

ECONOMIC RESEARCH AND STRATEGY



**LAURENTIAN BANK
SECURITIES**

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Canadian Economic Outlook													
	annual average												
	20Q1	20Q2	20Q3	20Q4	21Q1	21Q2	21Q3	21Q4	2019	2020	2021	2022	2023
Real GDP	-7.5	-38.5	40.6	9.6	5.2	3.9	5.7	4.1	1.9	-5.4	5.9	3.5	1.9
Consumer Spending	-7.1	-45.6	63.4	-0.4	-3.5	8.2	8.6	5.5	1.6	-6.1	4.1	5.3	2.6
Private investment	-4.0	-50.9	30.2	4.6	-0.5	3.2	4.5	4.5	0.6	-11.0	0.8	4.3	4.7
Business Investment	-4.0	-50.9	30.2	4.6	-0.5	3.2	4.5	4.5	0.6	-11.0	0.8	4.3	4.7
Non-residential structures	0.0	-48.8	-0.8	-10.2	2.0	4.0	4.0	4.0	1.1	-11.2	-4.5	5.1	5.8
Machinery and equipment	-12.1	-63.5	91.5	31.1	6.0	1.5	5.0	5.0	1.0	-16.4	9.5	3.6	3.9
Residential Investment	-2.2	-49.2	191.4	18.4	16.0	6.0	1.0	1.0	-0.2	3.9	18.1	2.2	2.0
Government Spending	-1.4	-15.8	19.7	6.1	3.3	3.3	4.1	4.2	1.7	-0.3	4.6	3.0	1.5
Exports	-10.4	-54.2	73.1	5.0	17.3	1.2	5.0	5.1	1.3	-9.8	8.1	3.7	2.2
Imports	-8.5	-64.9	118.8	10.8	5.0	10.6	5.0	5.4	0.4	-11.3	9.1	5.2	3.3
Total CPI Inflation *	1.8	0.0	0.3	0.8	1.4	2.7	2.6	2.5	1.9	0.7	2.3	1.9	2.0
Unemployment rate (%)*	6.4	13.1	10.1	8.8	8.5	7.6	6.8	6.6	5.7	9.6	7.4	6.3	6.0
Employment	-5.5	-38.2	38.5	9.9	-0.3	6.0	5.0	1.8	2.2	-5.1	4.6	1.9	0.9
Housing Starts (in 000s, annualized)*	207	191	239	239	254	230	220	220	208	219	231	205	210
Nominal GDP	-11.0	-43.7	-7.6	76.7	10.5	7.5	7.8	5.7	3.6	-4.6	10.2	5.2	3.7

*Average for the period.
Updated: April 2021

Financial Forecasts											
	19Q4	20Q1	20Q2	20Q3	20Q4	21Q4	21Q2	21Q3	21Q4	22Q4	23Q4
Canada											
Overnight Rate Target	1.75	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.75
3-Month Treasury Bills	1.65	0.22	0.20	0.12	0.07	0.08	0.10	0.10	0.10	0.25	0.50
2-Year Bond	1.70	0.42	0.28	0.24	0.19	0.23	0.35	0.40	0.40	0.75	0.95
5-Year Bond	1.68	0.58	0.37	0.35	0.39	1.00	1.00	1.10	1.25	1.60	1.85
10-Year Bond	1.70	0.69	0.53	0.56	0.67	1.56	1.65	1.70	1.75	1.90	2.25
30-Year Bond	1.76	1.30	0.99	1.11	1.21	1.98	2.10	2.10	2.10	2.15	2.30
United States											
Federal Funds Rate Target*	1.75	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.50
10-Year Bond	1.92	0.67	0.65	0.68	0.91	1.75	1.90	2.00	2.10	2.25	2.55
Canadian Dollar (US\$/C\$)	0.77	0.70	0.73	0.75	0.79	0.80	0.82	0.82	0.82	0.80	0.80
S&P 500 Index	3,231	2,585	3,100	3,363	3,756	3,973	4,025	4,050	4,075	4,200	4,400
TSX Index	17,063	13,379	15,515	16,121	17,433	18,701	19,100	19,300	19,750	20,500	21,500
Oil WTI (US\$/barrel)	61	20	39	40	48	59	60	55	55	55	55

Quarter-end data

* Upper bound of the Fed's target range

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