

Today's Commentary

North American stocks continued the past week's rally on Friday, as a surprise stimulus from the Bank of Japan increased investor optimism. The TSX and the Dow were up 154.63 (1.07%) to 14,613.32 and 195.10 (1.13%) to 17,390.52, respectively. The S&P 500 hit a record high, rising 23.40 (1.17%) to 2,018.05, while gold and silver hit their lowest levels since 2010, declining to \$1172.90 and \$15.50 respectively. Energy shares in the US led market gains, rising 2%. After releasing their earnings reports, Exxon Mobil Corp. and Chevron Corp rose more than 2%. LinkedIn and GoPro also released better than expected earnings reports, both rising 13%. In contrast, Starbucks fell 2.3% after posting disappointing results. US 10s yield rose 3bps to 2.34% and Canadian 10s remained unchanged at 2.05%, as investors moved away from safe assets.

This past Friday, the Bank of Russia implemented a larger than expected interest rate change, increasing the benchmark rate from 8% to 9.5%. According to Benoit Anne, a strategist at Société Générale, "This was a major move. This looked like what I call a financial-stability rate hike, with the intended goal of defending the ruble". Unfortunately, this failed to aid the weakened Ruble, as it continued to fall against the USD hitting 43.0095 Rubles per USD. This will likely increase concerns surrounding capital flight from Russia and Russia's ability to withstand the sanctions, while hurting their economic growth.

The Bank of Japan (BOJ) took markets by surprise on Friday, unveiling a new monetary stimulus package to inject 80 trillion yen per year in bond-buying and other asset purchases, up from a projected 60-70 trillion. The BOJ decided in a close 5-to-4 vote to increase not only bond buying, but the duration of the bonds bought, as well as tripling the amount of stocks and real-estate funds owned by the Bank. The move boosted the Nikkei 225, up almost 5% at day's close on Friday, while also putting downside pressure on the yen which reached its lowest level since Dec. 2007, at 112.83 JPY/USD. The unexpected and aggressive stimulus is meant to tackle the problem of low inflation, but has not yet benefited small companies and consumers. Large Japanese corporations who benefit the most from a depreciating yen have most of their operations abroad and as such, have yet to bring home the advantages to Japanese consumers. The depreciated yen induced by monetary easing has not translated into improved personal income growth in Japan, which has been stagnating since 2000.

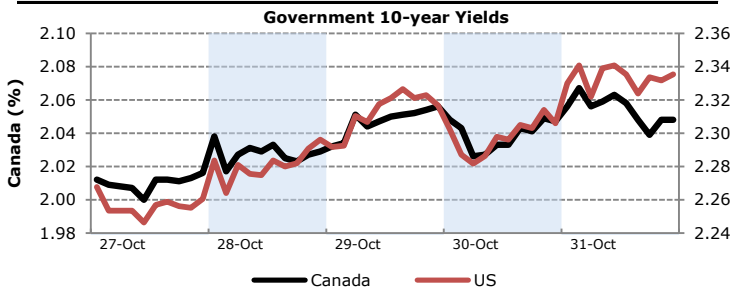
The Daily Roll is written by MFE Candidates Mark Belisle, Radu Dragomir and Kathleen Glofcheskie in partnership with the Rotman Finance Association. Please email dailyroll@economics.utoronto.ca to subscribe/unsubscribe.

Today's Major Economic Releases

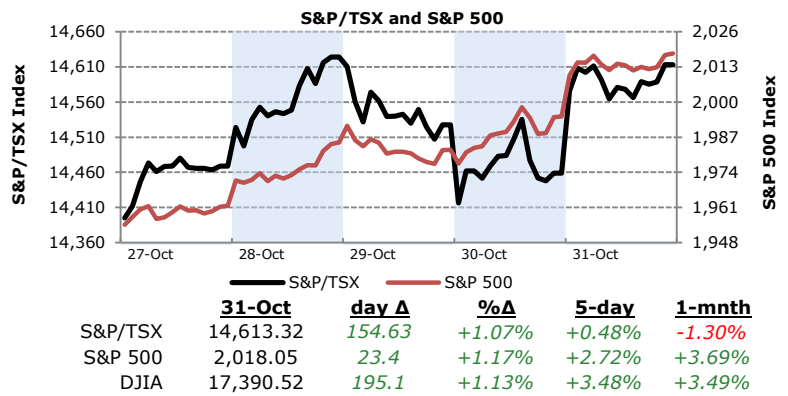
United States	Period	Survey	Actual	Prior
ISM Manufacturing	31-Oct	56.1	56.6	59
Factory Orders	30-Sep	-0.6%	--	-10.1%
Trade Balance	30-Sep	-40.2B	--	-40.1B

Canada	Period	Survey	Actual	Prior
None Scheduled				

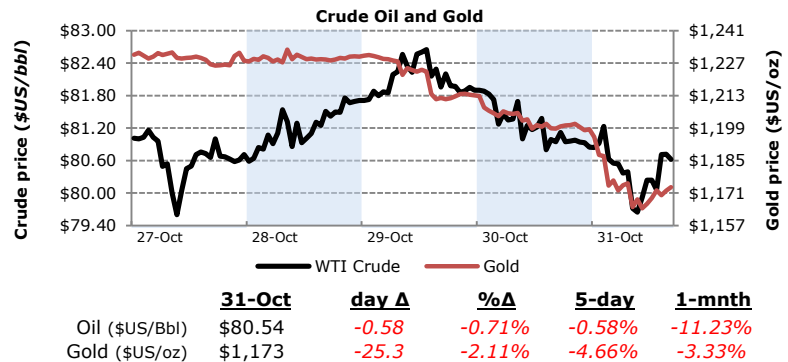
Interest Rates



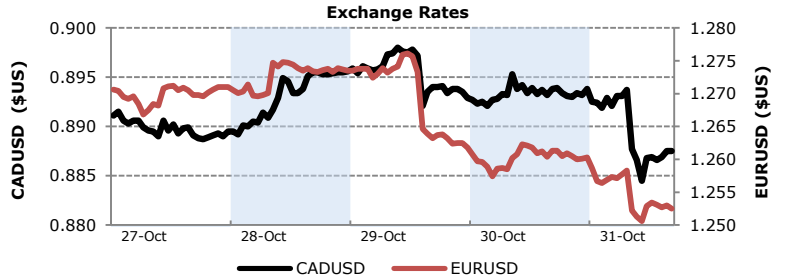
Equities



Commodities



Foreign Exchange



(USDCAD implies \$1-USD to CAD)

	Spot	31-Oct	day Δ	Historical levels		
				-5 days	-1 mnth	-1 year
USDCAD	\$1.127		+0.008	1.123	1.116	1.043
EURUSD	\$1.253		-0.009	1.267	1.262	1.358
USDJPY	¥112.32		+3.110	108.160	108.89	98.36

Government 10-year Yields

	31-Oct	day Δ	Historical levels		
			-1 mnth	-3 mnths	-1 year
Canada	2.05%	0.001%	2.07%	2.12%	2.42%
United States	2.34%	0.030%	2.39%	2.49%	2.55%

Master of Financial Economics Program

The Master of Financial Economics Program at the University of Toronto is a collaborative program of the Department of Economics and the Rotman School of Management. The program's key objective is to provide a broad understanding of Financial Theory and the Economics framework upon which that theory is based. Students follow a three-term, 16-month program, with 12 one-term courses and a four-month summer internship. For more information on the program and its students please see the website below.

<http://www.economics.utoronto.ca/index.php/index/mfe/>

Rotman Finance Association



The purpose of the Rotman Finance Association is to bridge the gap between classroom financial theory and finance-based careers by offering students industry speaker sessions, alumni networking seminars and competitions. For more information please see the website below.

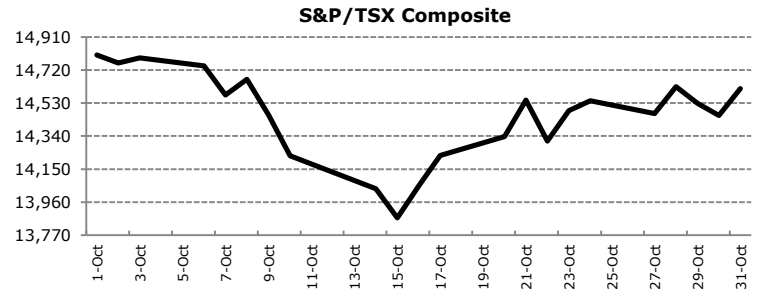
www.rotmanfinanceassociation.com

Sponsored By:



The information contained in this report is intended for educational and informative purposes only, and has been obtained from Bloomberg and other publicly-available sources, without independent verification of the accuracy thereof. The author, the MFE Program, and the Rotman Finance Association, jointly and severally expressly disclaim any responsibility for the completeness and/or accuracy of the information contained herein. The opinions expressed herein are based upon the analyses and interpretations of author(s), and are not necessarily reflective of the views or opinions of the MFE Program, Rotman Finance Association, or the University of Toronto. Nothing in this report should be construed as a solicitation, recommendation, or offer to buy or sell the securities mentioned herein. **Unauthorized use or reproduction is strictly prohibited.**

	31-Oct	day Δ	%Δ
S&P/TSX	14,613.32	154.63	+1.07%
Trailing			
S&P/TSX			
5-day		+0.48%	+0.87%
1-month		-1.30%	-0.71%
3-months		-4.68%	-3.94%
6-months		-0.35%	+1.39%
12-months		+9.37%	+10.69%



TSX Sector Returns

	1-day	5-day	1-mnth	12-mnths
C. Discretionary	+1.33%	+1.89%	+4.95%	+18.70%
C. Staples	+1.12%	+1.84%	+4.67%	+26.04%
Energy	+2.11%	-0.25%	-8.98%	-3.74%
Financials	+1.05%	+1.73%	+0.76%	+12.02%
Healthcare	+1.49%	+5.01%	+4.96%	+24.00%
Info Tech	+2.40%	+4.75%	+4.85%	+33.26%
Industrials	+1.30%	+1.51%	+1.97%	+25.72%
Materials	-0.59%	-7.77%	-11.00%	-12.21%
Metals & Mining	+2.09%	-1.35%	-12.61%	-16.34%
Telecom	+0.35%	+1.25%	+3.64%	+5.53%
Utilities	-0.31%	+0.68%	+1.78%	+5.14%

TSX Top Performers

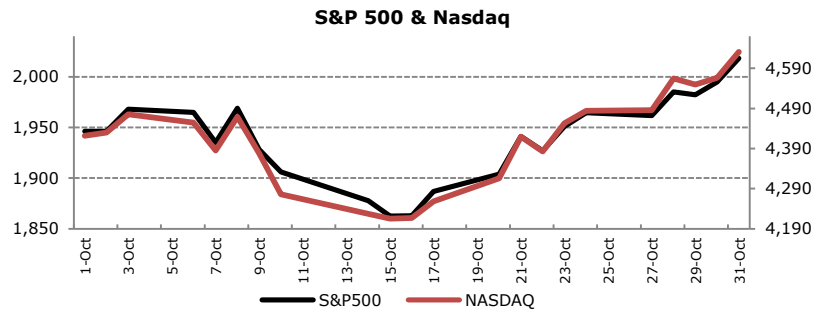
<i>Ranked by 1-day</i>	1-day	5-day	1-mnth	12-mnths
Turquoise Hill Resources	+8.00%	+7.39%	-10.21%	-2.66%
Labrador Iron Ore Royalty	+6.23%	-0.36%	-10.30%	-33.57%
Dream Unlimited-Cl A Sub	+5.93%	+6.96%	+0.69%	-4.83%
Capstone Mining Corp	+5.50%	+4.98%	-6.22%	-23.83%
Methanex Corp	+5.26%	+4.44%	-10.41%	+12.36%

TSX Worst Performers

<i>Ranked by 1-day</i>	1-day	5-day	1-mnth	12-mnths
Kinross Gold Corp	-12.68%	-20.20%	-35.22%	-54.53%
Detour Gold Corp	-10.93%	-24.57%	-24.83%	-22.54%
Argonaut Gold Inc	-10.11%	-27.27%	-38.78%	-58.62%
Yamana Gold Inc	-10.02%	-28.84%	-33.18%	-55.61%
Silver Standard Resources	-8.91%	-17.48%	-28.11%	-16.35%

US Indices

<i>Trailing</i>	S&P 500	DJIA	Nasdaq
31-Oct	2,018.05	17,390.52	4,630.74
1-day	+1.17%	+1.13%	+1.41%
5-day	+2.72%	+3.48%	+3.28%
1-month	+3.69%	+3.49%	+4.72%
3-months	+4.53%	+4.99%	+5.97%
6-months	+7.13%	+5.02%	+12.19%
12-months	+14.89%	+11.87%	+18.14%



S&P 500 Sector Returns

	1-day	5-day	1-mnth	12-mnths
C. Discretionary	+0.98%	+2.62%	+3.40%	+7.48%
C. Staples	+0.68%	+1.77%	+4.03%	+10.46%
Energy	+2.04%	+2.08%	-1.14%	+1.88%
Financials	+1.24%	+3.24%	+4.08%	+16.03%
Healthcare	+0.51%	+3.24%	+6.35%	+27.54%
Info Tech	+1.76%	+3.32%	+3.36%	+23.63%
Industrials	+1.03%	+2.66%	+5.64%	+12.81%
Materials	+1.88%	+0.18%	-0.33%	+10.33%
Telecom	+0.77%	+3.02%	+0.81%	+0.35%
Utilities	+0.04%	+1.98%	+7.34%	+17.35%

DJIA Top Performers

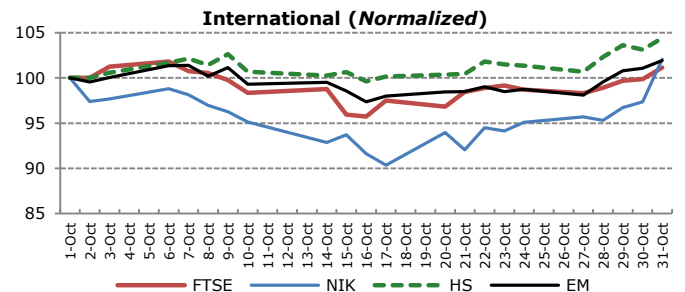
<i>Ranked by 1-day</i>	1-day	5-day	1-mnth	12-mnths
Intel Corp	+4.39%	+2.50%	-2.33%	+44.03%
Exxon Mobil Corp	+2.39%	+2.35%	+2.83%	+10.93%
Chevron Corp	+2.35%	+3.49%	+0.53%	+3.47%

DJIA Worst Performers

<i>Ranked by 1-day</i>	1-day	5-day	1-mnth	12-mnths
Wal-Mart Stores Inc	-0.24%	-0.14%	-0.26%	+1.89%
Nike Inc -Cl B	-0.03%	+2.28%	+4.23%	+24.24%
Home Depot Inc	+0.00%	+2.66%	+6.30%	+27.92%

International Markets

<i>Trailing</i>	FTSE 100	Nikkei	Hang Seng	MSCI EM
Last Close	6,546.47	16,413.76	23,998.06	1,016.07
1-day	+1.28%	+4.83%	+1.25%	+0.85%
5-day	+2.47%	+7.34%	+2.99%	+3.22%
1-month	-0.17%	+2.06%	+4.64%	+1.93%
3-months	-2.73%	+5.08%	-3.06%	-4.66%
6-months	-3.85%	+13.31%	+8.42%	+2.01%
12-months	-2.75%	+14.56%	+3.41%	-1.77%



This market summary has been created by candidates in the University of Toronto's Master of Financial Economics Program (the "MFE Program"). The information contained herein is intended for educational and informative purposes only, and has been obtained from Bloomberg and other publicly-available sources, without independent verification of the accuracy thereof. The author, the MFE Program, and the Rotman Finance Association, jointly and severally expressly disclaim any responsibility for the completeness and/or accuracy of the information contained herein. The opinions expressed herein are based upon the analyses and interpretations of the Author, and are not necessarily reflective of the views or opinions of the MFE Program, Rotman Finance Association, or the University of Toronto. Nothing in this report should be construed as a solicitation, recommendation, or offer to buy or sell the securities mentioned herein. **Unauthorized use or reproduction is strictly prohibited.**

Nymex WTI Crude Oil

(\$US/Bbl)	31-Oct	day Δ	%Δ	5-day	1-mnth
Prompt	\$80.54	-\$0.58	-0.71%	-0.58%	-11.23%
Cal 15	\$80.24	-\$0.27	-0.34%	-0.22%	-11.09%
Cal 16	\$80.37	+\$0.03	+0.04%	+0.03%	-9.55%

(\$US/bbl)	Q1-15	Q2-15	Q3-15	Q4-15	2016
Consensus Forecast	\$92.00	\$93.00	\$95.25	\$95.00	\$94.60
Current Forward	\$80.36	\$80.24	\$80.14	\$80.20	\$80.37

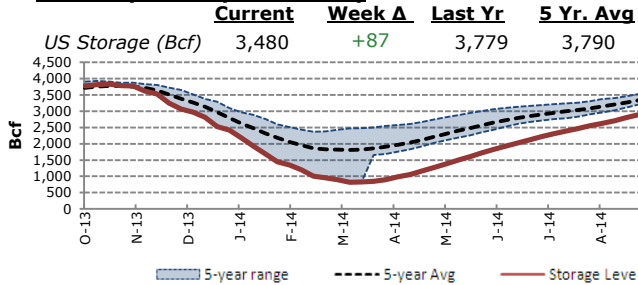
Inventory Levels (as of Oct-24)

(MMbbls)	Current	Week Δ	Last Yr	5 Yr. Avg
Crude Oil	379,745	+2,061	337,426	319,411
Motor Gas	203,138	-1,236	214,389	200,481
Distillates	120,377	-5,294	171,756	140,851

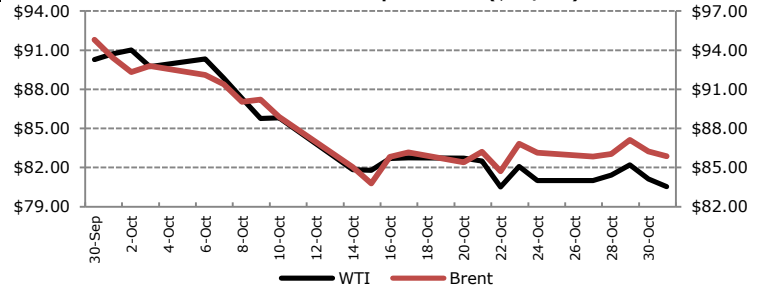
Nymex Natural Gas

(\$US/MMbtu)	31-Oct	day Δ	%Δ	5-day	1-mnth
Prompt	\$3.87	+\$0.05	+1.20%	+6.90%	-3.73%
Dec14-Mar15	\$3.87	+\$0.04	+1.18%	+4.32%	-4.17%
Apr15-Oct15	\$3.70	+\$0.02	+0.66%	+3.32%	-3.85%
Nov15-Mar16	\$4.02	+\$0.02	+0.46%	+2.95%	-3.25%
Apr16-Oct16	\$3.86	+\$0.01	+0.20%	+2.13%	-2.99%

Inventory Levels (as of Oct-24)



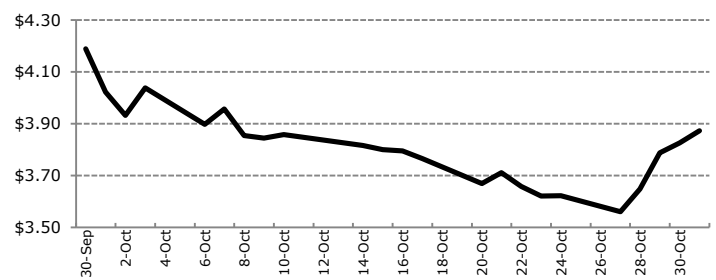
Crude Oil Prompt Contract (\$US/Bbl)



UK Brent Crude Oil

(\$US/Bbl)	31-Oct	day Δ	%Δ	5-day	1-mnth
Prompt	\$85.86	-\$0.38	-0.44%	-0.31%	-8.09%

Nat Gas Prompt (\$US/MMbtu)



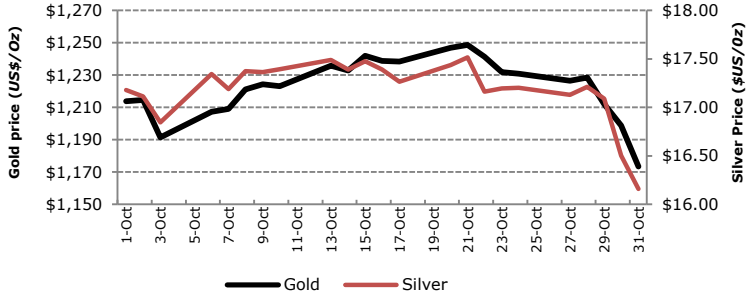
Alberta Natural Gas

(\$CAD/GJ)	31-Oct	day Δ	%Δ
AECO Dec-14	\$3.73	+\$0.05	+1.2%

Precious Metals

\$US/oz	31-Oct	day Δ	%Δ	5-day	1-mnth	3-mnth
Gold	\$1,173.48	-\$25.30	-2.1%	-4.7%	-3.3%	-10.6%
Silver	\$16.16	-\$0.34	-2.1%	-6.1%	-5.9%	-19.1%
Platinum	\$1,238	-\$7.67	-0.6%	-1.0%	-3.6%	-16.4%

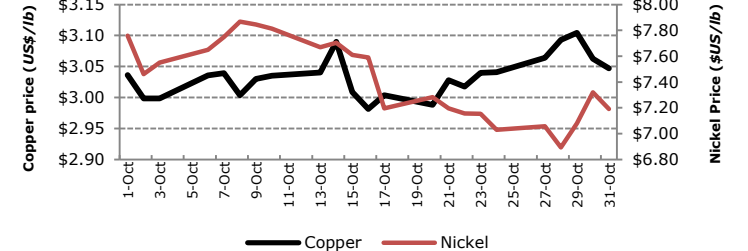
Gold and Silver



Industrial Metals

\$US/lb	31-Oct	day Δ	%Δ	5-day	1-mnth	3-mnth
Copper	\$3.05	-\$0.02	-0.5%	+0.2%	+0.4%	-4.1%
Nickel	\$7.19	-\$0.13	-1.8%	+2.3%	-7.3%	-16.2%
Zinc	\$1.13	+\$0.01	+0.6%	+2.0%	-0.5%	-2.1%
Aluminum	\$0.98	+\$0.01	+1.0%	+2.1%	+4.3%	+2.1%
Uranium	\$36.40	-\$0.60	-1.6%	+0.7%	+3.1%	+22.4%

Copper and Nickel



Agriculture & Other

	31-Oct	day Δ	%Δ	5-day	1-mnth
Corn (\$US/bu)	\$3.77	+\$0.03	+0.7%	+6.7%	+16.7%
Wheat (\$US/bu)	\$5.33	-\$0.04	-0.7%	+2.8%	+10.3%
Soybeans (\$US/bu)	\$10.49	+\$0.20	+1.9%	+6.7%	+12.5%
Rough Rice (\$US/cwt)	\$12.29	+\$0.07	+0.6%	-2.7%	-3.4%
Sugar #11 (¢US/lb)	¢16.04	¢0.26	-1.6%	-2.1%	-0.1%
Lean Hogs (¢US/lb)	¢88.03	¢0.83	+0.9%	-2.5%	-7.3%
Live Cattle (¢US/lb)	¢166.05	¢1.27	-0.8%	-0.5%	-0.2%
Cotton No.2 (\$US/lb)	\$0.64	-\$0.00	-0.1%	+1.0%	+4.2%
Lumber (\$US/Mbft)	\$324.10	+\$1.50	+0.5%	-4.3%	-7.7%

Commodity ETFs

	31-Oct	day Δ	%Δ	5-day	1-mnth
\$CAD					
HBP Crude Oil U	\$3.35	-\$0.05	-1.5%	-1.5%	-20.8%
HBP Nat Gas U	\$10.11	+\$0.23	+2.3%	+9.3%	-12.2%
iShares Gold ETF	\$10.39	-\$0.24	-2.3%	-4.9%	-3.6%
\$USD					
US Crude Oil	\$30.63	-\$0.13	-0.4%	-0.81%	-11.0%
US Nat Gas	\$20.28	+\$0.22	+1.1%	4.75%	-8.3%
PSDB Agriculture	\$25.66	-\$0.06	-0.2%	-0.19%	+0.4%
PSDB Base Metals	\$17.23	+\$0.03	+0.2%	2.13%	+1.9%

This market summary has been created by candidates in the University of Toronto's Master of Financial Economics Program (the "MFE Program"). The information contained herein is intended for educational and informative purposes only, and has been obtained from Bloomberg and other publicly-available sources, without independent verification of the accuracy thereof. The author, the MFE Program, and the Rotman Finance Association, jointly and severally expressly disclaim any responsibility for the completeness and/or accuracy of the information contained herein. The opinions expressed herein are based upon the analyses and interpretations of the Author, and are not necessarily reflective of the views or opinions of the MFE Program, Rotman Finance Association, or the University of Toronto. Nothing in this report should be construed as a solicitation, recommendation, or offer to buy or sell the securities mentioned herein. **Unauthorized use or reproduction is strictly prohibited.**

Interest Rates

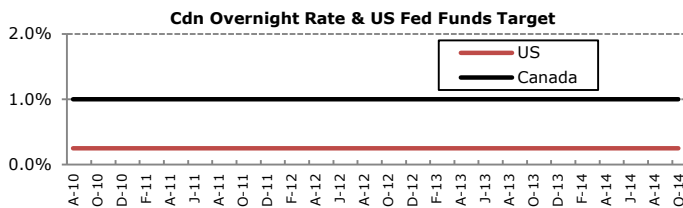
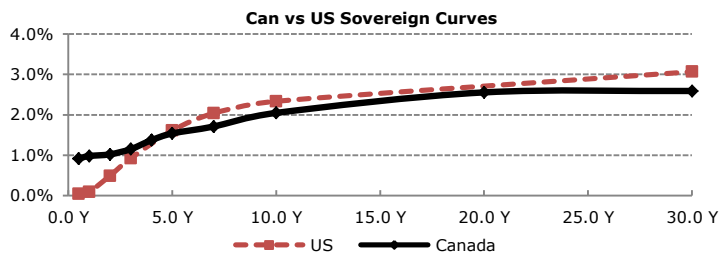
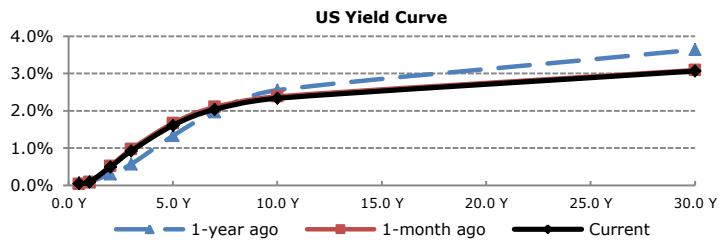
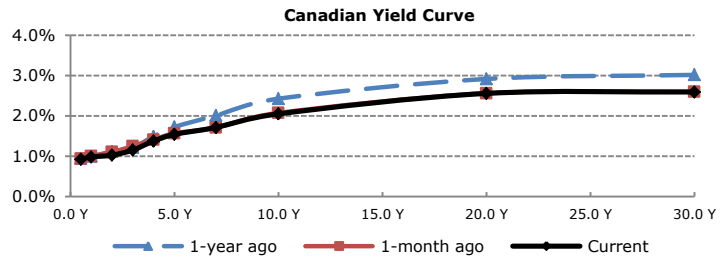
Canadian yield curve

	31-Oct	day Δ	Historical Levels		
			-1 mnth	-3 mnths	-1 year
3-mnth	0.89%	-	0.92%	0.96%	0.91%
6-mnth	0.92%	-	0.94%	0.99%	0.94%
12-mnth	0.98%	-0.00%	1.00%	1.02%	1.00%
2-year	1.02%	-0.02%	1.10%	1.07%	1.11%
5-year	1.54%	-0.00%	1.56%	1.47%	1.72%
10-year	2.05%	+0.00%	2.07%	2.12%	2.42%
20-year	2.56%	+0.00%	2.56%	2.62%	2.91%
30-year	2.59%	+0.00%	2.60%	2.66%	3.01%

US yield curve

	31-Oct	day Δ	Historical Levels		
			-1 mnth	-3 mnths	-1 year
3-mnth	0.01%	-	0.01%	0.02%	0.04%
6-mnth	0.05%	-0.01%	0.04%	0.04%	0.08%
12-mnth	0.09%	-0.01%	0.09%	0.10%	0.09%
2-year	0.49%	+0.02%	0.52%	0.47%	0.31%
5-year	1.61%	+0.04%	1.67%	1.66%	1.33%
10-year	2.34%	+0.03%	2.39%	2.49%	2.55%
30-year	3.07%	+0.02%	3.09%	3.28%	3.64%

	Current	Prior	Next Meeting	Survey
Cdn Overnight	1.00%	1.00%	0-Jan-00	#N/A
US Fed Funds	0.25%	0.25%	0-Jan-00	#N/A



Foreign Exchange

(USDCAD implies 1-USD to CAD)

	Spot	31-Oct	day Δ	Historical Levels		
				-1 mnth	-3 mnths	-1 year
USDCAD	\$1.127	+0.008		1.116	1.090	1.043
EURUSD	\$1.253	-0.009		1.262	1.340	1.358
USDJPY	¥112.32	+3.110		108.89	102.79	98.36
GBPUSD	\$1.600	-0.001		1.619	1.691	1.604
AUDUSD	\$0.880	-0.004		0.874	0.933	0.946

	Spot	31-Oct	day Δ	Historical Levels		
				-1 mnth	-3 mnths	-1 year
CADJPY	¥99.70	+2.062		97.54	94.28	94.28
CADAUD	\$1.009	-0.003		1.025	0.983	1.014
GBPCAD	£1.802	+0.012		1.807	1.844	1.673
EURJPY	¥140.68	+2.930		137.46	137.71	133.60
EURAUD	\$1.42	-0.004		1.44	1.44	1.44

Economic Releases

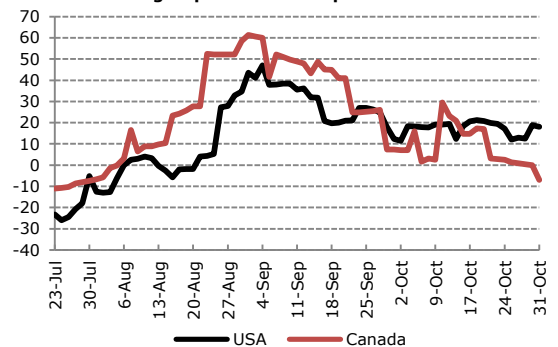
United States

		Period	Survey	Actual	Prior
Mon, Nov 03	ISM Manufacturing	31-Oct	56.1	56.6	59
Tue, Nov 04	Factory Orders	30-Sep	-0.6%	--	-10.1%
Tue, Nov 04	Trade Balance	30-Sep	-40.2B	--	-40.1B
Wed, Nov 05	ADP Employment Change	31-Oct	220K	--	213K
Thu, Nov 06	Continuing Claims	25-Oct	2362.5K	--	2384K
Thu, Nov 06	Initial Jobless Claims	1-Nov	285K	--	283K
Fri, Nov 07	Nonfarm Payroll	31-Oct	233.5K	--	248K

Canada

		Period	Survey	Actual	Prior
Thu, Nov 06	Building Permits (MoM)	30-Sep	5%	--	-27.3%
Fri, Nov 07	Net Change in Employment	31-Oct	-5K	--	74.1K
Fri, Nov 07	Unemployment	31-Oct	6.85%	--	6.8%

Citigroup Economic Surprise Index

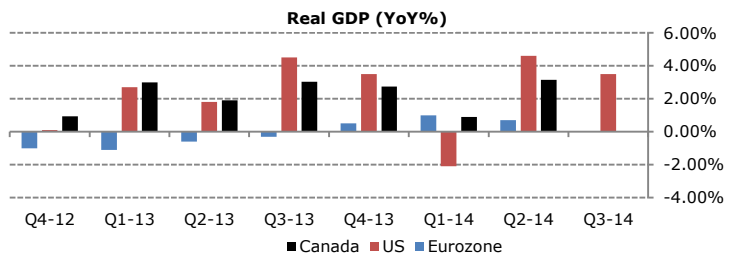


Economics

Canada	Q4-13	Q1-14	Q2-14	Q3-14	2013E
Real GDP	2.75%	0.90%	3.15%	NA	1.80%
CPI	0.93%	1.37%	2.23%	2.07%	0.90%
Unemployment	7.20%	6.90%	7.10%	6.80%	7.05%

US	Q4-13	Q1-14	Q2-14	Q3-14	2013E
Real GDP	3.50%	-2.10%	4.60%	3.50%	1.90%
CPI	1.23%	1.40%	2.07%	1.80%	1.50%
Unemployment	6.70%	6.70%	6.10%	5.90%	7.40%

China	Q4-13	Q1-14	Q2-14	Q3-14	2013E
Real GDP	7.70%	7.40%	7.50%	7.30%	7.70%



This market summary has been created by candidates in the University of Toronto's Master of Financial Economics Program (the "MFE Program"). The information contained herein is intended for educational and informative purposes only, and has been obtained from Bloomberg and other publicly-available sources, without independent verification of the accuracy thereof. The author, the MFE Program, and the Rotman Finance Association, jointly and severally expressly disclaim any responsibility for the completeness and/or accuracy of the information contained herein. The opinions expressed herein are based upon the analyses and interpretations of the Author, and are not necessarily reflective of the views or opinions of the MFE Program, Rotman Finance Association, or the University of Toronto. Nothing in this report should be construed as a solicitation, recommendation, or offer to buy or sell the securities mentioned herein. **Unauthorized use or reproduction is strictly prohibited.**