



Economic Update

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ECONOMIC UPDATE – June 6, 2019

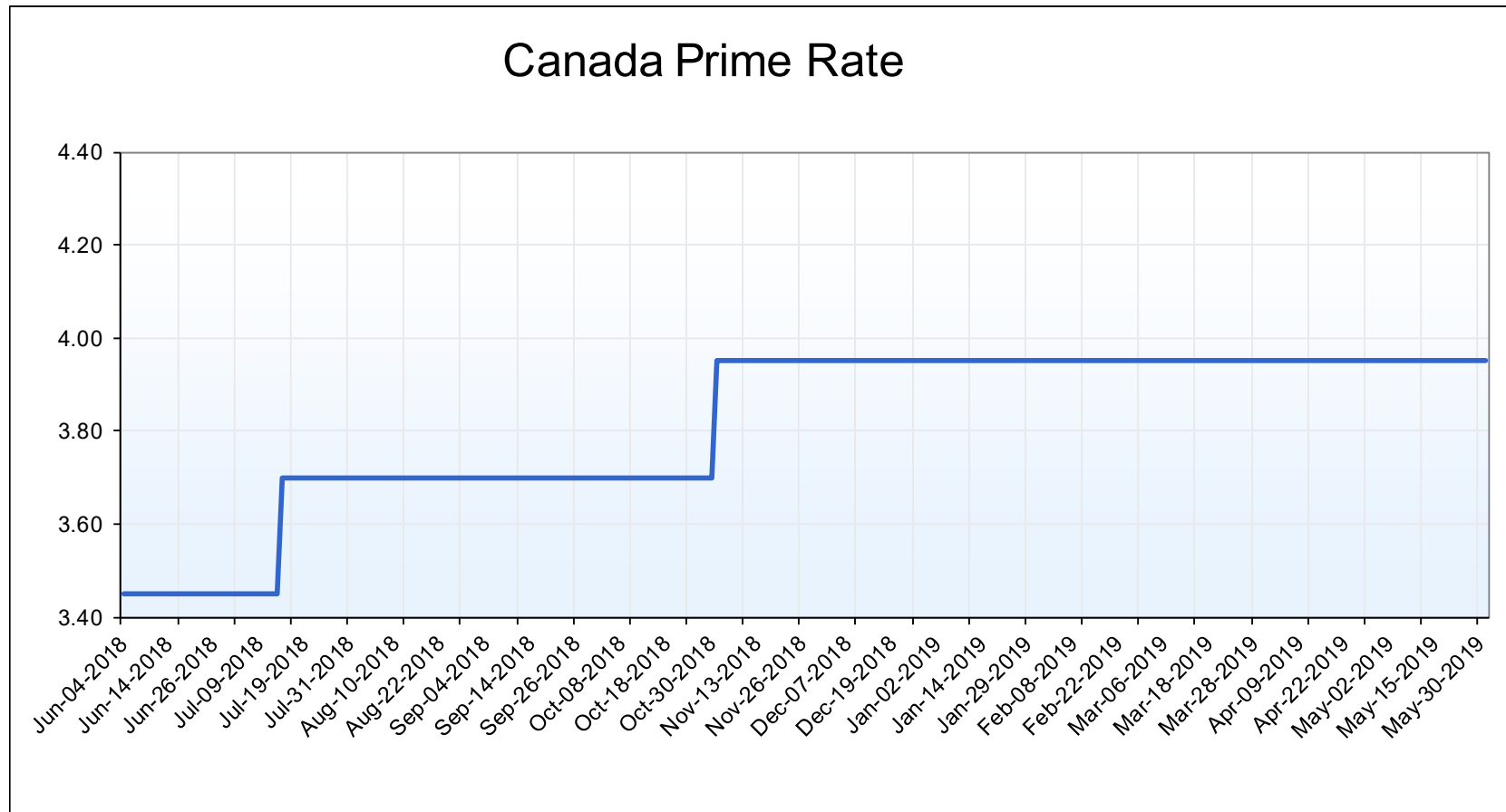
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ECONOMIC UPDATE: GDP (annual % change)

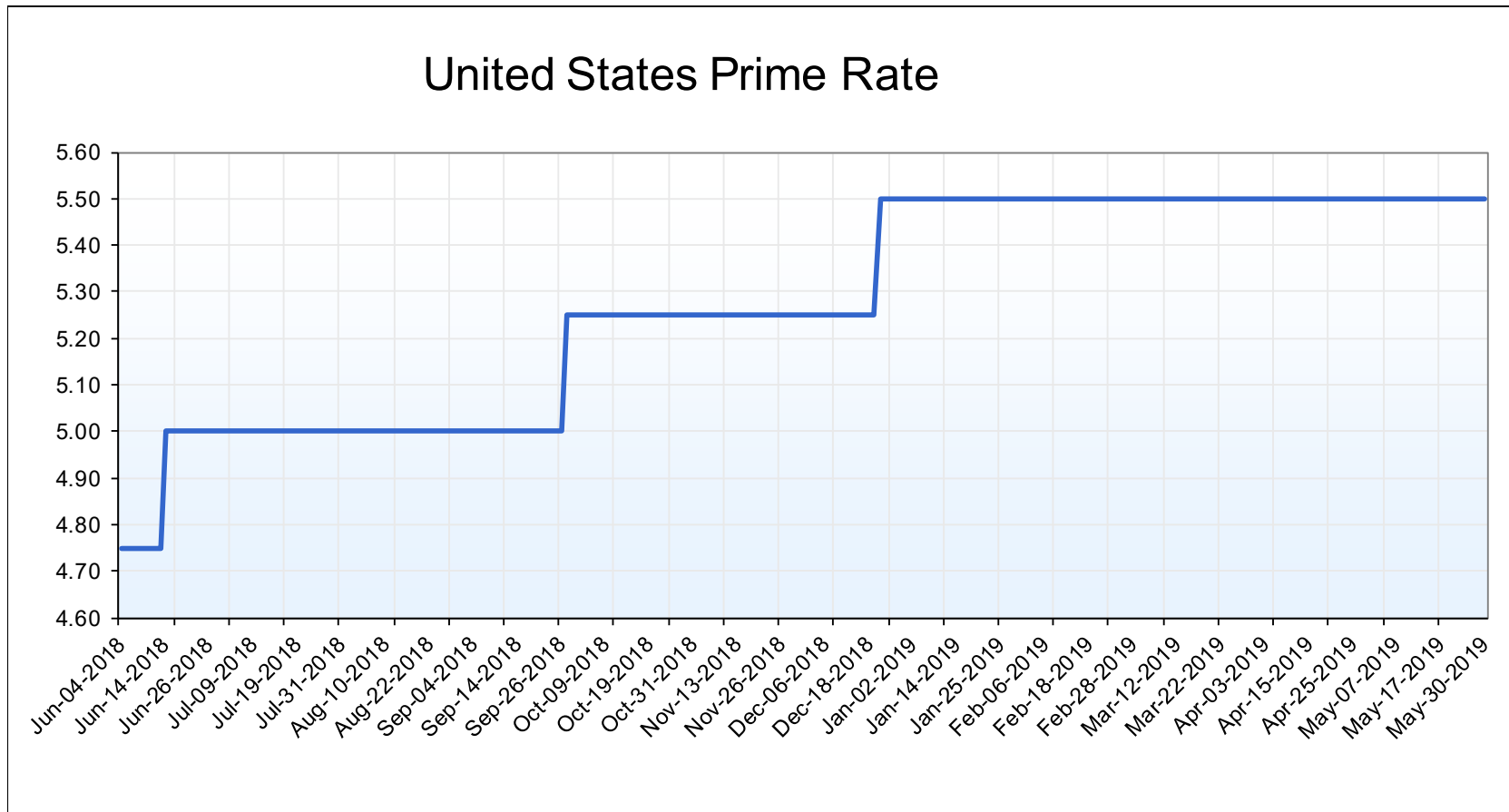
- **Canada** - expected to *grow** by
 - **1.8%** in 2018
 - **1.2%** in 2019
 - **1.8%** in 2020
- **US** – expected to *grow** by
 - **2.9%** in 2018
 - **2.4%** in 2019
 - **2.0%** in 2020

Source: TD Economics – March 2019

ECONOMIC UPDATE: Canada Prime Rate

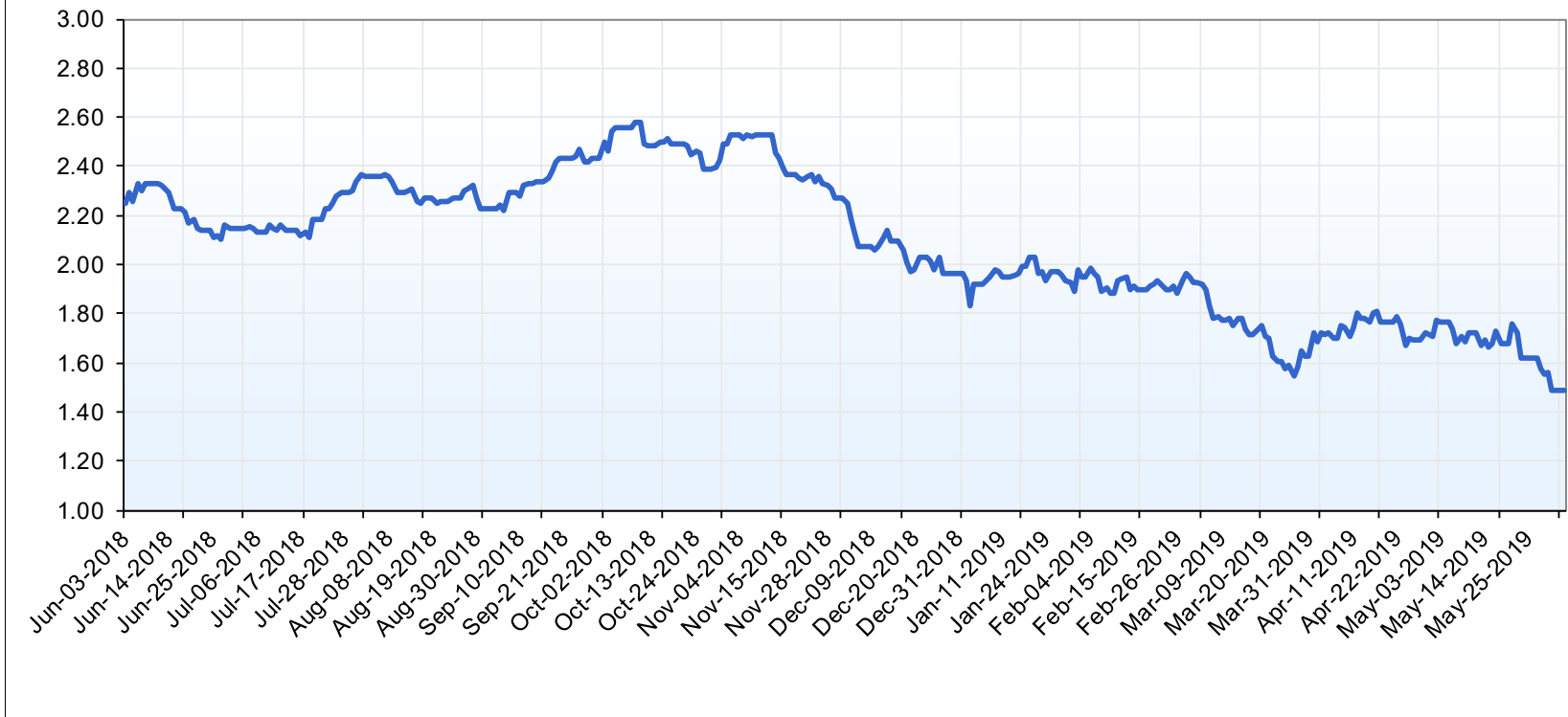


ECONOMIC UPDATE: US Prime Rate



ECONOMIC UPDATE: Canada 10 Year Bond Yield

Canada Government Debt - 10 Year

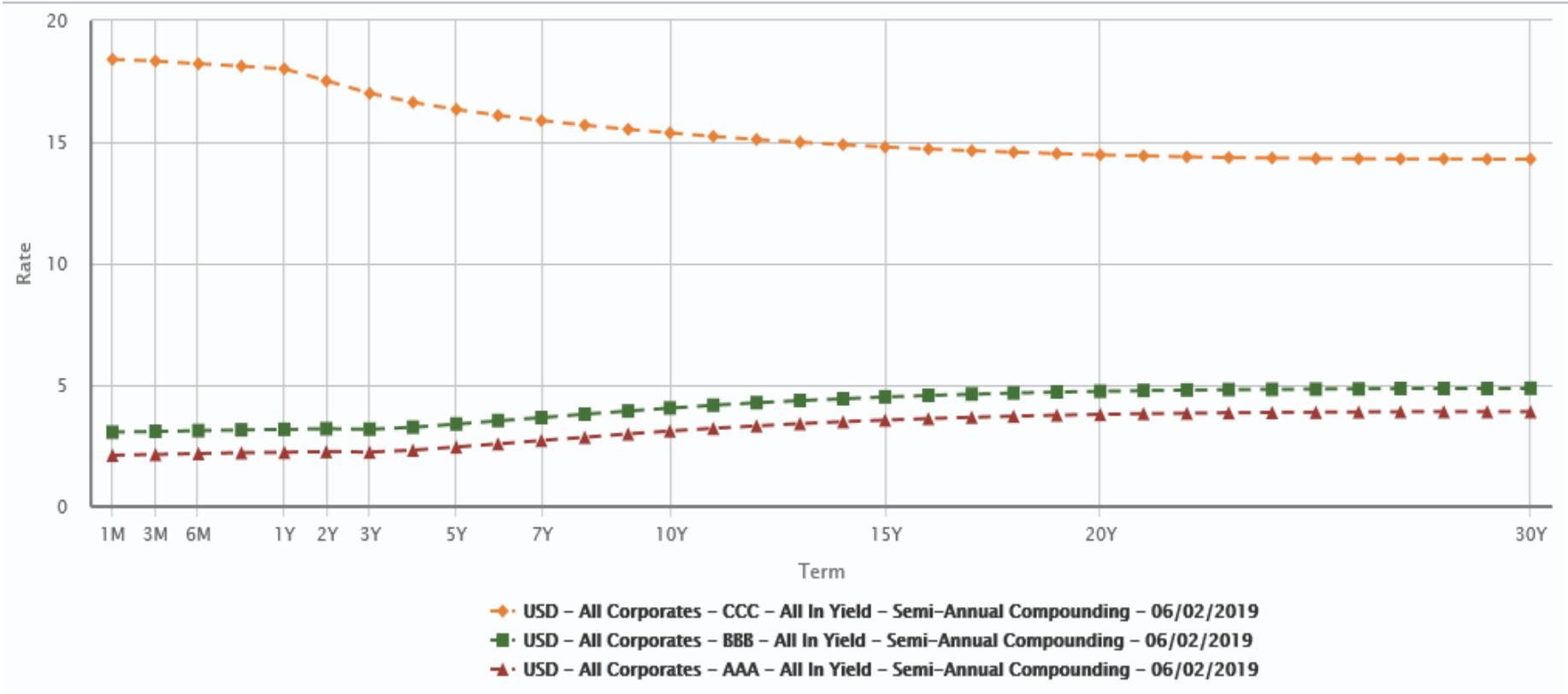


ECONOMIC UPDATE: US Treasury 10 Year Bond Yield

United States Treasury Constant Maturity - 10 Year



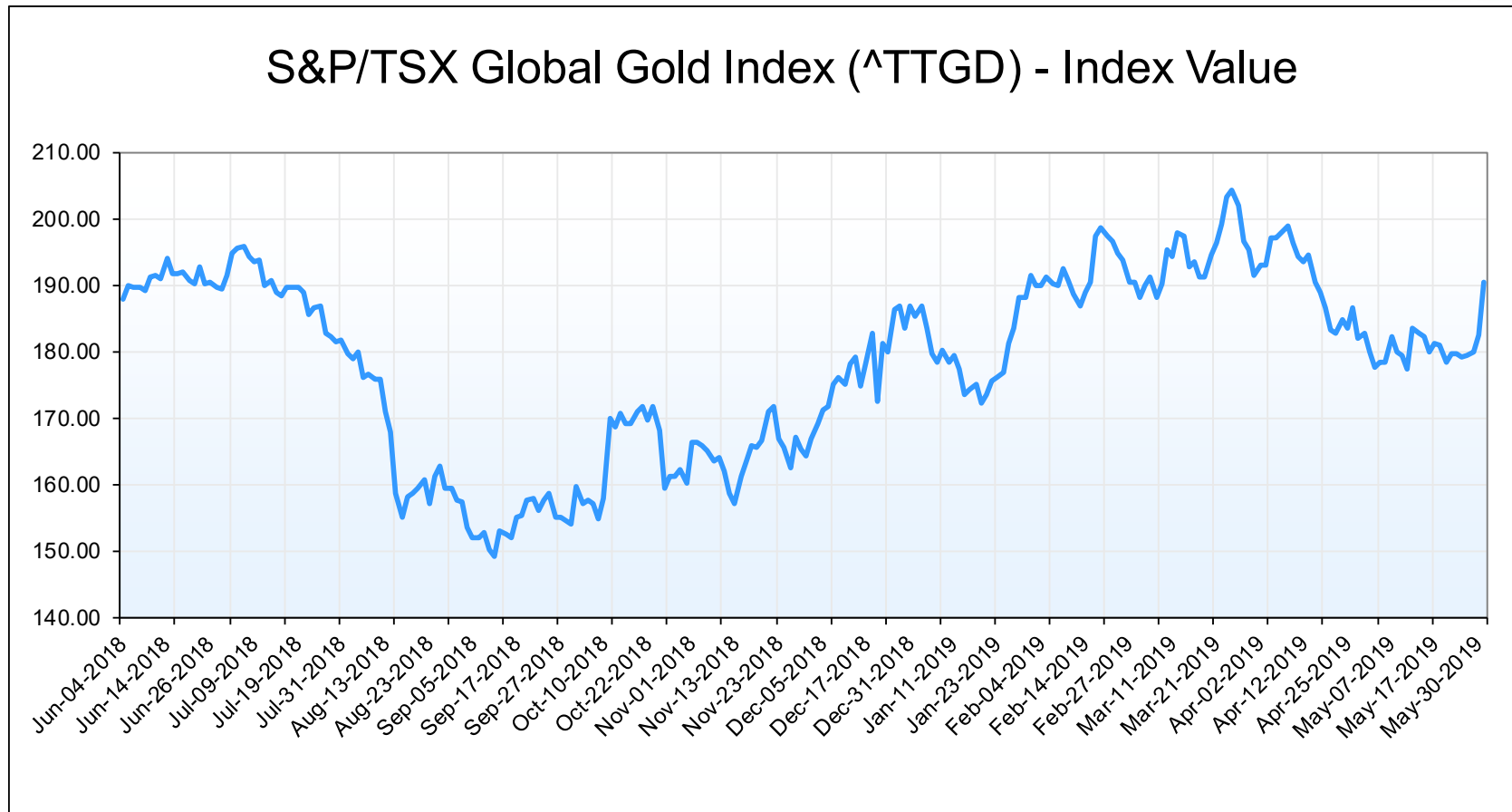
ECONOMIC UPDATE: Corp. Bond Yield Curve



MINING UPDATE: Gold Commodity Price



MINING UPDATE: Global Gold Index

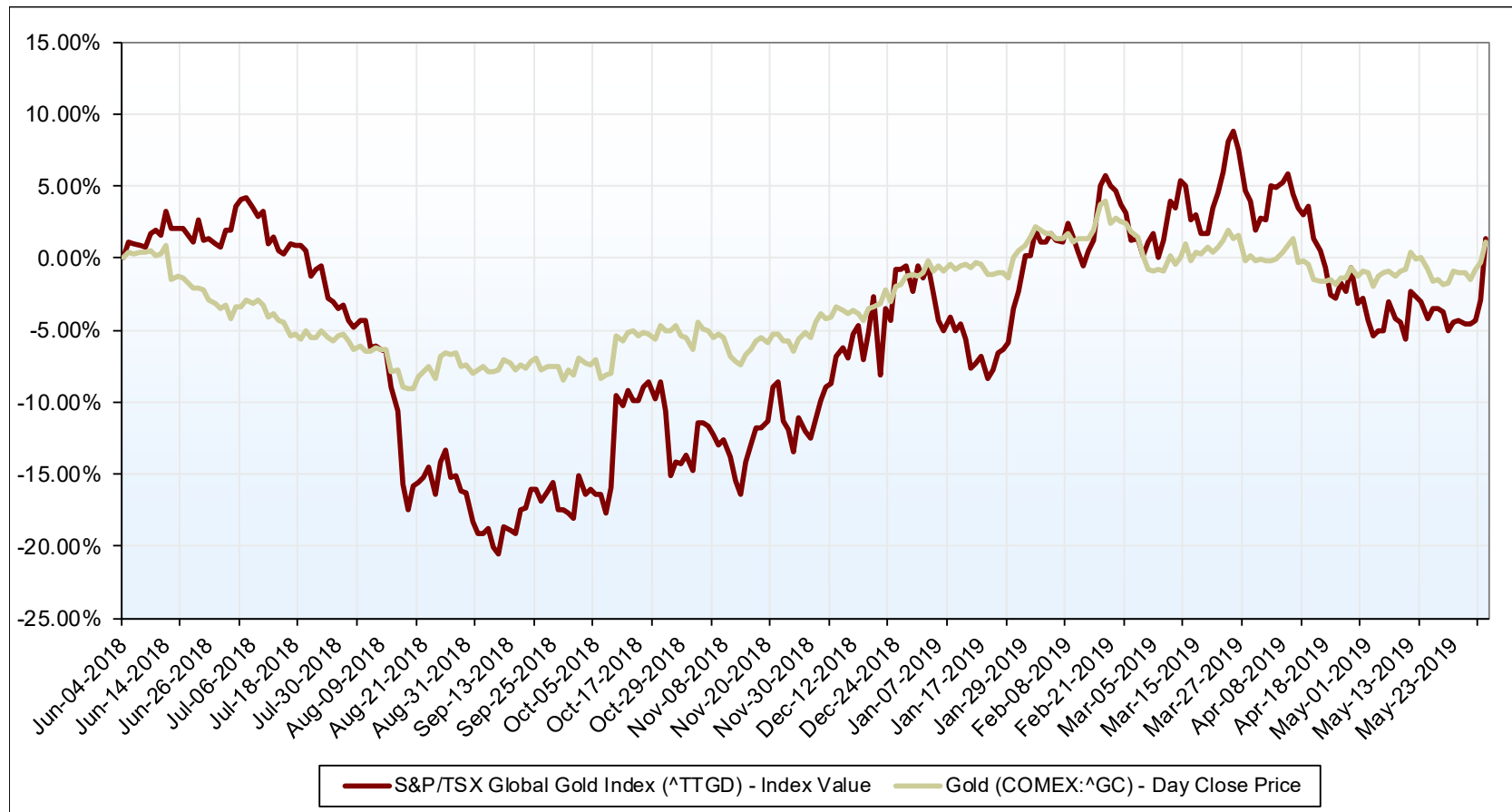


MINING UPDATE: Gold P/B Ratios

- Price to Book Ratios for selected gold companies
 - Tier One:
 - Barrick 1.8x
 - Newmont Goldcorp 1.7x
 - Kinross 1.0x
 - Tier Two:
 - Centerra 0.8x
 - Detour Gold 0.9x
 - New Gold 0.4x

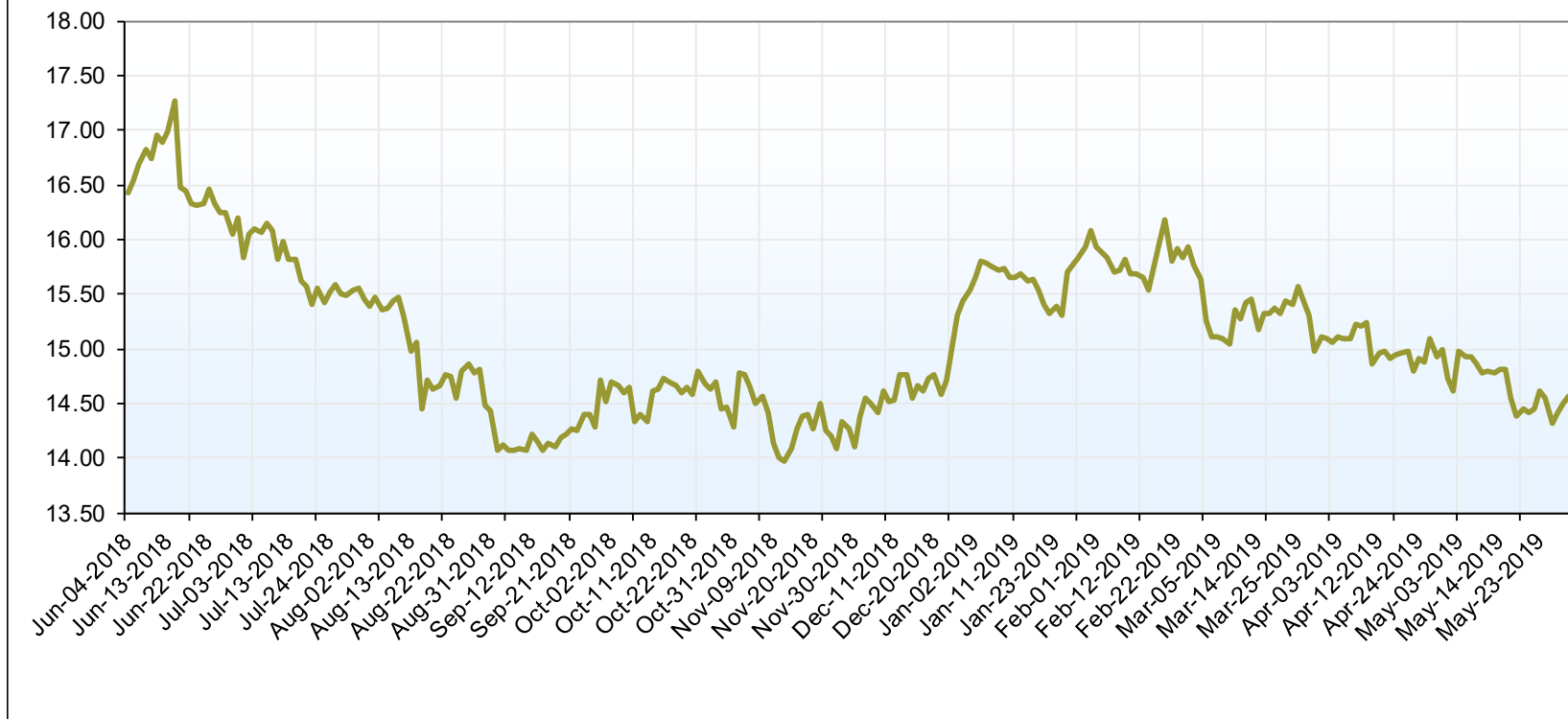
Source: S&P Capital IQ at June 4, 2019

MINING UPDATE: Gold – Commodity vs Equities



MINING UPDATE: Silver Commodity Price

Silver (COMEX:^SI) - Day Close Price

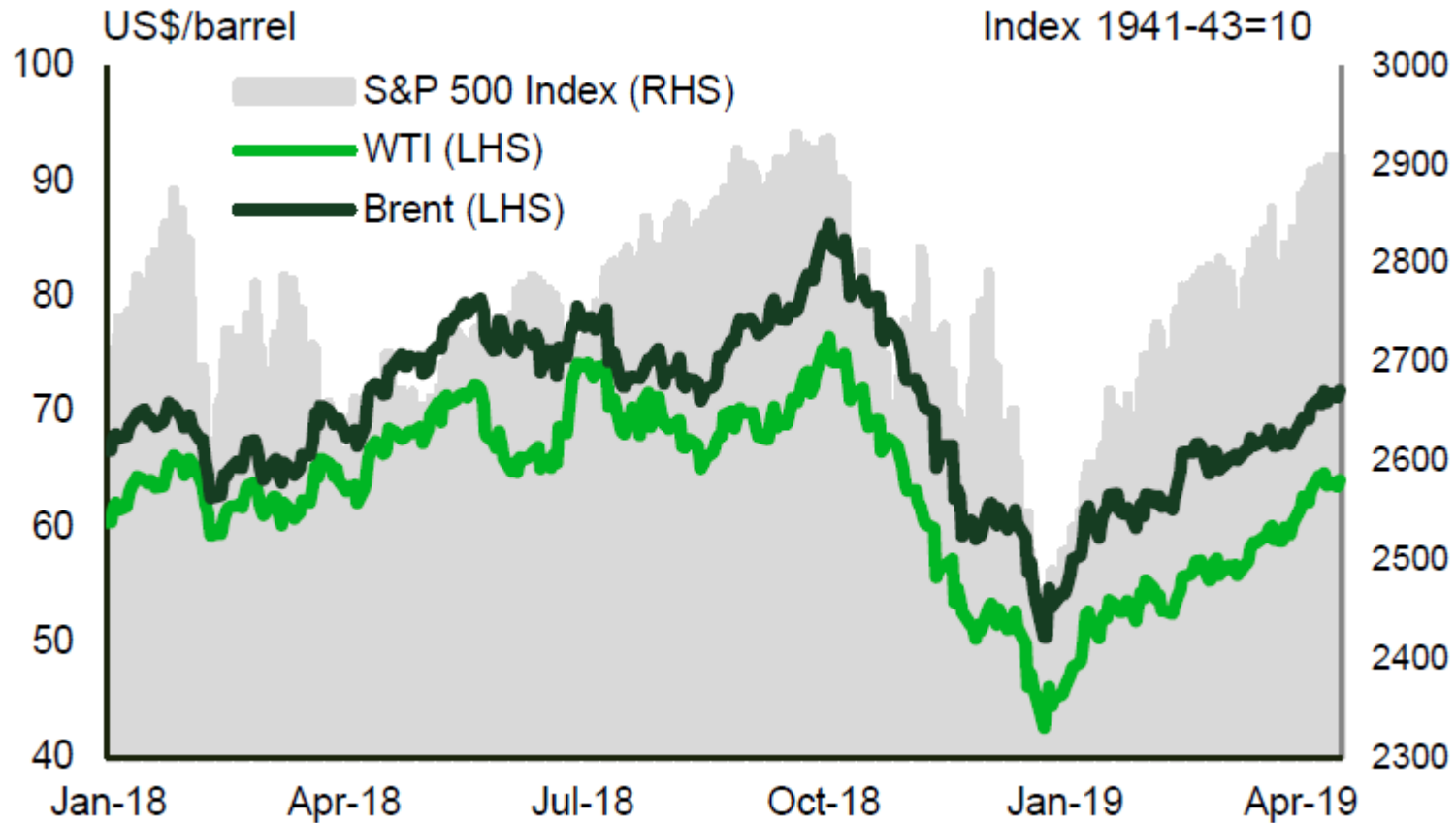


MINING UPDATE: Copper Commodity Price

Copper (COMEX: ^HG) - Day Close Price



OIL & GAS UPDATE – Crude Oil



OIL & GAS UPDATE – Natural Gas

Natural Gas (NYMEX:^NG) - Day Close Price



SUMMARY OUTLOOK

- B.C.
 - Overall attractive place to invest and do business
 - GDP*: 2.0% (2018), 1.4% (2019), 2.0% (2020)
 - Decent government finances: budget surpluses
 - Remain strong in the years with consideration re:
 - Extended housing market correction and moderation in consumer spending
 - State of energy infrastructure projects
 - Site C Hydroelectric dam
 - LNG Canada Terminal and Coastal GasLink Pipeline
 - Trans Mountain Pipeline Expansion
 - *Optimistic, but tempered*

Source: TD Economics – March 2019