

Canadian Economic Outlook for Oct. 4, 2024

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

| | 2023 | | | | 2024 | | | | 2025 | | | | 2022 | 2023 | 2024 | 2025 |
|------------------------------|---------------------------|-------|-------|-------|-------|-------|--------------|--------------|--------------|--------------|--------------|--------------|-------|-------|--------------|--------------|
| | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | Q1 | Q2 | Q3 | Q4 | | | | |
| Production | q/q % chng : a.r. | | | | | | | | | | | | | | | |
| Real GDP (chain-weighted) | 3.4 | 0.7 | -0.3 | 0.1 | 1.8 | 2.1 | 1.3 | 2.0 | 1.7 | 2.0 | 2.0 | 1.9 | 3.8 | 1.2 | 1.1 | 1.8 |
| Final Sales | 5.8 | 0.5 | -0.9 | 0.5 | 4.0 | 2.0 | 1.9 | 2.1 | 2.2 | 2.0 | 2.0 | 1.9 | 1.5 | 2.0 | 1.7 | 2.1 |
| Final Domestic Demand | 1.7 | 1.2 | 0.2 | 0.0 | 3.1 | 2.4 | 1.8 | 2.1 | 2.2 | 2.0 | 2.0 | 1.9 | 2.8 | 0.5 | 1.7 | 2.1 |
| Consumer Spending | 2.9 | 0.5 | 0.1 | 3.2 | 3.6 | 0.6 | 1.4 | 1.8 | 1.7 | 1.8 | 1.9 | 1.8 | 5.1 | 1.7 | 2.0 | 1.7 |
| Durables | 2.1 | -2.6 | 4.4 | 8.7 | 2.0 | -7.9 | 1.5 | 1.5 | 1.6 | 1.6 | 1.3 | 1.3 | -1.8 | 2.1 | 1.2 | 0.9 |
| Nondurables | -0.8 | 1.4 | -1.7 | 0.4 | -0.3 | 2.0 | 1.3 | 1.8 | 1.0 | 1.5 | 1.3 | 1.3 | -0.3 | -0.4 | 0.5 | 1.4 |
| Services | 3.6 | 0.9 | 1.5 | 3.5 | 5.0 | 1.8 | 1.5 | 1.9 | 2.0 | 2.0 | 2.4 | 2.3 | 9.1 | 2.7 | 2.8 | 2.0 |
| Government Spending | 4.3 | 0.0 | 4.3 | -1.6 | 2.5 | 6.7 | 3.0 | 3.0 | 3.0 | 2.4 | 2.4 | 2.4 | 3.3 | 2.1 | 2.6 | 3.0 |
| Business Investment | 2.3 | 15.5 | -16.8 | -13.5 | 2.4 | 11.1 | 1.4 | 2.0 | 2.2 | 2.0 | 2.2 | 2.0 | 4.0 | -0.8 | -1.3 | 2.5 |
| Non-residential Construction | 2.4 | 11.9 | -13.3 | -14.7 | 3.7 | 2.0 | 2.2 | 2.0 | 2.2 | 2.0 | 2.5 | 2.0 | 6.7 | 2.6 | -2.4 | 2.1 |
| Machinery and Equipment | 2.1 | 22.2 | -22.5 | -11.3 | 0.0 | 28.8 | 0.0 | 2.0 | 2.3 | 2.0 | 2.0 | 2.0 | -0.3 | -6.4 | 0.7 | 3.3 |
| Residential Construction | -14.2 | -4.1 | 9.8 | -2.3 | -0.1 | -7.3 | 2.0 | 1.8 | 2.5 | 2.0 | 2.3 | 1.5 | -12.1 | -10.3 | -0.6 | 1.5 |
| Exports | 15.6 | 3.1 | -3.2 | 3.2 | 2.0 | -1.8 | 2.9 | 2.4 | 2.2 | 2.0 | 2.0 | 2.0 | 3.2 | 5.4 | 1.1 | 2.0 |
| Imports | 2.3 | 5.7 | -0.2 | 0.9 | 0.1 | -0.5 | 2.8 | 2.5 | 2.0 | 2.0 | 2.0 | 2.0 | 7.6 | 0.9 | 0.9 | 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 | -3.2 | 3.0 | 6.4 | 6.0 | -1.3 | 4.6 | 2.1 | 2.0 | 1.9 | 1.9 | 2.0 | 1.9 | 7.7 | 1.5 | 3.0 | 2.1 |
| CPI All Items | 2.6 | 2.8 | 4.9 | 2.5 | 1.3 | 2.4 | 2.0 | 2.1 | 1.5 | 1.5 | 2.0 | 2.2 | 6.8 | 3.9 | 2.4 | 1.8 |
| Ex. Food and Energy | 3.6 | 3.5 | 3.1 | 3.4 | 1.9 | 2.7 | 2.2 | 3.0 | 1.7 | 1.5 | 2.2 | 2.3 | 4.9 | 4.0 | 2.7 | 2.1 |
| Food Prices | 8.4 | 5.6 | 3.8 | 3.1 | 1.2 | 2.2 | 4.4 | 2.2 | 1.7 | 1.6 | 1.5 | 2.0 | 8.7 | 7.8 | 2.8 | 2.1 |
| Energy Prices | -15.0 | -6.3 | 16.9 | -7.7 | 0.8 | 3.0 | -13.8 | -9.3 | -0.8 | 1.2 | 1.7 | 2.4 | 24.1 | -4.1 | -1.6 | -3.1 |
| Services | 3.1 | 5.6 | 5.1 | 4.1 | 2.3 | 6.5 | 4.7 | 2.2 | 1.7 | 1.5 | 2.2 | 2.3 | 5.0 | 4.6 | 4.3 | 2.5 |
| CPI All Items | y/y % chng | | | | | | | | | | | | | | | |
| CPIX8 | y/y % chng | | | | | | | | | | | | | | | |
| Core CPIs (Trim/Median avg.) | y/y % chng : avg. | | | | | | | | | | | | | | | |
| Financial | % : quarterly avg. | | | | | | | | | | | | | | | |
| Overnight Rate | 4.50 | 4.58 | 5.00 | 5.00 | 5.00 | 4.92 | 4.42 | 3.92 | 3.42 | 2.92 | 2.50 | 2.50 | 2.04 | 4.77 | 4.56 | 2.83 |
| 3-Month T-Bill | 4.39 | 4.54 | 5.02 | 5.01 | 4.94 | 4.81 | 4.27 | 3.70 | 3.30 | 2.85 | 2.50 | 2.45 | 2.17 | 4.74 | 4.45 | 2.80 |
| 10-Year Bond Yield | 3.04 | 3.10 | 3.64 | 3.67 | 3.43 | 3.58 | 3.14 | 3.10 | 3.00 | 2.90 | 2.80 | 2.70 | 2.77 | 3.36 | 3.30 | 2.85 |
| 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 | -14.9 | -27.0 | -24.0 | -18.0 | -21.5 | -33.9 | -33.7 | -35.0 | -36.8 | -39.2 | -41.2 | -42.8 | -10.3 | -21.0 | -31.0 | -40.0 |
| Share of GDP | -0.5 | -0.9 | -0.8 | -0.6 | -0.7 | -1.1 | -1.1 | -1.1 | -1.2 | -1.3 | -1.3 | -1.3 | -0.4 | -0.7 | -1.0 | -1.3 |
| Merchandise Balance | 6.2 | -22.8 | 0.5 | 8.6 | -0.1 | -8.7 | -8.1 | -8.3 | -9.7 | -10.8 | -11.9 | -13.0 | 19.7 | -1.9 | -6.3 | -11.4 |
| Non-Merchandise Balance | -21.1 | -4.2 | -24.5 | -26.7 | -21.4 | -25.2 | -25.6 | -26.7 | -27.0 | -28.4 | -29.3 | -29.7 | -30.0 | -19.1 | -24.7 | -28.6 |
| 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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