



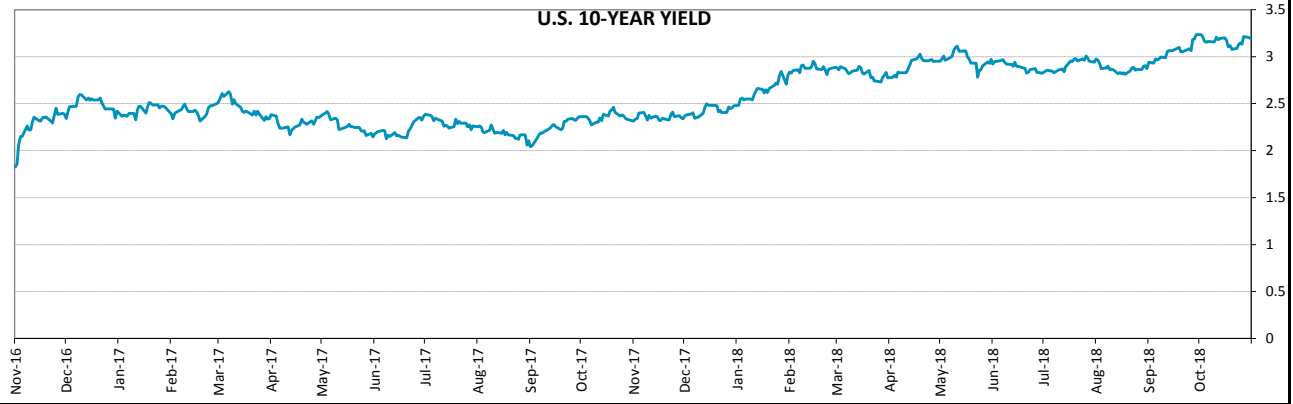
CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
USD/CAD	1.312	0.0009	2 Year	2.000	1-Nov-20	99.346	#N/A N/A	0.01
CAD/USD	0.762	-0.0005	5 Year	2.000	1-Sep-23	98.04	2.43	-0.01
EUR/CAD	1.499	0.0035	10 Year	2.000	1-Jun-28	95.634	2.51	-0.02
GBP/CAD	1.717	0.0075	30 Year	2.750	1-Dec-48	104.266	2.54	0.01
CAD/JPY	86.215	-0.1240						

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
EUR/USD	1.143	0.0020	2 Year	2.875	31-Oct-20	99.938	2.91	0.00
GBP/USD	1.309	0.0049	5 Year	2.875	31-Oct-23	99.320	3.02	0.02
USD/JPY	113.110	-0.0800	10 Year	2.875	15-Aug-28	97.344	3.19	0.06
			30 Year	3.000	15-Aug-48	92.188	3.42	0.14

CANADIAN DOLLAR (PER U.S. DOLLAR)



U.S. 10-YEAR YIELD



DAILY COMMENTARY

The bond market remains steady near recent highs in yields. There is little news to speak of and all eyes are on the election. The Loonie is lower despite the hawkish speech from Bank of Canada Governor Poloz.

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	Nanos Confidence			Services PMI Composite PMI ISM Non-Mfg	54.60 59.0	54.80 54.9 60.3	3 Month	-0.66	0.073	2 - 5 Year	#VALUE!	#VALUE!
TUE	Building Permits MoM	0.3%	0.40%	JOLTS Job Openings	7085.0		2 Year	#VALUE!	#VALUE!	2 - 10 Year	#VALUE!	#VALUE!
WED	Ivey Purch. Mgrs.			MBA Mortgage Applications Consumer Credit	\$ 15.0b		5 Year	-0.59	-0.004	2 - 30 Year	#VALUE!	#VALUE!
THU	Housing Starts New House Price Index New House Price Index	196.5k 0.0% 0.2%		Initial Jobless Claims Continuing Claims BBG Consumer Confidence FOMC Rate Decision	213k 1635k 2.25%		10 Year	-0.68	-0.007	5 - 10 Year	0.08	0.00
FRI				PPI Core MoM PPI Core YoY U. Michigan Sentiment	0.2% 2.3% 98.0		30 Year	-0.87	-0.006	10 - 30 Year	0.03	0.00

U.S. RATES		CDN MONEY MARKET		CANADIAN RATES	
PRIME	#N/A N/A	Bankers' Acceptances		PRIME	3.95
BANK RATE	4.00	30 Day	2.08	BANK RATE	1.75
FED FUNDS	2.25	60 Day	2.13		
DISCOUNT	#N/A N/A	90 Day	2.21		
LIBOR 3MO					

CANADA YIELD CURVE
January 3, 2012 - Today

Source: Bloomberg, Odium Brown