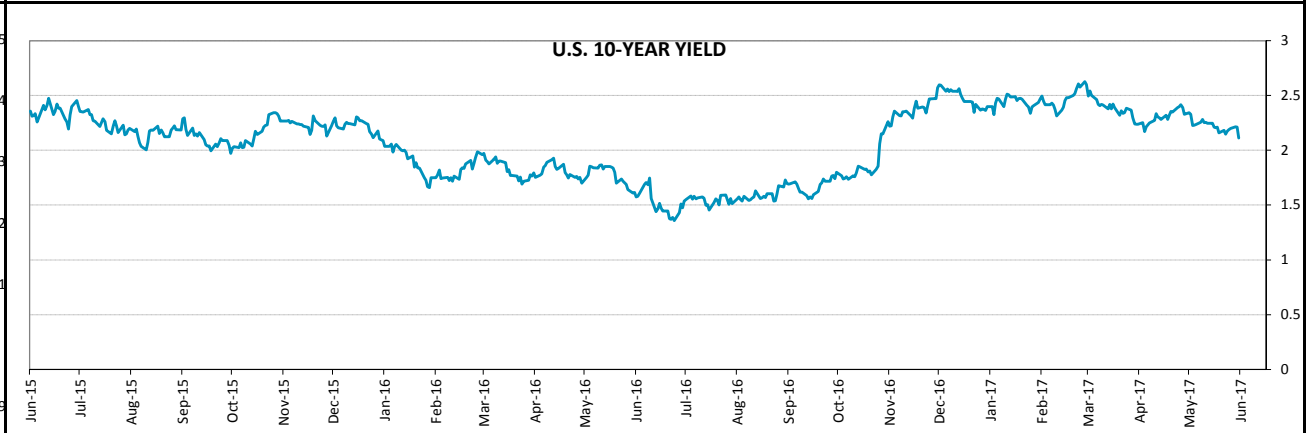
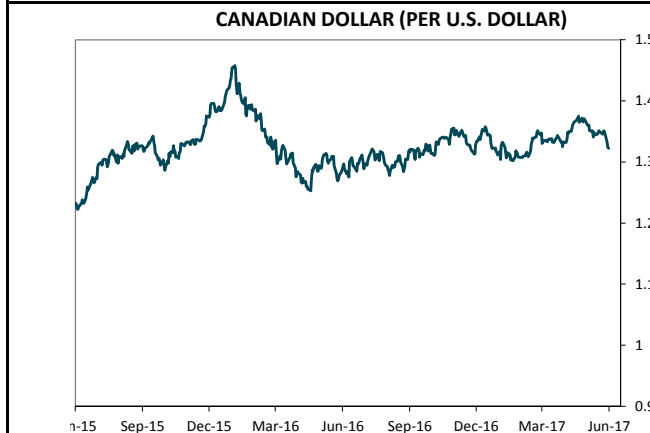




June-14-17

CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
USD/CAD	1.321	-0.0030	2 Year	0.500	1-Feb-19	99.464	0.83	0.06
CAD/USD	0.757	0.0013	5 Year	0.500	1-Mar-22	97.25	1.10	0.18
EUR/CAD	1.490	0.0056	10 Year	1.500	1-Jun-26	100.800	1.41	0.52
GBP/CAD	1.688	-0.0009	30 Year	2.750	1-Dec-48	115.875	2.06	1.23
CAD/JPY	82.472	-0.6500						

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
EUR/USD	1.128	0.0068	2 Year	1.250	31-Mar-19	99.945	1.28	0.08
GBP/USD	1.278	0.0023	5 Year	1.875	31-Mar-22	100.906	1.68	0.42
USD/JPY	108.970	-1.1000	10 Year	2.250	15-Feb-27	101.203	2.11	0.83
			30 Year	3.000	15-Feb-47	104.438	2.78	1.70



DAILY COMMENTARY

The combination of a weak CPI print and poor retail sales numbers is causing bonds to rally sharply. This casts some doubt on today's FOMC rate decision. The Loonie is higher yet again.

Source: Bloomberg, Odium Brown



ECONOMIC RELEASES							CANADA/U.S. SPREADS			YIELD CURVE SHIFTS			
DATE	CANADA	EST	ACTUAL	USA	EST	ACTUAL	TERM	BPs	CHANGE	ROLL	SPREAD	CHANGE	
MON	BBG Nanos Confidence		57.8	Mthly Budget	(\$87b)	(\$88.4b)	3 Month	-0.48	0.047	2 - 5 Year	0.23	-0.01	
								-0.43	-0.031	2 - 10 Year	0.63	-0.02	
							5 Year	-0.58	-0.049	2 - 30 Year	1.20	-0.01	
TUE				NFIB Sm. Buis Optimism	104.50	104.50	10 Year	-0.61	-0.037	5 - 10 Year	0.40	-0.01	
				PPI Core MoM	0.20%	0.30%	30 Year	-0.72	-0.036	10 - 30 Year	0.56	0.01	
				PPI Core YoY	1.90%	2.10%	U.S. RATES			CDN MONEY MARKET		CANADIAN RATES	
WED	Teranet Home Prices		2.23%	MBA Mortgage Applications		2.1%	PRIME	4.00	Bankers' Acceptances	PRIME	2.7		
	Teranet Home Prices YoY		13.90%	CPI Core MoM	0.20%	0.1%	BANK RATE	2.75	30 Day	BANK RATE	0.5		
				CPI Core YoY	1.9%	1.7%	FED FUNDS	1.00	60 Day				
				Real Avge. Wkly Earnings		0.60%	DISCOUNT	1.50	90 Day				
				Real Avge. Wkly Earnings		0.6%	LIBOR 3MO						
				Retail Sales	0.10%	-0.3%							
				FOMC Rate Decision	1.25%								
THU	Mfg Sales MoM	1.0%		Initial Jobless Claims	241k		CANADA YIELD CURVE <i>January 3, 2012 - Today</i>						
	Existing Home Sales			Continuing Claims	1917k								
				Import Price Index									
				Import Price Index YoY	2.9								
				Philly Fed	25.0								
				Ind'l Production	0.20%								
				Capacity Utilization	76.8%								
				Mfg	0.10%								
				NAHB Hsg Mkt Index	70.0								
				Net TIC Flows									
FRI	Int'l Secs. Transactions			Housing Starts	1218k								
				Housing Starts MoM	3.9%								
				Building Permits	1250k								
				Building Permits MoM	1.80%								
				U. Mich. Sentiment	97.1								

Source: Bloomberg, Odlum Brown