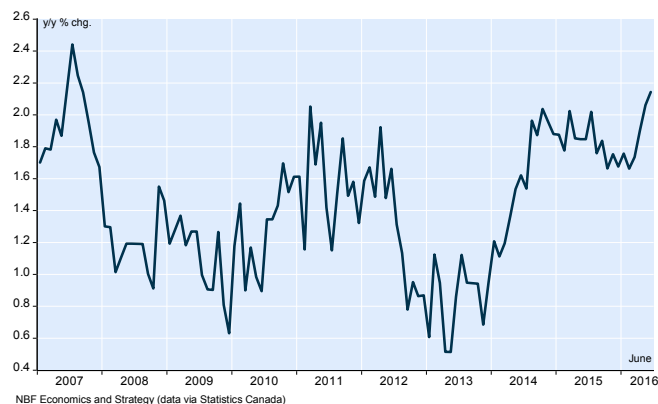


- **What we'll be watching** (p. 3)
- **Calendar of upcoming releases** (p. 5)
- **Annex – Economic tables** (A1)

## Week in review

**Canada** – The **consumer price index** rose 0.2% in June, allowing the year-on-year inflation rate to remain unchanged at 1.5%. In seasonally adjusted terms, CPI also rose 0.2% as higher prices for clothing/footwear, transportation, shelter, household operations and health care more than offset price declines for food and alcohol/tobacco, while prices for recreation were flat. The core CPI, which excludes eight of the most volatile items, was flat, which allowed the year-on-year core inflation rate to remain unchanged at 2.1%. In seasonally-adjusted terms, core CPI was up 0.2%. Excluding food and energy, the annual inflation rate is now 2.1%, the highest since 2007. Prices have been hot lately particularly for imported items such as clothing/footwear. In Q2, CPI grew 1.6% year-on-year for the headline and 2.1 % for the core measure, matching the Bank of Canada's latest Monetary Policy Report estimates. So, prices are evolving in line with the central bank's expectations, meaning there's no reason to expect a sudden change in the monetary policy stance.

**Canada: Inflation on the rise**  
CPI excluding food and energy



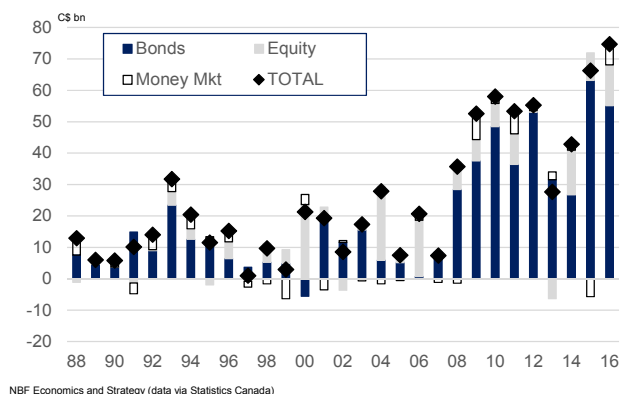
**Retail sales** rose 0.2% in May with increases in 6 of the 11 subsectors. Sales of autos/parts dealers fell 2% but that was more than offset by a sharp 0.9% increase in ex-autos sales.

Boosting ex-auto sales were gasoline station receipts (+2.3 % due to higher pump prices), but there were also gains observed for sellers of electronics, health/personal care products, clothing, food/beverage and miscellaneous items which more than offset declines for furniture, sporting goods, building materials, general merchandise. In real terms overall retail sales was up just 0.1%. The small retail gains for May, while encouraging, do not change the picture for Q2, i.e. a sharp moderation in Canadian consumption spending after a strong first quarter. Indeed, assuming no change in June, retail volumes are tracking a contraction in Q2, and that for the first time since 2015Q1. That's consistent with a GDP contraction in the second quarter of the year.

**Wholesale sales** jumped a consensus-topping 1.8% in May, with gains in six of the 7 broad subsectors. Inventories were down 0.1%, however. In real terms, wholesale sales were up 1.5%.

**International securities transactions** data showed foreign investors accumulating a net \$14.7 billion of Canadian securities in May. Net purchases of Canadian bonds, at \$17.3 billion, were even stronger than the headline figure of overall foreign buying because non-residents were net sellers of Canadian money market paper (unwinding a net \$3.4 billion of the prior month's sizeable \$6.0 billion net inflow) and were relatively inactive in Canadian equities (net buying of just ~\$800 million). In the first five months of 2016, net portfolio inflows totalled C\$74.6 bn, the largest on records, with increases for bonds (+C\$55.1 bn), equities (+C\$13 bn), and money market instruments (+C\$6.5 bn).

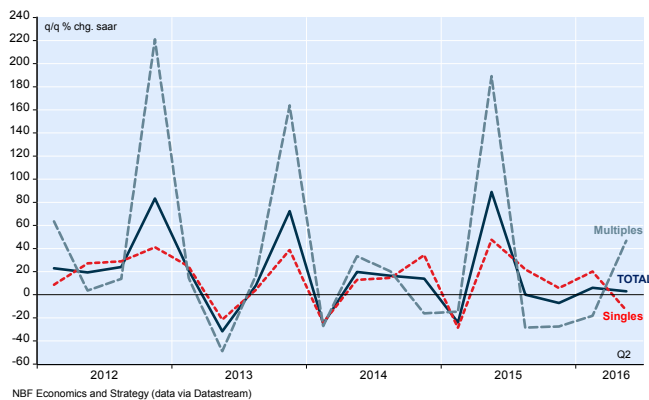
**Record foreign purchase of Canadian securities in first 5 months of 2016**  
Net foreign purchases of Canadian securities over January-May period, by year



# WEEKLY ECONOMIC WATCH

**United States – Housing starts** rose 4.8% to a 4-month high of 1189K in seasonally adjusted annualized terms in June. Multiple starts rose 5.4% while single family starts were up 4.4%. **Building permits** rose 1.5% to 1153K in June with gains for both multistarts (+2.5%) and single family homes (+1.0%). For Q2 as a whole, housing starts were up 2.9% annualized, as gains for multiple units (+47% is the first increase in four quarters) were offset by declines for singles (-13% is the first decline in five quarters). With such a heavy tilt towards multistarts (which carry lower value-added per unit compared to say singles), the contribution of residential construction to Q2 GDP is likely to be less important than the prior quarter.

**U.S.: Construction of single family homes fell in Q2**  
Housing starts



**Existing home sales** jumped a consensus-topping 1.1% in June to 5.57 million units, the highest since early 2007. The increase was due to both single family units (+0.8%) and multistarts (+3.2%). The months supply of homes at current sales rate fell to 4.6. The median resale price rose to \$247,700 and is now 4.8% higher than year-ago levels (+5% for singles and +3.2% for multistarts). Only 22% of June sales were made to cash buyers, while the share of distressed sales in total sales was just 6%, both at their lowest in months.

The **weekly jobless claims** report showed initial claims remaining roughly unchanged at 253K in the week of July 16th. The more reliable 4-week moving average edged down slightly to reach 258K. Continuing claims for the prior week fell 25K to 2.128 million.

The **Philadelphia Fed index of manufacturing activity** fell to -2.9 in July (from +4.7 the prior month). While employment remained in contraction mode, shipments and new orders were both in expansion.

Markit's flash/preliminary estimate of the **manufacturing purchasing managers index** ended up at an 8-month high of 52.9 in July. A reading above 50 implies expansion in manufacturing activity. The production, new orders, and employment sub-indices expanded at a faster rate than the prior month.

**World –** The European Central Bank left monetary policy unchanged at its meeting this week. The central bank said that over the coming months it will be in a better position to reassess the economic outlook and the risks to the growth and inflation projections. There was no discussion about the monetary policy instruments that may be considered or about changes to QE's eligibility rules of bond purchases if ever more action was needed. Still, ECB President Draghi pointed out that the central bank has proven its ability to adapt its policy in order to achieve the targets set for QE and stands ready to act if needed. Specifically referring to Brexit, Mr Draghi said the impacts on the Eurozone will depend on how long the negotiations with the UK will last and what will be the outcome. A fair portion of the press conference was devoted to the situation of Italian banks and non-performing loans. Mr Draghi said the situation will take time to be resolved, but indicated he is favorable to public support for banks in exceptional circumstances.

Flash manufacturing purchasing managers indices for the month of July were released by Markit for a range of countries. Japan's PMI rose to 49 (from 48.1 the prior month). Output and new orders continued to contract, while employment improved somewhat. The UK's PMI fell to a 41-month low of 49.1 with declines in both output and new orders, while the eurozone's PMI fell to 52.9. Markit also released services purchasing managers indices for July, with the eurozone's measure falling to an 18-month low of 52.7 and the UK's measure sinking to an 88-month low of 47.4, i.e. well in contraction territory.

# WEEKLY ECONOMIC WATCH

## What we'll be watching



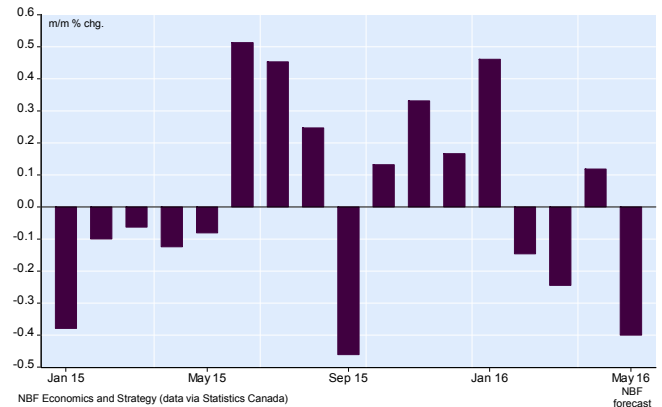
**In Canada**, the highlight of the week will be **May GDP** results. Alberta's wildfires interrupted economic activity in Fort McMurray during the month, significantly curtailing output from the oil sands. Also

weighing on May GDP were lower sales volumes reported in the manufacturing sector. While we may see contributions to growth from sectors such as retailing, wholesaling and arts/recreation, those will probably not be enough to offset declines elsewhere. Overall, the economy could have contracted about 0.4% in May. The **Survey of Employment, Payrolls and Hours** for May will also be scrutinized for additional clues about the state of the Canadian labour market.

	Previous	NBF forecasts
<b>GDP (May m/m chg.)</b>	0.1%	-0.4%

### Canada: Output slump in May due to Alberta's wildfires

Real GDP by industry



NBF Economics and Strategy (data via Statistics Canada)



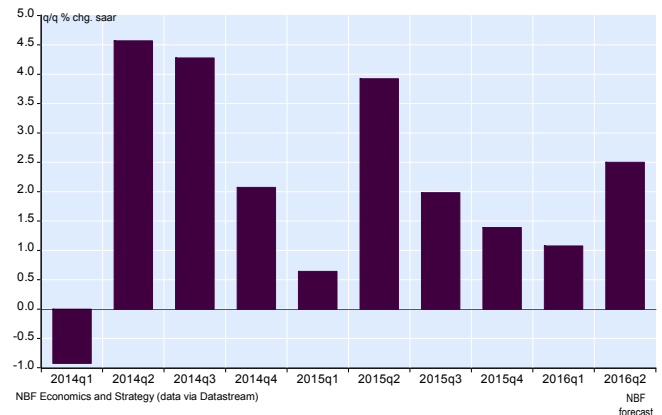
**In the U.S.**, the Bureau of Economic Analysis will release on Friday its advance estimate of **Q2 GDP**, as well as revisions for the prior three years. Monthly reports suggest economic growth bounced back in the second

quarter after a poor start to the year. Trade and investment both seem to have stabilized somewhat after earlier declines, while domestic demand got a lift from consumption spending based on healthy retail results. Overall, GDP growth may have ended up near 2.5% annualized in the second quarter. And that, despite an expected drag from inventories for a fourth consecutive quarter. **Durable goods orders** likely remained weak in June thanks primarily to civilian aircrafts, while **new home sales** likely bounced back in June after outsized declines the prior month. The highlight of the week, however, will be the **Fed meeting** on Wednesday. Economic data improved with consensus-topping June figures for employment, industrial output and retail spending. That's not to say the FOMC is ready to resume rate hikes. If it was, it would not have downgraded its growth forecasts significantly in last June's Summary of Economic Projections. Brexit has raised downside risks to global economic growth and the Fed will appreciate the potential spillover effects to the US economy. Moreover, inflation pressures remain elusive as evidenced by an annual core PCE deflator which has been stuck well below the Fed's 2% target for four consecutive years. All told, the Fed should keep interest rates unchanged while acknowledging the improving domestic economy, but with a cautious tone given enhanced downside risks to the global economic outlook.

	Previous	NBF forecasts
<b>GDP (Q2 q/q chg. saar)</b>	1.1%	2.5%
<b>Durable goods orders (June m/m chg.)</b>	-2.3%	-1.0%
<b>ex-transportation (June m/m chg.)</b>	-0.3%	0.0%
<b>FOMC rate</b>	0.50%	0.50%

### U.S.: Economic growth likely accelerated in Q2

Real GDP



NBF Economics and Strategy (data via Datastream)

# WEEKLY ECONOMIC WATCH

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## What we'll be watching



**Elsewhere around the world,** the eurozone's preliminary estimate of the consumer price index for July will be released this week, along with the unemployment rate for the month of June. We'll also get the eurozone's Q2 GDP results. In Japan, a very busy week will give some idea about the handoff to Q3 with June data on

retail sales, industrial production, housing starts, and employment. Inflationary pressures will also be assessed thanks to CPI for June. The Bank of Japan's meeting will be watched closely as usual, with markets expecting additional stimulus in light of a stagnating economy and persistently below-target inflation.

# WEEKLY ECONOMIC WATCH

## Economic calendar - Canada & U.S.

Economic releases & events							Earnings announcements				
Time	Country	Release	Period	Previous	Consensus Estimate	NBF Estimate	Company	Time	Qtr	Cons. EPS	
<b>Monday</b> Jul 25							Capital Power Corp	Bef-mkt	Q2 2016	0.18	
							Canadian National Railway Co	Aft-mkt	Q2 2016	1.06	
							PrairieSky Royalty Ltd	Aft-mkt	Q2 2016	0.01	
							Roper Technologies Inc	Bef-mkt	Q2 2016	1.61	
							Danaher Corp	6:00	Q2 2016	1.21	
							Rockwell Collins Inc	6:30	Q3 2016	1.58	
							Kimberly-Clark Corp	7:30	Q2 2016	1.47	
							Texas Instruments Inc	16:30	Q2 2016	0.73	
							Express Scripts Holding Co	Aft-mkt	Q2 2016	1.57	
							Gilead Sciences Inc	Aft-mkt	Q2 2016	3.02	
						AvalonBay Communities Inc	Aft-mkt	Q2 2016	2.02		
						Eastman Chemical Co	0:00	Q2 2016	1.73		
<b>Tuesday</b> Jul 26	9:45	US	Markit US Services PMI	Jul P	51.4	--					
	10:00	US	Consumer Confidence Index	Jul	98.0	95.5		Norbord Inc	6:00	Q2 2016	0.46
	10:00	US	New Home Sales	Jun	551k	560k	560k	Colliers International Group Inc	7:30	Q2 2016	0.55
	10:00	US	New Home Sales MoM	Jun	-6.00%	1.60%	1.60%	Canfor Corp	Aft-mkt	Q2 2016	0.29
								Toromont Industries Ltd	Aft-mkt	Q2 2016	0.49
							DH Corp	Aft-mkt	Q2 2016	0.52	
							Centerra Gold Inc	Aft-mkt	Q2 2016	0.07	
							Alaris Royalty Corp	Aft-mkt	Q2 2016	0.43	
							WestJet Airlines Ltd	0:00	Q2 2016	0.28	
							McDonald's Corp	Bef-mkt	Q2 2016	1.39	
							Verizon Communications Inc	7:30	Q2 2016	0.92	
							3M Co	7:30	Q2 2016	2.06	
							Apple Inc	16:30	Q3 2016	1.39	
<b>Wednesday</b> Jul 27	7:00	US	MBA Mortgage Applications	Jul-22	-1.30%	--		Gildan Activewear Inc	Bef-mkt	Q2 2016	0.42
	8:30	US	Durable Goods Orders	Jun P	-2.30%	-1.00%	-1.00%	CGI Group Inc	6:30	Q3 2016	0.88
	8:30	US	Durables Ex Transportation	Jun P	-0.30%	0.30%	0.00%	Loblaw Cos Ltd	6:30	Q2 2016	0.94
	10:00	US	Pending Home Sales MoM	Jun	-3.70%	1.80%		Intact Financial Corp	7:00	Q2 2016	0.61
	14:00	US	FOMC Rate Decision (Upper Bound)	Jul-27	0.50%	0.50%	0.50%	FirstService Corp	7:30	Q2 2016	0.52
	14:00	US	FOMC Rate Decision (Lower Bound)	Jul-27	0.25%	0.25%	0.25%	Open Text Corp	16:00	Q4 2016	0.94
								Goldcorp Inc	Aft-mkt	Q2 2016	0.03
							Kinross Gold Corp	Aft-mkt	Q2 2016	0.01	
							Lundin Mining Corp	Aft-mkt	Q2 2016	-0.03	
							Suncor Energy Inc	22:00	Q2 2016	-0.25	
							Methanex Corp	0:00	Q2 2016	-0.25	
							Uni-Select Inc	0:00	Q2 2016	0.39	
<b>Thursday</b> Jul 28	8:30	US	Initial Jobless Claims	Jul-23	253k	--		TransCanada Corp	Bef-mkt	Q2 2016	0.52
								Cameco Corp	Bef-mkt	Q2 2016	0.13
								Teck Resources Ltd	Bef-mkt	Q2 2016	0.00
								Baytex Energy Corp	Bef-mkt	Q2 2016	-0.21
								Potash Corp of Saskatchewan Inc	6:00	Q2 2016	0.19
								Thomson Reuters Corp	6:30	Q2 2016	0.49
								Fairfax Financial Holdings Ltd	Aft-mkt	Q2 2016	1.90
								Yamana Gold Inc	Aft-mkt	Q2 2016	0.02
								Canadian Real Estate Investment Trust	0:00	Q2 2016	0.77
								Maple Leaf Foods Inc	0:00	Q2 2016	0.31
								MEG Energy Corp	0:00	Q2 2016	-0.38
								Cenovus Energy Inc	0:00	Q2 2016	-0.19
<b>Friday</b> Jul 29	8:30	US	Employment Cost Index	2Q	0.60%	0.60%		RioCan Real Estate Investment Trust	Bef-mkt	Q2 2016	0.44
	8:30	CA	GDP MoM	May	0.10%	-0.50%	-0.40%	Air Canada	Bef-mkt	Q2 2016	0.60
	8:30	US	GDP Annualized QoQ	2Q A	1.10%	2.60%	2.50%	George Weston Ltd	6:00	Q2 2016	1.49
	8:30	CA	Industrial Product Price MoM	Jun	1.10%	--	--	Imperial Oil Ltd	0:00	Q2 2016	0.01
	8:30	US	Personal Consumption	2Q A	1.50%	4.10%		Quebecor Inc	0:00	Q2 2016	0.50
	8:30	CA	Raw Materials Price Index MoM	Jun	6.70%	--	--	Canadian Utilities Ltd	0:00	Q2 2016	0.43
	9:45	US	Chicago Purchasing Manager	Jul	56.8	53.0		Fortis Inc/Canada	0:00	Q2 2016	0.44
	10:00	US	U. of Mich. Sentiment	Jul F	89.5	90.5		Enbridge Inc	0:00	Q2 2016	0.52
								Enbridge Income Fund Holdings Inc	0:00	Q2 2016	0.54
								Bonavista Energy Corp	0:00	Q2 2016	-0.14
							Secure Energy Services Inc	0:00	Q2 2016	-0.11	
							Avigilon Corp	0:00	Q2 2016	0.13	

Source: Bloomberg

## Annex - Economic tables

**TABLE 1 - NORTH AMERICAN FINANCIAL INDICATORS**

July 22, 2016										
Growth Rates Unless Otherwise Indicated	Reference Period	Level	Monthly Growth (%)			Annualized Growth			Year-to-date (3)	
			Past Month	Prev. Month	Month Before	Average of the last 3 Mos.	6 Mos.	12 Mos.	Since ref.	prec.
<b>UNITED STATES</b>										
<u>MONETARY AGGREGATES</u>										
		(\$Billions)								
M1	* June 2016	3245	0.3	1.6	1.1	14.2	7.3	7.6	6.1	8.4
M2	* June 2016	12809	0.6	0.6	0.7	7.8	7.3	7.0	6.4	6.0
<u>CREDIT MEASURES</u>										
Consumer Credit	May 2016	3624	0.5	0.4	0.8	6.7	5.5	6.3	6.5	6.9
Mortgage (Banks)	* June 2016	3998	0.5	0.7	0.4	7.0	7.3	6.9	6.6	3.8
Business	* June 2016	2057	0.3	0.7	0.9	12.5	10.8	9.6	10.1	11.8
<b>CANADA</b>										
<u>MONETARY AGGREGATES</u>										
M2+ gross	April 2016	1796	0.6	0.3	0.6	6.7	6.1	6.0	5.9	4.4
Personal Deposits (Banks) (2)	May 2016	882						7.1	6.5	3.4
<u>CREDIT MEASURES</u>										
Consumer	April 2016	552	0.4	0.1	0.2	1.9	2.2	2.5	2.4	3.1
Mortgages	April 2016	1383	0.4	0.4	0.5	6.0	6.5	6.2	6.3	5.4
Short - Term Business Loans	March 2016	499	0.6	1.4	-0.1	9.4	10.3	11.5	11.3	9.5
Business (S.T. + L.T.)	May 2016	1777	0.5	0.1	0.1	2.9	4.5	4.7	5.6	8.4
Private (Consumer+Business)	April 2016	3703	0.3	0.2	0.4	4.3	5.0	4.9	5.5	6.5
Gov. of Canada securities outstanding	May 2016	683	1.3	2.0	-0.6	3.4	2.9	4.4	3.7	-0.7
<b>INTEREST AND EXCHANGE RATES</b>										
	Reference Thursday	Last day	1 week ago	2 w. ago	Average of last Thursdays			13 w. ago	26 w. ago	52 w. ago
					13 w.	26 w.	52 w.			
<b>UNITED STATES</b>										
<u>INTEREST RATES</u>										
Federal Funds Target Rate	* 21 July 16	0.50	0.50	0.50	0.50	0.50	0.40	0.50	0.50	0.25
Prime Rate	* 21 July 16	3.50	3.50	3.50	3.50	3.50	3.40	3.50	3.50	3.25
3-month Treasury Bills	* 21 July 16	0.31	0.31	0.29	0.27	0.27	0.19	0.23	0.28	0.03
2-year Bonds	* 21 July 16	0.69	0.67	0.59	0.74	0.77	0.78	0.82	0.85	0.70
5-year Bonds	* 21 July 16	1.10	1.09	0.96	1.19	1.23	1.39	1.34	1.44	1.63
10-year Bonds	* 21 July 16	1.56	1.53	1.38	1.68	1.75	1.96	1.87	2.03	2.27
30-year Bonds	* 21 July 16	2.30	2.25	2.14	2.48	2.56	2.75	2.69	2.81	2.97
Treasuries 30y. - 3-m. T.B.	* 21 July 16	1.99	1.94	1.85	2.20	2.28	2.56	2.46	2.53	2.94
<u>EXCHANGE RATE</u>										
FED Broad (Jan 97 = 100)	* 15 July 16	121.73	121.22	121.49	120.69	121.76	121.08	120.40	124.50	116.54
<b>CANADA</b>										
<u>INTEREST RATES</u>										
Prime Rate	* 21 July 16	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70	2.70
Target overnight rate	* 21 July 16	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
30-day commercial paper	* 21 July 16	0.88	0.85	0.87	0.88	0.88	0.85	0.94	0.85	0.74
3-month Treasury Bills	* 21 July 16	0.47	0.47	0.48	0.51	0.49	0.46	0.55	0.43	0.42
1-year Treasury Bills	* 21 July 16	0.52	0.52	0.50	0.55	0.53	0.50	0.58	0.41	0.45
5-year Bonds	* 21 July 16	0.65	0.62	0.53	0.68	0.68	0.74	0.80	0.63	0.68
10-year Bonds	* 21 July 16	1.10	1.06	0.98	1.23	1.22	1.34	1.33	1.16	1.54
30-year Bonds	* 21 July 16	1.74	1.68	1.56	1.86	1.93	2.07	2.03	1.94	2.22
<u>SPREADS</u>										
Prime - 30d. Commercial paper	* 21 July 16	1.82	1.85	1.83	1.82	1.82	1.86	1.76	1.85	1.96
Long Term - Short Term	* 21 July 16	1.27	1.21	1.08	1.35	1.44	1.61	1.48	1.51	1.80
<u>CANADA UNITED STATES SPREADS</u>										
3-month T-Bills	* 21 July 16	0.16	0.16	0.19	0.23	0.21	0.27	0.32	0.15	0.39
Long Term Bonds	* 21 July 16	-0.56	-0.57	-0.58	-0.61	-0.63	-0.68	-0.66	-0.87	-0.75
<u>EXCHANGE RATE</u>										
US\$ /CDN\$ (GTIS)	* 21 July 16	0.7641	0.7757	0.7691	0.7750	0.7621	0.7548	0.7852	0.7011	0.7672
Trade-weighted (1990=100) G-10	* 21 July 16	89.8	90.4	90.2	90.3	89.0	88.4	91.8	82.1	90.5
<b>STOCK INDICES</b>										
	Reference Thursday	Level	Monthly Growth (%)			Growth Over (%)			Year-to-date	
			Past Month	Prev. Month	Month Before	3 Months	6 Months	1 Year	ref.	prec.
Dow Jones (U.S.)	* 21 July 16	18517.2	3.9	1.9	-2.7	3.0	16.6	3.3	7.3	0.6
S&P 500 (U.S.)	* 21 July 16	2165.2	3.7	1.8	-1.9	3.5	15.8	2.2	7.1	2.3
NASDAQ (U.S.)	* 21 July 16	5073.9	4.8	1.6	-3.6	2.6	13.5	-2.6	2.1	9.3
S&P/TSX (Can.)	* 21 July 16	14565.8	4.0	0.7	0.3	4.9	21.0	1.3	11.7	-0.6

\* Update (1) Commercial Banks (2) Not seasonally adjusted (3) compared to same period of the preceeding year, unless otherwise stated  
Source: Datastream



## Annex - Economic tables

A division of National Bank of Canada

<b>TABLE 2 - UNITED STATES ECONOMIC INDICATORS</b>										
<b>July 22, 2016</b>										
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (9)	
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.
					3 Mos.	6 Mos.	12 Mos.			
Index of 12 Leading Indicators	* June 2016	0.3	-0.2	0.5	1.7	0.3	2.4	0.7	1.5	5.3
Consumer Confidence Index (1985=100)	June 2016	98.0	92.4	94.7	95.0	95.5	96.3	99.8	95.5	98.8
I.S.M. Manufacturing Index (level)	June 2016	53.2	51.3	50.8	51.8	50.8	50.3	53.1	50.8	52.9
- Non-manufacturing (level)	June 2016	59.5	55.1	58.8	57.8	57.5	59.3	61.5	57.5	60.5
<b>DOMESTIC DEMAND</b>										
Sales new autos & light trucks (000,000)	June 2016	16.7	17.5	17.4	17.2	17.2	17.5	17.0	17.2	17.0
Retail Sales	June 2016	0.6	0.2	1.2	5.9	1.7	2.4	2.7	2.7	2.5
- Motor vehicle	June 2016	0.1	-0.5	2.6	1.3	-1.1	4.4	1.0	2.6	7.1
- Other	June 2016	0.7	0.4	0.9	7.1	2.4	1.9	3.2	2.7	2.5
Consumer Spending: Total (\$ current)	May 2016	0.4	1.1	0.0	-8.4	-0.3	2.7	-6.2	1.8	3.5
Total (\$ constant)	May 2016	0.3	0.8	-0.1	3.0	2.4	2.9	2.7	2.7	3.3
Personal Income	May 2016	0.2	0.5	0.3	3.8	3.9	4.4	4.0	4.3	4.5
Personal Savings Rate (3)	May 2016	5.3	5.4	6.0	5.6	5.6	5.3	4.8	5.6	5.1
New Orders	May 2016	-1.0	1.8	1.7	6.4	-4.9	-5.1	-1.2	-2.7	-5.6
- Non-Defence Capital Goods exc. Aircraft	May 2016	-0.4	-0.9	0.3	-4.2	-7.8	-4.2	-3.8	-4.3	-1.8
Unfilled Orders	May 2016	0.2	0.6	0.0	0.6	-1.7	-1.8	-0.9	-1.9	6.4
Business Inventories	May 2016	0.2	0.1	0.3	1.6	0.0	1.7	1.0	1.1	2.7
Inventories / Shipments Businesses	May 2016	1.40	1.40	1.41	1.40	1.41	1.39	1.37	1.41	1.37
Manufacturers' Shipments	May 2016	0.0	0.4	0.3	0.6	-5.4	-4.2	-3.2	-3.4	-3.9
Manufacturers' Inventories	May 2016	-0.1	-0.1	-0.1	-2.2	-3.9	-2.2	-3.0	-2.9	0.0
Inventories / Shipments Manuf.	May 2016	1.36	1.36	1.37	1.36	1.37	1.36	1.36	1.37	1.36
Housing Starts (000) (1)	* June 2016	1189	1135	1155	1160	1156	1150	1213	1156	1071
New Home Sales, single-family	May 2016	-6.0	12.3	-0.6	18.8	23.9	7.9	8.7	5.4	20.5
Existing Home Sales, s.f. & condos	* June 2016	1.1	1.5	1.3	16.3	3.8	4.9	3.0	4.6	7.4
<b>PRODUCTION</b>										
Industrial Production	June 2016	0.6	-0.3	0.5	-1.0	-2.0	-1.1	-0.7	-1.4	1.4
- Consumer Goods	June 2016	1.1	-0.8	1.3	1.0	0.1	1.1	1.6	0.7	1.3
- Hitech goods	June 2016	-0.3	0.3	-0.2	0.1	6.6	1.7	3.6	3.3	4.1
<b>EXTERNAL AND FISCAL BALANCES</b>										
Exports	May 2016	-0.2	1.4	-1.1	0.1	-5.9	-5.7	-4.2	-4.9	-3.0
Imports	May 2016	1.6	2.0	-4.6	-7.8	-6.2	-4.7	-3.1	-4.7	-2.3
Merch. Trade Balance (\$ billions)	May 2016	-41.1	-37.4	-35.5	-38.0	-40.3	-41.1	-40.2	-40.1	-41.5
Real merchandise trade balance	May 2016	-61.1	-57.5	-56.1	-58.2	-60.1	-60.0	-58.4	-60.0	-58.4
Federal budget balance last 12 months (2)	June 2016	-523.6	-479.3	-510.9				-433.8	-185.3	-139.7
<b>INFLATION AND COSTS</b>										
Consumer Prices	June 2016	0.2	0.2	0.4	2.5	0.7	0.7	1.0	1.1	0.0
- Excluding Food and Energy	June 2016	0.2	0.2	0.2	2.1	2.4	2.1	2.3	2.2	1.7
PCE Deflator exc. Food and Energy	June 2016	0.2	0.2	0.1	1.8	1.6	1.5	1.6	1.6	1.3
Producer price index for final demand	June 2016	0.5	0.4	0.2	1.6	0.1	-0.5	0.3	0.0	-0.7
Average Hourly Earnings (4)	June 2016						2.4	2.4	2.4	2.0
Industrial Capacity Utilization Rate	June 2016	75.4	74.9	75.2	75.2	75.3	75.7	76.4	75.3	77.2
Median Price, Single-Family Homes (5)	* June 2016	4.0	3.6	4.0	50.9	3.0	5.8	5.0	5.5	7.7
<b>LABOUR MARKET</b>										
New Jobs (000) (6)	June 2016	287	11	144	147	172	204	2451	1029	1322
- Manufacturing (000)	June 2016	14	-16	5	1	-4	-2	-29	-24	31
- Services (000)	June 2016	278	52	156	162	179	199	2391	1076	1243
Average weekly hours (6)	June 2016	0.2	0.0	0.1	0.4	1.4	1.9	1.8	1.8	2.5
Civilian Unemployment Rate (7)	June 2016	4.9	4.7	5.0	4.9	4.9	5.0	5.3	4.9	5.5
<b>NATIONAL ACCOUNTS AND OTHER QUARTERLY INDICATORS</b>										
<b>Annualized Growth Rates</b>										
	<b>Q1 2016</b>	<b>Q4 2015</b>	<b>Q3 2015</b>	<b>Q2 2015</b>	<b>Q1 2015</b>	<b>Q1 2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	
Real GDP Chained 2009 dollars	1.1	1.4	2.0	3.9	0.6	2.1	2.4	2.2	2.3	
Consumption	1.5	2.4	3.0	3.6	1.7	4.3	3.1	2.7	1.7	
Residential Construction	15.6	10.1	8.2	9.4	10.1	9.9	8.9	1.8	9.5	
Business Investment	-4.5	-2.1	2.6	4.1	1.6	0.7	2.8	6.2	3.0	
Government Spending	1.3	0.1	1.8	2.6	-0.1	-1.4	0.7	-0.6	-2.9	
Exports	0.3	-2.0	0.7	5.1	-6.0	5.4	1.1	3.4	2.8	
Imports	-0.5	-0.7	2.3	3.0	7.1	10.3	4.9	3.8	1.0	
Change in Inventories (1) (2)	68.3	78.3	85.5	113.5	112.8	78.2	97.5	68.0	61.4	
GDP Deflator	0.4	0.9	1.3	2.1	0.1	0.1	1.0	1.6	1.6	
Personal Disposable Income	4.0	3.3	3.2	2.6	3.9	4.7	3.5	2.7	-1.4	
Labour Productivity (4)	-0.6	-1.7	2.0	3.1	-0.8	-1.7	0.7	0.8	0.0	
Unit Labor Costs (4)	4.5	5.4	0.4	2.0	2.6	5.7	2.2	2.0	1.2	
Current Account (current \$)	-498.7	-453.6	-492.4	-447.6	-458.2	-430.9	-463.0	-392.1	-366.4	
as a % of GDP	-2.7	-2.5	-2.7	-2.5	-2.6	-2.4	-2.6	-2.3	-2.2	
Corporate Profits (8)	7.5	-27.7	-6.2	14.8	-21.1	-4.6	-3.1	1.7	2.0	
as a % of GDP	10.6	10.4	11.4	11.6	11.4	12.1	11.2	11.6	12.1	
* Update										
Source: Datastream										
(1) Annual Rate				(5) Existing Homes Sold						(9) Computed to same period of the
(2) \$ Billions				(6) Non-Farm Payroll Survey						preceding year, unless otherwise
(3) Personal Savings as a % of Personal Disposable Income				(7) Household Survey						stated
(4) Nonfarm Business				(8) Current \$ and before taxes						

## Annex - Economic tables

**TABLE 3 - CANADIAN ECONOMIC INDICATORS**

July 22, 2016										
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (6)	
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.
					3 Mos.	6 Mos.	12 Mos.			
CFIB Business Barometer ®	June 2016	3.0	-1.6	13.1	46.1	-3.2	-9.5	0.9	-7.2	-6.3
<b>DOMESTIC DEMAND</b>										
Retail Sales (\$ current)	* May 2016	0.2	0.8	-0.8	3.4	2.8	3.1	3.6	4.9	1.5
- Motor vehicle and parts dealers	* May 2016	-2.0	-0.6	-2.6	-7.1	6.9	8.1	5.3	10.5	4.3
- Other	* May 2016	0.9	1.3	-0.1	7.2	1.4	1.5	3.1	3.1	1.2
Retail Sales (\$ constant)	* May 2016	0.1	0.0	-1.1	1.8	2.6	1.8	2.5	3.2	1.8
Manufacturer's Shipments (\$ current)	May 2016	-1.0	1.0	-0.8	-10.7	-1.7	-0.6	-1.0	0.8	-1.4
New Orders	May 2016	0.3	7.7	-2.5	-5.3	-3.3	-2.7	4.2	-1.7	-5.3
- Durables	May 2016	0.7	13.5	-6.1	-9.1	0.0	-1.0	10.7	-0.6	-4.2
Unfilled Orders	May 2016	1.3	0.5	-3.0	-13.2	-10.6	-1.2	-6.7	-9.0	12.9
Manufacturer's Inventories	May 2016	-0.2	-0.5	-0.4	-5.2	-4.3	1.3	-2.3	-0.7	0.9
Inventories / Shipments Ratio	May 2016	1.42	1.41	1.43	1.42	1.41	1.42	1.44	1.41	1.43
Manufacturer's Shipments (\$ constant)	May 2016	-2.1	1.5	0.1	-4.2	1.8	-0.3	0.2	1.5	0.2
Housing Starts (000) (1)	June 2016	218.3	186.7	189.1	198.0	197.9	200.7	201.2	197.9	183.9
Number of existing homes sold (MLS)	* June 2016	-0.9	-1.7	2.4	12.4	10.7	7.2	5.7	9.8	6.4
<b>PRODUCTION</b>										
Real Domestic Product	April 2016	0.1	-0.2	-0.1	0.4	1.6	0.9	1.5	1.4	1.4
- Manufacturing	April 2016	0.4	-0.5	-0.6	-0.9	2.5	0.1	1.4	1.2	1.9
- Construction	April 2016	0.0	0.1	-0.2	-0.9	-3.3	-5.1	-2.7	-4.0	-1.3
Services	April 2016	0.2	0.0	0.1	1.8	2.4	2.0	2.1	2.2	2.4
<b>EXTERNAL, FISCAL AND EXCHANGE BALANCES</b>										
Exports	May 2016	-0.7	0.5	-3.8	-27.0	-6.1	-0.5	-3.4	-0.6	-1.0
Imports	May 2016	-0.8	0.8	-2.3	-12.3	-3.0	2.2	-2.1	-0.1	5.4
- Capital Goods	May 2016	-6.3	3.6	-2.1	-7.9	-1.0	3.5	-0.3	-0.9	9.8
Merch. Trade Balance (\$ millions)	May 2016	-3,277	-3,317	-3,147	-3,247	-2,306	-1,966	-2,762	-2,588	-2,361
Change in Official Reserves	June 2016	-777	376	1,730	443	628	594	7,126	3,768	7,903
Level (US\$): \$83.5 billion										
Fed. budget balance last 12 months (\$ billions)	March 2016	-2.0	4.5	5.9				6.9	-2.0	2.9
<b>INFLATION AND COSTS</b>										
Consumer Prices	* June 2016	0.2	0.4	0.3	4.7	1.4	1.4	1.5	1.5	1.0
- Excluding Food and Energy	* June 2016	0.1	0.4	0.2	4.4	2.2	1.8	2.1	1.9	1.9
- Core inflation (4)	* June 2016	0.0	0.3	0.2	4.0	2.2	2.1	2.1	2.0	2.2
Average Hourly Earnings (2)	June 2016						2.9	2.0	2.7	2.4
Price of New Housing including land	May 2016	0.7	0.3	0.2	3.0	2.1	1.7	2.7	2.1	1.2
Avg. Price of Existing Homes Sold (MLS)	* June 2016	-0.1	-0.1	-0.5	1.8	18.4	11.8	11.5	14.4	7.6
Industrial Prices (1992=100)	May 2016	1.1	-0.5	-0.6	-4.2	-3.2	-0.5	-1.1	-0.9	-1.8
<b>LABOUR MARKET</b>										
Labour Force	June 2016	-0.1	-0.1	0.0	-0.2	0.7	1.0	0.6	1.0	0.6
Job creation (000)	June 2016	-0.7	13.8	-2.1	3.7	7.3	9.0	107.6	43.6	91.4
- Manufacturing	June 2016	-12.9	12.2	-16.5	-5.7	-8.7	-2.5	-30.3	-52.4	15.3
- Services	June 2016	45.5	-5.2	35.0	25.1	20.9	14.2	170.6	125.2	127.0
- Full Time	June 2016	-40.1	60.6	-2.5	6.0	1.2	2.6	31.1	7.1	123.4
- Part Time	June 2016	39.4	-46.8	0.4	-2.3	6.1	6.4	76.5	36.5	-32.0
Unemployment Rate	June 2016	6.8	6.9	7.1	6.9	7.1	7.0	6.8	7.1	6.8
<b>NATIONAL ACCOUNTS AND OTHER</b>										
<b>QUARTERLY INDICATORS</b>										
		Q1 2016	Q4 2015	Q3 2015	Q2 2015	Q1 2015	Q4 2014	2015	2014	2013
GDP Chained (2007) \$		2.4	0.5	2.2	-0.5	-1.0	3.4	1.1	2.5	2.2
Household consumption		2.3	1.8	2.3	2.3	-0.1	2.4	1.9	2.6	2.4
Business Investments, non-res., mach. & equip.		-9.7	-12.5	-11.4	-15.5	-23.2	0.9	-10.6	0.0	2.5
- Machinery and Equipment		-2.7	-8.1	-6.7	-15.7	-5.1	7.2	-2.4	1.0	-6.7
Residential Construction		11.2	1.8	2.6	0.1	6.6	-0.5	3.8	2.5	-0.4
Government Expenditures		1.5	0.4	0.6	2.8	4.7	-0.3	1.7	0.3	0.3
Government Fixed Capital Formation		-2.4	-4.0	-1.6	-0.6	1.9	6.1	2.5	4.0	-6.4
Final Domestic Demand		1.3	-0.3	0.3	-0.1	-2.2	1.7	0.3	1.6	1.3
Exports		6.9	-1.5	9.0	1.2	0.9	-0.2	3.4	5.3	2.8
Imports		1.3	-7.0	-2.8	-1.8	0.9	0.3	0.3	1.8	1.5
Change in Inventories, chained (2007) \$ (5)		-6.9	-5.6	-0.2	6.8	14.6	9.2	3.9	9.9	15.5
Real Disposable Income		2.1	1.1	-2.6	7.4	0.8	2.5	2.6	1.2	3.4
Personal savings Rate		3.9	4.2	4.3	5.2	4.8	4.3	4.6	4.2	5.4
GDP Price Deflator		-1.1	0.0	0.0	1.8	-3.2	-2.4	-0.5	1.7	1.6
Corporate Profits (nominal)		-8.8	-19.1	-5.1	-2.6	-44.1	-10.1	-15.8	7.0	0.8
as a % of GDP		10.7	11.0	11.6	11.8	11.9	13.6	11.6	13.8	13.5
Indust. Capacity Utilization Rate		81.4	80.9	81.2	80.1	81.4	82.5	80.9	82.1	80.8
Labour Productivity, Business Sector		1.5	-0.1	0.6	-3.9	-2.7	1.6	-0.4	2.5	1.3
Unit Labour Cost, Business Sector		-1.1	3.5	-1.5	2.2	5.7	-1.5	1.9	1.1	1.6
		Q1 2016	Q4 2015	Q3 2015	Q2 2015	Q1 2015	Q4 2014	2015	2014	2013
Current Account (current \$) (5)		-67.1	-62.8	-61.8	-58.0	-67.9	-58.3	-62.6	-44.9	-59.7
as a % of GDP		-3.4	-3.2	-3.1	-2.9	-3.4	-2.9	-3.2	-2.3	-3.0

Sources: Datastream and Canadian Real Estate Association

\* Update

(1) Annual Rate

(2) Not Seasonally Adjusted

(3) Current and before taxes

(4) C.P.I. excluding the 8 most volatile components and the effect of indirect taxes

(5) Annual rate, \$ billions

(6) Compared to same period of the preceeding year, unless otherwise stated



## Annex - Economic tables

TABLE 4 - PROVINCIAL ECONOMIC INDICATORS

		July 22, 2016								
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (3)	
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.
					3 Mos.	6 Mos.	12 Mos.			
<b>QUEBEC</b>										
<b>DOMESTIC DEMAND AND REVENUE</b>										
Retail Sales	* May 2016	1.0	0.1	-0.8	4.3	4.0	2.4	5.0	4.7	0.2
Manufacturing Shipments	May 2016	0.1	1.3	-1.8	-16.2	-5.8	-1.4	-3.7	-2.2	-0.1
Housing Starts (000) (2)	June 2016	38.4	38.9	32.2	36.5	37.3	39.3	42.0	37.3	32.4
Number of existing homes sold (MLS)	* June 2016	0.1	0.1	1.2	7.3	5.9	4.8	5.4	6.1	6.7
Wages and Salaries	March 2016	1.3	0.6	0.8	7.8	2.4	2.3	4.0	3.2	2.3
Value of merchandise exports (1)	May 2016							2.9	-0.8	-0.9
CFIB Business Barometer ®	June 2016	1.9	-2.9	-4.3	-16.2	16.8	3.1	5.8	8.8	-3.2
<b>PRICES</b>										
Consumer Price Index (1)	* June 2016	-0.2	0.2	0.3	3.1	0.9	1.0	0.6	1.0	1.1
Average Hourly Earnings (1)	June 2016							3.0	2.8	3.1
Price of New Housing inc. Land (1)	May 2016	0.0	0.0	0.1	0.8	0.9	0.4	0.8	0.6	0.1
Avg. Price of Existing Homes Sold (MLS)	* June 2016	0.7	1.1	0.0	2.8	2.4	2.1	3.1	2.6	1.3
<b>LABOR MARKET</b>										
Job creation (000)	June 2016	-11.2	21.6	1.8	4.1	0.2	2.8	33.3	1.2	16.5
Unemployment rate	June 2016	7.0	7.1	7.5	7.2	7.4	7.6	8.0	7.4	7.6
Participation rate	June 2016	64.2	64.5	64.5	64.4	64.5	64.7	64.8	64.5	64.8
<b>ONTARIO</b>										
<b>DOMESTIC DEMAND AND REVENUE</b>										
Retail Sales	* May 2016	0.0	0.3	-0.7	2.0	3.7	5.4	4.1	6.7	3.8
Manufacturing Shipments	May 2016	-1.4	0.2	-2.2	-14.2	4.7	4.5	3.8	7.1	0.7
Housing Starts (000) (2)	June 2016	87.9	69.9	66.2	74.7	76.1	76.0	57.8	76.1	61.8
Number of existing homes sold (MLS)	* June 2016	0.2	-0.1	2.8	19.2	10.3	7.8	5.9	8.4	12.0
Wages and Salaries	March 2016	0.3	0.4	0.0	3.0	4.1	3.8	3.4	3.7	4.0
Value of merchandise exports (1)	May 2016							12.8	7.8	12.6
CFIB Business Barometer ®	June 2016	-6.6	5.2	9.9	35.1	-0.6	-5.2	-3.3	-4.3	-0.9
<b>PRICES</b>										
Consumer Price Index (1)	* June 2016	0.2	0.4	0.5	5.4	2.0	1.5	1.7	1.8	1.2
Average Hourly Earnings (1)	June 2016							3.5	1.9	3.3
Price of New Housing inc. Land (1)	May 2016	1.4	0.5	0.2	5.6	3.5	3.2	4.9	3.8	2.0
Avg. Price of Existing Homes Sold (MLS)	* June 2016	1.4	1.4	1.3	15.2	16.7	10.1	13.1	12.2	7.1
<b>LABOR MARKET</b>										
Job creation (000)	June 2016	-4.2	21.6	-3.3	4.7	6.1	5.2	62.6	36.6	58.5
Unemployment rate	June 2016	6.4	6.6	7.0	6.7	6.7	6.7	6.5	6.7	6.7
Participation rate	June 2016	65.0	65.2	65.4	65.2	65.3	65.2	65.2	65.3	65.2
<b>NEWFOUNDLAND &amp; LABRADOR</b>										
<b>DOMESTIC DEMAND AND REVENUE</b>										
Retail Sales	* May 2016	1.0	0.9	-1.7	4.6	-0.4	1.4	3.2	3.1	0.1
Manufacturing Shipments	May 2016	-10.6	1.3	19.1	1.7	-36.9	-8.7	-26.5	-19.9	-11.8
Housing Starts (000) (2)	June 2016	1.4	1.6	1.2	1.4	1.7	1.7	1.7	1.7	1.9
Number of existing homes sold (MLS)	* June 2016	7.8	-8.2	7.7	50.8	-0.7	4.4	30.7	3.9	2.5
Wages and Salaries	March 2016	0.8	-0.3	-1.1	-3.7	-1.3	2.1	0.1	-0.2	3.5
Value of merchandise exports (1)	May 2016							-25.0	-8.7	-22.8
CFIB Business Barometer ®	June 2016	2.5	-3.8	-1.5	-51.3	-34.4	-12.4	-24.7	-14.0	-13.8
<b>PRICES</b>										
Consumer Price Index (1)	* June 2016	1.1	0.5	0.5	6.6	1.9	1.3	2.4	1.8	0.1
Average Hourly Earnings (1)	June 2016							-1.3	-1.3	-1.1
Price of New Housing inc. Land (1)	May 2016	0.1	0.0	-0.1	-0.3	0.4	0.4	0.5	0.4	0.1
Avg. Price of Existing Homes Sold (MLS)	* June 2016	5.8	-2.2	-1.6	-4.7	-10.5	-4.4	-4.0	-7.2	-4.1
<b>LABOR MARKET</b>										
Job creation (000)	June 2016	-1.8	1.6	6.1	2.0	0.7	0.0	-0.2	4.2	-0.4
Unemployment	June 2016	12.0	11.7	12.5	12.1	13.0	13.0	12.3	13.0	12.7
Participation rate	June 2016	60.6	60.9	61.1	60.9	60.7	60.9	61.1	60.7	61.0
<b>PRINCE EDWARD ISLAND</b>										
<b>DOMESTIC DEMAND AND REVENUE</b>										
Retail Sales	* May 2016	0.2	0.9	0.4	6.7	5.5	4.1	4.4	6.8	2.5
Manufacturing Shipments	May 2016	2.0	0.9	-4.5	-2.0	-7.6	0.2	7.0	2.6	5.8
Housing Starts (000) (2)	June 2016	0.3	1.0	0.5	0.6	0.5	0.6	0.5	0.5	0.4
Number of existing homes sold (MLS)	* June 2016	-5.9	7.5	3.0	102.8	21.9	29.0	14.3	27.8	11.4
Wages and Salaries	March 2016	0.4	0.3	-1.5	-2.1	4.0	4.5	5.7	4.8	1.3
Value of merchandise exports (1)	May 2016							15.9	2.7	6.4
CFIB Business Barometer ®	June 2016	-9.3	5.9	19.9	78.9	10.2	0.7	2.0	-4.4	19.9
<b>PRICES</b>										
Consumer Price Index (1)	* June 2016	0.3	0.2	0.7	5.7	1.3	0.5	1.1	1.2	-1.0
Average Hourly Earnings (1)	June 2016							1.1	1.5	0.4
Price of New Housing inc. Land (1)	May 2016	-0.4	0.1	0.0	2.9	0.7	0.3	-0.3	0.3	-0.2
Avg. Price of Existing Homes Sold (MLS)	* June 2016	11.3	-2.4	-8.9	20.5	16.9	3.0	17.9	6.9	-0.3
<b>LABOR MARKET</b>										
Job creation (000)	June 2016	-0.4	0.7	0.0	0.1	-0.2	-0.1	-1.5	-1.4	-0.4
Unemployment	June 2016	11.0	10.4	11.5	11.0	10.7	10.5	10.8	10.7	10.7
Participation rate	June 2016	65.8	65.8	66.1	65.9	66.0	66.6	67.6	66.0	67.9

Sources: Datastream and Canadian Real estate Association

\* Update (1) Not Seasonally Adjusted (2) Annual Rate (3) Compared to same period of the preceding year, unless otherwise stated

Annex - Economic tables

**TABLE 4 - PROVINCIAL ECONOMIC INDICATORS (Continues from page A4)**

July 22, 2016											
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (3)		
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.	
		3 Mos.	6 Mos.	12 Mos.							
<b>NOVA SCOTIA</b>											
<u>DOMESTIC DEMAND AND REVENUE</u>											
Retail Sales	* May 2016	0.4	0.5	-1.2	2.4	1.5	3.1	0.5	6.3	-3.0	
Manufacturing Shipments	May 2016	6.2	-0.4	0.0	-6.4	-0.6	7.9	8.4	6.0	3.2	
Housing Starts (000) (2)	June 2016	5.0	4.7	1.9	3.9	3.3	3.5	7.7	3.3	4.1	
Number of existing homes sold (MLS)	* June 2016	-8.5	-1.0	-1.9	-7.7	9.5	1.2	0.3	3.1	6.5	
Wages and Salaries	March 2016	0.4	0.3	-0.3	1.8	2.6	2.4	2.8	2.4	1.6	
Value of merchandise exports (1)	May 2016						8.9	11.8	3.4	-11.6	
CFIB Business Barometer ®	June 2016	-3.8	-1.2	-1.8	-21.2	-4.0	4.9	-6.2	0.4	11.9	
<u>PRICES</u>											
Consumer Price Index (1)	* June 2016	0.2	0.5	0.7	5.6	1.5	0.9	1.2	1.2	0.2	
Average Hourly Earnings (1)	June 2016						0.5	3.8	1.5	1.7	
Price of New Housing inc. Land (1)	May 2016	0.1	0.0	0.0	0.1	-0.3	0.5	0.0	0.1	0.7	
<u>LABOR MARKET</u>											
Job creation (000)	June 2016	0.6	-3.6	2.0	-0.3	0.1	0.0	-0.1	0.8	-4.3	
Unemployment	June 2016	8.2	8.3	8.3	8.3	8.6	8.5	7.9	8.6	8.7	
Participation rate	June 2016	61.7	61.7	62.2	61.9	62.0	62.1	61.8	62.0	62.4	
<b>NEW BRUNSWICK</b>											
<u>DOMESTIC DEMAND AND REVENUE</u>											
Retail Sales	* May 2016	-1.2	3.3	-2.9	-1.1	1.4	5.2	3.2	7.3	0.5	
Manufacturing Shipments	May 2016	-5.6	8.2	10.8	8.0	-2.0	-12.2	-14.4	-10.1	-4.0	
Housing Starts (000) (2)	June 2016	1.6	2.9	1.6	2.0	1.7	2.0	2.5	1.7	1.6	
Number of existing homes sold (MLS)	* June 2016	1.9	4.3	2.8	20.1	-5.5	4.9	5.4	4.9	8.4	
Wages and Salaries	March 2016	0.5	0.3	-0.8	-0.3	4.8	3.1	4.0	3.2	2.6	
Value of merchandise exports (1)	May 2016						-14.1	-9.3	-18.0	0.8	
CFIB Business Barometer ®	June 2016	13.8	-0.7	8.0	5.6	-5.2	-2.9	7.3	-3.9	5.9	
<u>PRICES</u>											
Consumer Price Index (1)	* June 2016	0.3	0.3	0.6	5.4	2.2	1.3	1.8	1.8	0.3	
Average Hourly Earnings (1)	June 2016						0.5	0.3	0.0	4.8	
Price of New Housing inc. Land (1)	May 2016	0.0	0.0	0.0	-0.2	0.0	0.3	0.6	0.4	-0.6	
Avg. Price of Existing Homes Sold (MLS)	* June 2016	-1.0	2.1	2.6	19.0	-2.6	0.7	3.4	1.0	-2.2	
<u>LABOR MARKET</u>											
Job creation (000)	June 2016	1.2	-0.9	3.9	1.4	-0.5	0.1	1.0	-3.2	-2.8	
Unemployment	June 2016	10.3	9.9	9.6	9.9	9.9	9.6	10.7	9.9	10.2	
Participation rate	June 2016	62.5	62.0	62.0	62.2	62.0	62.2	62.8	62.0	63.0	
<b>MANITOBA</b>											
<u>DOMESTIC DEMAND AND REVENUE</u>											
Retail Sales	* May 2016	0.5	-1.0	-0.7	0.0	5.4	4.3	6.2	7.0	0.2	
Manufacturing Shipments	May 2016	-4.2	2.3	-0.9	-7.8	1.7	-0.1	-0.3	1.9	-1.4	
Housing Starts (000) (2)	June 2016	5.3	5.8	5.1	5.4	4.9	5.5	4.2	4.9	5.1	
Number of existing homes sold (MLS)	* June 2016	-0.6	-5.1	4.0	1.9	9.9	4.6	6.8	6.7	1.0	
Wages and Salaries	March 2016	0.3	-0.1	-0.6	0.6	3.4	3.2	3.3	2.9	3.5	
Value of merchandise exports (1)	May 2016						2.9	9.8	2.9	1.4	
CFIB Business Barometer ®	June 2016	0.1	6.9	-1.4	-17.1	-7.5	-3.3	-10.6	-1.6	-6.2	
<u>PRICES</u>											
Consumer Price Index (1)	* June 2016	0.9	0.6	0.2	6.1	1.0	1.5	2.1	1.5	0.8	
Average Hourly Earnings (1)	June 2016						3.8	2.3	3.3	2.6	
Price of New Housing inc. Land (1)	May 2016	0.2	0.1	0.3	2.0	1.3	1.5	1.8	1.7	0.7	
Avg. Price of Existing Homes Sold (MLS)	* June 2016	1.5	0.2	-0.8	-5.4	4.7	2.0	3.8	2.5	1.2	
<u>LABOR MARKET</u>											
Job creation (000)	June 2016	0.0	2.9	-3.0	0.0	0.4	0.0	0.3	2.1	1.0	
Unemployment	June 2016	6.1	5.9	6.1	6.0	6.0	5.8	5.4	6.0	5.6	
Participation rate	June 2016	67.9	67.7	67.7	67.7	67.7	67.9	68.1	67.7	68.5	
<b>SASKATCHEWAN</b>											
<u>DOMESTIC DEMAND AND REVENUE</u>											
Retail Sales	* May 2016	-0.3	0.8	-0.2	1.7	1.7	-1.6	-0.5	0.7	-3.9	
Manufacturing Shipments	May 2016	3.3	0.3	1.1	-8.2	-0.5	-8.3	2.9	-3.3	-11.8	
Housing Starts (000) (2)	June 2016	4.7	3.5	4.8	4.3	4.4	4.8	6.9	4.4	5.3	
Number of existing homes sold (MLS)	* June 2016	-0.6	-2.8	1.3	-8.4	-10.1	-7.8	-10.8	-5.5	-11.6	
Wages and Salaries	March 2016	-0.1	-0.5	-0.4	-2.1	0.6	1.1	-0.1	0.1	3.6	
Value of merchandise exports (1)	May 2016						-15.8	-29.7	-23.7	-3.2	
CFIB Business Barometer ®	June 2016	6.5	5.5	3.8	-7.4	-17.0	-5.9	2.2	-0.9	-21.3	
<u>PRICES</u>											
Consumer Price Index (1)	* June 2016	0.5	0.3	0.1	4.1	1.2	1.6	1.4	1.5	1.4	
Average Hourly Earnings (1)	June 2016						2.7	2.7	3.2	2.7	
Price of New Housing inc. Land (1)	May 2016	-0.1	-0.2	-0.3	-2.5	-1.9	-1.2	-1.9	-1.5	-0.5	
Avg. Price of Existing Homes Sold (MLS)	* June 2016	0.5	-0.1	-0.5	0.9	-2.6	-1.5	-1.5	-1.7	0.1	
<u>LABOR MARKET</u>											
Job creation (000)	June 2016	1.0	2.2	-1.6	0.5	-0.9	-0.5	-6.2	-5.2	1.4	
Unemployment	June 2016	6.1	6.0	6.3	6.1	6.0	5.7	4.8	6.0	4.7	
Participation rate	June 2016	69.9	69.7	69.8	69.8	69.8	70.1	70.2	69.8	69.9	

Sources: Datastream and Canadian Real estate Association

\* Update (1) Not Seasonally Adjusted (2) Annual Rate (3) Compared to same period of the preceding year, unless otherwise stated

## Annex - Economic tables

**TABLE 4 - PROVINCIAL ECONOMIC INDICATORS (Continues from page A5)**

		July 22, 2016									
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (3)		
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.	
		3 Mos.	6 Mos.	12 Mos.							
<b>ALBERTA</b>											
<b>DOMESTIC DEMAND AND REVENUE</b>											
Retail Sales	* May 2016	-0.4	1.8	-0.2	2.8	-3.6	-3.6	-0.9	-1.1	-3.6	
Manufacturing Shipments	May 2016	-2.0	3.6	0.7	0.2	-20.7	-15.2	-13.8	-14.3	-11.1	
Housing Starts (000) (2)	June 2016	24.0	21.9	28.8	24.9	23.8	29.1	41.7	23.8	40.6	
Number of existing homes sold (MLS)	* June 2016	3.2	-1.9	6.1	43.7	-19.5	-16.7	-10.8	-11.1	-21.5	
Wages and Salaries	March 2016	-0.6	0.2	-1.7	-6.7	-3.9	-2.7	-4.9	-5.0	3.6	
Value of merchandise exports (1)	May 2016						-25.0	-20.5	-24.9	-22.4	
CFIB Business Barometer ®	June 2016	22.8	20.9	8.2	177.4	-30.2	-42.4	-3.9	-34.8	-32.7	
<b>PRICES</b>											
Consumer Price Index (1)	* June 2016	0.5	0.4	0.1	4.5	0.5	1.5	1.3	1.5	0.8	
Average Hourly Earnings (1)	June 2016						3.4	1.9	3.0	2.9	
Price of New Housing inc. Land (1)	May 2016	0.1	0.0	0.0	-0.7	-0.1	-0.2	-0.1	-0.3	1.8	
Avg. Price of Existing Homes Sold (MLS)	* June 2016	-0.7	0.5	1.4	6.9	-1.8	-2.0	-1.3	-1.2	-1.4	
<b>LABOR MARKET</b>											
Job creation (000)	June 2016	-1.9	-24.1	-20.8	-15.6	-6.1	-4.3	-51.6	-36.5	-4.5	
Unemployment	June 2016	7.9	7.8	7.2	7.6	7.6	7.1	5.8	7.6	5.5	
Participation rate	June 2016	71.8	71.9	72.3	72.0	72.4	72.7	72.8	72.4	73.1	
<b>BRITISH COLUMBIA</b>											
<b>DOMESTIC DEMAND AND REVENUE</b>											
Retail Sales	* May 2016	0.1	2.1	-1.1	8.3	5.4	6.3	6.5	7.1	6.5	
Manufacturing Shipments	May 2016	1.1	-1.3	3.0	8.4	3.9	0.5	3.8	1.6	5.0	
Housing Starts (000) (2)	June 2016	49.8	36.4	46.8	44.3	44.2	38.3	36.2	44.2	30.8	
Number of existing homes sold (MLS)	* June 2016	-5.3	-5.4	0.9	-4.2	37.5	26.7	15.9	31.1	22.0	
Wages and Salaries	March 2016	-0.1	1.0	-0.2	3.0	3.7	3.6	3.2	3.1	2.8	
Value of merchandise exports	May 2016	-0.5	-0.7	-2.0	-15.0	-0.2	0.3	-5.9	0.0	0.7	
CFIB Business Barometer ®	June 2016	3.1	2.7	4.6	37.2	-2.3	-9.1	-3.5	-9.3	-1.2	
<b>PRICES</b>											
Consumer Price Index (1)	* June 2016	0.3	0.7	0.0	4.8	1.7	1.6	2.0	1.9	0.8	
Average Hourly Earnings (1)	June 2016						1.8	1.5	0.9	2.9	
Price of New Housing inc. Land (1)	May 2016	1.0	0.3	0.3	6.3	4.8	2.5	4.8	3.8	-0.2	
Avg. Price of Existing Homes Sold (MLS)	* June 2016	-1.6	-1.8	-1.7	-13.9	22.9	15.9	11.0	18.5	10.3	
<b>LABOR MARKET</b>											
Job creation (000)	June 2016	16.0	-8.4	13.0	6.9	7.5	5.8	70.0	44.9	26.4	
Unemployment	June 2016	5.9	6.1	5.8	5.9	6.3	6.3	5.9	6.3	6.0	
Participation rate	June 2016	64.4	64.2	64.3	64.3	64.3	64.1	63.4	64.3	63.0	
Sources: Datastream, Canadian Real estate Association and BCStats											
* Update (1) Not Seasonally Adjusted (2) Annual Rate (3) Compared to same period of the preceding year, unless otherwise stated											

# WEEKLY ECONOMIC WATCH

## Annex - Economic tables

A division of National Bank of Canada

<b>TABLE 5 - INTERNATIONAL ECONOMIC INDICATORS</b>										
<b>July 22, 2016</b>										
<b>Growth Rates Unless Otherwise Indicated</b>	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (2)	
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.
		3 Mos.	6 Mos.	12 Mos.	3 Mos.	6 Mos.	12 Mos.	2015	2014	2013
OECD leading index	April 2016	0.0	0.0	0.0	-0.4	-0.7	-0.5	-0.7	-0.7	-0.1
<b>JAPAN</b>										
Consumer confidence - percentage (1)	June 2016	42.5	41.5	40.7	41.6	41.4	41.4	42.4	41.4	41.2
Retail Sales (1)	May 2016							-0.1	-2.1	-0.8
Industrial Production, Volume Index	May 2016	-2.6	0.5	3.8	1.7	-3.0	-1.5	-2.1	-2.7	-2.2
Exports	May 2016	-1.3	-1.3	-0.1	-11.6	-14.2	-3.7	-8.4	-9.1	8.5
Imports	May 2016	1.0	-3.8	-1.8	-23.8	-24.9	-12.7	-16.3	-17.3	-7.3
Merchandise trade bal. (Billions of ¥)	May 2016	3,286	4,089	4,318	3,898	2,906	1,301	-1,300	16,330	-5,312
Current account (Billions of ¥)	May 2016	141	163	190	165	161	151	143	801	622
Inflation (CPI)	May 2016	0.1	-0.2	-0.1	-0.4	-0.4	0.1	-0.3	-0.1	1.6
Job offers to applicants ratio	May 2016	1.36	1.34	1.30	1.33	1.31	1.27	1.18	1.31	1.16
Unemployment Rate	May 2016	3.2	3.2	3.2	3.2	3.2	3.3	3.3	3.2	3.4
		<b>Q1 2016</b>	<b>Q4 2015</b>	<b>Q3 2015</b>	<b>Q2 2015</b>	<b>Q1 2015</b>	<b>Q4 2014</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
Gross Domestic Product (Constant Yen)		1.9	-1.8	1.7	-1.7	5.2	2.1	0.6	-0.1	1.4
<b>Euro-zone</b>										
Volume Retail Sales	May 2016	0.4	0.2	-0.6	-0.3	1.9	2.5	1.7	1.9	2.8
Industrial Production exc. Construction	May 2016	-1.3	1.4	-0.8	-1.5	1.2	1.6	0.6	1.5	1.2
Exports	May 2016	-1.9	0.4	0.6	-2.7	-0.6	1.6	-4.7	-1.4	6.6
Imports	May 2016	-1.5	0.0	-2.5	-11.9	-5.0	-1.0	-7.7	-3.9	3.0
Merch. Trade Bal. (Millions of euros)	May 2016	24,497	25,425	24,809	24,910	23,433	21,863	21,461	115,513	98,096
Inflation (CPI)	June 2016	0.2	0.4	0.0	5.0	-0.6	0.1	0.1	0.0	-0.1
Unemployment Rate	May 2016	10.1	10.2	10.2	10.2	10.3	10.5	11.0	10.2	11.1
		<b>Q1 2016</b>	<b>Q4 2015</b>	<b>Q3 2015</b>	<b>Q2 2015</b>	<b>Q1 2015</b>	<b>Q4 2014</b>	<b>2015</b>	<b>2012</b>	<b>2011</b>
Gross Domestic Product (Constant Euro)		2.2	1.7	1.3	1.5	2.2	1.5	-0.4	-0.7	0.0
<b>UNITED KINGDOM</b>										
Consumer Confidence (Diffusion index)	June 2016	-1	-2	1	-1	1	1	5	1	4
Retail Sales	* June 2016	-0.9	0.9	1.8	6.5	5.3	4.3	4.3	4.6	4.6
Manufacturing, energy and mining output	May 2016	-0.6	2.1	0.5	7.6	0.1	1.1	1.4	0.9	1.3
Exports (1)	May 2016	-8.2	8.1	3.1	28.8	0.8	-2.6	-4.1	-1.1	-1.5
Imports (1)	May 2016	-4.7	0.1	1.2	7.0	-0.5	-0.9	2.8	0.8	0.5
Merchandise Trade Bal. (Millions of £)	May 2016	-9,879	-9,414	-11,323	-10,205	-10,788	-11,435	-11,119	-53,598	-50,907
Inflation (CPI harmonized) (1)	* June 2016	0.2	0.2	0.0	2.6	0.6	1.2	1.4	1.3	1.0
Producer price index, manufacturing (1)	* June 2016	0.2	0.2	0.3	3.1	-0.2	-1.2	-0.4	-0.8	-1.7
House prices	June 2016	1.3	0.9	-0.8	4.7	8.9	9.2	8.7	9.2	8.6
Unemployment Rate (3-month mov. av.)	* May 2016	4.9	5.0	5.1	5.0	5.1	5.2	5.6	5.0	5.6
		<b>Q1 2016</b>	<b>Q4 2015</b>	<b>Q3 2015</b>	<b>Q2 2015</b>	<b>Q1 2015</b>	<b>Q4 2014</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
Gross Domestic Product (Constant £)		1.8	2.8	1.8	1.7	1.1	1.7	2.2	3.1	1.9
<b>INTEREST AND EXCHANGE RATES</b>										
	Reference Thursday	Current Week	Prev. Week	Week Before	Average of last Thursdays			13 w. ago	26 w. ago	52 w. ago
					13 W.	26 W.	52 W.			
<b>JAPAN</b>										
Prime Rate	* 21 July 16	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
3-month Financing Bill Rate	* 21 July 16	-0.27	-0.28	-0.31	-0.27	-0.24	-0.13	-0.90	-0.03	0.00
- Spread with U.S.	* 21 July 16	-0.58	-0.59	-0.60	-0.55	-0.51	-0.32	-1.13	-0.31	-0.03
Yield on 10-year Gov't Bonds	* 21 July 16	-0.23	-0.26	-0.28	-0.16	-0.09	0.12	-0.12	0.23	0.42
- Spread with U.S.	* 21 July 16	-1.79	-1.79	-1.66	-1.83	-1.84	-1.85	-1.99	-1.80	-1.85
Exchange Rate (¥/U.S.\$)	* 21 July 16	105.8	105.3	100.8	106.5	109.5	115.0	109.5	117.7	123.9
<b>Euro Zone</b>										
3-month Treasury Bills	* 21 July 16	-0.25	-0.25	-0.25	-0.25	-0.24	-0.16	-0.25	-0.16	-0.02
- Spread with U.S.	* 21 July 16	-0.56	-0.56	-0.54	-0.52	-0.51	-0.34	-0.48	-0.44	-0.05
Exchange Rate (U.S.\$/Euro)	* 21 July 16	1.10	1.11	1.11	1.12	1.12	1.11	1.13	1.09	1.10
(Yen/Euro)	* 21 July 16	117.05	117.88	111.90	119.73	122.83	128.10	124.50	127.43	136.15
(Euro / £)	* 21 July 16	1.20	1.20	1.18	1.26	1.27	1.32	1.27	1.30	1.42
<b>UNITED KINGDOM</b>										
3-month Treasury Bills (tender)	* 21 July 16	0.40	0.37	0.40	0.42	0.44	0.46	0.45	0.49	0.49
- Spread with U.S.	* 21 July 16	0.09	0.06	0.11	0.14	0.17	0.27	0.22	0.21	0.46
Yield on 30-year Gov't Bonds	* 21 July 16	1.73	1.62	1.62	2.05	2.18	2.37	2.40	2.47	2.72
- Spread with U.S.	* 21 July 16	-0.57	-0.63	-0.52	-0.43	-0.38	-0.37	-0.30	-0.34	-0.25
Exchange Rate (U.S.\$ / £)	* 21 July 16	1.32	1.33	1.29	1.41	1.42	1.47	1.43	1.42	1.55
<b>STOCK INDICES</b>										
	Reference	Monthly Growth (%)			Growth Over (%)			Since beginning of year		
		Level	Month	Month	Before	3 Months	6 Months	1 Year	ref.	prec.
MSCI Eafe	* July 2016	215	3.8	-4.1	-4.0	-4.4	4.6	-12.8	-2.2	7.2
* Update (1) Not Seasonally Adjusted (2) Compared to same period of the preceding year, unless otherwise stated Source: Datastream										

# WEEKLY ECONOMIC WATCH

## Annex - Economic tables

**TABLE 6 - COMMODITY PRICES**

	July 22, 2016								
	Spot Price		Weekly Growth (%)			Annualized Growth (%)			Last Year
	July 21	July 14	Last Week	Prev. Week	Week Before	For the Last			
					13 W.	26 W.	52 W.		
<b>INDICES THOMSON-REUTERS</b>									
Total	422.1	435.9	-3.2	2.1	-1.4	22.1	38.4	3.6	407.3
Energy	380.1	387.8	-2.0	0.0	-4.8	53.5	98.9	-8.8	416.7
Grain	284.2	299.2	-5.0	3.5	-7.3	-33.3	-4.0	-11.5	321.0
Industrials	372.0	371.9	0.0	9.3	-1.0	32.8	32.6	3.5	359.2
Livestock & Meat	311.7	338.1	-7.8	-0.9	-2.5	-39.7	-26.2	-16.7	374.1
Precious Metals	889.9	896.7	-0.8	0.4	5.5	45.9	74.9	22.9	723.9
<b>PRECIOUS METALS</b>									
Gold (\$/ounce) (AM fixing London)	1322.00	1325.70	-0.3	-3.0	3.8	22.1	45.3	20.0	1101.65
Platinum (\$/ounce) (AM fixing London)	1087.0	1081.0	0.6	-0.5	8.2	26.0	77.0	9.5	993.0
Silver (\$/ounce) (Handy & Harman)	0.2	0.2	-2.9	3.2	6.0	73.6	98.8	34.0	0.1
Palladium (\$/ounce troy)	676.0	645.0	4.8	6.1	3.2	45.0	85.0	7.1	631.0
<b>OTHER METALS (LME)</b>									
Aluminum (\$/tonne)	1,586	1,671	-5.1	2.5	-0.8	-9.5	13.9	-0.4	1,593
Copper (\$/tonne)	4,967	4,922	0.9	5.3	-3.5	-3.8	25.5	-5.5	5,254
Zinc (\$/tonne)	2,248	2,186	2.8	4.5	-0.5	94.2	124.1	13.7	1,977
Nickel (\$/tonne)	10,727	10,320	3.9	6.3	3.2	95.7	51.6	-5.8	11,384
Lead (\$/tonne)	1,850	1,891	-2.2	4.6	1.3	16.7	27.2	7.9	1,715
Uranium (UxC-Ux U308 Spot \$/pound)	26.40	26.40	0.0	-0.4	-1.9	-8.6	-42.6	-27.2	36.25
<b>OTHER COMMODITIES</b>									
Oil WTI (\$/barrel) future (NYMEX)	44.75	45.68	-2.0	1.2	-6.6	15.4	129.6	-7.6	48.45
Oil (Spead with WTI \$/barrel) 1st future (West Canadian select - CME)	-14.70	-13.70	7.3	-3.9	4.0	26.9	10.3	-7.5	-15.90
Corn (¢/bushel) (Illinois #2)	3.2	3.4	-5.6	5.9	-7.0	-44.1	-21.0	-15.1	3.8
Soy beans (¢/bushel) (Illinois #1)	10.2	10.7	-4.8	3.9	-10.9	12.2	35.6	0.5	10.2
Pork (¢/lb)	1.4	1.4	2.1	-98.9	0.0	-100.0	-100.0	-98.8	121.1
Beef (Cattle feeder index) (CME)	140.2	143.9	-2.5	1.1	-1.0	-29.2	-21.2	-35.3	216.8
Soft Wood Pulp (HWWI) Index 2010 = 100	98	98	-0.1	0.4	0.1	1.7	6.2	-1.2	99
Natural Gas (mmbtu) Henry Hub future NYMEX	2.70	2.77	-2.5	-3.1	-1.4	275.2	50.6	-7.2	2.91
Lumber 2X4	330	323	2.1	3.6	2.7	93.0	90.1	22.5	269
Iron ore (\$/metric ton)	58	59	-2.5	6.3	1.8	-46.7	89.2	12.7	51

All prices are in US dollars

Source: Datastream

# WEEKLY ECONOMIC WATCH

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## ECONOMICS AND STRATEGY

**Montreal Office**  
514-879-2529

**Toronto Office**  
416-869-8598

**Stéfane Marion**  
*Chief Economist & Strategist*  
stefane.marion@nbc.ca

**Paul-André Pinsonnault**  
*Senior Fixed Income Economist*  
paulandre.pinsonnault@nbc.ca

**Krishen Rangasamy**  
*Senior Economist*  
krishen.rangasamy@nbc.ca

**Marc Pinsonneault**  
*Senior Economist*  
marc.pinsonneault@nbc.ca

**Matthieu Arseneau**  
*Senior Economist*  
matthieu.arseneau@nbc.ca

**Angelo Katsoras**  
*Geopolitical Associate Analyst*  
angelo.katsoras@nbc.ca

**Warren Lovely**  
*MD, Public Sector Research and Strategy*  
warren.lovely@nbc.ca

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