



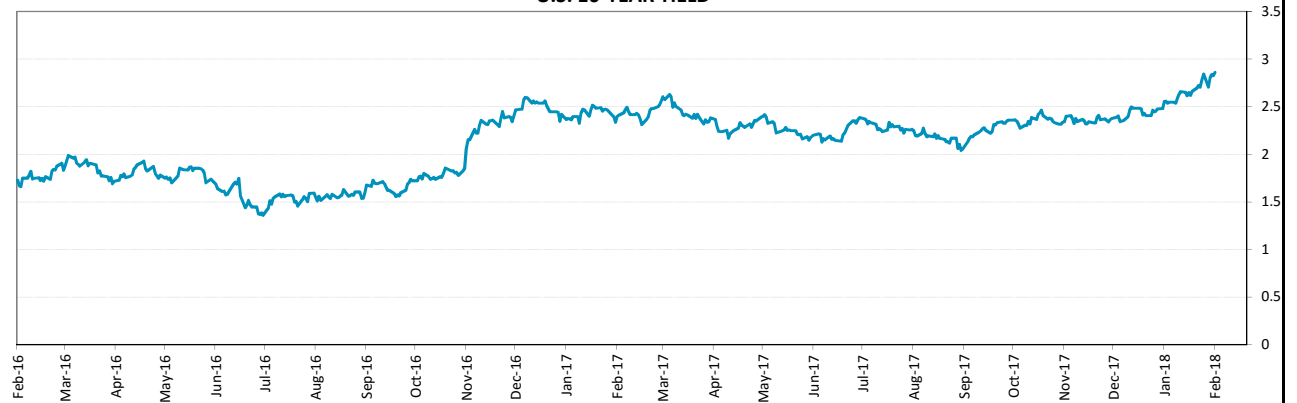
CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
USD/CAD	1.262	0.0012	2 Year	1.250	1-Nov-19	99.148	1.75	0.05
CAD/USD	0.793	-0.0009	5 Year	1.000	1-Sep-22	95.32	2.08	0.11
EUR/CAD	1.545	0.0020	10 Year	1.000	1-Jun-27	88.726	2.35	0.11
GBP/CAD	1.743	-0.0105	30 Year	2.750	1-Dec-48	105.302	2.50	-0.15
CAD/JPY	86.319	0.0270						

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
EUR/USD	1.225	0.0004	2 Year	1.875	31-Dec-19	99.539	2.56	-0.03
GBP/USD	1.382	-0.0098	5 Year	2.125	31-Aug-22	97.953	2.56	-0.13
USD/JPY	108.900	0.1600	10 Year	2.250	15-Nov-27	94.719	2.85	-0.31
			30 Year	2.750	15-Nov-47	92.078	3.15	-0.61

CANADIAN DOLLAR (PER U.S. DOLLAR)



U.S. 10-YEAR YIELD



DAILY COMMENTARY

Canadian employment featured a surprise to the downside today, including an all-time record loss of 137,000 part-time jobs. Wage inflation increased to 3.3% annualized in January.

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				Markit US Services PMI Markit US Composite PMI ISM Non-Mfg Composite	56.5	53.3 53.8 59.9				2 - 5 Year	0.28	0.00
TUE	Int'l Trade Ivey Purch. Mgrs.	(\$2.3b)	(\$3.19b)	Trade Balance JOLTS Job Openings	(\$52.0b)	(\$53.1b) 5.81m	3 Month	-0.39	0.050	2 - 10 Year	0.55	0.01
WED	Building Permits MoM	2.0%	4.8%	MBA Mortgage Applications Consumer Credit	\$19.30b	0.7%	5 Year	-0.47	0.042	2 - 30 Year	0.70	0.04
THU	Housing Starts New House Prices MoM New House Prices YoY	211k 0.1%	216.2k 0.0% 3.3%	Initial Jobless Claims Continuing Claims	235k 1940k	221k 1923k	10 Year	-0.49	0.038	5 - 10 Year	0.27	0.01
FRI	Net Chg. Employment Unemployment Rate	10.0k 5.8%	-88.0k 5.9%	Wholesale Inventories	0.2%	0.4%	30 Year	-0.64	0.012	10 - 30 Year	0.15	0.03

U.S. RATES		CDN MONEY MARKET		CANADIAN RATES	
PRIME	4.50	Bankers' Acceptances		PRIME	3.2
BANK RATE	3.25	30 Day	1.56	BANK RATE	1.25
FED FUNDS	1.50	60 Day	1.61		
DISCOUNT	2.00	90 Day	1.66		
LIBOR 3MO					

CANADA YIELD CURVE
January 3, 2012 - Today

Source: Bloomberg, Odlum Brown