

Market Review

October 16, 2009

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	9 995.91	-67.03	-0.67%	1.33%	13.90%	11.32%
S&P 500 Index	1 087.68	-8.88	-0.81%	1.51%	20.42%	14.92%
Nasdaq Composite Index	2 156.80	-16.49	-0.76%	0.82%	36.76%	25.56%
S&P/TSX Composite Index	11 504.76	0.25	0.00%	0.59%	28.01%	24.11%
FTSE 100 (UK)	5 190.24	-32.71	-0.63%	0.55%	17.05%	34.41%
DAX (Germany)	5 743.39	-87.38	-1.50%	0.55%	19.40%	24.24%
NIKKEI 225 (Japan)	10 257.56	18.91	0.18%	2.41%	15.78%	21.27%
HANG SENG (Hong-Kong)	21 929.90	-69.18	-0.31%	2.00%	52.42%	43.99%

MARKET REVIEW

Canadian Prices Fall for Fourth Straight Month, Longest Stretch Since 1953

U.S. stocks fell, pulling benchmark indexes down from a one-year high, as General Electric Co. and Bank of America Corp. The Dow Jones Industrials Average retreated 67.03 points, or 0.67%, to 9995.91. The S&P 500 Composite pulled back 8.88 points, or 0.81%, to 1087.68. The Nasdaq Composite declined 16.49 points, or 0.76%, to 2156.8.

Industrial production in the U.S. rose more than anticipated in September, putting manufacturing at the forefront of the emerging economic recovery. The 0.7% increase in production at factories, mines and utilities exceeded every forecast of economists and followed gains of 1.2% in August and 0.9% in July. Another report showed consumer sentiment dropped more than projected in October, a reminder that households remain nervous about the strength of the emerging economic recovery. The Reuters/University of Michigan preliminary index of consumer sentiment decreased to 69.4 from 73.5 in September.

Canadian stocks ended the day unchanged as gold producers gained as the precious metal rebounded after two days of losses. The S&P/TSX Composite rose 0.25 points, or 0.00%, to 11504.76. Crude prices gained \$0.95 to \$78.53/barrel. Gold advanced \$2.10 to \$1052.30/ounce.

Canada's consumer prices fell for the fourth straight month in September, the longest stretch since 1953, on lower energy prices. The consumer price index fell 0.9% in September from a year earlier, following August's 0.8% decline and matching July's 0.9% drop that was the biggest in more than half a century.

Economists expected a 0.9% decline in the annual rate. The index was unchanged on a monthly basis in September, instead of the 0.1 percent gain economists predicted.

Bankrupt Nortel Networks Corp. won court approval for a plan to sell its optical-networking business at an auction with Ciena Corp. as lead bidder after making changes to the proposal. Ciena, which has offered about \$530 million for the unit, agreed to put up a 5% deposit as other bidders are required to do.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Lundin Mining Corp (LUN)	\$4.36	\$0.20	12 085 466
New Gold Inc (NGD)	\$4.52	\$0.04	10 696 448
UTS Energy Corp (UTS)	\$1.98	\$0.00	6 690 793
Yamana Gold Inc (YRI)	\$12.87	\$0.40	6 382 667
Bombardier Inc (BBD/B)	\$5.02	\$0.06	4 709 846

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Citigroup Inc (C)	\$4.59	-\$0.16	68 375 200
Bank of America Corp (BAC)	\$17.26	-\$0.84	51 476 500
General Electric Co (GE)	\$16.08	-\$0.71	45 023 700
Intel Corp (INTC)	\$20.18	-\$0.49	25 071 260
Microsoft Corp (MSFT)	\$26.50	-\$0.21	22 193 131

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	0.31%	36.70%
MATERIALS	1.25%	30.86%
INDUSTRIALS	0.51%	16.07%
CONSUMER DISCRETIONARY	0.15%	5.58%
CONSUMER STAPLES	0.43%	-1.14%
HEALTH CARE	-0.30%	29.07%
FINANCIALS	-0.59%	36.30%
INFORMATION TECHNOLOGY	-1.28%	40.46%
TELECOMMUNICATIONS SERVICES	0.47%	-9.87%
UTILITIES	1.32%	2.52%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	1.60%	1.68%
CAN GOVT 5 YR	2.79%	2.89%
CAN GOVT 7 YR	3.03%	3.12%
CAN GOVT 10 YR	3.48%	3.55%
CAN GOVT 30 YR	3.95%	4.01%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$78.53	\$77.58	\$69.85
GOLD SPOT (\$/OZ)	\$1 052.30	\$1 050.20	\$804.60
CAD per USD	1.0368	1.0338	1.1783
CAD per EURO	1.5451	1.5454	1.5856
USD per EURO	1.4898	1.4947	1.3456
YEN per USD	90.860	90.550	101.570

Source: Bloomberg



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