

Canadian Economic Outlook for Jan. 15, 2021

A Publication of BMO Capital Markets Economic Research • Douglas Porter, CFA, Chief Economist, BMO Financial Group

	2020				2021				2022				2019	2020	2021	2022
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4				
Production	q/q % chng : a.r.															
Real GDP (chain-weighted)	-7.3	-38.1	40.5	5.0	0.5	8.0	7.0	6.0	4.0	3.0	2.5	2.0	1.9	-5.5	5.0	4.5
Final Sales	-5.2	-33.6	41.6	-1.4	1.9	8.1	6.4	4.7	2.7	2.6	2.6	2.5	1.7	-3.8	4.5	3.8
Final Domestic Demand	-6.1	-38.4	50.8	0.7	1.9	7.9	6.4	4.7	3.0	2.9	3.0	2.9	1.4	-4.7	5.2	4.0
Consumer Spending	-10.1	-44.3	62.8	-1.5	1.3	10.8	8.0	5.0	3.0	3.1	3.1	3.0	1.6	-6.6	5.7	4.5
Durables	-31.2	-46.2	262.7	-8.0	2.0	8.0	8.0	5.0	2.0	2.0	2.0	2.0	0.0	-5.1	14.0	3.6
Nondurables	14.3	-14.8	18.7	-2.0	2.0	4.0	3.0	2.0	2.5	2.5	2.5	2.5	1.2	2.7	2.5	2.6
Services	-11.1	-54.1	44.3	0.5	0.6	15.2	10.0	6.0	3.5	3.5	3.5	3.4	2.1	-10.9	4.0	5.4
Government Spending	-0.3	-12.7	15.0	2.8	1.6	2.5	2.9	2.5	2.5	2.5	2.5	2.5	1.7	0.0	2.8	2.6
Business Investment	-0.6	-55.1	25.8	2.5	5.5	7.6	9.2	8.3	4.4	3.8	4.2	4.2	1.1	-12.6	2.4	5.7
Non-residential Construction	6.9	-49.8	-1.2	1.0	5.0	7.0	8.0	7.2	4.0	3.0	3.0	3.0	1.1	-9.4	-0.7	4.9
Machinery and Equipment	-12.7	-63.6	91.8	5.0	6.2	8.5	11.0	10.0	5.0	5.0	6.0	6.0	1.0	-17.8	7.6	7.0
Residential Construction	-1.4	-47.7	187.3	6.0	3.0	8.0	5.0	5.0	3.0	2.5	3.0	2.5	-0.2	3.7	13.6	3.8
Exports	-6.6	-56.7	71.8	10.0	5.0	2.3	3.3	6.3	5.5	5.5	5.5	5.6	1.3	-9.6	5.6	5.2
Imports	-9.3	-65.0	113.7	16.6	4.8	2.0	3.3	6.1	6.3	6.5	6.6	6.8	0.4	-11.5	8.0	5.7
Inventory Change	2012\$ blns : a.r.															
Contrib. to GDP Growth	ppts : a.r.															
Net Exports	2012\$ blns : a.r.															
Contrib. to GDP Growth	ppts : a.r.															
Nominal GDP	\$ blns : a.r.															
Growth	q/q % chng : a.r.															
Real GDP	y/y % chng															
Inflation	q/q % chng : a.r.															
GDP Price Index	-3.6	-3.9	10.7	3.4	1.7	1.9	2.3	2.1	1.7	1.8	1.9	1.9	1.7	0.8	2.8	1.9
CPI All Items	0.5	-3.3	3.0	3.0	1.7	1.4	1.6	1.6	2.1	2.0	2.0	2.1	1.9	0.8	1.7	1.9
Ex. Food and Energy	1.4	-0.4	0.6	3.0	1.5	1.1	1.5	1.5	2.1	1.9	2.0	2.1	2.1	1.2	1.5	1.8
Food Prices	1.2	4.3	-0.7	2.9	2.0	2.3	1.8	2.1	2.3	2.2	1.8	2.1	3.4	2.4	2.0	2.1
Energy Prices	-11.7	-41.5	41.9	5.7	2.8	2.2	2.4	2.0	1.4	2.3	2.4	2.0	-2.9	-7.8	3.5	2.0
Services	1.8	2.0	0.7	1.5	1.9	2.4	2.3	1.5	1.9	2.4	2.3	1.5	2.5	1.4	1.8	2.0
CPI All Items	y/y % chng															
CPIX8	y/y % chng															
New Core CPIs	y/y % chng : avg.															
Financial	% : quarterly avg.															
Overnight Rate	1.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	1.75	0.50	0.25	0.25
3-Month T-Bill	1.29	0.22	0.16	0.10	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05	1.65	0.44	0.05	0.05
90-Day BAS	1.81	0.66	0.52	0.49	0.45	0.40	0.40	0.35	0.35	0.35	0.35	0.35	2.02	0.87	0.40	0.35
10-Year Bond Yield	1.20	0.59	0.55	0.67	0.85	0.90	0.95	1.00	1.05	1.15	1.20	1.30	1.59	0.75	0.90	1.20
10-Year BBB Corporate Spread	ppts															
90 Day Canada/U.S. Spread	bps															
10 Year Canada/U.S. Spread	bps															
Foreign Trade	\$ blns : a.r.															
Current Account Balance	-55.5	-28.0	-30.1	-34.5	-36.5	-36.8	-37.3	-39.2	-42.0	-45.1	-48.6	-52.5	-47.4	-37.0	-37.5	-47.0
Share of GDP	-2.4	-1.4	-1.3	-1.5	-1.6	-1.6	-1.6	-1.6	-1.7	-1.8	-1.9	-2.0	-2.1	-1.7	-1.6	-1.9
Merchandise Balance	-32.5	-32.8	-35.1	-38.3	-39.4	-38.1	-35.5	-32.2	-31.1	-30.0	-28.8	-27.6	-15.4	-34.7	-36.3	-29.4
Non-Merchandise Balance	-23.0	4.8	5.0	3.8	2.9	1.3	-1.9	-6.9	-10.9	-15.1	-19.7	-24.8	-32.0	-2.4	-1.2	-17.6
US\$	US\$/C\$: qtr. avg.															
	C\$/US\$: qtr. avg.															
Yen	¥/C\$: qtr. avg.															
Euro	C\$/€ : qtr. avg.															
Corp. Profits Before Tax	y/y % chng															
Corp. Profits After Tax	y/y % chng															
Personal Income	y/y % chng															
Real Disposable Income	y/y % chng															
Savings Rate	% : quarterly avg.															
Other Indicators	quarterly avg.															
Unemployment Rate	percent															
Housing Starts	000s : a.r.															
Existing Home Sales	y/y % chng															
MLS Home Price Index	y/y % chng															
Motor Vehicle Sales	mlns : a.r.															
Employment Growth	q/q % chng : a.r.															
Industrial Production	q/q % chng : a.r.															
Federal Budget Balance	% of FY GDP															

Bolded values represent forecasts

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