



# Laurentian Bank Securities ECONOMIC RESEARCH AND STRATEGY

## Forecasts Tables

Canadian Economic Outlook												
	(q/q saar)									annual average		
	2017Q4	2018Q1	2018Q2	2018Q3	2018Q4	2019Q1	2019Q2	2019Q3	2019Q4	2018	2019	2020
<b>Real GDP</b>	1.7	1.7	2.9	2.0	1.0	0.7	1.9	2.3	1.9	2.0	1.6	1.8
Consumer Expenditure	2.4	1.5	2.3	1.2	1.6	1.5	1.8	1.9	1.8	2.2	1.6	1.6
Business Investment	6.3	13.5	0.6	-6.9	-3.0	-2.8	3.5	5.5	5.5	4.3	-0.5	4.5
Non-residential structures	4.9	5.7	0.3	-5.2	-6.0	-4.0	3.0	7.0	7.0	2.7	-1.0	5.4
Machinery and equipment	12.3	25.5	2.0	-9.8	-1.0	-4.0	4.0	4.0	4.0	7.5	-0.9	3.7
Residential Investment	12.5	-7.9	-0.1	-5.9	-0.5	-5.0	-3.0	-2.0	0.0	-1.1	-2.9	-0.1
Government Spending	6.1	2.3	1.2	1.9	2.7	2.7	2.1	0.7	0.5	3.1	2.0	1.2
Exports	5.7	2.3	13.1	0.9	1.3	2.2	2.8	7.0	5.3	3.2	3.4	4.3
Imports	7.7	4.8	5.9	-7.8	0.7	2.0	2.6	3.3	3.7	3.2	1.1	3.4
Total CPI Inflation *	1.8	2.1	2.3	2.7	2.0	1.8	1.9	2.1	2.5	2.3	2.1	1.9
Unemployment rate (%)*	6.0	5.8	5.9	5.9	5.7	5.7	5.8	5.8	5.9	5.8	5.8	5.8
Employment	2.0	0.3	1.0	1.3	2.2	1.0	0.5	0.8	0.8	1.3	1.1	0.9
Housing Starts (in 000s)*	227	224	218	197	217	196	196	196	196	214	196	192
Res. Transactions (units, 000s)**	130	116	112	117	--	--	--	--	--	458	485	500
Res. Housing Prices (yoy %)	9.2	7.6	4.3	1.8	--	--	--	--	--	--	--	--
Nominal GDP	6.4	2.9	4.6	5.0	-1.0	6.7	5.0	6.4	4.0	3.9	4.4	3.7

\*Average for the period. \*\*total for the period  
Updated: February 2019

Financial Forecasts												
	18Q1	18Q2	18Q3	18Q4	19Q1	19Q2	19Q3	19Q4	20Q1	20Q2	20Q3	20Q4
<b>Canada</b>												
<b>Overnight Rate Target</b>	1.25	1.25	1.50	1.75	1.75	1.75	2.00	2.25	2.50	2.50	2.50	2.50
3-Month Treasury Bills	1.10	1.26	1.58	1.65	1.75	1.80	2.00	2.25	2.50	2.50	2.50	2.50
2-Year Bond	1.77	1.92	2.21	1.86	1.85	2.15	2.30	2.40	2.50	2.50	2.60	2.60
5-Year Bond	1.96	2.06	2.33	1.88	1.95	2.15	2.30	2.50	2.60	2.60	2.70	2.70
10-Year Bond	2.09	2.17	2.42	1.96	2.05	2.30	2.40	2.60	2.70	2.70	2.80	2.80
30-Year Bond	2.23	2.20	2.42	2.18	2.20	2.35	2.45	2.65	2.80	2.80	2.90	2.90
<b>United States</b>												
<b>Federal Funds Rate Target*</b>	1.75	2.00	2.25	2.50	2.50	2.50	2.75	3.00	3.00	3.00	3.25	3.25
3-Month Treasury Bills	1.70	1.89	2.15	2.40	2.45	2.50	2.70	2.95	2.95	3.05	3.30	3.30
2-Year Bond	2.3	2.5	2.6	2.74	2.55	2.70	3.00	3.20	3.30	3.40	3.50	3.50
5-Year Bond	2.6	2.7	2.8	2.83	2.60	2.75	3.05	3.30	3.45	3.50	3.60	3.60
10-Year Bond	2.7	2.9	2.9	3.01	2.75	3.05	3.10	3.35	3.50	3.70	3.75	3.75
30-Year Bond	2.98	3.04	3.12	3.16	3.10	3.30	3.40	3.55	3.70	3.80	3.90	3.90
<b>Canadian Dollar (US\$/C\$)</b>	0.78	0.76	0.77	0.73	0.76	0.78	0.80	0.81	0.81	0.82	0.82	0.82
<b>S&amp;P 500 Index</b>	2641	2718	2914	2507	2750	2800	2900	3000	3050	3100	3100	3150
<b>TSX Index</b>	15367	16278	16073	14323	15800	16500	17600	18500	19250	19500	19750	20000
<b>Oil WTI (US\$/barrel)</b>	65	74	73	45	60	62	67	67	67	67	67	67

Quarter-end data

Updated: February 2019 \* Upper bound of the target range for the Fed funds rate.

