatives, but no one could defend it with any certainty due to the lack of historical comparisons. Yesterday, however, data clearly showed a 60% drop in cargo shipments from China to the United States since early April when the 145% tariffs were imposed. The logical next step would be a logistical shock that could snowball. This is speculation and an unprecedented situation, so nothing is certain. In this regard, the results of American multinationals expected in the coming days will be closely scrutinized.

Have a good day!

Julien Duquette

Economic news to watch today

US: JOLTS Job Openings (March)

Market Moves

Source: Bloomberg at market close

USD/CAD	1.3830 -0.0033
EUR/USD	1.1420 +0.0055
EUR/CAD	1.5794 +0.0048
TSX	24,799 +0.36%
S&P500	5,529 +0.06%
WTI Oil	62.05 -1.54%
CA 10-YR Bond Yield	3.16% -0.47%
US 10-YR Bond Yield	4.21% -0.64%

Trends

Range of the day	1.3800	1.3900
Range of the next 5 days	1.3750	1.3950

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