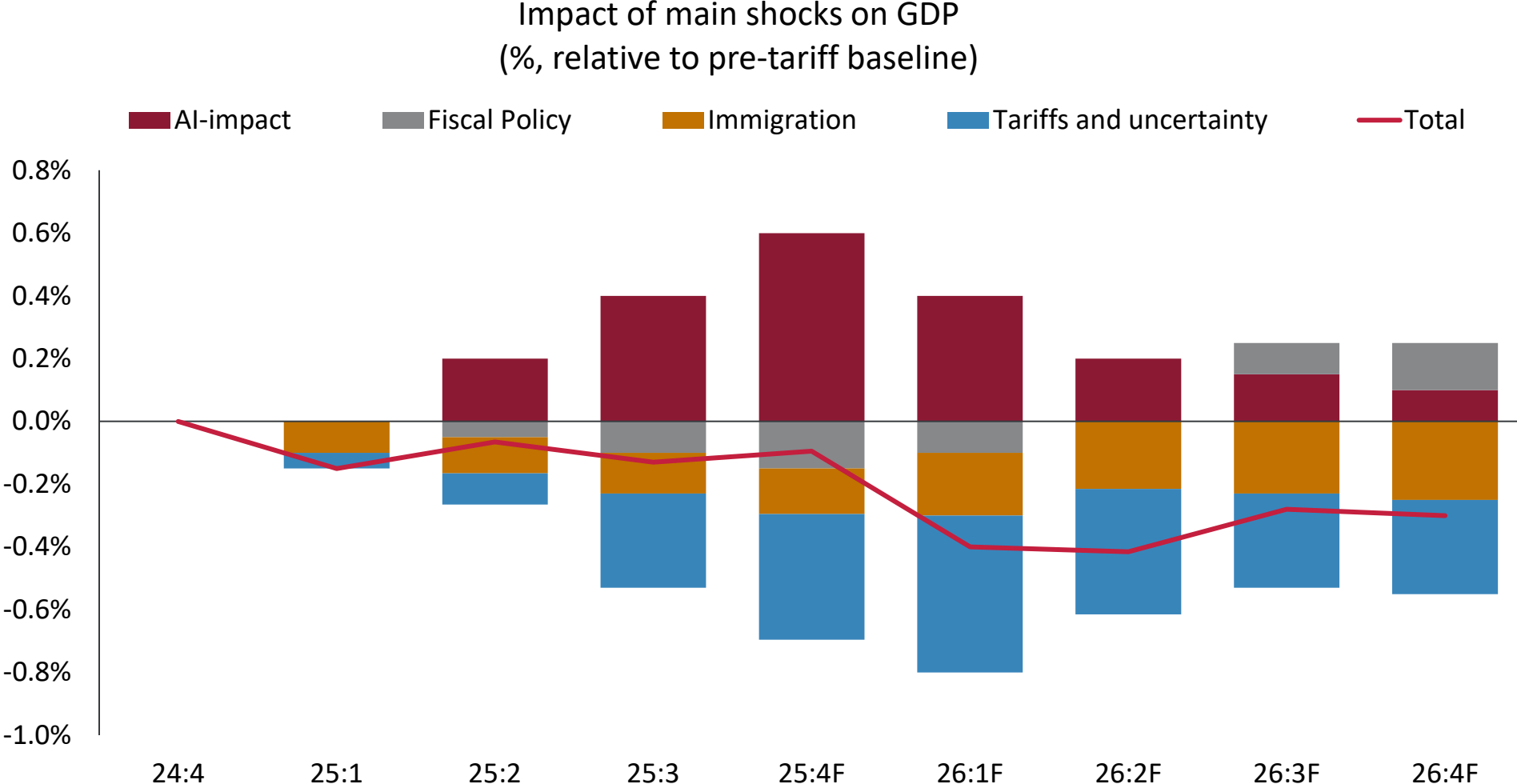


Navigating the speed bumps



Andrew Grantham , Executive Director & Senior Economist

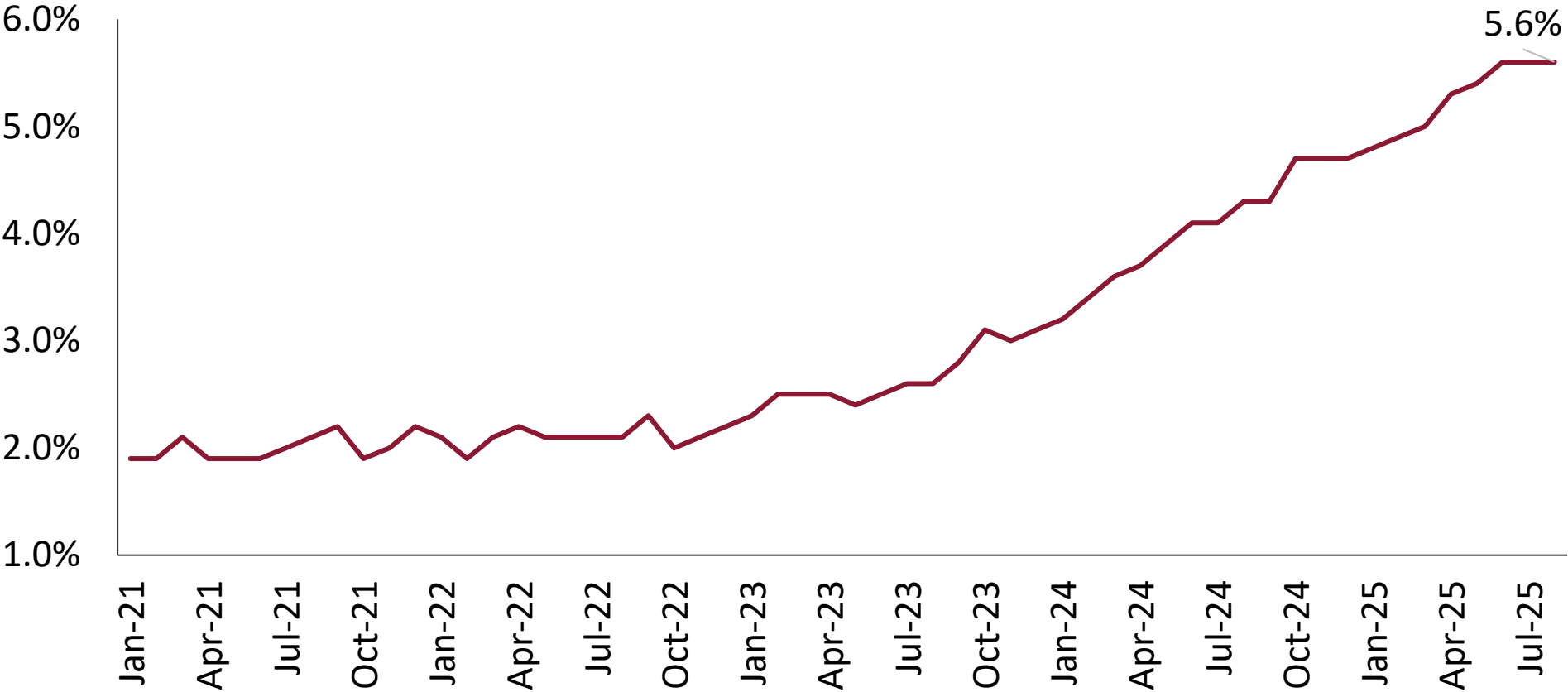
Pain from tariffs/immigration policy to hit US economy more in 2026



Source: BEA, CIBC calculations

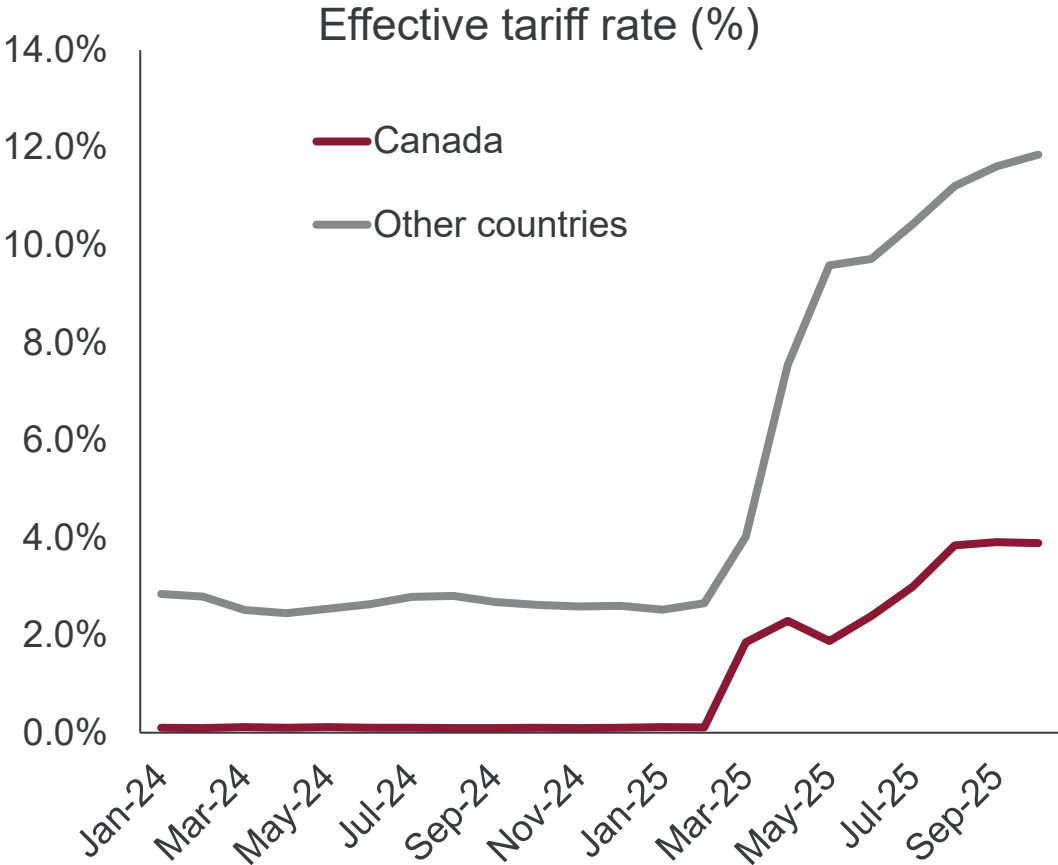
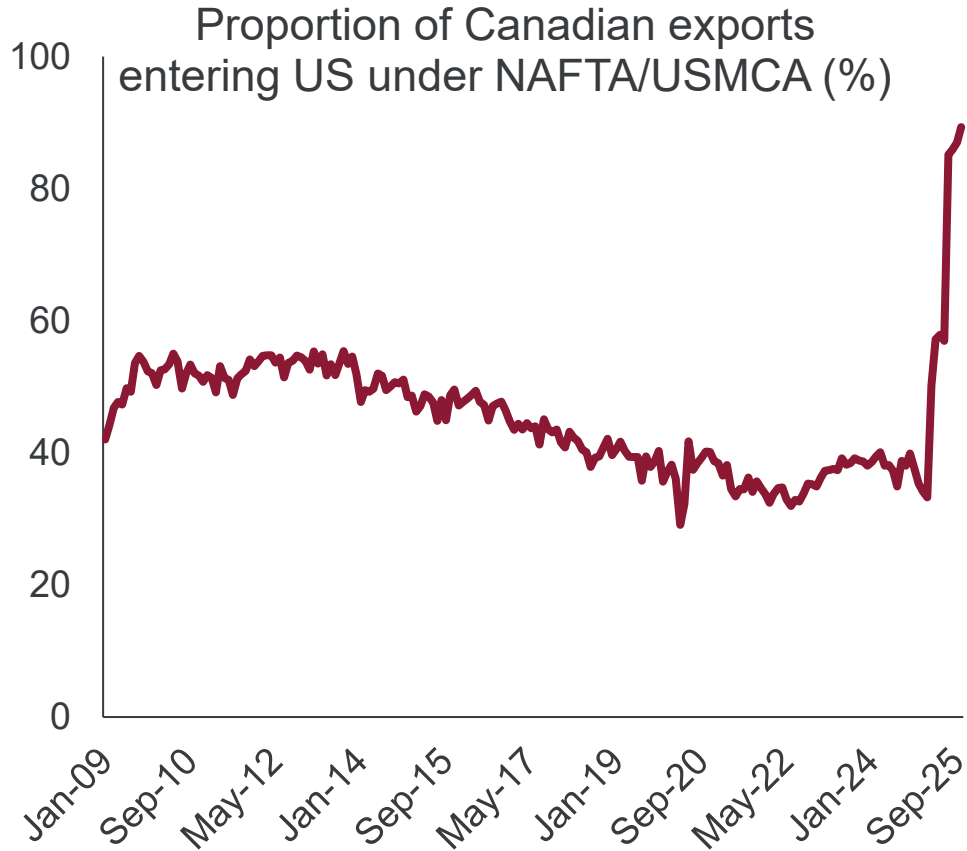
Growth from AI investments will start to fade

Data Centers (% of New Private Construction)



Source: BEA, CIBC calculations

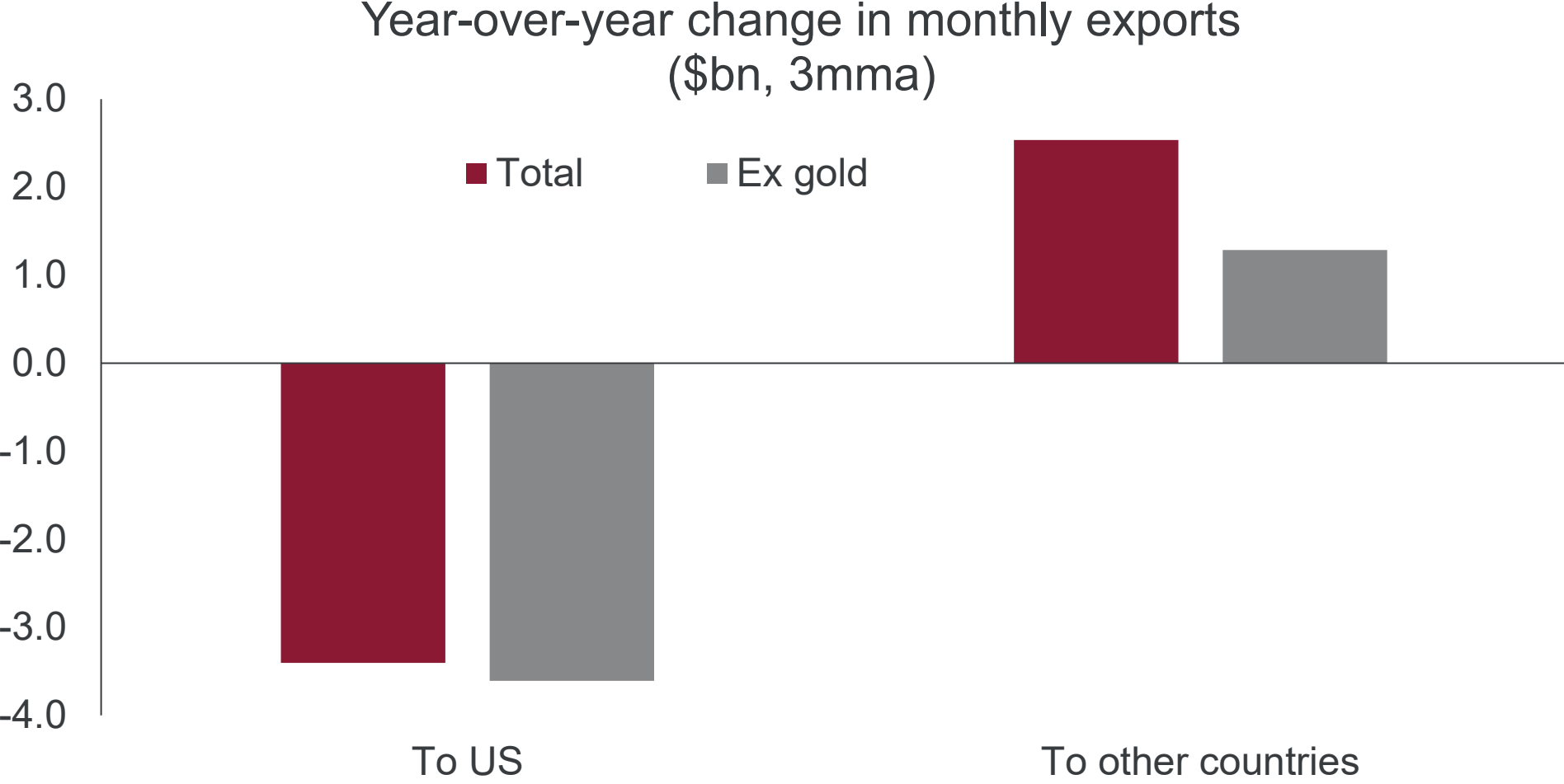
It suddenly pays to be CUSMA compliant



Source: Federal Reserve Bank of St Louis, CIBC



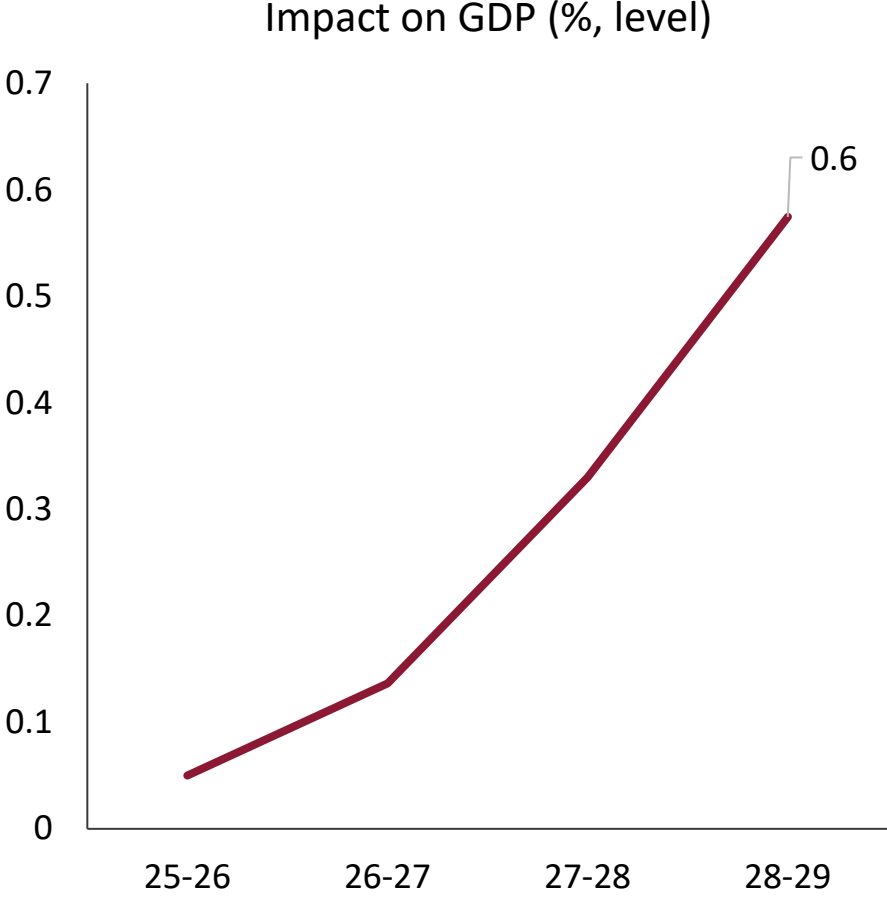
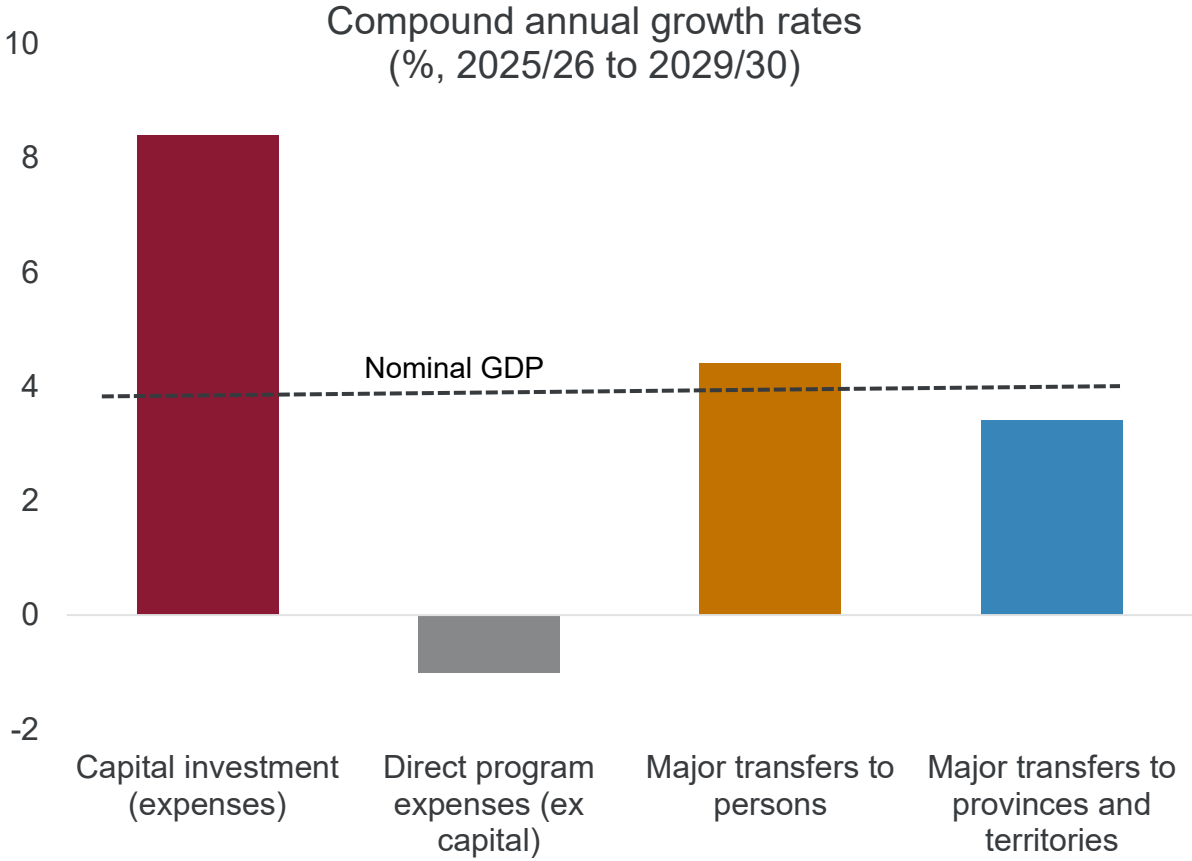
Trade diversification IS happening, but flattered by gold prices



Source: Statistics Canada, CIBC



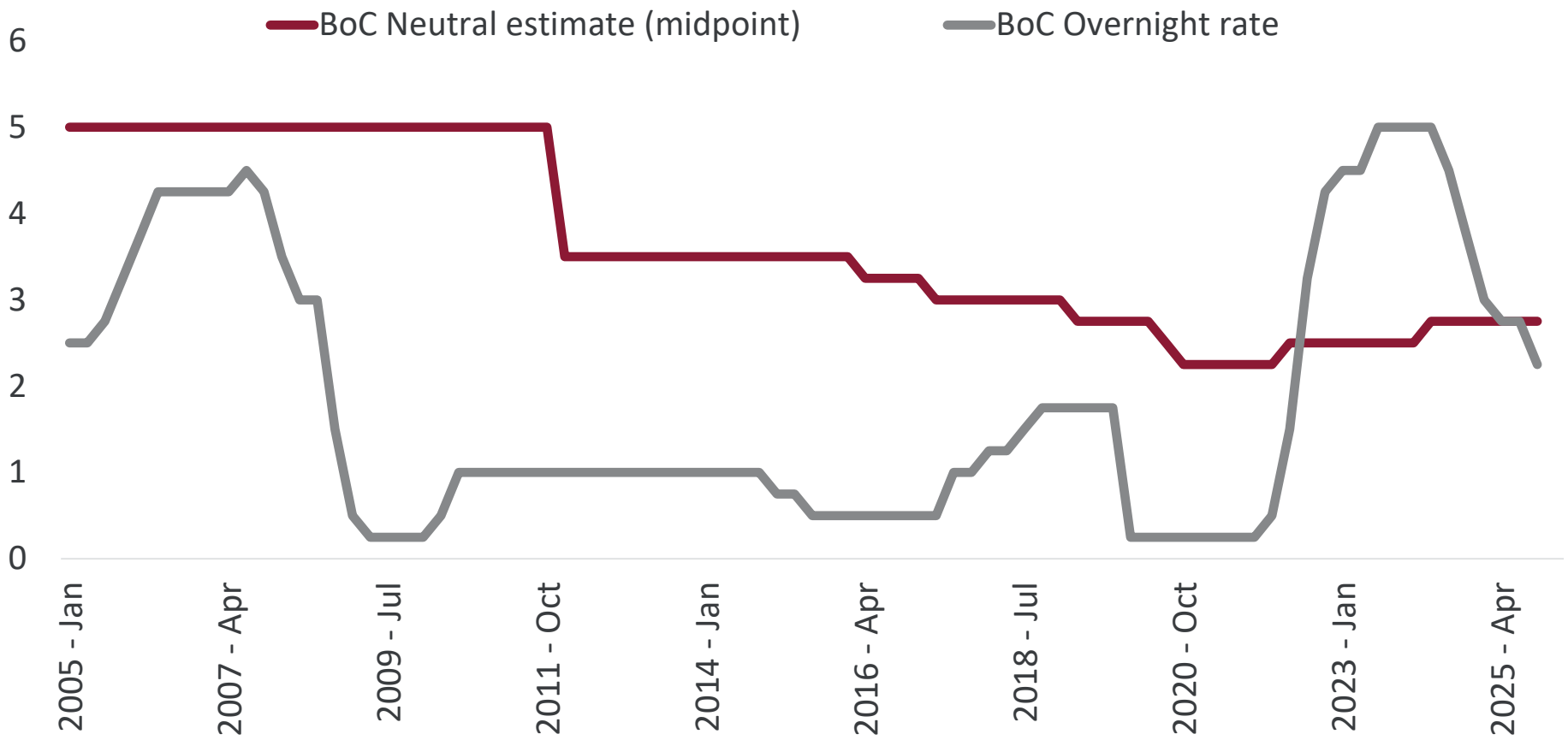
Federal spending increasing due to capital investments (L), But when will stimulus kick in? (R)



Source: Finance Canada, CIBC



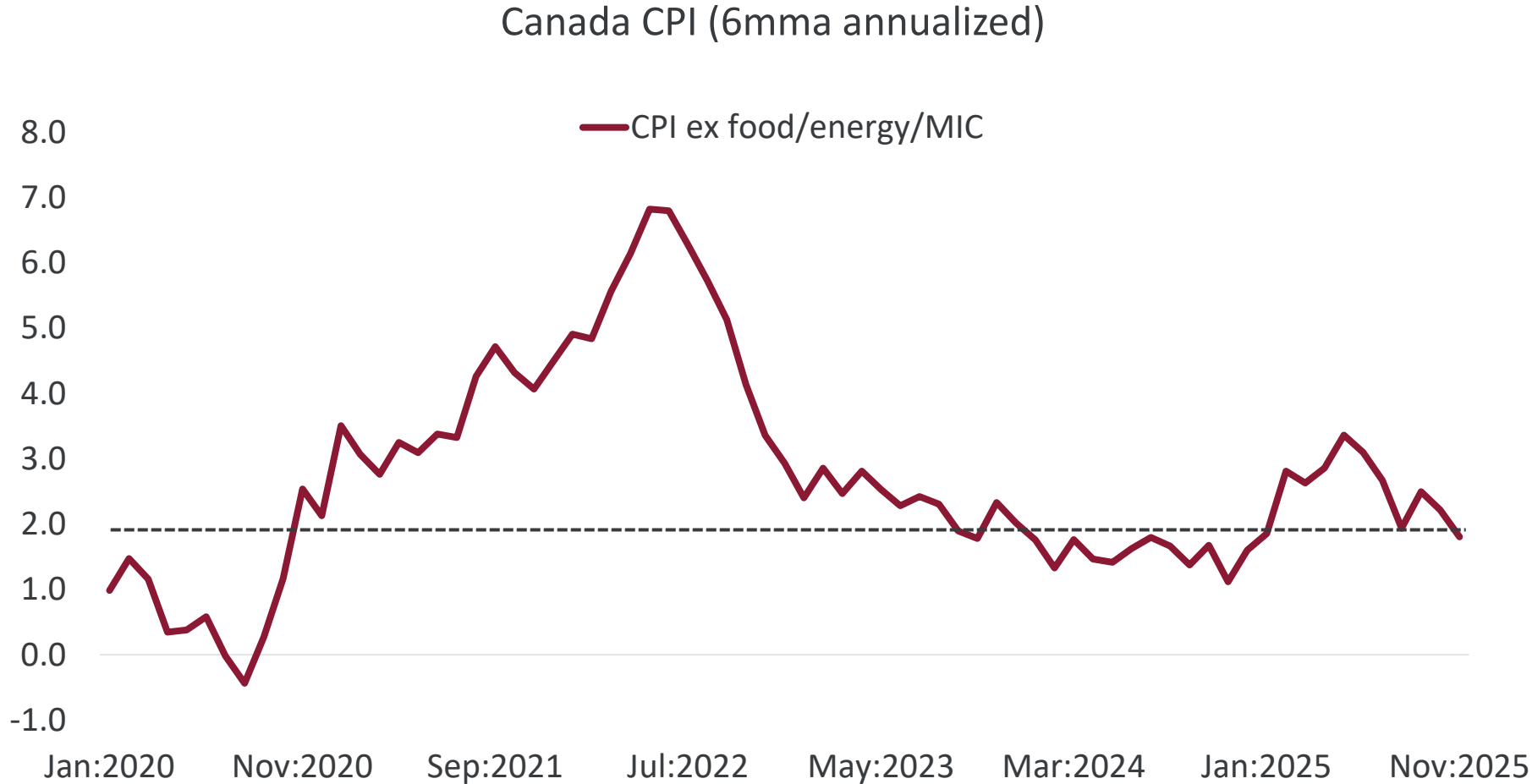
Interest rates only marginally below “neutral”



Source: Statistics Canada, CIBC



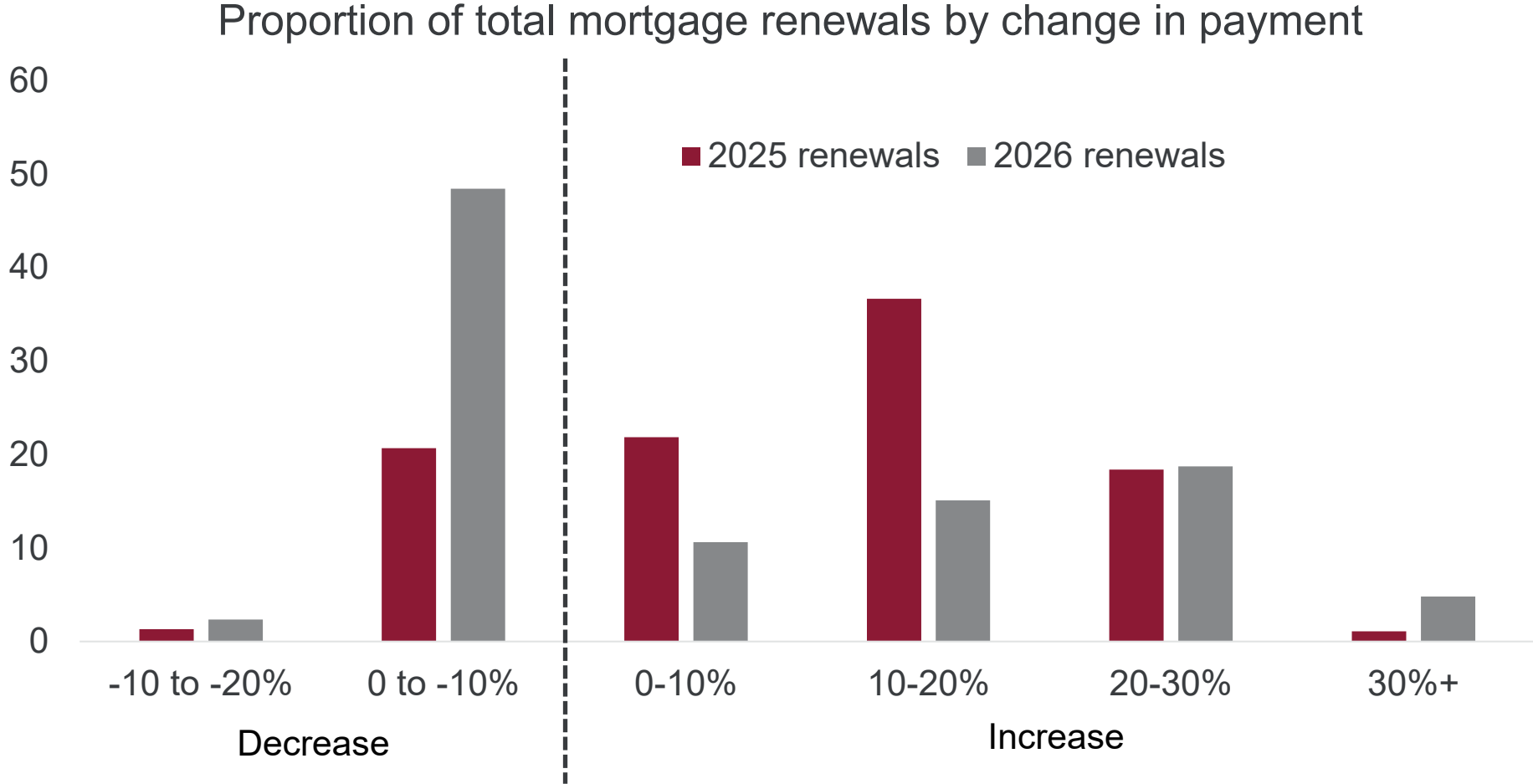
Inflation shouldn't be a concern



Source: Statistics Canada, CIBC



Fewer, but larger, mortgage increases coming in 2026



Source: Bank of Canada, CIBC



Ontario growth to lag others in near-term, hopefully improve in 2027

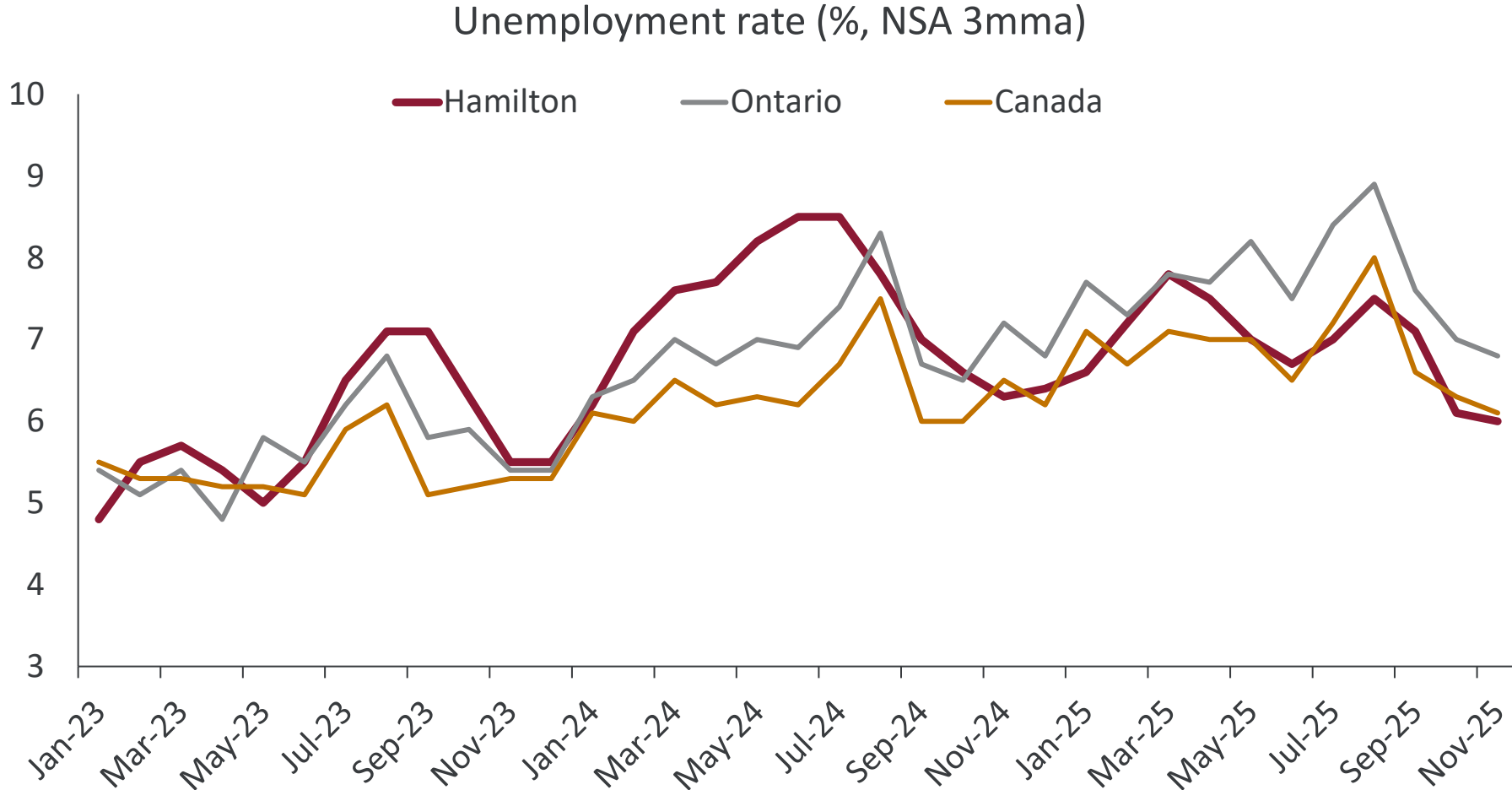
	Real GDP				Unemployment rate				Consumer Price Index			
	2024A	2025F	2026F	2027F	2024A	2025F	2026F	2027F	2024A	2025F	2026F	2027F
BC	1.1	1.4	1.3	2.0	5.6	6.2	5.9	5.6	2.6	2.1	1.8	2.0
Alta	3.0	2.5	1.8	2.4	7.1	7.2	6.9	6.5	2.9	1.9	1.9	2.0
Sask	3.0	2.1	1.5	1.8	5.5	5.2	4.9	4.7	1.4	2.1	1.8	2.0
Man	1.7	1.7	1.4	1.7	5.5	5.8	5.5	5.5	1.0	2.7	2.2	2.0
Ont	1.6	1.3	1.2	2.1	7.0	7.7	7.3	6.7	2.4	1.9	1.8	2.1
Qué	1.7	1.5	1.4	1.9	5.4	5.6	5.3	4.9	2.3	2.4	2.2	2.0
NB	2.7	1.8	1.4	1.7	7.1	7.1	7.0	6.7	2.2	1.7	2.6	2.0
NS	3.1	2.2	1.5	1.8	6.5	6.6	6.4	6.2	2.3	2.0	2.1	2.0
PEI	3.8	2.4	1.7	2.2	7.8	8.0	7.7	7.5	1.9	1.4	1.6	2.0
N&L	2.7	2.9	1.9	1.7	10.0	10.3	10.1	10.0	1.8	1.4	2.1	2.0
Canada	2.0	1.6	1.3	2.0	6.4	6.8	6.5	6.0	2.4	2.0	1.9	2.0

Sources: CIBC, Statistics Canada, CMHC

Source: Statistics Canada, CIBC



Hamilton unemployment rate lower than provincial average



Source: Statistics Canada, CIBC



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