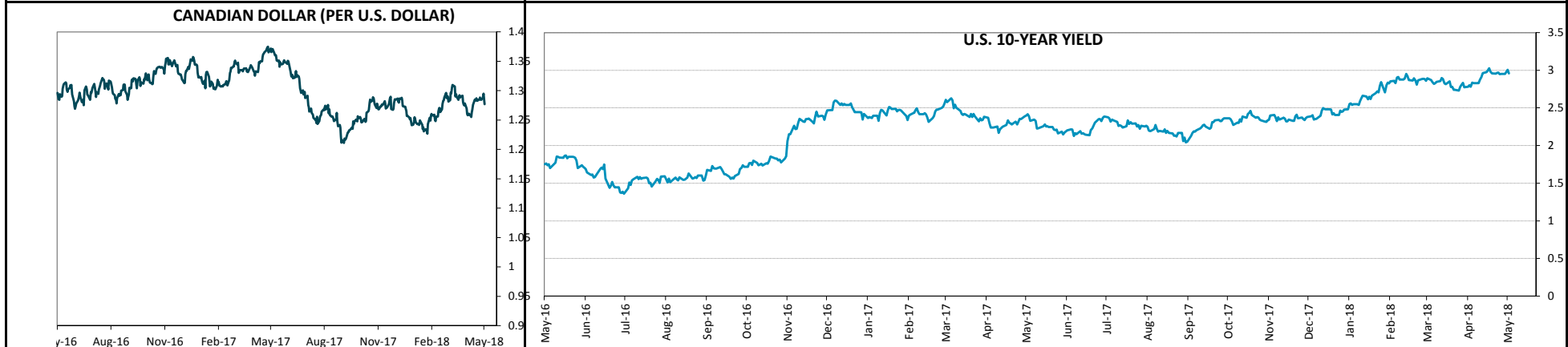




CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS						
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE	
USD/CAD	1.277	-0.0088	2 Year	1.250	1-Nov-19	99.129	1.86	0.01	
CAD/USD	0.783	0.0053	5 Year	1.000	1-Sep-22	95.21	2.17	0.04	
EUR/CAD	1.523	-0.0004	10 Year	1.000	1-Jun-27	88.950	2.36	0.14	
GBP/CAD	1.727	-0.0141	30 Year	2.750	1-Dec-48	106.839	2.43	0.33	
CAD/JPY	85.669	0.2900							

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS						
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE	
EUR/USD	1.193	0.0079	2 Year	1.875	31-Dec-19	99.047	2.80	0.02	
GBP/USD	1.353	-0.0016	5 Year	2.125	31-Aug-22	97.094	2.80	0.13	
USD/JPY	109.370	-0.3700	10 Year	2.250	15-Nov-27	94.047	2.97	0.27	
			30 Year	2.750	15-Nov-47	92.625	3.13	0.52	



**DAILY COMMENTARY**

After touching 3% at yesterday's auction, the ten-year has eased to 2.96% as consumer price inflation came in on the light side. The loonie is benefitting again from higher energy prices.

Source: Bloomberg, Odlum Brown



ECONOMIC RELEASES							CANADA/U.S. SPREADS			YIELD CURVE SHIFTS		
DATE	CANADA	EST	ACTUAL	USA	EST	ACTUAL	0	BPs	CHANGE	ROLL	SPREAD	CHANGE
MON				Consumer Credit	\$15.2b	\$11.62b				2 - 5 Year	0.25	0.00
										2 - 10 Year	0.42	-0.01
										2 - 30 Year	0.48	-0.01
TUE				NFIB Small Bus Con JOLTS Job Openings	104.50 6100.00	104.80 6550.00				5 - 10 Year	0.18	-0.01
										10 - 30 Year	0.06	0.00
WED	Building Permits MoM	2.20%	3.10%	MBA Mortgage Applications PPI Core MoM PPI Core YoY Wholesale Trade Sales MoM Wholesale Inventories	0.2% 2.40% 0.50%	-0.4% 0.1% 2.30% 0.3% 0.30%	PRIME	4.75	Bankers' Acceptances	PRIME	3.45	
							BANK RATE	3.50	30 Day	BANK RATE	1.25	
							FED FUNDS	1.75	60 Day			
							DISCOUNT	2.25	90 Day			
							LIBOR 3MO					
THU	New House Price Index New House Price Index YoY	0.0% 2.4%	0.0% 2.4%	Initial Jobless Claims Continuing Claims CPI Core MoM CPI Core YoY Real Avg. Weekly Earnings Real Avg. Hrly. Earnings Monthly Budget	219k 1800k 0.2% 2.2% \$ 212.0b	211k 1790k 0.1% 2.1% 0.4% 0.2%	<b>CANADA YIELD CURVE</b> January 3, 2012 - Today					
FRI	Net Change Employment Unemployment Rate Hourly Earnings	18.0k 5.8% 3.3%		Import Price Index Import Price Index YoY Export Price Index Export Price Index YoY U. Mich. Sentiment	0.5% 3.9% 0.4% 98.3							

Source: Bloomberg, Odlum Brown