

FORECAST UPDATE

June 24, 2026

Forecast Details

Table: Canadian interest rates (end of period)

Variable	2026 Jun 24	2026 Sep	2026 Dec	2027 Mar	2027 Jun	2027 Sep	2027 Dec
Overnight target rate	2.25	2.25	2.25	2.25	2.50	2.75	2.75
98-Day Treasury Bills	2.26	2.20	2.25	2.35	2.55	2.80	2.80
2-Year Government Bond	2.73	2.75	2.85	3.00	3.10	3.20	3.35
5-Year Government Bond	3.00	3.15	3.25	3.30	3.35	3.40	3.45
10-Year Government Bond	3.36	3.50	3.55	3.60	3.60	3.65	3.70
30-Year Government Bond	3.76	3.85	3.80	3.90	3.85	3.90	4.00
Canada - US T-Bill Spread	-1.51	-1.40	-1.35	-0.95	-0.55	-0.30	-0.35
Canada - US 10-Year Bond Spread	-1.04	-0.85	-0.75	-0.65	-0.60	-0.55	-0.55
Canada Yield Curve (10-year — 2-year)	0.63	0.75	0.70	0.60	0.50	0.45	0.35

Table: US Interest rates (end of period)

Variable	2026 Jun 24	2026 Sep	2026 Dec	2027 Mar	2027 Jun	2027 Sep	2027 Dec
Federal funds rate (midpoint)	3.625	3.625	3.625	3.625	3.625	3.375	3.125
91-Day Treasury Bills	3.77	3.60	3.60	3.30	3.10	3.10	3.15
2-Year Government Note	4.14	4.00	3.95	3.90	3.75	3.65	3.60
5-Year Government Note	4.18	4.10	4.05	4.00	3.90	3.85	3.80
10-Year Government Note	4.40	4.35	4.30	4.25	4.20	4.20	4.25
30-Year Government Bond	4.85	4.80	4.80	4.75	4.75	4.75	4.75
US Yield curve (10-year — 2-year)	0.26	0.35	0.35	0.35	0.45	0.55	0.65

Table: Foreign exchange rates

Exchange rate	2026 Jun 24	2026 Sep	2026 Dec	2027 Mar	2027 Jun	2027 Sep	2027 Dec
CAD-USD	0.72	0.71	0.73	0.74	0.74	0.75	0.75
USD-CAD	1.42	1.40	1.37	1.36	1.36	1.34	1.34

Contacts:

Avery Shenfeld
avery.shenfeld@cibc.com

Benjamin Tal
benjamin.tal@cibc.com

Andrew Grantham
andrew.grantham@cibc.com

Katherine Judge
katherine.judge@cibc.com

Helen Lao
helen.lao@cibc.com

FICC Strategy

Ian Pollick
ian.pollick@cibc.com

CIBC Capital Markets

PO Box 500
161 Bay Street, Brookfield Place
Toronto, Canada, M5J 2S8
[Bloomberg @ CIBC](#)

economics.cibccm.com

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