

FINANCIAL MARKET FORECASTS

November 2022

Interest rates (% , end of quarter)

	21Q1	21Q2	21Q3	21Q4	22Q1	22Q2	22Q3	Forecast					Forecast	
								22Q4	23Q1	23Q2	23Q3	23Q4	2022F	2023F
Canada														
Overnight	0.25	0.25	0.25	0.25	0.50	1.50	3.25	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Three-month	0.09	0.15	0.12	0.16	0.60	2.08	3.58	3.90	3.90	3.90	3.90	3.90	3.90	3.90
Two-year	0.23	0.45	0.53	0.95	2.29	3.09	3.80	3.90	3.75	3.65	3.60	3.30	3.90	3.30
Five-year	0.99	0.98	1.11	1.26	2.41	3.11	3.33	3.45	3.25	3.15	3.05	2.95	3.45	2.95
10-year	1.56	1.39	1.51	1.43	2.40	3.23	3.17	3.30	3.05	2.95	2.80	2.70	3.30	2.70
30-year	1.99	1.84	1.99	1.68	2.38	3.14	3.09	3.30	3.05	2.95	2.90	2.85	3.30	2.85
Yield curve (10s-2s)	133	94	98	48	11	14	-63	-60	-70	-70	-80	-60	-60	-60
United States														
Fed funds*	0.13	0.13	0.13	0.13	0.38	1.63	3.13	4.38	4.88	4.88	4.63	4.38	4.38	4.38
Three-month	0.03	0.05	0.04	0.06	0.52	1.72	3.33	4.70	4.80	4.75	4.50	4.25	4.70	4.25
Two-year	0.16	0.25	0.28	0.73	2.28	2.92	4.22	4.50	4.25	4.10	3.85	3.65	4.50	3.65
Five-year	0.92	0.87	0.98	1.26	2.42	3.01	4.06	4.00	3.70	3.50	3.40	3.30	4.00	3.30
10-year	1.74	1.45	1.52	1.52	2.32	2.98	3.83	3.95	3.75	3.65	3.55	3.45	3.95	3.45
30-year	2.41	2.06	2.08	1.90	2.44	3.14	3.79	4.15	4.00	3.90	3.90	3.85	4.15	3.85
Yield curve (10s-2s)	158	120	124	79	4	6	-39	-55	-50	-45	-30	-20	-55	-20.00
Yield spreads														
Three-month T-bills	0.06	0.10	0.08	0.10	0.08	0.36	0.25	-0.80	-0.90	-0.85	-0.60	-0.35	-0.80	-0.35
Two-year	0.07	0.20	0.25	0.22	0.01	0.17	-0.42	-0.60	-0.50	-0.45	-0.25	-0.35	-0.60	-0.35
Five-year	0.07	0.11	0.13	0.00	-0.01	0.10	-0.73	-0.55	-0.45	-0.35	-0.35	-0.35	-0.55	-0.35
10-year	-0.18	-0.06	-0.01	-0.09	0.08	0.25	-0.66	-0.65	-0.70	-0.70	-0.75	-0.75	-0.65	-0.75
30-year	-0.42	-0.22	-0.09	-0.22	-0.06	0.00	-0.70	-0.85	-0.95	-0.95	-1.00	-1.00	-0.85	-1.00

Note: Interest Rates are end of period rates. * Midpoint of 25 basis point range

Exchange rates (end of quarter)

	21Q1	21Q2	21Q3	21Q4	22Q1	22Q2	22Q3	Forecast					Forecast	
								22Q4	23Q1	23Q2	23Q3	23Q4	2022F	2023F
AUD/USD	0.76	0.75	0.72	0.73	0.75	0.69	0.64	0.64	0.64	0.65	0.65	0.66	0.64	0.66
USD/CAD	1.26	1.24	1.27	1.26	1.25	1.29	1.38	1.38	1.40	1.39	1.38	1.36	1.38	1.36
EUR/USD	1.17	1.19	1.16	1.14	1.11	1.05	0.98	0.97	0.95	0.98	1.02	1.05	0.97	1.05
USD/JPY	110.7	111.1	111.3	115.1	121.7	135.7	144.7	150.0	155.0	147.0	145.0	143.0	150.00	143.00
USD/CHF	0.94	0.93	0.93	0.91	0.92	0.96	0.99	0.99	1.00	0.96	0.91	0.88	0.99	0.88
GBP/USD	1.38	1.38	1.35	1.35	1.31	1.22	1.12	1.08	1.04	1.08	1.13	1.17	1.08	1.17

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