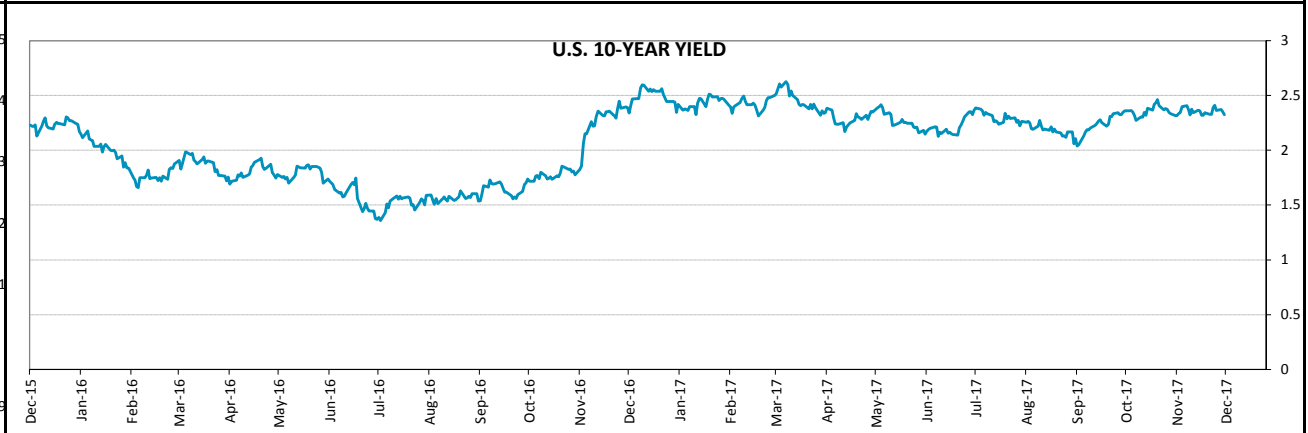
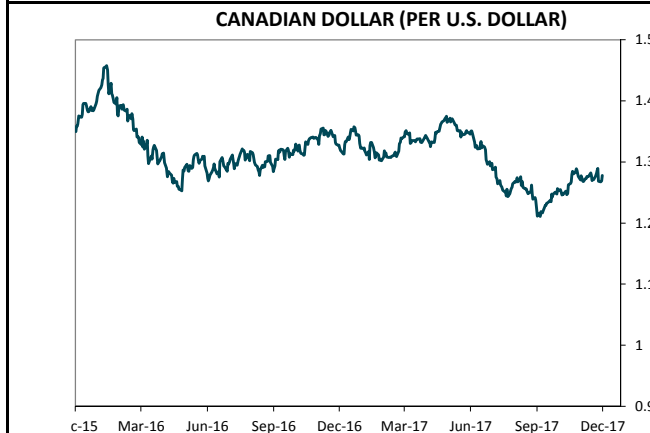




CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
USD/CAD	1.278	0.0090	2 Year	0.750	1-Aug-19	98.821	1.48	0.04
CAD/USD	0.782	-0.0059	5 Year	1.000	1-Sep-22	96.97	1.67	0.11
EUR/CAD	1.506	0.0048	10 Year	1.000	1-Jun-27	92.587	1.86	0.30
GBP/CAD	1.711	0.0042	30 Year	2.750	1-Dec-48	113.293	2.16	0.70
CAD/JPY	87.864	-0.8670						

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
EUR/USD	1.178	-0.0043	2 Year	1.250	31-Aug-19	99.066	1.80	-0.01
GBP/USD	1.339	-0.0058	5 Year	1.625	31-Aug-22	97.820	2.11	0.09
USD/JPY	112.310	-0.2900	10 Year	2.250	15-Aug-27	99.172	2.34	0.20
			30 Year	2.750	15-Aug-47	100.734	2.71	0.47



DAILY COMMENTARY

Bond prices are moving higher on the prospect of a government shutdown. The U.S. dollar is sharply higher. The Loonie dropped a full cent as the Bank of Canada, in no surprise, left the Bank Rate unchanged. The language was cautious from the Bank of Canada but it does see rate increases coming.

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																												
MON				Factory Orders Durable Goods Orders Capital Goods Orders	-0.40% -1.1%	-1.00% -0.8% 0.3%	3 Month	-0.42	0.042	2 - 5 Year	0.17	0.00																												
								-0.31	0.028	2 - 10 Year	0.36	0.00																												
							5 Year	-0.45	0.014	2 - 30 Year	0.66	0.01																												
TUE	Int'l Trade	(\$2.7b)	(\$1.47b)	Trade Balance US Services PMI ISM Non-Mfg Comp.	(\$47.5b) 55.20 59.00	(\$48.7b) 54.50 57.40	10 Year	-0.47	0.014	5 - 10 Year	0.19	0.00																												
							30 Year	-0.55	0.009	10 - 30 Year	0.30	0.01																												
WED	Labour Prody QoQ Bank of Canada Rate Decision	1.00%	-0.60% 1.00%	MBA Mortgage Applications ADP Employment Chg. Non-farm Prody. Unit Labour Costs	190k 3.3% 0.2%	4.4% 190k 3.0% -0.2%	<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>4.25</td> <td>Bankers' Acceptances</td> <td>PRIME</td> <td>3.2</td> </tr> <tr> <td>BANK RATE</td> <td>3.00</td> <td>30 Day</td> <td>BANK RATE</td> <td>1.25</td> </tr> <tr> <td>FED FUNDS</td> <td>1.25</td> <td>60 Day</td> <td></td> <td></td> </tr> <tr> <td>DISCOUNT</td> <td>1.75</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	4.25	Bankers' Acceptances	PRIME	3.2	BANK RATE	3.00	30 Day	BANK RATE	1.25	FED FUNDS	1.25	60 Day			DISCOUNT	1.75	90 Day			LIBOR 3MO							
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FRI	Housing Starts Capy Utilization Rate	215k		Chg. Non-Farm Payrolls Unemployment Rate Avg. Hrly Earnings Avg. Hrly Earnings YoY U Mich. Sentiment	199k 4.1% 0.3% 2.7% 99.0																																			

Source: Bloomberg, Odlum Brown