

Market Review

January 12, 2010

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	10,627.26	-36.73	-0.34%	0.52%	1.91%	25.41%
S&P 500 Index	1,136.22	-10.76	-0.94%	-0.03%	1.89%	30.56%
Nasdaq Composite Index	2,282.31	-30.10	-1.30%	-1.14%	0.58%	48.32%
S&P/TSX Composite Index	11,820.18	-126.95	-1.06%	-0.57%	0.63%	34.42%
FTSE 100 (UK)	5,498.71	-39.36	-0.71%	-0.43%	1.59%	24.23%
DAX (Germany)	5,943.00	-97.50	-1.61%	-1.47%	-0.24%	25.92%
NIKKEI 225 (Japan)	10,879.14	80.82	0.75%	1.85%	3.15%	23.11%
HANG SENG (Hong-Kong)	22,326.64	-84.88	-0.38%	0.21%	2.08%	59.81%

MARKET REVIEW

Stocks Drop on Concern Recovery to Slow

The Standard & Poor's 500 Index dropped for the first time this year while European stocks fell the most in three weeks and Treasuries rose on concern the economic recovery will slow as governments withdraw stimulus. China ordered banks to set aside more reserves to cool the expansion of the world's fastest-growing major economy, stoking concern that recovery from the global recession will falter. Alcoa Inc.'s earnings trailed analyst estimates and Chevron Corp. said last quarter's profit was lower than the previous period, spurring speculation fourth-quarter results will disappoint investors. The Dow Jones Industrials Average lost 36.73 points, or 0.34%, to 10627.26. The S&P 500 Composite pulled back 10.76 points, or 0.94%, to 1136.22. The Nasdaq Composite declined 30.1 points, or 1.30%, to 2282.31.

The trade deficit in the U.S. widened in November more than anticipated as imports climbed faster than exports, pointing to a rebound in global demand that is fueling growth. The gap expanded 9.7 percent to \$36.4 billion, the highest level since January, from a revised \$33.2 billion in October.

Canada unexpectedly posted a trade deficit in November, led by rising imports of energy, machinery and automobiles, keeping the country headed for its first annual deficit in goods trade since 1975. The deficit totaled \$344 million in November, following a revised surplus of \$503 million the previous month. Economists expected a surplus of \$500 million.

Canadian stocks fell for a second day, led by energy and material producers, as oil and copper prices fell after China raised bank reserve requirements to cool its economy. Potash Corp. of Saskatchewan Inc. slid over 3 percent as fertilizer producers slumped after the U.S. reported record crops in 2009. The S&P/TSX Composite retreated 126.95 points, or 1.06%, to 11820.18. Crude prices lost \$1.73 to \$80.79/barrel. Gold pulled back \$24.25 to \$1127.60/ounce.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Yellow Pages Income Fund (YLO-U)	\$5.25	-\$0.11	13,082,228
Talisman Energy Inc (TLM)	\$19.09	-\$0.76	6,791,951
Yamana Gold Inc (YRI)	\$12.73	-\$0.40	5,520,663
Bombardier Inc (BBD/B)	\$5.36	\$0.12	4,829,617
Eldorado Gold Corp (ELD)	\$15.09	-\$0.44	3,686,703

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Citigroup Inc (C)	\$3.52	-\$0.11	66,803,100
Bank of America Corp (BAC)	\$16.36	-\$0.57	34,951,000
Alcoa Inc (AA)	\$15.52	-\$1.93	25,006,200
Ford Motor Co (F)	\$11.87	-\$0.24	21,031,300
Intel Corp (INTC)	\$20.61	-\$0.34	19,094,009

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	-1.09%	0.36%
MATERIALS	-2.88%	5.98%
INDUSTRIALS	-0.49%	1.34%
CONSUMER DISCRETIONARY	-0.19%	1.26%
CONSUMER STAPLES	-0.09%	0.03%
HEALTH CARE	-0.12%	-0.46%
FINANCIALS	-0.34%	-1.51%
INFORMATION TECHNOLOGY	-1.29%	-5.96%
TELECOMMUNICATIONS SERVICES	0.59%	-1.75%
UTILITIES	-0.22%	-0.83%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	1.27%	1.29%
CAN GOVT 5 YR	2.67%	2.70%
CAN GOVT 7 YR	3.00%	3.07%
CAN GOVT 10 YR	3.55%	3.61%
CAN GOVT 30 YR	4.10%	4.14%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$80.79	\$82.52	\$37.59
GOLD SPOT (\$/OZ)	\$1,127.60	\$1,151.85	\$820.85
CAD per USD	1.0394	1.0335	1.2184
CAD per EURO	1.5065	1.4998	1.6266
USD per EURO	1.4494	1.4513	1.3362
YEN per USD	90.970	92.090	89.220

Source: Bloomberg



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