

FORECAST UPDATE

August 6, 2024

Forecast Details

Table: Canadian interest rates (end of period)

Variable	2024 Aug 6	2024 Sep	2024 Dec	2025 Mar	2025 Jun	2025 Sep	2025 Dec
Overnight target rate	4.50	4.25	3.75	3.25	3.00	2.75	2.50
98-Day Treasury Bills	4.30	4.15	3.60	3.00	2.90	2.70	2.50
2-Year Government Bond	3.28	3.35	3.10	2.90	2.80	2.70	2.80
10-Year Government Bond	3.12	3.20	3.25	3.15	3.10	3.15	3.30
30-Year Government Bond	3.19	3.25	3.25	3.20	3.25	3.35	3.45
Canada - US T-Bill Spread	-0.90	-0.85	-0.90	-0.95	-0.85	-0.90	-0.90
Canada - US 10-Year Bond Spread	-0.78	-0.90	-0.70	-0.55	-0.45	-0.30	-0.35
Canada Yield Curve (10-year — 2-year)	-0.16	-0.15	0.15	0.25	0.30	0.45	0.50

Table: US Interest rates (end of period)

Variable	2024 Aug 6	2024 Sep	2024 Dec	2025 Mar	2025 Jun	2025 Sep	2025 Dec
Federal funds rate (midpoint)	5.375	5.125	4.625	4.125	3.875	3.625	3.375
91-Day Treasury Bills	5.20	5.00	4.50	3.95	3.75	3.60	3.40
2-Year Government Note	3.99	4.20	3.95	3.55	3.35	3.25	3.30
10-Year Government Note	3.89	4.10	3.95	3.70	3.55	3.45	3.65
30-Year Government Bond	4.18	4.30	4.20	4.00	3.90	3.85	3.85
US Yield curve (10-year — 2-year)	-0.10	-0.10	0.00	0.15	0.20	0.20	0.35

Table: Foreign exchange rates

Exchange rate	2024 Aug 6	2024 Sep	2024 Dec	2025 Mar	2025 Jun	2025 Sep	2025 Dec
CAD-USD	0.73	0.72	0.72	0.73	0.74	0.74	0.74
USD-CAD	1.38	1.39	1.38	1.37	1.36	1.36	1.35
USD-JPY	145	148	148	145	141	137	134
EUR-USD	1.09	1.08	1.08	1.09	1.10	1.11	1.12
GBP-USD	1.27	1.25	1.28	1.29	1.31	1.32	1.34
AUD-USD	0.65	0.66	0.67	0.68	0.68	0.69	0.69

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