

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	11 421.99	-11.72	-0.10%	1.79%	-13.89%	-14.07%
S&P 500 Index	1 251.70	2.65	0.21%	0.76%	-14.76%	-14.94%
Nasdaq Composite Index	2 261.27	3.05	0.14%	0.24%	-14.74%	-12.76%
S&P/TSX Composite Index	12 769.58	156.82	1.24%	-0.37%	-7.69%	-7.18%
FTSE 100 (UK)	5 416.70	98.30	1.85%	3.36%	-16.11%	-14.11%
DAX (Germany)	6 234.89	55.99	0.91%	1.75%	-22.71%	-16.57%
NIKKEI 225 (Japan)	12 214.76	112.26	0.93%	0.02%	-20.21%	-22.68%
HANG SENG (Hong-Kong)	19 352.90	-35.82	-0.18%	-2.91%	-30.42%	-20.39%

## MARKET REVIEW

### The greenback hits a wall

The U.S. dollar capped a strong week by losing ground today against major currencies. The euro rose to U.S. \$1.4229 from U.S. \$1.3998. For its part the loonie rebounded to U.S. \$0.9409 from U.S. \$0.9301.

The drop in the U.S. dollar spurred gold prices, which rose for first time in five trading sessions. Gold increased \$19.41 to \$765.88/ounce. Oil on the other failed to capitalize on the greenback's weakness. Crude prices retreated \$0.07 to \$100.80/barrel.

Canadian equities gained ground, benefiting from a rebound in the Materials sector. The S&P/TSX Composite gained 156.82 points, or 1.24%, to 12769.58.

In the U.S., equity markets ended the day virtually unchanged, as investors await further developments regarding troubled financial institutions. The Dow Jones Industrials Average retreated 11.72 points, or 0.10%, to 11421.99. The S&P 500 Composite increased 2.65 points, or 0.21%, to 1251.7. The Nasdaq Composite rose 3.05 points, or 0.14%, to 2261.27.

U.S. retail sales fell by 0.3% in August, following July's -0.5% decline. The headline number was boosted by a 1.9% surge in auto sales. Sales excluding autos were off by 0.7%, compared to a 0.3% rise one-month earlier. Gasoline stations sales fell by 2.5%. This depressed headline sales by 0.3%. In fact most of the major retail sales components slipped in August. Electronics & appliances (-1.3%), building materials (-2.2%), clothing (-0.3%) and general merchandise stores (-0.2%) all lost ground. On a year-over-year basis, total retail sales growth decelerated to 1.6% in August from 2.1% in July.

The U.S. Producer Price Index fell by 0.9% in August, a larger drop than the -0.5% expected by analysts. The headline PPI was pushed down by drops in energy prices, including gasoline (-3.5%), natural gas (-5.0%) and home heating oil (-13.7%). However the core PPI rose by 0.2%.

There were some positive signs on the U.S. consumer front. The University of Michigan's consumer sentiment index surged forward to 73.1 from 63, its highest reading since January 2008.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Eastern Platinum Ltd (ELR)	\$1.22	\$0.23	13 551 439
Yamana Gold Inc (YRI)	\$9.10	\$0.99	8 809 602
Goldcorp Inc (G)	\$30.78	\$3.39	6 460 333
Uranium One Inc (UUU)	\$4.09	\$0.10	6 315 295
Royal Bank of Canada (RY)	\$49.22	-\$0.74	5 688 978

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
American International Group Inc (AIG)	\$12.14	-\$5.41	36 334 400
Lehman Brothers Holdings Inc (LEH)	\$3.65	-\$0.57	35 139 700
Washington Mutual Inc (WM)	\$2.73	-\$0.10	31 135 900
Microsoft Corp (MSFT)	\$27.62	\$0.30	29 614 611
Intel Corp (INTC)	\$20.16	\$0.02	27 303 959

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	1.82%	-2.50%
MATERIALS	8.20%	-9.60%
INDUSTRIALS	-0.90%	-0.58%
CONSUMER DISCRETIONARY	-0.52%	-21.07%
CONSUMER STAPLES	-0.49%	-6.39%
HEALTH CARE	3.68%	-15.95%
FINANCIALS	-1.18%	-10.25%
INFORMATION TECHNOLOGY	-3.98%	-5.16%
TELECOMMUNICATIONS SERVICES	1.02%	-9.13%
UTILITIES	0.43%	-8.44%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	2.78%	2.73%
CAN GOVT 5 YR	3.09%	3.00%
CAN GOVT 7 YR	3.32%	3.21%
CAN GOVT 10 YR	3.60%	3.49%
CAN GOVT 30 YR	4.05%	3.96%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$100.80	\$100.87	\$79.91
GOLD SPOT (\$/OZ)	\$765.88	\$746.47	\$711.60
CAD per USD	1.0628	1.0752	1.0368
CAD per EURO	1.5122	1.5052	1.4415
USD per EURO	1.4229	1.3998	1.3904
YEN per USD	107.869	107.170	114.250

Source: Bloomberg