



Laurentian Bank Securities ECONOMIC RESEARCH AND STRATEGY

Forecasts Tables

Canadian Economic Outlook											
	(q/q saar)					annual average				Q4/Q4	
	2017Q4	2018Q1	2018Q2	2018Q3	2018Q4	2017	2018	2019	2020	2017	2018
Real GDP	1.7	1.4	2.9	2.2	2.1	3.0	2.1	2.1	1.9	3.0	2.2
Consumer Expenditure	2.2	1.0	2.6	1.2	1.7	3.5	2.0	1.8	1.7	3.4	1.6
Business Investment	7.4	11.2	1.7	9.8	4.9	2.5	7.2	5.4	5.0	8.6	6.8
Non-residential structures	4.0	8.2	2.2	3.0	5.0	0.7	5.4	5.3	6.2	6.4	4.6
Machinery and equipment	14.5	16.4	1.4	12.0	5.0	6.0	9.5	4.9	3.8	12.9	8.5
Residential Investment	13.5	-10.5	1.1	2.0	3.0	2.9	0.1	1.3	1.0	4.6	-1.2
Government Spending	4.5	2.8	1.0	2.7	2.7	2.6	2.9	2.1	2.1	3.3	2.3
Exports	3.9	2.4	12.4	1.3	4.7	1.0	3.1	3.0	2.1	0.5	5.1
Imports	7.7	4.3	6.5	-7.1	5.2	3.6	3.4	2.2	2.1	6.9	2.0
Total CPI Inflation *	1.8	2.1	2.3	2.7	2.4	1.6	2.4	2.1	2.0	1.8	2.4
Unemployment rate (%)*	6.0	5.8	5.9	5.9	5.9	6.3	5.9	5.8	5.7	--	--
Employment	2.6	0.1	4.1	1.3	0.8	1.9	1.2	0.9	0.7	2.1	0.7
Housing Starts (in 000s)*	229	225	219	196	210	220	213	205	200	--	--
Res. Transactions (units, 000s)**	132	115	111	118	--	516	462	494	515	--	--
Res. Housing Prices (yoy %)	9.2	7.6	4.3	1.8	--	12.1	--	--	--	--	--
Nominal GDP	6.3	3.1	5.1	3.6	2.8	5.4	4.0	3.7	3.9	4.9	3.7

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

Updated: October 2018

Financial Forecasts													
	17Q1	17Q2	17Q3	17Q4	18Q1	18Q2	18Q3	18Q4	19Q1	19Q2	19Q3	19Q4	20Q4
Canada													
Overnight Rate Target	0.50	0.50	1.00	1.00	1.25	1.25	1.50	1.75	2.00	2.00	2.25	2.25	2.75
3-Month Treasury Bills	0.53	0.71	1.00	1.05	1.10	1.26	1.58	1.75	2.00	2.00	2.25	2.25	2.75
2-Year Bond	0.75	1.09	1.50	1.67	1.77	1.92	2.21	2.35	2.50	2.50	2.70	2.70	3.05
5-Year Bond	1.11	1.39	1.75	1.86	1.96	2.06	2.33	2.45	2.60	2.60	2.75	2.75	2.85
10-Year Bond	1.62	1.77	2.09	2.04	2.09	2.17	2.42	2.55	2.70	2.75	2.85	2.90	3.10
30-Year Bond	2.30	2.14	2.47	2.27	2.23	2.20	2.42	2.50	2.70	2.75	2.85	2.90	3.15
United States													
Federal Funds Rate Target*	1.000	1.250	1.250	1.500	1.750	2.000	2.250	2.500	2.750	3.000	3.000	3.000	3.250
3-Month Treasury Bills	0.75	1.01	1.04	1.37	1.70	1.89	2.15	2.40	2.70	3.00	3.05	3.05	3.30
2-Year Bond	1.24	1.37	1.49	1.88	2.27	2.53	2.82	3.00	3.25	3.40	3.40	3.40	3.50
5-Year Bond	1.92	1.88	1.92	2.19	2.56	2.73	2.95	3.15	3.40	3.50	3.50	3.50	3.60
10-Year Bond	2.40	2.30	2.33	2.41	2.75	2.86	3.06	3.20	3.50	3.70	3.70	3.70	3.75
30-Year Bond	3.02	2.84	2.86	2.74	2.97	2.99	3.21	3.40	3.60	3.80	3.80	3.80	3.90
Canadian Dollar (US\$/C\$)	0.75	0.77	0.80	0.80	0.78	0.76	0.77	0.80	0.81	0.81	0.81	0.81	0.82
S&P 500 Index	2363	2423	2519	2674	2641	2718	2914	2800	2850	2900	2950	3000	3150
TSX Index	15548	15182	15635	16209	15367	16278	16073	16500	17250	18000	18500	19000	20000
Oil WTI (US\$/barrel)	50.5	46	52	60	65	74	73	67	67	67	67	67	67

Quarter-end data

Updated: October 2018 * Upper bound of the target range for the Fed funds rate.



**LAURENTIAN BANK
SECURITIES**