

Monthly Highlights

- As expected, in their reference to rate hike timing, the US central Bank removed the word "patient" from their March 18th meeting statement. The overall statement was not completely supportive of an early rate hike as Chairwoman Yellen made sure to note the weaker outlook for exports along with low inflation expectations for the US economy.
- Oil (WTI) prices fell 10% during the quarter to US\$47.60, while natural gas prices (NYMEX) also weakened, falling 12% as storage levels continued to climb on strong production growth, despite cold temperatures.
- The Healthcare sector was led higher in March after UnitedHealth Group agreed to buy Catamaran Corp. (+20.8%) for \$12.8 Billion \$USD.
- Relative to the U.S. dollar, the Canadian dollar began the quarter at 1.1613, and depreciated, ending the quarter at 1.2686.
- Canada 10 year end-of-day yields reached an intra-quarter low of 1.12% on February 2nd and ended the quarter at 1.37%. The net, quarter-over-quarter change in 10 year Canada closing yields was a decrease of approximately 42 basis points.

Equity Index Total Returns (%)

	1 Mth	YTD	1 Yr.	5Yrs.
S&P/TSX Capped Composite	-1.9	2.6	6.9	7.4
S&P/TSX 60	-2.1	2.4	9.0	7.3
S&P/TSX SmallCap	-3.8	-0.3	-9.8	2.0
S&P/TSX High Dividend Index	-2.8	0.6	0.2	N/A
BMO NB SmallCap (wtd)	-3.8	0.0	-8.2	4.1
Ethical Canadian Index	-2.7	1.5	7.5	7.7
FTSE/TMX Canada Universe Bond	-0.3	4.2	10.3	6.0
FTSE/TMX 91 Day Tbill	0.1	0.2	0.9	0.9
FTSE/TMX High Yield Overall	-0.1	1.3	0.0	6.2

Sources: TD Securities BMO NB, Bloomberg, and PC Bond

Bond Sector Returns (%) - FTSE/TMX Indices*

	1 Month	Short Term	Mid Term	Long Term
Federals		-0.04	-0.34	-0.90
Provincials		-0.10	-0.34	-0.67
Corporates		0.02	-0.12	-0.42

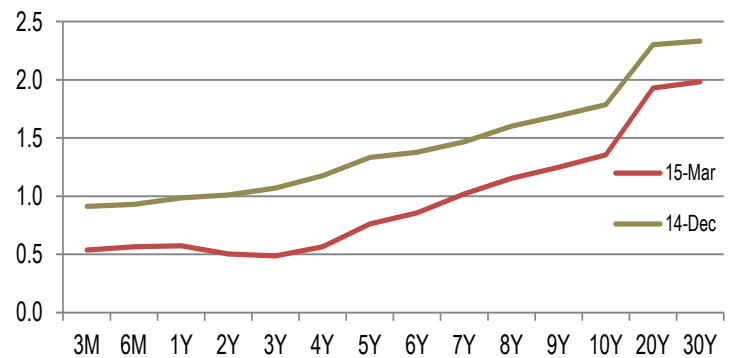
Source: PC Bond * Previously DEX.

S&P / TSX Composite Sector Total Returns (%)

	1 Mth	YTD	1 Yr.	5Yrs.
Energy	-0.4	-1.1	-14.1	2.1
Materials	-10.1	3.3	-8.2	-6.3
Industrials	-0.9	1.5	21.0	17.6
Consumer Discretionary	-1.0	6.1	31.3	19.0
Consumer Staples	-0.5	3.4	43.6	22.4
Health Care	4.2	45.1	67.9	54.1
Financials	-1.3	-0.2	10.3	10.4
Information Technology	-3.3	8.7	38.8	-4.9
Telecommunication Services	-2.3	0.2	11.1	16.1
Utilities	-1.4	3.5	10.5	7.9

Sources: TD Securities & Bloomberg

First Quarter Yield Curve - Canadian Government Bonds



Source: Bloomberg

	P/E Ratio (Trailing 12 mth)	Dividend Yield %
S&P / TSX Composite	16.7	2.9

Source: CPMS

Stocks of Influence for the Month

Top Performers	Impact*(%)	Return**(%)
Catamaran Corp.	0.14	20.8
Cdn. Natural Resources Ltd.	0.14	6.8
Enbridge Inc.	0.13	5.0

Bottom Performers	Impact*(%)	Return**(%)
Bank of Nova Scotia	-0.21	-4.9
Goldcorp Inc.	-0.20	-16.7
Potash Corp. of Sask.	-0.18	-9.0

Source: TD Securities *Impact of stock on the S&P / TSX Composite **Price Return

GUARDIAN CAPITAL LP - COMMERCE COURT WEST, SUITE 3100, TORONTO ON M5L 1E8 TEL: 416-364-8341

Index returns are for information purposes only and do not represent actual strategy or fund performance. Index returns do not reflect the impact of management fees, transaction costs or expenses. This document includes information concerning financial markets that was developed at a particular point in time and is subject to change at any time, without notice, and without update. This information is for general information purposes only and is not intended as legal, tax, accounting, securities, or investment advice. Certain information contained in this document has been obtained from external parties which we believe to be reliable, however we cannot guarantee its accuracy. Guardian Capital LP is an indirect, wholly-owned subsidiary of Guardian Capital Group Limited, a publicly traded firm listed on the Toronto Stock Exchange. For further information on Guardian Capital LP, please visit www.guardiancapital.com