



ECONOMIC FORECAST DETAIL – CANADA

July 2017

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

	Actuals					Forecast								Actual		Forecast	
	2016					2017			2018					year-over-year % change		% change	
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	2015	2016	2017	2018	
Household Consumption	2.4	2.3	3.0	3.0	4.3	2.4	2.1	1.7	1.7	1.5	1.4	1.7	1.9	2.4	3.0	1.7	
Durables	5.9	-3.1	0.2	10.2	9.9	2.5	1.5	1.0	1.5	1.3	1.3	1.3	2.8	4.1	4.8	1.4	
Semi-Durables	6.0	-2.3	2.9	5.0	8.6	3.0	2.8	1.8	1.8	1.5	1.4	2.0	2.3	3.4	4.3	1.9	
Non-durables	3.6	5.2	2.1	0.9	3.2	3.0	2.8	2.0	1.8	1.5	1.3	2.0	0.8	2.1	2.6	1.9	
Services	0.7	2.9	4.1	2.0	3.0	2.1	1.9	1.8	1.7	1.5	1.5	1.6	2.1	2.0	2.5	1.7	
NPISH consumption	1.2	-0.8	1.3	0.8	2.8	2.1	2.1	1.7	1.7	1.5	1.4	1.7	2.0	0.8	1.7	1.7	
Government expenditures	3.9	4.7	-1.7	1.3	0.5	1.5	1.5	1.5	2.5	2.5	2.5	2.5	1.5	2.0	1.0	2.1	
Government fixed investment	4.2	-2.9	4.7	6.5	0.4	8.5	7.0	5.0	2.5	3.5	3.5	3.5	4.5	1.1	4.5	4.3	
Residential investment	9.8	1.1	-5.1	6.3	15.7	-3.0	-3.1	-5.5	-2.6	-2.9	-1.9	-0.6	3.8	3.0	2.9	-3.1	
Non-residential investment	-10.3	-4.4	9.5	-22.0	10.3	3.7	3.0	3.6	3.9	3.7	2.6	2.4	-11.5	-8.6	-0.1	3.4	
Non-residential structures	-14.7	-8.4	30.5	-32.5	0.7	3.5	3.2	4.0	4.4	4.2	3.0	2.7	-16.0	-10.8	-3.1	3.8	
Machinery & equipment	-3.6	1.4	-15.8	-3.2	25.3	4.0	2.8	3.0	3.2	3.1	2.0	2.0	-3.3	-5.3	4.3	2.9	
Intellectual property	-2.3	2.1	-17.0	-9.8	6.3	2.5	2.8	3.5	3.5	3.0	2.0	2.0	-9.0	-4.1	-1.6	3.0	
Final domestic demand	1.8	1.8	1.7	0.1	4.7	2.2	1.9	1.4	1.8	1.7	1.6	1.8	0.3	1.0	2.2	1.7	
Exports	8.4	-13.6	9.2	0.8	-0.3	5.5	3.5	3.8	3.7	3.8	2.3	1.6	3.4	1.0	1.9	3.5	
Imports	3.5	1.4	4.3	-11.3	13.7	0.5	2.0	2.3	2.7	2.7	2.3	1.9	0.3	-0.9	2.1	2.3	
Inventories (change in \$b)	-5.9	1.3	5.4	-2.5	12.3	7.3	6.2	6.6	6.9	6.5	7.3	7.1	3.9	-0.4	8.1	7.0	
<b>Real gross domestic product</b>	<b>2.8</b>	<b>-1.4</b>	<b>4.2</b>	<b>2.7</b>	<b>3.7</b>	<b>2.7</b>	<b>2.1</b>	<b>2.0</b>	<b>2.1</b>	<b>1.9</b>	<b>1.7</b>	<b>1.7</b>	<b>0.9</b>	<b>1.5</b>	<b>2.7</b>	<b>2.0</b>	

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

Business and labour																
Productivity	-0.3	0.4	1.2	1.3	2.1	2.8	2.1	2.1	1.3	1.2	1.2	1.2	-0.2	0.7	2.3	1.2
Pre-tax corporate profits	-11.1	-16.6	-3.3	14.6	27.1	42.3	25.2	15.1	4.4	5.2	1.2	1.0	-19.5	-4.5	26.6	2.9
Unemployment rate (%)*	7.2	6.9	7.0	6.9	6.7	6.6	6.5	6.4	6.3	6.3	6.2	6.2	6.9	7.0	6.6	6.3
Inflation																
Headline CPI	1.5	1.6	1.2	1.4	1.9	1.4	1.7	1.7	1.5	2.3	2.3	2.5	1.1	1.4	1.7	2.2
CPIX	2.0	2.1	1.9	1.6	1.5	1.0	1.2	1.6	1.7	2.1	2.1	2.1	2.2	1.9	1.3	2.0
External trade																
Current account balance (\$b)*	-70.8	-75.4	-74.6	-47.1	-56.2	-50.2	-36.4	-32.6	-30.3	-26.7	-26.4	-24.9	-67.6	-67.0	-43.8	-27.1
% of GDP*	-3.5	-3.8	-3.7	-2.3	-2.7	-2.4	-1.7	-1.5	-1.4	-1.2	-1.2	-1.1	-3.4	-3.3	-2.0	-1.2
Housing starts (000s)*	199	198	199	197	225	208	203	197	191	185	181	178	196	198	208	184
Motor vehicle sales (mill., saar)*	2.01	1.99	1.95	2.00	2.10	2.07	2.00	1.91	1.90	1.90	1.90	1.90	1.94	1.98	2.02	1.90

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