



Economic Update ***Mise à Jour Économique***

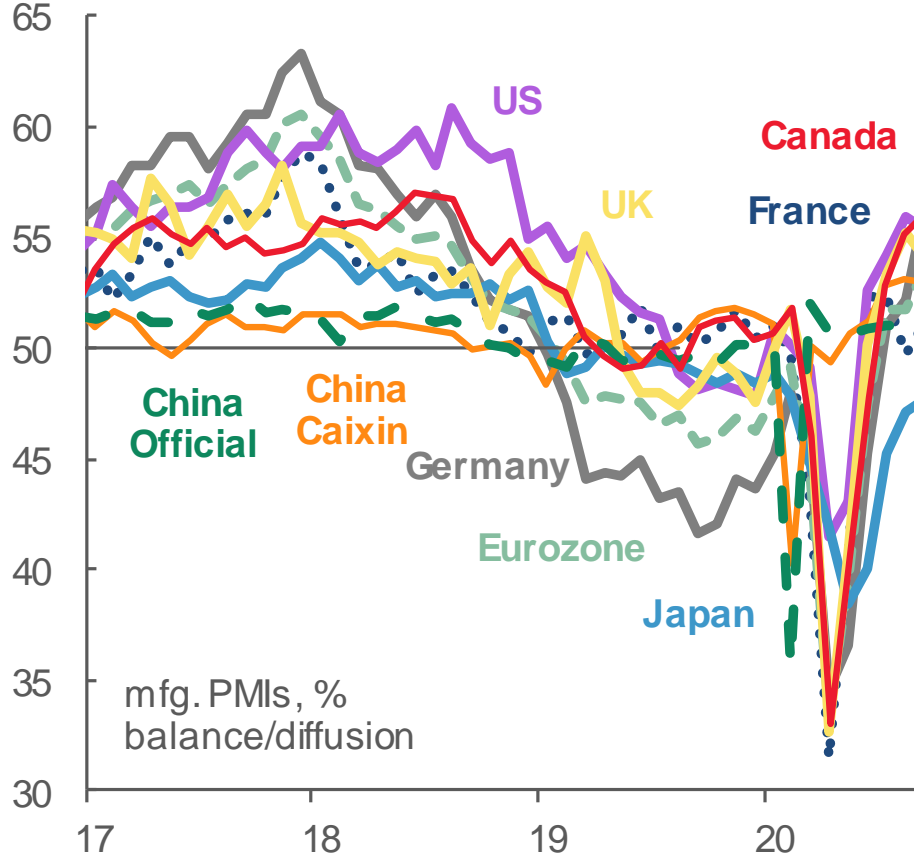
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Economiste en chef adjoint, Études économiques de la Banque Scotia
23/11/2020

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World View: Rebounds Underway Across the World

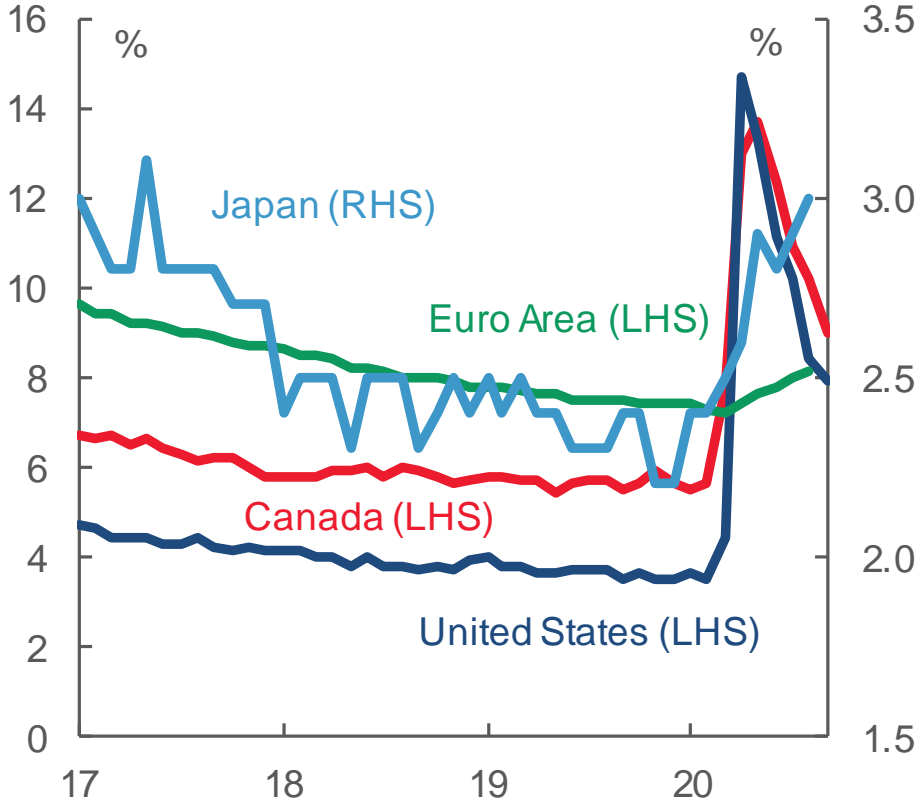
Vue globale: Des reprises économiques en cours à travers le monde

Global Manufacturing



Sources : Scotiabank Economics, Markit, ISM.

Unemployment Rates

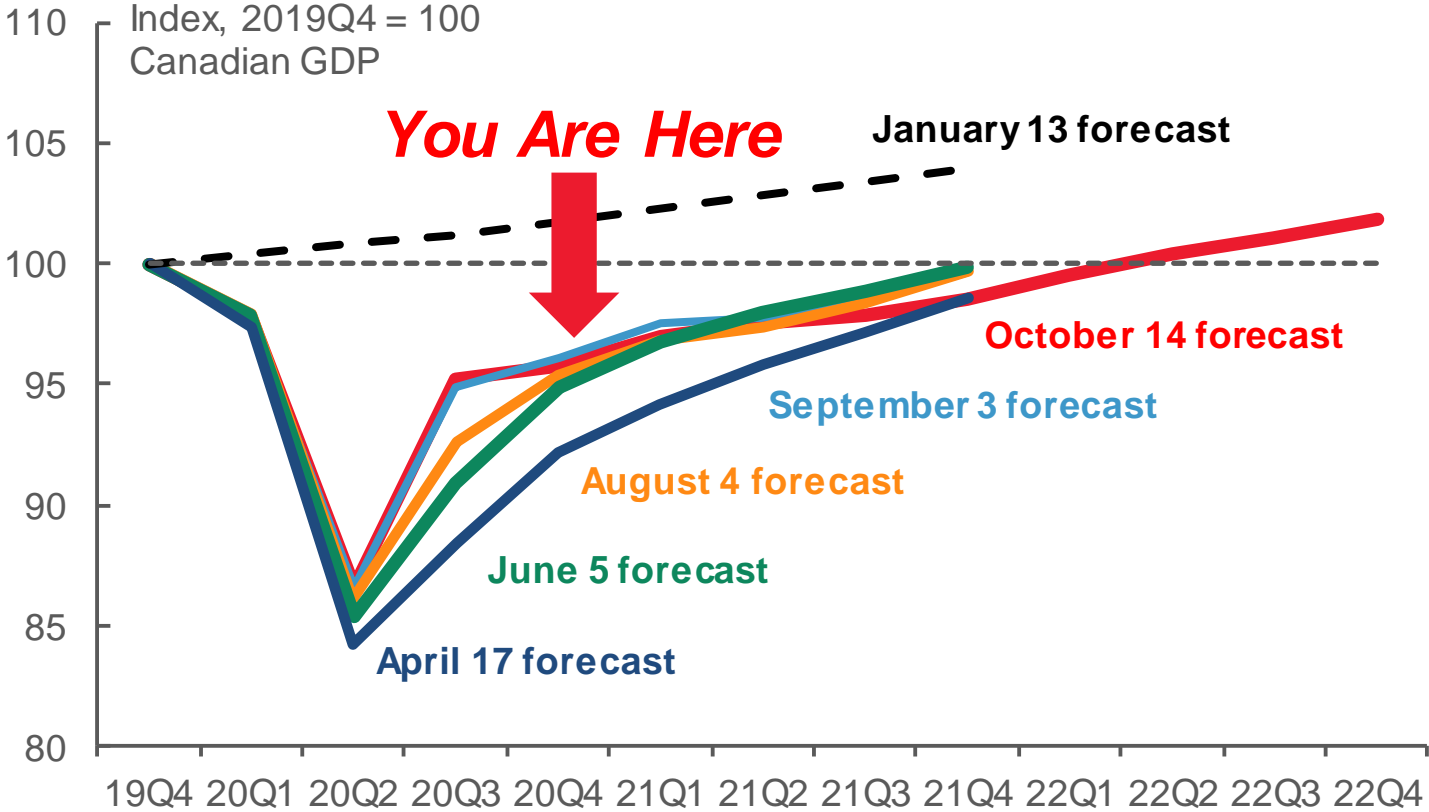


Sources : Scotiabank Economics, Haver Analytics.

Canada: Recovery A Work in Progress

le Canada: la Reprise économique—un travail en cours

Full Economic Recovery Still A Long Road Ahead



Source: Scotiabank Economics.

Canada: Recovery A Work in Progress

le Canada: la Reprise économique—un travail en cours

Canadian Unemployment Rate

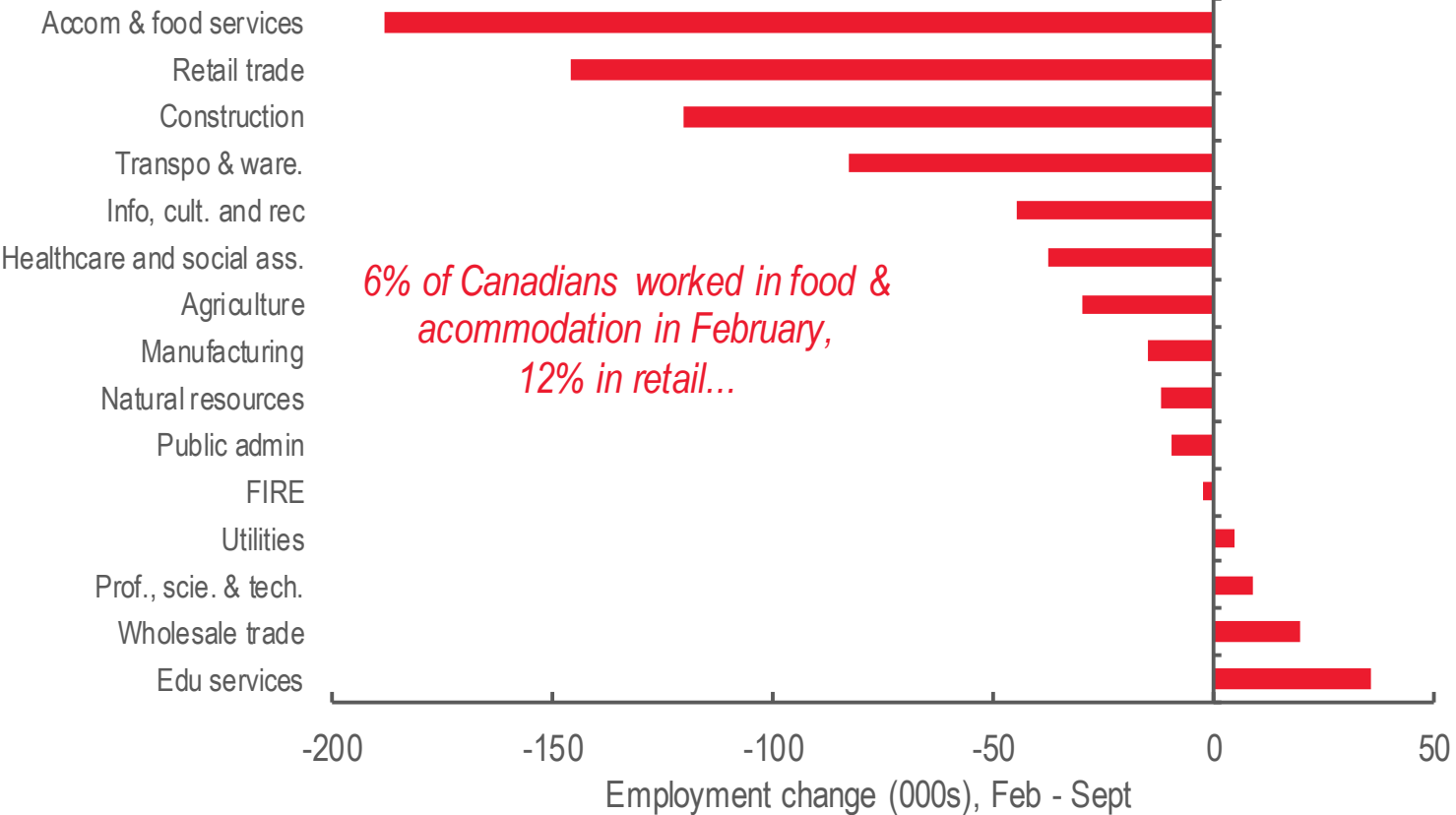


Sources: Scotiabank Economics, Statistics Canada.

Canada: Recovery A Work in Progress

le Canada: la Reprise économique—un travail en cours

Impacts Concentrated in High-Contact Sectors

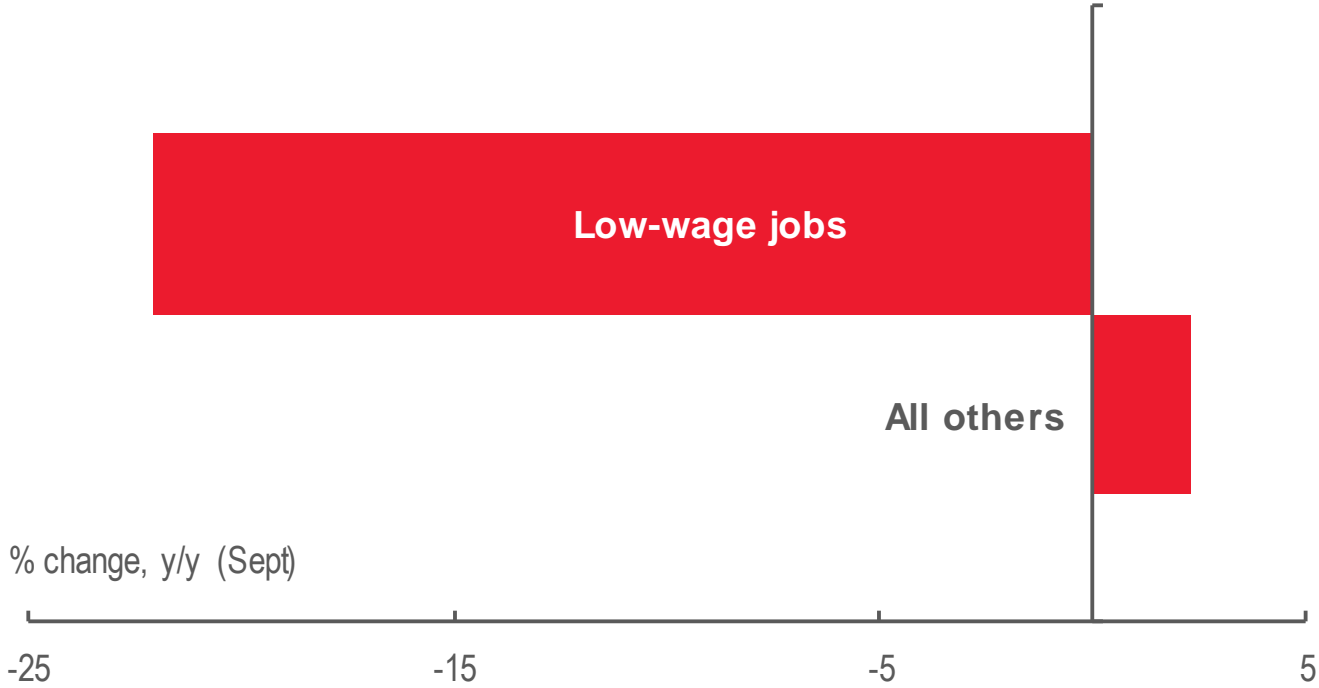


Sources: Scotiabank Economics, Statistics Canada.

Canada: Recovery A Work in Progress

le Canada: la Reprise économique—un travail en cours

Low-Wage Earners Are Bearing the Brunt of Job Losses

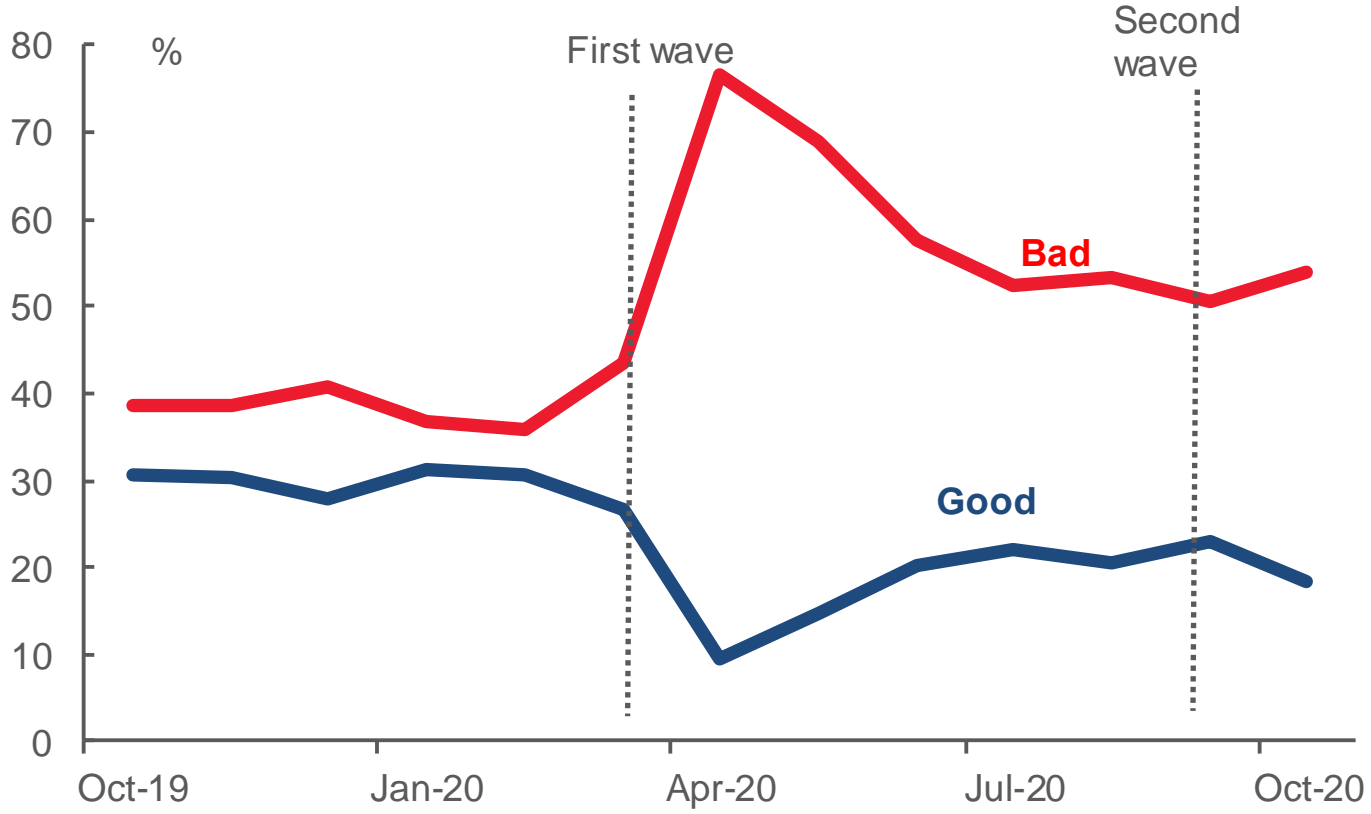


Sources: Scotiabank Economics, Statistics Canada.

Canada: Feel Good Factor Back?

le Canada: La confiance est de retour?

Is it a Good Time to Make A Major Purchase?

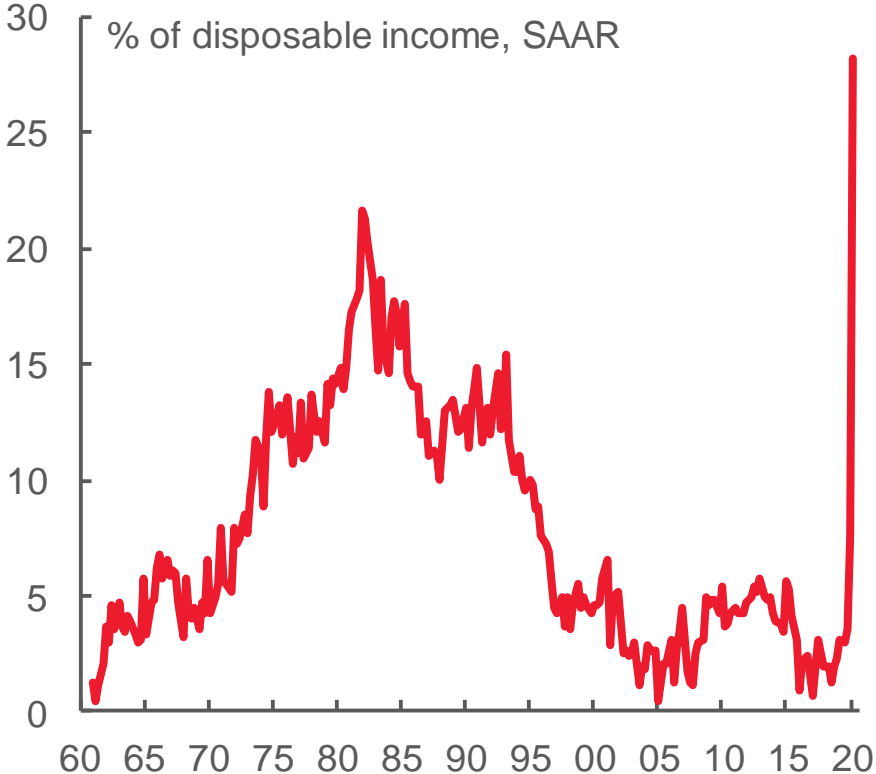


Sources: Scotiabank Economics, Conference Board of Canada.

Canada: Feel Good Factor?

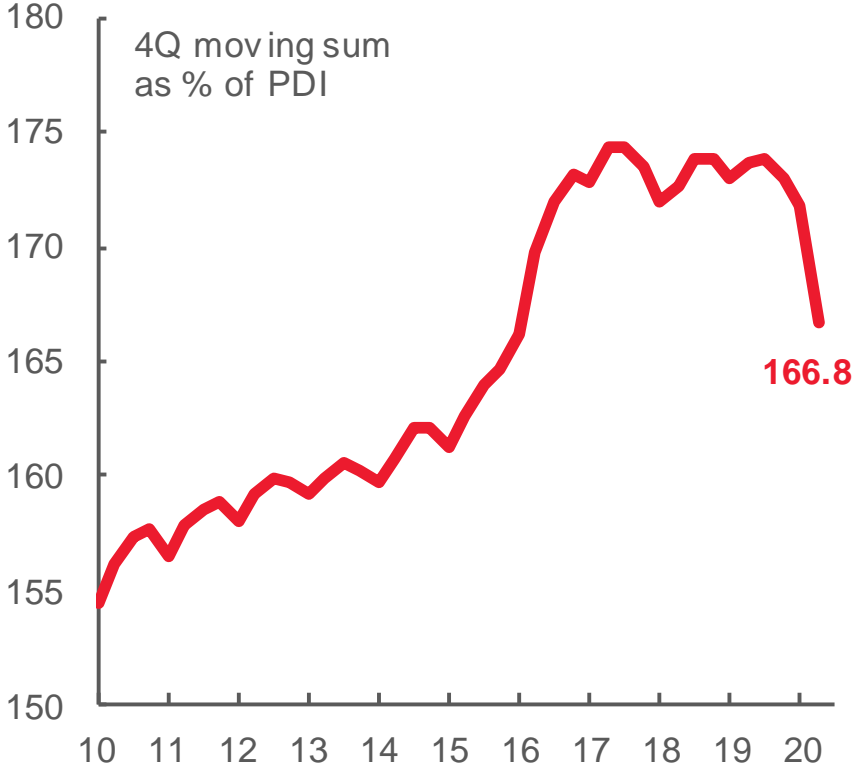
le Canada: La confiance est de retour?

Spike in Canadian Household Savings



Sources: Scotiabank Economics, Statistics Canada.

Canada: Household Debt-to-PDI



Sources: Scotiabank Economics, Statistics Canada.

Canada: Unequal Recoveries

le Canada: les Reprises économiques inégales

Some Rebounds Stronger than Others

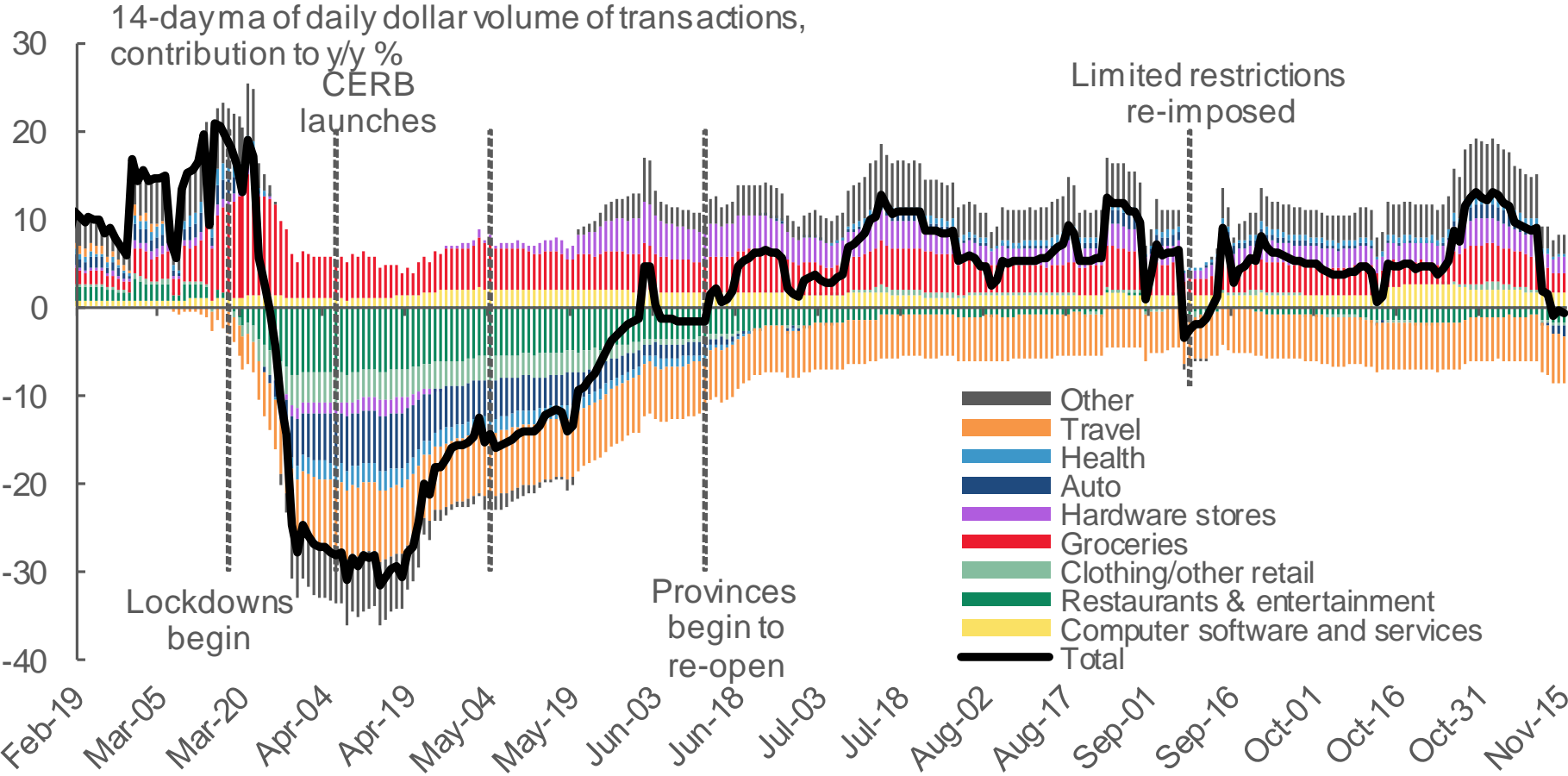


Sources: Scotiabank Economics, Bloomberg.

Canada: Unequal Recoveries

le Canada: les Reprises économiques inégales

Scotia Retail Transactions

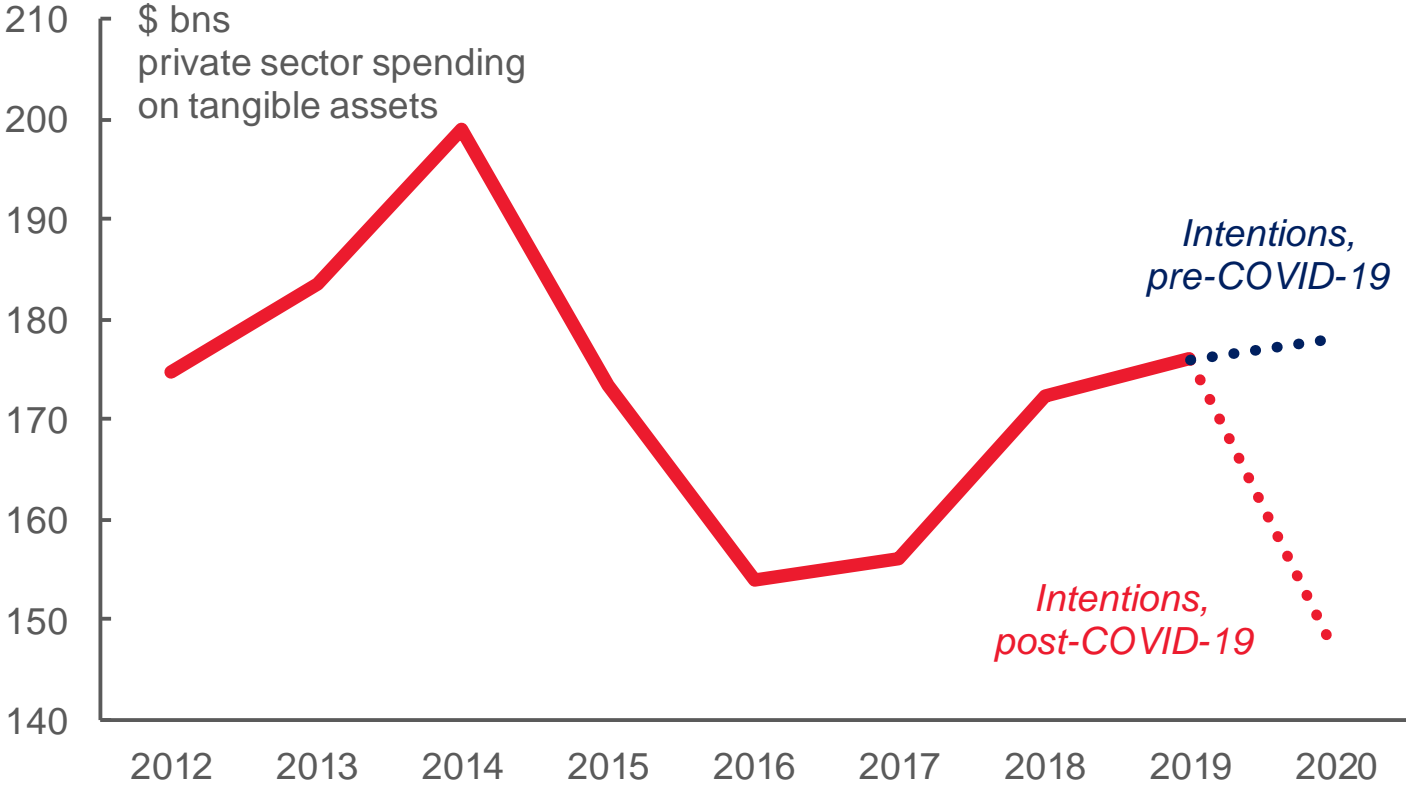


Sources: Scotiabank Economics, Customer Insights, Data & Analytics.

Canada: Unequal Recoveries

le Canada: les Reprises économiques inégales

Private Investment Set To Plunge

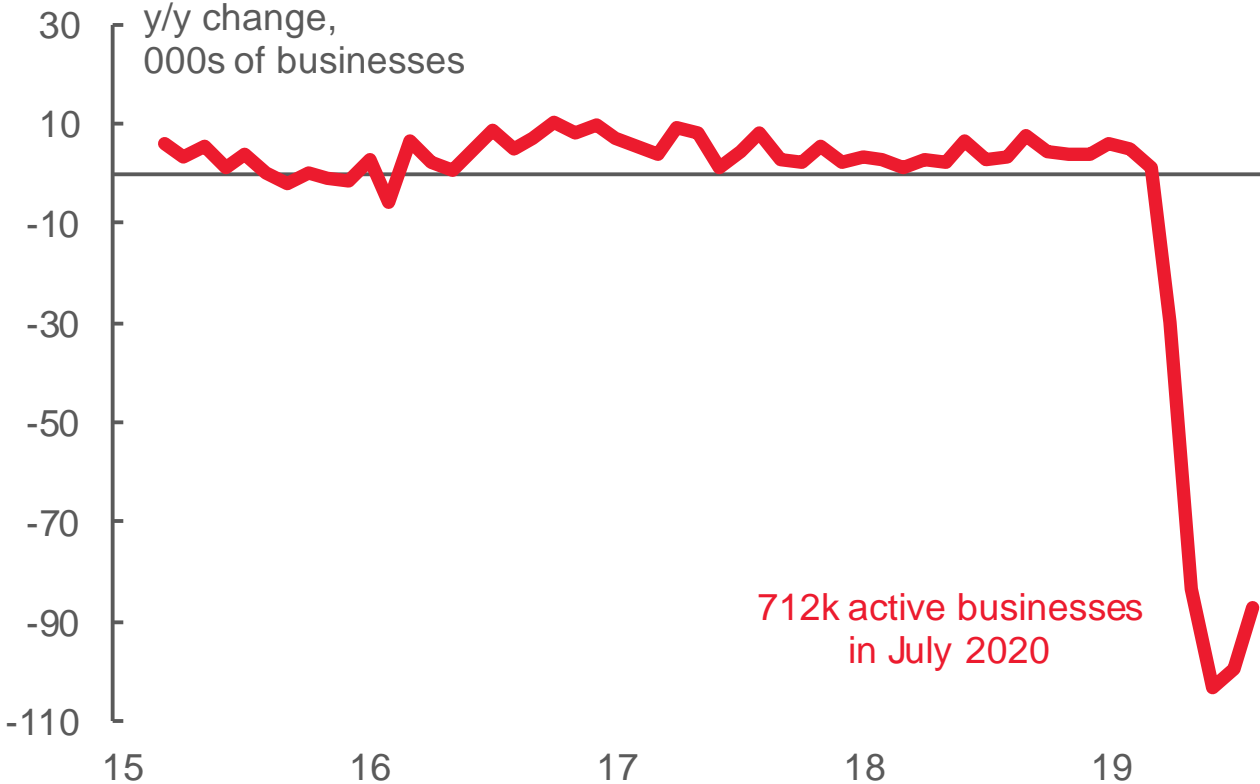


Sources: Scotiabank Economics, Statistics Canada.

Canada: Unequal Recoveries

le Canada: les Reprises économiques inégales

Active Businesses Plummet

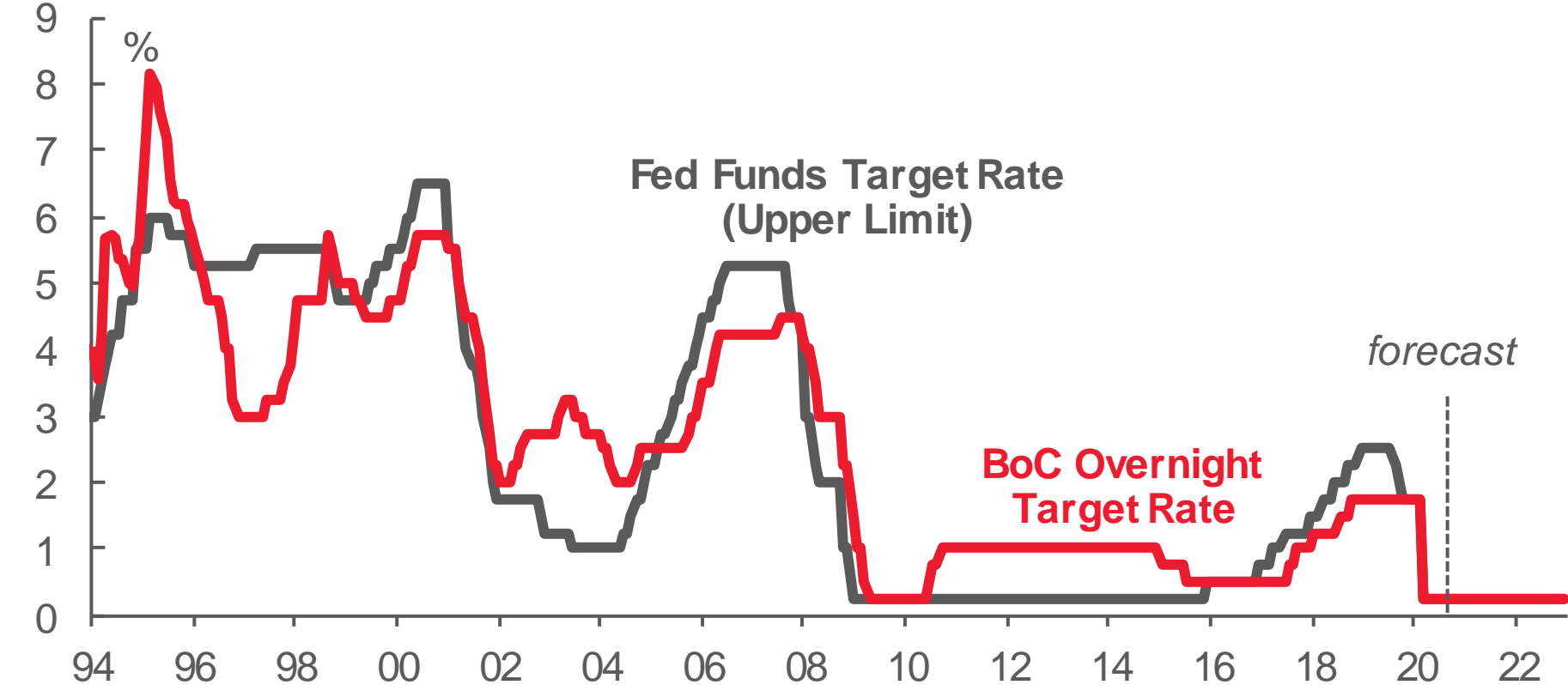


Sources: Scotiabank Economics, Statistics Canada.

Interest Rates: Fed and BoC on Hold into 2023

les Taux d'intérêts: En attente jusqu'en 2023

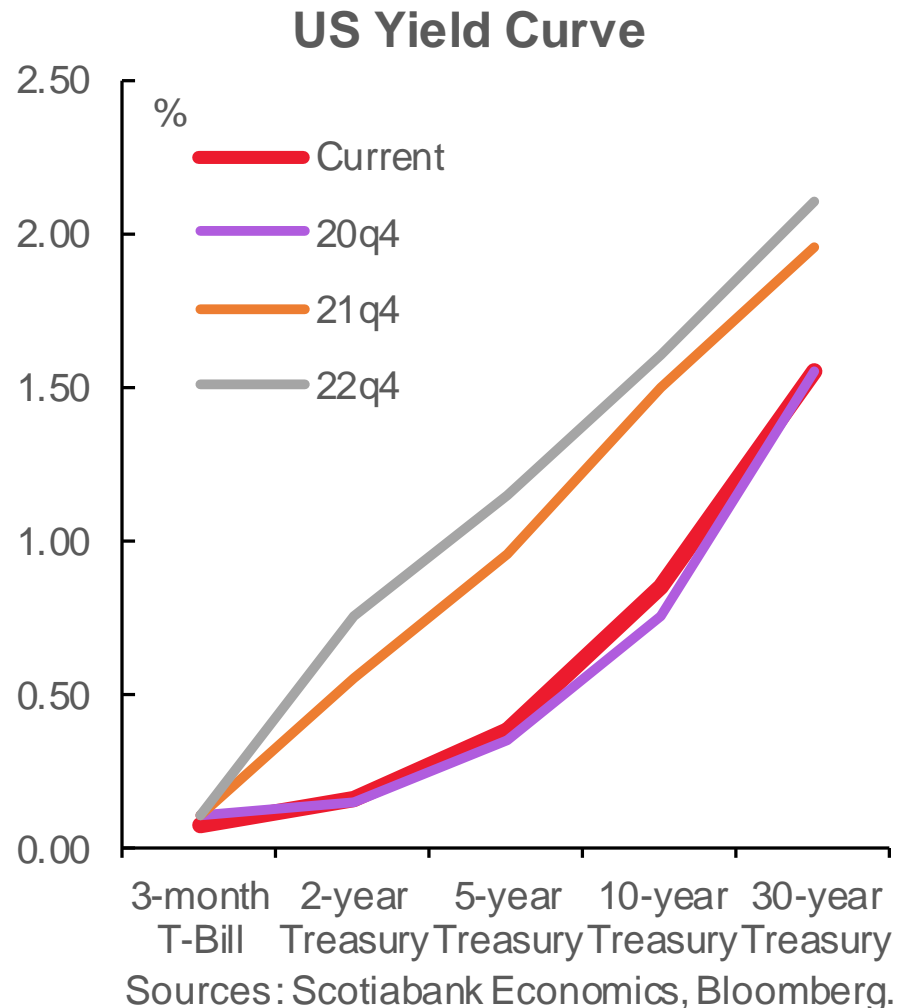
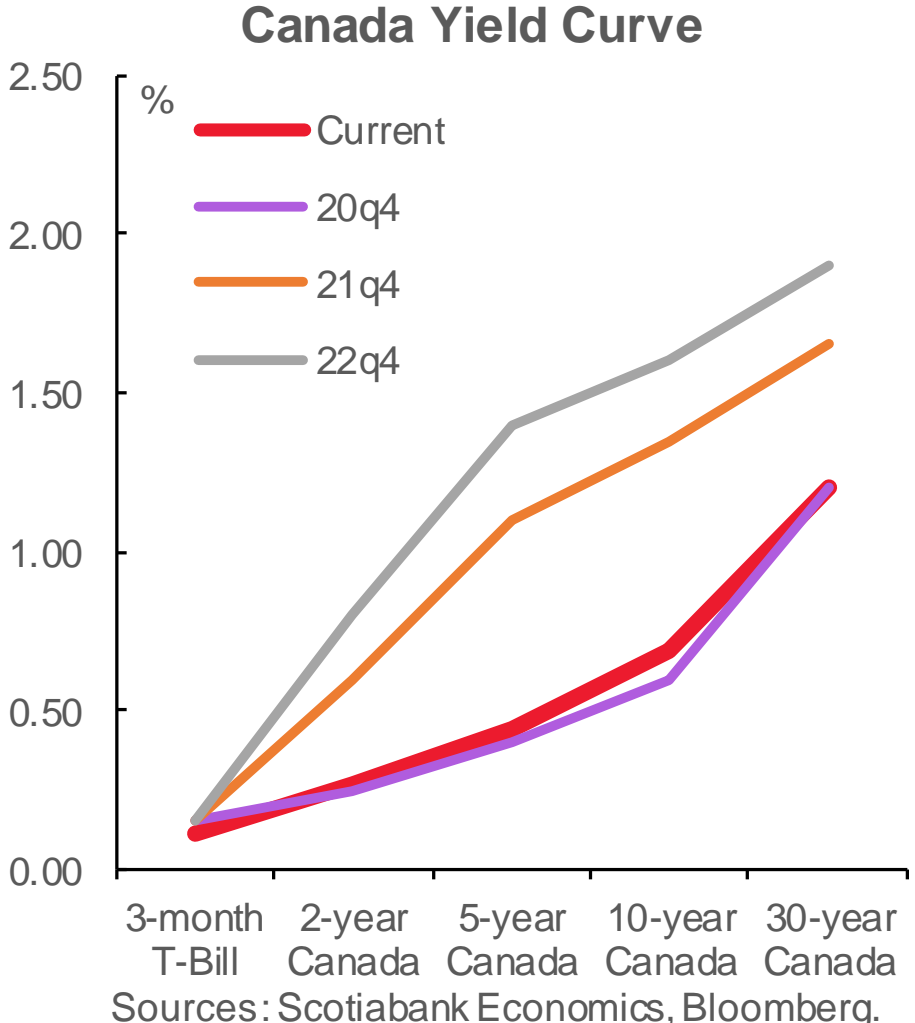
Fed & Bank of Canada Policy Rates



Sources: Scotiabank Economics, Haver Analytics.

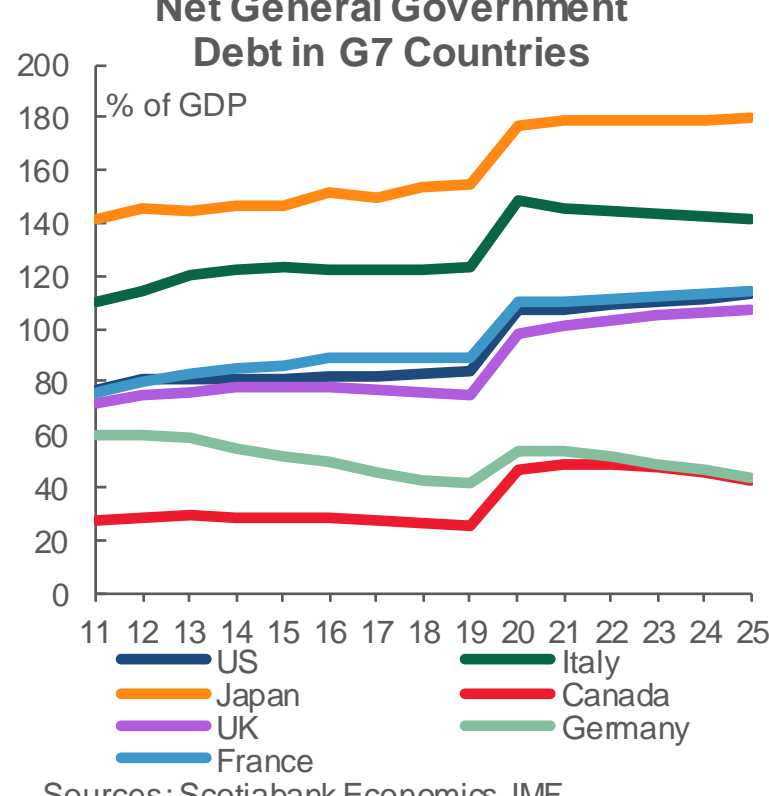
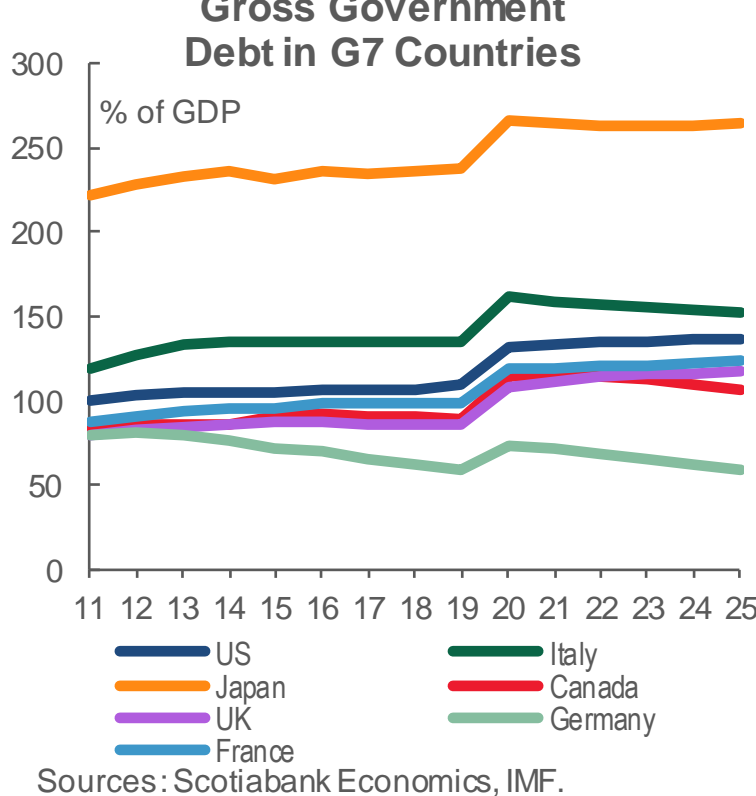
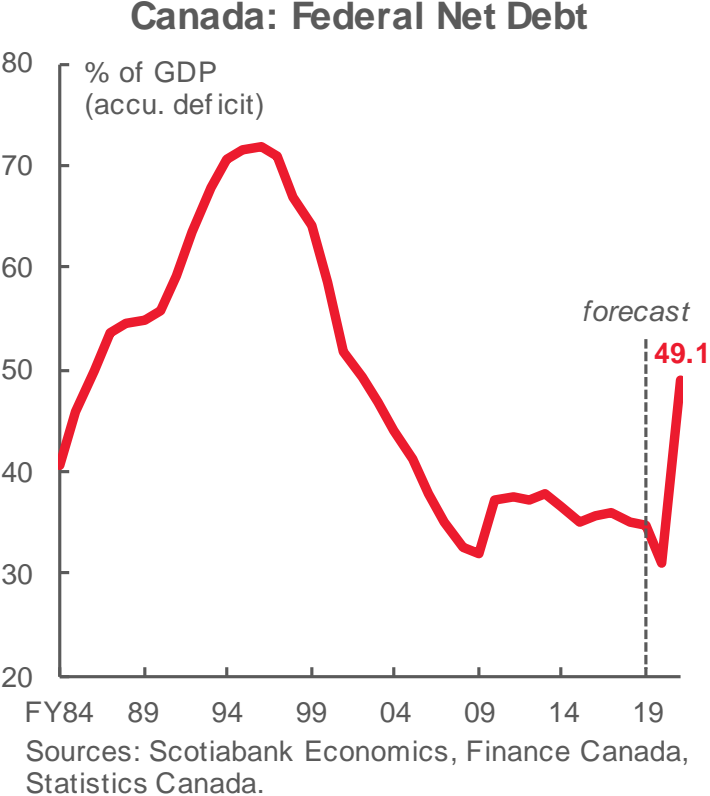
Interest Rates: Longer-Run Market Rates Set to Rise in 2021

les Taux d'Intérêts: Les taux à long terme devraient augmenter en 2021



National Debt: Still Modest Against G7 Peers

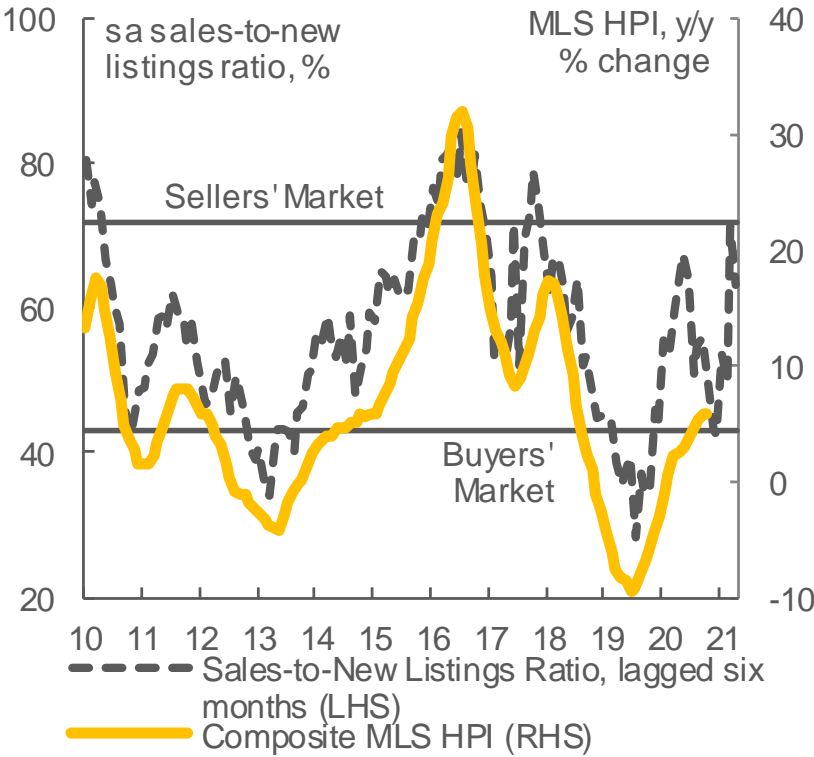
la Dette Nationale: Toujours modeste face à ses pairs



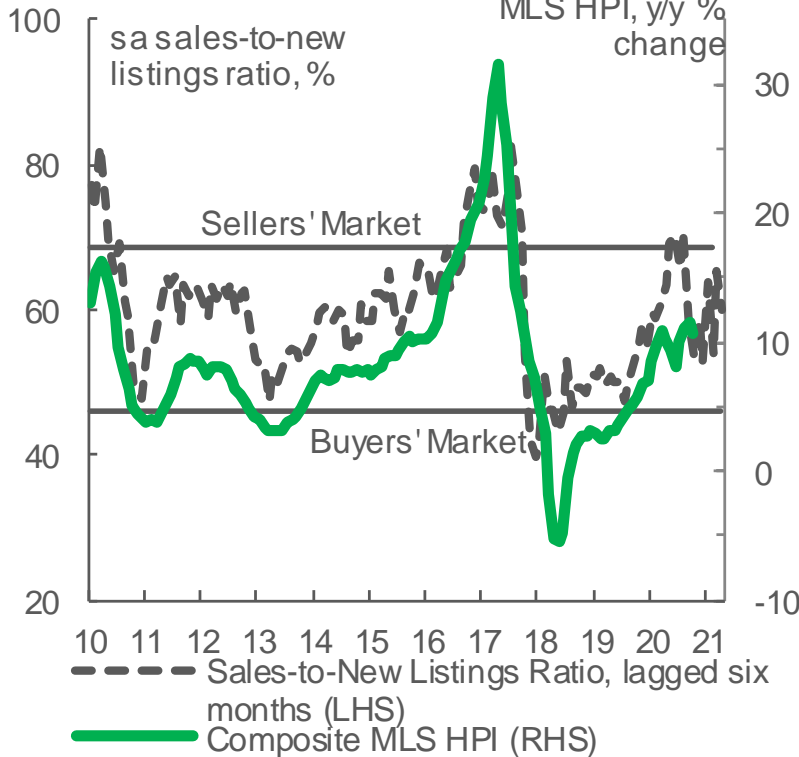
Canada: Housing is Back

le Canada: Le secteur immobilier s'enfleche

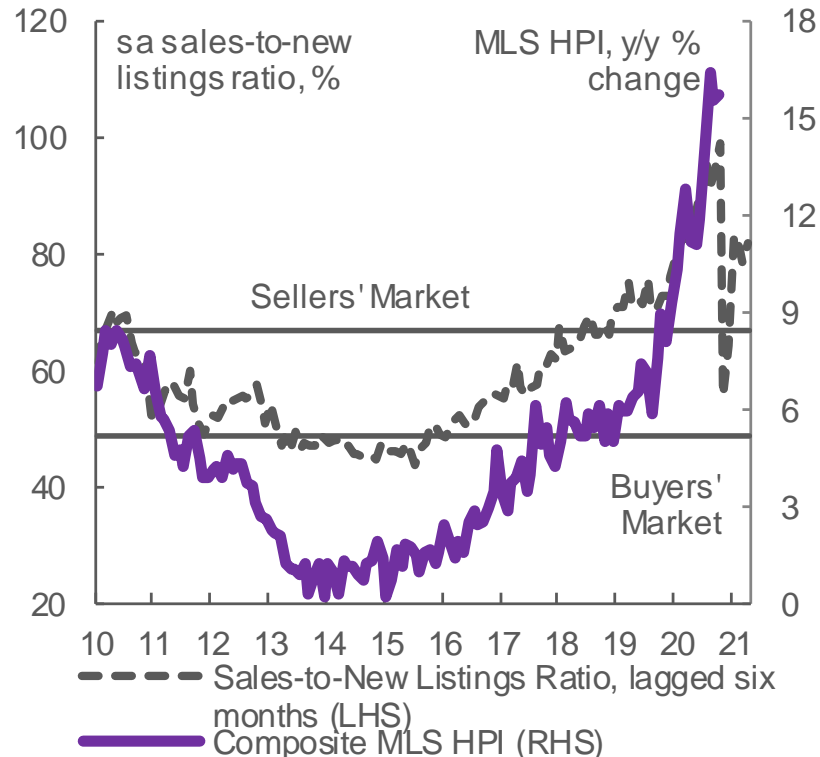
Greater Vancouver



Greater Toronto

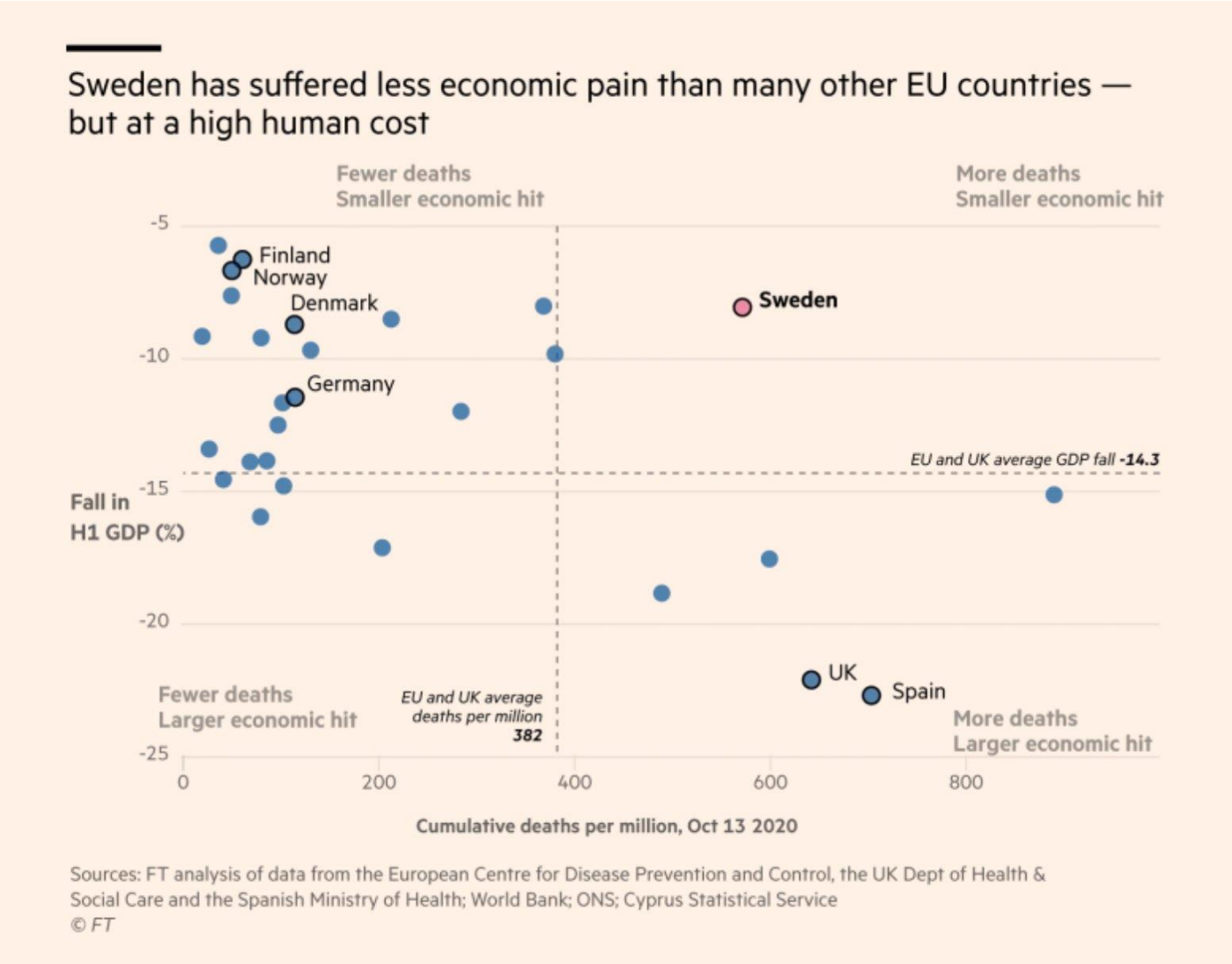


Greater Montreal



Pandemic: Public Health = Economic Health

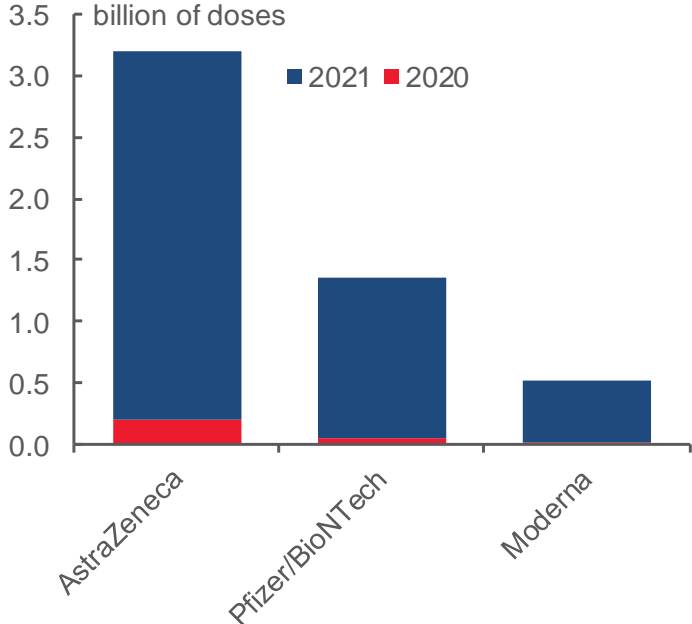
la Pandémie: la Santé publique = la Santé économique



Pandemic: Public Health = Economic Health

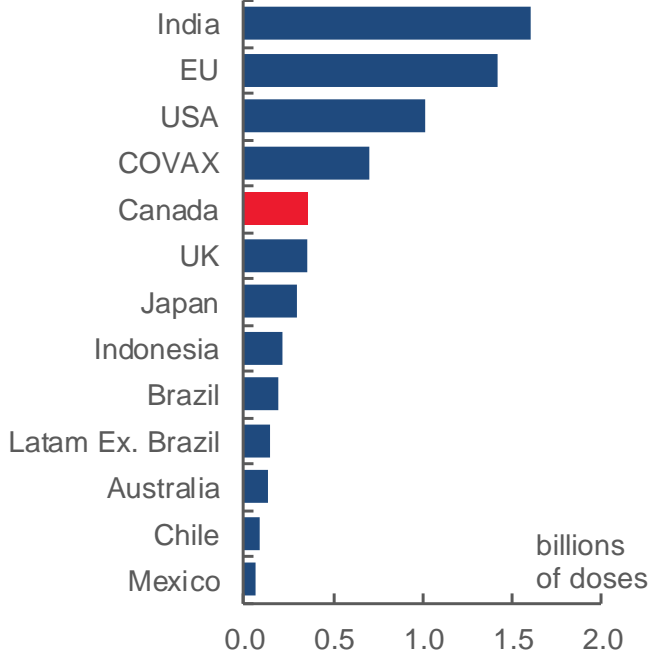
la Pandémie: la Santé publique = la Santé économique

Estimated Production of Vaccines Closest to Widespread Approval



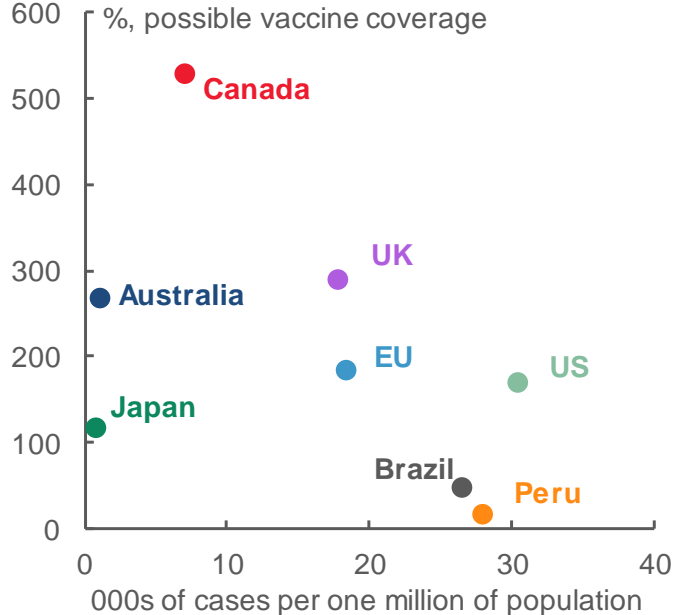
Sources: Scotiabank Economics, Various Press Releases.

COVID-19 Vaccine Advance Market Commitments by Country



Sources: Scotiabank Economics, Duke University.

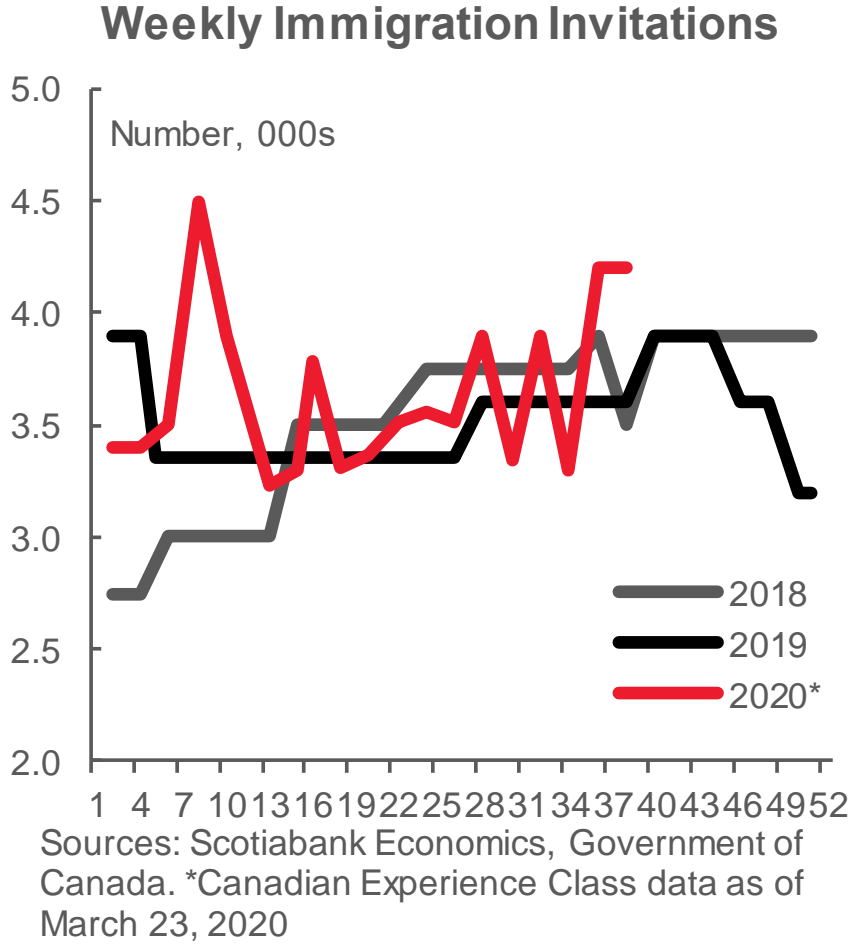
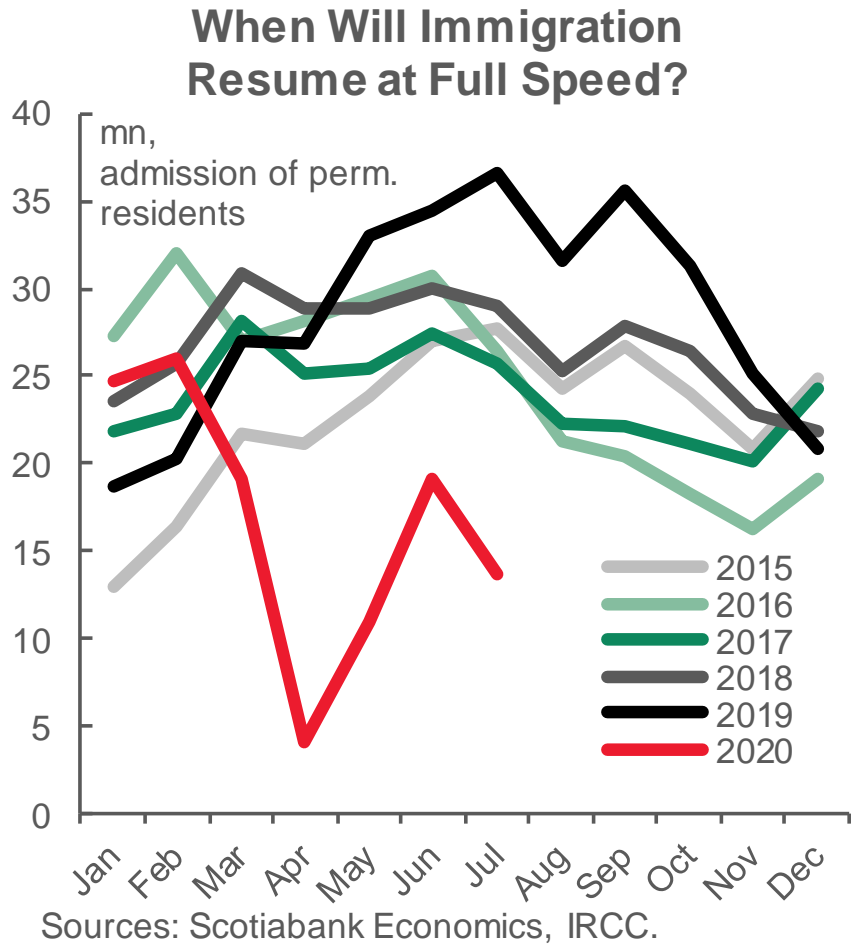
Canada Overcommits to Vaccines in Effort to Hedge Trial Risks



Sources: Scotiabank Economics, Duke University.

Immigration: Canada's Superpower

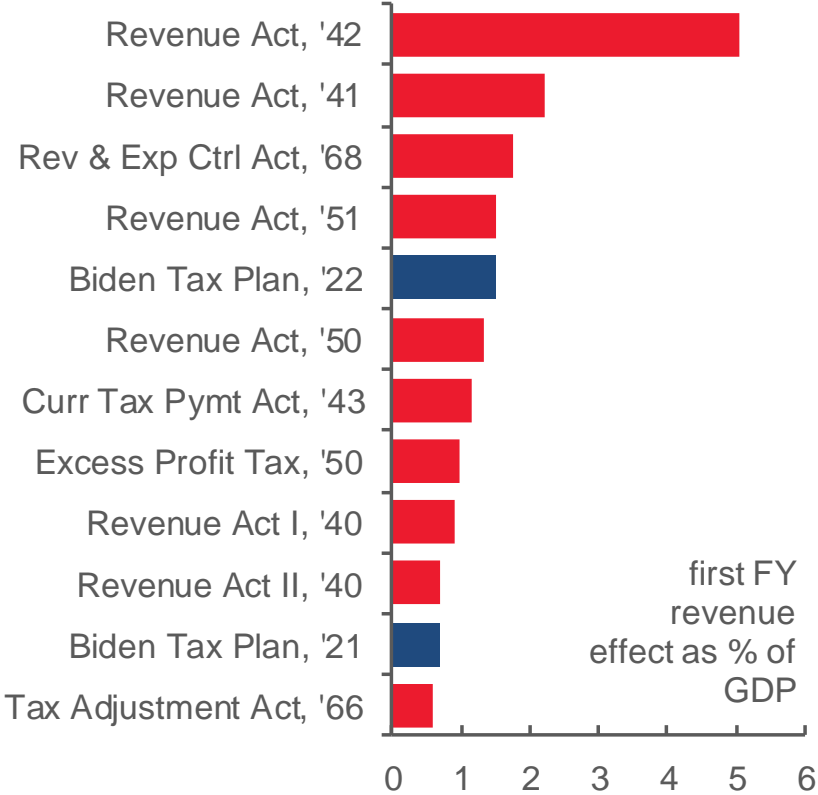
l'Immigration: la Superpuissance du Canada



Biden: Mixed Implications for Canada

Biden: des Implications diverses pour le Canada

Largest US Tax Increases Since 1940



Sources: Scotiabank Economics, Tax Foundation.

Biden Agenda

Higher taxes:

- Personal: Increase effective tax rate on 0.1% by 12.4 ppts
- Business: Raise corporate tax rate from 21% to 28%
- Offshoring tax (10%) and “Made in America tax credit (10%)”

Front-loaded spending:

- USD 1.9 tn education
- USD 1.6 tn infrastructure
- USD 550 bn paid leave
- USD 352 bn healthcare
- USD 291 bn social security

Trade:

- “Buy America”
- Carbon border adjustment
- China: more coordinated, more effective

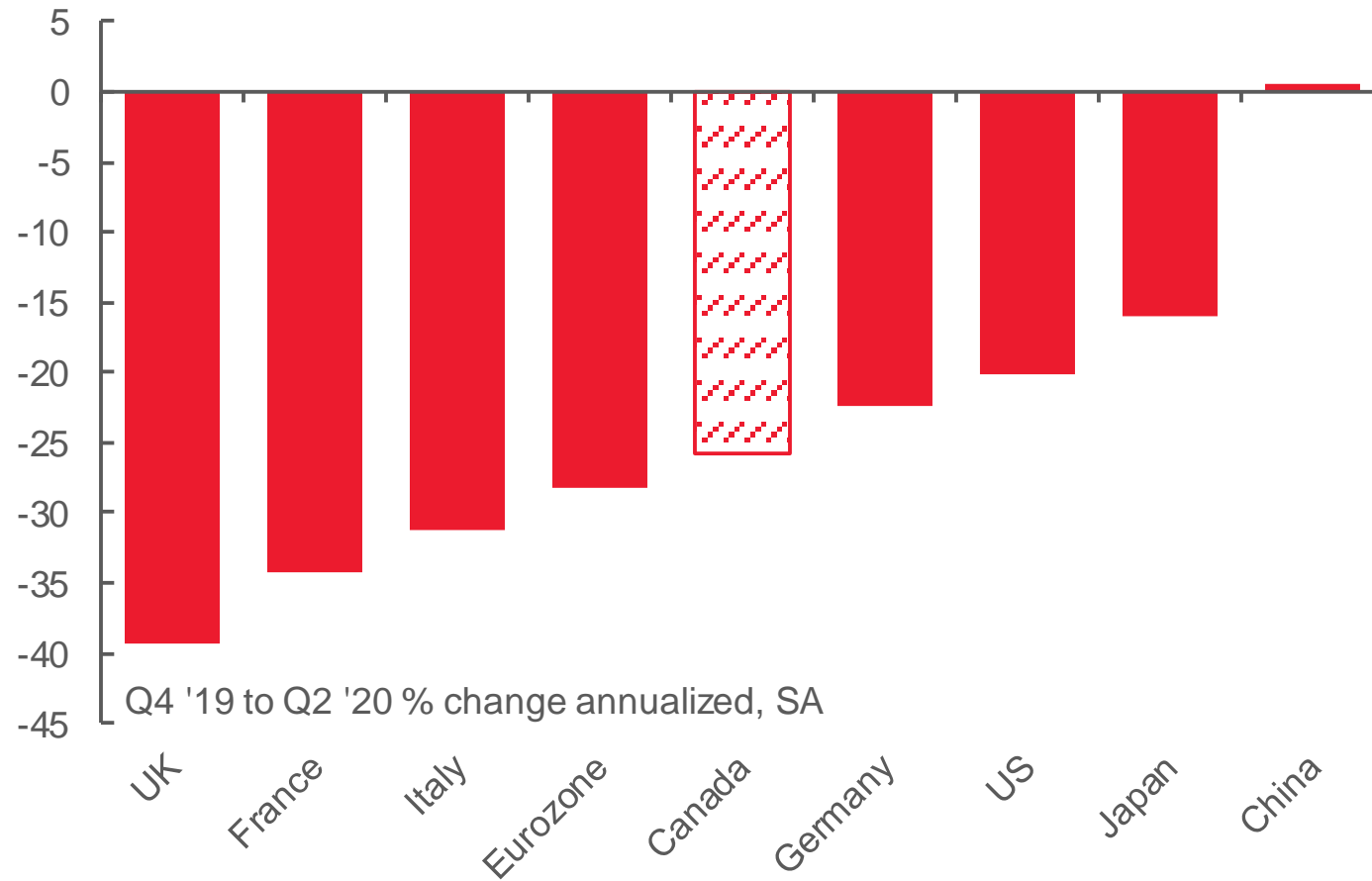
Immigration: restore to pre-Trump levels

Energy:

- Fracking limits
- Keystone XL likely continues

China: Recovered Economy la Chine: l'Économie s'est relevée

Significant GDP Contractions Around the World in 2020H1



Sources: Scotiabank Economics, Haver Analytics.

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