

Market Review

January 25, 2010

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	10 196.86	23.88	0.23%	-3.89%	-2.22%	26.24%
S&P 500 Index	1 096.78	5.02	0.46%	-3.46%	-1.64%	31.83%
Nasdaq Composite Index	2 210.80	5.51	0.25%	-3.37%	-2.57%	49.65%
S&P/TSX Composite Index	11 354.51	11.08	0.10%	-3.37%	-3.33%	31.60%
FTSE 100 (UK)	5 260.31	-42.68	-0.80%	-4.26%	-2.82%	29.81%
DAX (Germany)	5 631.37	-63.95	-1.12%	-4.85%	-5.47%	34.76%
NIKKEI 225 (Japan)	10 512.69	-77.86	-0.74%	-3.15%	-0.32%	35.73%
HANG SENG (Hong-Kong)	20 598.55	-127.63	-0.62%	-4.01%	-5.82%	63.76%

MARKET REVIEW

US Home Sales Drop in December

Sales of existing U.S. homes plunged more than anticipated in December, showing the dependence of the housing market on a government tax credit. Purchases slumped 17 percent the month after a government tax credit was originally due to expire, the biggest decline since records began in 1968. The report reflects a sharp drop in demand after buyers stopped scrambling to qualify for a tax credit of up to \$8,000 for first-time homeowners. It had been due to expire on Nov. 30. But Congress extended the deadline until April 30 and expanded it with a new \$6,500 credit for existing homeowners who move.

U.S. stocks advanced, while the yen and two-year Treasury notes retreated, as investors grew more confident that Ben S. Bernanke will be reconfirmed as chairman of the Federal Reserve as the White House and the Senate's senior Republican predicted two days after wavering support among some Democrats helped drive stock prices lower. The Dow Jones Industrials Average gained 23.88 points, or 0.23%, to 10196.86. The S&P 500 Composite increased 5.02 points, or 0.46%, to 1096.78. The Nasdaq Composite rose 5.51 points, or 0.25%, to 2210.8.

Canadian stocks gained as investors look for bargains after the biggest weekly decline in three months. Scotiabank, Canada's third-biggest bank, led financials higher a Macquarie analyst boosted the stock to "neutral" from "underperform." Kingsway Financial Services Inc. soared 14 percent to C\$1.73 after the insurer agreed to sell Jevco Insurance Co. to Westaim Corp. in a deal Westaim valued at about C\$263 million. The S&P/TSX Composite advanced 11.08 points, or 0.10%, to 11354.51.

Greece regained some market confidence on Monday as a hefty premium on the first Greek bond issue of the year led to strong demand, providing relief from a deep economic crisis that has battered its markets for weeks.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Bombardier Inc (BBD/B)	\$5.23	\$0.21	5 431 789
Yamana Gold Inc (YRI)	\$11.16	-\$0.20	3 847 530
Royal Bank of Canada (RY)	\$52.62	-\$0.26	3 170 037
Suncor Energy Inc (SU)	\$35.15	-\$0.05	3 116 168
Barrick Gold Corp (ABX)	\$38.15	-\$0.51	3 081 748

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Citigroup Inc (C)	\$3.23	-\$0.02	74 257 100
Bank of America Corp (BAC)	\$14.98	\$0.08	41 086 600
Intel Corp (INTC)	\$20.32	\$0.41	22 001 825
Cisco Systems Inc (CSCO)	\$22.99	\$0.02	17 031 660
Microsoft Corp (MSFT)	\$29.29	\$0.33	16 809 666

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	0.46%	-3.51%
MATERIALS	-0.97%	-2.67%
INDUSTRIALS	0.10%	-1.70%
CONSUMER DISCRETIONARY	0.22%	0.05%
CONSUMER STAPLES	-0.20%	-2.02%
HEALTH CARE	0.08%	-0.19%
FINANCIALS	0.47%	-4.40%
INFORMATION TECHNOLOGY	-0.18%	-6.61%
TELECOMMUNICATIONS SERVICES	0.29%	-2.72%
UTILITIES	0.24%	-0.83%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	1.18%	1.17%
CAN GOVT 5 YR	2.47%	2.47%
CAN GOVT 7 YR	2.83%	2.83%
CAN GOVT 10 YR	3.38%	3.37%
CAN GOVT 30 YR	4.01%	4.00%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$75.26	\$74.54	\$46.47
GOLD SPOT (\$/OZ)	\$1 098.20	\$1 093.20	\$899.75
CAD per USD	1.0579	1.0578	1.2311
CAD per EURO	1.4971	1.4955	1.5956
USD per EURO	1.4152	1.4139	1.2975
YEN per USD	90.240	89.820	88.750

Source: Bloomberg