

DECEMBER 31, 2016
Canadian Monthly Highlights

- Canada's Real GDP declined 0.3% in October as the Goods producing industries saw a 1.3% decline in output. Only mining saw an increase in production.
- Canada's Current Account deficit narrowed in October to \$1.1 billion, much better than an expected \$1.7 billion shortfall.
- Headline inflation declined to 1.2% in November, down from 1.5% in October.
- The first full month of housing data since new tighter mortgage lending rules saw Saskatoon (-18.3%), Calgary (-18.0%) and Edmonton (-15.7%) record the steepest resale drops in November. The Vancouver (-3.4%) and Toronto (-2.4%) areas also saw resale prices decline.
- Statistics Canada issued a report showing that household debt in Canada topped \$2 trillion at the end of Q3 2016.
- The Bank of Canada kept interest rates steady at 0.5%
- 10,700 jobs (the majority of which were part-time) were added in November.

Equity Index Total Returns (%)

	1 Mth	YTD	1 Yr.	5Yrs.
S&P/TSX Capped Composite	1.7	21.1	21.1	8.2
S&P/TSX 60	1.6	21.4	21.4	9.0
S&P/TSX SmallCap	3.9	38.5	38.5	4.3
S&P/TSX High Dividend Index	3.3	28.5	28.5	7.6
BMO NB SmallCap (wtd)	3.2	35.4	35.4	5.2
Ethical Canadian Index	1.8	22.7	22.7	10.5
FTSE/TMX Canada Universe Bond	-0.5	1.7	1.7	3.2
FTSE/TMX 91 Day Tbill	0.1	0.5	0.5	0.8
FTSE/TMX High Yield Overall	1.7	16.9	16.9	6.9

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

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

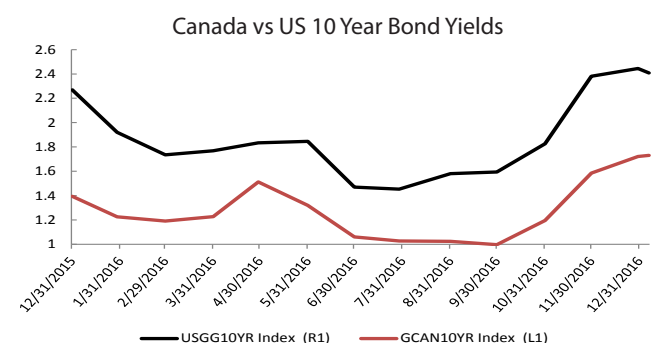
1 Month	Short Term	Mid Term	Long Term
Federals	-0.10	-0.57	-2.10
Provincials	-0.02	-0.27	-1.18
Corporates	0.02	-0.10	-0.58

Source: PC Bond * Previously DEX.

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

	1 Mth	1 Yr.	5 Yrs.
Energy	1.4%	35.5%	2.3%
Materials	-0.6%	41.2%	-6.2%
Industrials	-0.6%	22.8%	16.1%
Consumer Discretionary	1.8%	10.7%	19.7%
Consumer Staples	-0.2%	7.5%	22.2%
Health Care	-5.1%	-78.4%	-12.7%
Financials	3.5%	24.1%	15.1%
Information Technology	-1.1%	5.2%	17.0%
Telecommunication Services	1.7%	14.7%	11.6%
Utilities	3.0%	17.7%	5.6%
Real Estate	3.7%	-	-

Sources: TD Securities & Bloomberg



Source: Bloomberg

	P/E Ratio (Trailing 12 mth)	Dividend Yield %
S&P / TSX Composite	20.8	2.7

Source: CPMS

Stocks of Influence for the Month

Top Performers	Impact*(%)	Return**(%)
Royal Bank	0.28%	4.35%
Bank of Montreal	0.26%	9.08%
TD Bank	0.25%	4.17%

Bottom Performers	Impact*(%)	Return**(%)
Teck Resources	-0.17%	-20.99%
Cdn Natural Resources	-0.14%	-5.60%
Cdn Pacific Railway	-0.11%	-6.84%

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

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 a 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