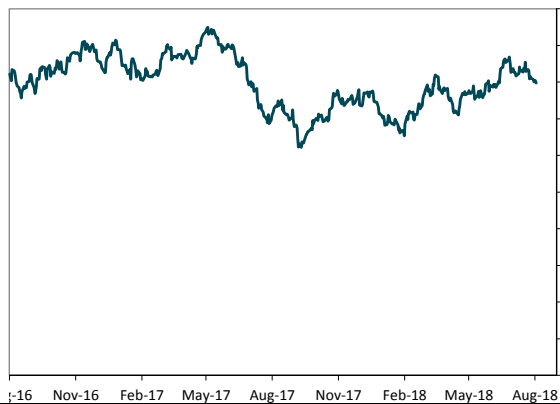




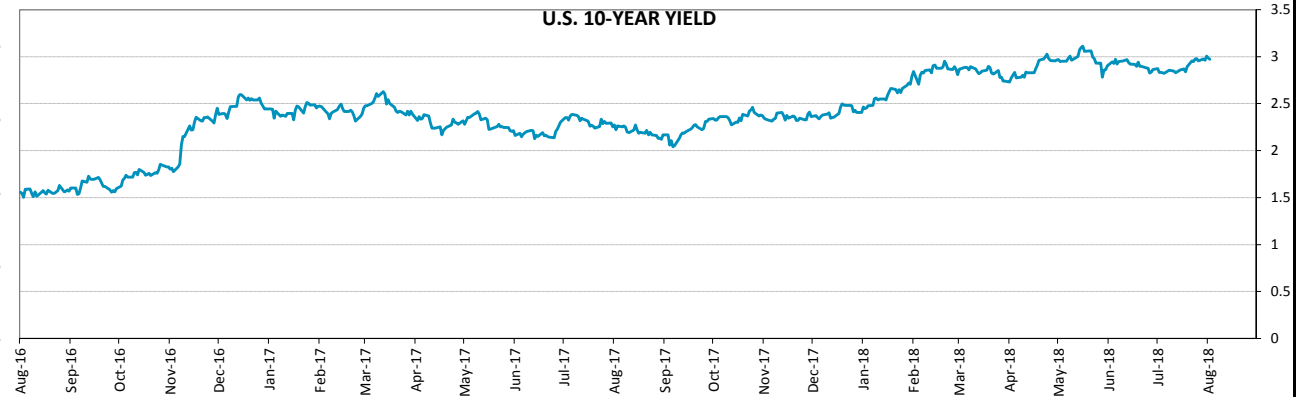
CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
USD/CAD	1.299	-0.0037	2 Year	1.250	1-Nov-19	99.099	1.99	-0.01
CAD/USD	0.770	0.0020	5 Year	1.000	1-Sep-22	95.27	2.22	0.03
EUR/CAD	1.503	-0.0057	10 Year	1.000	1-Jun-27	89.356	2.35	0.12
GBP/CAD	1.688	-0.0068	30 Year	2.750	1-Dec-48	108.352	2.36	0.40
CAD/JPY	85.640	-0.1010						

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
EUR/USD	1.157	-0.0011	2 Year	1.875	31-Dec-19	99.035	2.81	-0.01
GBP/USD	1.300	-0.0016	5 Year	2.125	31-Aug-22	97.148	2.81	0.09
USD/JPY	111.220	-0.4400	10 Year	2.250	15-Nov-27	94.219	2.96	0.16
			30 Year	2.750	15-Nov-47	93.188	3.10	0.30

CANADIAN DOLLAR (PER U.S. DOLLAR)



U.S. 10-YEAR YIELD



DAILY COMMENTARY

The U.S. employment report was mildly disappointing and bond prices are slightly higher. Canada produced a sharply improved trade balance and the Loonie is edging higher.



ECONOMIC RELEASES							CANADA/U.S. SPREADS			YIELD CURVE SHIFTS																											
DATE	CANADA	EST	ACTUAL	USA	EST	ACTUAL	0	BPs	CHANGE	ROLL	SPREAD	CHANGE																									
MON	BBG Nanos Confidence			Pending Home Sales MoM Dallas Fed Mfg.	0.02% 30.0	0.90% 32.3	0			2 - 5 Year	0.16	-0.01																									
							3 Month	-0.58	0.060	2 - 10 Year	0.26	-0.02																									
							5 Year	-0.58	-0.018	2 - 30 Year	0.27	-0.02																									
TUE	Ind'l Product Prices Raw Materials Prices GDP MoM GDP YoY	0.2% 0.30% 2.30%	0.50% 0.50% 0.50% 2.60%	Personal Income Personal Spending PCE Core MoM Pce Core YoY Chicago Purch. Mgrs	0.40% 0.40% 0.10% 2.00% 61.80	0.40% 0.40% 0.10% 1.90% 65.50	10 Year	-0.61	-0.011	5 - 10 Year	0.10	-0.01																									
							30 Year	-0.74	0.000	10 - 30 Year	0.01	0.00																									
WED	Markit Mfg		56.90	MBA Mortgage Applications ADP Empl. Chg. Markit Mfg. Constr. Spending MoM ISM Mfg ISM Prices Paid FOMC Rate Decision	 183k 55.50 0.3% 59.30 75.5 2.00%	 219k 55.30 -1.1% 58.10 73.2 2.00%	<table border="1"> <thead> <tr> <th>U.S. RATES</th> <th>CDN MONEY MARKET</th> <th>CANADIAN RATES</th> </tr> </thead> <tbody> <tr> <td>PRIME</td> <td>5.00</td> <td>Bankers' Acceptances</td> <td>PRIME</td> <td>3.45</td> </tr> <tr> <td>BANK RATE</td> <td>3.75</td> <td>30 Day</td> <td>BANK RATE</td> <td>1.25</td> </tr> <tr> <td>FED FUNDS</td> <td>2.00</td> <td>60 Day</td> <td></td> <td></td> </tr> <tr> <td>DISCOUNT</td> <td>2.50</td> <td>90 Day</td> <td></td> <td></td> </tr> <tr> <td>LIBOR 3MO</td> <td></td> <td></td> <td></td> <td></td> </tr> </tbody> </table>			U.S. RATES	CDN MONEY MARKET	CANADIAN RATES	PRIME	5.00	Bankers' Acceptances	PRIME	3.45	BANK RATE	3.75	30 Day	BANK RATE	1.25	FED FUNDS	2.00	60 Day			DISCOUNT	2.50	90 Day			LIBOR 3MO				
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THU				Initial Jobless Claims Continuing Claims Challenger Job Cuts YoY Factory Orders Durable Goods Capital Goods Orders	220k 1750k 0.7%	218k 1724k -4.2% 0.7% 0.8% 0.2%	<p>CANADA YIELD CURVE January 3, 2012 - Today</p>																														
FRI	Int'l Merch. Trade	(\$2.3b)	(\$0.63b)	Trade Balance Chg Non-Farm Payrolls Unemployment Rate Avge Hrly Earnings Avge Hrly Earnings YoY Services PMI ISM Non-Mfg. Composite	(\$46.4b) 193k 3.9% 0.3% 2.7% 56.2 58.6	(\$46.3b) 157.0 3.9% 0.3% 2.7% 56.0 55.7																															

Source: Bloomberg, Odium Brown