

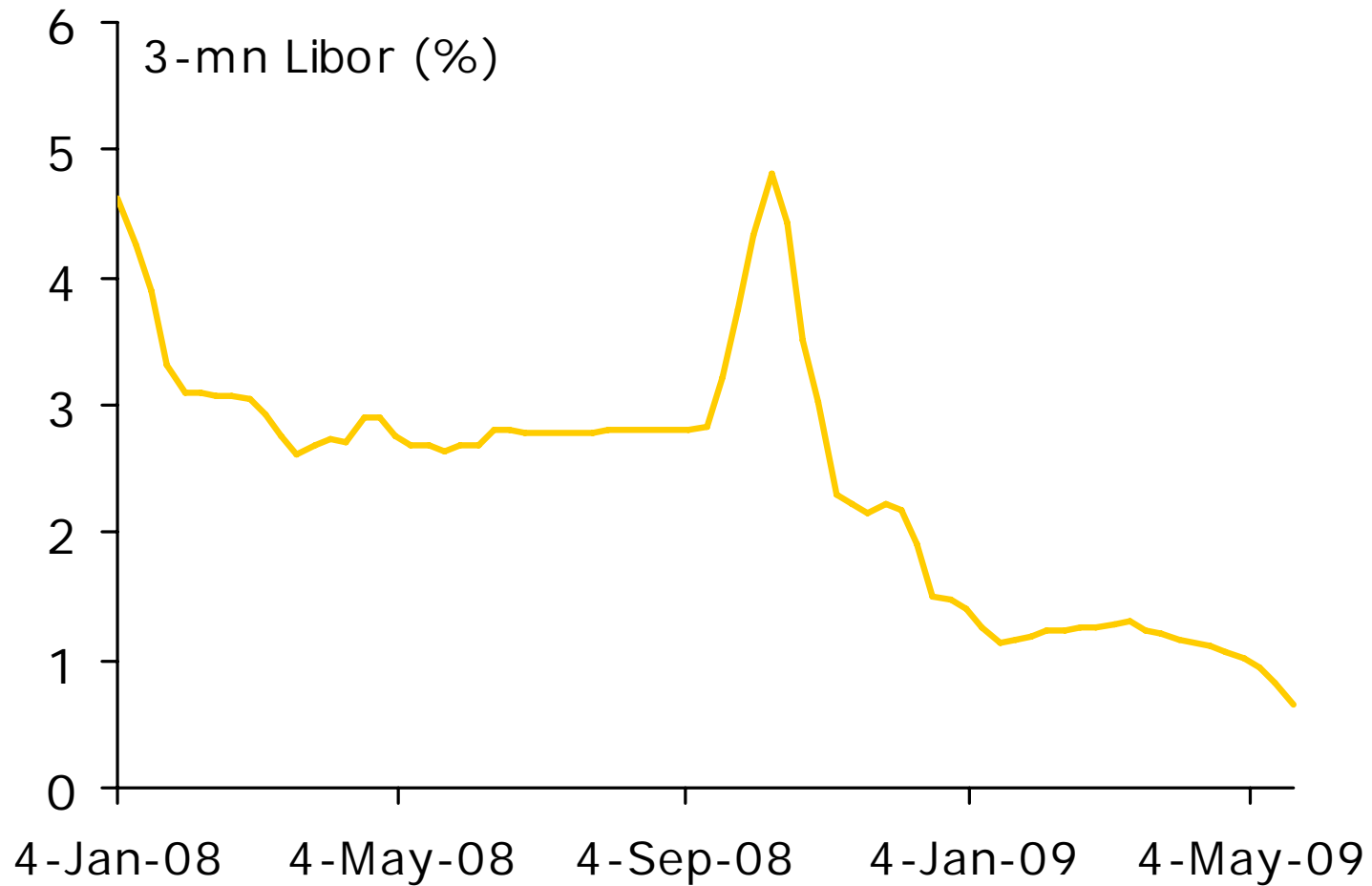
Second-Hand Smoking

Benjamin Tal, Senior Economist

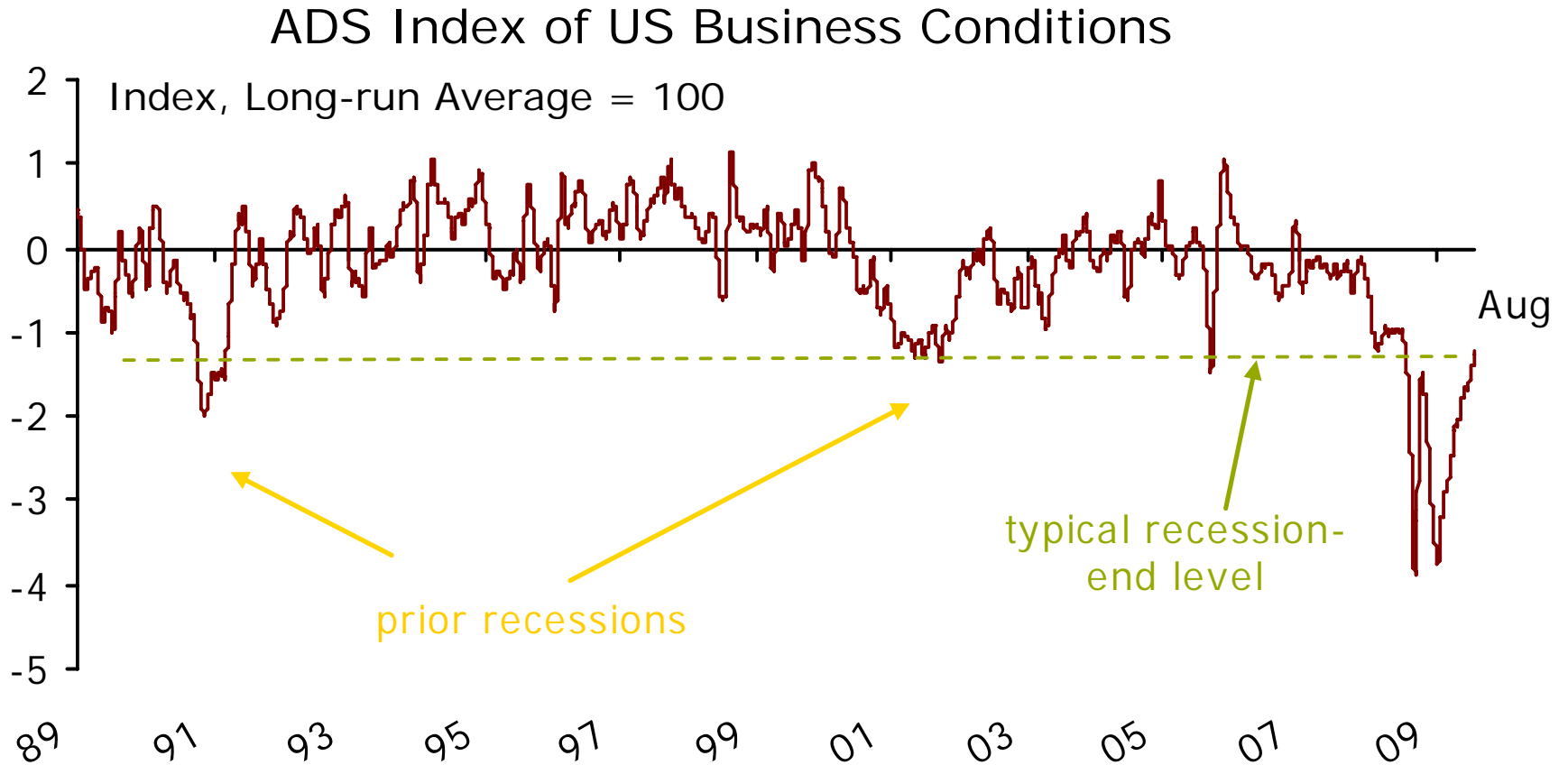
September 2009



The Banking Crisis Is Over



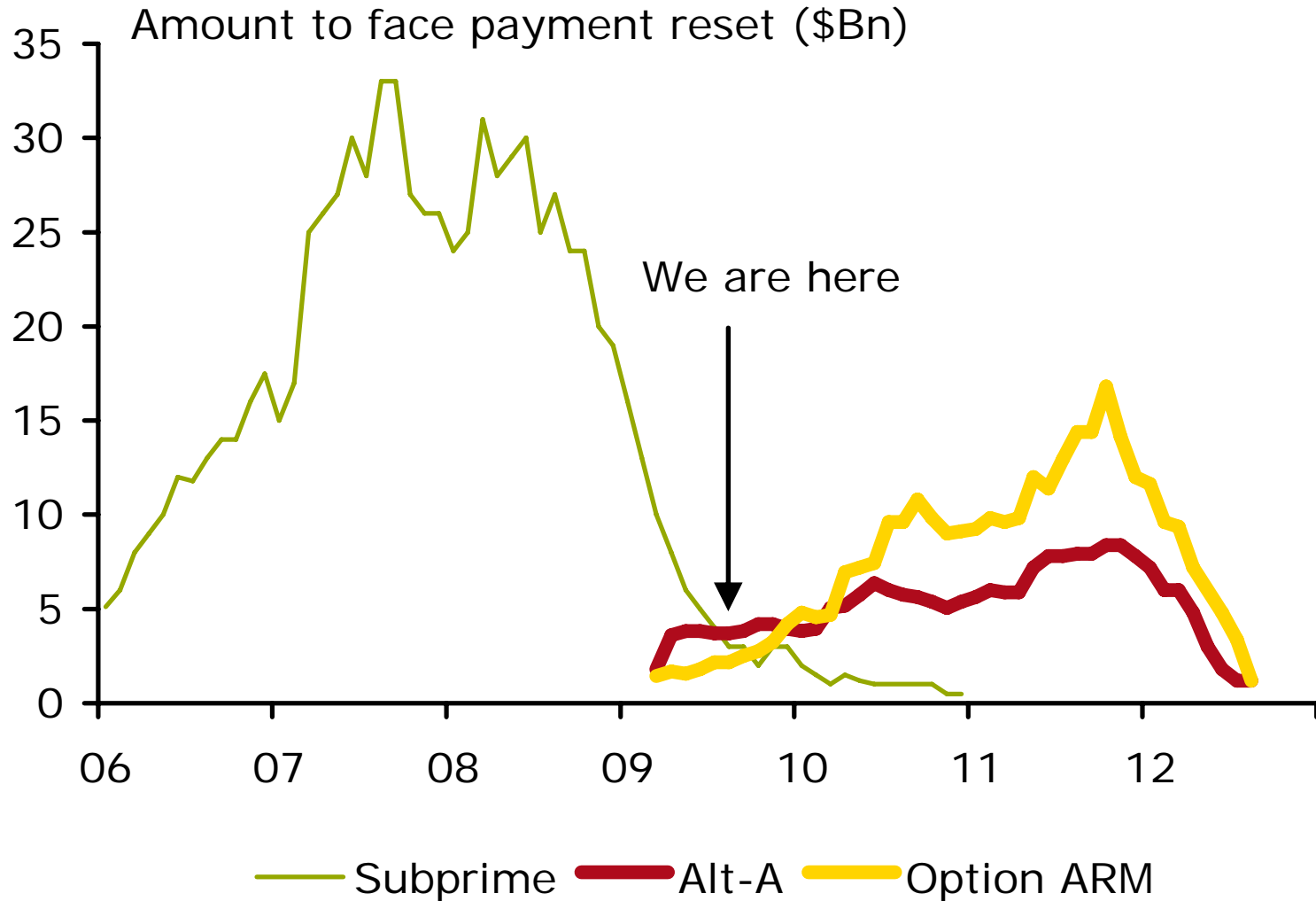
Recent US Indicators Point to Recession End



Source: Philadelphia Fed

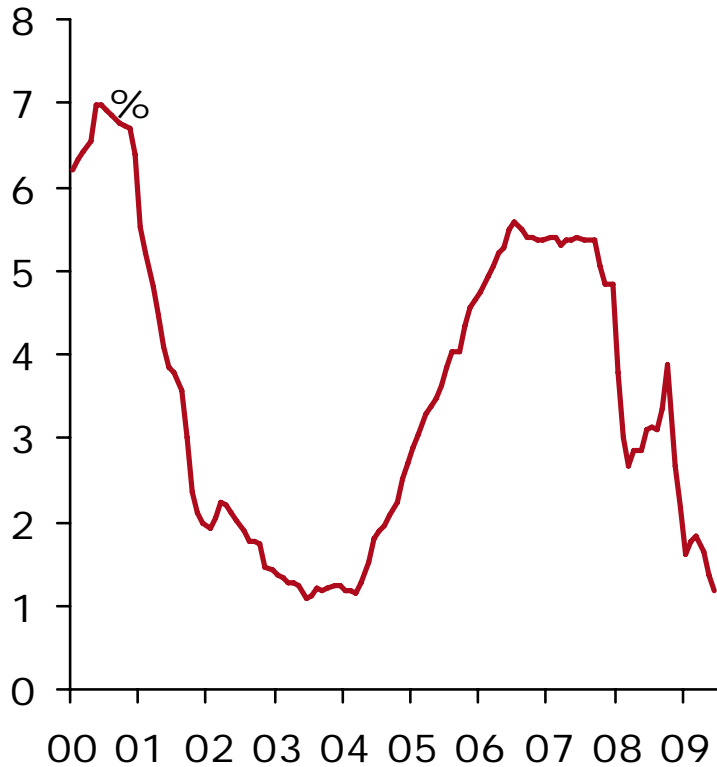


Next Wave of Mortgage Resets a Bit Less Scary

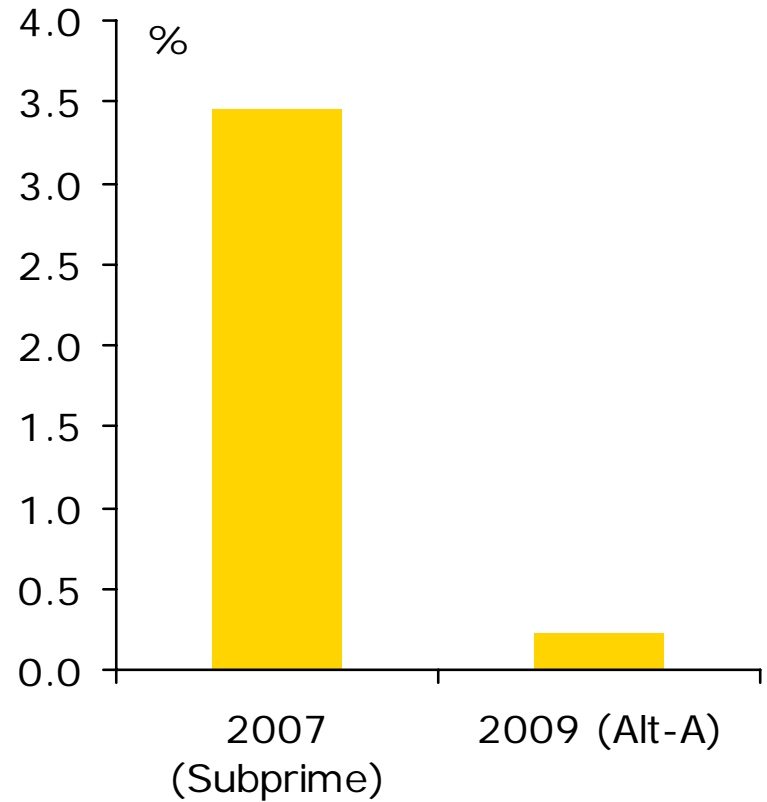


No Reset Shock in 2009

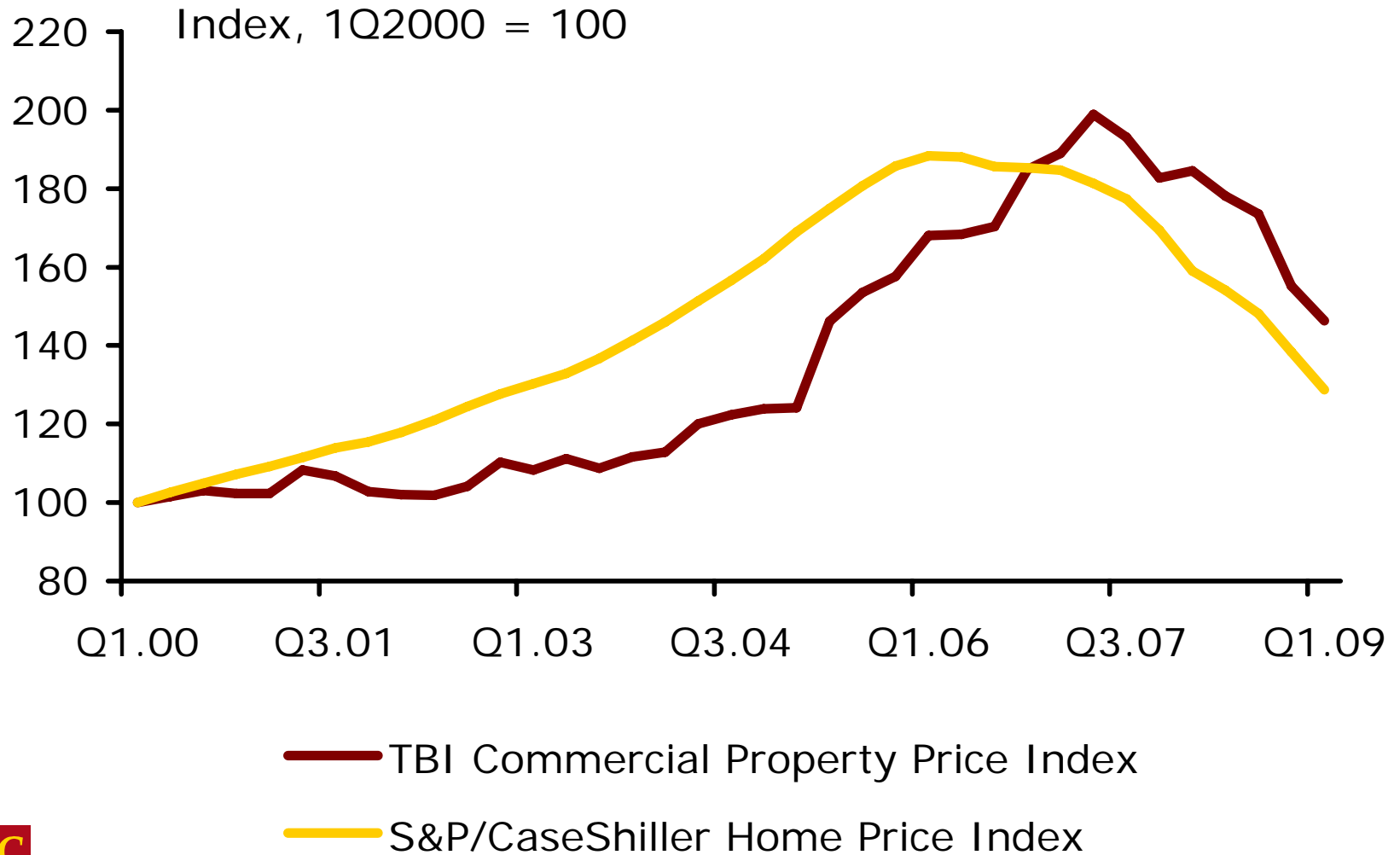
6 month LIBOR (US)



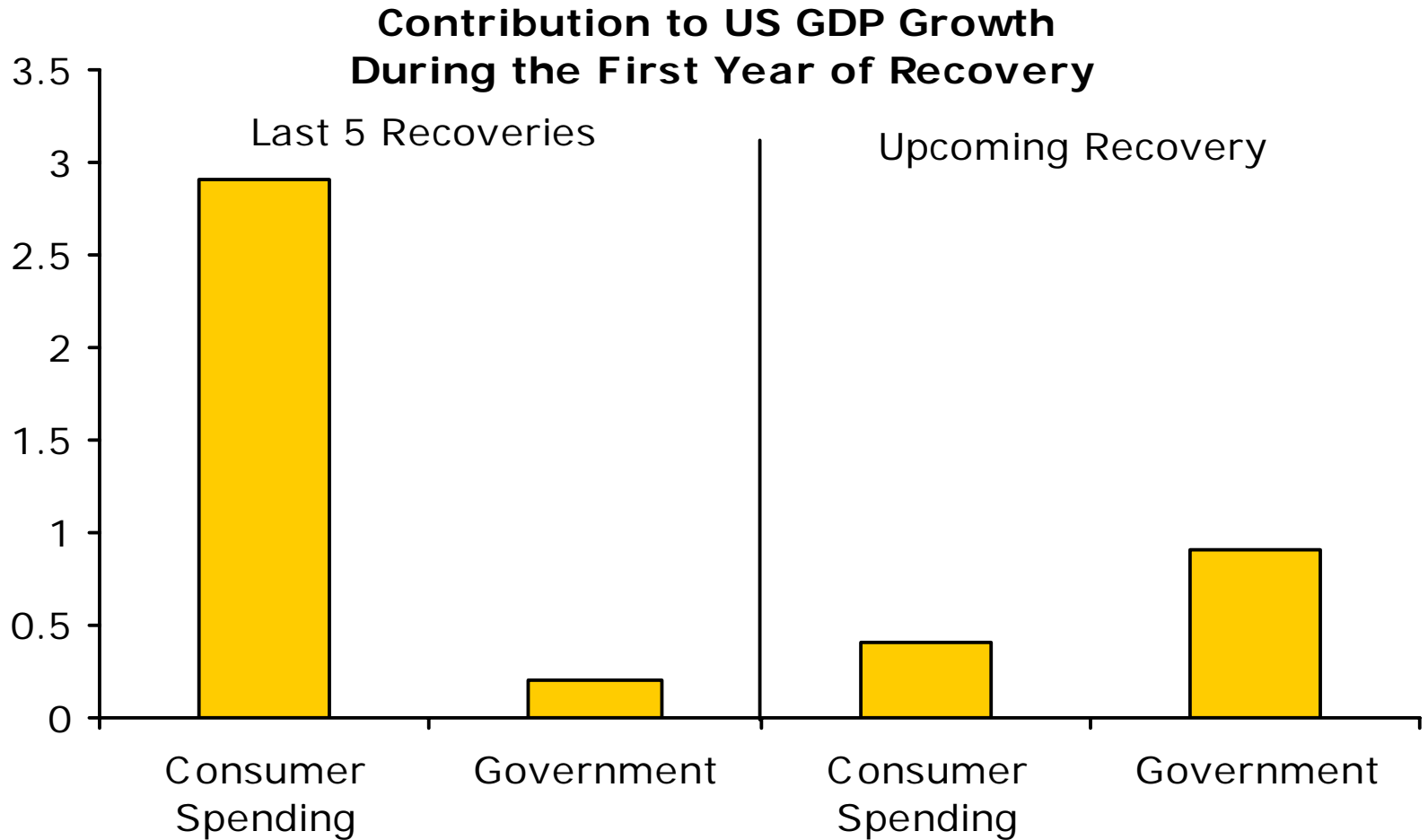
Reset Shock



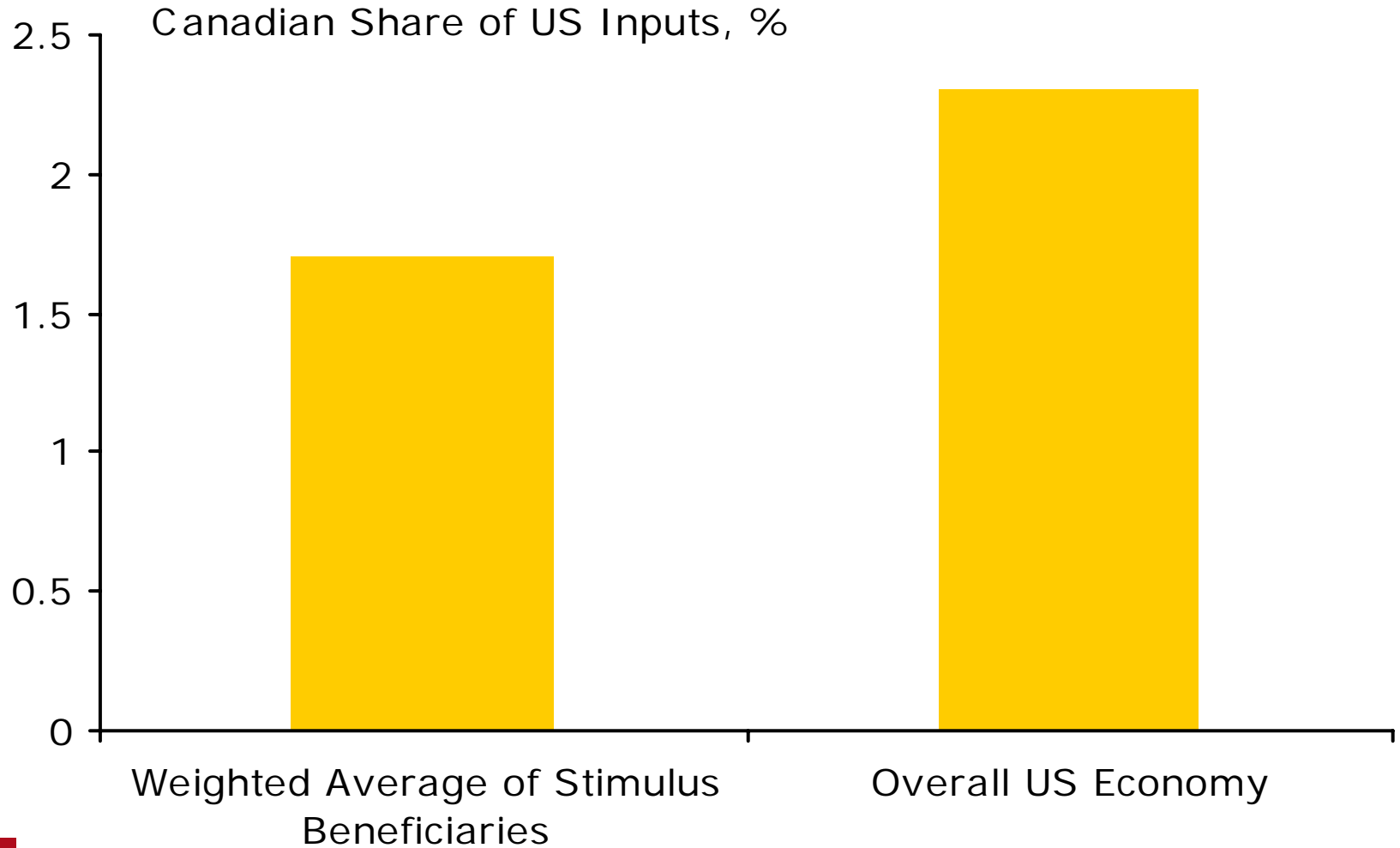
Where Houses Went, Commercial RE Follows



US Rebound Will Lean Heavily on Government

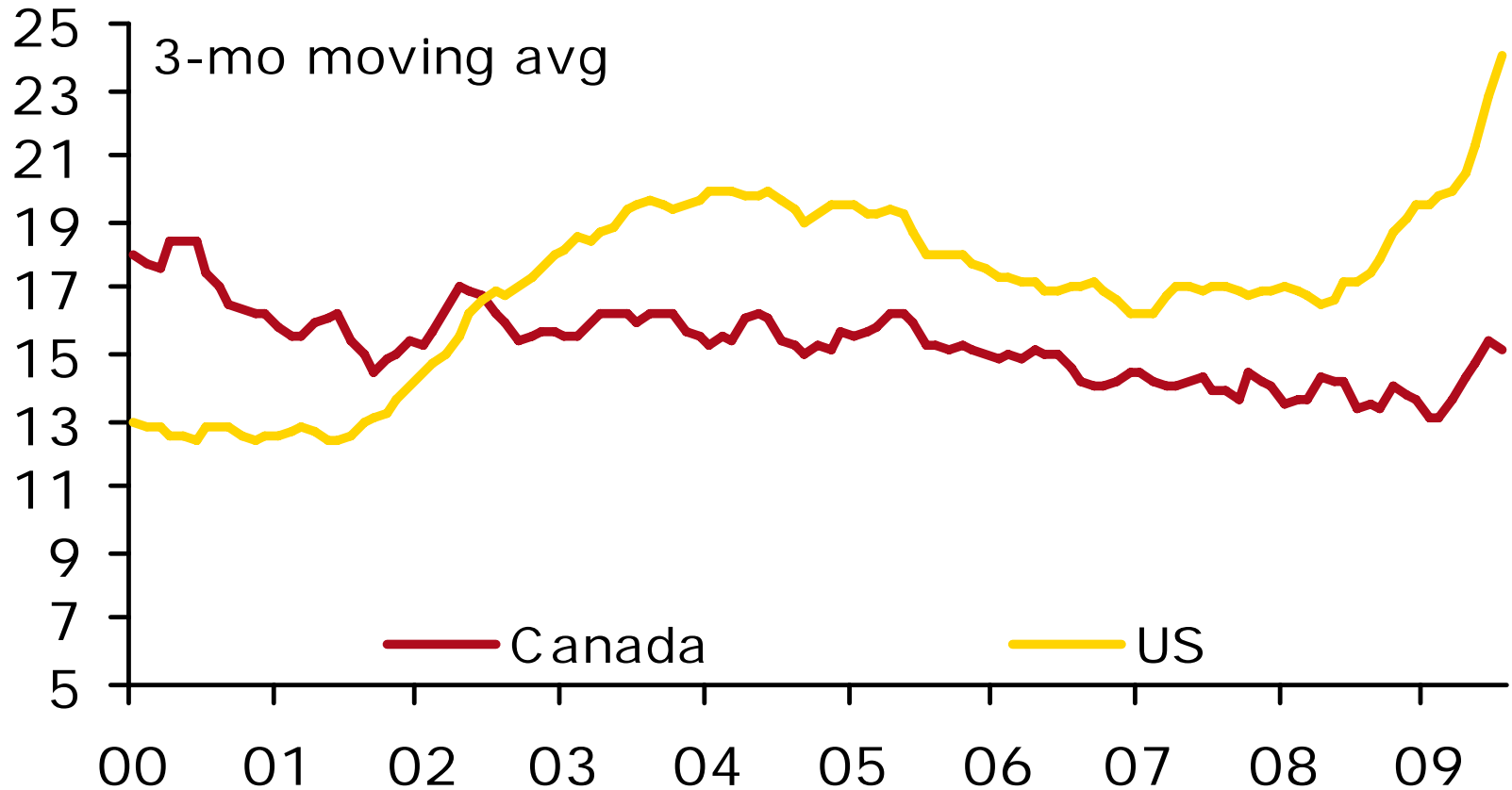


Canada's Weighted Share of US Activity: Stimulus Winners vs Overall Economy

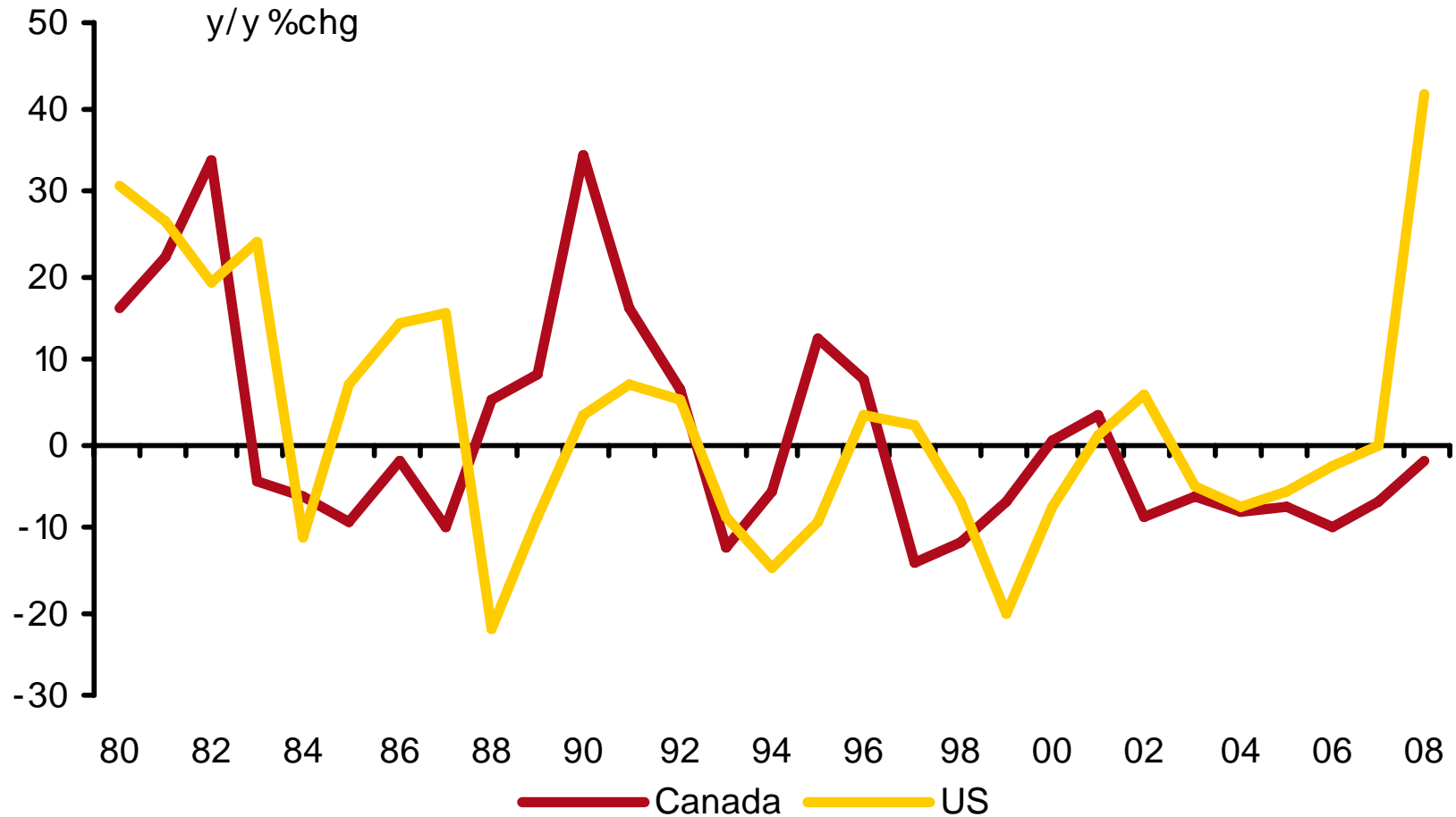


Duration of Unemployment – Shorter in Canada

Average Weeks

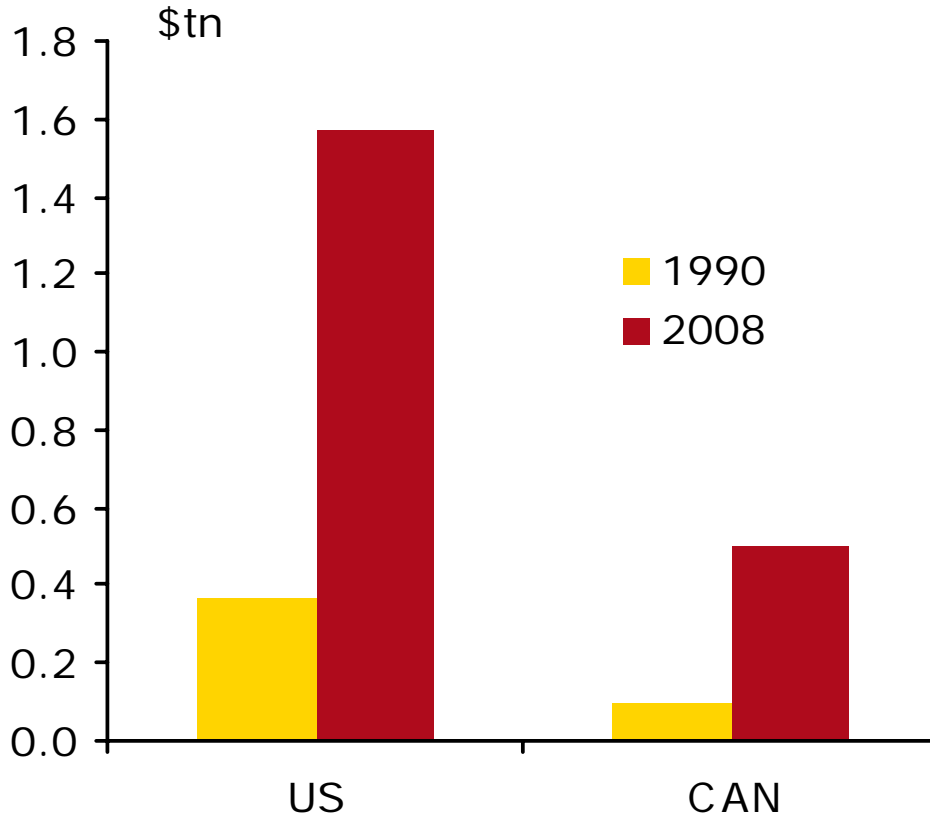


Business Bankruptcies: Canada vs US

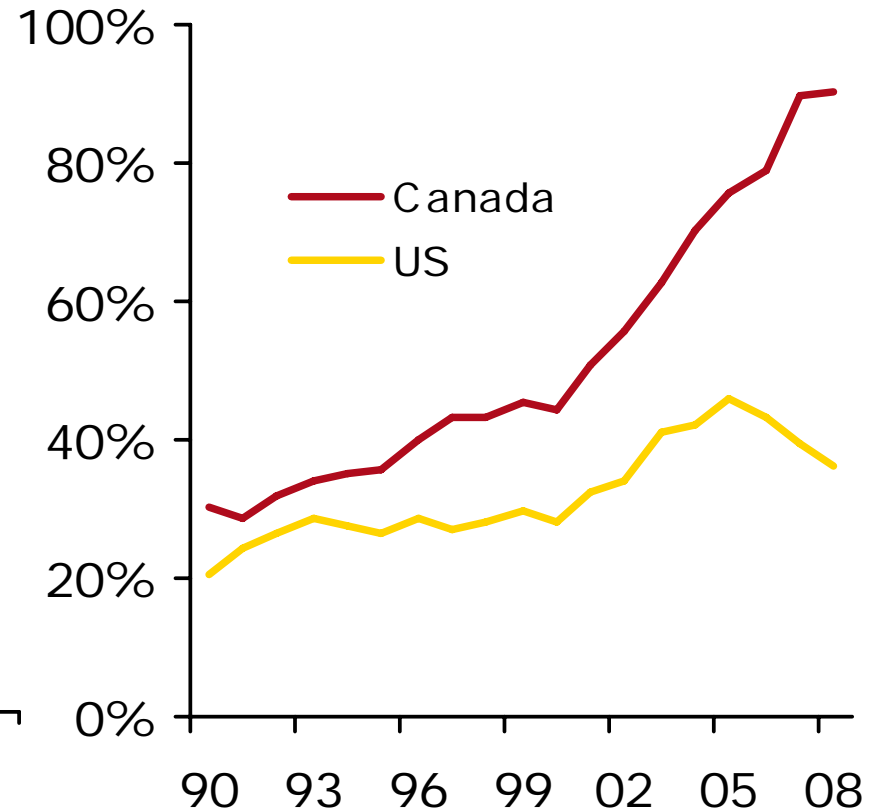


Companies on Both Sides of the Border Sitting on Cash (L), CDN Firms More Liquid (R)

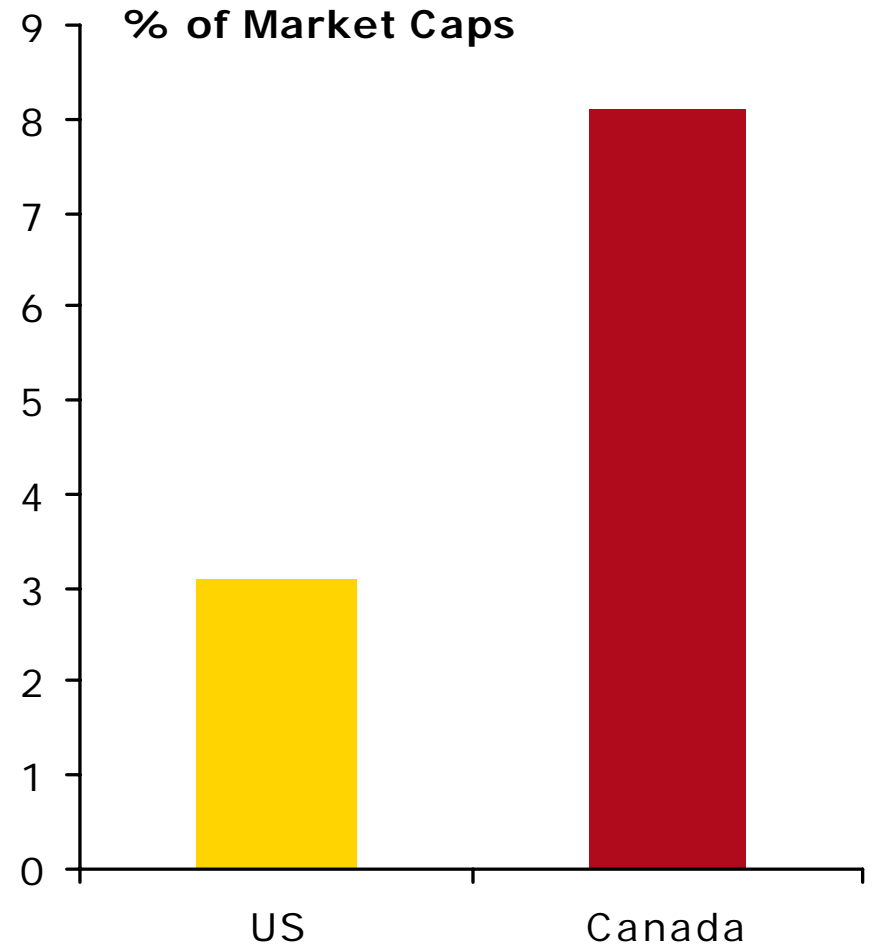
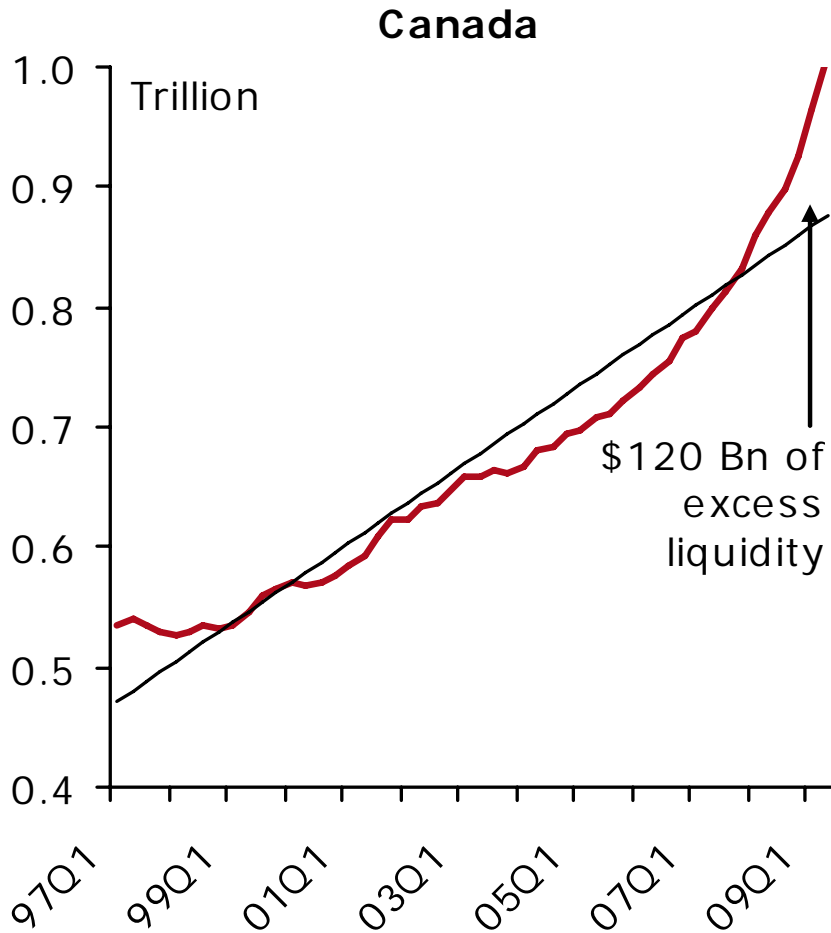
Liquid Assets



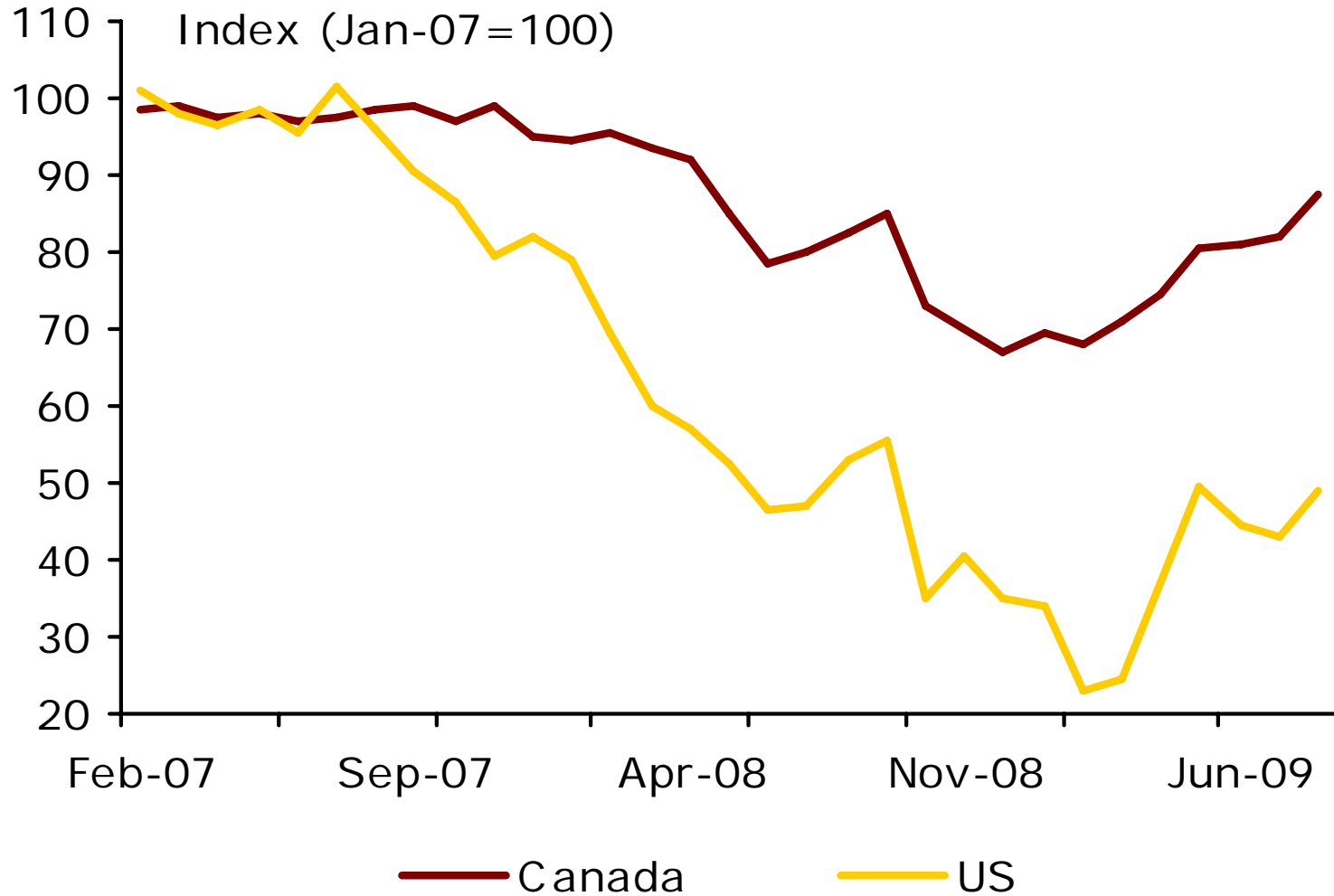
Liquidity Ratio



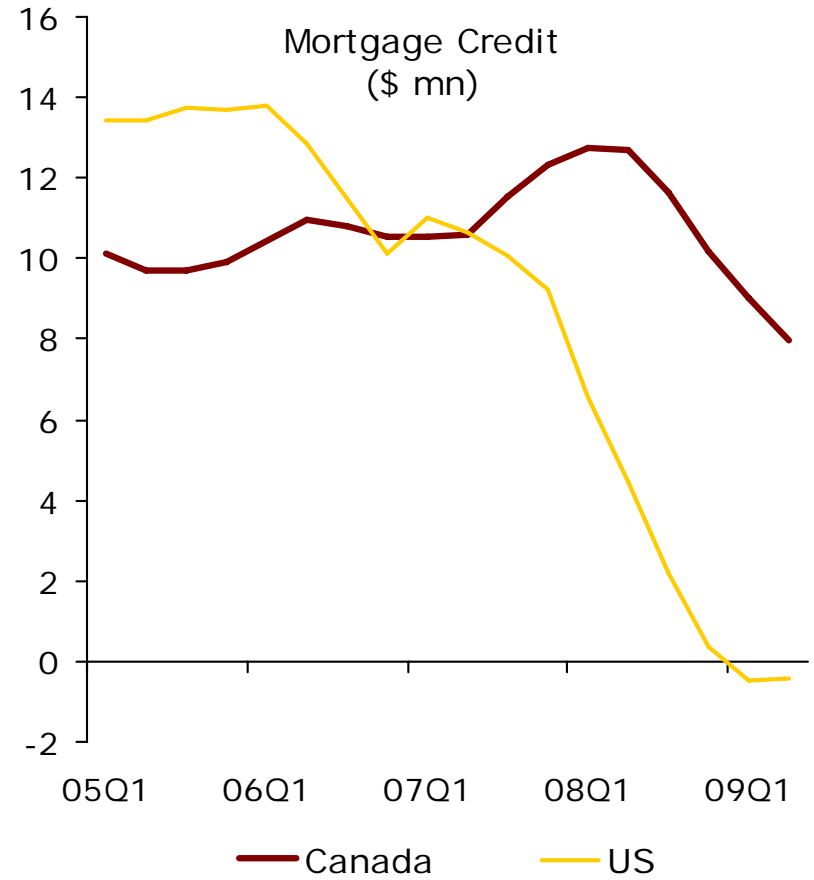
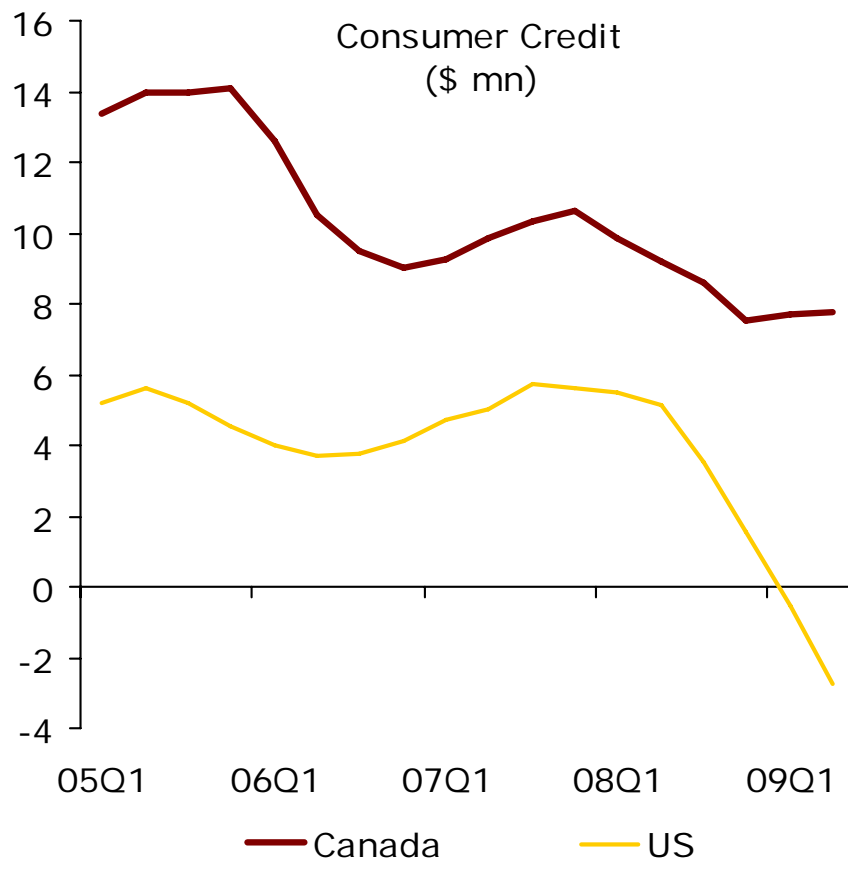
Excess Liquidity Among Individual Investors



Consumer Confidence

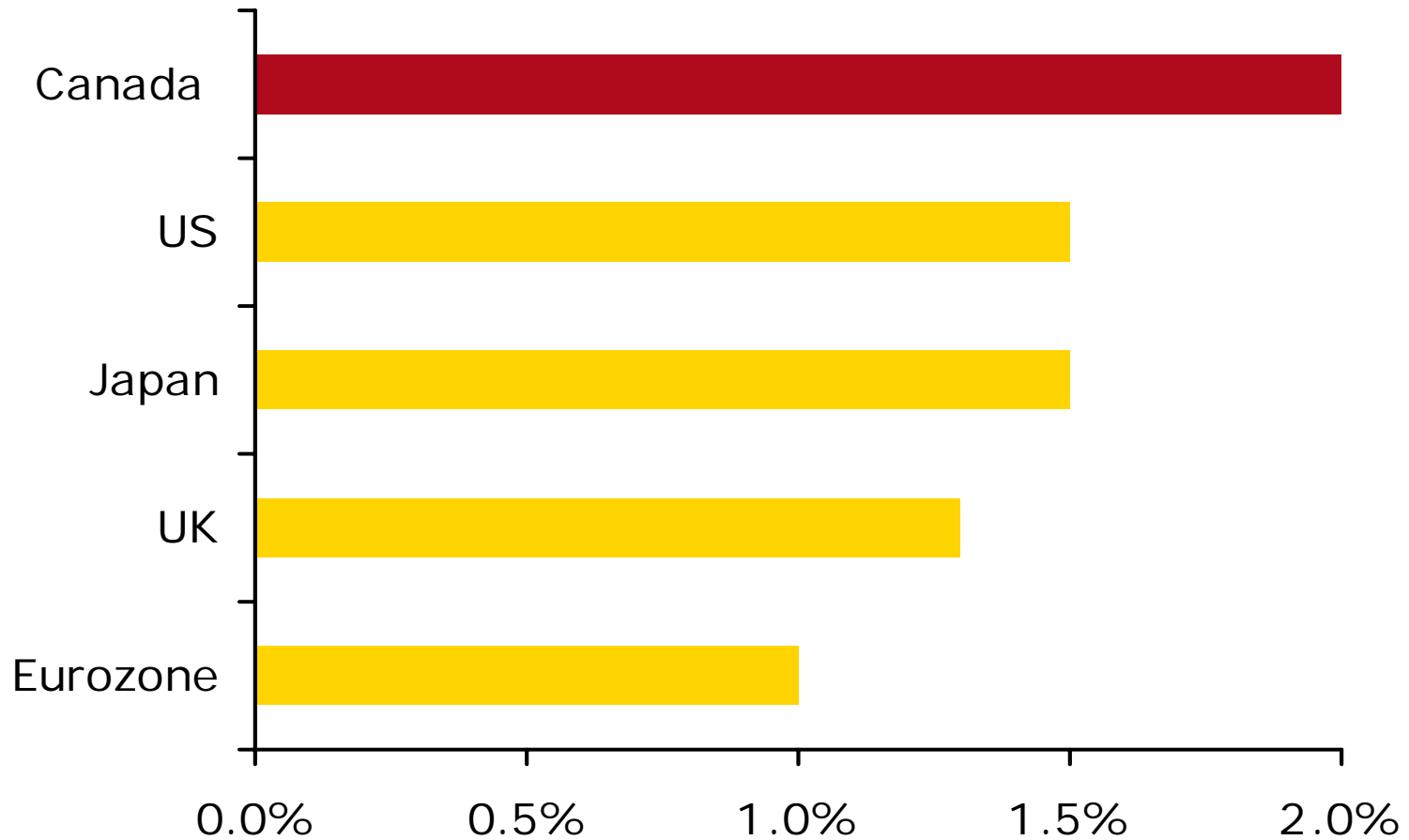


Household Credit Much Stronger in Canada



Canada to Outperform Rest of G7

GDP Growth in 2010 (CIBC forecasts)



Ottawa Not Heading Back Into Debt Trouble

