



Laurentian Bank Securities ECONOMIC RESEARCH AND STRATEGY

Forecast Tables – June 2017

Canadian Economic Forecasts														
	(q/q saar)					Annual Average					Q4/Q4			
	2016Q4	2017Q1	2017Q2	2017Q3	2017Q4	2015	2016	2017	2018	2019	2015	2016	2017	2018
Real GDP	2.7	3.7	0.9	2.4	1.9	0.9	1.5	2.4	1.9	1.9	0.4	2.0	2.2	1.9
Consumption	3.0	4.3	1.0	3.1	2.3	1.9	2.4	2.9	2.0	1.7	1.7	2.7	2.7	1.7
Business investment	-20.1	9.8	4.6	2.2	2.1	-11.1	-8.0	-0.2	3.0	3.2	-15.2	-7.4	4.6	3.4
Non-residential structures	-32.5	0.7	2.0	2.0	2.0	-16.0	-10.8	-3.7	3.0	3.7	-21.4	-8.9	1.7	3.7
Machinery and equipment	-3.2	25.3	3.0	2.8	2.2	-3.3	-5.3	4.1	2.9	3.1	-6.1	-5.5	7.9	3.2
Residential construction	6.3	15.7	-4.5	-1.5	0.0	3.8	3.0	3.2	-0.2	0.4	2.3	2.9	2.1	0.5
Government spending	2.1	0.5	4.0	1.6	2.7	1.9	1.8	1.7	2.8	2.5	2.0	2.2	2.2	3.0
Exports	0.8	-0.3	3.8	2.8	2.5	3.6	1.0	1.5	2.5	2.7	1.8	0.8	2.2	2.3
Imports	-11.3	13.7	1.9	2.0	2.0	0.3	-0.9	2.3	2.0	2.2	-2.9	-0.8	4.8	2.0
Total CPI Inflation *	1.4	1.9	1.5	1.8	2.3	1.1	1.4	1.9	1.9	2.0	1.3	1.4	2.3	1.9
Unemployment rate (%)*	6.9	6.7	6.6	6.5	6.5	6.9	7.0	6.6	6.4	6.3	-	-	-	-
Employment	2.6	2.1	0.6	1.0	1.0	0.8	0.7	1.4	0.9	0.8	0.8	1.1	1.2	0.9
Housing starts (in 000s)*	197	225	200	190	185	194	198	200	185	185	-	-	-	-
Nominal GDP	7.4	8.3	1.5	3.3	3.9	0.2	2.1	5.2	3.2	3.4	-0.4	4.0	4.2	3.5

*Average for the period.

Updated: June 2017

Financial Forecasts													
	14Q4	15Q1	15Q2	15Q3	15Q4	16Q1	16Q2	16Q3	16Q4	17Q1	17Q2	17Q3	17Q4
Canada													
Overnight Rate Target	1.00	0.75	0.75	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
3-Month Treasury Bills	0.91	0.55	0.58	0.43	0.51	0.45	0.50	0.52	0.48	0.54	0.50	0.50	0.60
2-Year Bond	1.01	0.51	0.49	0.53	0.48	0.54	0.52	0.54	0.74	0.75	0.75	0.85	0.80
5-Year Bond	1.34	0.77	0.81	0.81	0.73	0.68	0.57	0.61	1.11	1.11	1.10	1.30	1.10
10-Year Bond	1.79	1.36	1.68	1.45	1.39	1.23	1.06	1.19	1.72	1.62	1.60	1.85	2.05
30-Year Bond	2.33	1.99	2.31	2.21	2.15	2.00	1.71	1.85	2.31	2.30	2.20	2.45	2.60
United States													
Federal Funds Rate Target*	0.125	0.125	0.125	0.125	0.375	0.375	0.375	0.375	0.625	0.875	1.125	1.375	1.375
3-Month Treasury Bills	0.04	0.03	0.01	0.00	0.16	0.21	0.22	0.33	0.61	0.74	1.00	1.20	1.15
2-Year Bond	0.67	0.56	0.64	0.64	1.06	0.76	0.59	0.76	1.18	1.25	1.45	1.70	1.90
5-Year Bond	1.65	1.37	1.63	1.37	1.76	1.21	1.00	1.24	1.93	1.93	2.00	2.25	2.45
10-Year Bond	2.17	1.94	2.35	2.06	2.27	1.78	1.46	1.59	2.44	2.39	2.40	2.65	2.85
30-Year Bond	2.75	2.54	3.11	2.87	3.01	2.61	2.28	2.31	3.07	3.01	3.00	3.30	3.45
Canadian Dollar (US\$/C\$)	0.86	0.79	0.80	0.75	0.72	0.77	0.76	0.76	0.75	0.75	0.77	0.78	0.79
S&P 500 Index	2059	2068	2063	1920	2044	2060	2099	2168	2239	---	---	---	2500
TSX Index	14632	14902	14553	13307	13010	13494	14064	14726	15288	---	---	---	16500
Oil WTI (US\$/barrel)	53.5	47.7	59.5	45.1	37.0	38.3	48.3	48.2	53.7	50.7	59	63	67

Quarter-end data and annual averages

Updated: June 2017 * midpoint of the target range for the Fed funds