

Weekly economic review

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A look at this week's markets

At the close on Thursday

Canadian Bonds (total return)

		<i>Year-to-date</i>
FTSE TMX Universe	-0.17%	1.39%
FTSE TMX Long	-0.29%	3.03%
Corps	-0.18%	1.57%

Equities (total return)

S&P/TSX	2.03%	6.03%
S&P 500	1.75% (0.5% CAD)	2.58% (-4.87% CAD)
EAFE	3.62% (2.35% CAD)	-1.01% (-8.19% CAD)
MSCI Emerging	3.51% (2.24% CAD)	6.46% (-1.26% CAD)

Other (WTD change)

			<i>Year-to-date</i>
Oil (WTI)	41.50 \$	4.48%	12.04%
USD/CAD	0.7791 \$	1.24%	7.82%
Gold	1 227.89 \$	-1.03%	15.72%

- **Canada:**
 - The Bank of Canada stays put and keeps a dovish tone

Bank of Canada: Faster growth in 2016, but global risks remain a concern

Table 3: Summary of the projection for Canada^{a, b}

Year-over-year percentage change

	2015	2016			2015	2016	2017	2018
	Q4	Q1	Q2	Q3	Q4	Q4	Q4	Q4
Total CPI	1.3 (1.4)	1.5 (1.5)	1.3 (1.1)	1.2	1.3 (1.4)	1.5 (1.4)	2.0 (1.9)	2.1
Core inflation (CPIX)	2.0 (2.0)	1.9 (2.0)	2.0 (2.0)	2.0	2.0 (2.0)	2.1 (2.0)	2.0 (1.9)	2.1
Real GDP	0.5 (0.3)	1.4 (0.8)	1.7 (1.4)	1.7	0.5 (0.3)	2.2 (1.9)	2.1 (2.5)	2.1
Quarter-over-quarter percentage change at annual rates	0.8 (0.0)	2.8 (1.0)	1.0 (2.2)	2.2				

a. Numbers in parentheses are from the projection in the previous Report. Assumptions for the price for crude oil are based on a recent average of spot prices.

b. In this table, the Bank has adopted a convention of showing the last quarter of historical data and the next three quarters, which are monitored and forecasted, as well as fourth-quarter-over-fourth-quarter projections of real GDP growth and inflation for longer horizons.

What we'll be watching next week

- **Canada:**
 - Retail sales (consensus: down to -0.8% MoM)
 - CPI inflation (consensus: lower at +1.1% YoY)
- **U.S.:**
 - Housing starts (consensus: stable at 1168K)
 - Building permits (consensus: higher at 1200K)
 - Existing home sales (consensus: higher at 5.29M)



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