



CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
USD/CAD	1.371	0.0000	2 Year	4.50	1-Feb-26	100.235	4.35	0.00
CAD/USD	0.729	-0.0001	5 Year	4.00	1-Mar-29	100.88	3.79	0.00
EUR/CAD	1.466	-0.0003	10 Year	3.00	1-Jun-34	93.556	3.77	-0.08
GBP/CAD	1.707	-0.0003	30 Year	1.75	1-Dec-53	65.316	3.68	-0.25
CAD/JPY	113.003	-0.0050						

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
EUR/USD	1.070	-0.0003	2 Year	4.50	31-Mar-26	99.160	4.95	-0.01
GBP/USD	1.245	-0.0002	5 Year	4.125	31-Mar-29	97.656	4.65	-0.09
USD/JPY	154.910	0.0000	10 Year	4.50	15-Feb-34	95.000	4.63	-0.22
			30 Year	4.25	15-Feb-54	91.859	4.76	-0.41

CANADIAN DOLLAR (PER U.S. DOLLAR)

U.S. 10-YEAR YIELD

DAILY COMMENTARY

Bonds rallied after yesterday's successful two year auction. The market is weaker this morning as it faces a record five-year Treasury auction. Canada's retail sales disappointed with a decline.



ECONOMIC RELEASES							CANADA/U.S. SPREADS			YIELD CURVE SHIFTS			
DATE	CANADA	EST	ACTUAL	USA	EST	ACTUAL	Term	BPs	CHANGE	ROLL	SPREAD	CHANGE	
MON	Bloomberg Nanos Confidence		51.7	Chicago Fed	0.09	0.15							
	Ind'l Product Prices		0.8%				2 Year	-0.69	0.007	2 - 10 Year	-0.48	0.02	
	Raw materials prices		4.7%				5 Year	-0.86	0.023	2 - 30 Year	-0.57	0.02	
TUE				Philly Fed non-mfg		-12.40	10 Year	-0.86	0.019	5 - 10 Year	-0.02	0.01	
				Mfg PMI	52.00	49.90	30 Year	-1.06	-0.004	10 - 30 Year	-0.09	0.00	
				Services PMI	52.0	50.9	U.S. RATES			CDN MONEY MARKET		CANADIAN RATES	
				New Home Sales	1.2%	8.8%	Call Rate	7.25	30 Day	5.29	BANK RATE	5.00	
				Richmond Fed	-8.00	-6.00	Fed Funds	5.50	60 Day	5.28			
WED	Retail Sales	0.10%	-0.1%	MBA Mortgage Apps	2.50%	-2.7%	Discount	5.50	90 Day	5.28			
				Durable Goods	0.20%	0.2%							
				Capital goods									
THU	Payroll Employment Change			Initial Jobless Claims	215k								
				Continuing Claims	1810k								
				GDP Ann QoQ	2.5%								
				Pers Consumption	2.8%								
				GDP Price Index	3.00%								
				Core PCE Price Index	3.40%								
				Trade Balance	(\$91.1b)								
				Wholesale Inventories	0.3%								
				Pending Home Sales	-0.3%								
					Kansas Fed								
FRI				Personal Income	0.5%								
				Personal Spending	0.6%								
				PCE Core Deflator Mom	0.3%								
				PCE Core Deflator YoY	2.7%								
				U Michigan Sentiment	77.9								

Source: Bloomberg, Odlum Brown Limited