

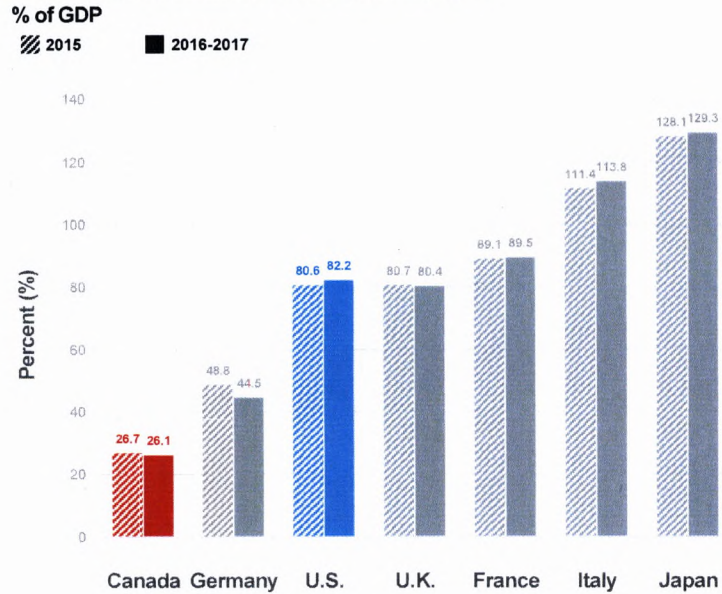
...the lowest in the G7...



- In 2015, Canada had the lowest net debt-to-GDP ratio in the G7 and the 2nd lowest in the G20 in 2015. It will continue to hold this standing during the 2016-2017 forecast period.



General Government Net Debt 2015-17



Source: IMF Fiscal Monitor, October 2016.

...a low inflation-rate regime...



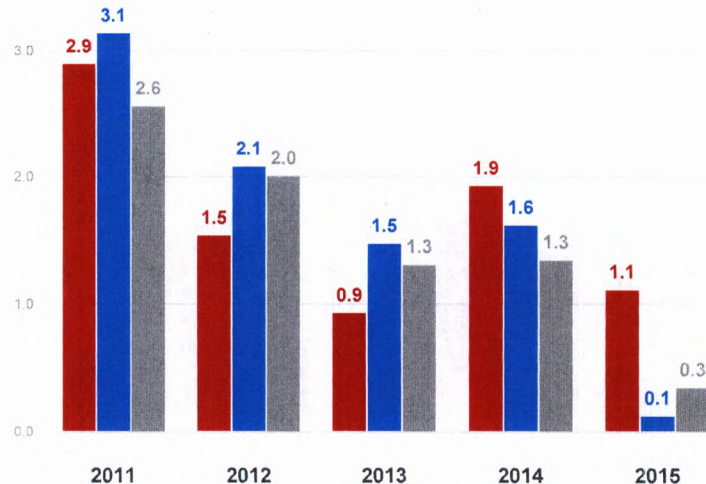
- A low-inflation environment provides business certainty to investors. The Bank of Canada will continue to target inflation at 2% for another five-year period.
- During the past five years, Canada has enjoyed relatively low inflation—averaging 1.7% compared to 1.7% for the U.S. and 1.5% for the G7 as a whole.



Inflation

Year-Over-Year % Change

■ Canada ■ U.S. ■ G7



Sources: OECD Economic Outlook, No. 100, November 2016 and <http://www.bankofcanada.ca/2016/10/renewal-of-the-inflation-control-target-2016/>