

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	11 388.40	368.71	3.35%	-0.29%	-14.15%	-17.57%
S&P 500 Index	1 255.08	48.57	4.03%	0.27%	-14.53%	-17.92%
Nasdaq Composite Index	2 273.90	74.80	3.40%	0.56%	-14.27%	-14.72%
S&P/TSX Composite Index	12 913.00	848.43	7.03%	1.12%	-6.65%	-7.37%
FTSE 100 (UK)	5 311.30	431.30	8.84%	-1.95%	-17.74%	-17.78%
DAX (Germany)	6 189.53	326.11	5.56%	-0.73%	-23.28%	-20.14%
NIKKEI 225 (Japan)	11 920.90	431.60	3.76%	-2.41%	-22.13%	-27.23%
HANG SENG (Hong-Kong)	19 327.70	1 695.24	9.61%	-0.13%	-30.51%	-24.37%

## MARKET REVIEW

### Massive bailout plan ignites global stock market surge

U.S. equities registered large gains after the federal government announced significant measures to contain the present liquidity crisis. The largest beneficiary of the new measures was the financial sector which led today's rally. The Dow Jones Industrials Average rose 368.71 points, or 3.35%, to 11388.4. The S&P 500 Composite increased 48.57 points, or 4.03%, to 1255.08. The Nasdaq Composite advanced 74.8 points, or 3.40%, to 2273.9.

The mammoth proposed rescue plan put forward by the U.S. Treasury and the Federal Reserve is reminiscent of the 1989 Resolution Trust Corporation (RTC) and the 1933 Home Owners' Loan Corporation (HOLC) initiatives. The current plan includes three major components. The first is the creation of an \$800 billion fund which would purchase hard-to-value mortgage-related assets from banks. Secondly, a \$400 billion pool at the Federal Deposit Insurance Corp. will be created to provide insurance to investors in money-market funds. This liquidity injection would ease pressure on short-term U.S. dollar money market funds. And finally, a temporary ban on short-selling on Financials will be implemented effective immediately, for 10 days. However the halt may be extended for up to 30 days.

Global reaction to the new initiatives was hugely positive. European and Asian stocks recorded big bounces as did the Canadian S&P/TSX index. The S&P/TSX Composite gained 848.43 points, or 7.03%, to 12913.

Bond markets also reacted to the news. Three-month Treasury bill yields surged by 88 basis points to 0.96%, while two and 10 year yields rose to 2.20% and 3.82% respectively from 1.69% and 3.54%.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Bombardier Inc (BBD/B)	\$6.59	\$0.49	20 849 583
Royal Bank of Canada (RY)	\$51.31	\$3.32	19 962 454
Yamana Gold Inc (YRI)	\$9.94	\$0.84	17 683 156
Manulife Financial Corp (MFC)	\$36.83	\$1.49	14 620 448
Bank of Nova Scotia (BNS)	\$49.94	\$2.57	12 725 808

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
American International Group Inc (AIG)	\$3.85	\$1.16	90 539 800
Citigroup Inc (C)	\$20.65	\$3.82	69 806 900
Microsoft Corp (MSFT)	\$25.16	-\$0.10	67 748 885
Intel Corp (INTC)	\$19.23	-\$0.03	56 566 803
General Electric Co (GE)	\$26.62	\$1.83	53 528 300

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	8.14%	-1.16%
MATERIALS	9.64%	-4.31%
INDUSTRIALS	4.97%	-2.70%
CONSUMER DISCRETIONARY	2.26%	-22.20%
CONSUMER STAPLES	2.18%	-6.25%
HEALTH CARE	2.38%	-22.09%
FINANCIALS	5.49%	-9.25%
INFORMATION TECHNOLOGY	11.85%	-9.08%
TELECOMMUNICATIONS SERVICES	6.38%	-12.13%
UTILITIES	5.16%	-7.77%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	2.90%	2.55%
CAN GOVT 5 YR	3.19%	2.94%
CAN GOVT 7 YR	3.51%	3.21%
CAN GOVT 10 YR	3.70%	3.51%
CAN GOVT 30 YR	4.14%	4.03%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$104.32	\$97.88	\$81.93
GOLD SPOT (\$/OZ)	\$872.12	\$850.84	\$721.40
CAD per USD	1.0507	1.0606	1.0151
CAD per EURO	1.5232	1.5210	1.4169
USD per EURO	1.4495	1.4348	1.3957
YEN per USD	107.257	105.440	116.100

Source: Bloomberg