

Contributors

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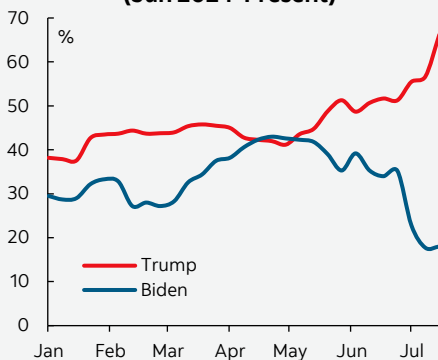
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Chart 1

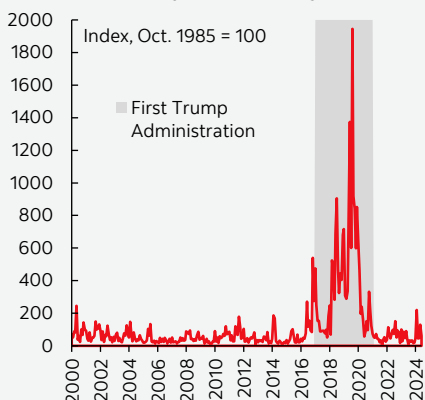
US Presidential Election Betting Odds (Jan 2024-Present)



*Calculated as an average of odds from 6 betting sites.
Sources: Scotiabank Economics, Real Clear Polling.

Chart 2

Trade Policy Uncertainty Index



Sources: Scotiabank Economics, PolicyUncertainty.com

More Clarity, for the Time Being...

- Further rate cuts in Canada this year a certainty while we continue to believe that the Federal Reserve will cut in September.
- Economic data have come in largely as expected so our forecasts remain largely unchanged. Lower interest rates will provide a mild boost to economic growth later this year, but the full impact of rate cuts will take time to materialize given the lags of monetary policy.
- Clarity on interest rates and the outlook over the next few months may be fleeting. The results of the US election risk muddying the outlook substantially.

The long-awaited rate cuts are finally underway in Canada and are likely to start in the United States in September. These will eventually provide relief to the interest rate sensitive parts of the economy and may also lift business and household sentiment. These rate cuts are occurring in the context of slow, but still-positive growth, and solid progress on inflation management even though there remain substantial risks of higher inflation (linked to the sharp rise in global shipping costs and rapid wage growth and low productivity in Canada). We remain comfortable with our view that policy rates will fall by another 75 basis points in Canada this year and that the Federal Reserve will cut its policy rate by at least 50 basis points starting in September. Moreover, economic data have come in roughly as expected over the last several months, leading to only minor tweaks to the outlook for growth. All told, this forecast update is largely similar to our previous forecast. In this sense, the stability in our forecast combined with more certainty on the interest rate path suggest greater clarity in the outlook for the next several months.

This period of clarity may well come to a crashing stop following the results of the US election. A win by former President Trump, as currently seems likely (chart 1), risks muddying the outlook **in a number of ways**. He is almost certain to lower corporate taxes and reduce regulation. That would provide a short-term boost to growth and markets while further imperiling US fiscal solvency. He has spoken extensively about his plans to raise tariffs on all imports coming into the US (see chart 2 for the impact his much tamer trade policies had on uncertainty in his first term as President). His VP nominee, along with a number of other advisors, seem to be proponents of a weak dollar policy, which could lead to efforts to devalue the US dollar. As impractical as this may sound, Republicans have been ramping up the rhetoric around the deportation of illegal immigrants. Most recently, Mr. Trump has again signalled some hesitance to support Taiwan. With the exception of lower taxes and less regulation, these developments would all be destabilizing and inject significant downside uncertainty to the outlook. There is of course much uncertainty around what policies a second Trump Administration might pursue. If limited to tax cuts and deregulation there may well be a sizeable boost to growth. Layering on other policies would likely erode all of these gains over time. While there is uncertainty about the net impact of policies on the economy, there is no doubt that all the policies currently being contemplated are inflationary. A second Trump Administration would require upward revisions to inflation forecasts and possibly slower (and less) rate cuts. As should be evident by now, the path beyond the US election is about as clear as mud.

If current polling trends persist, we will adjust our forecasts in September to reflect an anticipated Trump victory.

| International | | | | | | | | | | | | |
|--|--------------------------------------|-------|-------|-------|-------|-------|---|------|------|------|-------|-------|
| | 2010–19 | 2021 | 2022 | 2023 | 2024f | 2025f | 2010–19 | 2021 | 2022 | 2023 | 2024f | 2025f |
| | Real GDP (annual % change) | | | | | | Consumer Prices (annual average % change, unless noted) | | | | | |
| World (based on purchasing power parity) | 3.7 | 6.5 | 3.5 | 3.3 | 3.1 | 3.0 | | | | | | |
| Canada | 2.2 | 5.3 | 3.8 | 1.2 | 1.2 | 2.0 | 1.6 | 3.4 | 6.8 | 3.9 | 2.6 | 2.2 |
| United States | 2.4 | 5.8 | 1.9 | 2.5 | 2.4 | 1.8 | 1.8 | 4.7 | 8.0 | 4.1 | 3.0 | 2.5 |
| Mexico | 2.3 | 6.0 | 3.7 | 3.2 | 2.0 | 1.6 | 4.0 | 5.7 | 7.9 | 5.5 | 4.7 | 3.9 |
| United Kingdom | 2.0 | 8.7 | 4.3 | 0.1 | 1.0 | 1.3 | 2.2 | 2.6 | 9.1 | 7.3 | 2.5 | 2.2 |
| Eurozone | 1.4 | 5.9 | 3.5 | 0.6 | 0.7 | 1.4 | 1.4 | 2.6 | 8.4 | 5.4 | 2.4 | 2.0 |
| Germany | 2.0 | 3.1 | 1.9 | 0.0 | 0.3 | 1.4 | 1.4 | 3.2 | 8.7 | 3.0 | 2.4 | 2.0 |
| France | 1.4 | 6.8 | 2.6 | 1.1 | 0.8 | 1.2 | 1.3 | 2.1 | 5.9 | 5.7 | 2.5 | 2.0 |
| China | 7.7 | 8.4 | 3.0 | 5.3 | 5.0 | 4.5 | 2.6 | 0.9 | 1.9 | 0.3 | 0.6 | 1.5 |
| India | 7.1 | 9.7 | 7.0 | 8.2 | 7.0 | 6.7 | 6.5 | 5.1 | 6.7 | 5.7 | 4.5 | 4.5 |
| Japan | 1.2 | 2.7 | 1.2 | 1.9 | 0.2 | 1.2 | 0.5 | -0.3 | 2.5 | 3.3 | 2.4 | 1.9 |
| South Korea | 3.5 | 4.6 | 2.7 | 1.4 | 2.5 | 2.2 | 1.7 | 2.5 | 5.1 | 3.6 | 2.5 | 2.0 |
| Australia | 2.6 | 5.5 | 3.9 | 2.0 | 1.3 | 2.2 | 2.1 | 2.8 | 6.6 | 5.6 | 3.4 | 2.8 |
| Thailand | 3.6 | 1.6 | 2.5 | 1.9 | 2.6 | 3.2 | 1.6 | 1.2 | 6.1 | 1.3 | 0.8 | 1.8 |
| Brazil | 1.4 | 4.8 | 3.0 | 2.9 | 2.1 | 2.0 | 5.8 | 8.3 | 9.3 | 4.5 | 4.0 | 3.9 |
| Colombia | 3.7 | 10.8 | 7.3 | 0.6 | 1.5 | 2.9 | 3.7 | 3.5 | 10.2 | 11.8 | 6.8 | 3.8 |
| Peru | 4.5 | 13.4 | 2.7 | -0.6 | 3.0 | 2.5 | 2.8 | 4.0 | 7.9 | 6.3 | 2.4 | 2.3 |
| Chile | 3.3 | 11.3 | 2.1 | 0.2 | 2.7 | 2.5 | 3.0 | 4.5 | 11.6 | 7.3 | 3.7 | 4.0 |
| Commodities | | | | | | | | | | | | |
| | (annual average) | | | | | | | | | | | |
| WTI Oil (USD/bbl) | 74 | 68 | 95 | 78 | 80 | 75 | | | | | | |
| Brent Oil (USD/bbl) | 82 | 70 | 101 | 83 | 85 | 80 | | | | | | |
| WCS - WTI Discount (USD/bbl) | -18 | -14 | -21 | -19 | -16 | -14 | | | | | | |
| Nymex Natural Gas (USD/mmbtu) | 3.39 | 3.85 | 6.61 | 2.73 | 2.57 | 3.75 | | | | | | |
| Copper (USD/lb) | 3.10 | 4.23 | 4.00 | 3.85 | 4.50 | 5.00 | | | | | | |
| Zinc (USD/lb) | 1.02 | 1.36 | 1.58 | 1.20 | 1.25 | 1.25 | | | | | | |
| Nickel (USD/lb) | 7.00 | 8.37 | 11.66 | 9.75 | 8.50 | 8.50 | | | | | | |
| Iron Ore (USD/tonne) | 101 | 160 | 121 | 120 | 110 | 90 | | | | | | |
| Metallurgical Coal (USD/tonne) | 179 | 204 | 372 | 288 | 263 | 225 | | | | | | |
| Gold, (USD/oz) | 1,342 | 1,799 | 1,803 | 1,943 | 2,200 | 2,200 | | | | | | |
| Silver, (USD/oz) | 21.64 | 25.15 | 21.80 | 23.38 | 26.00 | 26.00 | | | | | | |

Sources: Scotiabank Economics, Statistics Canada, Focus Economics, BEA, BCB, BLS, IMF, Bloomberg.

| North America | | | | | | | | | | | | |
|--|---------------------------------|-------|-------|-------|-------|-------|---------------------------------|--------|--------|--------|--------|--------|
| | 2010-19 | 2021 | 2022 | 2023 | 2024f | 2025f | 2010-19 | 2021 | 2022 | 2023 | 2024f | 2025f |
| | Canada | | | | | | United States | | | | | |
| | (annual % change, unless noted) | | | | | | (annual % change, unless noted) | | | | | |
| Real GDP | 2.2 | 5.3 | 3.8 | 1.2 | 1.2 | 2.0 | 2.4 | 5.8 | 1.9 | 2.5 | 2.4 | 1.8 |
| Consumer spending | 2.5 | 5.1 | 5.1 | 1.7 | 1.4 | 1.5 | 2.3 | 8.4 | 2.5 | 2.2 | 2.2 | 1.6 |
| Residential investment | 2.4 | 14.6 | -12.0 | -10.2 | 2.5 | 4.6 | 4.7 | 10.7 | -9.0 | -10.6 | 4.7 | 1.7 |
| Business investment* | 3.0 | 9.1 | 4.3 | -0.6 | -1.9 | 4.0 | 5.6 | 5.9 | 5.2 | 4.5 | 3.9 | 2.1 |
| Government | 1.1 | 4.6 | 3.3 | 2.1 | 2.4 | 2.2 | 0.2 | -0.3 | -0.9 | 4.1 | 2.1 | 0.9 |
| Exports | 3.5 | 2.7 | 3.2 | 5.4 | 2.2 | 1.1 | 3.9 | 6.3 | 7.0 | 2.6 | 3.8 | 3.2 |
| Imports | 3.7 | 8.1 | 7.6 | 0.9 | 1.1 | 1.3 | 4.3 | 14.5 | 8.6 | -1.7 | 3.2 | 0.5 |
| Inventories, contribution to annual GDP growth | 0.1 | 0.7 | 2.3 | -0.7 | -0.6 | -0.1 | 0.1 | 0.2 | 0.5 | -0.4 | -0.2 | -0.1 |
| Nominal GDP | 4.0 | 13.4 | 11.8 | 2.8 | 4.4 | 3.9 | 4.0 | 10.7 | 9.1 | 6.3 | 4.6 | 3.8 |
| GDP deflator | 1.7 | 7.7 | 7.7 | 1.5 | 3.2 | 1.9 | 1.6 | 4.6 | 7.1 | 3.6 | 2.2 | 1.9 |
| Consumer price index (CPI) | 1.6 | 3.4 | 6.8 | 3.9 | 2.6 | 2.2 | 1.8 | 4.7 | 8.0 | 4.1 | 3.0 | 2.5 |
| Core inflation rate** | 1.7 | 2.8 | 5.0 | 3.9 | 2.7 | 2.2 | 1.6 | 3.6 | 5.2 | 4.1 | 2.6 | 2.2 |
| Pre-tax corporate profits | 6.3 | 33.2 | 14.7 | -17.4 | -4.4 | 10.3 | 5.9 | 22.6 | 9.8 | 0.6 | 3.0 | 2.4 |
| Employment | 1.3 | 5.0 | 4.0 | 2.4 | 1.8 | 1.1 | 1.4 | 2.9 | 4.3 | 2.3 | 1.6 | 1.5 |
| Unemployment rate (%) | 6.9 | 7.5 | 5.3 | 5.4 | 6.3 | 6.6 | 6.2 | 5.4 | 3.6 | 3.6 | 4.0 | 4.1 |
| Current account balance (CAD, USD bn) | -56.9 | 0.4 | -10.3 | -21.0 | -17.1 | -30.4 | -407 | -868 | -1012 | -905 | -926 | -848 |
| Merchandise trade balance (CAD, USD bn) | -13.6 | 2.5 | 19.7 | -1.9 | -0.3 | -11.1 | -763 | -1083 | -1180 | -1063 | -1107 | -1070 |
| Federal budget balance (FY, CAD, USD bn) *** | -18.7 | -90.2 | -35.3 | -40.0 | -39.8 | -38.9 | -829 | -2,775 | -1,376 | -1,695 | -1,476 | -1,692 |
| percent of GDP | -1.0 | -3.6 | -1.3 | -1.4 | -1.3 | -1.2 | -4.8 | -11.8 | -5.3 | -6.2 | -5.2 | -5.7 |
| Housing starts (000s, mn) | 201 | 271 | 262 | 240 | 248 | 257 | 0.99 | 1.60 | 1.55 | 1.42 | 1.37 | 1.38 |
| Motor vehicle sales (000s, mn) | 1,816 | 1,663 | 1,523 | 1,684 | 1,755 | 1,799 | 15.7 | 14.9 | 13.8 | 15.5 | 15.7 | 16.5 |
| Industrial production | 2.4 | 5.0 | 3.9 | -0.7 | -0.1 | 2.2 | 1.7 | 4.4 | 3.4 | 0.2 | 0.3 | 1.6 |
| | Mexico | | | | | | | | | | | |
| | (annual % change) | | | | | | | | | | | |
| Real GDP | 2.3 | 6.0 | 3.7 | 3.2 | 2.0 | 1.6 | | | | | | |
| Consumer price index | 4.0 | 5.7 | 7.9 | 5.5 | 4.7 | 3.9 | | | | | | |
| Unemployment rate (%) | 4.4 | 4.1 | 3.3 | 2.8 | 2.9 | 3.4 | | | | | | |

Sources: Scotiabank Economics, Statistics Canada, CMHC, BEA, BLS, Bloomberg. *For Canada it includes capital expenditures by businesses and non-profit institutions.
 ** US: core PCE deflator; Canada: average of 2 core measures published by the BoC. *** In order to align with US reporting, as of the August 2020 issue of Scotiabank's Forecast Tables, Canadian Federal and Provincial Budget Balances for FY2020/21 are noted in calendar year 2020, FY2021/22 in calendar year 2021.

| Quarterly Forecasts | | | | | | | | | | | | | |
|---|------|-----|------|------|-----|------|-----|-----|-----|------|-----|-----|-----|
| | 2022 | | 2023 | | | 2024 | | | | 2025 | | | |
| Canada | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2e | Q3f | Q4f | Q1f | Q2f | Q3f | Q4f |
| Real GDP (q/q ann. % change) | -0.9 | 3.4 | 0.7 | -0.3 | 0.1 | 1.7 | 1.6 | 2.2 | 2.2 | 1.8 | 1.9 | 2.3 | 2.1 |
| Real GDP (y/y % change) | 2.2 | 2.0 | 1.3 | 0.7 | 1.0 | 0.5 | 0.8 | 1.4 | 1.9 | 2.0 | 2.0 | 2.0 | 2.0 |
| Consumer prices (y/y % change) | 6.7 | 5.1 | 3.5 | 3.7 | 3.2 | 2.8 | 2.7 | 2.3 | 2.6 | 2.5 | 2.0 | 2.2 | 2.1 |
| Average of the BoC core CPI (y/y % change)* | 5.3 | 4.7 | 3.8 | 3.7 | 3.4 | 3.1 | 2.8 | 2.5 | 2.4 | 2.3 | 2.2 | 2.1 | 2.0 |
| CPIXFET (y/y % change)** | 5.4 | 4.8 | 4.0 | 3.4 | 3.4 | 2.9 | 2.8 | 2.5 | 2.4 | 2.2 | 2.1 | 2.0 | 2.0 |
| Unemployment Rate (%) | 5.1 | 5.1 | 5.3 | 5.5 | 5.8 | 5.9 | 6.2 | 6.5 | 6.6 | 6.6 | 6.6 | 6.6 | 6.5 |
| United States | | | | | | | | | | | | | |
| Real GDP (q/q ann. % change) | 2.6 | 2.2 | 2.1 | 4.9 | 3.4 | 1.4 | 1.9 | 1.8 | 1.8 | 1.8 | 1.8 | 1.8 | 1.8 |
| Real GDP (y/y % change) | 0.7 | 1.7 | 2.4 | 2.9 | 3.1 | 2.9 | 2.9 | 2.1 | 1.7 | 1.8 | 1.8 | 1.8 | 1.8 |
| Consumer prices (y/y % change) | 7.1 | 5.7 | 4.0 | 3.6 | 3.2 | 3.2 | 3.2 | 2.8 | 2.8 | 2.8 | 2.6 | 2.3 | 2.2 |
| Total PCE deflator (y/y % change) | 5.9 | 5.0 | 3.9 | 3.3 | 2.8 | 2.6 | 2.6 | 2.6 | 2.7 | 2.6 | 2.3 | 2.0 | 2.0 |
| Core PCE deflator (y/y % change) | 5.1 | 4.8 | 4.6 | 3.8 | 3.2 | 2.9 | 2.7 | 2.5 | 2.5 | 2.5 | 2.3 | 2.1 | 2.1 |
| Unemployment Rate (%) | 3.6 | 3.5 | 3.6 | 3.7 | 3.7 | 3.8 | 4.0 | 4.1 | 4.2 | 4.2 | 4.1 | 4.1 | 4.1 |

* Average of 2 core measures published by the BoC. ** CPI ex. food, energy and indirect taxes. Sources: Scotiabank Economics, Statistics Canada, BEA, BLS, Bloomberg.

| Central Bank Rates | | | | | | | | | | | | | |
|------------------------------------|---------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| | 2022 | 2023 | | | | 2024 | | | | 2025 | | | |
| | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3f | Q4f | Q1f | Q2f | Q3f | Q4f |
| Americas | (% , end of period) | | | | | | | | | | | | |
| Bank of Canada | 4.25 | 4.50 | 4.75 | 5.00 | 5.00 | 5.00 | 4.75 | 4.25 | 4.00 | 3.75 | 3.50 | 3.25 | 3.25 |
| US Federal Reserve (upper bound) | 4.50 | 5.00 | 5.25 | 5.50 | 5.50 | 5.50 | 5.50 | 5.25 | 5.00 | 4.50 | 4.00 | 3.50 | 3.50 |
| Bank of Mexico | 10.50 | 11.25 | 11.25 | 11.25 | 11.25 | 11.00 | 11.00 | 10.75 | 10.50 | 10.00 | 9.50 | 8.75 | 8.00 |
| Central Bank of Brazil | 13.75 | 13.75 | 13.75 | 12.75 | 11.75 | 10.75 | 10.50 | 10.50 | 10.50 | 10.50 | 10.00 | 9.75 | 9.50 |
| Bank of the Republic of Colombia | 12.00 | 13.00 | 13.25 | 13.25 | 13.00 | 12.25 | 11.25 | 10.00 | 8.50 | 7.00 | 5.50 | 5.50 | 5.50 |
| Central Reserve Bank of Peru | 7.50 | 7.75 | 7.75 | 7.50 | 6.75 | 6.25 | 5.75 | 5.50 | 5.00 | 4.75 | 4.50 | 4.25 | 4.25 |
| Central Bank of Chile | 11.25 | 11.25 | 11.25 | 9.50 | 8.25 | 7.25 | 5.75 | 5.50 | 5.25 | 5.00 | 4.75 | 4.50 | 4.25 |
| Europe | | | | | | | | | | | | | |
| European Central Bank MRO Rate | 2.50 | 3.50 | 4.00 | 4.50 | 4.50 | 4.50 | 4.25 | 3.65 | 3.40 | 3.15 | 2.90 | 2.65 | 2.40 |
| European Central Bank Deposit Rate | 2.00 | 3.00 | 3.50 | 4.00 | 4.00 | 4.00 | 3.75 | 3.50 | 3.25 | 3.00 | 2.75 | 2.50 | 2.25 |
| Bank of England | 3.50 | 4.25 | 5.00 | 5.25 | 5.25 | 5.25 | 5.25 | 5.00 | 4.50 | 4.25 | 3.75 | 3.50 | 3.25 |
| Asia/Oceania | | | | | | | | | | | | | |
| Reserve Bank of Australia | 3.10 | 3.60 | 4.10 | 4.10 | 4.35 | 4.35 | 4.35 | 4.35 | 4.10 | 3.85 | 3.60 | 3.35 | 3.35 |
| Bank of Japan | -0.10 | -0.10 | -0.10 | -0.10 | -0.10 | 0.00 | 0.00 | 0.00 | 0.00 | 0.25 | 0.25 | 0.50 | 0.50 |
| People's Bank of China | 2.75 | 2.75 | 2.65 | 2.50 | 2.50 | 2.50 | 2.50 | 2.40 | 2.30 | 2.20 | 2.10 | 2.10 | 2.10 |
| Reserve Bank of India | 6.25 | 6.50 | 6.50 | 6.50 | 6.50 | 6.50 | 6.50 | 6.50 | 6.25 | 6.00 | 5.75 | 5.75 | 5.75 |
| Bank of Korea | 3.25 | 3.50 | 3.50 | 3.50 | 3.50 | 3.50 | 3.50 | 3.50 | 3.25 | 3.00 | 2.75 | 2.50 | 2.50 |
| Bank of Thailand | 1.25 | 1.75 | 2.00 | 2.50 | 2.50 | 2.50 | 2.50 | 2.50 | 2.25 | 2.25 | 2.00 | 2.00 | 2.00 |
| Currencies and Interest Rates | | | | | | | | | | | | | |
| Americas | (end of period) | | | | | | | | | | | | |
| Canadian dollar (USDCAD) | 1.36 | 1.35 | 1.32 | 1.36 | 1.32 | 1.35 | 1.37 | 1.38 | 1.36 | 1.34 | 1.32 | 1.32 | 1.30 |
| Canadian dollar (CADUSD) | 0.74 | 0.74 | 0.76 | 0.74 | 0.76 | 0.74 | 0.73 | 0.72 | 0.74 | 0.75 | 0.76 | 0.76 | 0.77 |
| Mexican peso (USDMXN) | 19.50 | 18.05 | 17.12 | 17.42 | 16.97 | 16.56 | 18.32 | 18.80 | 18.90 | 19.50 | 19.60 | 19.80 | 20.00 |
| Brazilian real (USDBRL) | 5.28 | 5.06 | 4.79 | 5.03 | 4.86 | 5.01 | 5.59 | 5.31 | 5.25 | 5.22 | 5.18 | 5.18 | 5.20 |
| Colombian peso (USDCOP) | 4,853 | 4,623 | 4,172 | 4,067 | 3,855 | 3,852 | 4,153 | 4,102 | 4,116 | 4,120 | 4,125 | 4,140 | 4,150 |
| Peruvian sol (USDPEN) | 3.81 | 3.76 | 3.63 | 3.78 | 3.70 | 3.72 | 3.84 | 3.80 | 3.75 | 3.75 | 3.75 | 3.80 | 3.78 |
| Chilean peso (USDCLP) | 851 | 795 | 802 | 892 | 879 | 979 | 940 | 900 | 870 | 870 | 870 | 870 | 870 |
| Europe | | | | | | | | | | | | | |
| Euro (EURUSD) | 1.07 | 1.08 | 1.09 | 1.06 | 1.10 | 1.08 | 1.07 | 1.07 | 1.09 | 1.11 | 1.11 | 1.15 | 1.15 |
| UK pound (GBPUSD) | 1.21 | 1.23 | 1.27 | 1.22 | 1.27 | 1.26 | 1.26 | 1.25 | 1.27 | 1.29 | 1.29 | 1.31 | 1.31 |
| Asia/Oceania | | | | | | | | | | | | | |
| Japanese yen (USDJPY) | 131 | 133 | 144 | 149 | 141 | 151 | 161 | 150 | 150 | 145 | 145 | 140 | 140 |
| Australian dollar (AUDUSD) | 0.68 | 0.67 | 0.67 | 0.64 | 0.68 | 0.65 | 0.67 | 0.68 | 0.68 | 0.70 | 0.70 | 0.72 | 0.72 |
| Chinese yuan (USDCNY) | 6.90 | 6.87 | 7.25 | 7.30 | 7.10 | 7.22 | 7.27 | 7.27 | 7.24 | 7.20 | 7.16 | 7.13 | 7.10 |
| Indian rupee (USDINR) | 82.7 | 82.2 | 82.0 | 83.0 | 83.2 | 83.4 | 83.4 | 83.5 | 83.4 | 83.3 | 83.2 | 83.1 | 83.0 |
| South Korean won (USDKRW) | 1,265 | 1,302 | 1,318 | 1,349 | 1,288 | 1,347 | 1,377 | 1,364 | 1,350 | 1,335 | 1,321 | 1,309 | 1,298 |
| Thai baht (USDTHB) | 34.6 | 34.2 | 35.5 | 36.4 | 34.1 | 36.4 | 36.7 | 36.7 | 36.4 | 36.0 | 35.7 | 35.5 | 35.3 |
| Canada (Yields, %) | | | | | | | | | | | | | |
| 3-month T-bill | 4.32 | 4.42 | 4.91 | 5.11 | 5.03 | 4.95 | 4.64 | 4.05 | 3.70 | 3.55 | 3.30 | 3.20 | 3.20 |
| 2-year Canada | 4.05 | 3.73 | 4.58 | 4.87 | 3.89 | 4.18 | 3.99 | 3.75 | 3.60 | 3.50 | 3.40 | 3.40 | 3.40 |
| 5-year Canada | 3.41 | 3.02 | 3.68 | 4.25 | 3.17 | 3.53 | 3.51 | 3.40 | 3.45 | 3.50 | 3.50 | 3.50 | 3.50 |
| 10-year Canada | 3.30 | 2.90 | 3.27 | 4.02 | 3.11 | 3.47 | 3.50 | 3.40 | 3.50 | 3.60 | 3.60 | 3.60 | 3.60 |
| 30-year Canada | 3.28 | 3.00 | 3.09 | 3.81 | 3.03 | 3.35 | 3.39 | 3.35 | 3.40 | 3.50 | 3.50 | 3.50 | 3.50 |
| United States (Yields, %) | | | | | | | | | | | | | |
| 3-month T-bill | 4.41 | 4.80 | 5.31 | 5.46 | 5.35 | 5.40 | 5.20 | 4.95 | 4.60 | 4.10 | 3.65 | 3.40 | 3.30 |
| 2-year Treasury | 4.43 | 4.03 | 4.90 | 5.04 | 4.25 | 4.62 | 4.75 | 4.30 | 4.10 | 3.75 | 3.60 | 3.60 | 3.60 |
| 5-year Treasury | 4.00 | 3.57 | 4.16 | 4.61 | 3.85 | 4.21 | 4.37 | 4.25 | 4.20 | 4.15 | 4.05 | 3.95 | 3.80 |
| 10-year Treasury | 3.88 | 3.47 | 3.84 | 4.57 | 3.88 | 4.20 | 4.40 | 4.30 | 4.35 | 4.20 | 4.10 | 4.10 | 4.05 |
| 30-year Treasury | 3.97 | 3.65 | 3.86 | 4.70 | 4.03 | 4.34 | 4.56 | 4.45 | 4.40 | 4.30 | 4.25 | 4.20 | 4.15 |

Sources: Scotiabank Economics, Bloomberg.

| The Provinces | | | | | | | | | | | |
|--|--------------------------------------|--------|------|------|-------|---------|---------|--------|--------|---------|--------|
| | (annual % change except where noted) | | | | | | | | | | |
| | CA | NL | PE | NS | NB | QC | ON | MB | SK | AB | BC |
| Real GDP | | | | | | | | | | | |
| 2010–19 | 2.2 | 1.1 | 2.1 | 1.2 | 0.7 | 1.9 | 2.3 | 2.2 | 2.3 | 2.6 | 2.9 |
| 2021 | 5.3 | 1.0 | 8.4 | 5.9 | 5.3 | 6.7 | 5.4 | 1.3 | -0.7 | 4.6 | 7.1 |
| 2022 | 3.8 | -1.7 | 2.9 | 2.9 | 1.1 | 2.5 | 3.9 | 3.3 | 6.0 | 5.0 | 3.8 |
| 2023e | 1.2 | -2.5 | 2.2 | 1.3 | 1.3 | 0.0 | 1.2 | 1.3 | 1.6 | 2.2 | 1.6 |
| 2024f | 1.2 | 1.8 | 2.0 | 1.3 | 1.1 | 0.7 | 1.1 | 1.2 | 1.4 | 2.1 | 1.1 |
| 2025f | 2.0 | 2.6 | 2.2 | 1.6 | 1.4 | 1.7 | 2.0 | 2.0 | 2.1 | 2.4 | 2.2 |
| Nominal GDP | | | | | | | | | | | |
| 2010–19 | 4.0 | 3.7 | 4.2 | 3.0 | 2.8 | 3.8 | 4.1 | 3.9 | 3.5 | 3.7 | 4.5 |
| 2021 | 13.4 | 18.5 | 14.9 | 10.0 | 10.9 | 11.6 | 9.8 | 9.2 | 13.9 | 24.9 | 15.8 |
| 2022 | 11.8 | 6.8 | 9.3 | 7.1 | 7.4 | 8.4 | 9.2 | 8.6 | 29.1 | 22.0 | 11.0 |
| 2023e | 2.8 | -3.7 | 5.1 | 4.3 | 4.0 | 3.7 | 4.3 | 4.1 | -1.2 | -2.3 | 4.6 |
| 2024f | 4.4 | 5.7 | 5.0 | 4.0 | 4.0 | 3.6 | 3.9 | 3.8 | 6.0 | 6.4 | 4.2 |
| 2025f | 3.9 | 3.5 | 4.6 | 3.5 | 3.5 | 3.8 | 4.0 | 3.9 | 3.8 | 3.6 | 4.2 |
| Employment | | | | | | | | | | | |
| 2010–19 | 1.3 | 0.6 | 1.5 | 0.3 | 0.0 | 1.2 | 1.4 | 1.0 | 0.9 | 1.3 | 2.0 |
| 2021 | 5.0 | 3.4 | 4.0 | 5.6 | 3.1 | 4.3 | 5.2 | 3.7 | 2.6 | 5.4 | 6.2 |
| 2022 | 4.0 | 4.4 | 5.4 | 3.6 | 2.8 | 3.0 | 4.6 | 3.2 | 3.5 | 5.2 | 3.2 |
| 2023 | 2.4 | 1.8 | 5.7 | 2.6 | 3.5 | 2.3 | 2.4 | 2.5 | 1.8 | 3.6 | 1.6 |
| 2024f | 1.8 | 2.4 | 4.3 | 2.7 | 2.4 | 0.8 | 1.3 | 1.9 | 1.9 | 2.9 | 2.1 |
| 2025f | 1.1 | 0.8 | 2.4 | 1.4 | 1.4 | 0.9 | 1.2 | 1.2 | 1.3 | 1.8 | 1.3 |
| Unemployment Rate (%) | | | | | | | | | | | |
| 2010–19 | 6.9 | 13.3 | 10.6 | 8.7 | 9.4 | 7.1 | 7.0 | 5.6 | 5.3 | 6.2 | 6.2 |
| 2021 | 7.5 | 13.1 | 9.8 | 8.6 | 9.2 | 6.1 | 8.1 | 6.5 | 6.6 | 8.6 | 6.6 |
| 2022 | 5.3 | 11.3 | 7.6 | 6.5 | 7.2 | 4.3 | 5.6 | 4.6 | 4.7 | 5.8 | 4.6 |
| 2023 | 5.4 | 10.0 | 7.3 | 6.3 | 6.6 | 4.5 | 5.7 | 4.8 | 4.8 | 5.9 | 5.2 |
| 2024f | 6.3 | 10.3 | 7.9 | 7.2 | 7.6 | 5.2 | 6.8 | 5.4 | 5.5 | 6.5 | 5.8 |
| 2025f | 6.6 | 10.8 | 8.6 | 7.7 | 8.0 | 5.5 | 7.1 | 5.8 | 5.9 | 7.0 | 6.1 |
| Total CPI, annual average | | | | | | | | | | | |
| 2010–19 | 1.6 | 2.0 | 1.6 | 1.7 | 1.8 | 1.5 | 1.9 | 1.8 | 1.8 | 1.7 | 1.6 |
| 2021 | 3.4 | 3.7 | 5.1 | 4.1 | 3.8 | 3.8 | 3.5 | 3.2 | 2.6 | 3.2 | 2.8 |
| 2022 | 6.8 | 6.4 | 8.9 | 7.5 | 7.3 | 6.7 | 6.8 | 7.9 | 6.6 | 6.5 | 6.9 |
| 2023 | 3.9 | 3.3 | 2.9 | 4.0 | 3.5 | 4.5 | 3.8 | 3.6 | 3.9 | 3.3 | 4.0 |
| 2024f | 2.6 | 2.5 | 2.3 | 2.7 | 2.4 | 2.9 | 2.6 | 1.6 | 1.8 | 2.8 | 2.6 |
| 2025f | 2.2 | 2.0 | 2.1 | 2.1 | 2.1 | 2.3 | 2.2 | 2.1 | 2.2 | 2.3 | 2.1 |
| Housing Starts (units, 000s) | | | | | | | | | | | |
| 2010–19 | 201 | 2.2 | 0.8 | 4.2 | 2.7 | 44 | 70 | 6.6 | 6.0 | 31 | 34 |
| 2021 | 271 | 1.0 | 1.3 | 6.0 | 3.8 | 68 | 100 | 8.0 | 4.2 | 32 | 48 |
| 2022 | 262 | 2.7 | 1.2 | 5.2 | 3.7 | 41 | 87 | 3.5 | 2.6 | 41 | 24 |
| 2023 | 240 | 1.0 | 1.1 | 7.2 | 4.5 | 39 | 89 | 7.1 | 4.6 | 36 | 50 |
| 2024f | 248 | 1.7 | 1.1 | 7.4 | 4.6 | 47 | 85 | 7.3 | 4.5 | 39 | 50 |
| 2025f | 257 | 2.1 | 1.1 | 6.5 | 4.2 | 53 | 89 | 7.9 | 5.7 | 39 | 48 |
| Motor Vehicle Sales (units, 000s) | | | | | | | | | | | |
| 2010–19 | 1,816 | 33 | 7 | 52 | 42 | 441 | 738 | 56 | 54 | 239 | 199 |
| 2021 | 1,663 | 29 | 8 | 45 | 38 | 413 | 667 | 50 | 43 | 197 | 203 |
| 2022 | 1,523 | 25 | 7 | 39 | 35 | 372 | 642 | 46 | 42 | 184 | 182 |
| 2023 | 1,684 | 27 | 8 | 42 | 38 | 412 | 720 | 50 | 45 | 210 | 205 |
| 2024f | 1,755 | 28 | 8 | 45 | 38 | 415 | 720 | 51 | 45 | 204 | 201 |
| 2025f | 1,799 | 29 | 8 | 46 | 39 | 425 | 738 | 52 | 46 | 209 | 206 |
| Budget Balances, (CAD mn) | | | | | | | | | | | |
| 2020 | -327,729 | -1,492 | -6 | -342 | 409 | -7,539 | -16,404 | -2,124 | -1,127 | -16,962 | -5,507 |
| 2021 | -90,200 | -272 | 84 | 339 | 769 | -772 | 2,025 | -704 | -1,468 | 3,915 | 1,265 |
| 2022 | -35,322 | 784 | -66 | 116 | 1,013 | -6,150 | -5,863 | -378 | 1,581 | 11,641 | 704 |
| 2023e | -40,003 | -433 | -86 | 40 | 247 | -6,302 | -3,000 | -1,997 | -483 | 5,234 | -5,914 |
| 2024f | -39,800 | -152 | -85 | -467 | 41 | -10,998 | -9,800 | -796 | -273 | 367 | -7,911 |

* NL budget balance in 2019 is net of one-time revenue boost via Atlantic Accord.

Sources: Scotiabank Economics, Statistics Canada, CMHC, Budget documents; Quebec budget balance figures are after Generations Fund and before Stabilization Reserve transfers.

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