

## Economics

# FORECAST UPDATE

November 1, 2021

## Forecast Details

Table: Canadian interest rates (end of period)

Variable	2021 1-Nov	2021 Dec	2022 Mar	2022 Jun	2022 Sep	2022 Dec	2023 Mar	2023 Jun	2023 Sep	2023 Dec
Overnight target rate	0.25	0.25	0.25	0.25	0.50	0.75	1.00	1.25	1.25	1.50
98-Day Treasury Bills	0.15	0.15	0.20	0.25	0.50	0.70	0.95	1.20	1.20	1.45
2-Year Government Bond	1.10	1.00	0.90	1.15	1.20	1.35	1.50	1.70	1.80	2.00
10-Year Government Bond	1.75	1.70	1.75	1.95	1.90	2.00	2.15	2.20	2.25	2.40
30-Year Government Bond	2.02	2.00	2.15	2.25	2.30	2.30	2.40	2.45	2.40	2.45
Canada - US T-Bill Spread	0.10	0.06	0.11	0.10	0.10	0.05	0.05	0.05	-0.15	-0.15
Canada - US 10-Year Bond Spread	0.16	0.00	-0.05	-0.05	0.00	-0.10	0.00	0.00	-0.10	0.00
Canada Yield Curve (10-year — 2-year)	0.64	0.70	0.85	0.80	0.70	0.65	0.65	0.50	0.45	0.40

Table: US Interest rates (end of period)

Variable	2021 1-Nov	2021 Dec	2022 Mar	2022 Jun	2022 Sep	2022 Dec	2023 Mar	2023 Jun	2023 Sep	2023 Dec
Federal funds rate	0.125	0.125	0.125	0.125	0.375	0.625	0.875	1.125	1.375	1.625
91-Day Treasury Bills	0.05	0.10	0.10	0.15	0.40	0.65	0.90	1.15	1.35	1.60
2-Year Government Note	0.52	0.50	0.65	0.80	1.00	1.40	1.65	1.80	2.00	2.10
10-Year Government Note	1.59	1.70	1.80	2.00	1.90	2.10	2.15	2.20	2.35	2.40
30-Year Government Bond	1.98	2.00	2.10	2.25	2.35	2.40	2.45	2.50	2.60	2.65
US Yield curve (10-year — 2-year)	1.07	1.20	1.15	1.20	0.90	0.70	0.50	0.40	0.35	0.30

Table: Foreign exchange rates

Exchange rate	2021 1-Nov	2021 Dec	2022 Mar	2022 Jun	2022 Sep	2022 Dec	2023 Mar	2023 Jun	2023 Sep	2023 Dec
CAD-USD	0.81	0.81	0.78	0.78	0.77	0.77	0.76	0.76	0.76	0.76
USD-CAD	1.24	1.24	1.28	1.29	1.30	1.30	1.31	1.31	1.32	1.32
USD-JPY	114	112	114	115	114	112	112	111	111	110
EUR-USD	1.16	1.15	1.14	1.13	1.12	1.11	1.11	1.12	1.14	1.16
GBP-USD	1.37	1.38	1.37	1.36	1.36	1.35	1.34	1.34	1.36	1.37
AUD-USD	0.75	0.73	0.74	0.74	0.75	0.75	0.76	0.77	0.78	0.79
USD-CNY	6.40	6.40	6.35	6.30	6.25	6.20	6.15	6.05	6.00	5.95
USD-BRL	5.65	5.30	5.10	5.30	5.50	5.70	5.90	5.70	5.50	5.30
USD-MXN	20.7	20.0	19.8	19.5	20.0	20.5	21.0	21.5	21.3	21.5

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