

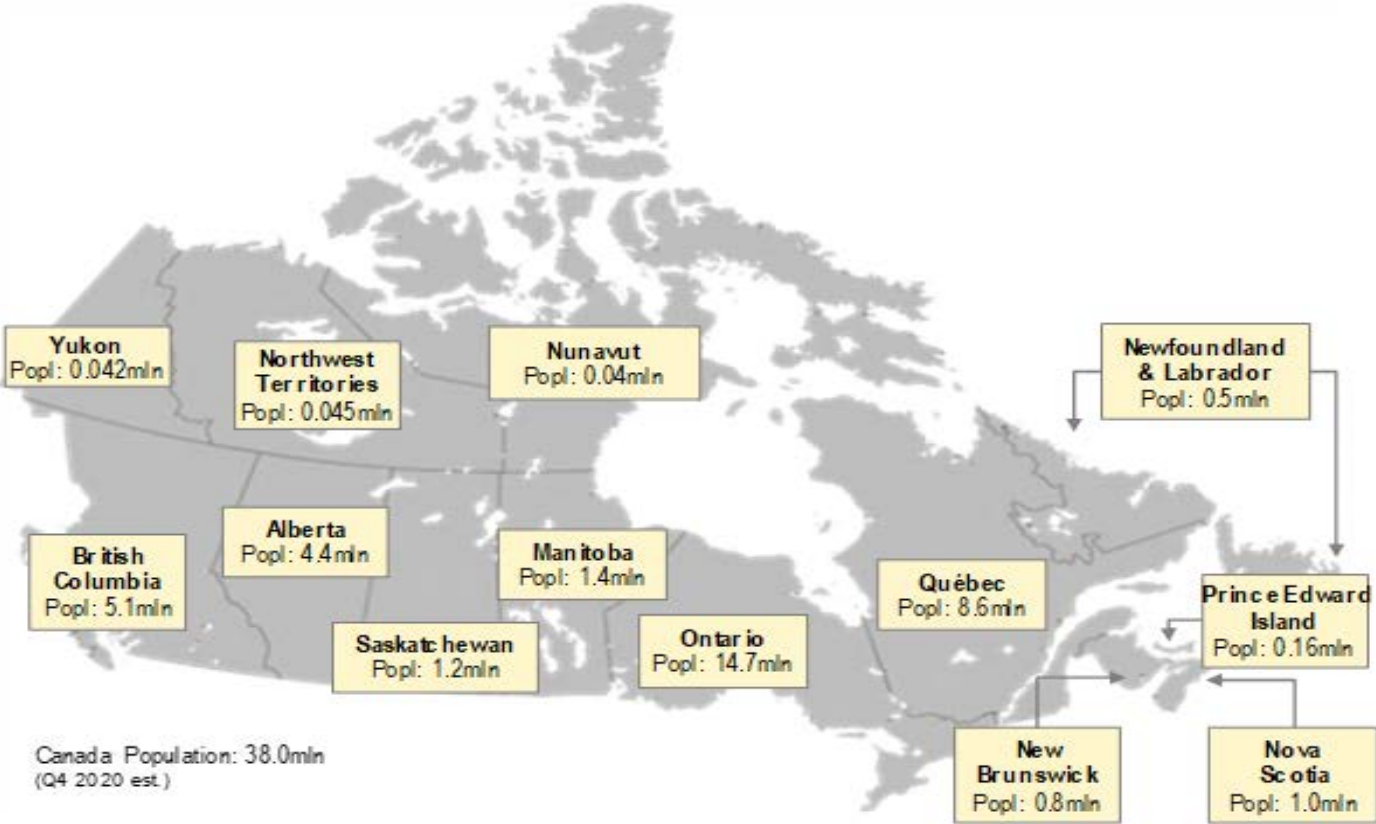


THE CANADIAN ECONOMY: AN OVERVIEW

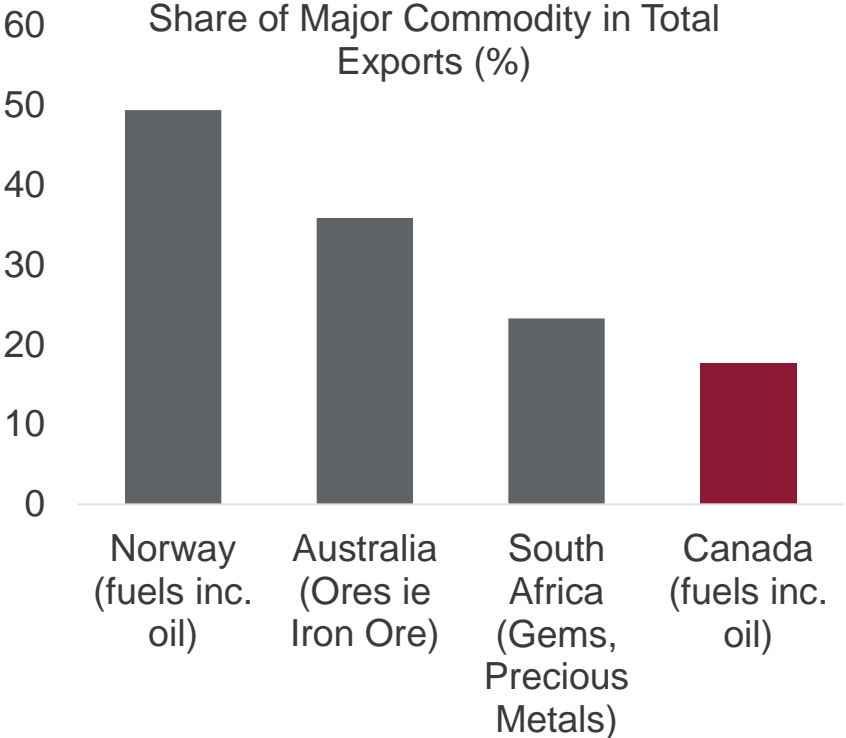
Andrew Grantham, Executive Director & Senior Economist

June 2021

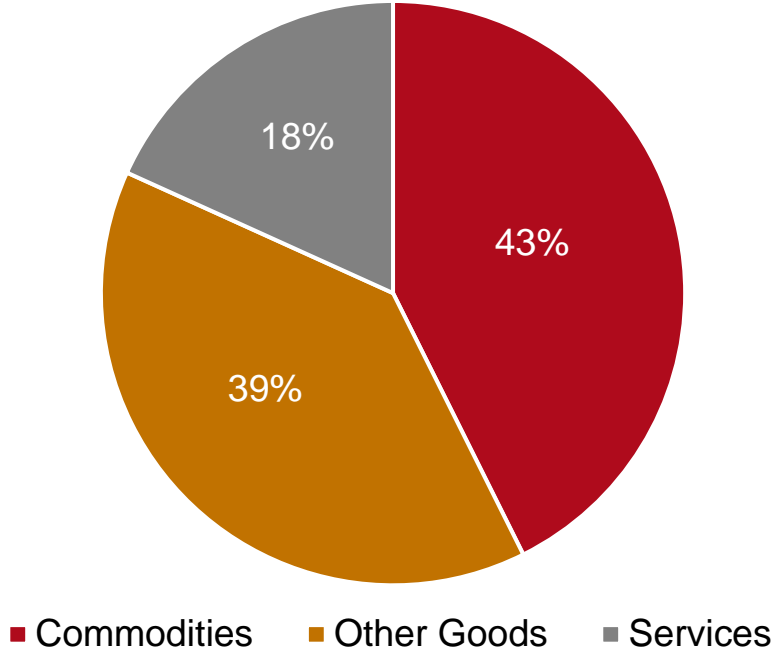
Approximately 86% of the population resides in Ontario, Québec, British Columbia and Alberta



Canadian economy much more than oil/commodities

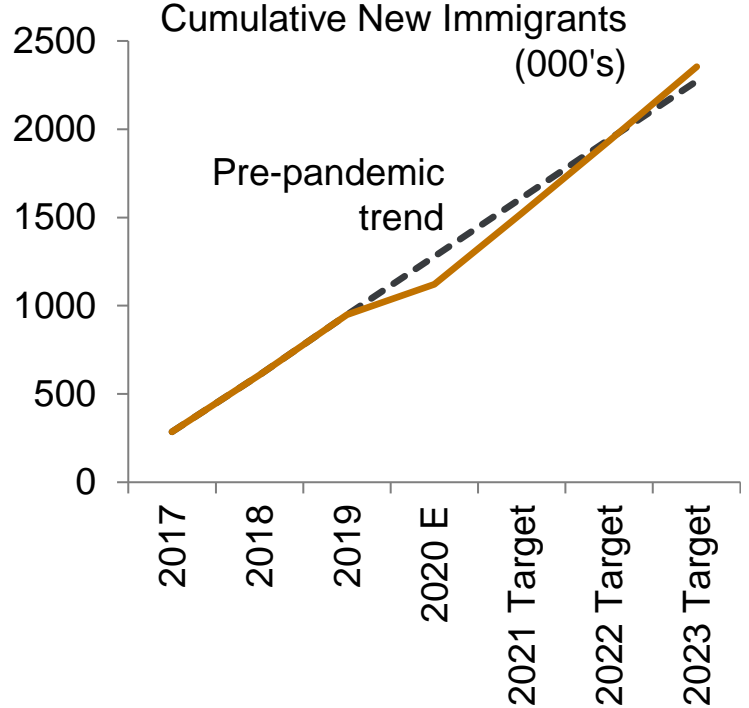
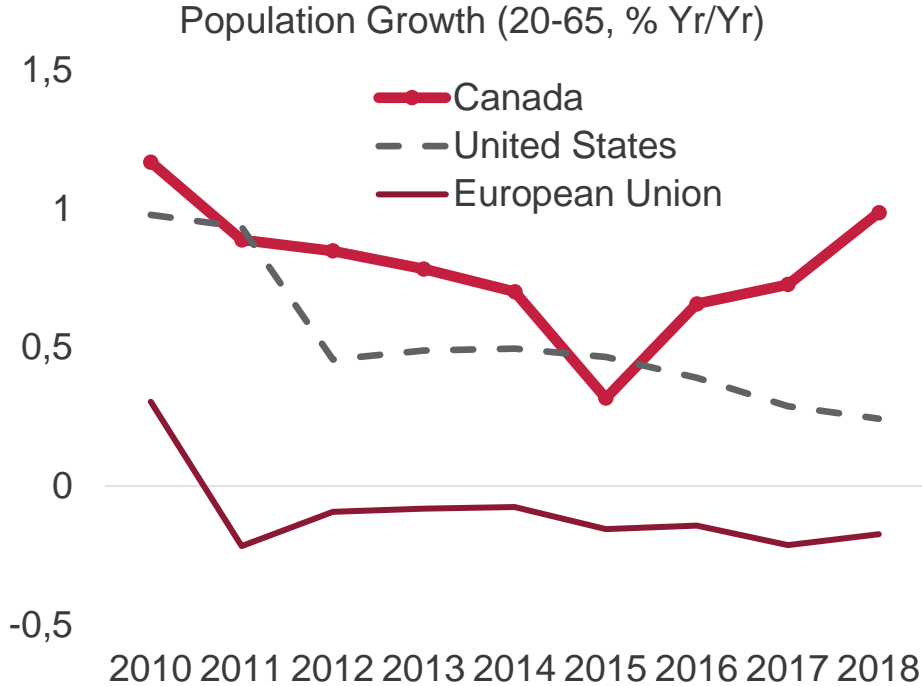


Share of Exports By Category (%)



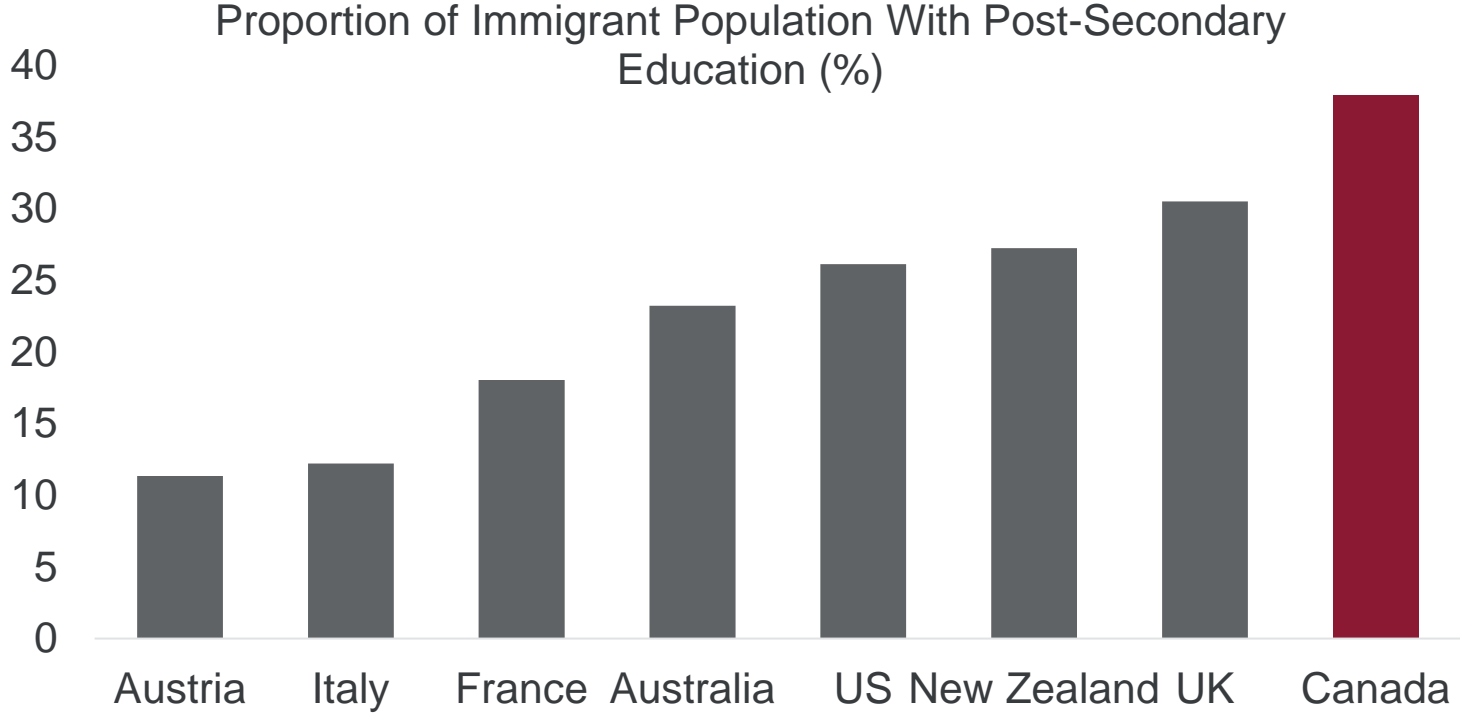
Source: World Exports, Statistics Canada, CIBC

Canada had a faster growing population pre-pandemic (L) Government targets plan to make up for lost immigration (R)



Source: OECD, Government of Canada, CIBC

Canada has a highly educated immigrant population

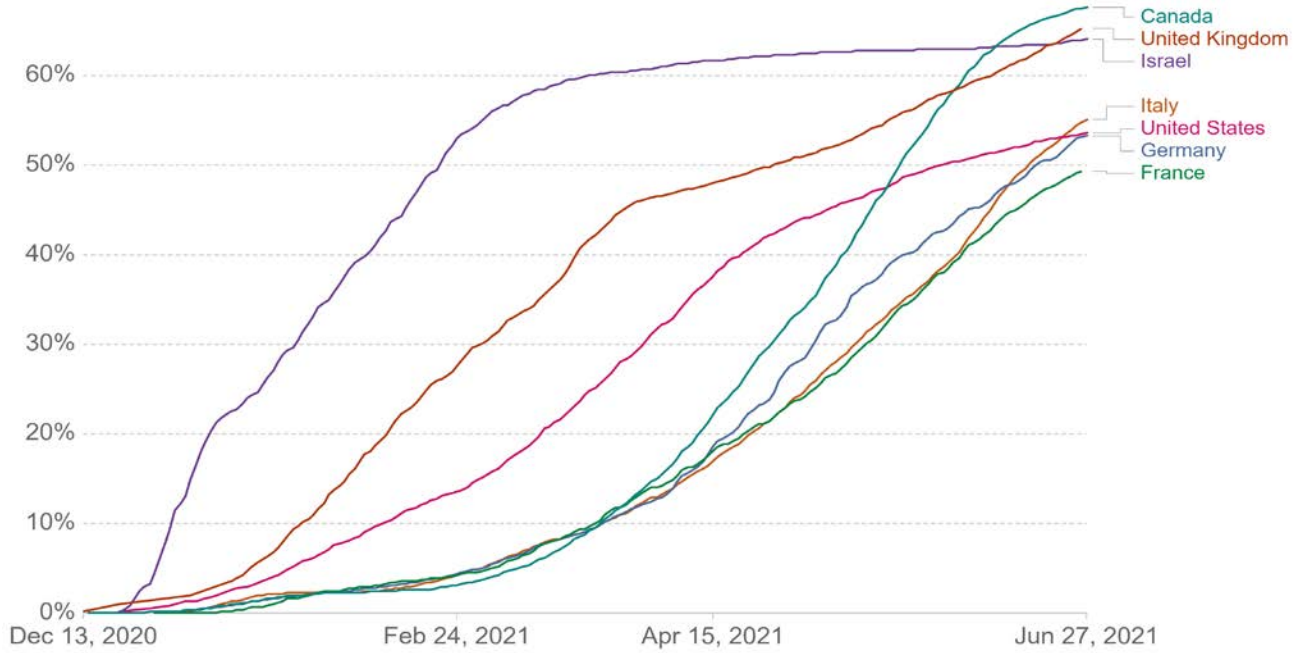


Source: OECD, CIBC

Canada a leader...in first shots at least

Share of people who received at least one dose of COVID-19 vaccine

Share of the total population that received at least one vaccine dose. This may not equal the share that are fully vaccinated if the vaccine requires two doses. This data is only available for countries which report the breakdown of doses administered by first and second doses.



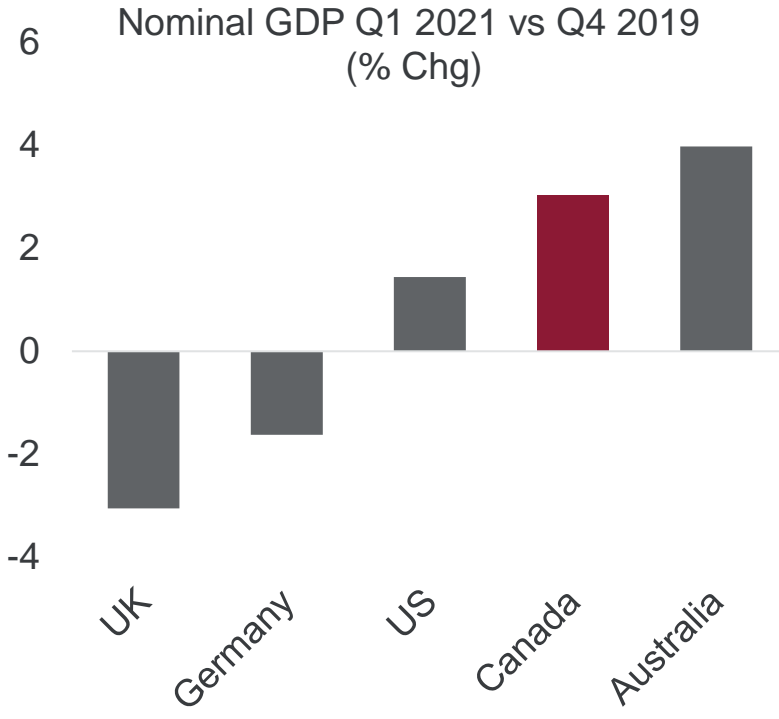
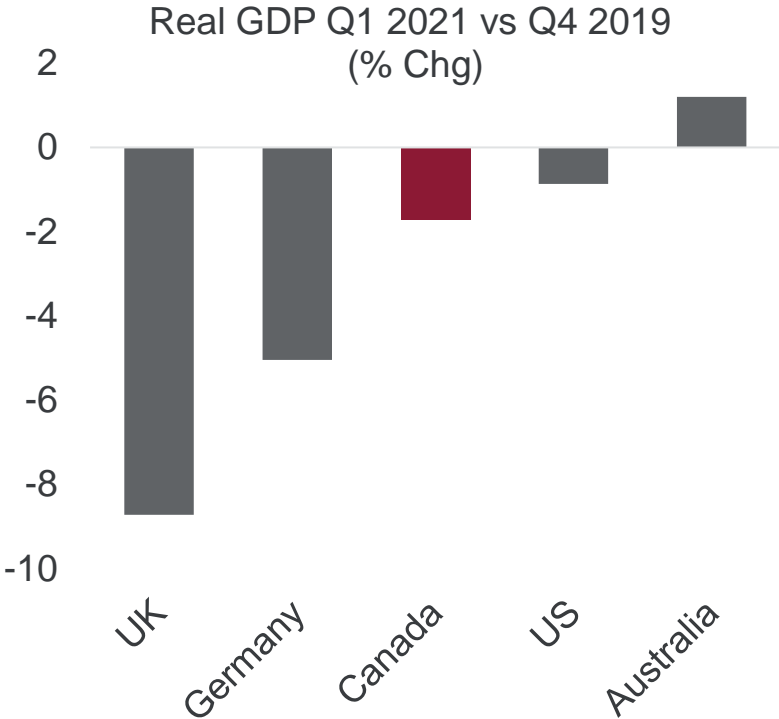
Source: Official data collated by Our World in Data

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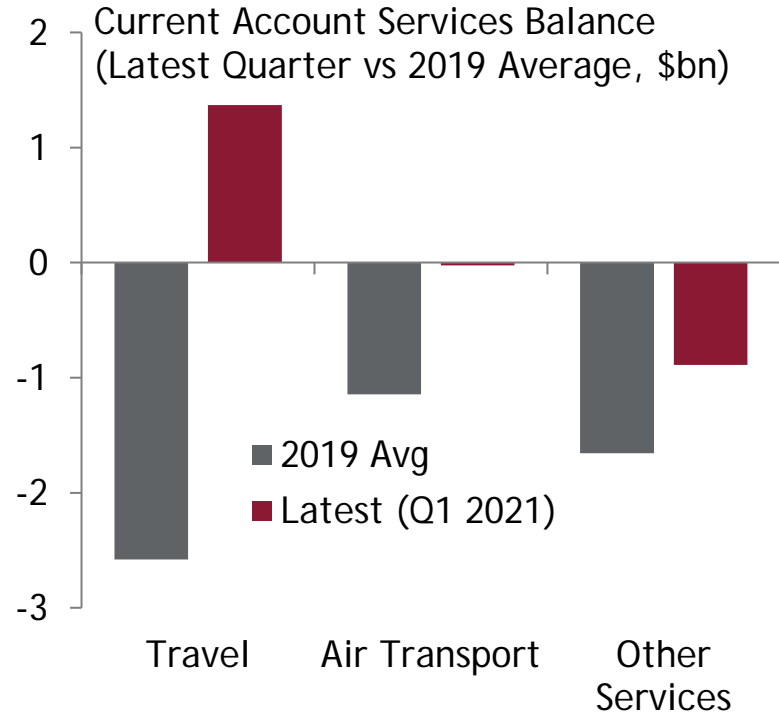
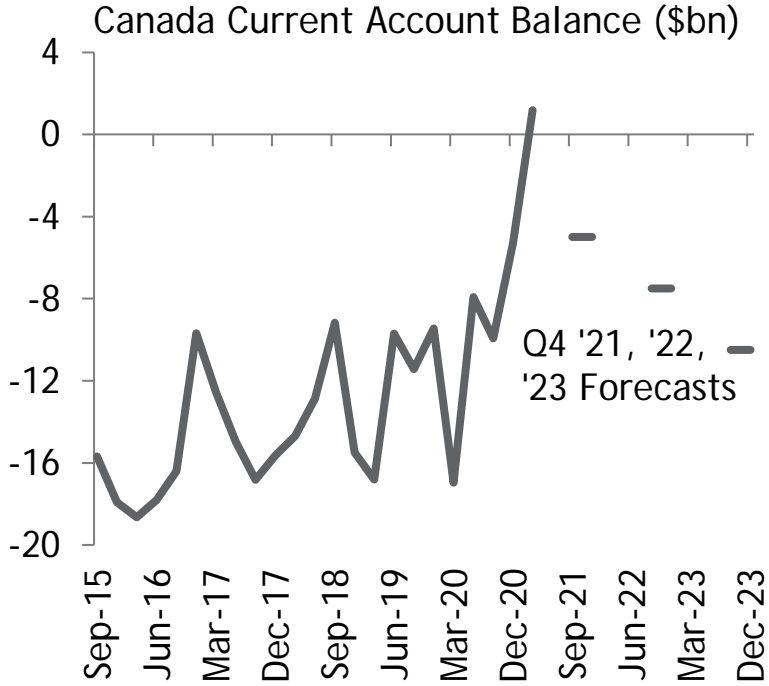
Source: Our World in Data

The recovery in perspective – commodity prices aiding nominal GDP in Canada



Source: Bloomberg, CIBC

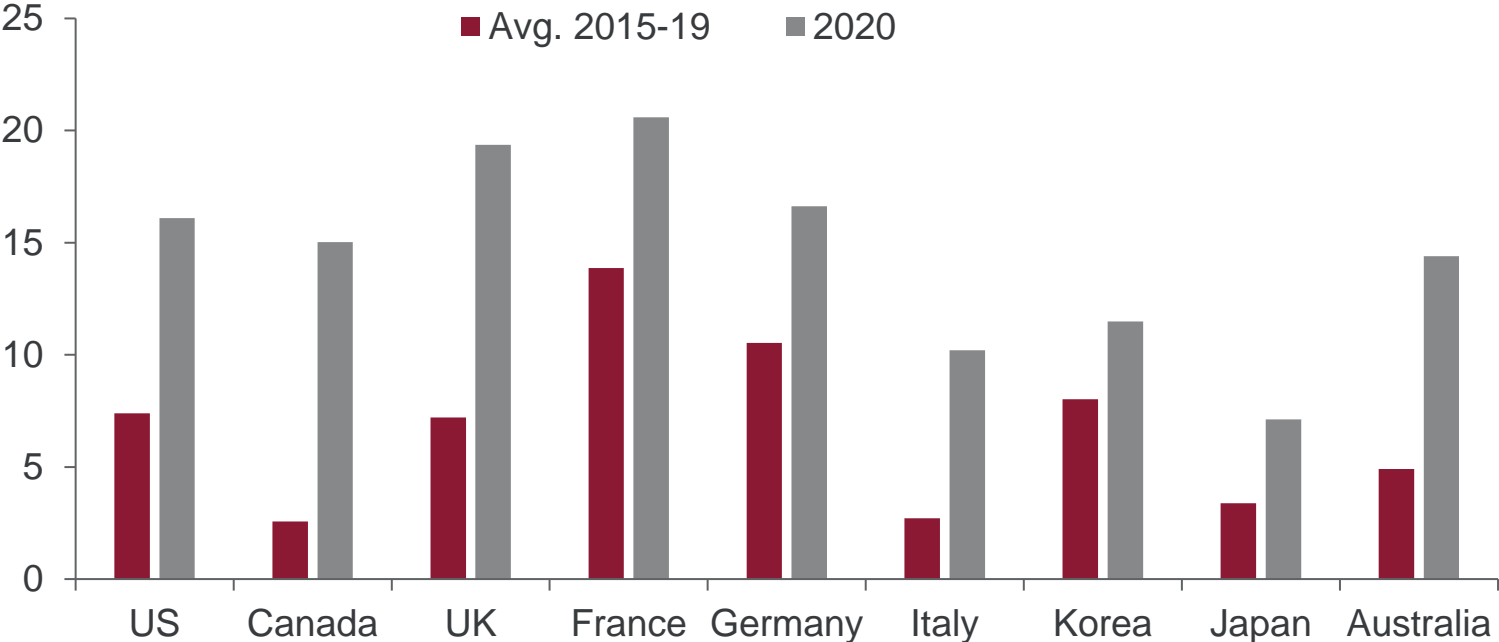
Canada's foray with a current account surplus (L) Aided by the near-halt in overseas travel (R)



Source: Statistics Canada, CIBC

Saving Rates Have Spiked Around the World; More so in Canada after starting from a low level

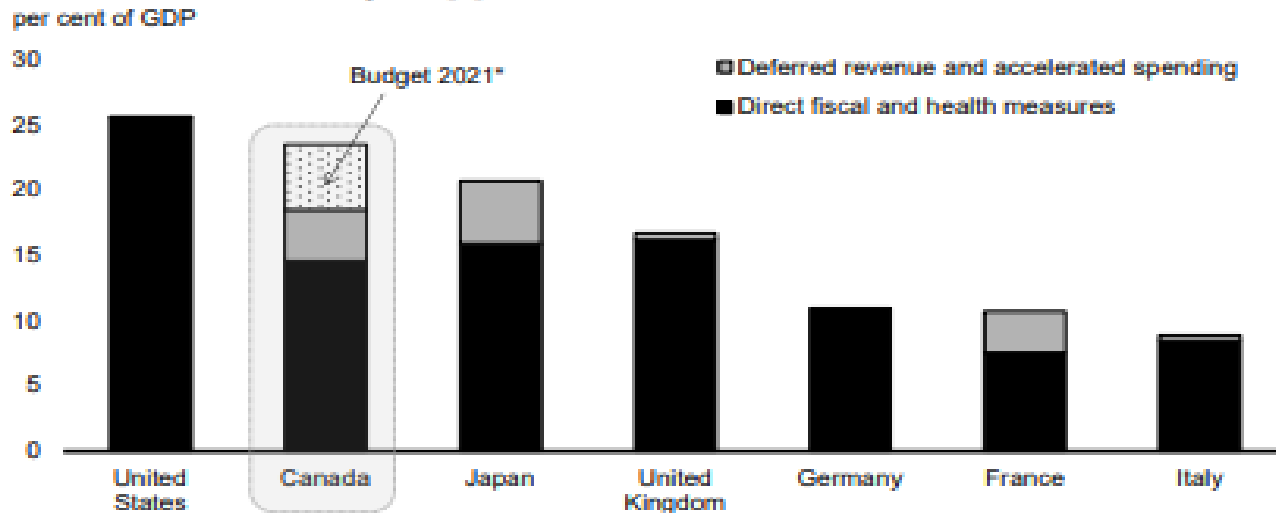
Household savings rates by country (%)



Source: Statistics Canada, OECD, CIBC

Budget 2021 added to already strong government support

Significant Fiscal Policy Support Announced across G7 Countries

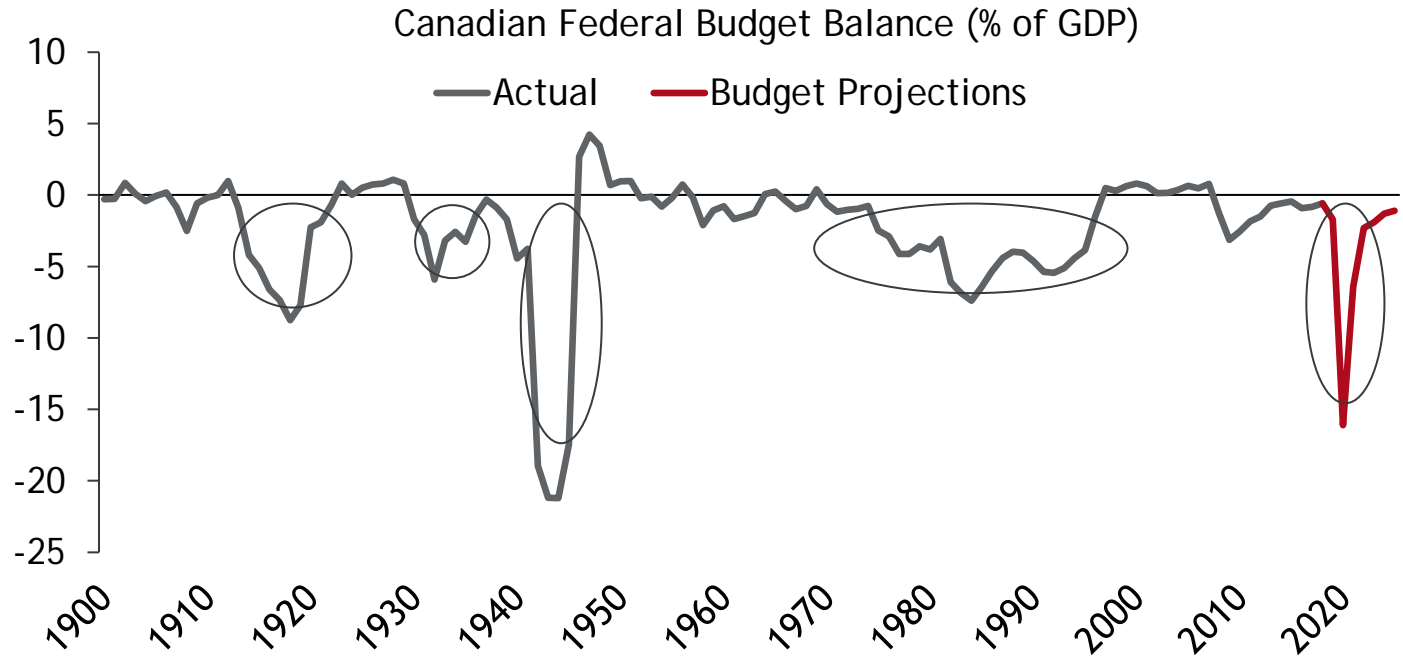


Notes: The timeframe for the announced measures is country-specific. Excludes the proposed *American Jobs Plan* for the U.S. (unveiled March 31, 2021) and Germany's supplementary budget for 2021 and Budget 2022 planned net new borrowing (unveiled March 24, 2021).

* Includes commitments made in Chapter 3 of the 2020 *Fall Economic Statement* and policy actions since, including Budget 2021.

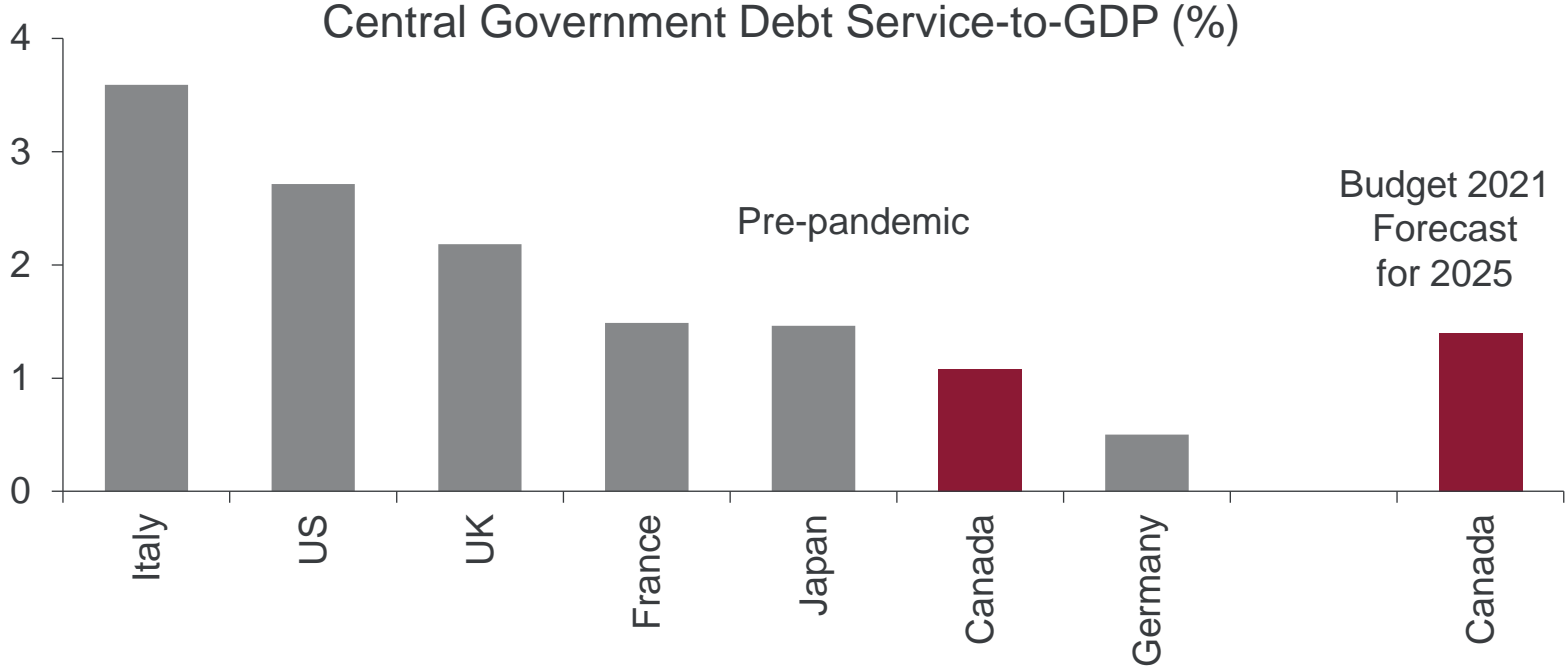
Source: International Monetary Fund, April 2021 *Fiscal Monitor*, includes announced measures as at March 17, 2021; Department of Finance Canada calculations.

Concerns Arose Over Deficits of the Late 20th Century Because There Was No End In Sight, Unlike COVID-19



Source: *Finances of the Nation*, Department of Finance, CIBC

Debt-Service Costs Expected to Remain Very Low



Source: Finances of the Nation, Federal Budget 2021, IMF, US Treasury, CIBC