



Not So Fast Forward

WAISCWEST 2012

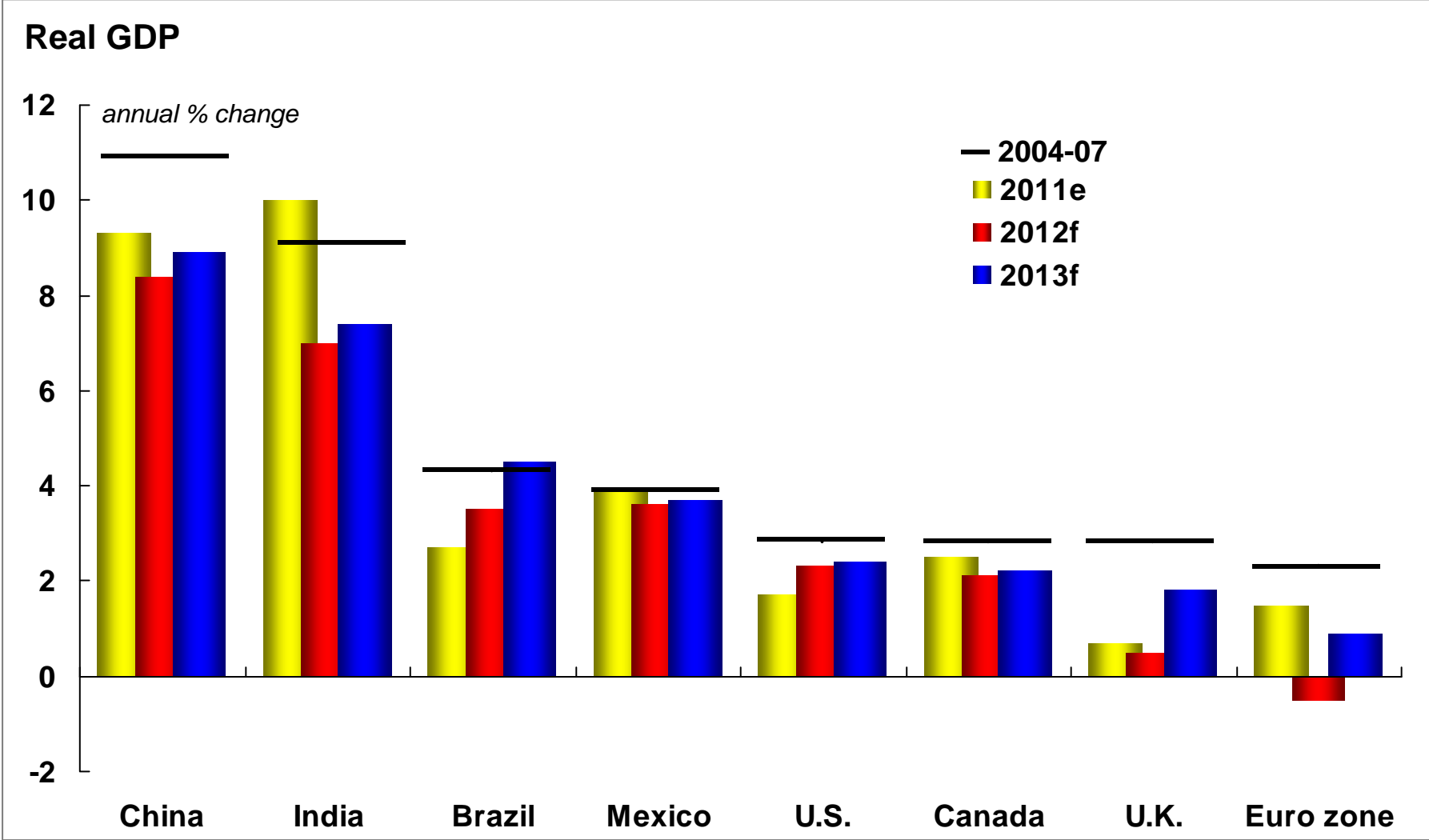
World Alternative Investment Summit Canada

Calgary, May 28, 2012

Warren Jestin

SVP and Chief Economist

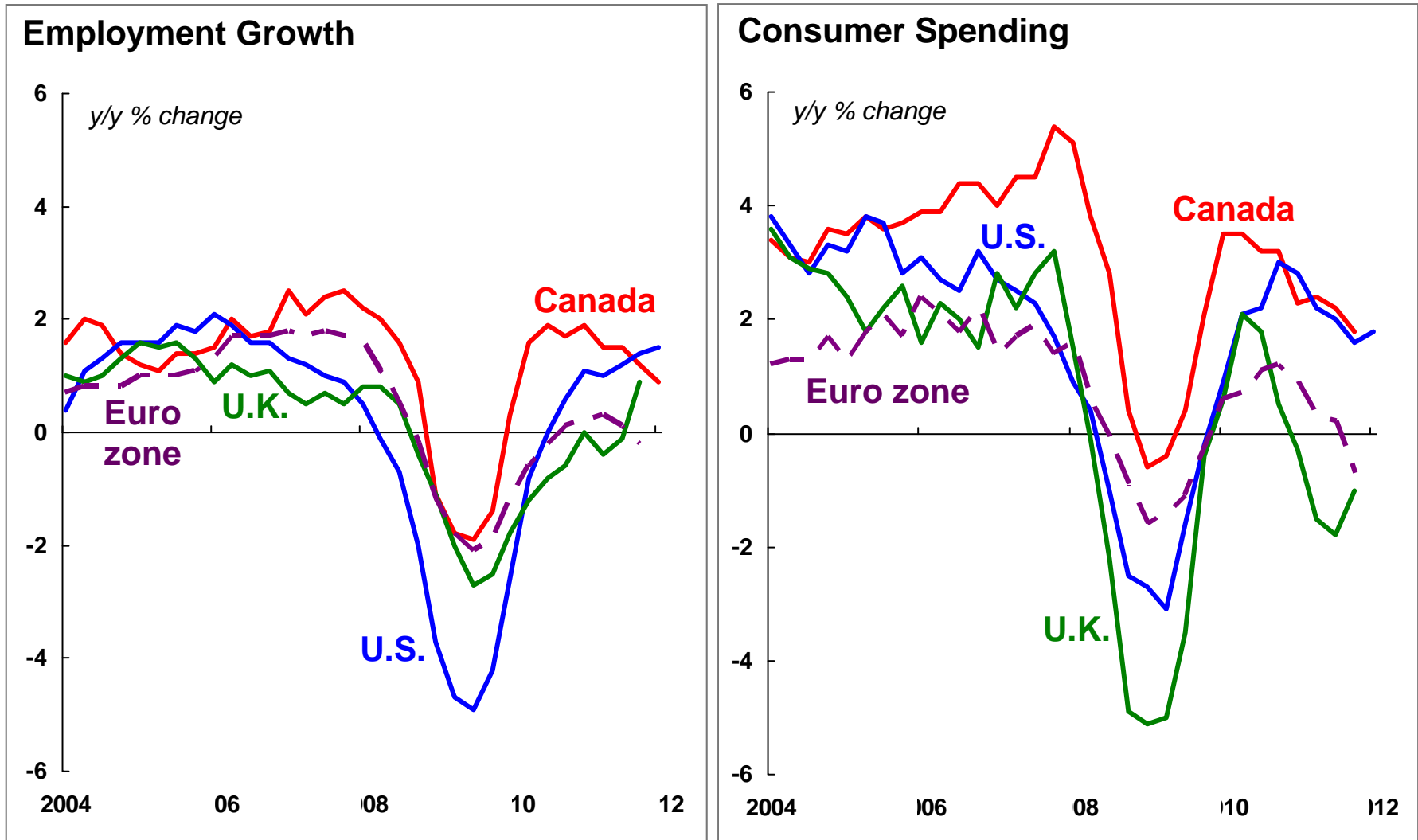
Global Growth Has Lost Momentum



Source: Bloomberg, BEA, Statistics Canada, Eurostat, Scotia Economics.

Forecasts at May 4, 2012

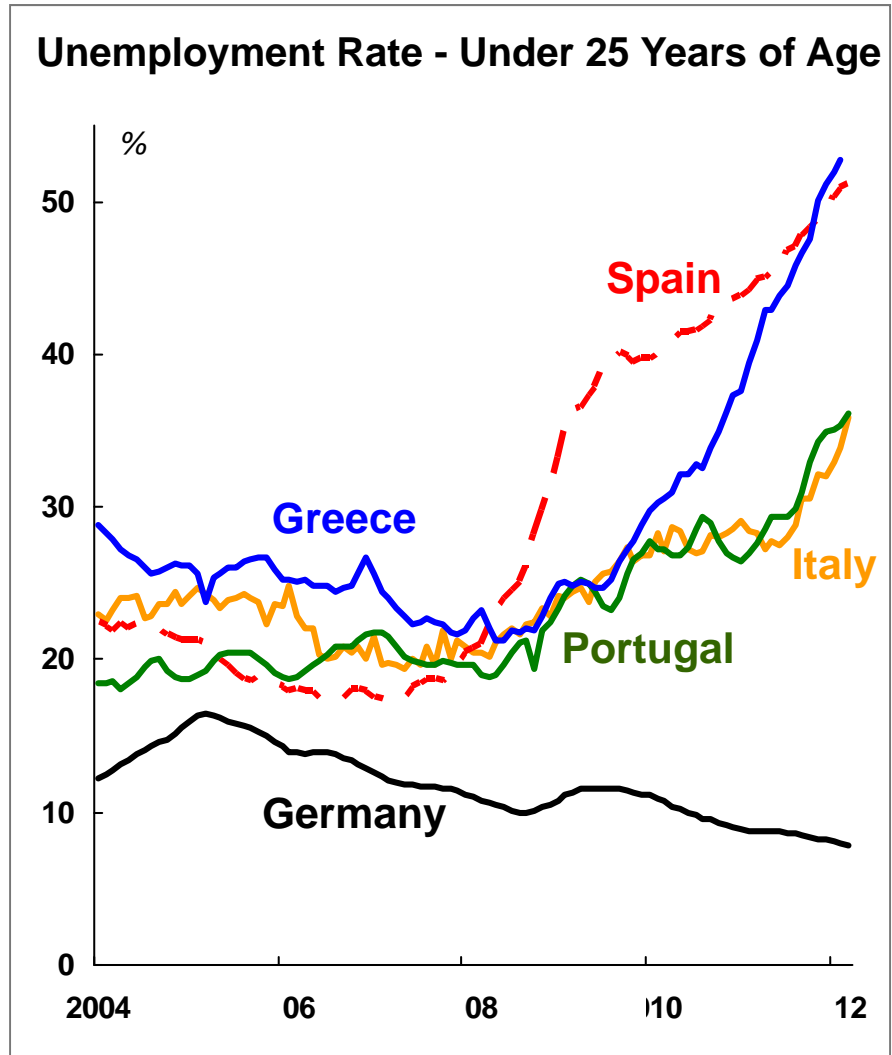
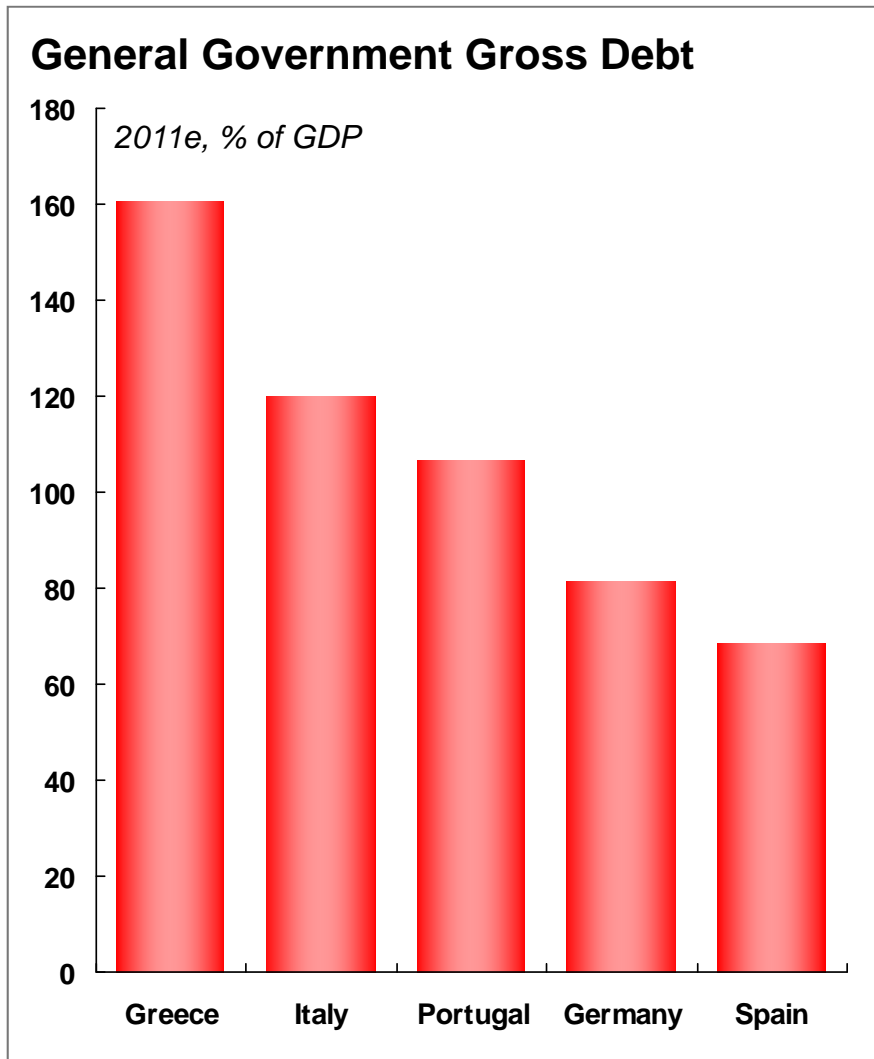
Uneven Economic Performances In Major Developed Nations



Source: Statistics Canada, BEA, Eurostat, Scotia Economics.

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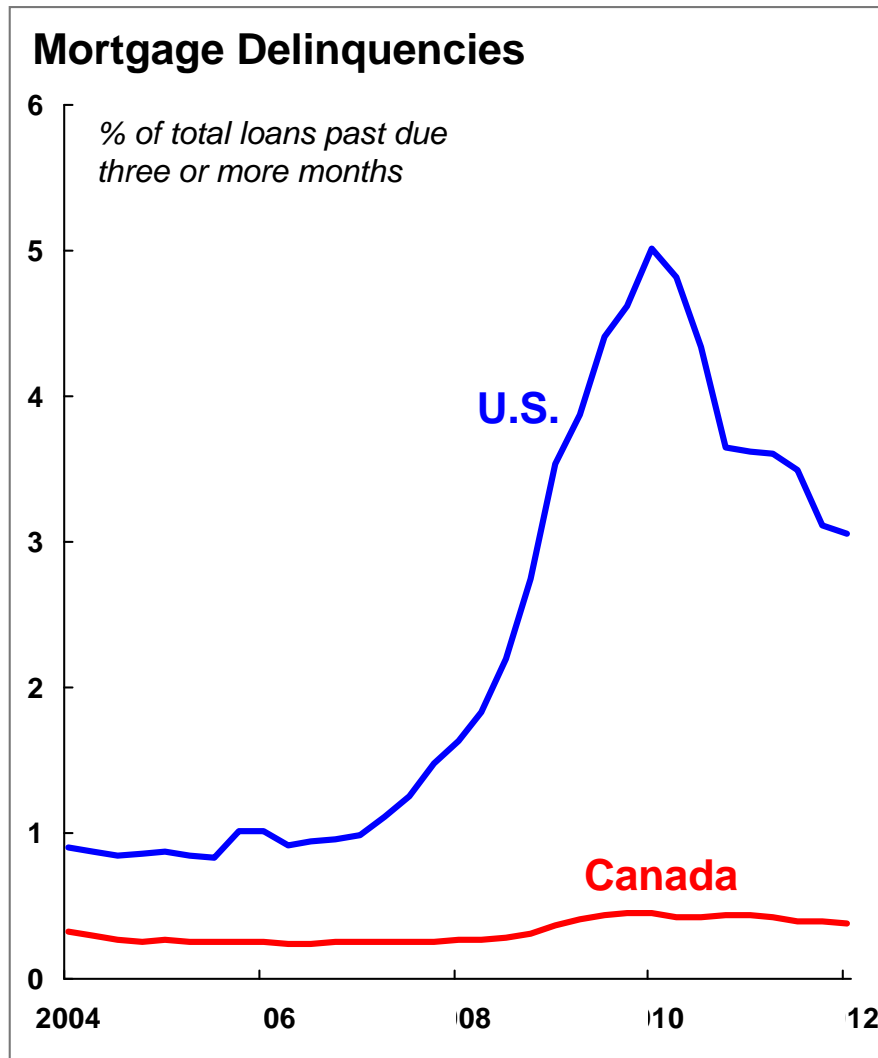
European Debt Concerns are Fueling Market Volatility



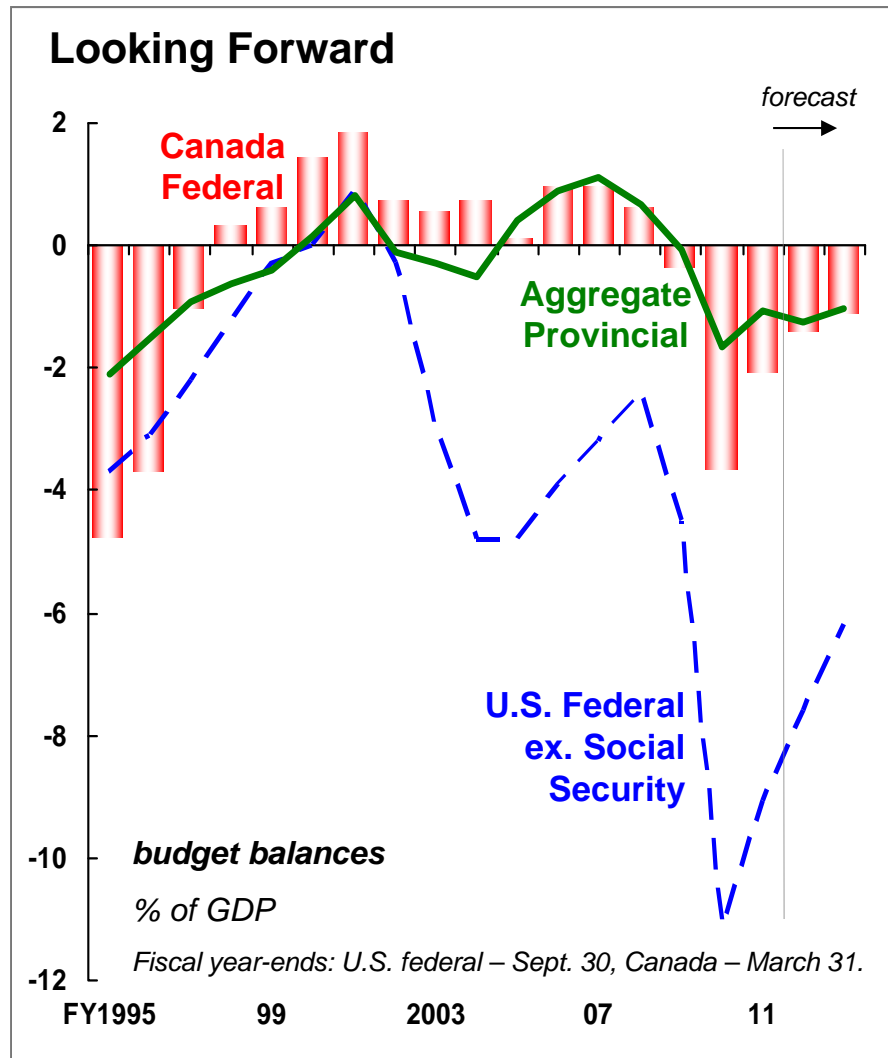
Source: IMF, Eurostat, Scotia Economics.

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Financial Strains Still Intense in the U.S. – Much Less So In Canada



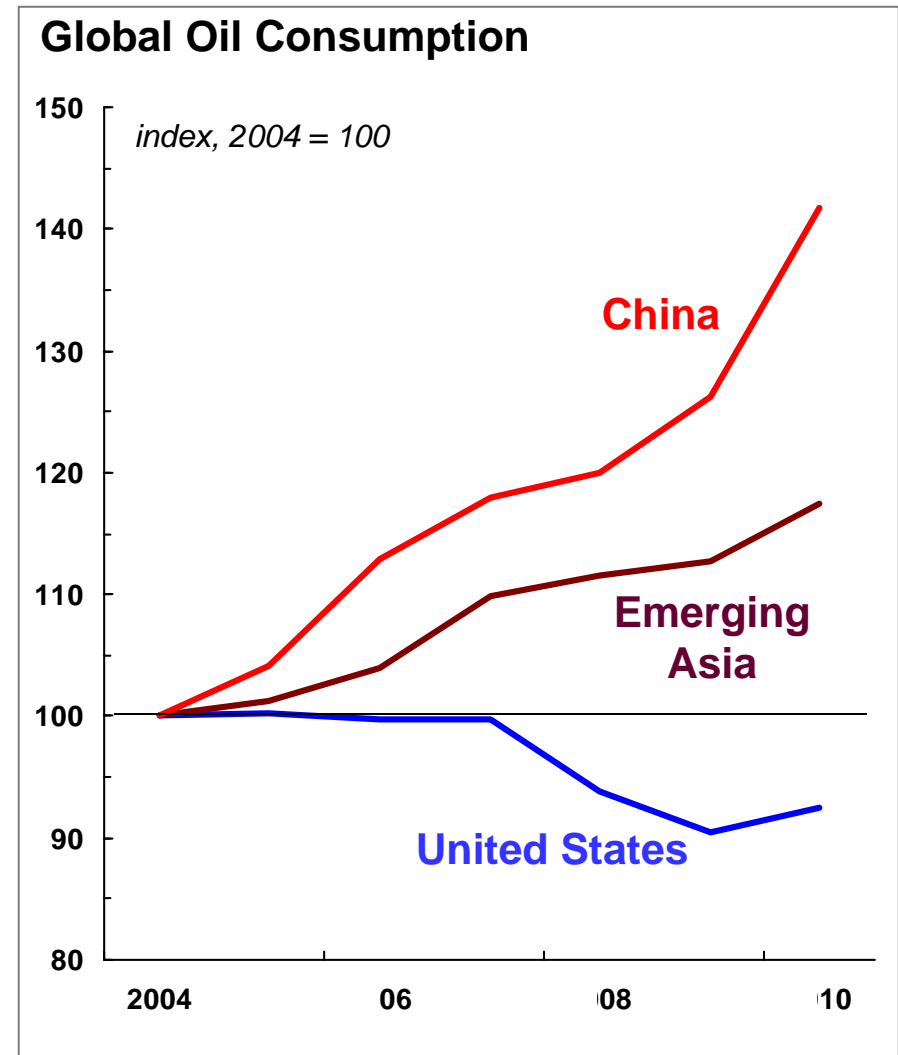
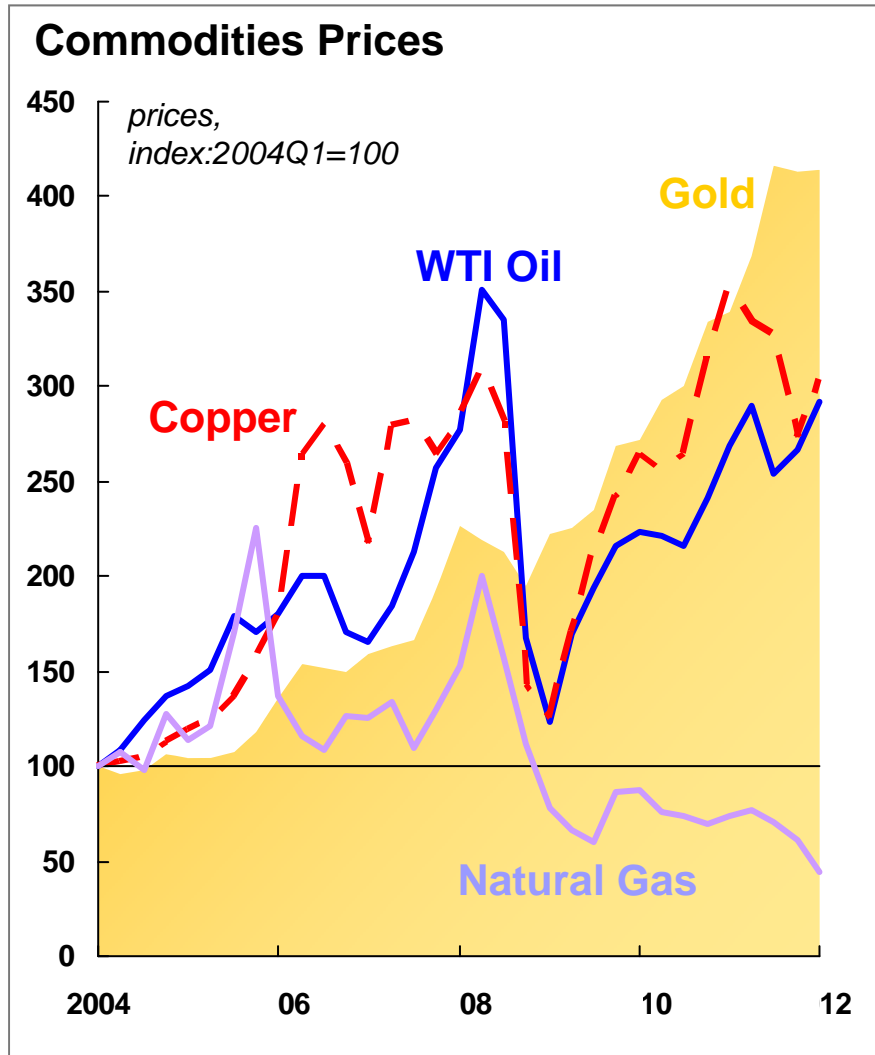
Source: MBA, CBA.



Source: BEA, Statistics Canada, Budget documents; Nominal GDP and federal forecasts: Scotia Economics.

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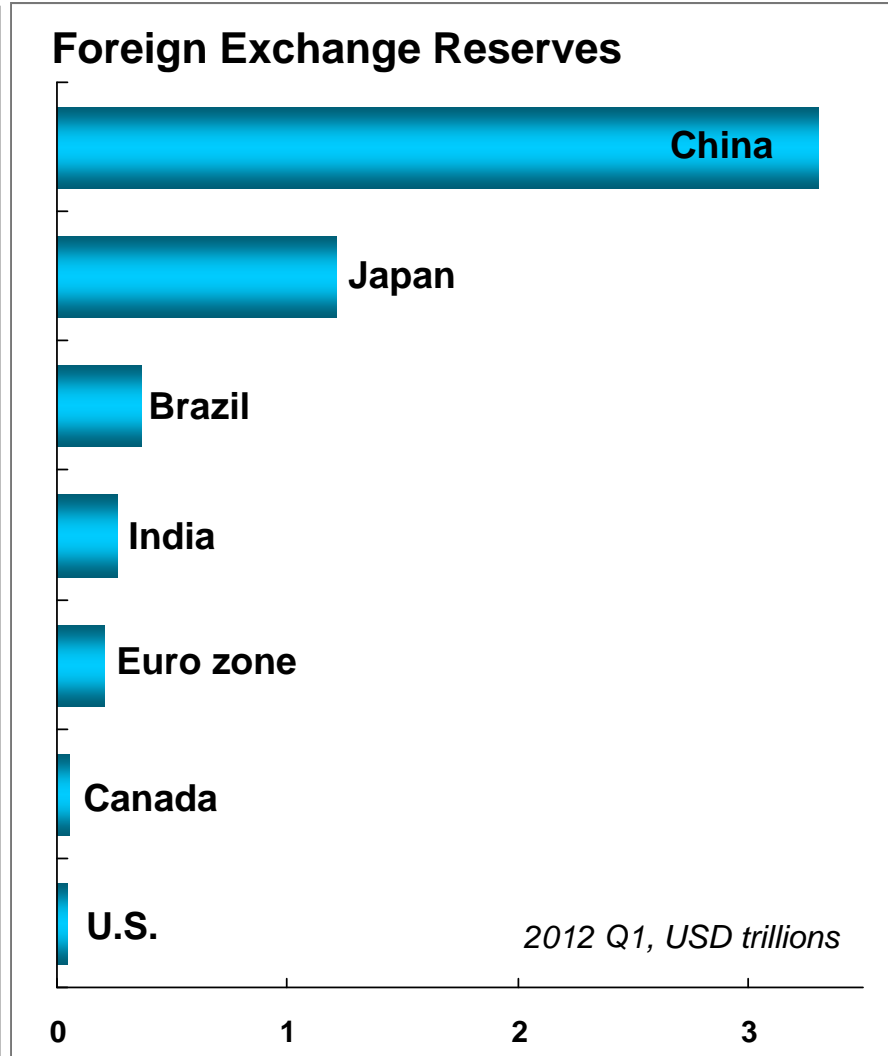
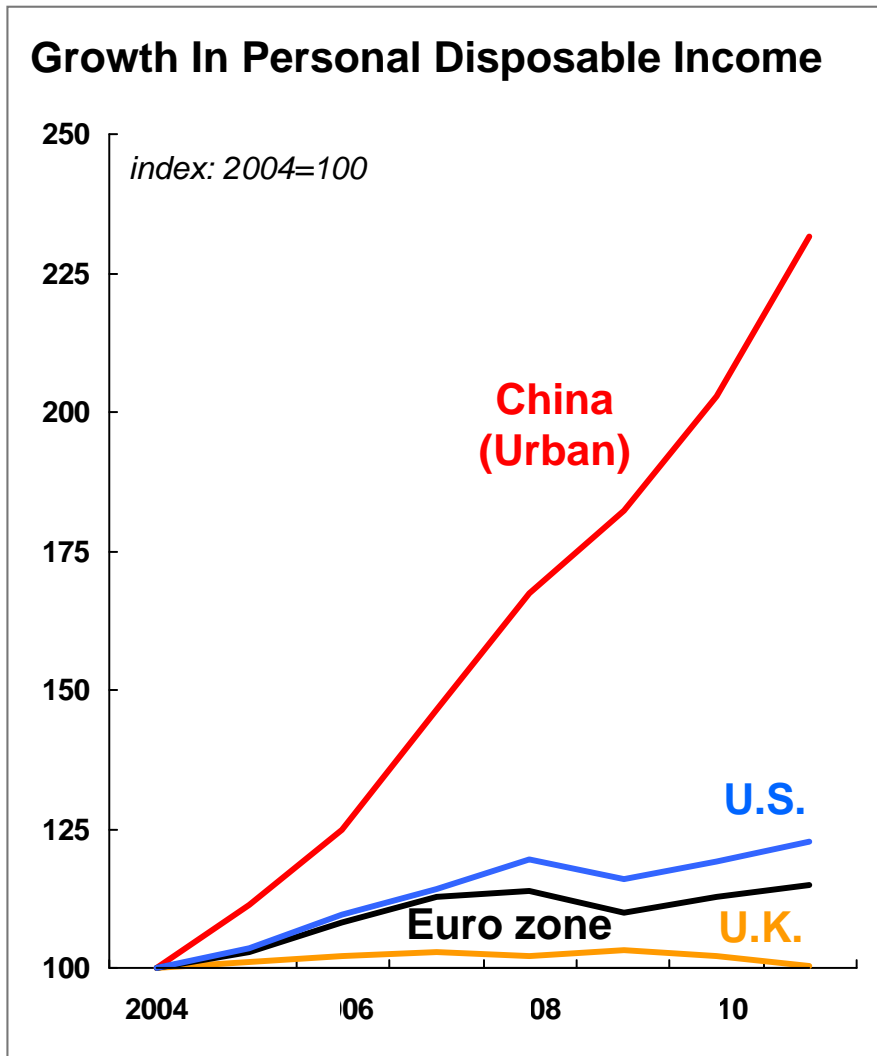
Emerging Markets are Driving Global Growth...



Source: Scotiabank Commodity Price Index, Bloomberg.

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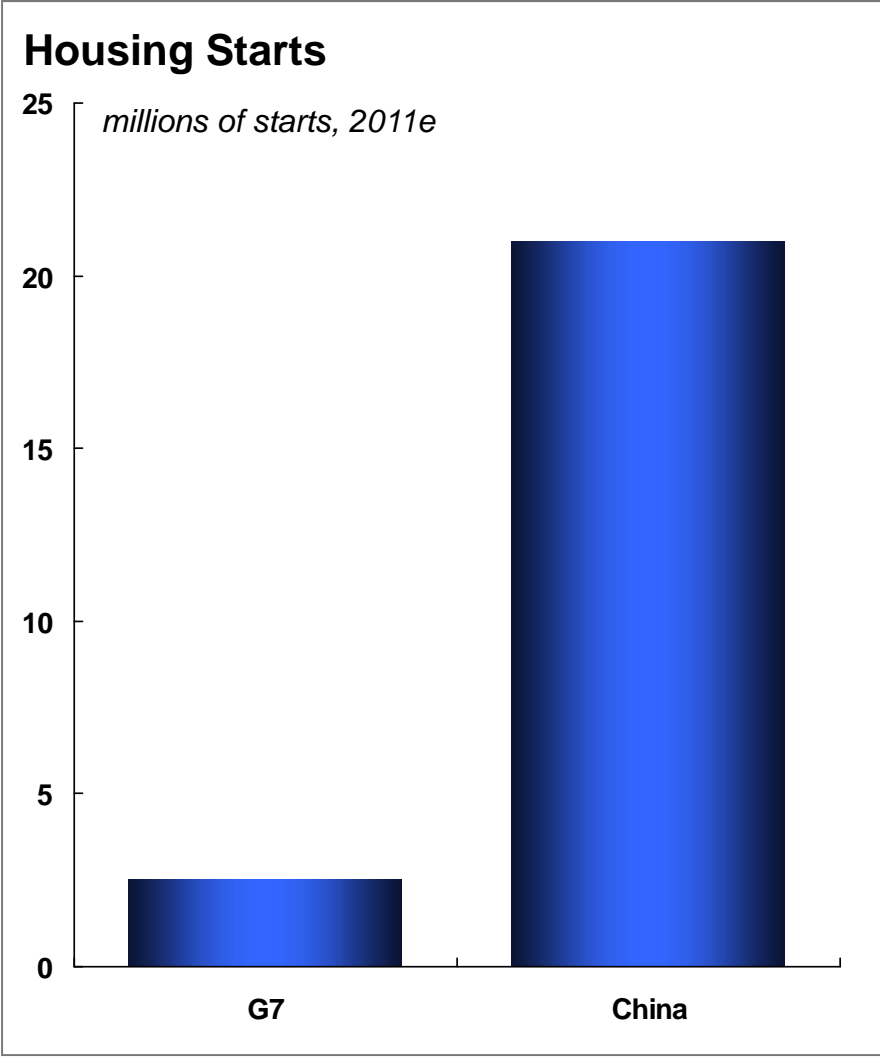
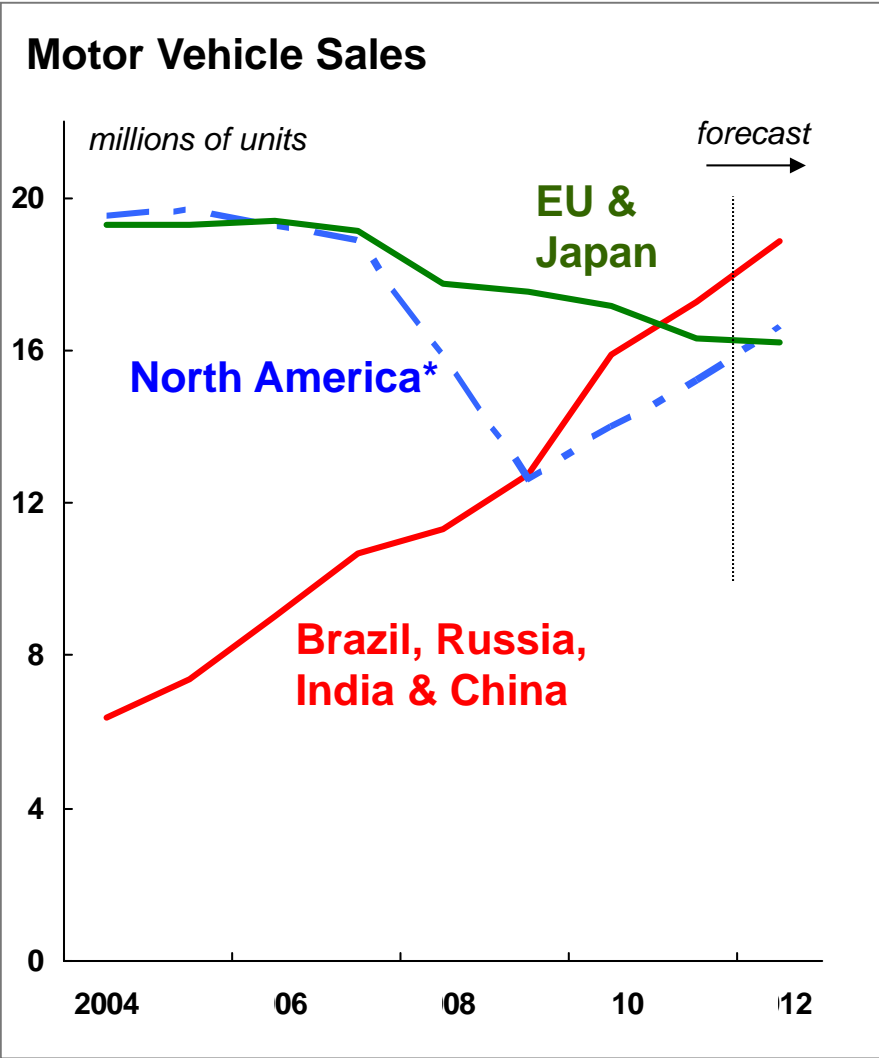
...& Have Significant Financial Resources



Source: IMF, Bloomberg, Scotia Economics.

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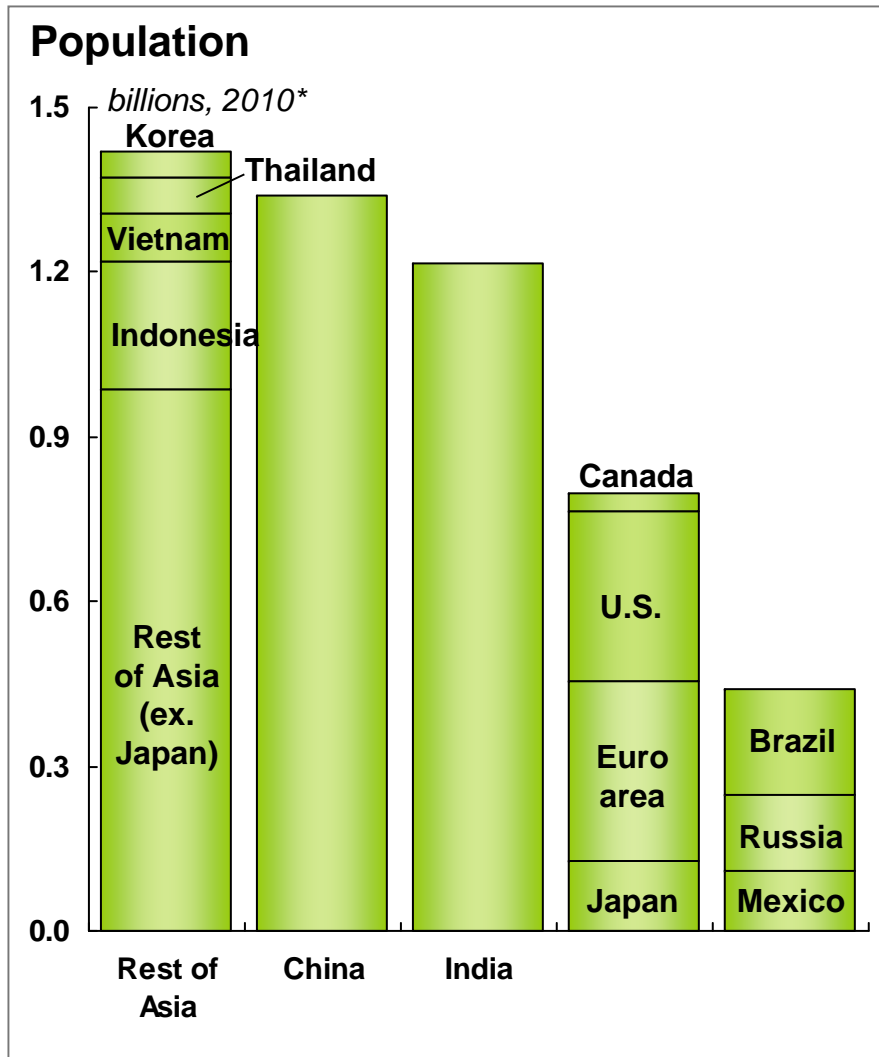
Emerging Markets Are Supported By Strong Domestic Demand...



*Includes light trucks in North America. Source: Ward's Automotive, IMF, Bloomberg, Scotia Economics.

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... & Have Huge Potential for Canadian Exporters

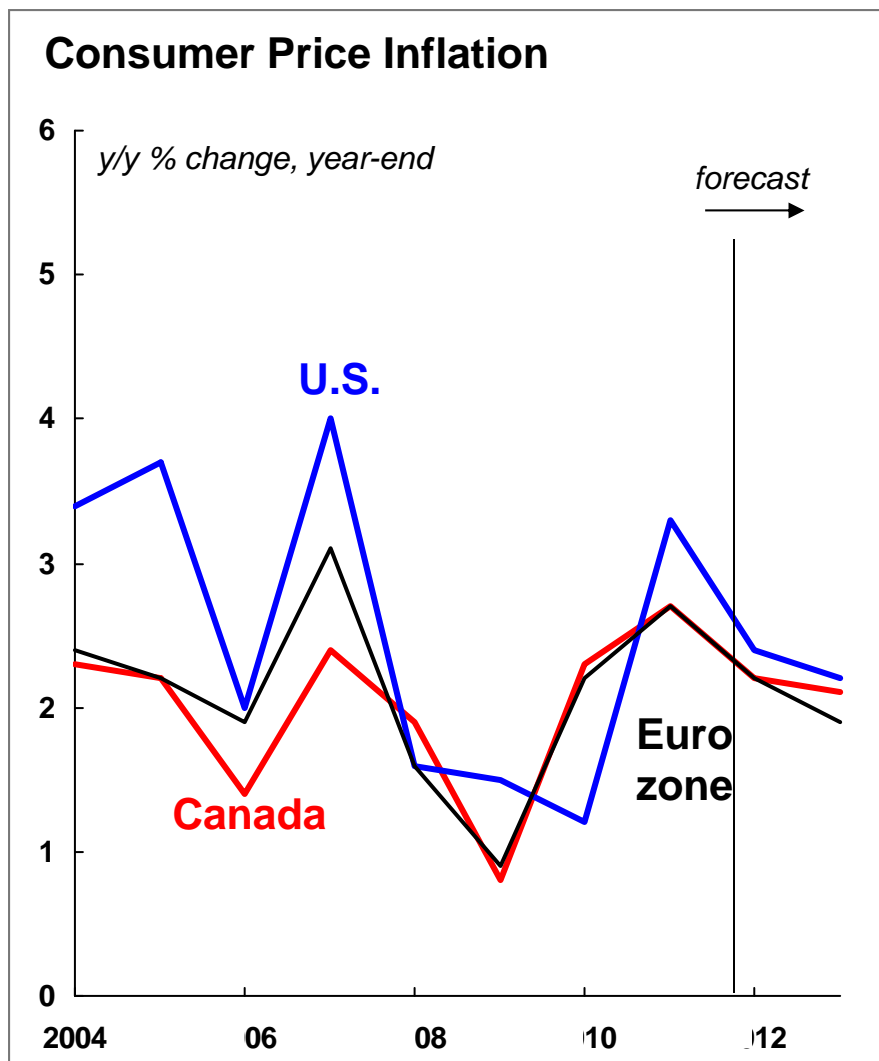


* 2010 IMF forecast.

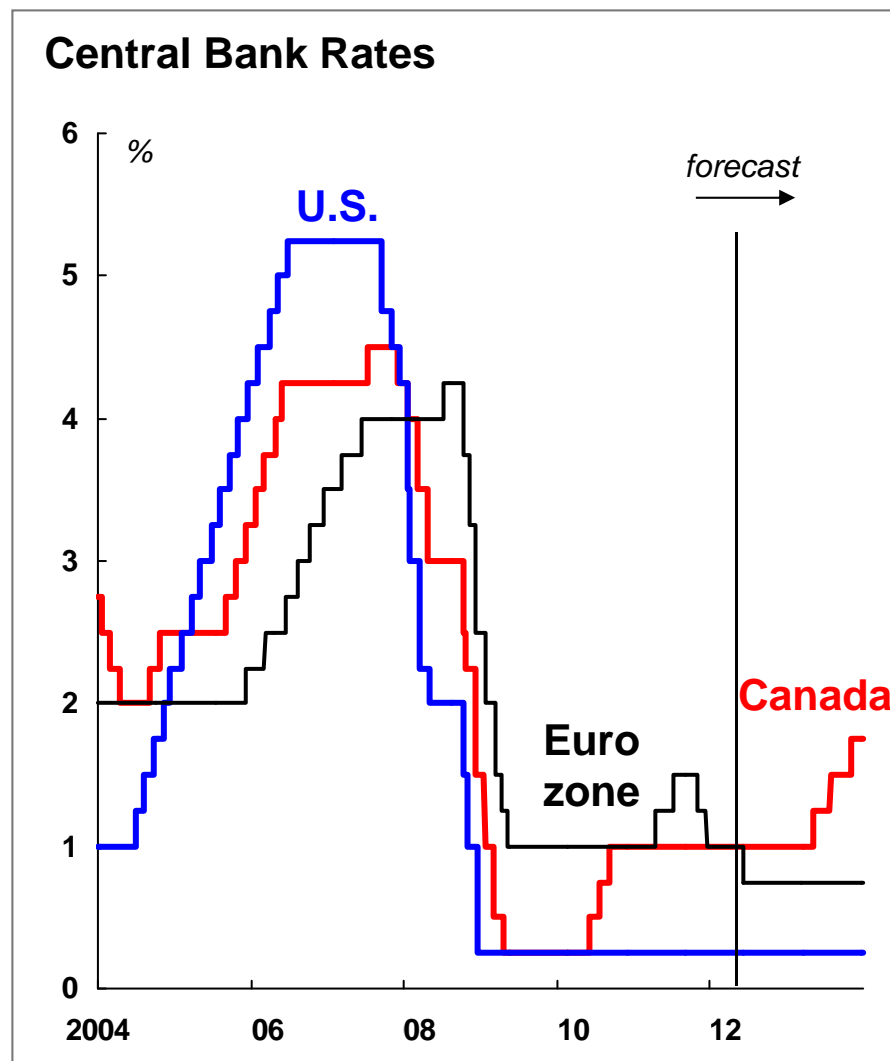
	Per Capita GDP*	Motor vehicles per 1000 people	Number of Airports
India	1,000	17	350
China	4,000	58	500
Brazil	10,000	158	4,050
Canada	46,000	619	1,400
United States	47,000	766	15,100

*Market exchange rate, USD. Source: Bank of Canada Monetary Policy Report, April 2011. International Energy Agency, IMF WEO 2010 (estimates), World Bank Development Indicators 2010, CIA Factbook 2010. Forecasts at May 4, 2012

Monetary Policies Will Remain Geared to Reviving Growth



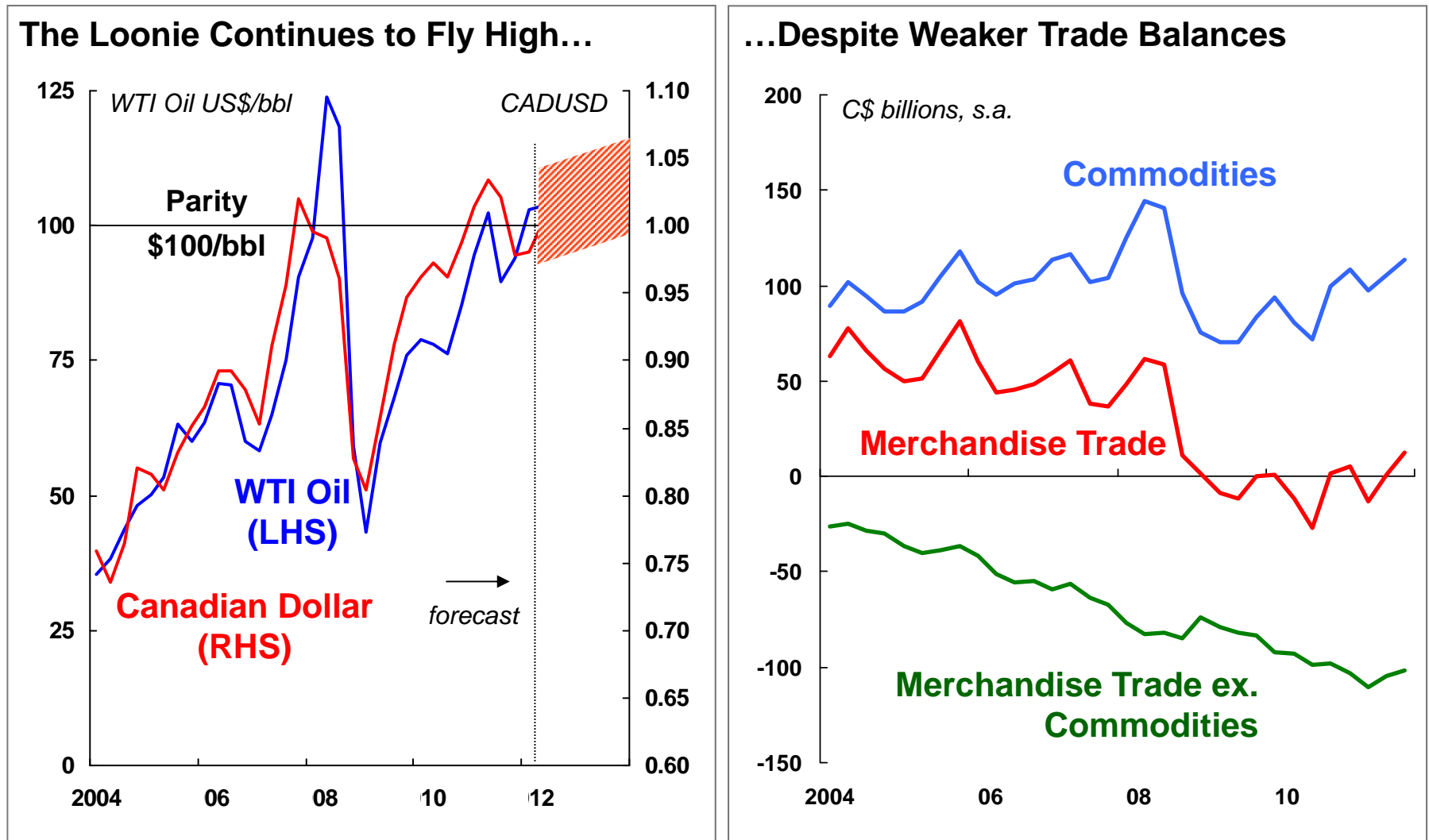
Source: Statistics Canada, BLS, Bloomberg, Scotia Economics.



Source: Bank of Canada, U.S. Federal Reserve, European Central Bank, Bank of England, Scotia Economics.

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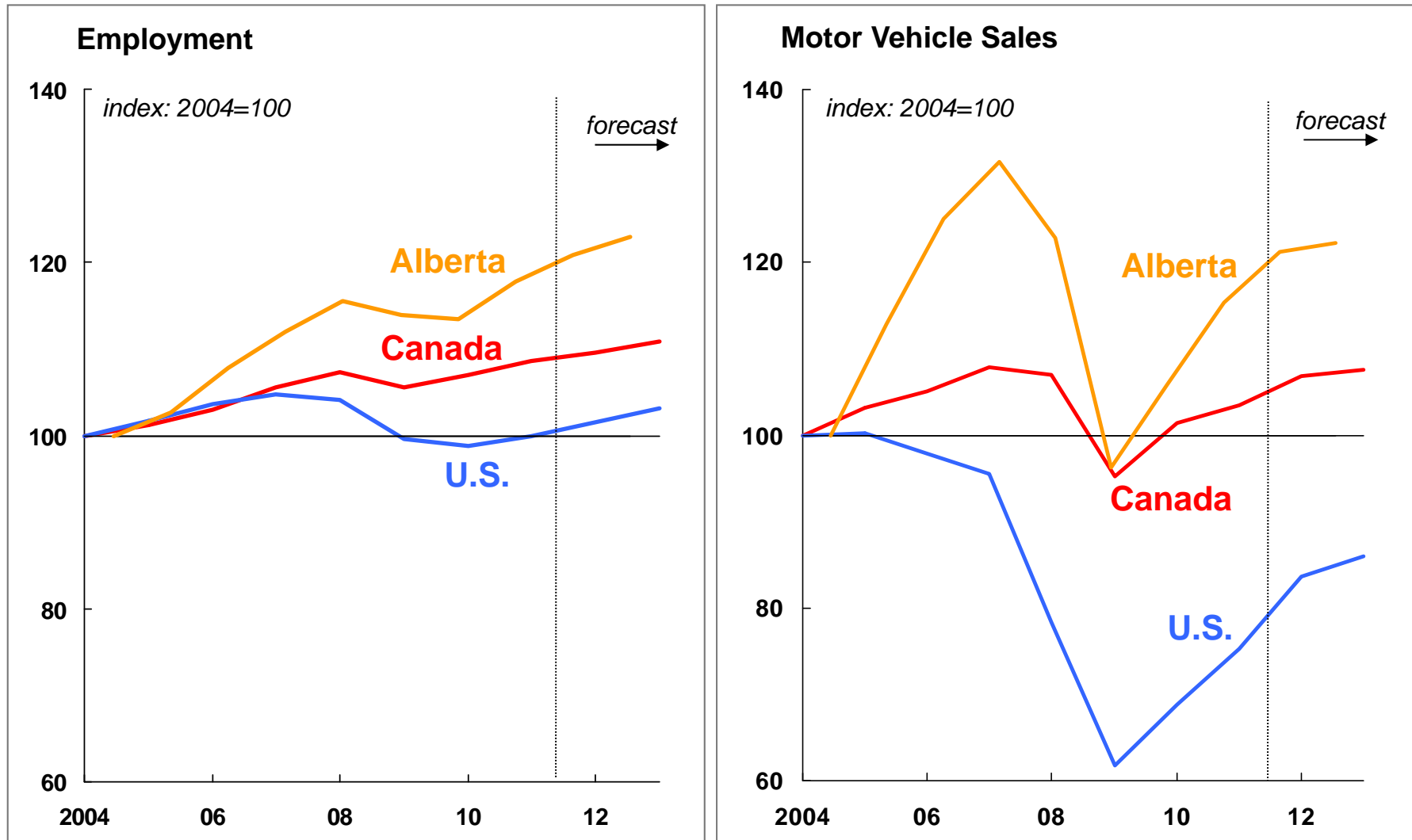
Loonie Strength, U.S. Weakness Hit Canadian Exports



Source: Scotia Economics, Statistics Canada, Bloomberg.

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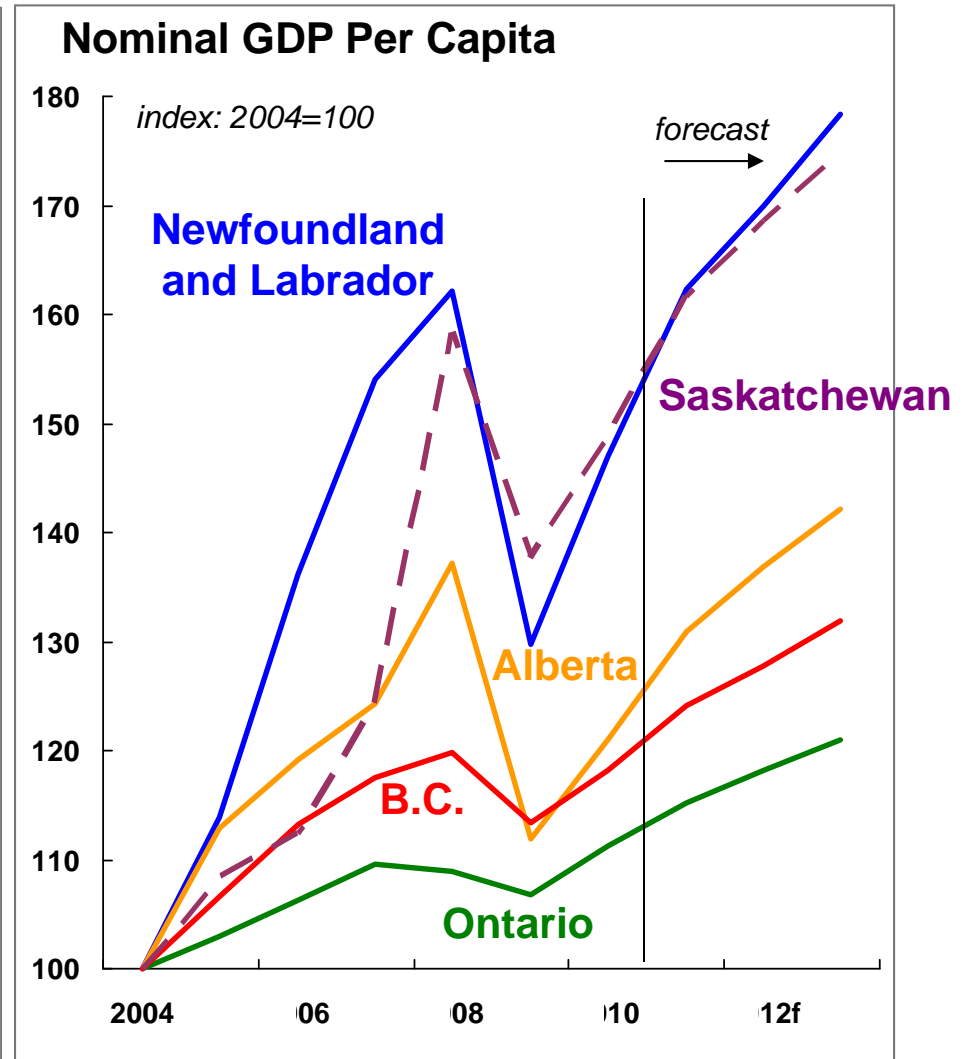
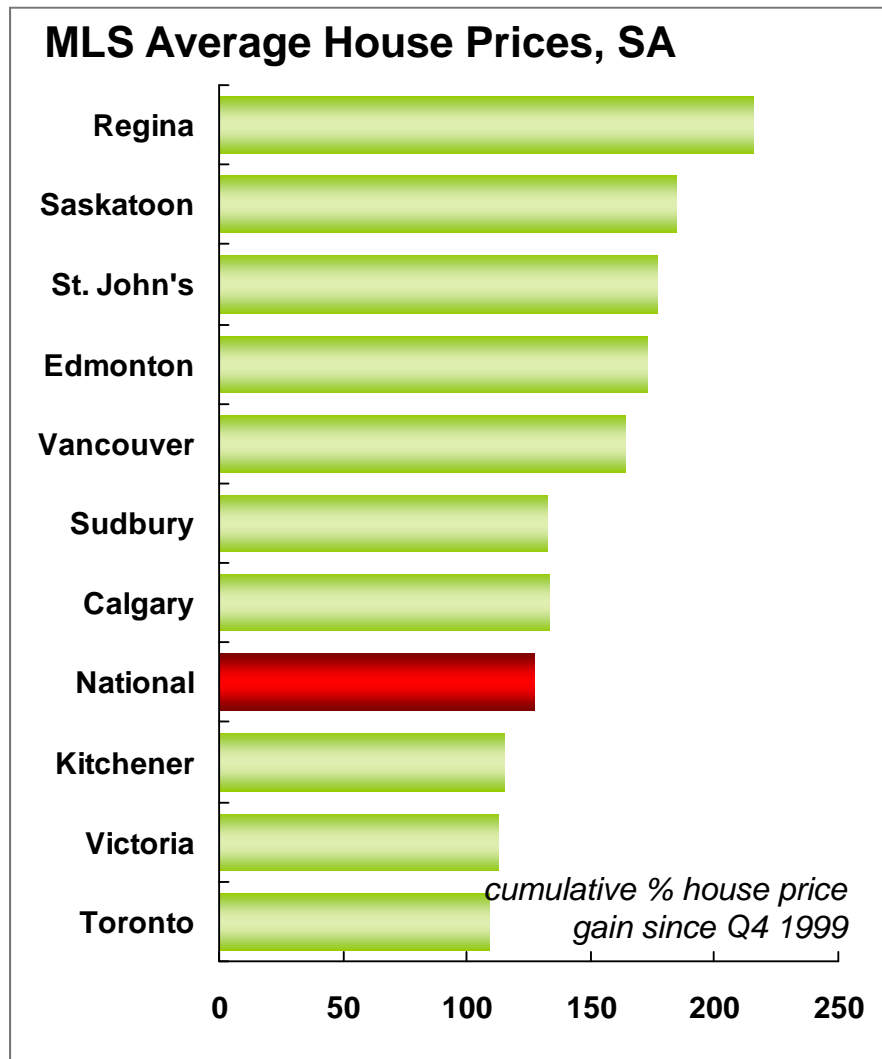
Better Job Market Supports Canadian Household Spending



Source: Scotia Economics, Global Insight.

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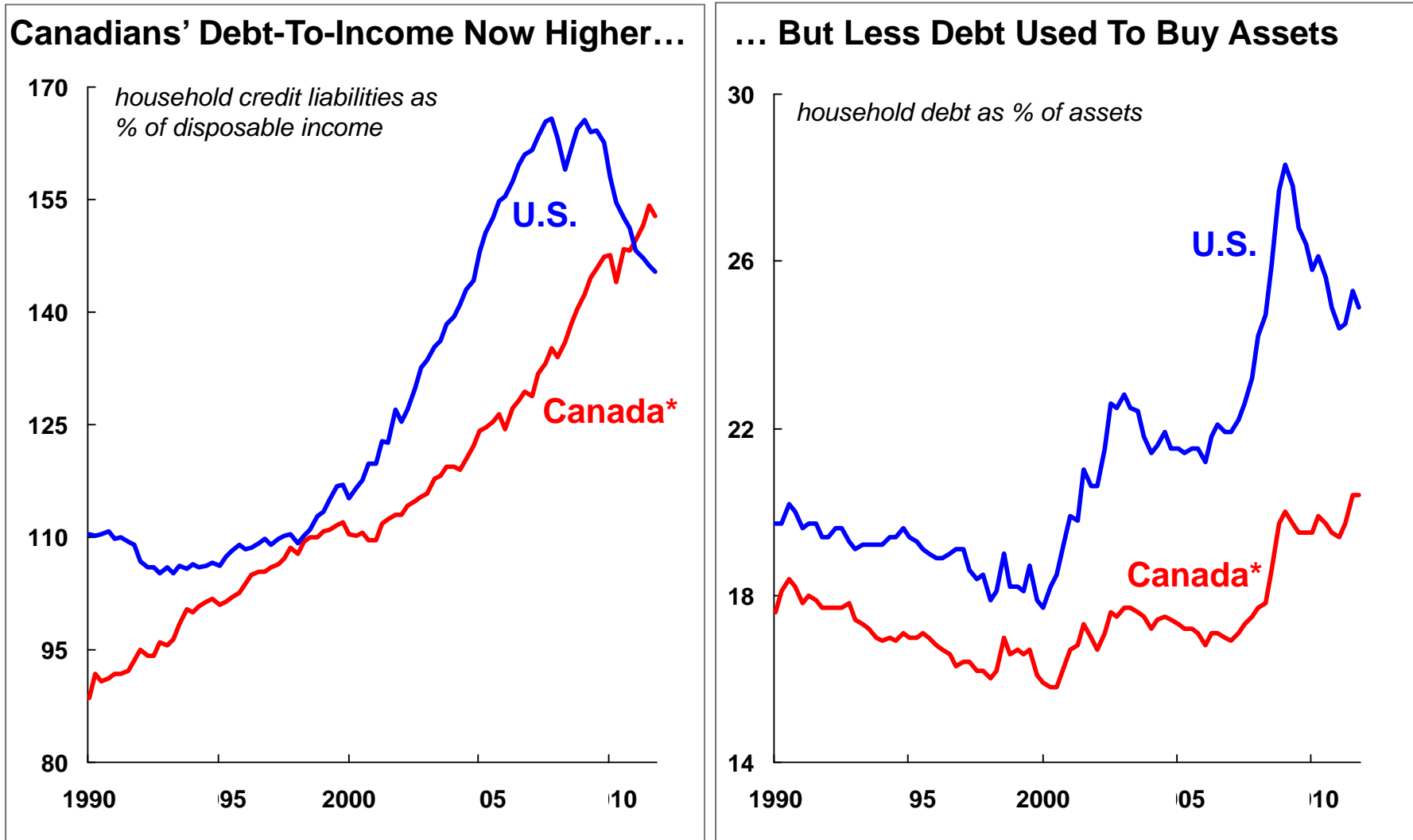
Canadian Housing Market is Hot... Reflecting Strong Regional Fundamentals



Source: CREA MLS, Statistics Canada, CMHC, Scotia Economics.

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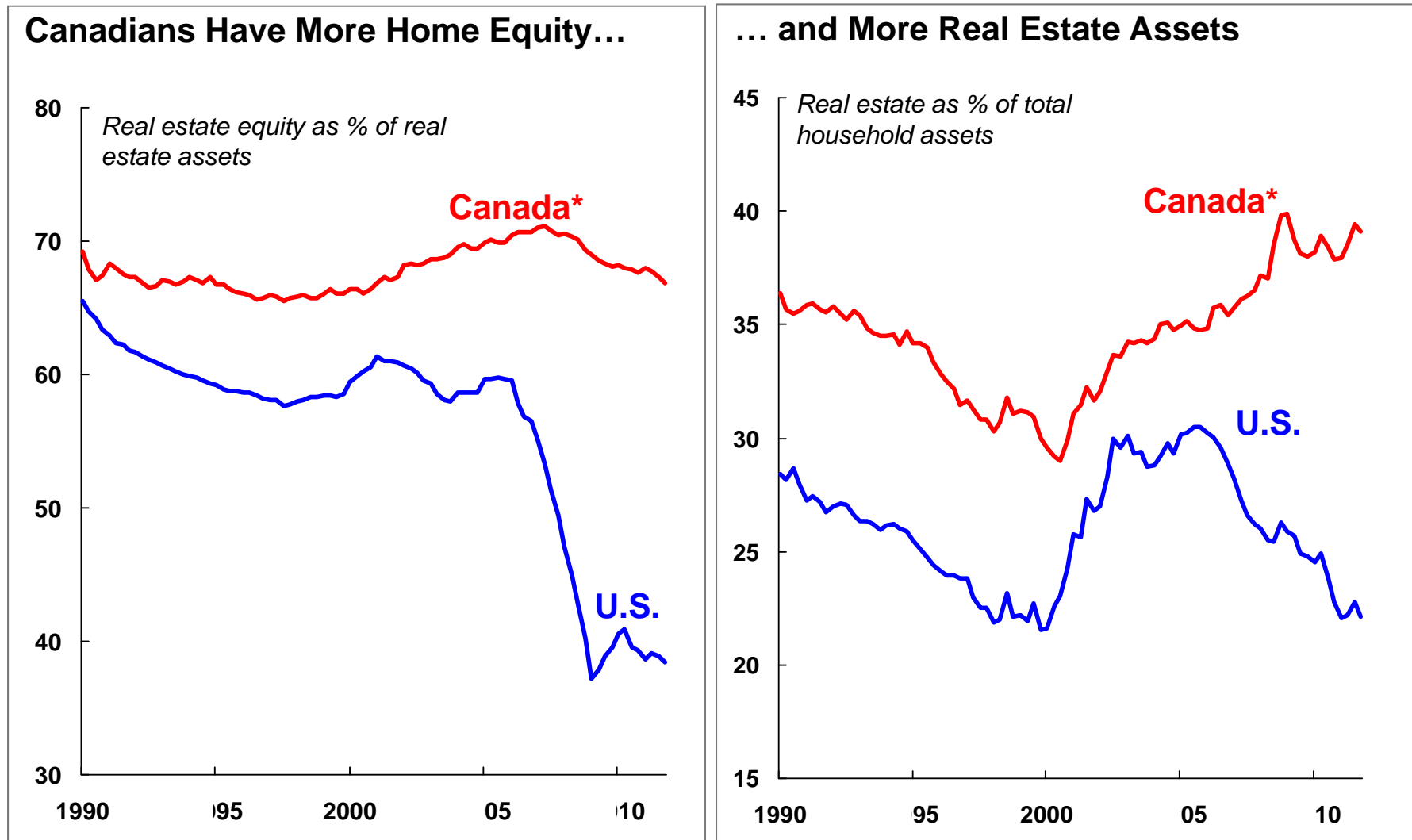
Canadians Have Higher Debt... But Stronger Balance Sheets



* Includes households and unincorporated business.
 Source: U.S. Federal Reserve, Statistics Canada, MBA, CBA, Scotia Economics.

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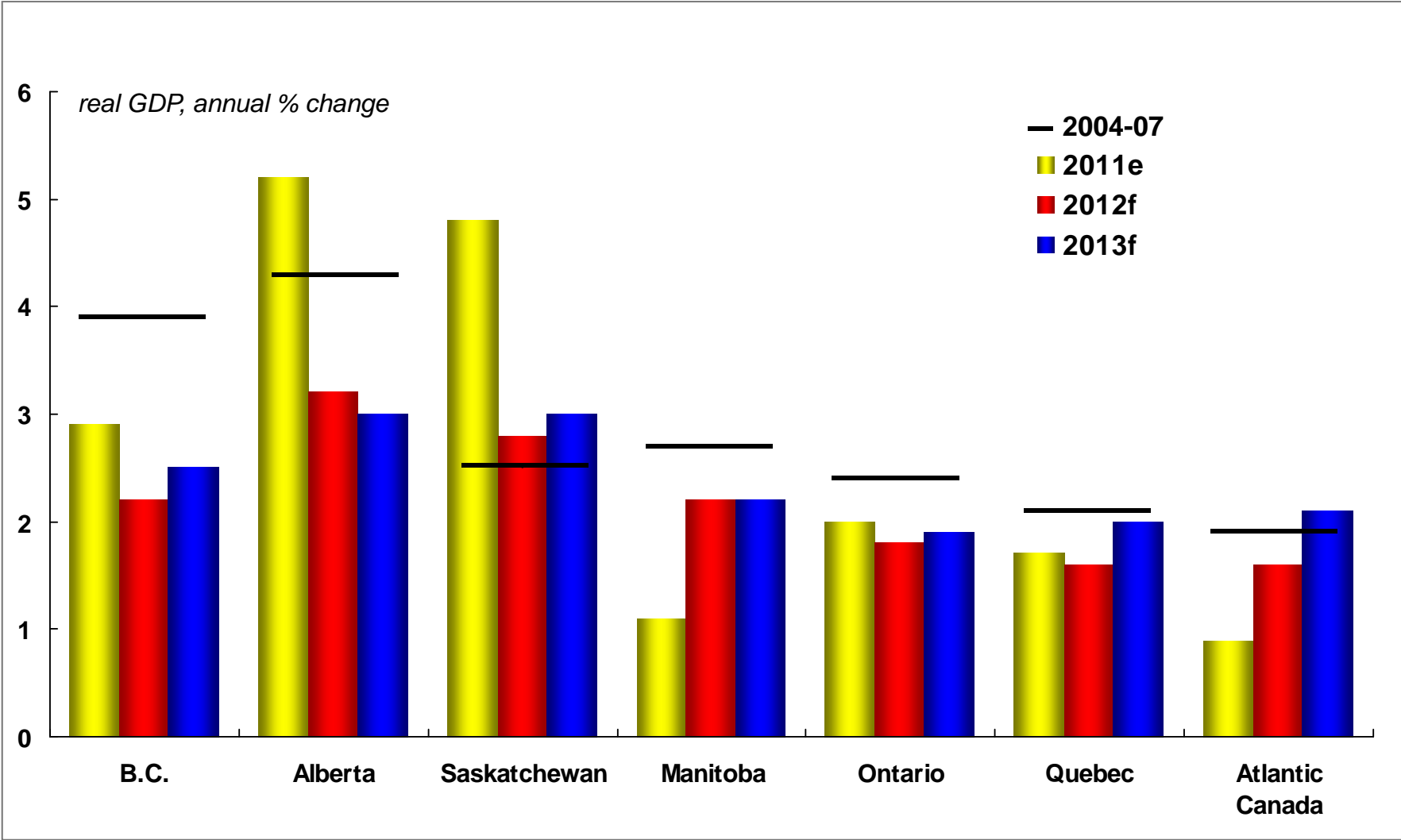
Canadians Have More Home Equity & More Real Estate in their Portfolio



* Canada includes households and unincorporated business.
 Source: U.S. Federal Reserve, Statistics Canada, MBA, CBA, Scotia Economics.

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Canadian Growth Prospects Still Best in the West



Source: Scotia Economics, Statistics Canada.

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