

Canadian Economic Outlook for Jan. 14, 2022

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

	2020				2021				2022				2020	2021	2022	2023
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4				
Production	q/q % chng : a.r.															
Real GDP (chain-weighted)	-8.4	-37.4	41.1	9.1	4.9	-3.2	5.4	4.5	0.0	8.0	7.0	4.5	-5.2	4.5	4.0	3.5
Final Sales	-6.5	-32.4	42.3	1.7	5.7	-6.2	8.5	3.7	-1.1	6.8	5.8	3.9	-3.5	3.7	3.3	3.4
Final Domestic Demand	-4.8	-39.0	52.8	4.5	5.8	-0.1	5.4	3.6	-1.8	6.5	5.8	3.8	-4.1	5.3	3.0	3.4
Consumer Spending	-8.7	-45.1	62.2	1.2	2.5	-0.5	17.9	3.5	-3.9	8.6	6.9	4.3	-6.2	5.3	4.4	3.7
Durables	-35.5	-43.2	249.4	-0.7	1.8	-12.6	-5.4	-4.0	0.0	5.5	10.0	10.0	-5.4	8.5	0.5	5.2
Nondurables	11.8	-12.9	18.2	5.3	2.4	-5.8	1.3	-1.0	-3.0	5.0	2.0	2.0	3.1	1.8	0.1	2.3
Services	-6.7	-55.9	45.5	1.6	1.9	7.5	27.8	9.4	-6.4	12.0	9.0	4.3	-10.2	5.3	7.2	4.1
Government Spending	0.6	-14.8	23.2	7.3	6.2	0.8	0.7	5.8	4.0	4.8	4.2	3.3	0.9	5.1	3.8	3.3
Business Investment	0.6	-55.2	27.7	4.8	-8.4	15.3	-0.9	7.6	1.6	7.6	11.3	7.5	-12.1	-0.5	5.9	5.0
Non-residential Construction	4.0	-49.1	-6.3	-8.2	4.1	3.4	-1.1	8.0	2.0	8.0	12.0	9.0	-10.0	-4.9	5.6	5.3
Machinery and Equipment	-5.1	-64.7	118.1	27.9	-24.9	38.1	-0.7	7.0	1.0	7.0	10.0	5.0	-15.4	6.8	6.4	4.5
Residential Construction	-4.3	-44.2	180.7	16.0	43.2	-11.3	-31.3	-6.5	-10.0	-2.5	-2.0	-1.0	4.3	14.1	-9.8	0.7
Exports	-12.7	-51.2	70.5	3.7	2.7	-17.0	8.0	3.2	5.3	6.3	6.7	6.1	-9.7	1.0	4.1	3.9
Imports	-7.6	-63.9	115.7	11.3	4.6	2.1	-2.3	2.7	3.2	5.1	6.8	6.1	-10.8	6.4	3.3	3.8
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	-3.9	-2.9	9.1	5.1	13.4	9.6	3.1	3.8	2.8	2.3	1.9	2.0	0.7	7.7	3.1	2.1
CPI All Items	0.2	-2.9	2.7	3.2	3.0	4.2	5.5	5.7	2.7	1.8	2.1	3.8	0.7	3.3	3.5	2.5
Ex. Food and Energy	0.8	0.2	0.8	2.6	1.0	4.1	4.0	2.9	2.6	1.9	2.2	4.2	1.1	2.3	2.8	2.6
Food Prices	1.8	4.4	-0.7	1.6	1.0	3.0	5.2	7.7	2.5	1.7	2.0	2.6	2.4	2.4	3.6	2.3
Energy Prices	-10.1	-41.2	39.5	9.0	39.9	18.5	15.2	27.9	3.7	0.9	1.7	2.0	-7.6	18.9	9.1	1.8
Services	1.8	2.0	0.7	1.3	1.7	3.8	4.3	2.3	1.6	2.4	2.3	1.6	1.4	2.3	2.4	2.2
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	0.58	1.00	1.25	0.50	0.25	0.77	1.69
3-Month T-Bill	1.29	0.22	0.16	0.10	0.08	0.11	0.16	0.10	0.20	0.50	0.90	1.15	0.44	0.11	0.70	1.60
90-Day BAs	1.81	0.66	0.52	0.49	0.44	0.43	0.44	0.48	0.55	0.80	1.20	1.45	0.87	0.45	1.00	1.90
10-Year Bond Yield	1.20	0.59	0.55	0.67	1.13	1.49	1.24	1.58	1.70	1.75	1.85	1.90	0.75	1.36	1.80	2.10
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	-72.6	-23.0	-44.1	-18.0	6.6	5.5	5.5	4.4	4.1	3.0	-1.7	-5.4	-39.4	5.5	0.0	-6.5
Share of GDP	-3.2	-1.1	-2.0	-0.8	0.3	0.2	0.2	0.2	0.2	0.1	-0.1	-0.2	-1.8	0.2	0.0	-0.2
Merchandise Balance	-42.2	-35.7	-42.1	-39.4	3.6	1.0	12.2	12.5	14.3	14.6	11.5	10.3	-39.8	7.3	12.7	11.3
Non-Merchandise Balance	-30.4	12.6	-1.9	21.4	2.9	4.5	-6.8	-8.1	-10.2	-11.6	-13.1	-15.7	0.4	-1.9	-12.6	-17.8
US\$	US\$/C\$: qtr. avg.															
	C\$/US\$: qtr. avg.															
Yen	¥/C\$: qtr. avg.															
Euro	C\$/€ : qtr. avg.															
Corp. Profits Before Tax	-19.7	-32.7	41.4	46.3	136.1	159.2	15.7	2.2	-28.3	-27.0	-14.0	-6.9	7.9	57.0	-20.0	0.2
Corp. Profits After Tax	-7.0	-16.3	12.2	14.7	43.1	55.2	10.3	0.9	-15.6	-13.4	-3.3	1.5	0.9	24.5	-8.0	2.0
Personal Income	4.6	8.5	5.6	3.5	5.2	1.4	4.8	6.1	4.3	3.9	4.0	4.9	5.6	4.3	4.3	4.5
Real Disposable Income	3.9	15.6	8.0	5.5	6.5	-4.8	2.0	3.1	0.6	0.4	0.5	1.5	8.2	1.5	0.8	1.8
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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