

Market Review

February 10, 2010

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	10,038.38	-20.26	-0.20%	-2.26%	-3.74%	27.25%
S&P 500 Index	1,068.13	-2.39	-0.22%	-2.66%	-4.21%	29.13%
Nasdaq Composite Index	2,147.87	-3.00	-0.14%	-1.96%	-5.34%	40.87%
S&P/TSX Composite Index	11,286.33	12.09	0.11%	-0.91%	-3.91%	27.99%
FTSE 100 (UK)	5,131.99	20.15	0.39%	-2.31%	-5.19%	21.81%
DAX (Germany)	5,536.37	38.11	0.69%	-2.39%	-7.07%	22.88%
NIKKEI 225 (Japan)	9,963.99	31.09	0.31%	-4.23%	-5.52%	25.40%
HANG SENG (Hong-Kong)	19,922.22	131.94	0.67%	-3.86%	-8.92%	43.53%

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Bernanke Says Discount Rate May Rise 'Before Long'

The Federal Reserve may raise the discount rate "before long" as part of the "normalization" of Fed lending, a move that won't signal any change in the outlook for monetary policy, Chairman Ben S. Bernanke said. Bernanke repeated the Federal Open Market Committee statement that low rates are warranted "for an extended period" in testimony prepared for the House Financial Services Committee. The Fed may also temporarily replace the federal funds rate as a policy guide with interest it pays on banks' deposits should fed funds become a "less reliable indicator than usual."

The U.S. trade deficit unexpectedly widened in December as imports rose faster than exports, gains that signaled a pickup in global economic growth. The gap grew to \$40.2 billion, the biggest in a year, from \$36.4 billion in November. Imports increased 4.8 percent and exports climbed 3.3 percent to the highest level since October 2008.

U.S. stocks swung between gains and losses as Germany and France discussed assistance for Greece, offsetting Federal Reserve Chairman Ben S. Bernanke's plan to raise the discount rate for loans to banks "before long." The Dow Jones Industrials Average retreated 20.26 points, or 0.20%, to 10038.38. The S&P 500 Composite declined 2.39 points, or 0.22%, to 1068.13. The Nasdaq Composite pulled back 3 points, or 0.14%, to 2147.87. Sprint Nextel Corp. slid 10 percent as the third-largest U.S. wireless carrier reported sales that trailed analyst estimates, while Dean Foods Co. slumped 13 percent after the nation's biggest dairy processor forecast profit below projections.

Canada posted a wider-than-expected merchandise trade deficit in December, led by automobiles, capping the country's first annual shortfall since 1975. The monthly deficit totaled \$246 million, following a revised November deficit of \$201 million. Economists expected a \$100 million deficit.

Canadian stocks rose as financial companies gained before quarterly earnings reports from the country's three largest insurers. The S&P/TSX Composite rose 12.09 points, or 0.11%, to 11286.33. Crude prices increased \$0.77 to \$74.52/barrel. Gold lost \$5.15 to \$1072.94/ounce.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Suncor Energy Inc (SU)	\$31.28	-\$0.57	5,827,075
Teck Resources Ltd (TCK/B)	\$35.58	-\$0.69	5,043,515
Talisman Energy Inc (TLM)	\$17.82	-\$0.18	5,028,436
Progress Energy Resources Corp (PRQ)	\$12.83	-\$0.17	4,332,491
Cenovus Energy Inc (CVE)	\$24.79	-\$0.58	3,582,859

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Sprint Nextel Corp (S)	\$3.36	-\$0.29	30,641,400
Citigroup Inc (C)	\$3.20	\$0.02	30,058,500
Bank of America Corp (BAC)	\$14.67	\$0.20	25,216,600
Intel Corp (INTC)	\$19.70	\$0.05	16,377,896
Cisco Systems Inc (CSCO)	\$23.76	-\$0.13	16,096,787

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	-0.89%	-7.03%
MATERIALS	-0.56%	-4.43%
INDUSTRIALS	0.45%	-3.27%
CONSUMER DISCRETIONARY	0.41%	1.32%
CONSUMER STAPLES	-0.27%	-1.75%
HEALTH CARE	1.26%	-2.40%
FINANCIALS	1.15%	-2.94%
INFORMATION TECHNOLOGY	0.69%	1.31%
TELECOMMUNICATIONS SERVICES	0.82%	-0.68%
UTILITIES	0.17%	-3.41%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	1.35%	1.28%
CAN GOVT 5 YR	2.52%	2.44%
CAN GOVT 7 YR	2.87%	2.81%
CAN GOVT 10 YR	3.43%	3.38%
CAN GOVT 30 YR	4.04%	4.01%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$74.52	\$73.75	\$37.55
GOLD SPOT (\$/OZ)	\$1,072.94	\$1,078.09	\$915.10
CAD per USD	1.0630	1.0656	1.2438
CAD per EURO	1.4593	1.4702	1.6061
USD per EURO	1.3728	1.3797	1.2913
YEN per USD	89.980	89.690	90.470

Source: Bloomberg



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