

FORECAST UPDATE

February 11, 2025

Forecast Details

Table: Canadian interest rates (end of period)

Variable	2025 11-Feb	2025 Mar	2025 Jun	2025 Sep	2025 Dec	2026 Mar	2026 Jun	2026 Sep	2026 Dec
Overnight target rate	3.00	2.75	2.25	2.25	2.25	2.25	2.25	2.25	2.25
98-Day Treasury Bills	2.84	2.55	2.20	2.10	2.10	2.15	2.20	2.20	2.20
2-Year Government Bond	2.68	2.70	2.50	2.70	2.80	2.90	3.05	3.10	3.05
5-Year Government Bond	2.76	2.90	2.70	3.00	3.05	3.10	3.15	3.20	3.10
10-Year Government Bond	3.09	3.05	3.00	3.25	3.30	3.35	3.40	3.40	3.30
30-Year Government Bond	3.28	3.15	3.20	3.40	3.45	3.45	3.45	3.40	3.25
Canada - US T-Bill Spread	-1.48	-1.75	-2.00	-1.70	-1.50	-1.30	-1.25	-1.30	-1.35
Canada - US 10-Year Bond Spread	-1.45	-1.25	-1.20	-0.75	-0.65	-0.50	-0.50	-0.70	-0.85
Canada Yield Curve (10-year — 2-year)	0.41	0.35	0.50	0.55	0.50	0.45	0.35	0.30	0.25

Table: US Interest rates (end of period)

Variable	2025 11-Feb	2025 Mar	2025 Jun	2025 Sep	2025 Dec	2026 Mar	2026 Jun	2026 Sep	2026 Dec
Federal funds rate (midpoint)	4.375	4.375	4.375	3.875	3.625	3.375	3.375	3.375	3.375
91-Day Treasury Bills	4.32	4.30	4.20	3.80	3.60	3.45	3.45	3.50	3.55
2-Year Government Note	4.29	4.15	4.00	3.70	3.55	3.40	3.65	3.75	3.85
5-Year Government Note	4.37	4.15	4.00	3.85	3.80	3.60	3.70	3.75	3.85
10-Year Government Note	4.53	4.30	4.20	4.00	3.95	3.85	3.90	4.10	4.15
30-Year Government Bond	4.75	4.50	4.35	4.25	4.10	4.25	4.35	4.45	4.50
US Yield curve (10-year — 2-year)	0.24	0.15	0.20	0.30	0.40	0.45	0.25	0.35	0.30

Table: Foreign exchange rates

Exchange rate	2025 11-Feb	2025 Mar	2025 Jun	2025 Sep	2025 Dec	2026 Mar	2026 Jun	2026 Sep	2026 Dec
CAD-USD	0.70	0.69	0.68	0.70	0.70	0.70	0.71	0.71	0.71
USD-CAD	1.43	1.45	1.46	1.43	1.42	1.42	1.41	1.40	1.40

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