



Sébastien Mc Mahon
Economist

Weekly Economic Review



This week's markets

At the close, on Wednesday



- ▶ Canadian bonds
 - ▶ FTSE TMX Universe: +0.16%
 - ▶ FTSE TMX Long: +0.47%
 - ▶ Corps: +0.09%
- ▶ Equities (total return)
 - ▶ S&P/TSX: +1.33%
 - ▶ S&P 500: +2.57% (+3.21% in CAD)
 - ▶ EAFE: +0.83% (+1.16% in CAD)
 - ▶ MSCI-Emerging: -0.79% (-0.66% in CAD)



What caught our eye this week

- ▶ Canada:
 - ▶ The Bank of Canada stays put
- ▶ U.S.:
 - ▶ Retail sales rebound sharply
- ▶ China:
 - ▶ The slowdown is confirmed

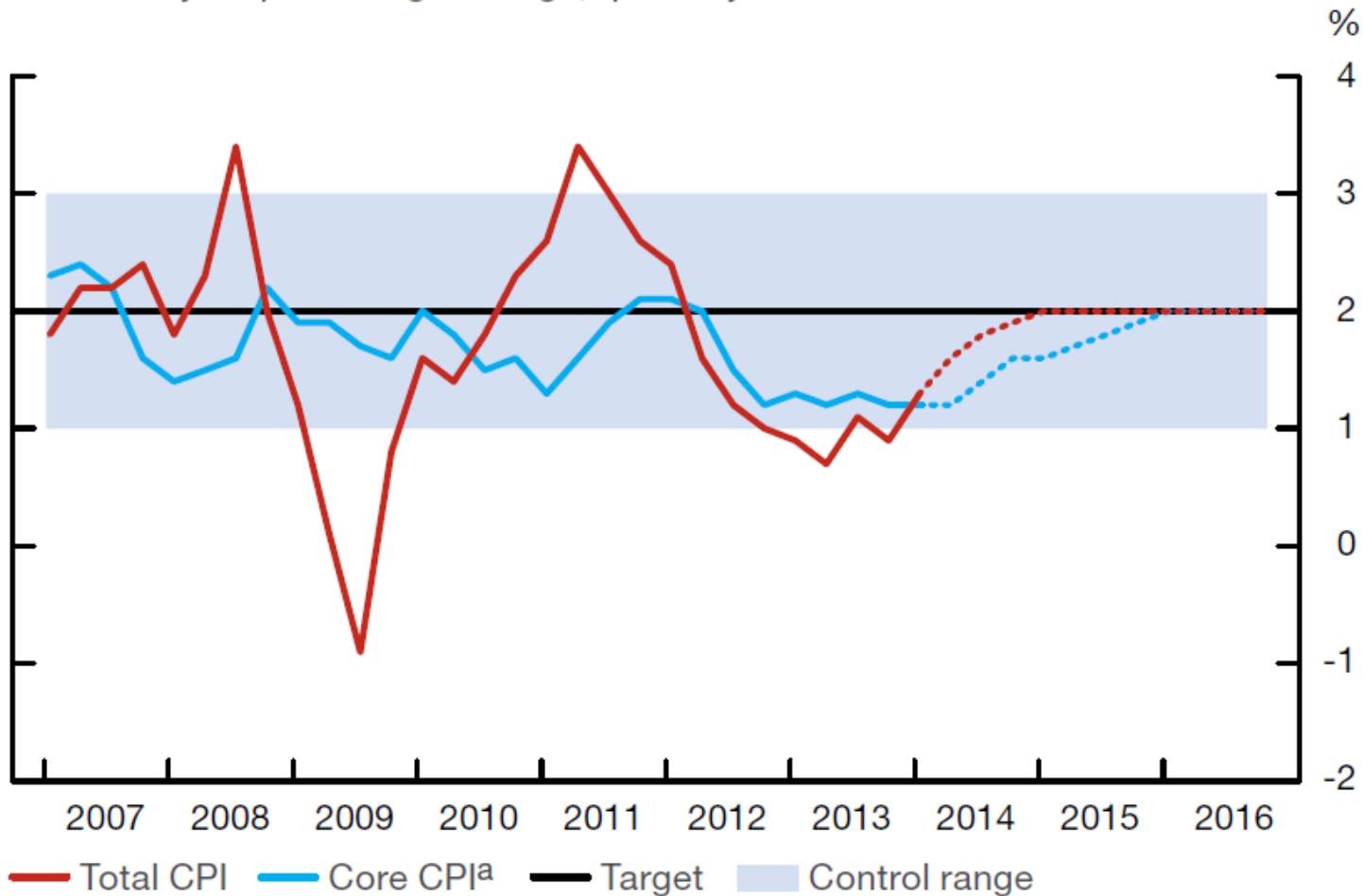


Canada: The BoC sees inflation getting back to 2% in Q1 2015



Core inflation is subdued and expected to return gradually to 2 per cent

Year-over-year percentage change, quarterly data

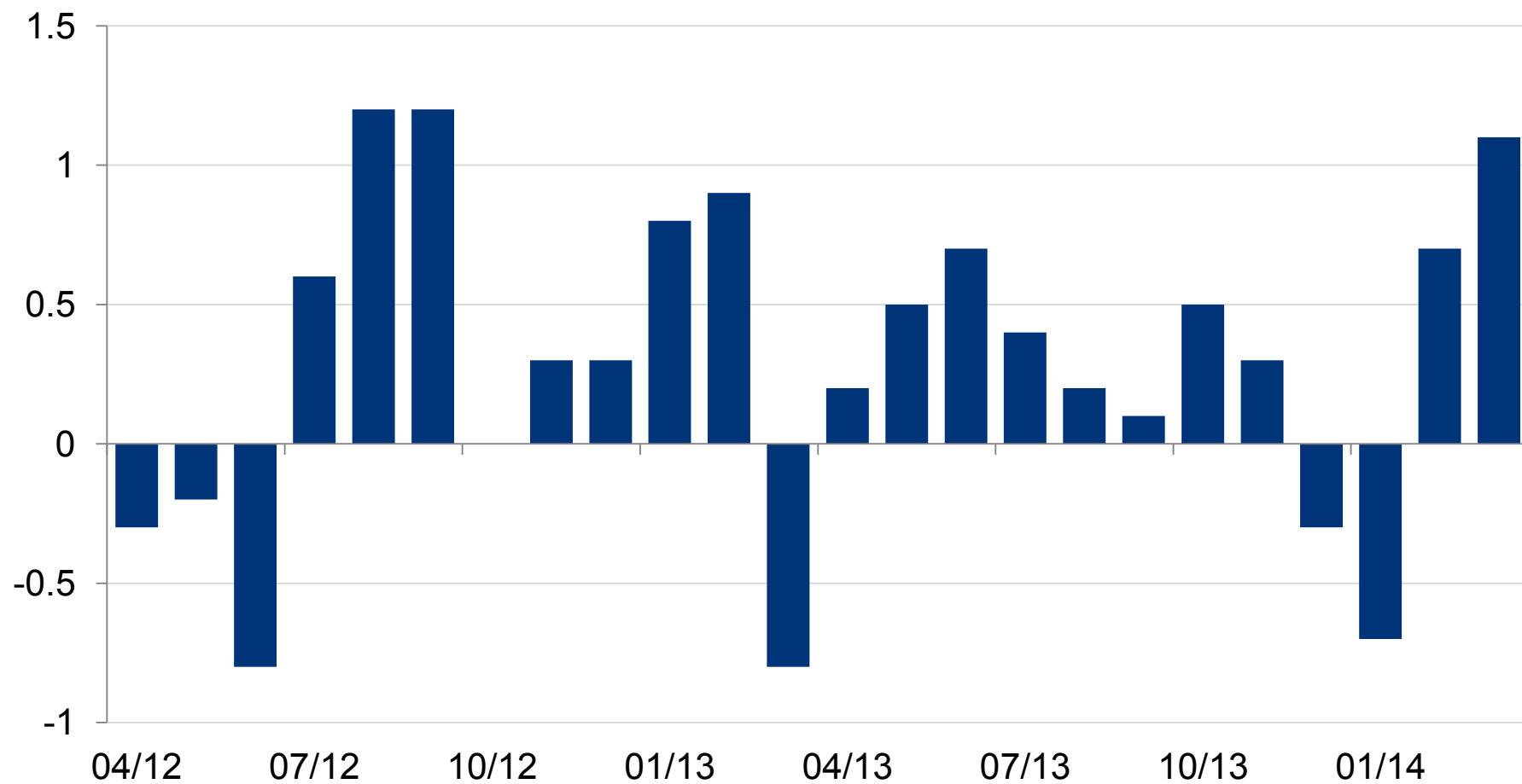




U.S.: Retail sales making up for lost time

U.S.: Retail sales are rebounding

Monthly growth rate, %



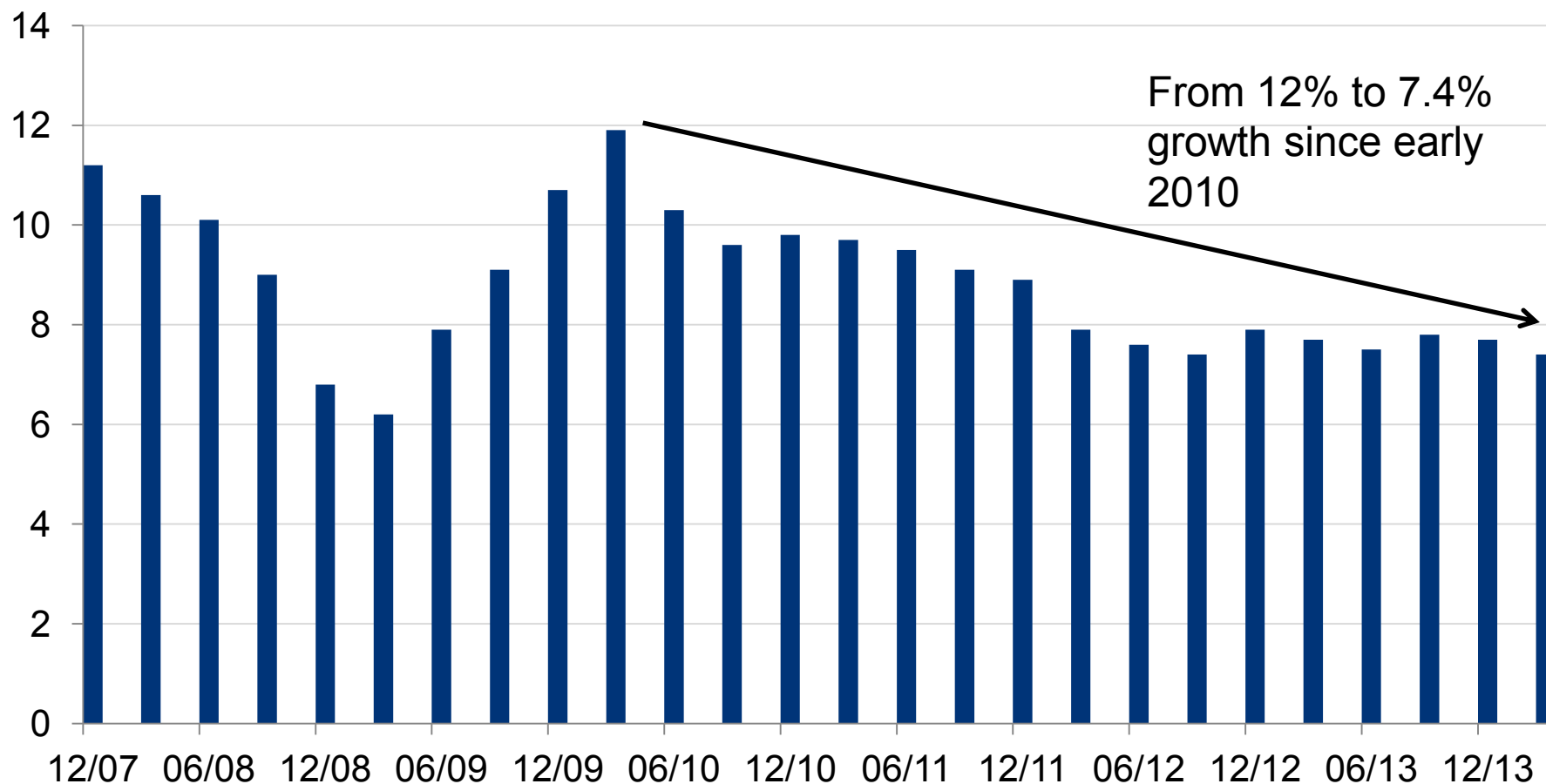


China : Reforms are holding back economic growth



China: Growth slowing since 2010

% real GDP growth, annualized





What we'll be watching next week

- ▶ Canada:
 - ▶ Retail sales (consensus: down to +0.4% MoM)
- ▶ U.S.:
 - ▶ Existing home sales (consensus: down to 4.55M)
 - ▶ New home sales (consensus: up to 455K)

To contact us

economics@inalco.com

www.inalco.com/economy

