

Canadian Economic Outlook for Feb. 7, 2025

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

	2024				2025				2026				2023	2024	2025	2026
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4				
Production	q/q % chng : a.r.															
Real GDP (chain-weighted)	2.0	2.2	1.0	1.7	1.5	1.8	1.7	1.9	1.9	1.9	1.8	1.8	1.5	1.3	1.7	1.9
Final Sales	3.6	0.6	2.2	2.2	1.2	1.7	1.7	1.9	1.9	1.9	1.8	1.8	2.7	1.6	1.7	1.8
Final Domestic Demand	2.4	2.3	2.4	1.8	1.9	1.8	1.7	1.9	1.9	1.9	1.8	1.8	1.1	1.5	1.9	1.8
Consumer Spending	3.1	0.9	3.5	1.1	2.2	1.9	1.2	1.8	1.7	1.8	1.6	1.7	1.8	1.9	1.9	1.7
Durables	-1.1	-8.7	11.8	-4.0	2.0	1.8	1.3	1.3	1.5	1.5	1.3	1.3	2.8	2.1	1.1	1.4
Nondurables	-0.9	3.3	1.1	2.0	2.0	1.8	0.5	1.3	1.5	1.5	1.3	1.3	-0.5	0.4	1.7	1.3
Services	5.2	2.2	2.9	2.0	2.3	2.0	1.5	2.3	1.9	2.0	1.9	2.0	2.7	2.5	2.1	1.9
Government Spending	3.2	4.5	4.8	3.0	2.6	2.6	2.4	2.4	2.2	2.2	2.2	2.2	2.6	3.0	3.0	2.3
Business Investment	2.3	14.1	-11.3	2.0	-1.8	0.6	2.2	2.0	2.0	2.0	2.0	2.0	1.0	-1.9	-0.3	1.9
Non-residential Construction	4.4	8.6	0.2	2.0	0.0	1.0	2.5	2.0	2.0	2.0	2.0	2.0	3.2	-1.5	1.5	2.0
Machinery and Equipment	-0.9	23.4	-27.7	2.0	-5.0	0.0	2.0	2.0	2.0	2.0	2.0	2.0	-2.7	-2.8	-3.3	1.9
Residential Construction	-5.8	-7.4	3.0	2.5	1.0	0.5	2.3	1.5	1.5	1.5	1.5	1.5	-8.5	-1.7	1.1	1.5
Exports	1.5	-5.4	-1.1	7.7	1.2	2.0	2.0	2.0	2.0	2.0	2.0	2.0	5.0	1.0	2.0	2.0
Imports	-1.7	-0.8	-0.4	6.5	3.2	2.4	2.0	2.0	2.0	2.0	2.0	2.0	0.3	0.7	2.7	2.0
Inventory Change	2017\$ blns : a.r.															
Contrib. to GDP Growth	ppts : a.r.															
Net Exports	2017\$ 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	-1.0	4.2	2.2	2.3	1.3	1.9	2.2	2.1	1.8	1.8	1.9	1.9	1.4	3.0	2.0	1.9
CPI All Items	1.3	2.4	1.8	2.0	1.4	3.0	2.0	2.0	2.2	2.5	2.3	2.5	3.9	2.4	2.0	2.3
Ex. Food and Energy	1.9	2.7	2.0	2.1	1.5	2.4	2.2	2.0	2.3	2.6	2.4	2.5	4.0	2.6	2.0	2.3
Food Prices	1.2	2.2	4.5	0.4	-4.3	6.7	1.5	2.0	2.2	2.1	1.8	2.1	7.8	2.7	1.2	2.2
Energy Prices	0.6	3.0	-11.6	3.9	14.6	1.2	1.7	2.4	1.4	2.4	2.6	2.4	-4.1	-0.6	3.4	2.0
Services	2.3	6.5	4.1	1.3	0.8	2.4	2.2	2.0	2.3	2.6	2.4	2.5	4.6	4.1	2.2	2.3
CPI All Items	y/y % chng															
CPIX8	y/y % chng															
Core CPIs (Trim/Median avg.)	y/y % chng : avg.															
Financial	% : quarterly avg.															
Overnight Rate	5.00	4.92	4.42	3.58	3.00	2.75	2.50	2.50	2.50	2.50	2.50	2.50	4.77	4.48	2.69	2.50
3-Month T-Bill	4.94	4.81	4.27	3.46	2.85	2.60	2.50	2.45	2.45	2.45	2.45	2.45	4.74	4.37	2.60	2.45
10-Year Bond Yield	3.43	3.58	3.14	3.21	3.30	3.20	3.10	3.05	2.95	2.90	2.90	2.95	3.36	3.34	3.15	2.90
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	-5.9	-18.8	-12.9	-6.0	-16.0	-19.3	-19.2	-19.6	-20.8	-22.0	-23.1	-24.2	-18.4	-10.9	-18.5	-22.5
Share of GDP	-0.2	-0.6	-0.4	-0.2	-0.5	-0.6	-0.6	-0.6	-0.6	-0.7	-0.7	-0.7	-0.6	-0.4	-0.6	-0.7
Merchandise Balance	3.0	-14.1	-14.5	-2.8	-12.7	-14.9	-14.0	-14.2	-15.3	-16.5	-17.7	-19.0	-0.6	-7.1	-14.0	-17.1
Non-Merchandise Balance	-8.9	-4.7	1.6	-3.2	-3.2	-4.4	-5.2	-5.4	-5.5	-5.4	-5.3	-5.2	-17.8	-3.8	-4.6	-5.4
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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