

Market Review

October 26, 2009

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	9 867.96	-104.22	-1.05%	-2.22%	12.44%	17.77%
S&P 500 Index	1 066.95	-12.65	-1.17%	-2.82%	18.12%	21.69%
Nasdaq Composite Index	2 141.85	-12.62	-0.59%	-1.58%	35.82%	38.00%
S&P/TSX Composite Index	11 234.88	-147.25	-1.29%	-2.63%	25.00%	20.88%
FTSE 100 (UK)	5 191.74	-50.83	-0.97%	-1.70%	17.08%	33.69%
DAX (Germany)	5 642.16	-98.09	-1.71%	-3.60%	17.30%	31.35%
NIKKEI 225 (Japan)	10 362.62	79.63	0.77%	1.23%	16.97%	35.48%
HANG SENG (Hong-Kong)	22 589.73	0.00	0.00%	1.75%	57.01%	79.02%

MARKET REVIEW

Stock Markets Slid

U.S. stocks slid, erasing an early rally, on concern lawmakers will phase out a tax credit for homebuyers and Bank of America Corp. will have to sell shares to pay back its government bailout. The dollar rebounded from a 14-month low against the euro and oil wiped out an early advance. All 12 shares in a gauge of homebuilders slid. Bank of America sank on speculation government officials will force the company to raise more capital, while Fifth Third Bancorp, SunTrust Banks Inc. and U.S. Bancorp declined at least 2.8 percent after Rochdale Securities LLC analyst Dick Bove downgraded the shares. Monsanto Co. as Goldman Sachs Group Inc. lowered its earnings estimates for the world's largest seed producer, citing company discounts on cornseed prices. The Dow Jones Industrials Average declined 104.22 points, or 1.05%, to 9867.96. The S&P 500 Composite lost 12.65 points, or 1.17%, to 1066.95. The Nasdaq Composite retreated 12.62 points, or 0.59%, to 2141.85.

Verizon Communications Inc., the second-largest U.S. phone company, reported third-quarter profit that topped analysts' estimates after cutting workers and adding mobile-phone customers.

Canadian stocks fell for a second day, led by energy and raw-materials producers, as a rebounding U.S. dollar weighed on commodity prices. Suncor Energy Inc., Canada's largest energy producer, dropped as crude oil fell below \$80 a barrel. Royal Bank of Canada, the nation's largest lender, declined as Bank of America Corp. led North American financials lower. Goldcorp Inc. declined after bullion reached its lowest price since Oct. 7. Macquarie Group Ltd., Australia's largest investment bank, agreed to buy CI Financial Corp.'s Blackmont Capital unit for C\$93.3 million (\$88.3 million) to add a brokerage in Canada. The S&P/TSX Composite pulled back 147.25 points, or 1.29%, to 11234.88. Crude prices declined \$1.82 to \$78.68/barrel. Gold lost \$16.70 to \$1038.70/ounce.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Lundin Mining Corp (LUN)	\$4.45	-\$0.07	9 003 395
Harvest Energy Trust (HTE-U)	\$9.80	-\$0.03	6 581 947
Yamana Gold Inc (YRI)	\$12.03	-\$0.63	5 801 424
Bombardier Inc (BBD/B)	\$4.60	-\$0.09	4 656 876
Kinross Gold Corp (K)	\$21.65	-\$0.85	3 827 567

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Citigroup Inc (C)	\$4.27	-\$0.19	110 080 500
Bank of America Corp (BAC)	\$15.40	-\$0.82	53 560 500
Microsoft Corp (MSFT)	\$28.68	\$0.66	42 301 640
Intel Corp (INTC)	\$19.83	\$0.05	22 103 438
General Electric Co (GE)	\$15.01	-\$0.19	19 433 100

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	-1.48%	31.45%
MATERIALS	-2.69%	26.31%
INDUSTRIALS	-0.71%	12.86%
CONSUMER DISCRETIONARY	-0.85%	4.57%
CONSUMER STAPLES	-0.57%	-2.49%
HEALTH CARE	-0.67%	24.59%
FINANCIALS	-0.93%	33.85%
INFORMATION TECHNOLOGY	0.98%	40.40%
TELECOMMUNICATIONS SERVICES	-0.31%	-8.91%
UTILITIES	-0.44%	2.29%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	1.54%	1.52%
CAN GOVT 5 YR	2.81%	2.77%
CAN GOVT 7 YR	3.07%	3.04%
CAN GOVT 10 YR	3.55%	3.50%
CAN GOVT 30 YR	4.02%	3.98%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$78.68	\$80.50	\$64.15
GOLD SPOT (\$/OZ)	\$1 038.70	\$1 055.40	\$734.75
CAD per USD	1.0657	1.0538	1.2775
CAD per EURO	1.5849	1.5813	1.6126
USD per EURO	1.4872	1.5008	1.2623
YEN per USD	92.180	92.060	94.320

Source: Bloomberg

1) National Bank Financial is an indirect wholly-owned subsidiary of National Bank of Canada.

2) National Bank of Canada is a public company listed on Canadian stock exchanges.

3) National Bank Financial may act as financial advisor, fiscal agent or underwriter for certain companies mentioned herein and may receive remuneration for its services. 4) National Bank Financial and/or its officers, directors, representatives or associates may have a position in the securities mentioned herein and may make purchases and/or sales of these securities from time to time in the open market or otherwise. 5) The information contained herein was obtained from sources which we believe to be reliable, however we cannot represent that it is accurate or complete. 6) This is not a recommendation for any security or investment sector as it may not be suitable for all types of investors. Please contact your investment advisor before purchase to discuss your investor profile and to further discuss these risk factors.