



Laurentian Bank Securities ECONOMIC RESEARCH AND STRATEGY

Forecasts Tables

Canadian Economic Outlook												
	(q/q % change, at annual rate)								annual average			
	18Q3	18Q4	19Q1	19Q2	19Q3	19Q4	20Q1	20Q2	2018	2019	2020	2021
Real GDP	2.1	0.3	0.5	3.7	1.4	1.7	1.4	1.7	1.9	1.6	1.7	1.6
Consumer Spending	1.3	1.0	2.9	0.5	1.7	1.9	1.5	1.5	2.1	1.6	1.6	1.5
Business Investment	-10.4	-6.5	10.8	-13.3	5.4	4.7	4.0	3.7	2.1	-1.8	3.0	3.6
Non-residential structures	-8.6	-14.2	-3.0	-1.8	5.0	5.0	4.2	3.5	-0.9	-4.4	3.8	3.8
Machinery and equipment	-16.3	-2.3	42.9	-32.4	4.0	4.0	3.3	3.3	6.1	0.0	0.7	3.1
Residential Investment	-3.2	-10.4	-3.9	5.5	3.7	2.7	2.5	2.3	-1.5	-1.8	2.6	1.4
Government Spending	2.5	-0.3	2.6	0.9	2.3	2.3	1.6	1.6	3.0	1.6	1.8	1.6
Exports	0.8	0.3	-3.3	13.4	2.1	3.0	2.1	2.1	3.2	2.9	3.1	2.5
Imports	-8.9	-0.7	8.7	-4.0	2.2	2.8	2.6	2.2	2.9	0.9	2.0	2.4
Total CPI Inflation *	2.7	2.0	1.6	2.1	2.6	2.2	2.0	1.7	2.3	2.1	1.9	1.9
Unemployment rate (%)*	5.9	5.7	5.8	5.5	5.7	5.7	5.7	5.6	5.8	5.7	5.6	5.6
Employment	1.3	2.2	2.9	3.0	1.7	0.6	0.9	0.8	1.3	2.2	1.0	0.8
Housing Starts (in 000s)*	197	217	187	224	220	200	200	195	187	208	195	193
Res. Transactions (units, 000s)**	117	115	112	118	--	--	--	--	458	474	496	501
Res. Housing Prices (yoy %)	1.8	-0.6	-0.7	0.2	--	--	--	--	--	--	--	--
Nominal GDP	4.3	-3.1	5.7	8.3	3.3	2.7	2.8	3.5	3.6	3.7	3.6	3.5

*Average for the period. **total for the period

Updated: September 2019

Financial Forecasts													
	18Q1	18Q2	18Q3	18Q4	19Q1	19Q2	19Q3	19Q4	20Q1	20Q2	20Q3	20Q4	21Q4
Canada													
Overnight Rate Target	1.25	1.25	1.50	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75	1.75
3-Month Treasury Bills	1.10	1.26	1.58	1.65	1.66	1.65	1.65	1.65	1.65	1.70	1.70	1.70	1.70
2-Year Bond	1.77	1.92	2.21	1.86	1.54	1.47	1.55	1.50	1.45	1.50	1.55	1.55	1.40
5-Year Bond	1.96	2.06	2.33	1.88	1.51	1.39	1.45	1.40	1.40	1.55	1.60	1.60	1.45
10-Year Bond	2.09	2.17	2.42	1.96	1.61	1.46	1.45	1.40	1.40	1.55	1.65	1.65	1.55
30-Year Bond	2.23	2.20	2.42	2.18	1.89	1.68	1.55	1.55	1.55	1.70	1.85	1.85	1.70
United States													
Federal Funds Rate Target*	1.75	2.00	2.25	2.50	2.50	2.50	2.00	1.75	1.50	1.50	1.50	1.50	1.50
3-Month Treasury Bills	1.70	1.89	2.15	2.40	2.35	2.08	1.95	1.70	1.45	1.45	1.45	1.45	1.45
2-Year Bond	2.3	2.5	2.8	2.51	2.29	1.76	1.70	1.60	1.55	1.60	1.60	1.60	1.40
5-Year Bond	2.6	2.7	3.0	2.50	2.23	1.76	1.60	1.55	1.55	1.65	1.75	1.75	1.55
10-Year Bond	2.7	2.9	3.1	2.69	2.42	2.00	1.75	1.70	1.70	1.75	1.85	1.85	1.70
30-Year Bond	2.97	2.99	3.21	3.02	2.82	2.53	2.15	2.10	2.10	2.15	2.25	2.25	2.10
Canadian Dollar (US\$/C\$)	0.78	0.76	0.77	0.73	0.75	0.76	0.75	0.76	0.76	0.77	0.77	0.77	0.77
S&P 500 Index	2641	2718	2914	2507	2834	2942	3010	3050	3100	3150	3200	3200	3200
TSX Index	15367	16278	16073	14323	16102	16382	16900	17000	17100	17300	17500	17500	17500
Oil WTI (US\$/barrel)	65	74	73	45	60	58	59	60	60	60	60	60	58

Quarter-end data

Updated: Sept. 2019 * Upper bound of the Fed's target range



LAURENTIAN BANK
SECURITIES