

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	11 055.19	-45.35	-0.41%	-1.57%	-16.66%	-20.51%
S&P 500 Index	1 228.30	-11.19	-0.90%	-1.92%	-16.35%	-20.88%
Nasdaq Composite Index	2 212.87	-26.21	-1.17%	-1.36%	-16.57%	-18.25%
S&P/TSX Composite Index	13 741.29	32.19	0.23%	0.21%	-0.66%	-5.21%
FTSE 100 (UK)	5 300.40	38.80	0.74%	-3.85%	-17.91%	-21.09%
DAX (Germany)	6 200.25	46.95	0.76%	-3.06%	-23.14%	-23.39%
NIKKEI 225 (Japan)	13 010.16	-29.53	-0.23%	-2.62%	-15.01%	-28.67%
HANG SENG (Hong-Kong)	22 014.46	-170.09	-0.77%	0.46%	-20.85%	-4.70%

## MARKET REVIEW

### U.S. Treasury, Fed set to help Freddie and Fannie

Today was another disappointing day for stock markets as financials proved unable to hold onto early morning gains. Markets were focused on yesterday's news that the Federal Reserve and U.S. Treasury Department were stepping in to bail out Fannie Mae and Freddie Mac.

The U.S. Treasury said that it will increase Fannie Mae and Freddie Mac's 40-year-old \$2.5B credit lines. The Fed added that the government sponsored enterprises can now access its discount window primary credit, which will be collateralized by Treasuries and agency debt. The Treasury Department will also seek Congressional approval to buy Fannie Mae and Freddie Mac shares. The plans' immediate effects were that GSE demand for debt rose while their stocks prices did not.

The Dow Jones Industrials Average declined 45.35 points, or 0.41%, to 11055.19. The S&P 500 Composite lost 11.19 points, or 0.90%, to 1228.3. The Nasdaq Composite pulled back 26.21 points, or 1.17%, to 2212.87.

In Canada, the S&P/TSX composite index remained virtually unchanged as worries in the U.S. financial sector weighted on Canadian banks. The financial sector was the worst performing among all sectors today. The S&P/TSX Composite advanced 32.19 points, or 0.23%, to 13741.29.

The U.S. bond market rallied today as investors shied away from increased risk. Two-year bond yields fell by 14.78 basis points to 2.447%, while 10-year yields declined by 10.43 basis points to 3.85%.

The U.S. dollar was practically unchanged against other major currencies today despite yesterday's important announcement. The Canadian loonie did gain ground against the greenback.

Crude prices declined \$0.00 to \$145.08/barrel. Gold gained \$9.00 to \$973.20/ounce.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Bombardier Inc (BBD/B)	\$7.25	\$0.14	35 628 915
Nortel Networks Corp (NT)	\$6.47	-\$0.12	22 215 232
Duvernay Oil Corp (DDV)	\$82.00	\$23.56	10 740 820
Toronto-Dominion Bank (TD)	\$55.86	-\$2.86	6 812 141
Uranium One Inc (UUU)	\$4.04	\$0.15	6 038 336

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Citigroup Inc (C)	\$15.22	-\$0.97	29 263 300
Freddie Mac (FRE)	\$7.11	-\$0.64	28 640 300
Intel Corp (INTC)	\$20.47	-\$0.17	25 470 958
Washington Mutual Inc (WM)	\$3.23	-\$1.72	23 766 100
Microsoft Corp (MSFT)	\$25.15	-\$0.10	23 538 021

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	2.70%	16.89%
MATERIALS	2.12%	24.03%
INDUSTRIALS	-1.33%	-5.09%
CONSUMER DISCRETIONARY	-2.06%	-30.26%
CONSUMER STAPLES	-0.79%	-12.56%
HEALTH CARE	0.89%	-18.08%
FINANCIALS	-3.03%	-20.19%
INFORMATION TECHNOLOGY	-1.90%	-8.24%
TELECOMMUNICATIONS SERVICES	-1.45%	-11.42%
UTILITIES	-0.41%	-7.83%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	3.13%	3.17%
CAN GOVT 5 YR	3.34%	3.39%
CAN GOVT 7 YR	3.49%	3.55%
CAN GOVT 10 YR	3.71%	3.78%
CAN GOVT 30 YR	4.05%	4.08%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$145.08	\$145.08	\$73.93
GOLD SPOT (\$/OZ)	\$973.20	\$964.20	\$666.90
CAD per USD	1.0058	1.0094	1.0477
CAD per EURO	1.5998	1.6085	1.4440
USD per EURO	1.5906	1.5937	1.3783
YEN per USD	106.165	106.270	121.930

Source: Bloomberg