

## ECONOMIC FORECAST DETAIL – CANADA

October 2024

### Real growth in the economy (Quarter-over-quarter annualized % change unless otherwise indicated)

|                                    | Forecast   |            |             |            |            |            |            |            |            |            |            |            | Forecast   |            |            |            |
|------------------------------------|------------|------------|-------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
|                                    | 2023       |            |             |            | 2024       |            |            |            | 2025       |            |            |            | 2022       | 2023       | 2024F      | 2025F      |
|                                    | Q1         | Q2         | Q3          | Q4         | Q1         | Q2         | Q3         | Q4         | Q1         | Q2         | Q3         | Q4         |            |            |            |            |
| Household Consumption              | 2.9        | 0.5        | 0.1         | 3.2        | 3.6        | 0.6        | 1.3        | 1.0        | 1.1        | 1.2        | 1.7        | 1.8        | 5.1        | 1.7        | 1.9        | 1.2        |
| Durables                           | 2.1        | -2.6       | 4.4         | 8.7        | 2.0        | -7.9       | 5.0        | 3.0        | 0.4        | 0.4        | 2.0        | 2.3        | -1.8       | 2.1        | 1.7        | 1.2        |
| Semi-Durables                      | 12.5       | 0.0        | -12.3       | 1.5        | 9.8        | 2.2        | 4.0        | 3.0        | 0.3        | 0.4        | 0.4        | 0.4        | 7.5        | 1.5        | 2.1        | 1.4        |
| Non-durables                       | -0.8       | 1.4        | -1.7        | 0.4        | -0.3       | 2.0        | 2.0        | 1.0        | 0.4        | 0.5        | 0.5        | 0.6        | -0.3       | -0.4       | 0.6        | 0.9        |
| Services                           | 3.6        | 0.9        | 1.5         | 3.5        | 5.0        | 1.8        | 0.0        | 0.3        | 1.6        | 1.7        | 2.3        | 2.3        | 9.1        | 2.7        | 2.5        | 1.3        |
| NPISH consumption                  | -3.5       | 2.4        | 5.1         | 4.9        | 8.6        | 0.0        | 1.3        | 1.0        | 1.1        | 1.2        | 1.7        | 1.8        | 5.1        | 1.7        | 4.1        | 1.2        |
| Government expenditures            | 2.0        | 0.9        | 4.7         | -2.5       | 3.3        | 6.0        | 2.0        | 2.0        | 3.0        | 1.5        | 2.0        | 2.2        | 3.2        | 1.6        | 2.4        | 2.4        |
| Government fixed investment        | 18.3       | -4.7       | 2.0         | 3.4        | -1.7       | 11.0       | 5.0        | 2.0        | 1.5        | 1.0        | 2.0        | 2.6        | 4.2        | 5.4        | 2.9        | 2.6        |
| Residential investment             | -14.2      | -4.1       | 9.8         | -2.3       | -0.1       | -7.3       | 2.0        | 2.0        | 3.0        | 3.1        | 4.2        | 4.5        | -12.1      | -10.3      | -0.6       | 2.3        |
| Non-residential investment         | 2.3        | 15.5       | -16.8       | -13.5      | 2.4        | 11.1       | -5.5       | 0.3        | 1.9        | 1.6        | 1.7        | 2.0        | 4.0        | -0.8       | -2.3       | 1.1        |
| Non-residential structures         | 2.4        | 11.9       | -13.3       | -14.7      | 3.7        | 2.0        | -4.6       | 0.3        | 1.3        | 1.3        | 1.4        | 1.4        | 6.7        | 2.6        | -3.3       | 0.4        |
| Machinery & equipment              | 2.1        | 22.2       | -22.5       | -11.3      | 0.0        | 28.8       | -7.0       | 0.3        | 3.0        | 2.0        | 2.3        | 3.0        | -0.3       | -6.4       | -0.4       | 2.3        |
| Intellectual property              | 6.8        | -5.5       | -2.3        | 1.9        | 7.6        | 1.1        | 1.5        | 2.2        | 2.8        | 3.2        | 3.6        | 4.0        | 6.0        | 0.3        | 2.1        | 2.6        |
| Final domestic demand              | 1.7        | 1.2        | 0.2         | 0.0        | 3.1        | 2.4        | 1.1        | 1.3        | 1.8        | 1.5        | 2.0        | 2.2        | 2.8        | 0.5        | 1.5        | 1.6        |
| Exports                            | 15.6       | 3.1        | -3.2        | 3.2        | 2.0        | -1.8       | 0.5        | 1.7        | 2.4        | 3.0        | 1.2        | 1.6        | 3.2        | 5.4        | 0.7        | 1.7        |
| Imports                            | 2.3        | 5.7        | -0.2        | 0.9        | 0.1        | -0.5       | -0.3       | 1.4        | 2.0        | 1.9        | 2.7        | 2.7        | 7.6        | 0.9        | 0.5        | 1.6        |
| Inventories (change in \$b)        | 37.1       | 37.7       | 41.3        | 39.5       | 25.4       | 25.7       | 23.5       | 21.0       | 17.0       | 14.6       | 14.2       | 12.9       | 55.3       | 38.9       | 23.9       | 14.7       |
| <b>Real gross domestic product</b> | <b>3.4</b> | <b>0.7</b> | <b>-0.3</b> | <b>0.1</b> | <b>1.8</b> | <b>2.1</b> | <b>1.0</b> | <b>1.0</b> | <b>1.2</b> | <b>1.4</b> | <b>1.4</b> | <b>1.6</b> | <b>3.8</b> | <b>1.2</b> | <b>1.0</b> | <b>1.3</b> |

### Other indicators (Year-over-year % change unless otherwise indicated)

|                                    |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |
|------------------------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Business and labour                |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |
| Productivity                       | -2.0  | -1.9  | -1.9  | -0.9  | -0.7  | -0.6  | -0.2  | -0.6  | -0.1  | 0.0   | -0.2  | -0.1  | -0.8  | -1.7  | -0.5  | -0.1  |
| Pre-tax corporate profits          | -12.3 | -26.3 | -20.5 | -9.1  | -8.0  | 2.2   | -4.7  | -7.9  | 2.8   | -0.8  | 1.8   | 2.2   | 14.7  | -17.4 | -4.7  | 1.5   |
| Unemployment rate (%)*             | 5.1   | 5.3   | 5.5   | 5.8   | 5.9   | 6.2   | 6.6   | 6.9   | 7.0   | 7.0   | 7.0   | 6.9   | 5.3   | 5.4   | 6.4   | 7.0   |
| Inflation                          |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |
| Headline CPI                       | 5.1   | 3.5   | 3.7   | 3.2   | 2.8   | 2.7   | 2.1   | 1.8   | 1.9   | 1.6   | 1.5   | 1.5   | 6.8   | 3.9   | 2.4   | 1.6   |
| CPI ex. food and energy            | 4.8   | 4.0   | 3.4   | 3.4   | 2.9   | 2.8   | 2.5   | 2.0   | 2.0   | 1.7   | 1.7   | 1.5   | 5.0   | 3.9   | 2.5   | 1.7   |
| External trade                     |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |       |
| Current account balance (\$b)*     | -14.9 | -27.0 | -24.0 | -18.0 | -21.5 | -33.9 | -39.0 | -36.0 | -34.4 | -32.5 | -33.5 | -33.3 | -10.3 | -21.0 | -32.6 | -33.4 |
| % of GDP*                          | -0.5  | -0.9  | -0.8  | -0.6  | -0.7  | -1.1  | -1.3  | -1.2  | -1.1  | -1.1  | -1.1  | -1.1  | -0.4  | -0.7  | -1.1  | -1.1  |
| Housing starts (000s)*             | 221   | 246   | 256   | 244   | 245   | 250   | 254   | 248   | 248   | 252   | 256   | 263   | 262   | 240   | 249   | 255   |
| Motor vehicle sales (mill., saar)* | 1.66  | 1.73  | 1.76  | 1.87  | 1.92  | 1.85  | 1.87  | 1.89  | 1.89  | 1.89  | 1.90  | 1.91  | 1.57  | 1.76  | 1.88  | 1.90  |

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