

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	10 854.20	-161.49	-1.47%	-1.85%	-18.17%	-21.46%
S&P 500 Index	1 188.22	-18.87	-1.56%	-2.09%	-19.08%	-22.12%
Nasdaq Composite Index	2 153.34	-25.64	-1.18%	-2.47%	-18.81%	-19.39%
S&P/TSX Composite Index	12 532.60	-105.47	-0.83%	2.50%	-9.40%	-10.10%
FTSE 100 (UK)	5 136.12	-100.14	-1.91%	2.20%	-20.46%	-20.45%
DAX (Germany)	6 068.53	-39.22	-0.64%	1.73%	-24.78%	-22.14%
NIKKEI 225 (Japan)	12 090.60	0.01	0.00%	4.14%	-21.02%	-25.88%
HANG SENG (Hong-Kong)	18 872.80	-759.40	-3.87%	3.13%	-32.14%	-26.97%

## MARKET REVIEW

### Bernanke tells Congress that bailout is essential

In testimony today before the Senate Banking Committee, Federal Reserve Chairman Ben S. Bernanke urged Congress to adopt a \$700 billion bailout plan quickly, to avoid serious consequences to financial markets and to the economy.

Bond markets reacted to the Bernanke's comments by bringing down three-month Treasury bill yields to 0.71% from 1.25%. U.S. two-year Treasury yields fell to 2.07 from 2.12%.

U.S. equity indexes lost ground today as market participants awaited developments regarding the bailout plan. The Dow Jones Industrials Average declined 161.49 points, or 1.47%, to 10854.2. The S&P 500 Composite pulled back 18.87 points, or 1.56%, to 1188.22. The Nasdaq Composite lost 25.64 points, or 1.18%, to 2153.34.

In Canada the S&P/TSX also declined. The S&P/TSX Composite retreated 105.47 points, or 0.83%, to 12532.6.

Crude prices declined \$14.09 to \$106.83/barrel. Gold pulled back \$2.58 to \$894.43/ounce.

In other news, Canadian 12-month headline CPI inflation accelerated in August to 3.5% from 3.4% in July. The Bank of Canada's core index jumped higher-than-expected to 1.7% from 1.5% the previous month.

On a monthly basis, the seasonally adjusted headline CPI rose by 0.2%, the smallest increase in five months. Five of eight sub-groups increased. Health & personal care (+0.92%) and shelter (+0.41%) led the way. Transportation (-2.07%) trailed. The energy component declined 3.0%, led by a 6.6% fall in gasoline prices and a 0.43% fall in electricity prices. The seasonally-adjusted core inflation rate rose by 0.3% from 0.1% one month earlier.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Eastern Platinum Ltd (ELR)	\$1.02	\$0.02	10 274 762
Yamana Gold Inc (YRI)	\$10.56	-\$0.44	9 958 276
Bombardier Inc (BBD/B)	\$6.39	-\$0.06	8 045 303
Kinross Gold Corp (K)	\$17.43	-\$0.93	6 713 974
UTS Energy Corp (UTS)	\$1.74	\$0.09	6 574 397

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Microsoft Corp (MSFT)	\$25.44	\$0.04	37 544 039
Intel Corp (INTC)	\$18.63	\$0.13	27 283 585
American International Group Inc (AIG)	\$5.00	\$0.28	27 025 500
Cisco Systems Inc (CSCO)	\$22.73	-\$0.38	19 708 251
Oracle Corp (ORCL)	\$19.69	-\$0.06	17 465 667

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	-1.76%	-4.42%
MATERIALS	-4.66%	-6.24%
INDUSTRIALS	-0.29%	-7.42%
CONSUMER DISCRETIONARY	-0.07%	-25.02%
CONSUMER STAPLES	0.45%	-8.26%
HEALTH CARE	0.19%	-24.01%
FINANCIALS	1.97%	-10.90%
INFORMATION TECHNOLOGY	-0.49%	-15.79%
TELECOMMUNICATIONS SERVICES	0.38%	-15.35%
UTILITIES	-1.29%	-12.91%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	2.89%	2.85%
CAN GOVT 5 YR	3.16%	3.14%
CAN GOVT 7 YR	3.43%	3.41%
CAN GOVT 10 YR	3.67%	3.66%
CAN GOVT 30 YR	4.11%	4.10%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$106.83	\$120.92	\$81.62
GOLD SPOT (\$/OZ)	\$894.43	\$897.00	\$731.50
CAD per USD	1.0370	1.0358	1.0008
CAD per EURO	1.5231	1.5305	1.4102
USD per EURO	1.4689	1.4774	1.4091
YEN per USD	105.254	105.510	115.500

Source: Bloomberg