

Canadian Economic Outlook for Jan. 20, 2023

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

	2021				2022				2023				2021	2022	2023	2024
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4				
Production	q/q % chng : a.r.															
Real GDP (chain-weighted)	5.3	-2.3	5.8	6.9	2.8	3.2	2.9	0.6	-1.5	-1.8	0.0	1.5	5.0	3.5	0.0	1.5
Final Sales	5.8	-6.9	9.5	2.8	0.6	-3.5	2.7	1.7	0.7	-0.4	0.7	2.0	4.0	1.1	0.7	1.7
Final Domestic Demand	6.4	-0.6	7.4	3.7	3.0	2.4	-0.6	0.9	0.4	-0.3	0.7	2.0	5.8	2.7	0.5	1.7
Consumer Spending	2.1	-2.0	20.7	1.3	2.3	9.5	-1.0	1.2	-0.1	-1.5	0.3	1.4	5.1	4.8	0.5	1.4
Durables	-4.2	-10.2	-2.3	-1.2	8.0	-14.4	-8.2	1.0	-2.0	-2.0	0.0	2.0	8.5	-3.1	-2.6	1.3
Nondurables	3.2	-8.3	2.9	-2.8	3.2	2.5	-3.9	0.8	-1.0	-2.0	0.0	2.0	1.1	0.1	-0.7	1.2
Services	2.4	5.7	30.4	4.0	1.1	17.8	3.8	1.5	1.0	-1.1	0.5	1.0	5.1	8.6	1.9	1.5
Government Spending	7.3	2.0	2.1	3.0	0.7	-2.2	3.9	3.1	3.0	3.0	3.0	3.4	5.5	1.4	2.8	3.0
Business Investment	-0.2	22.7	3.9	14.7	7.7	17.0	4.3	3.0	1.0	1.0	1.0	2.5	4.3	10.3	2.8	2.1
Non-residential Construction	17.5	10.0	5.2	15.1	13.3	13.8	11.7	3.0	1.0	1.0	1.0	2.5	0.8	11.6	3.5	2.0
Machinery and Equipment	-22.5	47.5	1.9	14.0	-1.3	23.1	-7.6	3.0	1.0	1.0	1.0	2.5	9.9	8.1	1.6	2.3
Residential Construction	38.0	-15.1	-31.0	11.7	8.8	-31.5	-15.4	-9.5	-5.0	-5.0	-5.0	1.5	14.9	-10.6	-8.9	-0.3
Exports	4.9	-19.0	3.6	16.2	-7.6	8.1	8.6	4.2	-0.5	-0.5	2.0	2.0	1.4	2.8	2.5	1.8
Imports	8.6	0.4	-3.0	20.4	0.2	29.5	-1.5	1.9	-1.2	0.0	2.0	2.0	7.8	8.3	1.8	1.9
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	13.0	9.3	5.2	7.9	13.0	13.3	-5.4	0.0	3.1	3.0	2.6	2.4	8.2	7.5	1.9	2.2
CPI All Items	3.2	4.6	5.4	5.7	7.4	11.3	4.1	4.4	3.1	3.3	3.0	2.7	3.4	6.8	4.0	2.5
Ex. Food and Energy	1.4	4.1	4.1	3.3	4.8	7.6	5.4	4.0	3.9	3.7	3.5	3.3	2.3	4.9	4.2	2.8
Food Prices	0.8	3.7	5.5	7.9	10.1	11.1	9.7	9.6	4.4	3.2	2.3	2.1	2.2	8.8	5.8	2.1
Energy Prices	35.0	15.1	21.6	26.9	37.2	49.0	-19.3	-2.8	-8.5	-0.4	-1.2	-1.2	19.0	22.4	-3.2	0.0
Services	1.7	3.8	4.3	2.8	4.4	8.7	6.6	2.8	3.5	3.2	3.1	3.3	2.2	5.0	3.9	2.7
CPI All Items	y/y % chng															
CPIX8	y/y % chng															
New Core CPIs	y/y % chng : avg.															
Financial	% : quarterly avg.															
Overnight Rate	0.25	0.25	0.25	0.25	0.33	1.17	2.75	3.92	4.50	4.50	4.50	4.50	0.25	2.04	4.50	3.88
3-Month T-Bill	0.08	0.11	0.16	0.10	0.39	1.43	2.91	3.96	4.40	4.45	4.45	4.45	0.11	2.17	4.40	3.80
90-Day BAs	0.44	0.43	0.44	0.48	0.86	1.99	3.65	4.66	5.10	5.15	5.10	5.05	0.45	2.79	5.10	4.30
10-Year Bond Yield	1.13	1.49	1.24	1.58	1.92	2.98	3.01	3.16	3.15	3.25	3.15	3.05	1.36	2.77	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	-0.8	-9.5	-15.4	-1.3	3.7	10.6	-44.4	-40.0	-36.4	-36.4	-38.6	-40.6	-6.7	-17.5	-38.0	-41.0
Share of GDP	0.0	-0.4	-0.6	0.0	0.1	0.4	-1.6	-1.4	-1.3	-1.3	-1.4	-1.4	-0.3	-0.6	-1.3	-1.4
Merchandise Balance	5.1	-2.3	5.8	10.2	32.8	41.5	6.7	10.0	12.0	12.0	12.1	12.3	4.7	22.7	12.1	12.6
Non-Merchandise Balance	-5.9	-7.2	-21.2	-11.5	-29.1	-30.9	-51.1	-49.9	-48.4	-48.4	-50.8	-52.8	-11.4	-40.3	-50.1	-53.6
US\$	US\$/C\$: qtr. avg.															
	C\$/US\$: qtr. avg.															
Yen	¥/C\$: qtr. avg.															
Euro	C\$/€ : qtr. avg.															
Corp. Profits Before Tax	143.7	158.8	17.6	31.1	10.6	16.9	4.2	-10.1	-22.3	-30.0	-13.4	-10.7	68.2	5.5	-20.0	3.0
Corp. Profits After Tax	47.3	54.7	9.5	20.8	9.3	17.8	13.6	0.0	-9.6	-20.0	-13.4	-10.7	30.8	10.0	-13.6	3.0
Personal Income	6.0	2.4	5.1	5.4	6.4	6.3	6.9	7.9	4.1	3.3	2.2	2.4	4.7	6.9	3.0	3.4
Real Disposable Income	7.1	-3.4	1.3	0.4	-0.5	-1.7	-1.0	1.3	-1.4	-0.7	-0.7	-0.2	1.2	-0.5	-0.8	1.1
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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