

October 17, 2016

<b>International</b>	<b>2000-15</b>	<b>2016f</b>	<b>2017f</b>	<b>2018f</b>	<b>2000-15</b>	<b>2016f</b>	<b>2017f</b>	<b>2018f</b>
		<b>Real GDP</b> (annual % change)				<b>Consumer Prices</b> (y/y % change, year-end)		
World (based on purchasing power parity)	3.9	3.0	3.3	3.4				
Canada	2.1	1.2	2.0	1.9	1.9	1.6	2.2	2.1
United States	1.9	1.5	2.2	2.2	2.2	1.6	2.4	2.3
Mexico	2.4	2.4	2.5	2.8	4.5	3.7	3.9	3.8
United Kingdom	1.8	2.0	1.0	1.3	2.2	1.4	2.5	2.0
Euro zone	1.2	1.4	1.3	1.5	1.9	0.8	1.4	1.7
Germany	1.2	1.5	1.2	1.6	1.6	0.9	1.5	1.8
France	1.3	1.2	0.9	1.2	1.7	0.9	1.4	1.6
Russia	4.6	-1.0	1.3	1.4	11.4	7.0	6.3	5.8
China	9.8	6.6	6.2	6.0	2.4	2.0	2.1	2.2
India	7.0	7.5	7.6	7.8	7.2	4.5	5.4	5.7
Japan	0.9	0.6	0.6	0.5	0.0	-0.1	0.7	1.0
South Korea	4.4	2.6	2.8	3.0	2.8	1.2	1.8	2.3
Indonesia	5.6	5.0	5.3	5.5	6.2	3.4	4.5	4.7
Australia	3.0	2.8	2.6	2.5	2.9	1.4	1.9	2.3
Thailand	4.1	3.1	3.2	3.1	2.5	0.8	1.7	2.2
Brazil	3.4	-3.1	1.2	1.7	6.5	7.5	5.3	4.5
Colombia	4.3	2.4	2.8	3.5	5.0	6.5	4.5	3.5
Peru	5.4	3.8	4.0	4.2	2.7	3.0	2.8	2.8
Chile	4.3	1.7	2.0	2.6	3.3	3.3	2.9	2.9
<b>Commodities</b>		(annual average)						
WTI Oil (US\$/bbl)	64	44	53	57				
Brent Oil (US\$/bbl)	67	45	54	58				
Nymex Natural Gas (US\$/mmbtu)	5.09	2.40	3.30	3.50				
Copper (US\$/lb)	2.36	2.20	2.20	2.20				
Zinc (US\$/lb)	0.81	0.85	1.25	1.55				
Nickel (US\$/lb)	7.45	4.30	4.75	6.00				
Aluminium (US\$/lb)	0.87	0.72	0.73	0.74				
Iron Ore (US\$/tonne)	68	50	47	45				
Metallurgical Coal (US\$/tonne)	127	125	140	120				
Gold, London PM Fix (US\$/oz)	845	1,260	1,300	1,300				

North America	2000-15	2016f	2017f	2018f	2000-15	2016f	2017f	2018f	
	Canada (annual % change)				United States (annual % change)				
Real GDP	2.1	1.2	2.0	1.9	1.9	1.5	2.2	2.2	
Consumer Spending	2.9	2.1	1.8	1.6	2.3	2.7	2.7	2.3	
Residential Investment	3.8	3.4	-0.9	-1.1	-0.7	5.4	2.9	3.0	
Business Investment	2.5	-6.4	1.9	3.6	2.4	-0.6	2.6	3.6	
Government	2.3	1.7	2.0	1.7	1.0	0.9	0.9	1.1	
Exports	1.3	0.6	2.8	4.0	3.8	0.0	2.8	3.1	
Imports	3.0	-0.9	2.6	3.3	3.5	1.0	3.8	3.7	
Nominal GDP	4.3	1.9	4.3	4.0	4.0	2.9	4.3	4.2	
GDP Deflator	2.2	0.7	2.3	2.0	2.0	1.4	2.0	2.0	
Consumer Price Index	2.0	1.5	2.1	2.1	2.2	1.3	2.2	2.4	
Core CPI	1.8	2.0	2.0	2.0	2.0	2.3	2.3	2.3	
Pre-Tax Corporate Profits	3.9	-9.0	7.0	5.0	5.9	-2.1	5.0	3.0	
Employment	1.4	0.6	0.8	0.8	0.6	1.7	1.4	1.3	
Unemployment Rate (%)	7.1	7.0	6.9	6.8	6.3	4.9	4.8	4.8	
Current Account Balance (C\$, US\$ bn.)	-13.2	-69.3	-58.5	-49.1	-521	-494	-517	-548	
Merchandise Trade Balance (C\$, US\$ bn.)	28.4	-34.0	-27.2	-20.7	-668	-753	-804	-856	
Federal Budget Balance (FY, C\$, US\$ bn.)*	-2.9	-1.0	-30.0	-32.0	-529	-538	-565	-615	
per cent of GDP	-0.2	0.0	-1.5	-1.5	-3.8	-2.9	-2.9	-3.0	
Housing Starts (thousands, mns)	199	195	185	182	1.27	1.17	1.30	1.35	
Motor Vehicle Sales (thousands, mns)	1,639	1,955	1,945	1,930	15.4	17.5	17.8	17.9	
Industrial Production	0.5	-0.6	1.8	1.6	0.8	-0.7	2.5	2.0	
		<b>Mexico</b> (annual % change)							
Real GDP	2.4	2.4	2.5	2.8					
Consumer Price Index (year-end)	4.5	3.7	3.9	3.8					
Current Account Balance (US\$ bn.)	-15.8	-30.5	-27.5	-28.4					
Merchandise Trade Balance (US\$ bn.)	-6.8	-15.1	-6.9	-8.0					

\* FY16 &amp; FY17: ex year-end spending timing adjustments.

Quarterly Forecasts	2016				2017				2018			
	Q1	Q2	Q3f	Q4f	Q1f	Q2f	Q3f	Q4f	Q1f	Q2f	Q3f	Q4f
<b>Canada</b>												
Real GDP (q/q, ann. % change)	2.5	-1.6	3.5	1.8	2.0	2.1	2.0	2.0	1.9	1.9	1.8	1.8
Real GDP (y/y, % change)	1.2	0.9	1.2	1.5	1.4	2.4	2.0	2.0	2.0	2.0	1.9	1.9
Consumer Prices (y/y, % change)	1.5	1.6	1.3	1.6	1.9	1.9	2.3	2.2	2.1	2.1	2.1	2.1
Core CPI (y/y % change)	2.0	2.1	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
<b>United States</b>												
Real GDP (q/q, ann. % change)	0.8	1.4	2.8	2.0	2.2	2.3	2.3	2.2	2.2	2.2	2.1	2.1
Real GDP (y/y, % change)	1.6	1.3	1.5	1.8	2.1	2.3	2.2	2.3	2.2	2.2	2.1	2.1
Consumer Prices (y/y, % change)	1.1	1.1	1.2	1.6	2.0	2.1	2.2	2.4	2.3	2.3	2.3	2.3
Core CPI (y/y % change)	2.3	2.2	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3

Central Bank Rates	2016		2017				2018			
	Q3	Q4f	Q1f	Q2f	Q3f	Q4f	Q1f	Q2f	Q3f	Q4f
<b>Americas</b>	(% , end of period)									
Bank of Canada	0.50	0.50	0.50	0.50	0.50	0.75	0.75	1.00	1.00	1.25
U.S. Federal Reserve	0.50	0.75	0.75	1.00	1.25	1.50	1.50	1.75	1.75	2.00
Bank of Mexico	4.75	5.00	5.25	5.50	5.75	6.00	6.00	6.00	6.00	6.00
Central Bank of Brazil	14.25	14.00	13.50	13.00	12.50	11.50	11.00	10.50	10.00	9.50
Bank of the Republic of Colombia	7.75	7.75	7.75	7.75	7.50	7.25	6.75	6.50	6.50	6.00
Central Reserve Bank of Peru	4.25	4.25	4.25	4.25	4.25	4.25	4.25	4.25	4.25	4.25
Central Bank of Chile	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.75	4.00	4.25
<b>Europe</b>										
European Central Bank	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bank of England	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25
Swiss National Bank	-0.75	-0.75	-0.75	-0.75	-0.75	-0.75	-0.75	-0.75	-0.75	-0.75
<b>Asia/Oceania</b>										
Reserve Bank of Australia	1.50	1.50	1.25	1.25	1.25	1.25	1.25	1.25	1.50	1.75
Bank of Japan	-0.10	-0.15	-0.15	-0.15	-0.15	-0.15	-0.15	-0.15	-0.15	-0.15
People's Bank of China	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35
Reserve Bank of India	6.50	6.25	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00
Bank of Korea	1.25	1.25	1.00	1.00	1.00	1.00	1.00	1.25	1.25	1.50
Bank Indonesia	5.00	4.75	4.50	4.50	4.50	4.50	4.50	4.75	4.75	5.00
Bank of Thailand	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.75	1.75	2.00
<b>Currencies &amp; Interest Rates</b>										
<b>Americas</b>	(end of period)									
Canadian Dollar (USDCAD)	1.31	1.33	1.30	1.30	1.25	1.25	1.25	1.25	1.22	1.22
Canadian Dollar (CADUSD)	0.76	0.75	0.77	0.77	0.80	0.80	0.80	0.80	0.82	0.82
Mexican Peso (USDMXN)	19.39	19.50	19.44	18.91	18.78	19.04	19.14	18.96	19.01	19.28
Brazilian Real (USDBRL)	3.26	3.30	3.50	3.50	3.55	3.60	3.50	3.50	3.60	3.70
Colombian Peso (USDCOP)	2882	2950	3000	3100	3125	3150	2750	2750	2750	2750
Peruvian Nuevo Sol (USDPEN)	3.38	3.35	3.36	3.32	3.33	3.35	3.23	3.22	3.20	3.19
Chilean Peso (USDCLP)	657	677	676	675	675	674	652	652	652	651
<b>Europe</b>										
Euro (EURUSD)	1.12	1.05	1.05	1.05	1.10	1.12	1.12	1.12	1.15	1.15
U.K. Pound (GBPUSD)	1.30	1.21	1.20	1.20	1.25	1.25	1.30	1.30	1.35	1.35
Swiss Franc (USDCHF)	0.97	1.05	1.06	1.06	1.02	1.00	1.00	1.00	0.97	0.98
Swedish Krona (USDSEK)	8.58	8.80	9.00	8.45	8.20	8.05	8.05	8.05	8.05	7.67
Norwegian Krone (USDNOK)	7.98	8.30	8.20	8.20	8.00	8.00	7.80	7.60	7.40	7.20
Russian Ruble (USDRUB)	62.9	68.5	68.0	67.5	67.0	66.5	68.0	67.5	67.0	66.5
<b>Asia/Oceania</b>										
Japanese Yen (USDJPY)	101	105	110	110	115	115	117	117	120	120
Australian Dollar (AUDUSD)	0.77	0.75	0.73	0.73	0.72	0.72	0.72	0.72	0.75	0.75
Chinese Yuan (USDCNY)	6.67	6.70	6.70	6.75	6.75	6.80	6.80	6.82	6.82	6.85
Indian Rupee (USDINR)	66.6	67.5	66.5	67.0	67.0	67.5	67.0	67.0	66.0	66.0
South Korean Won (USDKRW)	1101	1140	1120	1140	1140	1150	1140	1140	1120	1120
Indonesian Rupiah (USDIDR)	13042	13100	13000	13250	13250	13300	13250	13250	13100	13100
Thai Baht (USDTHB)	34.6	36.0	36.0	36.5	36.5	37.0	36.5	36.5	36.0	36.0
<b>Canada (Yields, %)</b>										
3-month T-bill	0.53	0.50	0.50	0.50	0.55	0.80	0.85	1.05	1.10	1.30
2-year Canada	0.52	0.60	0.65	0.75	0.85	1.05	1.25	1.45	1.60	1.70
5-year Canada	0.62	0.75	0.90	1.05	1.20	1.35	1.50	1.65	1.80	1.85
10-year Canada	1.00	1.15	1.25	1.30	1.45	1.55	1.75	1.90	2.00	2.05
30-year Canada	1.66	1.80	1.85	1.95	2.05	2.20	2.30	2.35	2.40	2.45
<b>United States (Yields, %)</b>										
3-month T-bill	0.27	0.55	0.55	0.80	1.05	1.25	1.30	1.55	1.60	1.80
2-year Treasury	0.76	0.90	1.00	1.15	1.30	1.50	1.65	1.80	1.95	2.05
5-year Treasury	1.15	1.30	1.35	1.45	1.60	1.80	2.00	2.10	2.20	2.30
10-year Treasury	1.59	1.80	1.85	1.90	2.00	2.10	2.30	2.40	2.50	2.55
30-year Treasury	2.31	2.50	2.55	2.60	2.65	2.75	2.80	2.85	2.90	2.95

**The Provinces**

annual % change except where noted

Real GDP	CA	NL	PE	NS	NB	QC	ON	MB	SK	AB	BC
<b>2000-15*</b>	2.1	2.5	1.8	1.3	1.2	1.7	2.0	2.4	2.0	3.0	2.6
<b>2016f</b>	1.2	0.2	1.2	1.3	0.4	1.4	2.6	2.0	-0.5	-2.5	2.8
<b>2017f</b>	2.0	-1.2	1.3	1.2	0.5	1.7	2.3	2.1	1.7	2.1	2.5
<b>2018f</b>	1.9	-0.9	1.1	1.0	0.5	1.7	2.2	2.0	1.9	2.2	2.3
<b>Nominal GDP</b>											
<b>2000-15*</b>	4.3	5.8	4.3	3.3	3.3	3.6	3.7	4.5	6.0	6.7	4.4
<b>2016f</b>	1.9	-1.8	2.5	2.8	1.4	2.8	4.1	3.2	-2.8	-4.3	4.2
<b>2017f</b>	4.3	2.0	2.8	2.8	2.1	3.5	4.3	3.9	4.3	5.6	4.4
<b>2018f</b>	4.0	2.3	2.7	2.6	2.1	3.4	4.1	3.8	4.1	5.2	4.2
<b>Employment</b>											
<b>2000-15</b>	1.4	1.0	1.2	0.7	0.5	1.3	1.3	1.0	1.3	2.5	1.2
<b>2016f</b>	0.6	-1.0	-2.1	-0.5	-0.1	0.6	1.1	-0.2	-0.6	-1.6	3.0
<b>2017f</b>	0.8	-0.7	0.3	0.3	0.1	0.7	1.1	0.5	0.3	0.6	1.2
<b>2018f</b>	0.8	-0.5	0.2	0.3	0.2	0.7	1.0	0.6	0.5	0.8	1.2
<b>Unemployment Rate (%)</b>											
<b>2000-15</b>	7.1	14.3	11.2	8.9	9.6	8.1	7.2	5.1	4.9	4.9	6.6
<b>2016f</b>	7.0	13.0	10.8	8.5	9.7	7.2	6.6	6.1	6.2	7.9	6.0
<b>2017f</b>	6.9	13.3	10.7	8.4	9.6	7.2	6.5	6.0	6.2	7.7	6.0
<b>2018f</b>	6.8	13.5	10.6	8.2	9.4	7.0	6.4	6.0	6.1	7.6	5.9
<b>Housing Starts (units, 000s)</b>											
<b>2000-15</b>	199	2.7	0.8	4.3	3.6	44	71	5.1	5.2	35	28
<b>2016f</b>	195	1.6	0.5	3.3	1.6	37	75	5.3	4.5	23	43
<b>2017f</b>	185	1.5	0.5	3.1	1.6	38	70	5.4	4.4	23	37
<b>2018f</b>	182	1.4	0.5	3.1	1.7	37	68	5.5	4.5	24	36
<b>Motor Vehicle Sales (units, 000s)</b>											
<b>2000-15</b>	1,639	28	6	48	37	410	624	47	45	216	178
<b>2016f</b>	1,955	34	8	55	43	470	801	56	53	220	215
<b>2017f</b>	1,945	32	7	55	43	467	795	56	54	222	214
<b>2018f</b>	1,930	32	6	54	42	463	787	55	55	225	211
<b>Budget Balances, Fiscal Year Ending March 31 (\$ millions)</b>											
<b>2000-15</b>	-2,917	60	-39	-31	-146	-953	-5,216	-84	425	1,746	291
<b>2016f**</b>	-987 <sup>†</sup>	-2,200	-28	-11 <sup>†</sup>	-261 <sup>†</sup>	0	-5,029 <sup>†</sup>	-846 <sup>†</sup>	-675 <sup>†</sup>	-6,442 <sup>†</sup>	730 <sup>†</sup>
<b>2017f**</b>	-30,000	-1,830	-10	129	-342	0	-4,306	-911	-434	-10,889	1,941
<b>2018f</b>	-32,000	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

\* For 2015, real GDP by industry at basic prices and nominal GDP is a forecast. \*\* FY16 & FY17: Provinces' estimates, SK ex pension accrual adjustment; history: MB:FY04-FY14 and AB:FY05-FY14. <sup>†</sup> Final for FY16.

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