

# Market Review

October 27, 2009

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	9 882.17	14.21	0.14%	-1.59%	12.60%	20.87%
S&P 500 Index	1 063.41	-3.54	-0.33%	-2.53%	17.73%	25.27%
Nasdaq Composite Index	2 116.09	-25.76	-1.20%	-2.19%	34.18%	40.52%
S&P/TSX Composite Index	11 053.54	-181.34	-1.61%	-4.20%	22.99%	29.47%
FTSE 100 (UK)	5 200.97	9.23	0.18%	-0.81%	17.29%	35.00%
DAX (Germany)	5 635.02	-7.14	-0.13%	-3.04%	17.15%	30.00%
NIKKEI 225 (Japan)	10 212.46	-150.16	-1.45%	-1.20%	15.27%	42.57%
HANG SENG (Hong-Kong)	22 169.59	-420.14	-1.86%	-0.96%	54.09%	101.25%

## MARKET REVIEW

### US Consumer Confidence Falls

US stocks finished the day mixed as confidence among U.S. consumers unexpectedly fell for a second month in October, reinforcing the views of Federal Reserve policy makers who say household spending will be restrained by rising unemployment. The Conference Board's confidence index dropped to 47.7, trailing the lowest economist forecast, from a revised 53.4 in September. Limited Brands Inc. led consumer discretionary stocks lower as the owner of the Victoria's Secret chain said it expects percentage declines in sales at store open at least one year to be "in the negative low-to-mid single digits" this month. IBM, the world's largest computer-services provider announced that it will reward its shareholders with a plan to repurchase stock, while Verizon Communications Inc. gained as the second-largest U.S. phone company was raised to "outperform" at Wells Fargo & Co., which said "wireline margins troughed in Q3 and should be a driver of upside going forward." The Dow Jones Industrials Average gained 14.21 points, or 0.14%, to 9882.17. The S&P 500 Composite lost 3.54 points, or 0.33%, to 1063.41. The Nasdaq Composite pulled back 25.76 points, or 1.20%, to 2116.09.

Canadian stocks fell for a third day as banks and raw-materials producers declined on concern that the global economy will be slow to recover after U.S. consumer confidence unexpectedly dropped. Royal Bank of Canada, the country's biggest lender led financials lower and Kinross Gold Corp., the nation's third-largest gold producer, sank after reducing its production forecast for the year. Rogers Communications Inc., Canada's largest wireless carrier, reported third-quarter profit that beat analysts' estimates as users of its handsets including Apple Inc.'s iPhone spent more on data. Shares of Lululemon Athletica Inc. jumped after the yoga wear retailer raised its earnings guidance for its third quarter due to better than expected sales. The S&P/TSX Composite retreated 181.34 points, or 1.61%, to 11053.54. Crude prices gained \$0.87 to \$79.55/barrel. Gold advanced \$0.70 to \$1039.20/ounce.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Rogers Communications Inc (RCI/B)	\$30.37	\$1.47	7 747 496
Bombardier Inc (BBD/B)	\$4.48	-\$0.12	6 610 921
Yamana Gold Inc (YRI)	\$12.02	-\$0.01	6 604 005
Kinross Gold Corp (K)	\$20.38	-\$1.27	6 293 937
Lundin Mining Corp (LUN)	\$4.49	\$0.04	6 216 685

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Citigroup Inc (C)	\$4.27	\$0.00	55 803 800
Bank of America Corp (BAC)	\$15.45	\$0.05	45 146 400
Microsoft Corp (MSFT)	\$28.61	-\$0.07	24 365 761
Intel Corp (INTC)	\$19.74	-\$0.09	21 256 921
General Electric Co (GE)	\$14.93	-\$0.08	19 353 000

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	-0.57%	30.71%
MATERIALS	-1.79%	24.05%
INDUSTRIALS	-2.54%	9.99%
CONSUMER DISCRETIONARY	-0.95%	3.58%
CONSUMER STAPLES	-0.41%	-2.88%
HEALTH CARE	-0.17%	24.38%
FINANCIALS	-2.96%	29.88%
INFORMATION TECHNOLOGY	-2.69%	36.63%
TELECOMMUNICATIONS SERVICES	2.19%	-6.91%
UTILITIES	-0.38%	1.90%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	1.48%	1.54%
CAN GOVT 5 YR	2.74%	2.81%
CAN GOVT 7 YR	3.00%	3.08%
CAN GOVT 10 YR	3.48%	3.54%
CAN GOVT 30 YR	3.98%	4.02%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$79.55	\$78.68	\$63.22
GOLD SPOT (\$/OZ)	\$1 039.20	\$1 038.50	\$730.80
CAD per USD	1.0663	1.0690	1.2952
CAD per EURO	1.5776	1.5903	1.6182
USD per EURO	1.4794	1.4876	1.2493
YEN per USD	91.810	92.190	92.780

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.