

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	11 583.69	186.13	1.63%	-0.42%	-12.67%	-13.28%
S&P 500 Index	1 284.26	21.06	1.67%	0.16%	-12.54%	-12.87%
Nasdaq Composite Index	2 329.72	10.10	0.44%	0.17%	-12.16%	-9.82%
S&P/TSX Composite Index	13 683.21	340.66	2.55%	1.26%	-1.08%	-1.31%
FTSE 100 (UK)	5 420.70	101.50	1.91%	-0.54%	-16.05%	-12.66%
DAX (Germany)	6 460.12	61.32	0.96%	-1.16%	-19.92%	-13.36%
NIKKEI 225 (Japan)	13 367.79	208.34	1.58%	0.41%	-12.67%	-22.68%
HANG SENG (Hong-Kong)	22 690.60	432.60	1.94%	-1.92%	-18.42%	-0.22%

## MARKET REVIEW

### Crude oil prices gain ground

The Canadian S&P/TSX composite index surged today, boosted by a sharp rise in crude oil prices, which helped the Energy sector advance. The S&P/TSX Composite gained 340.66 points, or 2.55%, to 13683.21.

The oil price gains came after the U.S. Department of Energy reported that gasoline inventories decreased by 3.52 million units, which was more than markets expected. Crude prices increased \$4.71 to \$126.90/barrel.

In the U.S., stocks moved forward despite the surge in crude prices. The Dow Jones Industrials Average increased 186.13 points, or 1.63%, to 11583.69. The S&P 500 Composite rose 21.06 points, or 1.67%, to 1284.26. The Nasdaq Composite advanced 10.1 points, or 0.44%, to 2329.72.

The U.S. dollar also held up well, in the face of today's oil price gains.

WestJet Airlines' profits declined in Q2 due to higher fuel costs. The airline nevertheless beat analysts' earnings expectations. WestJet earned \$30.2 million during the quarter, (\$0.23 per share) down three cents a share compared to the same quarter one year earlier.

In other news, President George W. Bush signed into law legislation that helps 400,000 homeowners facing foreclosure. The legislation also extends lifelines to Fannie Mae and Freddie Mac, the two biggest U.S. providers of mortgage money. The law will attempt to stem foreclosures and the free-fall in housing prices, by providing federal insurance for refinanced 30-year mortgages for homeowners struggling to make their monthly payments. The measure is also designed to restore confidence in Fannie Mae and Freddie Mac by tightening regulations and authorizing the Treasury secretary to inject capital into the two companies, if needed.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
HudBay Minerals Inc (HBM)	\$10.10	\$0.76	24 861 061
Bombardier Inc (BBD/B)	\$7.20	\$0.43	11 982 319
Teck Cominco Ltd (TCK/B)	\$48.66	\$5.81	11 125 282
Fording Canadian Coal Trust (FDG-U)	\$89.55	-\$0.80	10 236 498
Barrick Gold Corp (ABX)	\$43.36	-\$0.14	6 265 561

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Intel Corp (INTC)	\$22.23	\$0.00	23 290 087
Microsoft Corp (MSFT)	\$26.23	\$0.12	22 054 470
Cisco Systems Inc (CSCO)	\$22.17	-\$0.25	22 024 904
Bank of America Corp (BAC)	\$33.61	\$1.39	21 417 200
Clear Channel Communications Inc (CCU)	\$35.98	\$0.04	17 808 000

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	4.79%	8.69%
MATERIALS	2.97%	12.18%
INDUSTRIALS	2.12%	2.55%
CONSUMER DISCRETIONARY	-0.09%	-26.44%
CONSUMER STAPLES	1.19%	-11.12%
HEALTH CARE	-0.13%	-15.81%
FINANCIALS	0.95%	-11.01%
INFORMATION TECHNOLOGY	2.44%	2.46%
TELECOMMUNICATIONS SERVICES	0.40%	-13.00%
UTILITIES	0.35%	-3.06%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	3.08%	3.06%
CAN GOVT 5 YR	3.38%	3.36%
CAN GOVT 7 YR	3.58%	3.55%
CAN GOVT 10 YR	3.82%	3.79%
CAN GOVT 30 YR	4.17%	4.14%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$126.90	\$122.19	\$76.83
GOLD SPOT (\$/OZ)	\$906.36	\$918.90	\$665.00
CAD per USD	1.0236	1.0237	1.0672
CAD per EURO	1.5947	1.5959	1.4618
USD per EURO	1.5579	1.5588	1.3697
YEN per USD	108.115	108.110	119.050

Source: Bloomberg