

Market Review

February 4, 2010

INDEX	CLOSE	NET CHANGE	DAILY % CHANGE	WEEKLY % CHANGE	% YTD	% LAST 12 MONTHS
Dow Jones Industrial Average	10 002.18	-268.37	-2.61%	-1.17%	-4.08%	25.71%
S&P 500 Index	1 063.11	-34.17	-3.11%	-1.98%	-4.66%	27.74%
Nasdaq Composite Index	2 125.43	-65.48	-2.99%	-2.46%	-6.33%	40.29%
S&P/TSX Composite Index	11 128.76	-261.70	-2.30%	-1.29%	-5.26%	28.02%
FTSE 100 (UK)	5 139.31	-113.84	-2.17%	-0.12%	-5.05%	21.54%
DAX (Germany)	5 533.24	-138.85	-2.45%	-0.13%	-7.12%	23.16%
NIKKEI 225 (Japan)	10 355.98	-48.35	-0.46%	-0.56%	-1.81%	28.82%
HANG SENG (Hong-Kong)	20 341.64	-380.44	-1.84%	-0.07%	-7.00%	55.71%

MARKET REVIEW

Worries Over The Debt Struggles Of Euro-Zone Countries

U.S. stocks sank on Thursday as escalating fears of sovereign debt problems in Europe led investors to dump riskier assets. Mining and materials companies' shares took a pounding. Worries over the debt struggles of euro-zone countries Greece, Portugal and Spain fueled a flight from stocks to the safe-haven dollar, which hurt commodity prices denominated in the greenback. "There is significant global concern because of the tidal wave of money shipped around the world," said Fred Dickson, chief market strategist of D.A. Davidson & Co in Oregon. The U.S. dollar shot up to a seven-month high against the euro amid growing concerns. European Central Bank President Jean-Claude Trichet said Europe's economic recovery could be uneven and "subject to uncertainty." A stronger dollar can cut investor appetite for oil, which is priced in the U.S. currency. The Dow Jones Industrials Average retreated 268.37 points, or 2.61%, to 10002.18. The S&P 500 Composite lost 34.17 points, or 3.11%, to 1063.11. The Nasdaq Composite declined 65.48 points, or 2.99%, to 2125.43.

Toronto's main stock market index fell sharply, hurt by weaker commodity prices and intensifying worry about sovereign debt in some euro zone countries. "Open Text, BCE, and Cisco in the States had good numbers and they're all acting well. Other than that, there's a negative tone to the market. I don't see a lot of selling yet in terms of volume, but it just seems a bit of a buyers' strike," said Bruce Latimer, trader at Dundee Securities. The S&P/TSX Composite pulled back 261.7 points, or 2.30%, to 11128.76.

Canadian data for building permits and purchasing activity were weaker than expected, but both indicators showed growth from the previous month and added to the view that the Canadian economy is healing. Purchasing activity edged back into expansion territory in January, according to the Ivey Purchasing Managers Index. The index edged up to 50.8 in January from 48.4 in December, but was slightly below market forecasts for a rise to 52.5.

Crude prices retreated \$3.95 to \$73.03/barrel. Gold lost \$46.78 to \$1063.02/ounce.

MOST ACTIVE BY VOLUME IN S&P/TSX	LAST PRICE	VAR DAY \$	VOLUME
Suncor Energy Inc (SU)	\$31.60	-\$1.08	7 362 922
Teck Resources Ltd (TCK/B)	\$34.06	-\$2.80	6 892 793
Manulife Financial Corp (MFC)	\$19.39	-\$0.67	6 493 208
Bombardier Inc (BBD/B)	\$5.29	-\$0.19	6 208 730
Barrick Gold Corp (ABX)	\$36.44	-\$1.61	5 703 211

MOST ACTIVE BY VOLUME IN S&P 500	LAST PRICE	VAR DAY \$	VOLUME
Citigroup Inc (C)	\$3.18	-\$0.19	82 819 900
Bank of America Corp (BAC)	\$14.75	-\$0.78	42 366 700
Cisco Systems Inc (CSCO)	\$23.12	\$0.05	35 631 311
Intel Corp (INTC)	\$19.01	-\$0.67	26 562 810
General Electric Co (GE)	\$16.04	-\$0.64	25 198 800

S&P/TSX INDUSTRY GROUP	DAILY % CHANGE	YTD
ENERGY	-2.26%	-6.03%
MATERIALS	-5.11%	-8.79%
INDUSTRIALS	-2.04%	-4.57%
CONSUMER DISCRETIONARY	-1.29%	0.15%
CONSUMER STAPLES	-0.63%	-1.62%
HEALTH CARE	-1.37%	-2.47%
FINANCIALS	-1.55%	-4.77%
INFORMATION TECHNOLOGY	-0.98%	0.61%
TELECOMMUNICATIONS SERVICES	0.61%	-2.30%
UTILITIES	-1.15%	-3.15%

INTEREST RATES	LAST YIELD	PREVIOUS
CAN GOVT 2 YR	1.27%	1.33%
CAN GOVT 5 YR	2.43%	2.50%
CAN GOVT 7 YR	2.80%	2.86%
CAN GOVT 10 YR	3.36%	3.43%
CAN GOVT 30 YR	3.99%	4.04%

CURRENCIES & COMMODITIES	LAST PRICE	PREVIOUS	1 YEAR AGO
OIL WTI (\$/BARREL)	\$73.03	\$76.98	\$40.32
GOLD SPOT (\$/OZ)	\$1 063.02	\$1 109.80	\$905.75
CAD per USD	1.0727	1.0626	1.2323
CAD per EURO	1.4728	1.4763	1.5833
USD per EURO	1.3729	1.3893	1.2849
YEN per USD	88.970	90.980	89.430

Source: Bloomberg



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