

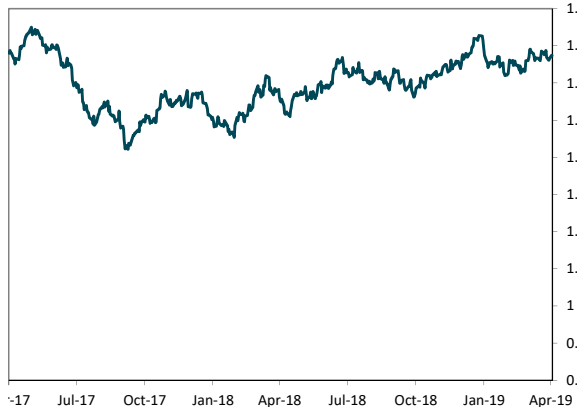


CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
USD/CAD	1.337	0.0013	2 Year	2.25	1-Feb-21	101.185	1.59	0.00
CAD/USD	0.748	-0.0008	5 Year	2.25	1-Mar-24	103.21	1.57	0.01
EUR/CAD	1.501	0.0023	10 Year	2.00	1-Jun-28	102.596	1.69	0.04
GBP/CAD	1.743	-0.0041	30 Year	2.75	1-Dec-48	117.415	1.97	0.14
CAD/JPY	83.498	-0.0940						

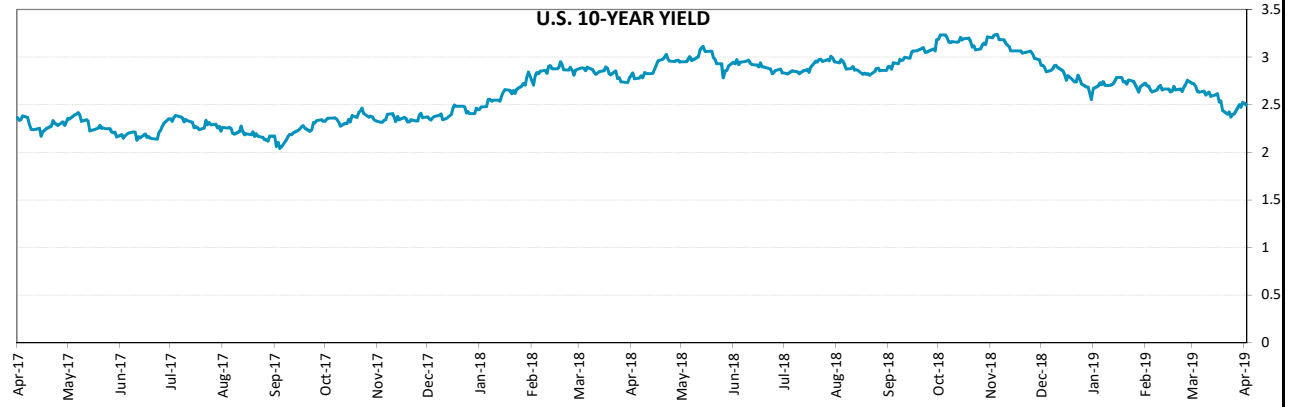
  

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
EUR/USD	1.123	0.0005	2 Year	2.25	31-Mar-21	99.828	2.34	0.00
GBP/USD	1.303	-0.0046	5 Year	2.125	31-Mar-24	99.156	2.31	0.07
USD/JPY	111.660	0.0000	10 Year	2.625	15-Feb-29	101.109	2.49	0.16
			30 Year	3.00	15-Feb-49	101.906	2.90	0.31

**CANADIAN DOLLAR (PER U.S. DOLLAR)**



**U.S. 10-YEAR YIELD**



**DAILY COMMENTARY**

Government bond yields are little changed as employment reports came in close to expectations.

Source: Bloomberg, Odium Brown



ECONOMIC RELEASES							CANADA/U.S. SPREADS			YIELD CURVE SHIFTS			
DATE	CANADA	EST	ACTUAL	USA	EST	ACTUAL	0	BPs	CHANGE	ROLL	SPREAD	CHANGE	
67 MON	Markit Canada Manufacturing Bloomberg Nanos Confidence		50.5	Retail Sales Advance MoM	0.2%	-0.2%							
			55.4	Retail Sales ex Auto MoM	0.3%	-0.4%	3 Month	-0.78	0.066	2 - 5 Year	-0.02	0.00	
				Markit US Manuf PMI	52.5	52.4	2 Year	-0.75	0.001	2 - 10 Year	0.11	0.00	
				ISM Manufacturing	54.5	55.3	5 Year	-0.74	-0.013	2 - 30 Year	0.39	-0.01	
				Construction Spending	-0.2%	1.0%	10 Year	-0.80	-0.017	5 - 10 Year	0.13	0.00	
TUE				Durable Goods Orders	-1.8%	-1.6%	30 Year	-0.93	-0.011	10 - 30 Year	0.28	0.00	
				Durables ex Trans	0.1%	0.1%							
				Cap Goods Orders Nondef	0.1%	-0.1%							
				Cap Goods Ship Nondef	-0.1%	0.0%							
WED				MBA Mortgage Applications		18.6%	U.S. RATES			CDN MONEY MARKET		CANADIAN RATES	
				ADP Employment Change	175k	129k	PRIME	5.50	Bankers' Acceptances	PRIME	3.95		
				Markit US Services PMI	54.8	55.3	BANK RATE	4.25	30 Day	1.98	BANK RATE	1.75	
				Markit US Composite PMI		54.6	FED FUNDS	2.50	60 Day	2.00			
				ISM Non-Manuf Index	58.0	56.1	DISCOUNT	3.00	90 Day	2.02			
THU	Ivey Purchasing Managers		54.3	Initial Jobless Claims	215k	202k	<b>CANADA YIELD CURVE</b> <i>January 3, 2012 - Today</i>						
				Continuing Claims	1752k	1717k							
				Bloomberg Consumer Conf		58.9							
1 FRI	Net Change in Employment Unemployment Rate Hourly Wages Participation Rate	10k 5.8% 2.2% 65.7	(7.2k) 5.8% 2.3% 65.7	Change in Non Farm Payrolls	175k	196k							
				Unemployment Rate	3.8%	3.8%							
				Avg Hourly Earnings MoM	0.3%	0.1%							
				Avg Hourly Earnings YoY	3.4%	3.2%							

Source: Bloomberg, Odlum Brown