

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	11 446.66	207.38	1.85%	1.94%	-13.71%	-18.07%
S&P 500 Index	1 260.32	14.96	1.20%	0.55%	-14.17%	-18.66%
Nasdaq Composite Index	2 312.30	27.45	1.20%	2.41%	-12.82%	-14.75%
S&P/TSX Composite Index	13 460.25	-43.55	-0.32%	-2.06%	-2.70%	-6.41%
FTSE 100 (UK)	5 286.30	135.70	2.63%	-2.23%	-18.13%	-20.62%
DAX (Germany)	6 271.27	115.90	1.88%	-0.53%	-22.26%	-21.98%
NIKKEI 225 (Japan)	12 887.95	127.15	1.00%	-1.37%	-15.81%	-29.25%
HANG SENG (Hong-Kong)	21 734.72	511.22	2.41%	-0.40%	-21.85%	-5.74%

## MARKET REVIEW

### U.S. financials lead broader market advance

Equity markets gained ground today with financial stocks leading the way, after JP Morgan announced that its Q2 earnings beat street estimates. The company reported a 53% drop in net income to \$2 billion (\$0.54 per share) from \$4.2 billion (\$\$1.20 per share) one-year ago. However despite the decrease, the performance was better than consensus estimates, which expected earnings of \$0.44 per share. JP Morgan also set aside another \$1.3 billion during the quarter to cover future loan losses. The Dow Jones Industrials Average gained 207.38 points, or 1.85%, to 11446.66. The S&P 500 Composite increased 14.96 points, or 1.20%, to 1260.32. The Nasdaq Composite rose 27.45 points, or 1.20%, to 2312.3.

The price of Coca-Cola Co. shares fell today despite its announcement of better than expected quarterly results. The beverage company reported a 23% drop in profits as volume sales growth slowed. Coca-Cola earned \$1.42 billion (\$0.61 per share), down from \$1.85 billion (\$0.80 per share) one-year-ago.

In Canada the S&P/TSX fell today led by commodity related stocks, which put pressure on the overall index. The S&P/TSX Composite lost 43.55 points, or 0.32%, to 13460.25.

Crude prices declined \$4.75 to \$129.85/barrel. Gold retreated \$3.56 to \$956.40/ounce.

In the U.S. housing starts rose a whopping 9.1% in June to 1.066 million units, above consensus estimates. The rise was partly explained by a new set of construction codes enacted in New York City. Excluding northeast multifamily data, housing starts fell 4% during June.

The IMF revised its global GDP growth forecast yesterday from 3.7% to 4.1% for 2008 and 3.9% in 2009 after a better-than-expected performance in the early part of 2008. The organization also reported that price pressures are mounting in emerging and developing nations. As a result the IMF therefore raised its inflation forecasts by more than 1.5 percentage points in both 2008 and 2009, to 9.1 percent and 7.4 percent, respectively.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Eastern Platinum Ltd (ELR)	\$1.89	-\$0.19	12 082 141
Nexen Inc (NXY)	\$32.84	-\$4.12	8 433 879
Bombardier Inc (BBD/B)	\$7.08	\$0.18	7 210 060
BCE Inc (BCE)	\$38.96	\$0.53	6 835 968
Royal Bank of Canada (RY)	\$44.35	\$1.55	6 504 590

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Intel Corp (INTC)	\$21.99	\$1.08	42 494 278
Wachovia Corp (WB)	\$13.44	\$2.90	40 150 200
Microsoft Corp (MSFT)	\$27.52	\$0.27	39 344 940
Bank of America Corp (BAC)	\$26.50	\$3.83	36 788 800
Citigroup Inc (C)	\$17.97	\$1.53	33 238 300

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	-2.99%	7.07%
MATERIALS	-2.74%	15.36%
INDUSTRIALS	2.17%	-1.54%
CONSUMER DISCRETIONARY	2.85%	-26.61%
CONSUMER STAPLES	1.43%	-10.68%
HEALTH CARE	0.46%	-16.75%
FINANCIALS	3.17%	-15.00%
INFORMATION TECHNOLOGY	0.76%	-5.63%
TELECOMMUNICATIONS SERVICES	2.29%	-8.56%
UTILITIES	-0.39%	-11.47%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	3.13%	3.07%
CAN GOVT 5 YR	3.37%	3.32%
CAN GOVT 7 YR	3.55%	3.51%
CAN GOVT 10 YR	3.78%	3.74%
CAN GOVT 30 YR	4.14%	4.13%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$129.85	\$134.60	\$74.02
GOLD SPOT (\$/OZ)	\$956.40	\$959.95	\$664.90
CAD per USD	1.0058	1.0019	1.0438
CAD per EURO	1.5947	1.5857	1.4384
USD per EURO	1.5855	1.5826	1.3781
YEN per USD	106.415	105.140	122.340

Source: Bloomberg