



**NATIONAL
BANK**

FINANCIAL MARKETS

A division of National Bank of Canada

WEEKLY ECONOMIC WATCH

Economics and Strategy

January 8, 2016

- **What we'll be watching** (p. 3)
- **Calendar of upcoming releases** (p. 5)
- **Annex - Economic tables** (A1)

Week in review

Canada – Employment rose 23K in December according to the Labour Force Survey, better than consensus which was expecting an increase of just 10K. The jobless rate remained unchanged at 7.1% even though the participation rate fell a bit to 65.8%. The employment increase was due to self-employment (+40K) which more than offset the decline in both the private sector (-9K) and government (-8K). Part-time employment was up 29K, while full time employment declined 6K. Total hours worked were up 0.3%. The goods sector jobs were essentially unchanged with gains in manufacturing and resources being offset by a drop in agriculture and construction. Services sector employment rose 23K driven by healthcare, educational services and finance among others but there was also weakness in accommodation/food services, trade and business services. Ontario (+35K) and Quebec (+13K) showed massive gains while all western provinces experienced declines.

The rebound in jobs observed in December is welcome but the details are less impressive. Most of the jobs added were part-time and in self-employment. With this morning's release we get the full picture for 2015. Despite weak economic growth, the labor market has shown some resilience based on the LFS survey. In 2015, new jobs added were the highest in 3 years at 158K with a massive 96% being full-time explaining the resilience of the housing market. Services jobs more than offset weaknesses in the goods sector with its best performance in three years. However, we doubt the Canadian labor market will be able to match 2015's performance this year especially if commodity prices do not stabilize.

The **merchandise trade deficit** narrowed to C\$2 billion in November, from a revised C\$2.5 billion deficit in the prior month (initially reported at -C\$2.76 billion). The improvement was due to rising exports (+0.4%) and declining imports (-0.7%). Exports managed to rise despite slumping sales of energy (-6.6%) and aerospace products (-6.8%) which were more than offset by gains in autos, agriculture, metals, and forestry. The import decrease was due to energy, metals, electronic equipment and consumer goods. The energy trade surplus fell to C\$3.8 billion,

the lowest in over three years. However, the auto trade deficit narrowed a bit to C\$ 0.6 billion (best since March 2008) which allowed the non-energy trade deficit to improve to C\$5.8 billion, the best in four months. In real terms, Canada's exports rose 0.6%, while imports dropped 1.4%.

United States – Non farm payrolls jumped 292K in December, much higher than the 200K expected by consensus. Adding to the good news were upward revisions to the prior months to reflect more complete data, which added 50K jobs. In December, the private sector added 275K jobs thanks to gains in services (+230K) and the goods sector (+45K). The increase in goods sector employment was due to construction again (+45K) and even manufacturing (+8K) which dwarfed a 12th consecutive drop in mining. The private services sector job gains were driven by health care and education (+59K), retailing, business services and leisure/hospitality. Government created 17K net new jobs with even some at the federal level. Average hourly earnings were flat. The employment diffusion index jumped to 64.4, the highest in a year.

Separately in the **US**, the **household survey** showed a 485K increase in employment for December. But the jobless rate remained unchanged at 5% as the participation rate moved up one tick to 62.5%. Full-time employment soared 504K. Both US employment reports were much better than expected. The job gains were impressive even more so considering the breadth of increases as evidenced by the highest diffusion index in twelve months. The services sector is booming and construction is also hiring in numbers, the latter perhaps helped by better fiscal space at the state and local levels (perhaps infrastructure projects). But not all is rosy. Mining continues to see declines in the aftermath of the oil price collapse. Moreover, wage inflation remains soft, i.e. hourly earnings are up just 2.5%.

For 2015 as a whole, the US economy managed to create 2.7 million jobs, of which 2.6 million were in the private sector. So, since 2014, the US has created 5.8 million jobs.

The **ISM manufacturing index** dropped to 48.2 in December, the lowest since June 2009. Consensus was looking for an increase. Production and new orders sub-indices were all in contraction territory, but less than a month ago. The new export orders sub-index jumped from 47.5 in November to 51.0 in December, recording its first reading above 50 since May 2015. However, the employment component dropped 3.2 points to 48.1. Prices paid fell further into contraction, at just 33.5, the lowest since April 2009. The **non-manufacturing ISM index** fell to 55.3 in December, below the 56 print expected by consensus. That's the lowest non-manufacturing ISM since April 2014.

WEEKLY ECONOMIC WATCH

However, the business activity, new orders and employment sub-indices all rose being solidly into expansion territory.

Factory orders were down 0.2% in November after a downwardly revised 1.3% print in the prior month (previously reported as 1.5%). Durable goods orders were flat with both transportation and ex-transportation remaining unchanged in November. Excluding transportation, factory orders were down 0.3%. Factory shipments increased 0.2%, a first increase in 5 months. Factory inventories fell 0.3% in November and the inventory to shipments ratio remained at 1.35 months.

Construction spending fell 0.4% in November. The consensus was looking for an increase. The disappointment was compounded by a downgrade to the prior month to just +0.3% (from +1%). The decrease in November was driven by non-res construction (-0.8%) which dwarfed the increase in the residential sector (+0.2%).

The **trade deficit** narrowed to US\$42.4 billion in November from US\$44.6 billion in the prior month. The improvement in the trade balance was due to imports (-1.7%) falling faster than exports (-0.9%). In real terms, exports fell 1.1%, while imports dropped 1.5%. The US trade data was better than expected, but the details of the report aren't very reassuring. The "improvement" was due to imports falling faster than exports (the latter still hurting from the US dollar's surge). The softer imports raise concerns about the sustainability of growth for domestic demand in the US.

World – In China, **Caixin/Markit manufacturing PMI** came in weaker than expected, slipping 4 ticks in December to 48.2. Adding to the negative tone of the report was the sharp drop in new export orders. Despite a first decline in three months, new export orders nonetheless remained well above the low reading seen earlier in 2015. The **services purchasing manager's** index fell to 50.2 from 51.2 in November. **The Caixin/Markit PMI composite** index recorded its lowest reading since September 2015, falling to 49.4 in December from 50.5 the previous month.

In the Eurozone, the **Markit composite purchasing manager's index** rose 1.1 points in December to 54.3, while the services index came in at 54.2 (+ 0.3 points) and the manufacturing index gained one tick to 53.2. In November, the Eurozone **unemployment** rate was 10.5%, down from 10.6% in the previous month. **Retail trade volume** decreased by 0.3% in the area between October and November. According to the Eurostat flash estimate, annual **inflation** was 0.2% in December and 0.9% excluding energy, food, alcohol and tobacco.

WEEKLY ECONOMIC WATCH

What we'll be watching



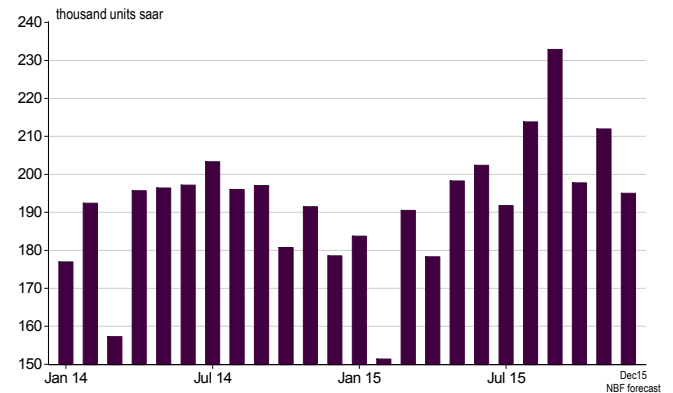
In Canada, a light data week will feature the **Bank of Canada's Business Outlook** and **Senior Loan Officer** surveys. The results of those surveys, due on Monday, will provide the latest information on

business intentions with regards to investment and hiring, and the ease of access to credit, all of which may give some clues about the central bank's stance when it presents its *Monetary Policy Report* later this month. We'll also get some idea about the performance of the housing market in December. After averaging over 210K in the last four months, **housing starts** may have moderated to around 195K. **Existing home sales** and resale home prices as measured by the **Teranet/National Bank house price index** will also be available for the month of December. **Finance Minister Bill Morneau** is scheduled to give a speech on Tuesday.

	Previous	NBF forecasts
Housing starts (December, saar)	212 K	195K

Canada: A moderation in residential construction?

Housing starts



NBF Economics and Strategy (data via CMHC)



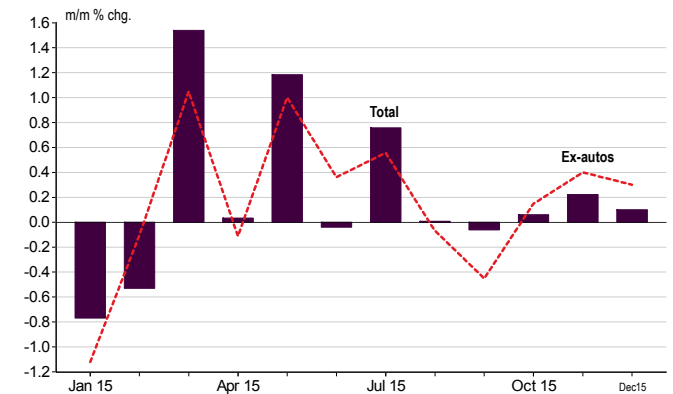
In the US, a busy data week will provide information about the handoff from 2015 but also clues about how the New Year started.

Retail sales may have been restricted to growth of just 0.1% in December by auto sales. Excluding autos, sales may have risen around 0.3%, buoyed by a solid labour market and further declines in gasoline prices which left more cash for consumers to spend on other items. Inflationary pressures last December will be assessed with the release of the **producer price index**, the latter likely remaining mild for both the headline and core measures. After being hammered in the prior month by slumping utility output (due to warmer-than-normal temperatures), **industrial production** may have stabilized with a roughly flat print in December. The **Beige Book**, released on Wednesday, will give the latest assessment of the US economy by the Federal Reserve. We'll also get the very first clues about January with the preliminary release of the **Michigan consumer sentiment** and the **Empire index** of manufacturing activity.

	Previous	NBF forecasts
Retail sales (December m/m chg.)	0.2%	0.1%
ex-autos Retail sales (December m/m chg.)	0.4%	0.3%
PPI (December y/y chg.)	-1.1%	-1.0%
Core PPI (December y/y chg.)	0.5%	0.3%
Industrial production (December m/m chg.)	-0.6%	0.0%

U.S.: A moderation in consumption growth in December?

Retail sales



NBF Economics and Strategy (data via Datastream)

WEEKLY ECONOMIC WATCH

What we'll be watching



Elsewhere around the world, December data in China on credit and trade will give some clues about the handoff to 2016. In the Eurozone, November data on industrial production and trade will be released.

WEEKLY ECONOMIC WATCH

Economic calendar - Canada & U.S.

Economic releases & events							Earnings announcements				
Time	Country	Release	Period	Previous	Consensus Estimate	NBF Estimate	Company	Time	Qtr	Cons. EPS	
Monday Jan 11	8:15	CA	Housing Starts	Dec	211.9k	--	195k	Alcoa Inc	Aft-mkt	Q4 2015	0.04
Tuesday Jan 12	6:00	US	NFIB Small Business Optimism	Dec	94.8	--		Cogeco Cable Inc	Aft-mkt	Q1 2016	1.26
							CSX Corp	Aft-mkt	Q4 2015	0.47	
Wednesday Jan 13	7:00	US	MBA Mortgage Applications	Jan-08	-11.60%	--		Corus Entertainment Inc	0:00	Q1 2016	0.55
	8:30	CA	Teranet/National Bank HPI MoM	Dec	0.20%	--					
	8:30	CA	Teranet/National Bank HPI YoY	Dec	6.10%	--					
Thursday Jan 14	8:30	CA	New Housing Price Index MoM	Nov	0.30%	--		Shaw Communications Inc	0:00	Q1 2016	0.48
	8:30	CA	New Housing Price Index YoY	Nov	1.50%	--		Performance Sports Group Ltd	0:00	Q2 2016	0.14
	8:30	US	Initial Jobless Claims	Jan-09	--	--		JPMorgan Chase & Co	6:45	Q4 2015	1.30
							Intel Corp	Aft-mkt	Q4 2015	0.63	
Friday Jan 15	8:30	US	Retail Sales Advance MoM	Dec	0.20%	0.10%	0.10%	US Bancorp	Bef-mkt	Q4 2015	0.80
	8:30	US	Retail Sales Ex Auto MoM	Dec	0.40%	0.30%	0.30%	BlackRock Inc	Bef-mkt	Q4 2015	4.82
	8:30	US	PPI Final Demand MoM	Dec	0.30%	-0.10%	-0.10%	Regions Financial Corp	6:00	Q4 2015	0.20
	8:30	US	PPI Ex Food and Energy MoM	Dec	0.30%	0.10%	0.10%	Fastenal Co	7:00	Q4 2015	0.40
	8:30	US	PPI Final Demand YoY	Dec	-1.10%	--	-1.00%	Wells Fargo & Co	8:00	Q4 2015	1.02
	8:30	US	PPI Ex Food and Energy YoY	Dec	0.50%	--	0.30%	Citigroup Inc	8:00	Q4 2015	1.11
	8:30	US	Empire Manufacturing	Jan	-4.6	-4.0		PNC Financial Services Group Inc/The	0:00	Q4 2015	1.80
	9:00	CA	Existing Home Sales MoM	Dec	1.80%	--					
	9:15	US	Capacity Utilization	Dec	77.00%	76.90%	77.00%				
	9:15	US	Industrial Production MoM	Dec	-0.60%	-0.10%	0.00%				
10:00	US	U. of Mich. Sentiment	Jan P	92.6	93.0						

Source: Bloomberg

WEEKLY ECONOMIC WATCH

Annex - Economic tables

A division of National Bank of Canada

TABLE 1 - NORTH AMERICAN FINANCIAL INDICATORS

January 8, 2016

Growth Rates Unless Otherwise Indicated	Reference Period	Level	Monthly Growth (%)			Annualized Growth			Year-to-date (3)	
			Past Month	Prev. Month	Month Before	Average of the last 3 Mos.	6 Mos.	12 Mos.	Since ref.	Year-to-date (3) prec.
UNITED STATES										
<u>MONETARY AGGREGATES</u>										
M1	* Nov 2015	3093	1.9	-0.5	-0.3	3.0	5.2	7.3	7.8	10.5
M2	* Nov 2015	12289	0.7	0.1	0.6	6.1	5.6	6.2	6.0	6.2
<u>CREDIT MEASURES</u>										
Consumer Credit	Oct 2015	3512	0.5	0.8	0.4	7.2	7.4	7.0	6.8	6.6
Mortgage (Banks)	* Nov 2015	3840	0.8	0.5	0.4	5.9	5.7	5.9	4.3	1.4
Business	* Nov 2015	1957	1.2	1.1	0.4	8.8	10.5	11.5	11.6	10.3
CANADA										
<u>MONETARY AGGREGATES</u>										
M2+ gross	* Oct 2015	1744	0.2	0.6	0.6	7.6	5.3	5.0	4.7	4.7
Personal Deposits (Banks) (2)	* Nov 2015	848						5.2	3.9	4.2
<u>CREDIT MEASURES</u>										
Consumer	* Oct 2015	545	0.1	0.2	0.2	2.3	2.9	2.8	3.1	2.2
Mortgages	* Oct 2015	1341	0.5	0.5	0.6	6.6	5.9	6.0	5.6	5.0
Short - Term Business Loans	Oct 2015	499	0.6	1.4	-0.1	9.4	10.3	11.5	11.2	8.7
Business (S.T. + L.T.)	* Nov 2015	1735	-0.1	0.3	0.7	5.3	7.4	7.1	8.3	7.5
Private (Consumer+Business)	* Oct 2015	3623	0.3	0.5	0.4	5.7	6.5	6.3	6.5	5.7
Gov. of Canada securities outstanding	* Dec 2015	663	-1.0	0.7	0.6	3.2	5.2	3.6	1.0	-3.2
INTEREST AND EXCHANGE RATES										
	Reference Thursday	Last day	1 week ago	2 w. ago	Average of last Thursdays			13 w. ago	26 w. ago	52 w. ago
UNITED STATES										
<u>INTEREST RATES</u>										
Federal Funds Target Rate	* 7 Jan 16	0.50	0.50	0.50	0.33	0.29	0.27	0.25	0.25	0.25
Prime Rate	* 7 Jan 16	3.50	3.50	3.50	3.33	3.29	3.27	3.25	3.25	3.25
3-month Treasury Bills	* 7 Jan 16	0.20	0.16	0.20	0.14	0.08	0.05	-0.01	0.03	0.03
2-year Bonds	* 7 Jan 16	1.00	1.04	1.04	0.88	0.77	0.68	0.60	0.58	0.61
5-year Bonds	* 7 Jan 16	1.52	1.65	1.62	1.57	1.55	1.52	1.40	1.58	1.49
10-year Bonds	* 7 Jan 16	2.15	2.27	2.24	2.21	2.20	2.14	2.10	2.32	2.02
30-year Bonds	* 7 Jan 16	2.93	3.02	2.96	2.97	2.95	2.86	2.94	3.12	2.60
Corporate High-yield (Lehman)	* 7 Jan 16	8.93	8.74	8.79	8.11	7.66	6.92	7.71	6.66	6.64
Corporate Invest. Grade (Lehman)	* 7 Jan 16	3.47	3.50	3.48	3.34	3.29	3.09	3.21	3.13	2.89
Corp. High-yield - Treas. 10y.	* 7 Jan 16	6.78	6.47	6.55	5.90	5.46	4.78	5.61	4.34	4.62
Corp. Invest. grade - Treas. 10y.	* 7 Jan 16	1.32	1.23	1.24	1.13	1.09	0.95	1.11	0.81	0.87
Treasuries 30y. - 3-m. T.B.	* 7 Jan 16	2.73	2.86	2.76	2.83	2.87	2.80	2.95	3.09	2.57
<u>EXCHANGE RATE</u>										
FED Broad (Jan 97 = 100)	* 31 Dec 15	122.98	123.16	122.80	120.76	119.81	117.14	121.00	115.15	111.22
CANADA										
<u>INTEREST RATES</u>										
Prime Rate	* 7 Jan 16	2.70	2.70	2.70	2.70	2.70	2.78	2.70	2.85	3.00
Target overnight rate	* 7 Jan 16	0.50	0.50	0.50	0.50	0.50	0.63	0.50	0.75	1.00
30-day commercial paper	* 7 Jan 16	0.88	0.90	0.87	0.84	0.80	0.89	0.80	0.93	1.29
3-month Treasury Bills	* 7 Jan 16	0.45	0.50	0.46	0.45	0.42	0.51	0.40	0.52	0.91
1-year Treasury Bills	* 7 Jan 16	0.41	0.49	0.50	0.51	0.48	0.55	0.49	0.51	0.98
5-year Bonds	* 7 Jan 16	0.66	0.73	0.72	0.84	0.80	0.84	0.82	0.66	1.22
10-year Bonds	* 7 Jan 16	1.32	1.40	1.38	1.50	1.49	1.52	1.45	1.52	1.65
30-year Bonds	* 7 Jan 16	2.07	2.15	2.14	2.25	2.23	2.19	2.25	2.17	2.21
<u>SPREADS</u>										
Prime - 30d. Commercial paper	* 7 Jan 16	1.82	1.80	1.83	1.86	1.90	1.89	1.90	1.92	1.71
Long Term - Short Term	* 7 Jan 16	1.62	1.65	1.68	1.80	1.80	1.68	1.85	1.65	1.30
<u>CANADA UNITED STATES SPREADS</u>										
3-month T-Bills	* 7 Jan 16	0.25	0.34	0.26	0.31	0.34	0.46	0.41	0.49	0.88
Long Term Bonds	* 7 Jan 16	-0.86	-0.87	-0.82	-0.73	-0.73	-0.66	-0.69	-0.95	-0.39
<u>EXCHANGE RATE</u>										
US\$ /CDN\$ (GTIS)	* 7 Jan 16	0.7084	0.7225	0.7237	0.7440	0.7530	0.7801	0.7682	0.7870	0.8453
Trade-weighted (1990=100) G-10	* 7 Jan 16	83.6	84.7	84.8	87.5	88.4	91.5	89.8	92.2	98.8
STOCK INDICES										
	Reference Thursday	Level	Monthly Growth (%)			Growth Over (%)			Year-to-date	
			Past Month	Prev. Month	Month Before	3 Months	6 Months	1 Year	ref.	prec.
Dow Jones (U.S.)	* 7 Jan 16	16514.1	-6.9	-1.0	5.9	-2.4	-7.1	-6.1	-6.9	-2.1
S&P 500 (U.S.)	* 7 Jan 16	1943.1	-6.5	-1.1	5.2	-2.6	-6.6	-4.1	-6.5	-2.4
NASDAQ (U.S.)	* 7 Jan 16	4689.4	-8.1	-0.9	7.4	-2.1	-6.2	0.8	-8.1	-2.7
S&P/TSX (Can.)	* 7 Jan 16	12448.2	-4.6	-3.8	-2.3	-10.2	-14.9	-12.9	-4.6	-1.3
* Update (1) Commercial Banks (2) Not seasonally adjusted (3) compared to same period of the preceeding year, unless otherwise stated Source: Datastream										

Annex - Economic tables

TABLE 2 - UNITED STATES ECONOMIC INDICATORS

January 8, 2016										
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (9)	
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.
					3 Mos.	6 Mos.	12 Mos.			
Index of 12 Leading Indicators	Nov 2015	0.4	0.6	0.0	1.8	3.6	4.9	3.4	4.8	5.7
Consumer Confidence Index (1985=100)	Dec 2015	96.5	92.6	99.1	96.1	97.2	98.0	93.1	98.0	86.9
I.S.M. Manufacturing Index (level)	Dec 2015	48.2	48.6	50.1	49.0	50.2	51.4	55.1	51.4	55.7
- Non-manufacturing (level)	Dec 2015	58.7	58.2	63.0	60.0	61.5	60.8	58.6	60.8	59.7
DOMESTIC DEMAND										
Sales new autos & light trucks (000,000)	Dec 2015	17.3	18.2	18.2	17.9	17.9	17.4	16.9	17.4	16.5
Retail Sales	Nov 2015	0.2	0.1	-0.1	1.2	4.2	2.2	1.4	2.1	3.9
- Motor vehicle	Nov 2015	-0.4	-0.3	1.4	7.4	7.1	7.1	4.0	7.0	7.4
- Other	Nov 2015	0.4	0.1	-0.5	-0.3	3.5	1.0	0.7	0.9	26.1
Consumer Spending: Total (\$ current)	Nov 2015	0.3	0.0	0.2	-7.4	1.7	2.8	-4.8	2.7	4.2
Total (\$ constant)	Nov 2015	0.3	0.0	0.2	2.5	2.9	3.1	2.5	3.1	2.6
Personal Income	Nov 2015	0.3	0.4	0.2	3.9	5.0	4.6	4.4	4.6	4.4
Personal Savings Rate (3)	Nov 2015	5.5	5.6	5.2	5.4	5.3	5.2	4.6	5.2	4.8
New Orders	Nov 2015	-0.2	1.3	-0.8	-5.4	0.4	-6.4	-4.2	-6.6	4.1
- Non-Defence Capital Goods exc. Aircraft	Nov 2015	-0.3	0.6	0.5	1.6	0.8	-2.7	-1.8	-3.4	6.3
Unfilled Orders	Nov 2015	0.2	0.3	-0.5	-1.4	-1.7	3.9	-2.2	3.2	10.5
Business Inventories	Oct 2015	0.0	0.1	0.1	1.7	3.0	2.9	2.0	2.6	5.0
Inventories / Shipments Businesses	Oct 2015	1.38	1.37	1.37	1.37	1.37	1.36	1.31	1.37	1.30
Manufacturers' Shipments	Nov 2015	0.2	-0.7	-0.3	-5.3	-1.5	-3.8	-3.9	-4.1	2.8
Manufacturers' Inventories	Nov 2015	-0.3	-0.2	-0.5	-4.2	-1.0	-0.3	-2.3	-0.5	3.1
Inventories / Shipments Manuf.	Nov 2015	1.35	1.36	1.35	1.35	1.35	1.35	1.33	1.35	1.30
Housing Starts (000) (1)	Nov 2015	1173	1062	1207	1147	1154	1100	1007	1102	993
New Home Sales, single-family	Nov 2015	4.3	6.3	-12.8	-18.6	-11.9	13.8	9.1	13.9	1.4
Existing Home Sales, s.f. & condos	Nov 2015	-10.5	-4.1	4.7	-16.7	10.7	6.1	-3.8	6.2	-3.7
PRODUCTION										
Industrial Production	Nov 2015	-0.6	-0.4	-0.1	-0.8	-0.3	1.8	-1.2	1.6	3.6
- Consumer Goods	Nov 2015	-0.5	-0.5	-0.1	1.0	2.3	2.2	0.8	2.2	2.2
- Hitech goods	Nov 2015	0.2	1.5	0.6	6.4	0.8	0.5	0.7	0.4	2.3
EXTERNAL AND FISCAL BALANCES										
Exports	Nov 2015	-0.9	-1.6	1.4	-4.6	-3.5	-4.1	-7.1	-4.6	2.9
Imports	Nov 2015	-1.7	-0.4	-1.6	-8.2	-2.8	-2.2	-4.9	-2.8	3.3
Merch. Trade Balance (\$ billions)	Nov 2015	-42.4	-44.6	-42.5	-43.1	-44.5	-44.5	-40.0	-44.4	-42.1
Real merchandise trade balance	Nov 2015	-59.6	-61.0	-57.4	-59.3	-59.3	-58.1	-48.6	-58.5	-49.9
Federal budget balance last 12 months (2)	Nov 2015	-461.5	-453.7	-438.9				-436.1	-463.3	-489.3
INFLATION AND COSTS										
Consumer Prices	Nov 2015	0.0	0.2	-0.2	-0.1	1.8	0.1	0.5	0.1	1.7
- Excluding Food and Energy	Nov 2015	0.2	0.2	0.2	2.0	2.1	1.8	2.0	1.8	1.8
PCE Deflator exc. Food and Energy	Nov 2015	0.1	0.0	0.2	1.3	1.5	1.3	1.3	1.3	1.5
Industrial Prices, Finished Goods	Nov 2015	0.1	-0.3	-1.3	-7.0	0.6	-3.1	-3.3	-3.3	2.1
Average Hourly Earnings (4)	Dec 2015						2.0	2.4	2.0	2.3
Industrial Capacity Utilization Rate	Nov 2015	77.0	77.5	77.9	77.4	77.6	78.0	79.0	77.9	78.0
Median Price, Single-Family Homes (5)	Nov 2015	0.5	-1.2	-2.9	-18.9	15.1	6.7	6.6	6.8	5.7
LABOUR MARKET										
New Jobs (000) (6)	Dec 2015	292	252	307	284	229	221	2650	2650	3116
- Manufacturing (000)	Dec 2015	8	2	3	4	-1	3	30	30	215
- Services (000)	Dec 2015	247	213	273	244	212	207	2488	2488	2521
Average weekly hours (6)	Dec 2015	0.3	0.1	0.6	2.8	1.9	2.2	1.7	2.2	2.3
Civilian Unemployment Rate (7)	Dec 2015	5.0	5.0	5.0	5.0	5.1	5.3	5.6	5.3	6.2
NATIONAL ACCOUNTS AND OTHER										
QUARTERLY INDICATORS										
		Q3 2015	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2013	2012	2011
Real GDP Chained 2009 dollars		2.0	3.9	0.6	2.1	4.3	4.6	2.4	2.2	2.3
Consumption		3.0	3.6	1.7	4.3	3.5	3.8	2.7	1.7	1.5
Residential Construction		8.2	9.4	10.1	9.9	3.4	10.4	1.8	9.5	13.5
Business Investment		2.6	4.1	1.6	0.7	9.0	4.4	6.2	3.0	9.0
Government Spending		1.8	2.6	-0.1	-1.4	1.8	1.2	-0.6	-2.9	-1.9
Exports		0.7	5.1	-6.0	5.4	1.8	9.8	3.4	2.8	3.4
Imports		2.3	3.0	7.1	10.3	-0.8	9.6	3.8	1.0	2.2
Change in Inventories (1) (2)		85.5	113.5	112.8	78.2	79.9	77.1	68.0	61.4	54.7
GDP Deflator		1.3	2.1	0.1	0.1	1.6	2.2	1.6	1.6	1.8
Personal Disposable Income		3.8	2.6	3.9	4.7	2.7	3.0	2.7	-1.4	3.1
Labour Productivity (4)		2.2	3.5	-1.1	-2.2	3.1	2.8	0.7	0.0	0.9
Unit Labor Costs (4)		1.8	2.0	2.6	5.7	0.1	-3.5	2.0	1.1	1.8
Current Account (current \$)		-496.5	-444.4	-473.2	-412.6	-391.6	-368.2	-389.5	-376.8	-449.7
as a % of GDP		-2.7	-2.5	-2.7	-2.3	-2.2	-2.1	-2.2	-2.3	-2.8
Corporate Profits (8)		-6.2	14.8	-21.1	-4.6	18.7	33.9	1.7	2.0	10.0
as a % of GDP		11.4	11.6	11.4	12.1	12.3	12.0	11.9	12.4	12.8
* Update										
Source: Datastream										
(1) Annual Rate					(5) Existing Homes Sold				(9) Computed to same period of the	
(2) \$ Billions					(6) Non-Farm Payroll Survey				preceding year, unless otherwise	
(3) Personal Savings as a % of Personal Disposable Income					(7) Household Survey				stated	
(4) Nonfarm Business					(8) Current \$ and before taxes					

Annex - Economic tables

TABLE 3 - CANADIAN ECONOMIC INDICATORS

January 8, 2016											
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (6)		
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.	
		3 Mos.	6 Mos.	12 Mos.	3 Mos.	6 Mos.	12 Mos.				
CFIB Business Barometer ®	* Dec 2015	-5.2	-0.4	5.3	5.8	-10.9	-8.9	-10.1	-8.9	1.5	
DOMESTIC DEMAND											
Retail Sales (\$ current)	Oct 2015	0.1	-0.4	0.5	2.9	4.7	2.4	1.9	2.1	4.6	
- Motor vehicle and parts dealers	Oct 2015	0.4	-0.3	1.9	14.1	12.5	6.9	6.6	6.6	6.8	
- Other	Oct 2015	0.0	-0.4	0.0	-0.6	2.3	1.0	0.3	0.7	15.6	
Retail Sales (\$ constant)	Oct 2015	-0.3	0.3	0.6	3.4	1.5	2.2	1.1	1.9	3.5	
Manufacturer's Shipments (\$ current)	Oct 2015	-1.1	-1.5	-0.7	-1.5	1.8	-0.7	-3.2	-1.7	5.6	
New Orders	Oct 2015	-1.4	-3.6	-5.5	-5.9	-3.8	-3.2	-6.7	-4.2	7.8	
- Durables	Oct 2015	-1.7	-5.4	-8.9	-6.8	-7.8	-1.1	-7.2	-2.2	10.1	
Unfilled Orders	Oct 2015	-1.3	-1.1	0.1	1.2	-2.0	11.9	3.9	9.7	23.8	
Manufacturer's Inventories	Oct 2015	0.5	-0.3	0.4	4.4	4.6	2.0	3.5	1.9	4.4	
Inventories / Shipments Ratio	Oct 2015	1.46	1.44	1.42	1.44	1.43	1.42	1.36	1.43	1.38	
Manufacturer's Shipments (\$ constant)	Oct 2015	-1.0	-1.4	-0.4	-3.0	-0.4	-0.1	-3.2	-0.8	2.9	
Housing Starts (000) (1)	Nov 2015	212.0	197.7	232.9	214.2	208.4	194.3	191.5	195.7	189.5	
Number of existing homes sold (MLS)	* Nov 2015	1.8	2.1	-1.3	2.3	13.0	4.5	5.5	4.6	5.3	
PRODUCTION											
Real Domestic Product	Oct 2015	0.0	-0.5	0.1	0.7	0.1	1.0	-0.2	0.7	2.5	
- Manufacturing	Oct 2015	-0.3	-1.0	0.2	0.5	-1.5	0.8	-1.6	0.2	2.7	
- Construction	Oct 2015	-0.1	0.0	0.4	0.2	-3.8	-1.3	-3.5	-1.9	1.2	
Services	Oct 2015	0.0	0.0	0.0	0.7	1.5	1.9	1.2	1.8	2.4	
EXTERNAL, FISCAL AND EXCHANGE BALANCES											
Exports	* Nov 2015	0.4	-2.0	-1.2	-13.1	6.6	-0.7	-1.6	-1.4	10.3	
Imports	* Nov 2015	-0.7	-1.1	-1.4	-4.4	3.5	4.9	2.8	4.6	7.6	
- Capital Goods	* Nov 2015	-1.7	-2.3	4.4	12.7	3.1	7.9	8.4	8.2	7.5	
Merch. Trade Balance (\$ millions)	* Nov 2015	-1,985	-2,488	-2,113	-2,195	-1,681	-1,984	-85	-2,076	523	
Change in Official Reserves	* Sept 2015	-101	541	105	182	509	254	3,391	1,729	3,492	
Level (US\$): \$71.9 billion										Fiscal year	
Fed. budget balance last 12 months (\$ billions)	Oct 2015	7.5	5.3	6.9				-1.4	0.6	-4.0	
INFLATION AND COSTS											
Consumer Prices	Nov 2015	-0.1	0.1	-0.2	-0.4	2.6	1.1	1.4	1.1	1.9	
- Excluding Food and Energy	Nov 2015	-0.2	0.2	0.3	2.1	2.1	1.8	1.8	1.8	1.6	
- Core inflation (4)	Nov 2015	-0.3	0.3	0.2	2.0	2.5	2.2	2.0	2.2	1.8	
Average Hourly Earnings (2)	* Dec 2015						2.8	2.9	2.8	1.8	
Price of New Housing including land	Oct 2015	0.3	0.1	0.3	2.3	1.6	1.4	1.5	1.3	1.5	
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	1.4	3.0	-0.9	7.6	9.2	7.7	9.9	8.0	6.9	
Industrial Prices (1992=100)	* Nov 2015	-0.2	-0.5	-0.4	-3.1	2.2	-0.9	-0.2	-1.0	2.7	
LABOUR MARKET											
Labour Force	* Dec 2015	0.2	-0.1	0.2	1.4	1.3	0.8	1.4	0.8	0.4	
Job creation (000)	* Dec 2015	22.8	-35.7	44.4	10.5	10.4	13.2	158.1	158.1	121.3	
- Manufacturing	* Dec 2015	6.1	17.4	6.5	10.0	3.8	3.0	35.9	35.9	-13.2	
- Services	* Dec 2015	23.1	-82.0	58.8	0.0	7.4	14.9	178.7	178.7	88.8	
- Full Time	* Dec 2015	-6.4	36.6	9.0	13.1	2.4	12.6	151.0	151.0	158.3	
- Part Time	* Dec 2015	29.2	-72.3	35.4	-2.6	8.0	0.6	7.1	7.1	-37.0	
Unemployment Rate	* Dec 2015	7.1	7.1	7.0	7.1	7.0	6.9	6.7	6.9	6.9	
NATIONAL ACCOUNTS AND OTHER											
QUARTERLY INDICATORS											
		Q3 2015	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2014	2013	2012	
GDP Chained (2007) \$		2.3	-0.3	-0.7	3.4	2.1	3.7	2.5	2.2	1.7	
Household consumption		1.8	2.3	0.4	2.4	2.9	4.2	2.6	2.4	1.9	
Business Investments, non-res., mach. & equip.		-5.8	-11.2	-18.5	0.9	4.7	2.1	0.0	2.5	8.6	
- Machinery and Equipment		-4.5	-14.5	-5.9	7.2	14.4	8.3	1.0	-6.7	2.7	
Residential Construction		2.5	0.1	6.3	-0.5	10.3	9.8	2.5	-0.4	5.6	
Government Expenditures		-1.6	1.7	3.8	-0.3	-0.6	0.6	0.3	0.3	0.7	
Government Fixed Capital Formation		-2.2	0.2	4.3	6.1	6.8	7.8	4.0	-6.4	-4.0	
Final Domestic Demand		0.0	0.2	-1.3	1.7	2.9	3.6	1.6	1.3	2.4	
Exports		9.4	1.9	-1.0	-0.2	6.9	20.7	5.3	2.8	2.6	
Imports		-2.9	-1.9	0.4	0.3	4.7	10.3	1.8	1.8	1.5	
Change in Inventories, chained (2007) \$ (5)		0.7	5.4	12.8	9.2	1.3	9.4	9.9	15.5	6.2	
Real Disposable Income		0.8	3.2	1.2	2.5	2.7	8.0	1.2	3.4	2.7	
Personal savings Rate		4.2	4.9	4.9	4.3	4.1	4.4	4.2	5.4	5.0	
GDP Price Deflator		0.4	1.8	-2.8	-2.4	2.5	1.1	1.7	1.6	1.3	
Corporate Profits (nominal)		-6.7	-3.1	-47.5	-10.1	10.9	7.3	7.0	0.8	-5.3	
as a % of GDP		11.3	11.6	11.7	13.6	14.0	13.8	13.8	13.5	13.9	
Indust. Capacity Utilization Rate		82.0	81.4	82.5	83.3	83.0	82.8	82.7	81.2	81.5	
Labour Productivity, Business Sector		0.6	-3.4	-1.9	1.9	0.8	7.5	2.5	1.3	-0.4	
Unit Labour Cost, Business Sector		-2.0	1.4	5.1	-1.8	2.4	0.4	1.1	1.7	3.2	
		Q3 2015	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2014	2013	2012	
Current Account (current \$) (5)		-64.8	-66.3	-76.4	-58.3	-39.6	-37.7	0.0	-44.9	-59.7	
as a % of GDP		-3.2	-3.3	-3.9	-2.9	-2.0	-1.9	0.0	-2.3	-3.2	

Sources: Datastream and Canadian Real Estate Association

* Update

(1) Annual Rate

(2) Not Seasonally Adjusted

(3) Current and before taxes

(4) C.P.I. excluding the 8 most volatile components and the effect of indirect taxes

(5) Annual rate, \$ billions

(6) Compared to same period of the preceding year, unless otherwise stated

Annex - Economic tables

TABLE 4 - PROVINCIAL ECONOMIC INDICATORS

		January 8, 2016									
		Monthly Growth (%)			Annualized Growth (%)						
Growth Rates Unless Otherwise Indicated	Reference Period	Past	Prev.	Month	Average of the last			Since	Year-to-date (3)		
		Month	Month	Before	3 Mos.	6 Mos.	12 Mos.	12 Mos.	ref.	prec.	
QUEBEC											
DOMESTIC DEMAND AND REVENUE											
Retail Sales	Oct 2015	0.2	-1.0	1.7	5.5	3.3	0.7	1.8	0.7	2.0	
Manufacturing Shipments	Oct 2015	-2.1	-0.9	-0.7	-6.8	2.3	0.1	-4.7	-0.8	6.7	
Housing Starts (000) (2)	Nov 2015	34.2	36.4	52.6	41.1	41.5	36.3	43.3	36.4	39.3	
Number of existing homes sold (MLS)	* Nov 2015	0.2	1.3	-1.6	-0.9	4.4	4.7	1.8	4.8	-1.1	
Wages and Salaries	Sept 2015	1.1	-0.2	0.2	1.5	3.0	2.2	3.0	2.3	2.1	
Value of merchandise exports (1)	* Nov 2015							8.4	4.5	13.8	
CFIB Business Barometer ®	* Dec 2015	5.5	-1.0	-4.0	-4.5	1.3	-2.8	2.5	-2.8	0.1	
PRICES											
Consumer Price Index (1)	Nov 2015	-0.2	0.1	-0.1	-0.5	1.9	1.1	0.9	1.1	1.4	
Average Hourly Earnings (1)	* Dec 2015							2.1	3.1	2.8	
Price of New Housing inc. Land (1)	Oct 2015	0.0	0.2	0.0	0.9	0.1	0.1	0.3	0.1	0.4	
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	2.6	-2.8	0.8	3.0	2.9	1.4	1.0	1.5	1.5	
LABOR MARKET											
Job creation (000)	* Dec 2015	12.7	-4.0	-5.6	1.0	5.6	4.0	48.3	48.3	-9.6	
Unemployment rate	* Dec 2015	7.8	7.5	7.7	7.7	7.7	7.6	7.5	7.6	7.8	
Participation rate	* Dec 2015	65.0	64.5	64.8	64.8	64.8	64.8	64.3	64.8	64.7	
ONTARIO											
DOMESTIC DEMAND AND REVENUE											
Retail Sales	Oct 2015	0.5	-0.3	0.0	3.4	7.5	4.6	3.9	4.4	4.8	
Manufacturing Shipments	Oct 2015	0.6	-2.6	0.3	8.6	5.6	2.1	1.6	1.3	6.2	
Housing Starts (000) (2)	Nov 2015	87.4	75.6	91.2	84.8	76.5	69.3	58.5	70.1	58.1	
Number of existing homes sold (MLS)	* Nov 2015	1.0	1.3	-1.5	-1.9	15.1	8.6	8.2	8.9	3.6	
Wages and Salaries	Sept 2015	1.0	-1.1	1.1	3.0	3.6	3.5	3.3	3.6	3.2	
Value of merchandise exports (1)	* Nov 2015							10.5	13.3	7.2	
CFIB Business Barometer ®	* Dec 2015	-4.9	0.7	4.4	8.0	-7.9	-3.5	-6.6	-3.5	1.3	
PRICES											
Consumer Price Index (1)	Nov 2015	0.0	0.1	-0.2	-1.0	2.5	1.2	1.3	1.2	2.3	
Average Hourly Earnings (1)	* Dec 2015							3.1	3.2	1.4	
Price of New Housing inc. Land (1)	Oct 2015	0.3	0.2	0.5	4.4	3.5	2.3	3.1	2.4	1.6	
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	1.3	1.0	-0.4	3.9	8.5	7.4	8.3	7.5	7.1	
LABOR MARKET											
Job creation (000)	* Dec 2015	34.9	-6.4	29.2	19.2	3.3	6.7	80.7	80.7	37.7	
Unemployment rate	* Dec 2015	6.7	6.9	6.8	6.8	6.8	6.8	7.0	6.8	7.2	
Participation rate	* Dec 2015	65.2	65.1	65.1	65.2	65.2	65.2	65.4	65.2	65.8	
NEWFOUNDLAND & LABRADOR											
DOMESTIC DEMAND AND REVENUE											
Retail Sales	Oct 2015	1.1	-0.2	-0.5	2.7	4.6	1.1	2.6	0.4	3.1	
Manufacturing Shipments	Oct 2015	2.4	3.3	-7.1	-16.5	16.5	-5.7	13.9	-3.7	2.3	
Housing Starts (000) (2)	Nov 2015	1.8	1.8	1.5	1.7	1.7	1.8	1.9	1.9	2.3	
Number of existing homes sold (MLS)	* Nov 2015	-5.6	7.2	-4.1	15.0	0.2	3.6	6.0	3.4	-5.5	
Wages and Salaries	Sept 2015	0.1	-1.8	0.4	-1.6	3.4	3.4	1.8	3.7	5.2	
Value of merchandise exports (1)	* Nov 2015							-31.9	-35.4	13.6	
CFIB Business Barometer ®	* Dec 2015	8.4	-8.0	5.6	18.6	12.7	-12.4	1.4	-12.4	-1.4	
PRICES											
Consumer Price Index (1)	Nov 2015	-0.3	0.1	-0.3	-1.1	2.9	0.3	1.1	0.4	2.0	
Average Hourly Earnings (1)	* Dec 2015							-1.3	-2.6	3.6	
Price of New Housing inc. Land (1)	Oct 2015	0.0	0.0	0.0	0.7	0.2	0.2	0.4	0.2	1.0	
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	2.4	-4.9	-1.2	-3.0	-0.4	-3.0	-0.1	-2.8	0.7	
LABOR MARKET											
Job creation (000)	* Dec 2015	-2.7	0.2	-0.6	-1.0	-0.7	-0.4	-4.3	-4.3	-6.2	
Unemployment	* Dec 2015	14.4	13.0	13.0	13.5	12.9	12.8	11.8	12.8	12.0	
Participation rate	* Dec 2015	61.4	61.1	61.1	61.2	61.2	61.1	60.6	61.1	61.0	
PRINCE EDWARD ISLAND											
DOMESTIC DEMAND AND REVENUE											
Retail Sales	Oct 2015	-0.3	0.5	0.9	2.9	11.3	2.1	4.2	1.8	3.3	
Manufacturing Shipments	Oct 2015	7.0	-1.6	-2.8	11.7	3.3	2.9	0.4	1.8	12.0	
Housing Starts (000) (2)	Nov 2015	0.6	1.3	0.8	0.9	0.7	0.6	0.5	0.6	0.5	
Number of existing homes sold (MLS)	* Nov 2015	-9.1	28.9	-16.3	-4.4	57.5	16.0	38.9	17.3	-3.4	
Wages and Salaries	Sept 2015	2.0	-1.0	0.7	1.9	5.1	2.4	4.7	2.5	2.1	
Value of merchandise exports (1)	* Nov 2015							15.6	16.5	20.0	
CFIB Business Barometer ®	* Dec 2015	-3.2	6.4	-1.0	-23.4	-17.0	13.2	-7.1	13.2	8.7	
PRICES											
Consumer Price Index (1)	Nov 2015	0.2	0.0	-0.5	-2.4	2.0	-0.7	0.2	-0.7	1.8	
Average Hourly Earnings (1)	* Dec 2015							2.4	1.0	2.3	
Price of New Housing inc. Land (1)	Oct 2015	0.0	-1.1	-0.1	-3.5	0.6	-0.2	-0.1	0.1	-1.0	
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	2.8	11.7	-7.5	-11.5	-5.6	0.3	-7.0	-0.8	5.8	
LABOR MARKET											
Job creation (000)	* Dec 2015	-0.6	-0.9	0.7	-0.3	0.0	0.0	-0.2	-0.2	-0.4	
Unemployment	* Dec 2015	9.7	10.4	9.9	10.0	10.3	10.5	11.1	10.5	10.5	
Participation rate	* Dec 2015	66.6	67.6	68.2	67.5	67.3	67.7	68.1	67.7	68.5	

Sources: Datastream and Canadian Real estate Association

* Update (1) Not Seasonally Adjusted (2) Annual Rate (3) Compared to same period of the preceding year, unless otherwise stated

Annex - Economic tables

TABLE 4 - PROVINCIAL ECONOMIC INDICATORS (Continues from page A4)

January 8, 2016											
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (3)		
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.	
		3 Mos.	6 Mos.	12 Mos.							
NOVA SCOTIA											
<u>DOMESTIC DEMAND AND REVENUE</u>											
Retail Sales	Oct 2015	-1.3	1.1	-1.6	-4.0	11.4	-0.3	0.8	-0.6	2.5	
Manufacturing Shipments	Oct 2015	-0.3	1.5	0.6	15.2	14.3	6.3	7.6	5.8	-27.0	
Housing Starts (000) (2)	Nov 2015	3.2	2.9	5.2	3.8	4.7	4.1	3.6	4.2	3.0	
Number of existing homes sold (MLS)	* Nov 2015	3.6	-10.0	44.1	223.7	1.9	-4.9	5.7	-5.2	-3.8	
Wages and Salaries	Sept 2015	0.3	0.0	0.3	2.8	3.1	1.9	3.4	2.0	2.8	
Value of merchandise exports (1)	* Nov 2015						-0.9	19.8	-0.4	28.9	
CFIB Business Barometer ®	* Dec 2015	5.1	-0.7	6.8	31.0	5.1	10.8	19.0	10.8	1.0	
<u>PRICES</u>											
Consumer Price Index (1)	Nov 2015	-0.5	0.2	-0.4	-1.8	1.9	0.4	0.5	0.4	1.9	
Average Hourly Earnings (1)	* Dec 2015						0.6	-2.1	0.6	3.6	
Price of New Housing inc. Land (1)	Oct 2015	0.1	0.0	0.0	0.1	0.9	0.7	0.8	0.8	0.3	
<u>LABOR MARKET</u>											
Job creation (000)	* Dec 2015	-3.0	-2.3	0.0	-1.8	-0.1	-0.4	-5.2	-5.2	3.5	
Unemployment	* Dec 2015	8.6	8.6	7.8	8.3	8.4	8.6	8.4	8.6	8.9	
Participation rate	* Dec 2015	62.0	62.4	62.2	62.2	62.3	62.4	62.8	62.4	62.7	
NEW BRUNSWICK											
<u>DOMESTIC DEMAND AND REVENUE</u>											
Retail Sales	Oct 2015	1.2	-0.4	0.3	3.8	10.5	2.9	5.5	2.7	3.8	
Manufacturing Shipments	Oct 2015	-23.9	3.9	-8.9	-46.9	-8.2	-8.3	-16.8	-8.0	-5.9	
Housing Starts (000) (2)	Nov 2015	2.7	2.1	2.9	2.6	2.5	1.9	2.4	2.0	2.4	
Number of existing homes sold (MLS)	* Nov 2015	-1.1	4.0	-7.4	-9.8	13.9	5.4	11.5	5.6	-0.5	
Wages and Salaries	Sept 2015	1.0	-0.1	1.0	3.4	3.2	2.4	3.0	2.5	1.5	
Value of merchandise exports (1)	* Nov 2015						-7.1	-37.2	-6.3	-9.6	
CFIB Business Barometer ®	* Dec 2015	2.3	2.4	-3.9	-7.2	-2.5	1.8	-5.5	1.8	4.1	
<u>PRICES</u>											
Consumer Price Index (1)	Nov 2015	-0.1	0.2	-0.5	-1.5	2.2	0.5	0.7	0.5	1.6	
Average Hourly Earnings (1)	* Dec 2015						2.9	0.7	2.9	1.0	
Price of New Housing inc. Land (1)	Oct 2015	0.0	0.0	0.0	0.9	0.5	-0.3	0.2	-0.3	0.0	
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	-4.3	0.9	5.7	6.1	4.1	-1.2	-3.2	-0.9	0.1	
<u>LABOR MARKET</u>											
Job creation (000)	* Dec 2015	0.3	-3.0	4.1	0.5	0.8	0.1	1.6	1.6	-5.7	
Unemployment	* Dec 2015	8.9	8.7	9.0	8.9	9.4	9.8	10.0	9.8	9.9	
Participation rate	* Dec 2015	62.3	62.0	62.9	62.4	62.4	62.8	62.8	62.8	63.1	
MANITOBA											
<u>DOMESTIC DEMAND AND REVENUE</u>											
Retail Sales	Oct 2015	-0.5	0.6	-0.2	7.4	4.1	1.7	2.0	1.1	4.1	
Manufacturing Shipments	Oct 2015	-0.5	0.4	-0.2	2.7	-1.7	-1.3	0.3	-2.1	2.9	
Housing Starts (000) (2)	Nov 2015	4.2	6.1	8.5	6.3	6.1	5.6	4.2	5.7	6.4	
Number of existing homes sold (MLS)	* Nov 2015	5.6	-2.8	-3.1	-1.5	4.4	0.6	3.0	1.5	1.2	
Wages and Salaries	Sept 2015	0.7	-0.3	0.0	1.7	3.2	2.5	2.1	2.6	3.3	
Value of merchandise exports (1)	* Nov 2015						1.7	6.2	2.8	8.6	
CFIB Business Barometer ®	* Dec 2015	-2.5	12.3	12.3	90.3	4.7	-5.6	11.4	-5.6	2.2	
<u>PRICES</u>											
Consumer Price Index (1)	Nov 2015	-0.2	0.5	-0.3	0.9	3.0	1.2	1.8	1.2	1.9	
Average Hourly Earnings (1)	* Dec 2015						3.5	4.0	3.5	2.7	
Price of New Housing inc. Land (1)	Oct 2015	0.1	0.1	0.1	1.5	2.0	1.0	1.6	1.0	1.7	
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	3.2	-2.4	-0.3	-0.2	3.4	0.8	2.8	1.7	2.5	
<u>LABOR MARKET</u>											
Job creation (000)	* Dec 2015	-2.4	-5.4	2.8	-1.7	-0.4	0.0	0.2	0.2	14.2	
Unemployment	* Dec 2015	5.9	6.1	5.3	5.8	5.6	5.6	5.4	5.6	5.4	
Participation rate	* Dec 2015	68.0	68.3	68.4	68.1	68.1	68.3	68.3	68.3	67.8	
SASKATCHEWAN											
<u>DOMESTIC DEMAND AND REVENUE</u>											
Retail Sales	Oct 2015	-0.3	-0.6	0.8	0.6	1.0	-2.6	-3.0	-3.4	5.3	
Manufacturing Shipments	Oct 2015	1.3	-3.1	0.5	-2.2	-9.4	-10.7	-11.1	-12.0	4.4	
Housing Starts (000) (2)	Nov 2015	7.6	4.4	3.8	5.3	5.4	5.3	7.8	5.2	8.4	
Number of existing homes sold (MLS)	* Nov 2015	5.6	-0.1	-0.6	4.0	7.5	-10.7	-3.5	-11.4	3.0	
Wages and Salaries	Sept 2015	0.4	-0.5	0.1	-2.3	0.8	2.8	0.9	2.3	4.5	
Value of merchandise exports (1)	* Nov 2015						-4.1	-3.7	-6.9	7.4	
CFIB Business Barometer ®	* Dec 2015	6.8	-9.6	-2.6	-18.7	18.4	-15.8	0.6	-15.8	-5.9	
<u>PRICES</u>											
Consumer Price Index (1)	Nov 2015	0.0	0.5	-0.5	-0.1	2.8	1.6	2.1	1.6	2.5	
Average Hourly Earnings (1)	* Dec 2015						2.5	5.3	2.5	2.8	
Price of New Housing inc. Land (1)	Oct 2015	-0.3	-0.4	-0.1	-1.4	-0.9	-0.4	-1.2	-0.6	2.2	
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	0.6	2.6	-2.6	-5.6	-0.2	-0.1	-0.8	-0.6	3.6	
<u>LABOR MARKET</u>											
Job creation (000)	* Dec 2015	-4.6	2.4	1.4	-0.3	-0.2	0.0	0.1	0.1	8.2	
Unemployment	* Dec 2015	5.5	5.5	5.6	5.5	5.3	5.0	3.7	5.0	3.8	
Participation rate	* Dec 2015	70.3	70.9	70.8	70.7	70.3	70.0	69.7	70.0	69.6	

Sources: Datastream and Canadian Real estate Association

* Update (1) Not Seasonally Adjusted (2) Annual Rate (3) Compared to same period of the preceding year, unless otherwise stated

Annex - Economic tables

TABLE 4 - PROVINCIAL ECONOMIC INDICATORS (Continues from page A5)

January 8, 2016										
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (3)	
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.
		3 Mos.	6 Mos.	12 Mos.						
ALBERTA										
DOMESTIC DEMAND AND REVENUE										
Retail Sales	Oct 2015	-0.8	-1.0	-0.1	-3.0	-2.1	-2.0	-5.8	-3.3	8.0
Manufacturing Shipments	Oct 2015	-1.9	-1.3	-2.0	-16.0	-8.4	-10.8	-18.1	-13.2	8.7
Housing Starts (000) (2)	Nov 2015	43.1	32.0	37.0	37.4	37.2	38.3	39.1	38.6	41.1
Number of existing homes sold (MLS)	* Nov 2015	0.0	0.2	-4.8	-23.3	8.0	-21.3	-25.8	-22.6	9.9
Wages and Salaries	Sept 2015	0.5	-0.8	-0.8	-6.0	-5.0	1.6	-3.2	0.4	7.4
Value of merchandise exports (1)	* Nov 2015						-20.7	-27.1	-23.7	18.2
CFIB Business Barometer ®	* Dec 2015	-11.4	3.4	6.3	-34.1	-39.1	-40.1	-50.0	-40.1	2.9
PRICES										
Consumer Price Index (1)	Nov 2015	-0.3	0.4	-0.3	0.3	3.6	1.2	2.0	1.1	2.6
Average Hourly Earnings (1)	* Dec 2015						3.4	3.3	3.4	1.6
Price of New Housing inc. Land (1)	Oct 2015	0.2	0.0	0.0	0.0	-0.7	1.4	-0.2	0.9	3.4
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	-0.5	0.7	-1.3	-6.9	-0.8	-1.9	-5.3	-2.3	5.4
LABOR MARKET										
Job creation (000)	* Dec 2015	-3.9	-14.9	-10.8	-9.9	-2.8	-1.2	-14.6	-14.6	63.1
Unemployment	* Dec 2015	7.0	7.0	6.6	6.9	6.5	6.0	4.7	6.0	4.7
Participation rate	* Dec 2015	72.7	72.9	73.1	72.9	73.0	73.0	72.8	73.0	72.7
BRITISH COLUMBIA										
DOMESTIC DEMAND AND REVENUE										
Retail Sales	Oct 2015	-0.3	0.4	1.1	4.6	6.3	6.9	6.3	6.9	5.5
Manufacturing Shipments	Oct 2015	0.1	0.5	-1.3	-0.8	-1.8	3.2	-0.6	2.6	7.1
Housing Starts (000) (2)	Nov 2015	27.1	35.0	29.3	30.5	32.1	31.0	30.2	31.0	28.1
Number of existing homes sold (MLS)	* Nov 2015	5.2	6.9	-1.2	22.9	21.2	20.3	29.2	21.3	15.8
Wages and Salaries	Sept 2015	1.0	-0.3	0.2	2.7	2.7	3.3	4.4	3.3	4.0
Value of merchandise exports	* Nov 2015	11.9	-6.8	-0.6	-11.6	2.6	-0.4	9.2	0.0	8.2
CFIB Business Barometer ®	* Dec 2015	-1.1	1.4	4.4	7.5	-15.9	-5.0	-9.0	-5.0	6.8
PRICES										
Consumer Price Index (1)	Nov 2015	0.2	-0.3	0.0	-0.1	2.8	1.0	1.7	1.0	1.0
Average Hourly Earnings (1)	* Dec 2015						2.9	2.3	2.9	0.6
Price of New Housing inc. Land (1)	Oct 2015	0.3	0.3	0.1	2.8	2.0	0.3	1.5	0.5	-1.3
Avg. Price of Existing Homes Sold (MLS)	* Nov 2015	0.9	7.4	-1.8	15.1	10.8	10.2	15.8	10.9	6.4
LABOR MARKET										
Job creation (000)	* Dec 2015	-7.9	-1.4	23.3	4.7	4.8	4.3	51.6	51.6	16.5
Unemployment	* Dec 2015	6.7	6.2	6.3	6.4	6.3	6.1	5.5	6.1	6.1
Participation rate	* Dec 2015	64.2	64.1	64.3	64.2	63.8	63.4	62.8	63.4	63.3
Sources: Datastream, Canadian Real estate Association and BCStats										
* Update (1) Not Seasonally Adjusted (2) Annual Rate (3) Compared to same period of the preceding year, unless otherwise stated										

WEEKLY ECONOMIC WATCH

Annex - Economic tables

A division of National Bank of Canada

TABLE 5 - INTERNATIONAL ECONOMIC INDICATORS										
January 8, 2016										
Growth Rates Unless Otherwise Indicated	Reference Period	Monthly Growth (%)			Annualized Growth (%)			Since 12 Mos.	Year-to-date (2)	
		Past Month	Prev. Month	Month Before	Average of the last				ref.	prec.
		3 Mos.	6 Mos.	12 Mos.	3 Mos.	6 Mos.	12 Mos.	2014	2013	2012
OECD leading index	Oct 2015	0.0	-0.1	-0.1	-1.0	-0.8	-0.3	-0.6	-0.3	0.4
JAPAN										
Consumer confidence - percentage (1)	Nov 2015	41.8	41.1	40.9	41.3	41.6	41.0	37.4	41.3	39.4
Retail Sales (1)	Nov 2015						-0.3	-1.0	-0.3	1.8
Industrial Production, Volume Index	Nov 2015	-1.0	1.4	1.1	2.6	-2.5	-0.9	-0.1	-0.8	2.5
Exports	Nov 2015	0.5	0.4	-1.5	-6.5	-3.3	5.2	-2.6	4.8	4.2
Imports	Nov 2015	-2.2	-1.2	-2.4	-15.9	-6.0	-7.1	-13.6	-7.8	6.2
Merchandise trade bal. (Billions of ¥)	Oct 2015	-491	-2,720	-1,777	-1,663	-1,402	-1,567	-8,426	-8,775	-95,490
Current account (Billions of ¥)	Oct 2015	149	78	159	129	135	125	95	1,327	92
Inflation (CPI)	Nov 2015	-0.1	0.1	-0.2	-0.6	0.5	1.0	0.3	0.8	2.8
Job offers to applicants ratio	Nov 2015	1.25	1.24	1.24	1.24	1.23	1.19	1.12	1.20	1.09
Unemployment Rate	Nov 2015	3.3	3.1	3.4	3.3	3.3	3.4	3.5	3.4	3.6
		Q3 2015	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2014	2013	2012
Gross Domestic Product (Constant Yen)		1.0	-0.5	4.4	1.8	-2.8	-7.2	-0.1	1.4	1.7
Euro-zone										
Volume Retail Sales	* Nov 2015	-0.3	-0.2	-0.1	-0.3	1.8	2.5	1.6	2.5	1.1
Industrial Production exc. Construction	Oct 2015	0.6	-0.3	-0.4	0.0	0.7	1.2	1.8	1.4	0.9
Exports	Oct 2015	0.3	0.9	-3.7	-9.4	0.7	5.2	0.9	5.3	1.7
Imports	Oct 2015	0.4	0.5	-2.1	-7.1	1.1	1.7	1.0	2.0	0.8
Merch. Trade Bal. (Millions of euros)	Oct 2015	19,852	19,906	19,249	19,669	20,557	20,418	21,133	203,979	147,785
Inflation (CPI)	* Dec 2015	0.0	-0.1	0.1	0.7	0.5	0.0	0.2	0.0	0.4
Unemployment Rate	* Nov 2015	10.5	10.6	10.7	10.6	10.7	11.0	11.5	10.9	11.6
		Q3 2015	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2013	2012	2011
Gross Domestic Product (Constant Euro)		1.2	1.6	2.2	1.5	1.2	0.2	-0.4	-0.7	0.0
UNITED KINGDOM										
Consumer Confidence (Diffusion index)	* Dec 2015	4	1	0	2	2	3	3	3	4
Retail Sales	Nov 2015	1.7	-0.4	1.8	8.5	3.9	4.8	5.0	4.8	3.9
Manufacturing, energy and mining output	Oct 2015	0.1	-0.1	0.9	2.2	2.0	1.2	1.7	1.3	1.4
Exports (1)	* Nov 2015	-1.3	-2.9	3.6	-1.9	-3.7	-2.3	-4.4	-2.3	-4.2
Imports (1)	* Nov 2015	-2.5	5.2	-3.8	-4.5	-5.4	0.5	-2.7	-0.5	-2.3
Merchandise Trade Bal. (Millions of £)	* Nov 2015	-10,642	-11,203	-8,802	-10,216	-10,321	-10,659	-10,493	-113,879	-109,671
Inflation (CPI harmonized) (1)	Nov 2015	0.0	0.3	0.1	2.1	1.7	1.1	1.2	1.1	1.7
Producer price index, manufacturing (1)	Nov 2015	-0.2	-0.1	-0.1	-2.4	-0.8	-1.6	-1.5	-1.7	0.1
House prices	* Dec 2015	1.7	0.0	1.0	7.5	9.3	8.9	10.0	8.9	8.8
Unemployment Rate (3-month mov. av.)	Oct 2015	5.2	5.3	5.4	5.3	5.4	5.5	6.0	5.5	6.5
		Q3 2015	Q2 2015	Q1 2015	Q4 2014	Q3 2014	Q2 2014	2014	2013	2012
Gross Domestic Product (Constant £)		1.8	2.2	1.5	2.7	2.6	2.7	2.9	2.2	1.2
INTEREST AND EXCHANGE RATES										
	Reference Thursday	Current Week	Prev. Week	Week Before	Average of last Thursdays			13 w. ago	26 w. ago	52 w. ago
					13 W.	26 W.	52 W.			
JAPAN										
Prime Rate	* 7 Jan 16	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
3-month Financing Bill Rate	* 7 Jan 16	-0.02	-0.04	-0.04	-0.03	-0.02	-0.01	-0.01	-0.08	0.00
- Spread with U.S.	* 7 Jan 16	-0.22	-0.20	-0.24	-0.17	-0.10	-0.06	0.01	-0.11	-0.03
Yield on 10-year Gov't Bonds	* 7 Jan 16	0.25	0.25	0.26	0.29	0.34	0.36	0.33	0.45	0.29
- Spread with U.S.	* 7 Jan 16	-1.90	-2.02	-1.98	-1.92	-1.86	-1.78	-1.77	-1.87	-1.73
Exchange Rate (¥/U.S.\$)	* 7 Jan 16	117.7	120.3	120.4	121.2	121.6	121.0	119.9	121.3	119.7
Euro Zone										
3-month Treasury Bills	* 7 Jan 16	-0.14	-0.13	-0.13	-0.10	-0.07	-0.03	-0.05	-0.01	0.05
- Spread with U.S.	* 7 Jan 16	-0.34	-0.29	-0.33	-0.24	-0.15	-0.08	-0.04	-0.04	0.02
Exchange Rate (U.S.\$/Euro)	* 7 Jan 16	1.09	1.09	1.10	1.09	1.10	1.11	1.13	1.10	1.18
(Yen/Euro)	* 7 Jan 16	127.74	131.07	131.83	132.10	133.96	134.03	134.92	134.30	141.00
(Euro / £)	* 7 Jan 16	1.34	1.36	1.36	1.39	1.39	1.38	1.36	1.39	1.28
UNITED KINGDOM										
3-month Treasury Bills (tender)	* 7 Jan 16	0.47	0.47	0.47	0.48	0.47	0.45	0.46	0.49	0.45
- Spread with U.S.	* 7 Jan 16	0.27	0.31	0.27	0.34	0.39	0.39	0.47	0.46	0.42
Yield on 30-year Gov't Bonds	* 7 Jan 16	2.57	2.67	2.64	2.61	2.59	2.55	2.57	2.70	2.38
- Spread with U.S.	* 7 Jan 16	-0.36	-0.35	-0.32	-0.37	-0.36	-0.31	-0.37	-0.41	-0.22
Exchange Rate (U.S.\$ / £)	* 7 Jan 16	1.46	1.47	1.49	1.51	1.53	1.53	1.53	1.54	1.51
STOCK INDICES										
	Reference	Monthly Growth (%)			Growth Over (%)			Since beginning of year		
		Level	Month	Month	Before	3 Months	6 Months	1 Year	ref.	prec.
MSCI Eafe	* Jan 2016	228	-1.3	-0.4	9.4	7.6	-6.0	-2.6	-1.3	-3.1

* Update (1) Not Seasonally Adjusted

(2) Compared to same period of the preceding year, unless otherwise stated

Source: Datastream

WEEKLY ECONOMIC WATCH

Annex - Economic tables

A division of National Bank of Canada

TABLE 6 - COMMODITY PRICES									
January 8, 2016									
	<u>Spot Price</u>		<u>Weekly Growth (%)</u>			<u>Annualized Growth (%)</u>			<u>Last Year</u>
	<u>Jan 7</u>	<u>Dec 31</u>	<u>Last Week</u>	<u>Prev. Week</u>	<u>Week Before</u>	<u>For the Last</u>			
						<u>13 W.</u>	<u>26 W.</u>	<u>52 W.</u>	
<u>INDICES THOMSON-REUTERS</u>									
Total	372.3	379.3	-1.9	0.4	2.6	-27.0	-22.3	-16.8	447.4
Energy	305.2	317.2	-3.8	2.7	4.8	-68.9	-50.0	-27.0	418.3
Grain	284.2	284.6	-0.2	-0.7	-2.1	-23.7	-31.0	-15.2	335.2
Industrials	324.4	337.2	-3.8	0.0	2.4	-24.0	-25.1	-13.7	376.1
Livestock & Meat	359.1	358.8	0.1	0.7	7.6	-12.8	-11.9	-17.5	435.0
Precious Metals	694.7	679.7	2.2	-1.5	4.0	-24.6	-16.3	-16.8	835.0
<u>PRECIOUS METALS</u>									
Gold (\$/ounce) (AM fixing London)	1096.00	1062.25	3.2	-0.9	0.6	-15.5	-11.1	-9.2	1206.50
Platinum (\$/ounce) (AM fixing London)	869.0	872.0	-0.3	-0.2	1.4	-24.7	-29.9	-28.7	1219.0
Silver (\$/ounce) (Handy & Harman)	14.2	13.9	2.5	-3.8	5.0	-33.3	-14.9	-13.6	16.4
Palladium (\$/ounce troy)	486.0	555.0	-12.4	0.7	-3.0	-76.0	-44.8	-38.6	791.0
<u>OTHER METALS (LME)</u>									
Aluminum (\$/tonne)	1,470	1,500	-2.0	-2.1	3.1	-17.9	-21.6	-18.9	1,812
Copper (\$/tonne)	4,524	4,706	-3.9	0.3	3.2	-40.4	-35.1	-26.7	6,176
Zinc (\$/tonne)	1,492	1,593	-6.3	3.8	4.0	-32.2	-44.9	-30.5	2,148
Nickel (\$/tonne)	8,470	8,780	-3.5	2.1	0.1	-51.3	-45.3	-45.3	15,486
Lead (\$/tonne)	1,655	1,797	-7.9	2.5	8.6	-2.6	-16.3	-9.9	1,837
Uranium (UxC-Ux U308 Spot \$/pound)	34.50	34.25	0.7	1.5	-5.7	-24.4	-10.7	-2.1	35.25
<u>OTHER COMMODITIES</u>									
Oil (\$/barrel) 1-month future (West Texas Intermediate)	33.19	37.20	-10.8	-1.0	7.7	-80.0	-60.6	-31.9	48.76
Oil (Spead with WTI \$/barrel) 1st future (West Canadian select - CME)	-14.25	-13.45	5.9	1.9	-2.6	-20.7	20.2	-0.3	-14.30
Corn (¢/bushel) (Illinois #2)	343.5	350.0	-1.9	-1.3	-2.9	-27.7	-27.5	-6.8	368.5
Soy beans (¢/bushel) (Illinois #1)	861.5	863.0	-0.2	-0.4	-0.5	2.6	-29.2	-16.6	1033.0
Pork (¢/lb)	111.2	111.1	0.1	2.1	-1.7	-67.7	-15.6	-3.8	115.6
Beef (Cattle feeder index) (CME)	167.9	159.6	5.2	5.6	-2.3	-29.7	-41.9	-28.6	235.2
Woodpulp NBSK Metric ton delivered in U.S.	900	900	0.0	0.0	0.0	0.0	0.0	-3.4	932
Natural Gas (mmbtu) Henry Hub future NYMEX	2.35	2.31	1.7	51.0	-12.6	-14.0	-23.1	-19.2	2.91
Lumber 2X4	251	258	-2.8	-3.4	2.5	23.8	-24.8	-22.9	325
Iron ore (\$/metric ton)	43	44	-2.3	6.8	3.8	-64.6	-18.8	-40.6	72

All prices are in US dollars

Source: Datastream

WEEKLY ECONOMIC WATCH

ECONOMICS AND STRATEGY

Montreal Office
514-879-2529

Toronto Office
416-869-8598

Stéfane Marion
Chief Economist & Strategist
stefane.marion@nbc.ca

Paul-André Pinonnault
Senior Fixed Income Economist
paulandre.pinonnault@nbc.ca

Krishen Rangasamy
Senior Economist
krishen.rangasamy@nbc.ca

Marc Pinsonneault
Senior Economist
marc.pinsonneault@nbc.ca

Matthieu Arseneau
Senior Economist
matthieu.arseneau@nbc.ca

Angelo Katsoras
Geopolitical Associate Analyst
angelo.katsoras@nbc.ca

Warren Lovely
MD, Public Sector Research and Strategy
warren.lovely@nbc.ca

General: National Bank Financial Markets is a business undertaken by National Bank Financial Inc. (“NBF”), an indirect wholly owned subsidiary of National Bank of Canada, and a division of National Bank of Canada. • This research has been produced by NBF. National Bank of Canada is a public company listed on Canadian stock exchanges. • The particulars contained herein were obtained from sources which we believe to be reliable but are not guaranteed by us and may be incomplete. The opinions expressed are based upon our analysis and interpretation of these particulars and are not to be construed as a solicitation or offer to buy or sell the securities mentioned herein. • **Canadian Residents:** In respect of the distribution of this report in Canada, NBF accepts responsibility for its contents. To make further inquiry related to this report or effect any transaction, Canadian residents should contact their NBF Investment advisor. • **U.S. Residents:** With respect to the distribution of this report in the United States, National Bank of Canada Financial Inc. (NBCFI) is regulated by the Financial Industry Regulatory Authority (FINRA) and a member of the Securities Investor Protection Corporation (SIPC). This report has been prepared in whole or in part by, research analysts employed by non-US affiliates of NBCFI that are not registered as broker/dealers in the US. These non-US research analysts are not registered as associated persons of NBCFI and are not licensed or qualified as research analysts with FINRA or any other US regulatory authority and, accordingly, may not be subject (among other things) to FINRA restrictions regarding communications by a research analyst with the subject company, public appearances by research analysts and trading securities held a research analyst account. All of the views expressed in this research report accurately reflect the research analysts’ personal views regarding any and all of the subject securities or issuers. No part of the analysts’ compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in this research report. The analyst responsible for the production of this report certifies that the views expressed herein reflect his or her accurate personal and technical judgment at the moment of publication. Because the views of analysts may differ, members of the National Bank Financial Group may have or may in the future issue reports that are inconsistent with this report, or that reach conclusions different from those in this report. To make further inquiry related to this report, United States residents should contact their NBCFI registered representative. • **UK Residents:** In respect of the distribution of this report to UK residents, National Bank Financial Inc. has approved the contents (including, where necessary, for the purposes of Section 21(1) of the Financial Services and Markets Act 2000). National Bank Financial Inc. and/or its parent and/or any companies within or affiliates of the National Bank of Canada group and/or any of their directors, officers and employees may have or may have had interests or long or short positions in, and may at any time make purchases and/or sales as principal or agent, or may act or may have acted as market maker in the relevant securities or related financial instruments discussed in this report, or may act or have acted as investment and/or commercial banker with respect thereto. The value of investments can go down as well as up. Past performance will not necessarily be repeated in the future. The investments contained in this report are not available to retail customers. This report does not constitute or form part of any offer for sale or subscription of or solicitation of any offer to buy or subscribe for the securities described herein nor shall it or any part of it form the basis of or be relied on in connection with any contract or commitment whatsoever. This information is only for distribution to Eligible Counterparties and Professional Clients in the United Kingdom within the meaning of the rules of the Financial Conduct Authority. National Bank Financial Inc. is authorised and regulated by the Financial Conduct Authority and has its registered office at 71 Fenchurch Street, London, EC3M 4HD. National Bank Financial Inc. is not authorised by the Prudential Regulation Authority and the Financial Conduct Authority to accept deposits in the United Kingdom. • **Copyright:** This report may not be reproduced in whole or in part, or further distributed or published or referred to in any manner whatsoever, nor may the information, opinions or conclusions contained in it be referred to without in each case the prior express written consent of National Bank Financial.



**NATIONAL
BANK**

FINANCIAL MARKETS

A division of National Bank of Canada