NORTH AMERICA | For Monday, August 31, 2026

MARKET RECAP at 4 pm ET

Wall Street ended lower with investors turning cautious after Fed Chair Kevin Warsh reiterated the central bank's focus on fighting inflation. **Treasury yields** and the **dollar** gained following Warsh's remarks, while **gold** declined. **Oil** prices fell on rumors of a possible agreement on shipping through the Strait of Hormuz

STOCKS	Close	Chng	% Chng	Yr-high	Yr-low
DJIA	53,559.99	-9.45	-0.02	54,744.33	45,057.28
Nasdaq	26,402.42	-138.93	-0.52	27,190.21	20,690.25
S&P 500	7,711.76	-19.23	-0.25	7,816.70	6,316.91
Toronto	36,553.92	-280.33	-0.76	37,069.11	28,349.61
FTSE	10,824.26	31.72	0.29	10,989.45	9,670.46
Eurofirst	2,616.13	13.74	0.53	2,652.27	2,231.14
Nikkei	66,405.56	273.58	0.41	72,831.73	50,558.91
Hang Seng	25,584.79	19.05	0.07	28,056.10	22,518.00

TREASURIES	Yield	Price
10-year	4.7240	-13 /32
2-year	4.3558	-8 /32
5-year	4.4878	-13 /32
30-year	5.2098	-9 /32

FOREX	Last	% Chng
Euro/Dollar	1.1584	-0.58
Dollar/Yen	160.07	0.43
Sterling/Dollar	1.3535	-0.42
Dollar/CAD	1.3903	0.35
USD/CNH (Offshore)	6.7307	0.18

COMMODITIES ($)	Price	Chng	% Chng
Front Month Crude /barrel	83.35	-0.18	-0.22
Spot gold (NY/oz)	4460.28	-140.72	-3.06
Copper U.S. (front month/lb)	6.54	-0.0525	-0.80
CRB Index Total Return	521.92	1.58	0.30

S&P 500	Price	$ Chng	% Chng
GAINERS			
Workday, Inc.	206.12	12.55	6.48
lululemon athletica inc.	121.10	6.10	5.30
Domino's Pizza, Inc.	349.14	17.09	5.15
LOSERS			
PayPal Holdings, Inc.	53.80	-7.67	-12.48
Marvell Technology, Inc.	218.21	-23.25	-9.63
PG&E Corp	16.52	-1.43	-7.97

Coming Up - On Monday

In Latin America, **Brazil** dominates the fiscal calendar as the central bank publishes July's **primary budget surplus**, **nominal budget balance** as well as gross **and net debt-to-GDP ratios**. Brazil's central bank also releases its weekly market survey of more than 100 financial institutions, offering fresh forecasts for GDP, interest rates and inflation. Separately, **Chile** publishes July **manufacturing output**, which had contracted 3.2% in June.

Coming Up - Week Ahead

An employee hiring sign with a QR code is seen in a window of a business in Arlington, Virginia, April 7, 2023. REUTERS/Elizabeth Frantz

The economic calendar focuses on Friday's marquee event, the U.S. employment report for August. **Non-farm payrolls** are expected to rebound to 58,000 after a prior 23,000 decline, and the **unemployment rate** is seen unchanged at 4.1%, while **average earnings** are forecast to rise 0.3% monthly. On Tuesday, the U.S. manufacturing sector takes center stage with the **ISM Manufacturing PMI** for August, seen easing to 55.2 from 55.6, alongside the final **S&P Global manufacturing PMI**, **construction**

KEY ECONOMIC EVENTS - ON MONDAY

Events	ET	Poll	Prior
Dallas Fed Manufacturing Business Index for Aug	1030	--	1.3

spending and the **JOLTS job openings** report, forecast to slip to 7.3 million from 7.36 million. Thursday brings a heavy U.S. calendar ahead of Friday's jobs report, including the **international trade balance**, expected to widen to a deficit of $90 billion from $73.3 billion, **initial jobless claims** seen at 205,000, and the **ISM non-manufacturing PMI** for August, forecast at 54.3. On Wednesday, the U.S. sees the **ADP national employment** report for August, forecast at 47,000, and **factory orders** seen up 0.6%. Additionally, the central bank will release its **Beige Book** on Wednesday.

On Wednesday, analysts expect **Broadcom**'s third-quarter revenue to jump, putting it on track for its fastest sales growth in over nine years, driven by strong demand for its custom AI chips and networking gear amid unabated AI infrastructure spending.

John Ternus will take over as **Apple** CEO on September 1, succeeding **Tim Cook** - who has led Apple since 2011 and will become the executive chairman of Apple's board of directors.

Commerce Secretary **Howard Lutnick** will host technology leaders at G20 Innovation Ministerial on Tuesday. **Elon Musk**, **OpenAI** CEO **Sam Altman**, and **NVIDIA** CEO Jensen **Huang** are among the attendees at the summit in Chapel Hill, North Carolina.

On Tuesday, Federal Reserve Board Governor **Michael Barr** is set to speak on the economic outlook and financial inclusion in Washington, the week's first Fed appearance. Later Thursday, Fed Board Governor **Christopher Waller** speaks on the economic outlook in a virtual Reuters NEXT Newsmaker interview, with Cleveland Fed's **Beth Hammack** delivering pre-recorded opening remarks at the Fed Communities "Connecting Communities: When Every Dollar Counts: Worker Perspectives on the Economy" event.

A Broadcom sign is pictured as the company prepares to launch new optical chip tech to fend off Nvidia in San Jose, California, September 5, 2025. REUTERS/Brittany Hosea-Small

Packaged food company **Campbell**'s is expected to post a fall in its fourth-quarter revenue on Thursday, hurt by weaker demand for its canned and frozen food amid pressured consumer spending and rising competition. Investors will look for comments on tariff volatility, pricing actions, snacking demand and annual forecasts.

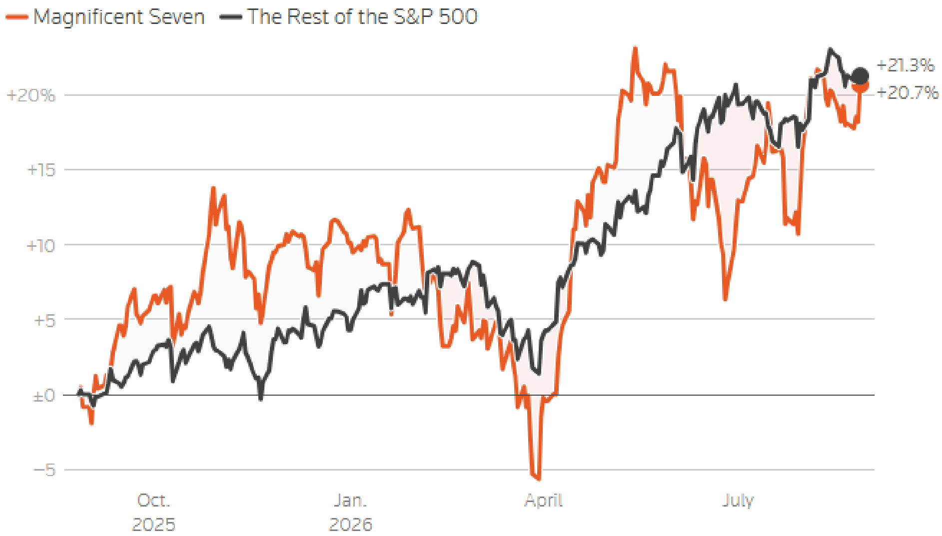
The **Bank of Canada** is set to announce its rate decision on Wednesday, with markets unanimously expecting rates being held at 2.25%. Statistics Canada will release its August employment report, with the **unemployment rate** seen holding at 6.4%, alongside the **Ivey PMI**. Canada also reports its July **trade balance** on Thursday, seen at a C$3.6 billion surplus, with **total export** and **import** numbers.

In Latin America, **Brazil** is set to publish second-quarter **GDP** on Tuesday, a top-tier release polled ahead of time, with the prior quarter up 1.1% on the quarter and 1.8% on the year, plus its August **manufacturing PMI**. On Wednesday, the country’s July **industrial output**, which fell 1.8% on the month previously, will be released along with its August **IPC-Fipe inflation** index. The country's August **trade balance**, after a $7.07 billion surplus, will be out on Friday, alongside **S&P Global services** and **composite PMI** readings. In **Mexico**, the **S&P Global** August **manufacturing PMI** reading will be out on Tuesday, while **Chile**'s July **Imacec economic activity** gauge and **Peru**'s August **inflation** round out the regional slate.

Market Monitor

The Magnificent Seven versus the market

How Wall Street's heavyweight stocks have stacked up past year



The Magnificent Seven represents the combined market capitalizations of Microsoft, Apple, Alphabet, Amazon, Nvidia, Meta Platforms and Tesla.

Click on the chart for a detailed and interactive graphic

The **S&P 500** index and the tech-heavy **Nasdaq** ended lower, with investors turning cautious after Federal Reserve Chair Kevin Warsh reiterated the central bank's focus on fighting inflation, increasing prospects for a rate hike. "Why the market is modestly reacting is he (Warsh) is very adamant that the 2% inflation target is going to remain. He is reiterating the hawkishness, but in a more of a consistent way than an incremental way," said Mark Hackett, chief market strategist for Nationwide. "There's been somewhat misguided thoughts among investors that this would soften a little bit. Clearly, that's not the case." The **S&P 500** lost 0.25% to 7,711.73, the **Nasdaq Composite** fell 0.52% to 26,402.42 and the **Dow Jones Industrial Average** was down 0.02% at 53,559.99.

Treasury yields jumped after Federal Reserve Chairman Kevin Warsh said the central bank would "have work to do" if policymakers were not confident inflation was returning to its 2% target, fueling bets on a September rate hike. The comments, made at the Fed's annual Jackson Hole symposium, acknowledged that financial conditions do not appear restrictive and were Warsh's clearest indication yet that further rate hikes may be needed to curb inflation. "Markets took it a bit hawkishly. We saw the market price in more hikes," said Molly Brooks, a U.S. rates strategist at TD Securities. The benchmark **10-year notes** declined 13/32, yielding 4.7240%. The **two-year notes** were down 7/32 to yield 4.3537%. The **30-year bonds** fell 9/32 with a yield of 5.2098%.

The **dollar** saw strong gains after U.S. Federal Reserve Chair Kevin Warsh hinted that interest rate hikes may be needed should policymakers doubt that inflation is headed back toward the central bank's 2% target. "At least for the time being, we're getting more of the same Warsh-speak that we saw prior to any of the Fed decisions that he had been a part of. Meaning he's saying a lot, but none of this seems really substantive," said Eugene Epstein, head of trading and structured products at Moneycorp in Stamford, Connecticut. The **dollar index** rose 0.50% to 99.66. The **euro** was down 0.57% at $1.1585. Against the **Japanese yen**, the **dollar** gained 0.42% to 160.06 yen.

Oil prices fell as traders evaluated hints about the U.S. Federal Reserve Bank's inflation-fighting policy and rumors of a possible agreement on shipping through the Strait of Hormuz. Following comments by new Fed Chairman Kevin Warsh pointing to a possible rate hike later this year to curb inflation, oil prices descended further, said Phil Flynn, senior analyst at the Price Futures Group. "The (global) products markets are looking strong on further Ukraine strikes on Russian refineries," Flynn said. "But there is a lot of rumbling, rumors we might see a deal to reopen the Strait of Hormuz over the weekend." **Brent crude futures** were down 0.37% at $89.37 a barrel. **WTI crude futures** fell 0.22%, to $83.35 per barrel.

Gold prices fell as traders increased bets on an interest rate hike after Federal Reserve Chairman Kevin Warsh's remarks on curbing inflationary pressure. "Gold is getting slapped hard as Chair Warsh affirms that inflation isn't meaningfully slowing and the Fed has 'work to do.' While it may once again be 'speak loudly and carry a short stick' this will make the market price the September meeting as a coin flip," independent analyst Tai Wong said. **Spot gold** was down 3.03% at $4,461.51 per ounce, its lowest level since August 20. **U.S. gold futures** for December delivery fell 3.40% to $4,505.50 an ounce.

Top News

PayPal, Stripe and Advent International logos are seen in this illustration taken July 15. REUTERS/Dado Ruvic

PayPal shares sink on reports Advent-Stripe consortium walks away from bid

PayPal shares fell after reports that a consortium of buyout firm Advent International and payment processor Stripe had abandoned plans to buy the fintech pioneer. The group is no longer pursuing a deal for PayPal, a person familiar with the matter said, requesting anonymity to discuss confidential information. The development will likely sharpen focus on the turnaround under new CEO Enrique Lores, with investors weighing whether the promising early progress can translate into sustained momentum. "The consortium and PayPal ultimately did not see eye-to-eye on the value of the business. Add to that the regulatory challenges that a transaction of this size would likely face, and it appears Stripe may have decided the juice wasn't worth the squeeze," said Troy Hooper, co-head of ECM US at Mergermarket. PayPal shares fell 12.71% to end at $53.66.

Walmart settles US government's opioid lawsuit

Walmart has settled a U.S. government lawsuit accusing the largest U.S. retailer of fueling a nationwide opioid epidemic by unlawfully dispensing prescriptions from its pharmacies. The U.S. Department of Justice and Walmart confirmed the settlement in separate statements without disclosing the terms. In a complaint filed in 2020, the Justice Department accused Bentonville, Arkansas-based Walmart of repeatedly violating the federal Controlled Substances Act since 2013. The department said at the time that Walmart could face billions of dollars in civil penalties. "The department is pleased to have reached a settlement with Walmart resolving allegations that its pharmacies failed to comply with their obligations under the Controlled Substances Act in dispensing opioids and other controlled substances," a Justice Department spokesperson said. Walmart said in a statement: "We are pleased to resolve this matter and will continue supporting the exceptional work our pharmacists do every day to provide outstanding patient care."

Marvell selloff deepens as investors seek clarity on Google AI deal payoff

Chip designer Marvell Technology's shares fell as investors looked beyond the company's solid results in search of fresh clues for long-term growth. Marvell has become a market darling fueled by the AI spending boom as Big Tech races to adopt custom chips for greater cost efficiency and performance, powering its shares to nearly triple this year. However, with Big Tech's AI spending set to top $740 billion this year, investors had come to expect increasingly stronger results from companies tied to the boom. Marvell's higher revenue forecasts for fiscal years 2027 and 2028 were also overshadowed by questions over how quickly its newly announced Google custom-chip deal, which could generate up to $120 billion in revenue through fiscal 2033, would begin contributing meaningfully to revenue. "Expectations were higher, mostly because of the Google deal," analysts at Morgan Stanley said, adding that its contribution was already largely reflected in the company's prior guidance. Shares of Marvell fell 10.28% to end at $216.62.

Google changes spam policy in EU to avert antitrust fine

Alphabet's Google said it had changed its spam policy in Europe to address EU concerns that could have resulted in an antitrust fine. The U.S. tech giant found itself in EU regulators' crosshairs after publishers complained about its site reputation abuse policy. It targets the practice of publishing third-party pages on a site in an attempt to abuse search rankings by taking advantage of the host site's ranking signals, commonly referred to as parasite SEO. The EU said that its monitoring showed that Google's spam policy demoted news media and other publishers' websites and content in Google search results, when those websites include content from commercial partners. Google said that from August 30 any manual actions taken to demote sites would not apply to users in the 27 EU nations, Iceland, Norway and Liechtenstein (the

European Economic Area). The policy would not change outside the European Economic Area, it added.

US FDA approves Lilly's Mounjaro to reduce cardiovascular risk

Eli Lilly said the U.S. FDA has approved its diabetes drug Mounjaro to reduce the chances of heart attack or stroke in adults with type 2 diabetes who are at high risk of cardiovascular events. Mounjaro is the company's diabetes drug that targets the GLP-1 protein and is also used for weight loss. In the U.S., the obesity version is sold under the brand name Zepbound. The approval was based on results from a trial that showed Mounjaro outperformed Trulicity, Lilly's older diabetes drug, in reducing the risk of heart attack and stroke in a large, head-to-head study. Separately, Cytokinetics said detailed late-stage data showed its drug, aficamten, significantly improved symptoms and exercise capacity in patients with a genetic heart condition that currently has no approved treatments. To read more, **click here**

Gap climbs after leadership change at Old Navy, profit forecast raise

Gap's shares jumped after the apparel retailer named industry veteran Michael Francis as CEO of Old Navy, a move aimed at reinvigorating the brand in a challenging spending environment. Old Navy, Gap's biggest brand, has struggled to gain traction in select women's apparel categories in recent quarters, a key hurdle in the company's turnaround. "It is true that the family demographic that Old Navy serves is under pressure, but Old Navy did not give them enough reasons to buy," said Neil Saunders, managing director of GlobalData, adding that the weakness points to a broader problem that Gap can no longer pass off as a "modest range misstep". Shares of the company ended 13.18% higher at $23.53.

REUTERS/Sarah Meyssonnier

Trump vows legal order to break up 'nasty monopoly' in food processing

U.S. President Donald Trump said he was preparing a legal order to allow farmers and ranchers to be given the right to process their own food aimed at breaking what he called "a nasty monopoly" among the nation's top processors. Trump did not name a particular food or industry in his post on Truth Social but said he was "authorizing legal documents to be drawn" quickly. Earlier this week, Trump said on the Glenn Beck program that he would look into whether there are too many beef processing plant regulations. Four companies control about 85% of U.S. meat processing: Cargill, Tyson Foods, JBS USA and National Beef Packing Co. The companies did not immediately respond to requests for comment.

Boeing, union negotiators to meet Monday to resume stalled contract negotiations

Negotiators from Boeing and its largest white-collar union plan to meet Monday to resume contract discussions, a spokesman for the Society of Professional Engineering Employees Association (SPEEA) said. SPEEA's roughly 17,000 members overwhelmingly rejected Boeing's contract offer last week. Union members, which include engineers and technical workers, said in a survey by SPEEA this week that they want larger and immediate guaranteed wage increases from Boeing. The second priority, according to survey results shared by SPEEA, is more money for annual performance-based raises. Better annual cost-of-living adjustments were the third-highest priority, according to the nearly 13,000 union members who took the survey. "We want to reach an agreement before the current contract expires and look forward to finding a solution with SPEEA at the bargaining table," a Boeing spokesman told Reuters.

Pasqal shares leap as French quantum firm makes Nasdaq debut

Shares of French quantum-computing company Pasqal rose in their Nasdaq debut. Pasqal, one of Europe's most significant contenders in the race to build commercially useful quantum computers, began trading after merging with blank-cheque company Bleichroeder Acquisition Corp II in a transaction that valued it at about $2 billion. The deal left the loss-making company with approximately $360 million in cash to expand production. Pasqal's Nasdaq debut coincides with a broad tech boom linked to the take-up of artifical intelligence. It also follows U.S. President Donald Trump's order on accelerating quantum technology development. The Commerce Department signed preliminary agreements for about $2 billion in incentives to nine quantum companies. Pasqal is not among them but has French government backing through state investment bank Bpifrance, which participated in financing linked to the merger. Shares of Pasqal rose 77.42% to end at $17.37.

Roivant, Priovant launch newly approved rare disease drug Lisraya at $35,000 a month

Roivant and partner Priovant Therapeutics set a list price of $35,000 for a 30-day supply of their newly approved rare disease drug, Lisraya. The daily pill, which launched immediately after FDA approval, is the first targeted oral treatment for dermatomyositis, a rare condition that causes painful skin rashes and progressive muscle weakness. On an analyst call, Priovant CEO Ben Zimmer said prescribing is open and the first patient prescriptions have already come in. The companies are offering a patient support program that can reduce out-of-pocket costs to $0 for eligible patients. In the trial, patients receiving a daily 30 mg dose of Lisraya, chemically known as brepocitinib, achieved a mean total improvement score of 46.5 after 52 weeks.

Mourners gather to pay their respects outside the Royal Palace, following the death of Norway's King Harald, in Oslo, Norway, August 28. NTB/Ole Berg-Rusten via REUTERS

Insight and Analysis

Iran war drives US transport fuel surcharges, but also industry profits
U.S. retailers, manufacturers and small businesses are paying hefty fuel surcharges to ship their goods, not only as the U.S.-Israeli war on Iran boosts fuel costs but also as some shippers profit from the fees. The charges have become a growing source of tension across supply chains, with customers arguing that some companies are using them to boost profits rather than simply recover higher fuel costs. Ultimately, those extra costs can be passed on to inflation-weary consumers. The surcharges have generated tens of millions of dollars in profit for railroad operator Union Pacific and provided a modest earnings boost for UPS, the companies said.

FOCUS-Success after a century of failures: Inside Moderna and Merck's cancer vaccine breakthrough
On August 13, an mRNA cancer vaccine Moderna had been developing with Merck had hit its mark — the first success of a therapeutic cancer vaccine in late-stage testing after more than 100 years of failed attempts. Cancer experts hailed it as the beginning of an era of custom-made vaccines that train the immune system to fight an individual patient’s cancer. In a trial of more than 1,000 patients with localized melanoma, the vaccine kept tumors from coming back or spreading. With full trial details pending, Wall Street is already estimating billions of dollars in sales. For the companies, it was a moment built over 10 years.

Investors heartened by Warsh inflation talk, still uncertain about Fed action
Investors were heartened by new Federal Reserve Chair Kevin Warsh's stated resolve to tame high inflation, but many on Wall Street remained unclear about how the U.S. central bank will react to economic changes in the months ahead. In a highly anticipated speech, Warsh said the central bank will "have work to do" if policymakers are not confident that underlying inflation is returning to its 2% target. He also indicated financial conditions do not appear restrictive and came closer than previously to acknowledging that interest rate hikes may be needed to ease price pressures.

CANADA

Market Monitor

Canada's main stock index fell after Federal Reserve Chair Kevin Warsh reaffirmed his focus on bringing back inflation to the central bank's 2% target, while investors weighed domestic second quarter GDP data alongside Middle East developments.

The **S&P/TSX Composite Index** ended 0.76% lower at 36,553.92 points.

"The preliminary estimate of unchanged GDP in July and the headwinds from new U.S. tariffs means it is unlikely that this momentum will be sustained," Ariane Curtis, senior North America economist at Capital Economics, said in a note.

The **U.S. dollar** strengthened 0.35% against its **Canadian counterpart** to C$1.3903.

TSE's S&P/TSX composite	Price	C$ Chng	% Chng
GAINERS			
GFL Environmental Inc.	59.54	2.64	4.64
SECURE Waste Infrastructure Corp	24.86	0.88	3.67
Curaleaf Holdings, Inc.	13.45	0.46	3.54
Element Fleet Management Corp.	26.71	0.54	2.06
Trisura Group Ltd.	42.17	0.81	1.96
LOSERS			
Denison Mines Corp	4.71	-0.36	-7.10
Nexgen Energy Ltd	14.44	-1.08	-6.96
Energy Fuels Inc.	20.38	-1.42	-6.51
AbraSilver Resource Corp	15.88	-1.07	-6.31
Torex Gold Resources Inc.	68.41	-4.12	-5.68

Top News

Canadian economy recovers sharply in second quarter as domestic demand revives, exports grow

Canada's economy rebounded sharply in the second quarter after six months of virtually no growth, aided by a strong jump in exports and solid domestic demand, data showed, though a new round of U.S. tariffs brings new uncertainty. The economy grew at an annualized rate of 3.3% in the second quarter, the fastest rate since 2023, after a revised 0.3% increase in the first quarter, Statistics Canada said. The upward revision to first-quarter growth means Canada was not in a technical recession, usually defined as two straight quarters of contraction. "It seems like households and businesses were beginning to find ways of navigating the trade-related uncertainty before the latest round of tariffs." said Royce Mendes, managing director and head of macro strategy at Desjardins wrote in a note. "While it helps that the economy was on stronger footing heading into August, the fresh wave of protectionism injects a significant amount of uncertainty into the outlook," Mendes said. On a quarterly basis, GDP grew at 0.8% for the period ended June, from an upwardly revised 0.1% in the previous quarter. Second-quarter annualized growth was higher than the Bank of Canada's July forecast of 2.5% growth.

The Deltaport container terminal at Roberts Bank, which has been proposed as the terminus for a new oil pipeline from Alberta, in Delta, British Columbia, July 30. REUTERS/Jennifer Gauthier

POLL-Bank of Canada to hold rates for another year, wait for more stability on trade

The Bank of Canada will keep its overnight rate at 2.25% on Wednesday and leave it unchanged for at least another year, according to a Reuters poll of economists who have not changed their outlook following the suspension in trade talks with the United States. Policymakers have held rates steady since October, watching for signs of rising inflation and weaker economic activity since the start of the U.S.-Israeli war with Iran in late February along with mounting trade tensions with its main export market.

A view of the Bank of Canada building framed by tulips in Ottawa, Ontario, May 8, 2025. REUTERS/Blair Gable

Inflation was already at the top of the BoC's 1-3% target range in July. But stable core inflation suggests demand remains weak and taken together with an expected recent economic recovery gives the central bank room to wait before raising rates. The survey, taken after Canadian Prime Minister Mark Carney walked away from the latest round of tariff negotiations on August 22 and announced retaliatory tariffs and support measures for affected businesses, showed rates on hold at 2.25% for the rest of this year and until the third quarter of next year.

Canada's budget deficit over first three months of 2026/27 shrinks to C$370 million

Canada recorded a sharply lower C$370 million budget deficit for the first three months of the 2026/27 fiscal year as government expenditures grew slightly faster than revenues, the finance ministry said. By comparison, the deficit in the same period a year earlier had been C$6.28 billion, it said in a statement. Program expenses rose 4.3% on increases across most categories of spending. Public debt increased by 6.1% reflecting reflecting higher average effective interest rates on an increased stock of marketable bonds and higher inflation adjustments on some other bonds, offset in part by lower short-term interest rates on treasury bills, the ministry said.

Canada to loan quantum startup Xanadu C$195 million to build manufacturing plant

The Canadian government will loan C$195 million to Xanadu Quantum for setting up a plant that would make photonic components for quantum computers, in the country's largest ever support for the technology. The move, unveiled, highlights growing global interest in quantum computers and comes months after the Trump administration decided to take $2 billion in equity stakes across nine quantum-computing firms to secure U.S. leadership. Experts have long touted quantum computers' potential to solve problems regular computers cannot and speed up scientific discoveries, but the technology remains error prone because of its extreme sensitivity to any disturbances including sound. Friday's loan covers the federal portion of up to C$390 million in potential government funding Xanadu announced in March. The company said it expects to announce a deal for the remaining sum of up to C$195 million, from Ontario's provincial government, "in the near future."

WEALTH NEWS

JACKSON HOLE SYMPOSIUM

Warsh signals Fed may need to hike rates if above-target inflation persists

The U.S. central bank will "have work to do" if policymakers don't get the confidence they need that inflation is heading down to 2%, Federal Reserve Chairman Kevin Warsh said, coming closer than he has to acknowledging interest rate hikes may be needed to ease price pressures. "Here is my standard: We must be confident that underlying inflation is moving to our objective, clearly and at sufficient speed. Otherwise, we have work to do. That's our job ... our mandate ... and our charge to keep," Warsh said in the keynote speech to the Fed's Jackson Hole economic symposium in Wyoming. The remarks drew applause from an audience of global central bankers hungry for more than the vague promises to deliver price stability that have been a feature of Warsh's previous remarks. Markets also heard the message, raising bets on a rate hike next month that had previously been priced in as more of a long shot.

U.S. Federal Reserve Chairman Kevin Warsh walks into the opening dinner of the Kansas City Fed's annual economic symposium in Jackson Hole, Wyoming, August 27. REUTERS/Ann Saphir

COMMENTARY

Is Fed communication broken — and can Warsh fix it?: McGeever

Whoever said talk is cheap wasn't speaking to a central banker. When it comes to monetary policy, what officials say can often be just as — if not more — important than what they do. As Kevin Warsh looks to shake up the Federal Reserve's communication strategy, it's useful to consider how "Fedspeak" has evolved and what risks the new chair may be taking.

ANALYSIS

Warsh's 'quieter Fed' now includes a smidgen of guidance

Federal Reserve Chairman Kevin Warsh's disdain for signaling anything about the monetary policy outlook appeared to have tempered a bit in the face of a bond market clamoring for his thoughts on high inflation and what he might do about it.

WALL STREET WEEK AHEAD

Jobs report, Broadcom results pose next hurdles for stock market rally

A fresh look at the U.S. labor market in the coming week along with quarterly results from semiconductor company Broadcom will test a market rally that has lifted stocks near record highs.

GRAPHIC

Take Five: Summer's over, buckle up!

A G20 gathering, key U.S. jobs data and central bank meetings in Canada and New Zealand all suggest there's not much downtime for traders catching up on that post summer read-in.

SEPTEMBER CALENDAR

September risks are stacking up hard and fast for world markets

Traders will return from their August breaks to a host of risks for markets, including rising concern about high government debt and prolonged inflation.

JOB MARKET

US employment growth only modestly lower than thought in BLS revision

U.S. employment grew slightly less than previously estimated in the 12 months through March, the government said, suggesting the modest pace of job creation that has prevailed since President Donald Trump returned to the White House was even weaker through at least the first months of 2026.

ON THE RADAR

Events	ET	Poll	Prior
Tue: S&P Global Manufacturing PMI Final for Aug	0945	--	53.2
Construction spending MM for July	1000	0.0%	-0.1%
ISM Manufacturing PMI for Aug	1000	55.2	55.6
ISM Manufacturing Prices Paid for Aug	1000	--	71.1
ISM Manufacturing Employment Index for Aug	1000	--	52.8
ISM Manufacturing New Orders Index for Aug	1000	--	56.7
JOLTS job openings for July	1000	7.300 mln	7.359 mln
Texas Service Sector Outlook for Aug	1030	--	6.6
Dallas Fed Services Revenues for Aug	1030	--	9.5
Wed: ADP national employment for Aug	0815	47,000	44,000
Durables ex-defense, R MM for July	1000	--	1.3%
Durable goods, R MM for July	1000	--	1.1%
Factory orders MM for July	1000	0.6%	-0.3%
Durables ex-transport R MM for July	1000	--	0.4%
Nondefense cap ex-air R MM for July	1000	--	0.2%
Factory ex-transport MM for July	1000	--	-0.4%
Thu: Challenger layoffs for Aug	0530	--	33,429
International trade for July	0830	-$90.0 bln	-$73.3 bln
Goods trade balance (R) for July	0830	--	-$118.8 bln
Initial jobless claims	0830	205,000	203,000
Jobless claim 4-week average	0830	--	205,500
Continued jobless claims	0830	--	1.778 mln
Unit labor costs revised for Q2 2026	0830	1.3%	1.3%
Productivity revised for Q2 2026	0830	1.4%	1.4%
S&P Global Composite PMI Final for Aug	0945	--	56
S&P Global Services PMI Final for Aug	0945	--	56.8
ISM N-Manufacturing PMI for Aug	1000	54.3	54.1
ISM N-Manufacturing Business Activity for Aug	1000	--	59.1
ISM N-Manufacturing Employment Index for Aug	1000	--	47.4
ISM N-Manufacturing New Orders Index for Aug	1000	--	57.2
ISM N-Manufacturing Price Paid Index for Aug	1000	--	70.3
Fri: Non-farm payrolls for Aug	0830	58,000	-23,000
Private payrolls for Aug	0830	58,000	30,000
Manufacturing payrolls for Aug	0830	--	5,000
Government payrolls for Aug	0830	--	-53,000
Unemployment rate for Aug	0830	4.1%	4.1%
Average earnings MM for Aug	0830	0.3%	0.1%
Average earnings YY for Aug	0830	3.0%	3.2%
Average workweek hours for Aug	0830	34.3 hrs	34.3 hrs
Labor force participation for Aug	0830	--	61.4%
U6 underemployment for Aug	0830	--	7.9%

A full moon is seen behind a collapsed residential building damaged in the June 24 earthquakes, after a lunar eclipse, in La Guaira, Venezuela, August 28. REUTERS/Gaby Oraa

The Day Ahead - North America is compiled by Ashitha Salus and Priyada K S in Bengaluru.

For questions or comments about this report, email us at: ***TheDay.Ahead@thomsonreuters.com.***

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