GLOBAL ECONOMICS

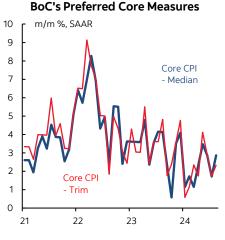
SCOTIA FLASH

September 17, 2024

Contributors

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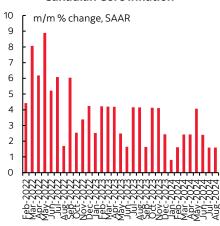
Chart 1



Sources: Scotiabank Economics, Statistics Canada

Chart 2

Canadian Core Inflation



Sources: Scotiabank Economics, Statistics Canada.

Canadian Core Inflation Accelerates—Sends Caution Against Upsizing

- Focusing on year-over-year headline CPI on target at 2% is misleading...
- ...because the BoC's preferred core inflation gauges accelerated at the margin...
- ...as trimmed mean and weighted median are trending well above 2% headline target
- Shelter cost inflation accelerated, with probably more to come
- Sticky underlying inflationary pressures council against upsizing rate cuts

CDN CPI m/m % NSA // y/y %, August:

Actual: -0.2 / 2.0 Scotia: 0.0 / 2.1 Consensus: 0.0 / 2.1 Prior: 0.4 / 2.5

Upsizing on the back of this data would be a policy misstep in my view. That's because Canadian core inflation picked up again in August over July by contrast to headlines that shouted with glee that the year-over-year headline CPI inflation rate has fallen back to 2%.

The BoC targets headline inflation of 2% over the medium-term but uses its core gauges in higher frequency fashion to operationalize the likely, durable achievement of this mandate. It's unclear that underlying inflation has cooled fast enough to durably hit 2% headline inflation. Pre-judging this by accelerating easing is among the risks that could reignite inflationary pressure especially with ongoing evidence that a key part of the basket remains hot (shelter) and could become hotter yet.

Key here is to look at the BoC's preferred core inflation gauges in month-over-month terms at a seasonally adjusted and annualized rate. On that basis, weighted median CPI was up 2.9% and trimmed mean CPI was up 2.3% for an average of 2.6%. That's not ripping hot like the past, but it suggests that underlying inflationary pressures remain.

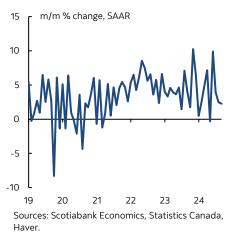
In fact, August's reading treats that softer July one-handled m/m SAAR core inflation patch as transitory since we've returned to the kind of readings that were being registered in the three months from April through June (chart 1). April's average was 2% m/m SAAR, then 3.8% in May, then 2.9% in June, then 1.7% in July and now 2.6% in August. These measures have been trending higher along a volatile pattern from the lows at the start of the year.

Canadian Goods Inflation 30 m/m % change, SAAR 25 20 15 10 5 0 -5 -10 Goods -15 Goods excl. food & energy 21 22 23 24 Sources: Scotiabank Economics, Statistics Canada, Haver

Chart 3

Chart 4

Canadian Service Inflation



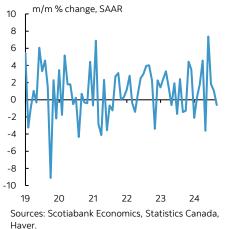
Visit our website at scotiabank.com/economics | Follow us on Twitter at @scotiabank.com | Contact us by email at scotiabank.com | Contact us by email of scotiabank.com | Contact us by email of scotiabank.com | Contact us by emailto: <a href="mailto:scotiabank

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Chart 5

Canadian Services ex Shelter Inflation



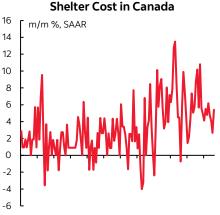
Those readings are warmer than what used to be used by the BoC. Traditional core CPI excluding food and energy is shown in chart 2. Those readings have been quite soft over the past 2–3 months.

Chart 3 shows there was a mild pick-up in still soft core goods prices.

Chart 4 shows there was a deceleration in total services prices and chart 5 shows that this was also true in CPI services ex-shelter that are highly volatile from month to month but weighed on the category despite the next points.

Where I was surprised was by the fact that shelter cost inflation accelerated again (chart 6). That

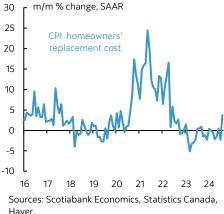


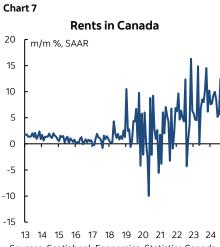


13 14 15 16 17 18 19 20 21 22 23 24 Sources: Scotiabank Economics, Statistics Canada, Haver.

Chart 8

Canada CPI: Homeowners' Replacement Cost





Sources: Scotiabank Economics, Statistics Canada, Haver.

Chart 9

Canada CPI: Mortgage Int. Cost



remains a key concern at the BoC and perhaps even more so in the wake of the federal government's added mortgage stimulus that was announced yesterday.

Against my expectation that rent inflation should have ebbed last month, it went the other way and accelerated (chart 7). This goes against evidence that student rents fell sharply into the new school year as Ottawa curtailed the number of international students. Maybe cooler rent will show up next month. Or maybe there was offsetting heat in other parts of the rental market. Or maybe it boils down to Statcan's quality adjustments in tracking key benchmarks.

Housing's replacement cost also accelerated by the most since early 2022 (chart 8). CPI includes house prices using the house-only component of Statcan's new house price index as input into measuring the replacement cost of housing. Builders hiked their prices last month.

Mortgage interest is coming off the boil (chart 9). It is still not being included in the m/m SAAR trimmed mean CPI basket nor is it the weighted median 50th percentile price point. Mortgage interest has not been included in these gauges at any point in the pandemic and in the lead-up to the pandemic.

Other categories are shown in the remainder of the charts that are included. Some stand-out observations include soft transportation prices across vehicles and airfare, a rebound in travel tour prices that popped the recreation and education category higher, and softness in clothing and footwear prices.

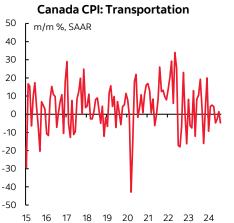
Please also see the accompanying detailed table showing more price categories and measures including micro charts.

In conclusion, the BoC's dovish reaction function may well upsize, but a) core inflationary pressures at the margin don't support doing so, and b) it would be a dicey bet that growth doesn't accelerate faster than potential GDP growth and resurrecting inflation risk.

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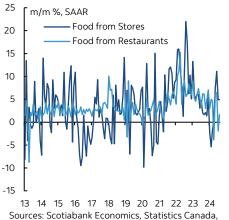
Chart 10



Sources: Scotiabank Economics, Statistics Canada.

Chart 13

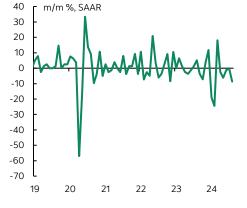
Canada CPI: Food Prices



Sources: Scotiabank Economics, Statistics Canada, Haver.

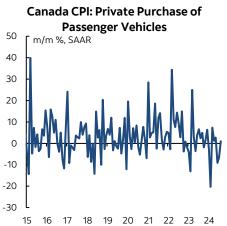
Chart 16





Sources: Scotiabank Economics, Statistics Canada.

Chart 11



Sources: Scotiabank Economics, Statistics Canada, Haver.

Chart 14

Canada CPI: Gasoline

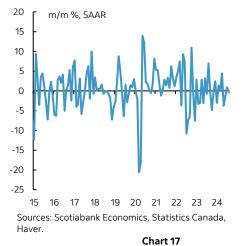


Chart 12

Canada CPI: Air Transportation

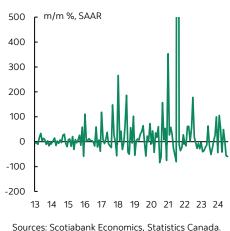
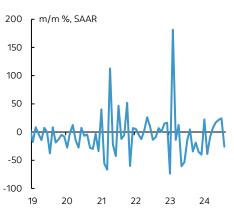


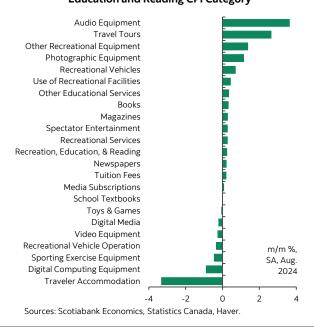
Chart 15

Canada CPI: Cellular Services



Sources: Scotiabank Economics, Statistics Canada

Breakdown of Monthly Changes within Recreation Education and Reading CPI Category



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August Detailed Category Contributions to 12-Month

Change in Canadian CPI

August Detailed Category 12-Month Change in Canadian CPI

change in can		
Mortgage interest cost	Mortgage interest cost	
Rent	Rent	
Homeowners' home & mortgage	Other passenger vehicle expenses	
Other passenger vehicle expenses	Property tax & other charges	
Rail, highway bus, other	Homeowners' home & mortgage	
Tobacco products	Table service restaurants	
Personal care services	Other household goods & services	
Property tax & other charges	Other food & non-alc. bev.	
Water	Passenger vehicle parts, maint. &	
Vegetables	Other cultural & rec. services	
Fast food & take-out	Alcoholic beverages	
Other cultural & rec. services	Fast food & take-out	
Services related to furnish. & equip.	Tobacco products	
Cafeterias & other restaurants	Meat	
Dairy & eggs	Education	
Health care services	Vegetables	
Table service restaurants	Dairy & eggs	
Education	Personal care services	
Meat	Health care services	
City bus & subway	Personal care supplies & equip.	
Passenger vehicle parts, maint. &	Water	
Other food & non-alc. bev.	Cafeterias & other restaurants	
Alcoholic beverages	Fruit & nuts	
Reading material excl. textbooks	Health care goods	
Fruit & nuts	Homeowners' maintenance & repairs	
Other household goods & services	Purchase & operation of rec. vehicles	
Health care goods	Child care & housekeeping services	
Child care & housekeeping services	Services related to furnish. & equip.	
Personal care supplies & equip.	E City bus & subway	
Homeowners' maintenance & repairs	Rail, highway bus, other	
Purchase & operation of rec. vehicles	Reading material excl. textbooks	
Rec. cannabis	Bakery & cereal	
Clothing material	Rec. cannabis	
Bakery & cereal	- Clothing material	
Tenants' maintenance & repairs	- Tenants' maintenance & repairs	
Household cleaning products	Tenants' insurance premiums	
Homeowners' replacement cost	- Taxi & other commuter service	
Clothing accessories	- Household cleaning products	
Other owned accom. expenses	- Rental of passenger vehicles	
Tenants' insurance premiums	- Clothing accessories	
Household equipment	Fish & seafood	
Taxi & other commuter service	Household equipment	
Rec. equip. & services, excl. vehicles	Other owned accom. expenses	
urchase & lease of passenger vehicles	- Fuel oil & other fuels	
Furniture & textiles	- Homeowners' replacement cost	
	- Footwear	
Electricity	- Furniture & textiles	
Fish & seafood	- Rec. equip. & services, excl. vehicles	
Travel services	- Electricity	
Footwear	Paper, plastic, aluminum foil	
Air transportation	Travel services	
Gasoline	- Natural gas	
Clothing	- Air transportation	
Communications	- Home entertainment equipment	
Natural gas	Purchase & lease of passenger	
Paper, plastic, aluminum foil	- Communications	
Home entertainment equipment		
Fuel oil & other fuels	y/y% change Gasoline Gasoline	ppts
Rental of passenger vehicles		

Chart 19

Sources: Scotiabank Economics, Statistics Canada.

Sources: Scotiabank Economics, Statistics Canada.

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August Detailed Category Contributions to Monthly

Change in Canadian CPI

Scotiabank.

Chart 20

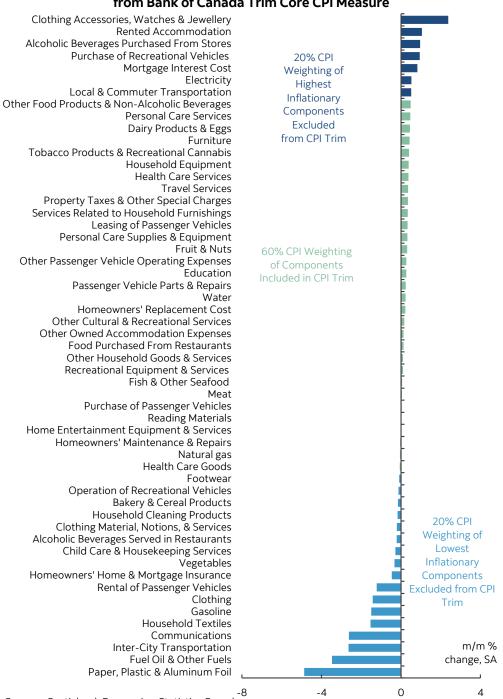
August Detailed Category Monthly Change in Canadian CPI

Clothing accessories	r	_		
Rail, highway bus, other	-	Rent	Ē.	
Household equipment	-	Mortgage interest cost	-	
Alcoholic beverages	-	Clothing accessories	-	
Tenants' insurance premiums	-	Household equipment	-	
Rent	-	Alcoholic beverages	-	
Personal care services	-	Other food & non-alc. bev.	-	
Other food & non-alc. bev.	-	Table service restaurants	-	
Mortgage interest cost	-	Homeowners' replacement cost	-	l
Electricity	-	Electricity	-	
Table service restaurants		Personal care services		
Personal care supplies & equip.	F	Other passenger vehicle expenses		
Clothing material		Personal care supplies & equip.		
Furniture & textiles	-	Furniture & textiles		
Tobacco products	-	Tobacco products		
Child care & housekeeping services	-	Rail, highway bus, other		
Other passenger vehicle expenses	-	Child care & housekeeping services		
Homeowners' replacement cost	-	Tenants' insurance premiums		
Household cleaning products	-	Household cleaning products	_	
Cafeterias & other restaurants	F	Cafeterias & other restaurants	_	
Caletenas & other restaurants City bus & subway	ŀ	Clothing material	_	
Reading material excl. textbooks	-	Passenger vehicle parts, maint. &	_	
Fish & seafood	-	City bus & subway	_	
Passenger vehicle parts, maint. &.	-	Dairy & eggs	-	
Dairy & eggs	··· -	Fish & seafood	-	
Services related to furnish. & equip.	-	Reading material excl. textbooks	-	
Health care services	-	Health care services	_	
Rental of passenger vehicles	-	Services related to furnish. & equip.	-	
Property tax & other charges	-	Rental of passenger vehicles	-	
Tenants' maintenance & repairs	-	Property tax & other charges	-	
Water	-	Tenants' maintenance & repairs	-	
Other cultural & rec. services	-	Water	-	
Natural gas	-	Natural gas Other cultural & rec. services	-	
Education	-	Taxi & other commuter service	-	
Homeowners' maintenance & repairs	-	Education	-	
Taxi & other commuter service	-	Homeowners' maintenance & repairs	-	
Health care goods	-	Health care goods	-	
Meat	-	Rec. cannabis	-	
Rec. equip. & services, excl. vehicles	-	Meat	-	
Other owned accom. expenses	-	Home entertainment equipment	-	
Other household goods & services	-	Footwear	-	
Rec. cannabis	-	Fruit & nuts		
Fruit & nuts	1	Rec. equip. & services, excl. vehicles		
Purchase & lease of passenger vehicles	-	Bakery & cereal	l l	
Bakery & cereal	-	Other owned accom. expenses		
Homeowners' home & mortgage.	-	Homeowners' home & mortgage		
Home entertainment equipment	·· -	Fuel oil & other fuels		
Footwear	-	Paper, plastic, aluminum foil		
Purchase & operation of rec. vehicles	-	Purchase & operation of rec. vehicles	–	
Fast food & take-out	-	Other household goods & services		
Clothing		Fast food & take-out		
Paper, plastic, aluminum foil		Purchase & lease of passenger vehicles		
Vegetables		Vegetables		
Gasoline	-	Travel services		
Communications	m/m %	Clothing		
Travel services		Communications		
Fuel oil & other fuels	NSA	Air transportation	-	ppts,
Air transportation	-	Gasoline		NSA
		-0	.15 -0.10 -0.05 0.00	0.05 0.10
	-10 -8 -6 -4 -2 0 2	4 6 8 Sources: Scotiabank Economics, Stat		0.10
Sources: Scotiabank Economics, St	atistics Canada.		.istics curiada.	

Chart 21

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Chart 22



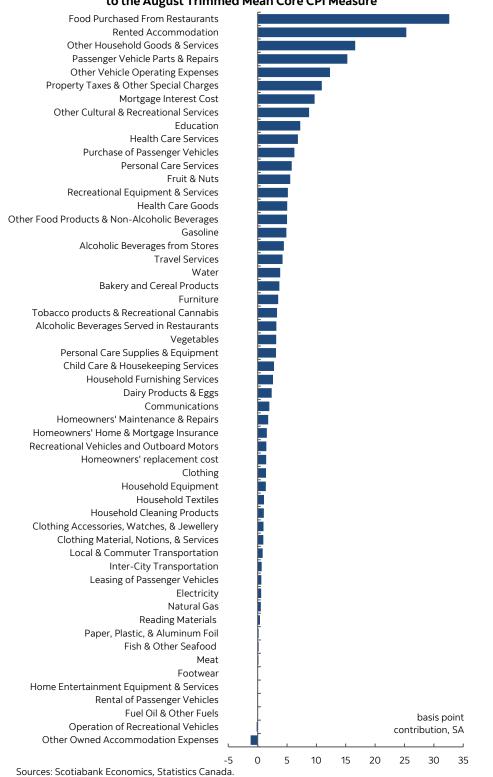
August Single-Month Components Included and Excluded from Bank of Canada Trim Core CPI Measure

Sources: Scotiabank Economics, Statistics Canada.

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Chart 23



Weighted Component Contributions to the August Trimmed Mean Core CPI Measure

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1 2024						/eighted Contributions (ppts)* 5-Year Pre-Pandemic						10 Veer Dre Dendemie			
Aug 2024					Weighted C	ontributions	(ppts)*	5-Year Pre-Pandemic			10-Year Pre-Pandemic				
CA INFLATION COMPONENT BREAKDOWN	y/y% change	Pandemic trend (Jan 2019–Present)	m/m% change, NSA	m/m% change, SA**	Weights (%)	у/у	m/m	2015–2019 avg. y/y	Std. Dev.	Z-Score	2011–2019 avg. y/y	Std. Dev.	Z-Score		
Food	2.7 ~~~		-0.1	0.2	16.69	0.45	-0.02	2.1	1.7	0.4	2.2	1.5	0.4		
Food, stores	2.4 ~~~		-0.2		10.72	0.26	-0.02	1.7	2.4	0.3	2.0	2.0	0.2		
Meat	2.9 🛹	man man man	-0.1	0.0	1.94	0.06	0.00	2.5	3.6	0.1	3.4	3.6	-0.1		
Fish & seafood	-1.8 🎤	month man	0.0	0.1	0.37	-0.01	0.00	2.9	1.4	-3.3	2.8	2.5	-1.8		
Dairy products & eggs	3.3	man man man	0.0	0.5	1.47	0.05	0.00	0.2	1.5	2.0	0.6	1.5	1.8		
Bakery & cereal products	0.3 ~		-0.4	-0.2	1.51	0.00	-0.01	0.5	2.1	-0.1	1.2	2.3	-0.4		
Fruit, fruit prep. & nuts	2.2 ~~~	man month	-0.3	0.3	1.25	0.03	0.00	1.8	4.4	0.1	2.0	3.5	0.1		
Vegetables & vegetable prep.	4.0	man man	-2.5	-0.3	1.25	0.05	-0.03	4.9	6.4	-0.1	3.6	5.8	0.1		
Other food & non-alcoholic beverages	2.6		0.9	0.5	2.93	0.08	0.03	1.0	1.5	1.0	1.3	1.7	0.8		
Food, restaurants	3.4		0.1		5.97	0.21	0.01	3.0	0.7	0.7	2.6	0.7	1.2		
Table service restaurants	3.3		0.5		3.49	0.11	0.02	2.9	0.6	0.7	2.6	0.6	1.1		
Fast food & take-out	3.9	man man man	-0.8		1.63	0.06	-0.01	3.2	1.2	0.5	2.6	1.2	1.1		
Cafeterias & other restaurants	3.4		0.1		0.85	0.03	0.00	3.0	0.6	0.7	2.6	0.7	1.1		
Shelter	5.3		0.4	0.4	29.15	1.56	0.13	1.8	0.6	6.0	1.7	0.8	4.6		
Rented accommodation	8.6		1.0	1.1	7.37	0.63	0.08	1.3	0.8	9.1	1.3	0.6	12.4		
Rent	8.9		1.0		7.18	0.64	0.07	1.3	0.8	9.3	1.3	0.6	12.6		
Tenants' insurance premiums	-0.9	man and a second	1.1		0.12	0.00	0.00	1.1	1.6	-1.2	0.3	1.6	-0.7		
Tenants' maintenance & repairs	-0.1 \	munden	0.0		0.08	0.00	0.00	2.2	1.0	-2.2	2.6	2.2	-1.3		
Owned accommodation	5.5		0.2		18.55	1.03	0.04	2.3	0.4	7.6	1.7	0.8	4.6		
Mortgage interest cost	18.8		0.8	0.8	5.58	1.05	0.04	2.1	3.6	4.6	-0.1	3.6	5.3		
Homeowners' replacement cost	-0.5	\sim \sim	0.2	0.2	4.61	-0.02	0.01	1.9	1.7	-1.5	2.1	1.5	-1.8		
Property tax & other charges	4.9		0.0	0.3	2.43	0.12	0.00	2.4	0.6	4.4	2.8	0.7	3.1		
Homeowners' home & mortgage insurance	7.8	man man man	-0.5	-0.5	1.50	0.12	-0.01	5.2	2.3	1.1	4.5	2.6	1.3		
Homeowners' maintenance & repairs	1.3		-0.1	0.0	1.85	0.02	0.00	2.0	1.1	-0.6	2.0	1.4	-0.5		
Other owned accomodation expenses	-0.8		-0.2	0.1	2.58	-0.02	-0.01	2.0	1.2	-2.3	2.4	2.0	-1.7		
Water, fuel, & elec.	-2.2	han and he and he are	0.0	-	3.22	-0.07	0.00	0.8	2.1	-1.4	2.5	3.4	-1.4		
Electricity	-1.7	mmmmmmmmmm	0.5	0.5	1.68	-0.03	0.01	1.2	4.4	-0.7	2.5	3.8	-1.1		
Water	4.0	m	0.0	0.2	0.74	0.03	0.00	3.7	0.9	0.3	4.9	1.4	-0.6		
Natural gas	-7.1~	man man	0.0	-0.1	0.59	-0.04	0.00	-1.3	9.0	-0.6	0.4	10.6	-0.7		
Fuel oil & other fuels	-10.2	and the second second	-3.5	-3.5	0.21	-0.02	-0.01	-0.1	15.5	-0.7	5.1	14.2	-1.1		
Household operations, furniture & equipment	-0.8	man in the second is a second s	-0.4	-0.5	13.01	-0.10	-0.05	1.2	1.0	-1.9	1.4	0.9	-2.5		
Household ops.	-0.8 ~~^	monthing manufactures of the second s	-1.0		8.74	-0.07	-0.09	1.3	1.1	-1.9	2.1	1.3	-2.3		
Communications	-6.1	man man man	-2.6	-2.6	2.58	-0.16	-0.07	0.0	2.8	-2.2	1.5	2.9	-2.7		
Child care & housekeeping services	1.8 ~~		0.2	-0.3	0.75	0.01	0.00	3.4	1.4	-1.2	3.3	1.3	-1.1		
Household cleaning products	-0.4	man man	0.2	-0.2	0.42	0.00	0.00	1.3	1.9	-0.9	0.8	1.9	-0.6		
Paper, plastic, aluminum foil	-7.5	many my my	-2.3	-4.9	0.39	-0.03	-0.01	2.2	2.2	-4.3	2.0	2.0	-4.8		
Other household goods & services	1.9		-0.3	0.1	4.61	0.09	-0.01	1.8	0.5	0.3	2.4	1.1	-0.4		
Household furnishings & equip.	-0.7	man man	0.9		4.27	-0.03	0.04	0.8	1.7	-0.9	0.1	1.6	-0.5		
Furniture & textiles	-1.3	Mar Mar Martin	0.3		1.79	-0.02	0.00	0.4	2.1	-0.8	-0.3	2.1	-0.5		
Household equipment	-0.9 1	man man	1.6	0.4	1.96	-0.02	0.03	0.9	1.7	-1.1	0.0	1.8	-0.5		
Services related to furnishings & equipment	3.5		0.0	0.3	0.35	0.01	0.00	2.4	1.8	0.6	2.7	2.9	0.2		
Clothing & footwear	-4.4 M	muran for any more	-0.6	-0.7	4.6	-0.20	-0.03	0.6	1.2	-4.1	0.3	1.4	-3.2		
Clothing	-5.5 M	monor and and more for more	-2.2	-1.4	2.98	-0.16	-0.06	0.5	1.6	-3.7	-0.3	2.1	-2.4		
Footwear	-3.7	ment of your granman	-0.5	-0.1	0.64	-0.02	0.00	0.4	1.2	-3.5	0.1	1.4	-2.6		
Clothing accessories	-0.7 /~~	mannan mann	5.3		0.71	-0.01	0.04	1.0	1.8	-1.0	2.3	2.6	-1.2		
Clothing material		www.	0.3		0.23	0.00	0.00	2.2	0.7	-2.4	2.7	1.2	-1.8		

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Septem	ber	17.	2024

											000	lember	7,2024
Aug 2024					Weighted C	Contributions	s (ppts)*	5-Year Pre-Pandemic			10-Year Pre-Pandemic		
CA INFLATION COMPONENT BREAKDOWN	y/y % change	10-year trend Pandemic tr (Jan 2019–Pres		m/m% change, SA**	Weights (%)	у/у	m/m	2015–2019 avg. y/y	Std. Dev.	Z-Score	2011–2019 avg. y/y	Std. Dev.	Z-Score
Transportation	-0.1	man	-1.4	-0.4	16.9	-0.01	-0.23	1.7	3.1	-0.6	2.3	3.0	-0.8
Private trans.	-0.1	many many many	-0.8		15.3	-0.01	-0.12	1.3	3.2	-0.4	2.2	3.2	-0.7
Purchase, lease, rental of passenger vehicles	-1.4	ment and a man and a	-0.4		5.76	-0.08	-0.02	2.3	1.5	-2.5	1.9	1.6	-2.0
Purchase & lease of passenger vehicles	<u>-1.3</u>	men marken marken	<u>-0.3</u>		<u>5.73</u>	<u>-0.07</u>	<u>-0.02</u>	<u>2.3</u>	<u>1.5</u>	<u>-2.4</u>	<u>1.9</u>	<u>1.6</u>	<u>-1.9</u>
Rental of passenger vehicles	<u>-16.2</u>		<u></u> <u>0.0</u>	<u>-1.2</u>	<u>0.03</u>	0.00	0.00	<u>1.4</u>	<u>5.2</u>	<u>-3.4</u>	<u>1.2</u>	<u>4.1</u>	<u>-4.3</u>
Operation of passenger vehicles	0.8	manget	-1.0		9.52	0.07	-0.10	0.7	5.7	0.0	2.4	5.4	-0.3
Gasoline	<u>-5.1</u>	man and the man	-2.6	-1.5	4.09	-0.21	<u>-0.11</u>	<u>-0.6</u>	<u>13.5</u>	<u>-0.3</u>	<u>3.0</u>	<u>12.2</u>	-0.7
Passenger vehicle parts, maintenance & repairs	2.7		~ <u>0.0</u>	<u>0.2</u>	2.50	<u>0.07</u>	<u>0.00</u>	<u>1.9</u>	<u>0.3</u>	<u>2.1</u>	<u>1.6</u>	<u>0.8</u>	<u>1.3</u>
Other passenger vehicle expenses	7.6		<u>0.2</u>	<u>0.3</u>	<u>2.93</u>	<u>0.22</u>	<u>0.01</u>	2.4	<u>2.2</u>	<u>2.4</u>	2.6	<u>2.0</u>	<u>2.5</u>
Public trans.	-1.5	man Mungher my Men	-6.0		1.62	-0.02	-0.10	4.8	3.9	-1.6	3.4	3.7	-1.3
Local & commuter transportation	1.6		0.0	0.5	0.43	0.01	0.00	1.5	0.5	0.2	2.2	1.2	-0.6
<u>City bus & subway</u>	2.7	──── [₽] \╻╯╯ ─┚ [®] `\ _ ┛			0.31	0.01	0.00	2.1	0.7	0.8	2.8	1.4	-0.1
Taxi & other commuter service	-1.0	·····	-0.1		0.12	0.00	0.00	0.1	0.8	-1.4	0.9	1.2	-1.6
Inter-city transportation	-3.4	monthly monthly	-8.1	-2.6	1.08	-0.04	-0.09	6.2	5.7	-1.7	3.9	5.8	-1.2
<u>Air transportation</u>	-4.8	man my the month	-8.9		1.00	-0.05	-0.09	6.5	6.2	-1.8	4.0	6.4	-1.4
Rail, highway bus, other	6.1	man when and me	V 2.9		0.09	0.01	0.00	2.7	1.8	1.9	2.0	4.2	1.0
Health & personal care	2.6		· 0.2	0.3	5.23	0.1	0.01	1.4	0.4	3.2	1.3	0.9	1.6
Health care	2.5	man hand	0.0		2.56	0.1	0.00	1.3	0.6	2.0	1.1	0.8	1.7
Health care goods	1.9	man man	~ -0.1	-0.1	1.44	0.0	0.00	0.5	0.7	1.9	-0.1	1.1	1.8
Health care services	3.3	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	0.0	0.4	1.12	0.0	0.00	2.5	0.6	1.4	2.9	0.8	0.6
Personal Care	3.0		··· 0.5		2.67	0.1	0.01	1.5	0.5	2.7	1.5	1.2	1.3
Personal care supplies & equipment	1.8		· 0.3	0.3	1.84	0.0	0.01	0.4	0.9	1.5	0.5	1.6	0.8
Personal care services	5.4	monther monther	0.9	0.5	0.83	0.0	0.01	2.9	0.7	3.4	2.7	1.4	1.9
Recreation, education & reading	-0.2	man and an and and and and and and and an	-0.9	0.2	10.27	0.0	-0.09	1.7	0.8	-2.4	1.3	0.9	-1.7
Recreation	-0.7	many when my more	-0.97		8.22	-0.06	-0.08	1.4	1.0	-2.0	0.6	1.2	-1.1
Recreational equipment & services, excl. vehicles	-1.2	man way way way	-0.2	0.1	2.10	0.0	0.00	-0.8	1.6	-0.2	-2.2	2.0	0.5
Purchase & operation of recreational vehicles	0.9	man man	-0.7	0.9	1.77	0.0	-0.01	2.6	1.8	-0.9	1.9	2.0	-0.5
Home entertainment equipment	-7.9	mm M	مر -0.5	0.0	0.66	-0.1	0.00	-3.8	2.0	-2.1	-4.9	2.2	-1.4
Travel services	-2.2	man when my	-3.1	0.4	1.79	0.0	-0.06	0.8	2.9	-1.0	0.4	2.8	-0.9
Other cultural & rec. services	3.5	man - m	0.0	0.2	1.91	0.1	0.00	3.5	1.1	0.0	3.4	1.4	0.1
Educ. & reading	2.7 ~	and a second	-0.11		2.05	0.06	0.00	2.5	1.4	0.1	3.0	1.1	-0.2
Education	2.9		-0.1	0.3	1.83	0.1	0.00	2.4	1.4	0.4	3.0	1.2	0.0
Reading material excl. textbooks	2.4	man have a have a have the hav		0.0	0.22	0.0	0.00	3.8	2.8	-0.5	3.2	2.9	-0.3
Alcoholic beverages, tobacco & rec. cannabis	3.1	And the second	~ 0.8	0.6	4.20	0.1	0.03	3.2	1.2	0.0	2.7	1.3	0.3
Alcoholic beverages	2.5		1.14		2.69	0.07	0.03	1.7	0.5	1.4	1.4	0.7	1.5
Alc. beverages served in licensed establishments	2.1	man man	0.9	-0.2	0.77	0.0	0.01	1.8	0.6	0.4	2.0	0.7	0.1
Alc. beverages purchased from stores	2.5	monument	- 1.2	1.0	1.92	0.0	0.02	1.7	0.7	1.2	1.1	1.1	1.3
Tobacco products	5.5	Amount	~ 0.25		1.11	0.06	0.00	5.6	2.1	0.0	4.8	2.8	0.3
Cigarettes	6.1	Aman	0.2		0.94	0.1	0.00	5.6	2.1	0.2	4.8	2.8	0.5
Other tobacco products & supplies	1.1	ming man	1. 0.3		0.16	0.0	0.00	5.6	2.0	-2.2	4.9	2.6	-1.5
Rec. cannabis	0.7	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	-0.28		0.50	0.00	0.00		_				

 Rec. Cannabis
 0.7

 *Number may not add due to rounding

 ** Only available for components that are tracked on a seasonally adjusted basis.

 Sources: Scotiabank Economics, Statistics Canada.

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