

ECONOMIC RESEARCH AND STRATEGY



**LAURENTIAN BANK
SECURITIES**

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Canadian Economic Outlook

	annual average														
	20Q4	21Q1	21Q2	21Q3	21Q4	22Q1	22Q2	22Q3	22Q4	2018	2019	2020	2021	2022	2023
Real GDP	9.1	4.9	-3.2	5.4	6.0	1.1	5.7	3.2	2.7	2.8	1.9	-5.2	4.6	3.5	3.0
Consumer Spending	1.2	2.5	-0.5	17.9	2.5	-2.2	7.1	5.5	2.7	2.6	1.4	1.2	5.3	4.1	3.1
Private investment	5.4	-2.1	10.5	-4.9	2.6	5.5	4.1	4.9	5.0	4.9	1.6	5.4	0.3	3.5	4.2
Business Investment	5.4	-2.1	10.5	-4.9	2.6	5.5	4.1	4.9	5.0	4.9	1.6	5.4	0.3	3.5	4.2
Non-residential structures	-8.2	4.1	3.4	-1.1	5.0	4.0	4.0	4.0	4.0	1.2	4.2	-8.2	-5.0	3.5	3.9
Machinery and equipment	27.9	-24.9	38.1	-0.7	0.0	7.5	5.0	8.0	8.0	7.4	0.1	27.9	6.4	8.0	5.5
Residential Investment	16.0	43.2	-11.3	-31.3	9.0	0.5	5.0	5.0	2.5	-1.1	-0.2	16.0	15.1	-2.1	2.0
Government Spending	7.3	6.2	0.8	0.7	5.4	3.4	3.3	3.3	2.9	3.1	0.8	7.3	5.1	3.2	1.7
Exports	3.7	2.7	-17.0	8.0	12.3	4.4	5.2	7.1	5.1	3.8	2.3	3.7	1.5	5.3	4.8
Imports	11.3	4.6	2.1	-2.3	12.0	3.9	5.4	4.4	5.2	3.3	0.4	11.3	6.9	4.9	3.6
Total CPI Inflation	0.8	1.4	3.3	4.1	4.7	5.0	4.2	3.4	3.3	2.3	1.9	0.8	3.4	4.0	2.2
Unemployment rate (%)*	8.9	8.4	7.9	7.2	6.3	6.2	6.0	5.8	5.7	5.9	5.8	8.9	7.4	5.9	5.3
Employment	10.0	1.5	2.5	6.8	6.2	0.4	2.3	1.8	1.4	1.6	2.2	10.0	4.8	3.0	1.4
Housing Starts (in 000s, annualized)*	240	304	279	262	259	205	205	205	205	185	208	240	276	205	210
Nominal GDP	77.1	18.7	6.1	8.9	11.8	6.4	7.0	5.0	6.9	4.4	3.4	77.1	12.7	7.6	5.3

*Average for the period.

December: February 2022

Financial Forecasts

	20Q4	21Q1	21Q2	21Q3	21Q4	22Q1	22Q2	22Q3	22Q4	23Q1	23Q2	23Q3	23Q4
Canada													
Overnight Rate Target	0.25	0.25	0.25	0.25	0.25	0.50	1.00	1.00	1.25	1.75	1.75	1.75	1.75
3-Month Treasury Bills	0.07	0.08	0.14	0.12	0.16	0.75	0.95	0.95	1.70	1.70	1.70	1.70	1.70
2-Year Bond	0.19	0.23	0.45	0.53	0.96	1.40	1.75	1.80	2.00	2.00	1.90	1.85	1.85
5-Year Bond	0.39	1.00	0.98	1.11	1.26	1.65	1.90	1.95	2.10	2.10	2.05	2.00	2.00
10-Year Bond	0.67	1.56	1.39	1.51	1.43	1.95	2.15	2.20	2.25	2.30	2.25	2.25	2.25
30-Year Bond	1.21	1.98	1.84	1.99	1.68	2.20	2.40	2.45	2.50	2.55	2.55	2.50	2.50
Canadian Dollar (US\$/C\$)	0.79	0.80	0.81	0.78	0.79	0.80	0.81	0.81	0.82	0.82	0.83	0.83	0.83
S&P 500 Index	3,756	3,973	4,298	4,308	4,766	4,600	4,750	4,900	5,000	5,100	5,200	5,200	5,300
TSX Index	17,433	18,701	20,166	20,070	21,223	21,500	22,250	22,500	22,564	23,100	23,500	23,700	23,900
Oil WTI (US\$/barrel)	48	59	74	75	75	92	90	85	80	80	80	80	80

Quarter-end data

* Upper bound of the Fed's target range

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