

# THE DAY AHEAD

## MARKET RECAP at 4 pm ET

Wall Street slid and Treasury yields fell as investors worried about the potential economic impact of the coronavirus. Oil prices were down over 2% on risk aversion, while gold climbed. The dollar and safe-haven currencies gained.

STOCKS	Close	Chng	%Chng	Yr-high	Yr-low
DJIA	28534.1	-455.63	-1.57	29373.62	24323.94
Nasdaq	9139.31	-175.60	-1.89	9451.43	8943.50
S&P 500	3243.62	-51.85	-1.57	3337.77	3214.64
Toronto	17442.52	-122.82	-0.70	17666.45	15276.91
FTSE	7412.05	-173.93	-2.29	7689.67	7503.17
Eurofirst	1619.00	-37.50	-2.26	1664.26	1614.20
Nikkei	23343.51	-483.67	-2.03	24115.95	22951.18
Hang Seng	27949.64	40.52	0.15	29174.92	27706.37

TREASURIES	Yield	Price
10-year	1.6029	23 /32
2-year	1.4408	3 /32
5-year	1.4349	10 /32
30-year	2.0520	56 /32

FOREX	Last	% Chng
Euro/Dollar	1.1018	-0.05
Dollar/Yen	108.89	-0.35
Sterling/Dollar	1.3054	-0.17
Dollar/CAD	1.3187	0.34
TR/HKEX RMB	92.59	-0.01

COMMODITIES (\$)	Price	Chng	% chng
Front Month Crude /barrel	52.88	-1.31	-2.42
Spot gold (NY/oz)	1582.15	11.79	0.75
Copper U.S. (front month/lb)	0.0260	-0.0009	-3.31
CRB Index Total Return	183.50	-2.71	-1.45

S&P 500	Price	\$ Chng	% Chng
<b>GAINERS</b>			
Arconic Inc	30.68	1.57	5.39
Ball Corp	73.95	2.02	2.81
Amcor PLC	10.77	0.28	2.67
<b>LOSERS</b>			
Freeport-McMoRan Inc	10.89	-0.96	-8.07
Wynn Resorts Ltd	123.89	-10.86	-8.06
Royal Caribbean Cruises Ltd	116.97	-9.54	-7.54

## Coming Up



**Apple Inc** is expected to report a rise in its first-quarter revenue powered by higher sales of new iPhone models, AirPods and Apple Watches.

The Federal Open Market Committee (FOMC) begins its two-day meeting on **interest rate policy** in Washington. The central bank is expected to leave its benchmark overnight lending rates unchanged.

A report from the U.S. Commerce Department will likely show **overall orders for durable goods** rebounded

0.3% in December after falling 2.1% percent in the month before. **Core capital goods** orders are also expected to see an uptick of 0.2% in December from a fall of 0.1% in November. Separately, the Conference Board is expected to report that its **consumer confidence index** edged up to a reading of 128.0 in January from 126.5 in December.

**Xerox Holdings Corp** is expected to post a fall in its fourth-quarter revenue, as decreasing demand for printers and photocopiers among its customers continue to hurt sales. Investors will be looking for any commentary or developments on the company seeking to buy out HP Inc, despite several rejections from its larger rival.

**Pfizer Inc** will report fourth-quarter earnings, when the U.S. drugmaker is expected to provide its forecast for profit in 2020. Investors will also watch

## KEY ECONOMIC EVENTS

Events	ET	Poll	Prior
Durable goods for Dec	0830	0.3%	-2.1%
Durables ex-transport for Dec	0830	0.2%	-0.1%
Durables ex-defense mm for Dec	0830	--	0.7%
Nondefense cap ex-air for Dec	0830	0.0%	0.2%
Caseshiller 20 mm SA for Nov	0900	0.4%	0.4%
Caseshiller 20 mm NSA for Nov	0900	--	0.1%
Caseshiller 20 yy for Nov	0900	2.4%	2.2%
Consumer Confidence for Jan	1000	128.0	126.5
Rich Fed Composite Index for Jan	1000	--	-5
Rich Fed, Services Index for Jan	1000	--	17
Rich Fed Manufacturing Shipments for Jan	1000	--	-6
Texas Service Sector Outlook for Jan	1030	--	13.5
Dallas Fed Services Revenues for Jan	1030	--	17.9

for sales growth from important medicines like cancer drug Ibrance and rheumatoid arthritis treatment Xeljanz, as well as newer products like heart drug Vyndaqel, as it shifts focus away from off-patent, branded medicines.

**United Technologies Corp** will report its fourth-quarter results and it is expected to have benefited from higher sales of aircraft spare parts and services, as older planes remain in service for longer in the wake of the 737 MAX grounding.

**Harley-Davidson Inc** will release its fourth-quarter earnings in pre-market hours. The motorcycle maker is expected to report lower earnings. Investors will likely focus on the outcome of the company's efforts to

arrest sales declines in the United States, its biggest market, and make deeper inroads in foreign, particularly emerging markets.

**Starbucks Corp** is expected to report a rise in first-quarter sales as the coffee chain's loyalty program entices customers to spend more frequently at its outlets, while new delivery options in China help it battle competition from upcoming rivals.

Pentagon's weapons supplier **Lockheed Martin Corp** is expected to post a rise in fourth-quarter profit helped by the steady demand for its F-35 combat jets. Investors will watch for updates on the company's financial forecast.

**EBay Inc** is expected to post a marginal fall in its fourth-quarter revenue, hit by fierce competition from bigger rival Amazon.com. Investors will look for forecast and comments on the review of its Classifieds business.

**Advanced Micro Devices Inc** is expected to report a rise in its fourth-quarter revenue driven by higher sales for its data center and PC chips.

**PulteGroup Inc** is expected to report a fall in fourth-quarter earnings as the U.S. homebuilder sold fewer homes in the quarter at lower prices. Investors will look for updates on the company's financial forecast and comments around demand.



*A file photo of the logo of U.S. motorcycle company Harley-Davidson seen on one of their models at a shop in Paris, France, August 16, 2018. REUTERS/Philippe Wojazer*

# Market Monitor

**Stocks** suffered their worst day in over three months as China extended the Lunar New Year holiday due to a virus outbreak, fueling worries about the economic impact of containment efforts in the world's second largest economy. With cases being linked in as many as a dozen other countries, U.S. President Donald Trump offered China whatever help it needed to contain the virus. "Obviously there has to be some concern about its impact on global GDP growth otherwise the market wouldn't be down," said Sam Stovall, chief investment strategist at CFRA Research in New York. The **NYSE Arca Airline index** dropped 3.26% to 106.96. The **Dow Jones Industrial Average** closed 1.57% lower to 28,534.1, the **S&P 500** lost 1.57% to 3,248.58 and the **Nasdaq Composite** dropped 1.89% to 9,139.31.

**Treasury yields** fell as investors piled in on concerns about the economic impact of China's spreading coronavirus, while part of the yield curve reinverted for the first time since December. The yield curve between two-year and five-year notes inverted for the first time since December. The yield curve was last at 0.90 basis points. The yield curve between two-year and 10-year notes flattened to 15 basis points, the flattest since Nov. 29. The yield curve was last at 15.80 basis points. The Treasury Department sold \$40 billion in **two-year notes** at a high yield of 1.440%. The bid-to-cover ratio was 2.65. The Treasury also sold \$41 billion in **five-year notes** at a high yield of 1.448%. The bid-to-cover ratio was 2.33. **Benchmark 10-year notes** rose 23/32 to yield 1.60%. **30-year bonds** were 1-24/32 higher, yielding 2.05%

The **dollar index**, the **Japanese yen** and the **Swiss franc** strengthened, while the offshore **yuan** tumbled and the **Australian dollar** notched a four-month low as fears about the spread of the coronavirus in China pushed



A file photo of traders on the floor at the New York Stock Exchange (NYSE) in New York, U.S., January 21. REUTERS/Brendan McDermid

investors into safe-haven assets. Health authorities around the world are working to control the coronavirus outbreak that has killed 81 people in China, stranded tens of millions during the biggest holiday of the year and rattled global markets. Investors are worried about the impact on travel, tourism and broader economic activity. Against the **Japanese yen**, the dollar was down 0.34% to 108.9 yen. The **dollar index** was up 0.09% at 97.94.

**Crude prices** dropped as the death toll from China's coronavirus grew, clamping down on travel and fueling expectations of slowing oil demand. "This thing still in the process of rearing its ugly head and that's why oil is taking this so hard because this could really turn into an acute drop in demand at least for a time," said John Kilduff, partner at Again Capital LLC in New York. An OPEC source said there were "preliminary discussions" among OPEC+ for an extension of the current

oil supply cuts beyond March, and a possible deeper cut was also an option, if there was a need, and if the China virus spread impacted oil demand. **Brent crude** was down 2.72% at \$59.04 a barrel. **U.S. crude** was down 2.40% at \$52.89 a barrel.

**Gold** climbed as mounting concerns over the economic fallout of the coronavirus outbreak sent investors scurrying for safe havens. "Safe-haven buying has been triggered by this virus in China and we're seeing a big sell-off in equity markets ... It's mostly panic, the markets are looking at the prospect of the Chinese economy slowing down," said Edward Meir, analyst at ED&F Man Capital Markets. "We could hit the recent highs above \$1,600s if this thing deteriorates." **Spot gold** was up 0.73% at \$1,581.85 per ounce. **U.S. gold futures** were 0.63% higher at \$1,581.80 per ounce.



# Top News

## **Trump offers China help as virus spreads, markets reel**

U.S. President Donald Trump offered China whatever help it needed to control a coronavirus outbreak that has killed 81 people, stranded tens of millions during the biggest holiday of the year and rattled global markets. Global stocks fell, oil prices slid and China's yuan dipped to its weakest in 2020 as investors fretted about damage to the world's second-biggest economy from travel bans and an extended Lunar New Year holiday. Shortly after Trump offered help, the U.S. State Department warned Americans against visiting all of China due to the new virus. Visiting Wuhan in blue protective suit and mask, Li praised medics, said 2,500 more workers would join them in the next two days, and visited the site of a new hospital to be built in days. The most senior leader to visit Wuhan since the outbreak, Li was shown on state TV leading medical workers in chants of "Wuhan jiayou!" - an exhortation to keep their strength up.

## **J&J CEO questioned over stock sale ahead of story on asbestos in Baby Powder**

Johnson & Johnson Chief Executive Alex Gorsky faced questions from plaintiffs lawyers over the timing of his sale of company stock, as he testified for the first time in a jury trial over allegations that the company's Baby Powder causes cancer. Gorsky told the jury that he had sold company shares in November 2018, two days after a Reuters reporter contacted the company and summarized in an email her review of documents that showed J&J knew small amounts of asbestos had been found in its talc on occasion since 1971. Gorsky testified that he was not shown the email from the Reuters reporter at the time of the stock sale. "My trade took place at a time when I did not have that kind of knowledge about the article," Gorsky said. Gorsky testified that he followed

all of the appropriate approval processes with the company's board of directors and legal team regarding the sale of company shares after exercising stock options. J&J faces more than 16,000 lawsuits alleging it sold powders contaminated with asbestos and failed to warn users. It also faces a federal criminal investigation into how forthright it has been about the products' safety. Filings made by J&J to the U.S. Securities and Exchange Commission show that Gorsky sold \$38.6 million of company stock on Nov. 16, two days after Reuters made its findings known to the company.

## **D.R. Horton beats profit estimates, nudges home sales forecast higher**

D.R. Horton raised the upper end of its full-year home sales forecast and topped Wall Street estimates for quarterly profit, as lower mortgage rates whet buyer appetite and boosted the No. 1 U.S. homebuilder's sales. "We continue to see good demand and

a limited supply of homes at affordable prices across our markets, and economic fundamentals and financing availability remain solid," Chairman Donald Horton said. Horton added that the company was well-positioned for the spring selling season as well as the remainder of 2020. The company said it sold 12,959 homes in the quarter, up from 11,500, a year ago. D.R. Horton now expects 2020 home sales to be between 60,000 and 61,500 units, compared with its previous range of 60,000 to 61,000 homes. Revenue rose 14.3% to \$4.02 billion. Net income attributable to the company rose 50.2% to \$431.3 million, or \$1.16 per share, in the first quarter. The quarter included a tax benefit of \$32.9 million.

## **Sprint loses fewer subscribers than expected on cheaper phone plans**

Sprint said it lost fewer mobile monthly postpaid phone subscribers than expected in the third quarter, benefiting from cheaper plans ahead of a merger with larger rival T-Mobile US. The



Alex Gorsky, chairman and CEO of Johnson & Johnson, walks out of the courtroom after taking the stand as a witness in New Jersey Supreme Court in New Brunswick, New Jersey, U.S., January 27. REUTERS/Lucas Jackson

company said it lost 115,000 postpaid phone subscribers during the quarter ended Dec 31. Analysts were expecting a net loss of 160,000 subscribers, according to research firm FactSet. Sprint, the fourth largest U.S. wireless carrier by subscribers, is facing a multistate lawsuit against its \$26 billion proposed merger. T-Mobile and Sprint have said the merger will not lead to higher prices for consumers and would allow it to compete effectively with dominant carriers Verizon Communications and AT&T. Net loss attributable to the company fell to \$120 million in the quarter from \$141 million a year earlier. Total net operating revenue fell 6.1% to \$8.08 billion, missing analysts' estimate of \$8.22 billion.

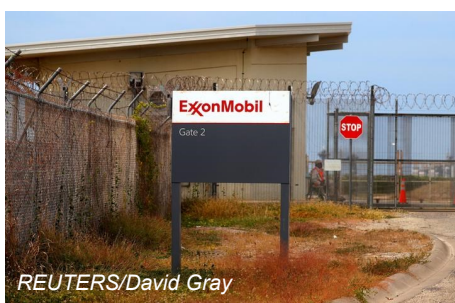
### **AbbVie-Allergan \$63 billion deal aided by Nestle, AstraZeneca buys**

AbbVie's \$63 billion tie-up with Allergan is getting help from Nestle and AstraZeneca buying up products the Irish-domiciled company is shedding to placate regulators. AbbVie is swallowing Allergan to give it control of the lucrative wrinkle treatment Botox and to diversify a portfolio heavily dependent on its \$19-billion-per-year arthritis drug Humira, the world's best-selling medicine that is advancing toward U.S. patent expiration. Nestle bulked up its medical nutrition business with Allergan's Zenpep, a product with 2018 sales of \$237 million which treats people whose pancreases do not provide enough enzymes to digest fats, proteins and sugars. Nestle did not give financial details, but analysts from Zuercher Kantonbank estimated the takeover could have cost the company more than \$1 billion.

### **GM to invest \$2.2 billion at Detroit factory to make electric trucks, SUVs**

General Motors will invest \$2.2 billion in its Detroit-Hamtramck assembly plant to build electric trucks and sport utility vehicles, a move that would create 2,200 jobs, the No.1 U.S. automaker said. The company said its

first electric truck will be a pickup, whose production will begin late next year and will be followed by a self-driving vehicle, Cruise Origin. The Detroit-Hamtramck plant currently operates one production shift and builds the Cadillac CT6 and the Chevrolet Impala sedans. The plant will be idled for several months at the end of February as GM starts renovations for the production of electric trucks and SUVs.



### **Exxon's new discovery boosts Guyana oil estimate to over 8 billion barrels**

Exxon Mobil raised its Guyana oil estimates by 2 billion barrels with disclosure of a new discovery, as it continues to develop one of the world's most important new oil and gas blocks in the last decade. The new find continues an Exxon-led consortium's long string of discoveries in Latin America's newest crude producing nation and underscores the importance of Guyana to Exxon for increasing its future oil output. Recoverable oil is accessible by existing drilling technologies and is profitable to pump at current prices. The new discovery would be added to official resource estimates at a later date, Exxon said.

### **Sorrento Therapeutics rejects near \$1 billion offer**

Sorrento Therapeutics said it had rejected a proposal by a private equity fund for a majority or all of its outstanding shares that had valued the drug developer at as much as \$993 million. Sorrento said the proposal of up to \$7 per share received earlier this month undervalued it and was not in

the best interest of its shareholders. In November, the company had rejected an unsolicited buyout proposal from two pharmaceutical companies, which offered between \$3 and \$5 for each of Sorrento's outstanding shares. The drugmaker has not disclosed the names of the private equity fund nor the two pharmaceutical companies and said it would continue to pursue potential tie-ups and transactions.

### **Drug research firm PPD seeks over \$9 billion in IPO valuation**

PPD Inc said it planned to raise up to \$1.62 billion in its initial public offering, targeting a valuation of about \$9.16 billion. The company, which provides drug research services to pharmaceutical and biotechnology companies, said it expects to sell 60 million shares at a price of between \$24 and \$27 per share, according to a filing. PPD posted a profit of \$47.9 million in the nine months ended September 30 2019, compared to \$59.7 million, a year earlier. Barclays, J.P. Morgan, Morgan Stanley, Goldman Sachs & Co and BofA Securities are among the lead underwriters for the IPO.

### **EU to rule on \$120 billion United Technologies, Raytheon deal by February 28**

EU antitrust enforcers will rule by Feb. 28 whether to approve United Technologies and Raytheon's bid to create a \$121 billion aerospace and defence giant, a filing on the European Commission website showed. The EU antitrust watchdog can clear the deal with or without concessions during its preliminary review or open a five-month long investigation into the deal if it has deep concerns. Both companies have sought to address competition concerns, with UTC selling a military-focused GPS unit from its subsidiary Collins and Raytheon divesting an airborne tactical radios unit to British defence company BAE Systems last week. The deal also needs U.S. approval.





Mourners gather near an image of Kobe Bryant shown on a large screen outside the Staples Center after the retired Los Angeles Lakers basketball star was killed in a helicopter crash, in Los Angeles, California, U.S. January 26. REUTERS/Monica Almeida

## Insight and Analysis

### **U.S. stock rally faces major test as China virus spreads**

The latest rally in U.S. stocks is facing a serious test, as the S&P 500 heads towards its worst loss in months on concerns over how the coronavirus will impact the global economy. So far, the selling has been measured, with most investors confident that the U.S. economy remains in good shape and the Federal Reserve stands ready to provide stimulus if the economic situation deteriorates. "People are nervous because the market has been going up for such a long time," said David Kelly, chief global strategist at JPMorgan Funds. "I think this coronavirus may be more of an excuse than a rational estimate of its effects."

### **Confusion and lost time: how testing woes slowed China's coronavirus response**

Yang Zhongyi was still waiting for a coronavirus test in the Chinese city of Wuhan two weeks after she started to show signs of a fever, even though doctors privately told her family that she almost certainly has been infected, her son Zhang Changchun told Reuters. Yang, 53, is just one of many Wuhan inhabitants finding it difficult to get tested or receive treatment for the new form of coronavirus, which authorities say has infected 2,800 people and killed at least 80 in China, a situation that may be contributing to the spread of the disease.

### **COLUMN-Funds took a break from selling oil – until coronavirus concerns escalated: Kemp**

Hedge funds and other portfolio managers made few changes to their petroleum positions in the seven days ending on Jan. 21, taking a break from heavy selling the previous week. The most recent data is for positions at the close of business on Tuesday and was reported before the sharp drop in prices later in the week driven by intensifying concerns about the coronavirus outbreak in China. The drop in prices since then suggests hedge funds sold oil derivatives heavily later in the week as more cases of coronavirus were reported.

## CANADA

## Market Monitor

Canada's main stock index ended lower, as investors fled risky assets on growing fears over the economic impact of the coronavirus outbreak in China.

The **Toronto Stock Exchange's S&P/TSX composite index** was down 0.7% to 17,442.52.

The **U.S. dollar** was up 0.33% against its **Canadian counterpart** at C\$1.3186.



REUTERS/Chris Helgren

## COMING UP

No major events are scheduled.

TSE's S&P/TSX composite	Price	C\$ chng	% chng
<b>GAINERS</b>			
OceanaGold Corp	2.46	0.09	3.80
Saputo Inc	41.36	1.32	3.30
Metro Inc	56.02	1.57	2.88
<b>LOSERS</b>			
Aphria Inc	6.40	-0.53	-7.65
Teck Resources Ltd	17.58	-1.42	-7.47
Lightspeed POS Inc	41.77	-3.24	-7.20

## Top News

### Sun Life's asset management arm seeks private debt acquisition to aid expansion

Sun Life Financial's asset management unit is eyeing its first middle-market private-debt acquisition as it seeks to expand into the higher-yielding investments, one of its top executives told Reuters. "Right now, our capability is really focused on the investment grade part of the private debt market," Randy Brown, head of insurance asset management at SLC Management, said in an interview. "But there's the whole lower-rated spectrum within the private debt market ... I could see us either acquiring a team or an asset manager focused on that part of the market." The middle market comprises companies with revenues ranging from tens of millions of dollars to \$1 billion. Brown declined to say how much SLC was willing to spend on a deal. The firm will focus on higher-quality middle-market issuers with strong covenant protection, said Brown, who is also chief investment officer at Sun Life.

### Barrick to sell gold worth up to \$280 million as export ban lifted

Barrick Gold will start to ship gold worth up to \$280 million from Tanzania, chief executive Mark Bristow said, after the government lifted an export ban following the resolution of a three-year tax dispute. The company signed a deal on Friday with Tanzania's government, ending a row that dated back to when Acacia Mining ran the Tanzanian operations. "The shipments will start immediately and, as we speak, we are mobilising the concentrates," Mark Bristow told Reuters in a telephone interview. "It's (worth) around \$260-\$280 million depending on the price of metal prices at the time of sale." Bristow said \$100 million from the proceeds of the sale of concentrates will go towards paying down a \$300 million settlement agreed with the government. As part of the deal, Tanzania will own 16% of Twiga Minerals, a new joint venture set up to manage the Bulyanhulu, North Mara and Buzwagi mines.

REUTERS/Carlos Osorio



### Wife of Canada's first coronavirus patient tests positive; 19 under investigation

The wife of Canada's first confirmed patient with the fast-spreading Wuhan coronavirus also has tested positive for it at an Ontario laboratory, and 19 other suspected cases in Canada are under investigation, public health officials said. Canada's second patient with the novel coronavirus is in her 50s and currently showing no symptoms, Ontario's Chief Medical Officer of Health David Williams said at a news conference. She has been in self-isolation and is being monitored by health officials. "Given the fact that she has been in self-isolation, the risk to Ontarians remains low," said Williams in a release earlier in the day.



# WEALTH NEWS

## FEDERAL RESERVE

### Fed's first hurdle in 2020: Dispensing with 'QE Lite'

The Federal Reserve's bond portfolio is swelling again at a pace not seen since the "quantitative easing" heyday in the early 2010s. Prices for stocks and other risky assets are also rising at a fast clip - a state of affairs that a growing chorus of investors, economists and former Fed officials say is no coincidence, and potentially a problem.

## USMCA

### Canada kicks off USMCA ratification process, urges bi-partisan co-operation

Canada's minority Liberal government kicked off the ratification process for a new continental trade pact and urged opposition lawmakers to formally approve the deal as quickly as possible.

## ECONOMIC DATA

### U.S. new home sales fall unexpectedly, low mortgage rates lend support

Sales of new U.S. single-family homes fell unexpectedly in December, likely held down by a shortage of more affordable homes, but lower mortgage rates supported the overall housing market. New home sales slipped 0.4% last month to a seasonally adjusted annual rate of 694,000 units, with sales in the South dropping to the lowest in more than a year. It was the third straight monthly decline in sales. November's sales pace was revised down to 697,000 units from the previously reported 719,000. September and October sales were also marked down. The U.S. Commerce Department report also showed downward revisions to sales for the prior three months, bucking a recent streak of fairly strong housing data.

## U.S. new home sales



## OPTIONS MARKET

### 'Buy the dip,' one stock options signal says

As concerns over the spread of the coronavirus rattle stocks, a corner of the options market is signaling that the current selloff may be short-lived.

## INITIAL PUBLIC OFFERING

### Casper IPO valuation dwindles from peak of \$1 billion

Casper Sleep, the online mattress retailer whose investors include actor Leonardo DiCaprio and rapper 50 Cent, expects its initial public offering valuation to be well below the roughly \$1 billion it commanded in the last funding round.

## TRADE CHALLENGE

### Trump's 'massive' U.S.-UK trade deal faces big hurdles

Britain is the United States' closest ally but their long friendship may be sorely tested as the two countries try to forge a new trade agreement after Britain's exit from the European Union.

## COURT RULING

### Germany's Evonik wins U.S. legal fight to buy hydrogen peroxide maker PeroxyChem

A federal judge has ruled that Germany's Evonik Industries' proposed purchase of rival U.S. hydrogen peroxide maker PeroxyChem Holding Company is legal under antitrust law.





## ON THE RADAR

Events	ET	Poll	Prior
<b>Wed:</b> Advance goods trade balance for Dec	0830	--	-\$62.99 bln
Wholesale inventories advance for Dec	0830	--	-0.1%
Retail inventories ex-auto advance for Dec	0830	--	-0.2%
Pending Homes Index for Dec	1000	--	108.5
Pending sales change mm for Dec	1000	0.5%	1.2%
Fed funds target rate for 29 Jan	1400	1.5-1.75%	1.5-1.75%
Fed int on excess reserves for 29 Jan	1400	--	1.55%
<b>Thu:</b> GDP advance for Q4	0830	2.1%	2.1%
GDP sales advance for Q4	0830	2.1%	2.1%
GDP cons spending advance for Q4	0830	--	3.2%
GDP deflator advance for Q4	0830	1.8%	1.7%
Core PCE prices advance for Q4	0830	1.7%	2.1%
PCE prices advance for Q4	0830	1.7%	1.5%
Initial jobless claims	0830	215,000	211,000
Jobless claims 4-week average	0830	--	213,250
Continued jobless claims	0830	1.733 mln	1.731 mln
<b>Fri:</b> Personal income mm for Dec	0830	0.3%	0.5%
Personal consumption real mm for Dec	0830	--	0.3%
Consumption, adjusted mm for Dec	0830	0.3%	0.4%
Core PCE price index mm for Dec	0830	0.1%	0.1%
Core PCE price index yy for Dec	0830	1.6%	1.6%
PCE price index mm for Dec	0830	--	0.2%
PCE price index yy for Dec	0830	--	1.5%
Employment wages QQ for Q4	0830	--	0.9%
Employment benefits QQ for Q4	0830	--	0.6%
Employment costs for Q4	0830	0.7%	0.7%
Chicago PMI for Jan	0945	48.8	48.9
U Mich Sentiment Final for Jan	1000	99.1	99.1
U Mich Conditions Final for Jan	1000	116.0	115.8
U Mich Expectations Final for Jan	1000	--	88.3
U Mich 1 year inflation final for Jan	1000	--	2.5%
U Mich 5-year inflation final for Jan	1000	--	2.5%
Dallas fed PCE for Dec	1200	--	2.2%

## KEY RESULTS

Company Name*	Quarter	ET	Smart Estimates	EPS Estimates**	Year Ago	Rev Estimates (mln)
3M Co	Q4	BMO	\$2.11	\$2.10	\$2.31	\$8,118.38
A. O. Smith	Q4	BMO	\$0.59	\$0.59	\$0.74	\$776.27
Advanced Micro Devices	Q4	AMC	\$0.31	\$0.31	\$0.08	\$2,107.23
Alaska Air Group	Q4	AMC	\$1.44	\$1.41	\$0.75	\$2,218.67
Apple	Q1	AMC	\$4.55	\$4.55	\$4.18	\$88,496.40
Boston Properties	Q4	AMC	\$0.88	\$0.87	\$0.98	\$751.10
C.H. Robinson Worldwide	Q4	AMC	\$0.95	\$0.96	\$1.34	\$3,749.60
eBay	Q4	AMC	\$0.76	\$0.76	\$0.71	\$2,807.46
Equity Residential	Q4	AMC	\$0.35	\$0.35	\$0.31	\$685.28
Harley-Davidson	Q4	BMO	\$0.08	\$0.09	\$0.11	\$920.14
HCA Healthcare	Q4	BMO	\$3.09	\$3.09	\$2.99	\$13,368.50
Lockheed Martin	Q4	BMO	\$5.02	\$5.02	\$4.39	\$15,267.37
Maxim Integrated Products	Q2	AMC	\$0.53	\$0.53	\$0.60	\$545.31
McCormick & Company	Q4	BMO	\$1.62	\$1.61	\$1.67	\$1,516.76
Nucor	Q4	BMO	\$0.31	\$0.31	\$2.07	\$4,935.20
Paccar	Q4	BMO	\$1.50	\$1.51	\$1.65	\$5,557.30
Pentair	Q4	BMO	\$0.65	\$0.65	\$0.60	\$754.10
Pfizer	Q4	BMO	\$0.58	\$0.58	\$0.64	\$12,608.49
Principal Financial Group	Q4	16:15	\$1.38	\$1.39	\$1.11	\$4,037.11
PulteGroup	Q4	BMO	\$1.10	\$1.09	\$1.11	\$2,979.49
Starbucks	Q1	AMC	\$0.76	\$0.76	\$0.68	\$7,112.90
Stryker	Q4	16:05	\$2.46	\$2.46	\$2.18	\$4,107.62
United Technologies	Q4	BMO	\$1.85	\$1.84	\$1.95	\$19,382.39
W. R. Berkley	Q4	AMC	\$0.71	\$0.71	\$0.63	\$2,012.14
Xilinx	Q3	AMC	\$0.59	\$0.59	\$0.93	\$730.64

\*Includes companies on S&P 500 index. \*\*Estimates may be updated or revised; release times based on company guidance or past practice.

I/B/E/S EPS and revenue estimates, and StarMine Smart Estimates, provided by Refinitiv.

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For questions or comments about this report, email us at: [TheDay.Ahead@thomsonreuters.com](mailto:TheDay.Ahead@thomsonreuters.com).

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