

# Table of Contents

<b>A Message from the Minister</b> .....	1
<b>Executive Summary</b> .....	3
<b>I. Global Economic Performance</b> .....	7
Overview and Global Prospects .....	7
The United States .....	8
Japan .....	9
Euro Area .....	10
The United Kingdom .....	11
The Emerging Economies .....	11
Emerging Asia .....	11
Emerging Europe .....	12
Latin America and the Caribbean .....	13
The Commonwealth of Independent States (CIS) Economies .....	13
The Middle East .....	14
Africa .....	14
Assumptions and Risks .....	15
<b>II. Overview of World Trade Developments</b> .....	17
<b>Merchandise Trade</b> .....	17
Trade Values (nominal trade) .....	17
Trade Volumes (real trade) .....	19
Prices and Exchange Rates .....	19
Leading Merchandise Traders .....	20
<b>Services Trade</b> .....	21
Leading Services Traders .....	22
<b>III. Canadian Economic Performance</b> .....	25
Gross Domestic Product .....	25
GDP Growth by Province .....	28
Employment .....	31
The Canadian Dollar .....	33
Interest Rates .....	33
Inflation .....	33