

	Average % Change on Previous Calendar Year										Annual Total							
	Gross Domestic Product		Personal Expenditure		Machinery & Equipment Investment		Pre - Tax Corporate Profits		Industrial Production		Consumer Prices		Industrial Product Prices		Average Hourly Earnings		Housing Starts (thousand units)	
	<i>Produit Intérieur Brut</i>		<i>Dépenses de Consommation des Ménages</i>		<i>Investissement Productif</i>		<i>Bénéfices des Sociétés avant impôts</i>		<i>Production Industrielle</i>		<i>Prix à la Consommation</i>		<i>Prix des Produits Industriels</i>		<i>Rémunération Horaire Moyenne</i>		<i>Construction de Logements mises en chantier, milliers</i>	
Economic Forecasters	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009
Conf Board of Canada	2.2	3.0	4.2	3.1	10.5	6.2	7.9	6.7	na	na	1.3	1.9	-0.2	1.3	na	na	211	194
Royal Bank of Canada	1.6	2.3	4.3	3.1	8.3	5.5	1.4	3.4	na	na	1.4	1.9	na	na	na	na	216	184
Scotia Economics	1.3	1.7	4.1	2.3	6.4	3.4	1.5	3.0	-3.5	1.5	2.3	2.4	na	na	na	na	212	192
BMO Capital Markets	1.2	2.4	4.0	3.0	6.1	3.7	2.9	4.3	-3.5	0.6	1.9	1.9	2.5	2.0	4.2	3.8	208	200
Economap	1.2	2.3	4.0	3.1	6.8	4.0	2.5	4.0	-3.0	0.5	1.9	1.8	1.0	2.0	3.9	3.0	205	190
Informetrica	1.2	2.1	5.0	2.6	2.0	5.0	4.5	3.5	-5.1	0.5	1.9	1.8	1.9	1.5	3.8	3.0	230	185
Caisse de Depot	1.1	2.2	3.9	3.1	6.7	6.0	na	na	na	na	1.9	2.1	na	na	na	na	217	205
National Bank Financial	1.1	1.9	4.0	2.5	7.9	7.0	3.0	-4.0	na	na	2.0	2.5	na	na	na	na	210	190
Global Insight	1.1	2.3	4.4	2.9	6.7	5.9	6.4	8.2	-2.6	2.8	2.0	2.0	1.8	0.8	na	na	213	195
CIBC World Markets	1.1	2.3	4.0	2.8	7.6	6.4	5.1	7.5	na	na	2.5	3.1	na	na	na	na	230	220
Desjardins	1.0	1.8	4.8	4.5	8.7	6.8	3.1	3.2	na	na	2.2	1.3	-2.5	0.7	4.0	2.7	216	197
EDC Economics	1.0	2.1	4.2	3.2	5.2	2.5	2.7	-6.7	na	na	1.9	1.9	na	na	na	na	213	193
Toronto Dominion Bank	1.0	1.8	4.0	2.6	6.8	4.9	6.4	3.7	na	na	2.2	1.9	na	na	na	na	221	211
Merrill Lynch Canada	0.9	1.4	5.1	3.7	na	na	na	na	na	na	1.9	1.7	na	na	na	na	214	190
JP Morgan	0.8	2.3	3.6	2.5	6.5	4.9	-2.0	-1.6	-3.0	3.0	2.0	2.2	2.3	3.1	3.7	3.0	215	200
University of Toronto	0.7	2.2	3.6	2.1	7.5	5.3	5.4	3.6	na	na	2.0	2.1	na	na	na	na	212	195
Consensus (Mean)	1.2	2.1	4.2	2.9	6.9	5.2	3.6	2.8	-3.5	1.5	2.0	2.0	1.0	1.6	3.9	3.1	215	196
Last Month's Mean	1.3	2.2	4.3	3.0	8.1	5.7	1.7	4.1	-2.5	1.5	1.7	2.0	-0.4	1.7	3.8	3.2	212	196
3 Months Ago	1.5	2.3	4.1	3.0	8.6	5.9	1.2	4.4	-2.0	1.8	1.6	1.9	-0.8	1.6	3.9	3.2	208	196
High	2.2	3.0	5.1	4.5	10.5	7.0	7.9	8.2	-2.6	3.0	2.5	3.1	2.5	3.1	4.2	3.8	230	220
Low	0.7	1.4	3.6	2.1	2.0	2.5	-2.0	-6.7	-5.1	0.5	1.3	1.3	-2.5	0.7	3.7	2.7	205	184
Standard Deviation	0.3	0.4	0.4	0.6	1.9	1.3	2.5	4.2	0.9	1.2	0.3	0.4	1.8	0.8	0.2	0.4	7	9
Comparison Forecasts																		
IMF (Apr. '08)	1.3	1.9	3.5	2.3							1.6	2.0						
OECD (June '08)	1.2	2.0	4.3	3.0							1.3	1.3						

Government and Background Data

Prime Minister - Mr. Stephen Harper (Conservative). **Government** - The Conservatives lead a minority government, with 124 out of 308 seats in parliament (155 seats are needed for a clear majority). **Next Election** - By 2011 (general election). **Nominal GDP** - C\$1,446bn (2006). **Population** - 32.6mn (mid-year, 2006). **C\$/US\$ Exchange Rate** - 1.134 (average, 2006).

Quarterly Consensus Forecasts

Historical Data and Forecasts (bold italics) From Survey of June 9, 2008

	2007		2008				2009			
	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Gross Domestic Product	3.1	2.8	1.7	1.0	0.9	1.2	1.7	2.2	2.4	2.6
Personal Expenditure	4.3	5.3	5.1	4.3	3.9	2.9	2.8	2.9	2.9	3.0
Consumer Prices	2.1	2.5	1.8	1.8	2.2	2.4	2.4	1.9	1.9	2.1

Percentage Change (year-on-year).

Historical Data

* % change on previous year	2004	2005	2006	2007
Gross Domestic Product*	3.1	2.9	3.1	2.7
Personal Expenditure*	3.3	3.7	4.3	4.5
Machinery & Eqpt Investment*	9.1	13.8	10.6	7.1
Pre - Tax Corporate Profits*	17.1	11.9	5.0	5.8
Industrial Production*	1.9	1.6	-0.2	0.3
Consumer Prices*	1.8	2.2	2.0	2.2
Industrial Product Prices*	3.2	1.5	2.3	1.6
Average Hourly Earnings*	2.7	2.8	2.9	3.9
Housing Starts, '000 units	233	225	227	228
Unemployment Rate, %	7.2	6.8	6.3	6.0
Current Account, C\$ bn	29.8	26.5	20.2	13.6
Federal Govt Budget Balance, fiscal years, C\$ bn	1.5	13.2	13.8	9.4 e
3 mth Trsy Bill, % (end yr)	2.5			
10 Yr Govt Bond, % (end yr)	4.3			

e = consensus estimate based on latest survey

Year Average	Annual Total		Fiscal Years (Apr-Mar)		Rates on Survey Date				
					2.6%		3.7%		
Unemployment Rate (%)	Current Account (C\$ bn)		Federal Govt Budget Balance (C\$ bn)		3 month Treasury Bill Rate (%)		10 Year Government Bond Yield (%)		
Taux de Chômage (%)	Balance Courante (C\$ md)		Balance Budgétaire (C\$ md)		Rendement sur les Bons du Trésor de 3 mois %		Rendement des Obligations d'État de 10 ans %		
2008	2009	2008	2009	FY 08-09	FY 09-10	End Sep'08	End Jun'09	End Sep'08	End Jun'09
5.8	5.8	7.0	5.9	1.6	4.4	2.5	3.0	3.0	3.2
6.3	6.5	-2.7	-8.8	na	na	2.7	3.0	3.8	4.1
6.1	6.3	23.0	12.0	4.0	4.0	2.7	2.4	3.8	3.6
6.2	6.3	15.0	1.0	4.0	4.0	2.7	2.9	3.8	4.0
6.2	6.4	14.0	2.0	5.0	2.0	2.7	3.0	3.8	3.9
6.1	6.0	20.0	13.0	2.0	6.0	1.9	2.4	3.4	3.7
6.1	6.1	7.0	12.0	5.0	7.0	2.5	3.1	3.6	4.5
6.1	6.3	6.2	-4.3	2.0	2.0	2.4	2.6	3.7	4.0
6.1	6.2	15.2	1.4	na	na	2.8	3.1	4.1	4.0
6.2	6.2	14.6	12.1	1.5	2.0	2.4	2.8	3.6	4.0
6.1	5.9	9.7	-14.7	5.0	8.0	2.9	3.6	3.9	4.2
6.2	6.3	15.7	-18.4	na	na	2.5	2.8	3.6	3.9
6.1	6.6	na	na	na	na	2.6	2.3	3.5	3.9
6.1	6.4	-0.8	-24.2	na	na	2.5	2.3	3.5	3.6
6.4	6.8	16.0	6.0	4.5	3.0	2.6	3.3	3.6	3.8
6.2	6.3	21.8	11.8	na	na	2.4	2.9	3.5	4.3
6.1	6.3	12.1	0.5	3.5	4.2	2.5	2.8	3.6	3.9
6.1	6.2	-5.2	-7.0	2.9	4.1				
6.1	6.2	-5.5	-1.4	4.0	4.8				
6.4	6.8	23.0	13.0	5.0	8.0	2.9	3.6	4.1	4.5
5.8	5.8	-2.7	-24.2	1.5	2.0	1.9	2.3	3.0	3.2
0.1	0.2	7.6	12.1	1.5	2.1	0.2	0.4	0.3	0.3
6.1	6.3								
6.1	6.3								

Bank of Canada Increasingly Concerned About Inflation

Following a 50 basis-point interest rate cut on April 22, the Bank of Canada is now facing rising inflation readings coupled with weaker GDP growth. Headline consumer price inflation jumped from 0.4% (m-o-m) in March to 0.8% in April on the back of higher prices for energy and food. Furthermore, core inflation (stripped of volatile components) edged up slightly in m-o-m terms, bringing its y-o-y rate up to 1.5%. Our panel's forecast for headline CPI in 2008 has been upgraded this month to 2.0%. Moreover, bubbling price pressures prompted the central bank to keep rates unchanged on June 10 (after our survey date). Weakening growth fundamentals, though, remain a concern: GDP growth contracted by 0.1% (q-o-q) in the first three months of this year following 0.2% growth in Q4 2007. This was the first quarterly decline in activity since 2003 and was due in large part to cutbacks in manufacturing. The auto sector has been particularly hard hit by a strike at a major US parts supplier, which contributed to a 2.5% (m-o-m) collapse in manufacturing output in March. Meanwhile, industrial production as a whole fell by 1.4% during the month on the back of a 0.8% decline in February. Looking ahead, a 1.6% (m-o-m) contraction in manufacturing sales in March indicates that the sector is not expected to rebound any time soon. Production forecasts for 2008 have been downgraded sharply to -3.5%.

The Q1 national accounts also underscored the moderation in domestic demand. Personal expenditure growth eased from 1.8% (q-o-q) in Q4 to 0.8% while machinery and equipment investment decelerated from a massive 3.3% gain in the previous quarter to only 0.3% growth. Spending and investment forecasts have consequently faltered.

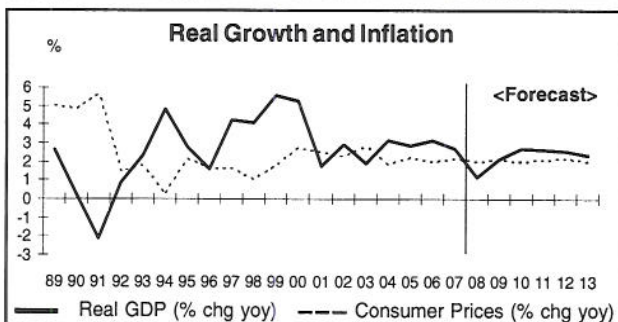
Likelihood of a Bank of Canada Interest Rate Change

Our panel's estimated average probability of a change in the overnight lending rate (3.0% on survey date) at or before the next key policy meeting (July 15, 2008) is:

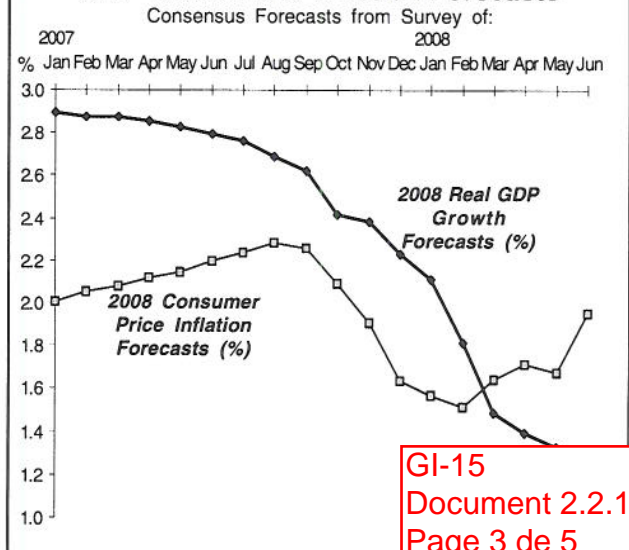
INCREASE	NO CHANGE	DECREASE	
2.0	+ 52.4	+ 45.6	= 100 %
Most likely rate change mentioned:			-0.25 %

Direction of Trade – 2007

Major Export Markets (% of Total)		Major Import Suppliers (% of Total)	
United States	79.1	United States	55.1
United Kingdom	2.8	China	9.4
China	2.1	Mexico	4.2
Asia (ex. Japan)	5.0	Asia (ex. Japan)	14.9
Latin America	2.5	Latin America	7.2
Middle East	0.9	Africa	2.2



GDP Growth and Inflation Forecasts



<HELP> for explanation.

Index **HP**

CLOSE/BID/YIELD

Page 1 / 1

GCAN10YR Canada Govt Bnds 10 Yr

Range ~~5/19/08~~ to ~~5/29/08~~ Period Daily

HI 3.717 ON 5/29/08
 AVE 3.622
 LOW 3.520 ON 5/20/08

DATE	YIELD	DATE	YIELD	DATE	YIELD
F 5/30	3.711	F 5/ 9	3.590		
T 5/29 H	3.717	T 5/ 8	3.644		
W 5/28	3.684	W 5/ 7	3.673		
T 5/27	3.666	T 5/ 6	3.689		
M 5/26	3.647	M 5/ 5	3.625		
F 5/23	3.632	F 5/ 2	3.609		
T 5/22	3.665	T 5/ 1	3.568		
W 5/21	3.583				
T 5/20 L	3.520				
M 5/19	3.572				
F 5/16	3.576				
T 5/15	3.560				
W 5/14	3.602				
T 5/13	3.604				
M 5/12	3.558				

Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2008 Bloomberg Finance L.P.
 6576-268-2 09-Jun-2008 15:04:08

Original: 2008-08-22

GI-15
 Document 2.2.1
 Page 4 de 5
 Requête-3665-2008

<HELP> for explanation.

Index **HP**

CLOSE/BID/YIELD

Page 1 / 1

GCAN30YR Canada Govt Bnds 30 Yr Note

Range to Period Daily

HI 4.175 ON 5/ 6/08
 AVE 4.090
 LOW 4.023 ON 5/20/08

DATE	YIELD	DATE	YIELD	DATE	YIELD
F 5/30	4.129	F 5/ 9	4.084		
T 5/29	4.144	T 5/ 8	4.137		
W 5/28	4.117	W 5/ 7	4.161		
T 5/27	4.103	T 5/ 6 H	4.175		
M 5/26	4.085	M 5/ 5	4.108		
F 5/23	4.079	F 5/ 2	4.095		
T 5/22	4.117	T 5/ 1	4.062		
W 5/21	4.058				
T 5/20 L	4.023				
M 5/19	4.041				
F 5/16	4.041				
T 5/15	4.036				
W 5/14	4.057				
T 5/13	4.071				
M 5/12	4.053				

Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000
 Copyright 2008 Bloomberg Finance L.P.
 6576-268-2 09-Jun-2008 15:04:19

Original: 2008-08-22

GI-15
 Document 2.2.1
 Page 5 de 5
 Requête-3665-2008