



CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
USD/CAD	1.326	-0.0016	2 Year	2.000	1-Nov-20	99.632	2.20	0.02
CAD/USD	0.754	0.0008	5 Year	2.000	1-Sep-23	98.87	2.25	0.08
EUR/CAD	1.508	-0.0010	10 Year	2.000	1-Jun-28	97.404	2.31	0.17
GBP/CAD	1.693	-0.0092	30 Year	2.750	1-Dec-48	107.355	2.41	0.19
CAD/JPY	85.460	-0.1750						

  

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
EUR/USD	1.137	0.0008	2 Year	2.875	31-Oct-20	100.117	2.81	0.01
GBP/USD	1.277	-0.0054	5 Year	2.875	31-Oct-23	100.141	2.84	0.12
USD/JPY	113.320	-0.3600	10 Year	2.875	15-Aug-28	98.703	3.02	0.28
			30 Year	3.000	15-Aug-48	93.906	3.32	0.45



**DAILY COMMENTARY**

Bond prices are higher and the entire yield curve has moved lower after Powell's speech.  
 Today's data was mixed with tame inflation, higher jobless claims offset by stronger personal income and spending.  
 The loonie is higher after a better-than-expected Current Account balance.

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
67 MON	BBG Nanos Conf			Chicago Fed Dallas Fed	0.18 24.5	0.24 17.6	0	-0.69	0.071	2 - 5 Year	0.06	-0.01
TUE				FHFA House Price Index Case/Shiller 20 city House P Case/Shiller 20 city House P Cons Board Consumer Conf	0.4% 0.20% 5.30% 135.70	0.20% 0.33% 5.15% 135.70	3 Month	-0.61	0.003	2 - 10 Year	0.11	-0.01
WED				MBA Mortgage Applications Trade Balance Wholesale Inventories MoM GDP Ann QoQ Pers. Consumption GDP Price Index Core PCE QoQ New Home Sales New Home Sales MoM Richmond Fed	 (\$77.0b) 0.4% 3.5% 3.7% 1.7% 1.60% 4.00% 575k 15.00	 (\$77.2b) 0.7% 3.50% 3.60% 1.7% 1.50% -8.90% 544k 14.00	5 Year	-0.59	-0.010	2 - 30 Year	0.21	0.01
THU	Current Account	(\$12B)	(\$10.43b)	Initial Jobless Claims Continuing Claims Personal Income Personal Spending PCE Core MoM PcE Core YoY Pending Home Sales MoM FOMC Minutes	220k 1663k 0.4% 0.40% 0.2% 1.9% 0.5%	234k 1710k 0.5% 0.6% 0.1% 1.8% -2.6%	10 Year	-0.72	-0.015	5 - 10 Year	0.05	0.00
FRI	Qtly GDP Ann Ind'l Product Prices Raw Material Prices GDP MoM GDP YoY	2.0% -0.5% -5.0% 0.1% 2.3%		Chicago Purch Managers Inde	58.5		30 Year	-0.91	-0.020	10 - 30 Year	0.10	0.02

  

U.S. RATES		CDN MONEY MARKET		CANADIAN RATES	
PRIME	5.25	Bankers' Acceptances		PRIME	3.95
BANK RATE	4.00	30 Day	2.13	BANK RATE	1.75
FED FUNDS	2.25	60 Day	2.17		
DISCOUNT	2.75	90 Day	2.24		
LIBOR 3MO					

  

**CANADA YIELD CURVE**  
January 3, 2012 - Today

Source: Bloomberg, Odlum Brown