Scotiabank

GLOBAL ECONOMICS

DAILY POINTS

June 16, 2025 @ 6:40 EST

Contributors

Derek Holt

VP & Head of Capital Markets Economics Scotiabank Economics 416.863.7707 derek.holt@scotiabank.com

Chart 1

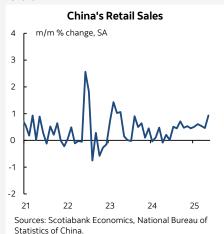
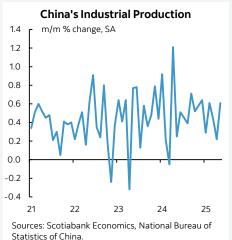


Chart 2



On Deck for Monday, June 16										
Country	Date	Time Inc	dicator	Period	BNS	Consensus	Latest			
CA	06-16	08:15 Ho	ousing Starts (000s a.r.)	May	250	247.5	278.6			
US	06-16	08:30 En	mpire State Manufacturing Index	Jun		-6.0	-9.2			
CA	06-16	09:00 Ex	xisting Home Sales (m/m)	May			-0.1			

KEY POINTS:

- Risk-on into the G7+
- Eyes on Carney-Trump meeting this morning
- China's domestic economy put in a mixed performance
- Canada to update housing figures
- Global Week Ahead—Masters of Their Own Houses (here)

Global markets are generally in risk-on mode to start a week that is packed with central banks and the G7+ Summit. Stocks are broadly higher with key benchmarks up by ¼% to ¾%. The dollar is broadly weaker. Sovereign bonds have a slight cheapening bias across US Ts and EGBs with gilts little changed. Oil is shaking off further developments in the conflict between Israel and Iran that continued to escalate over the weekend. Other developments are very light so far.

CHINA'S MIXED PERFORMANCE

China's domestic economy put in a mixed performance last month. Accelerations in some readings may have reflected ongoing tariff effects.

- Retail sales beat expectations (6.4% y/y, 5.1% prior, 4.9% consensus). The 0.9% m/m SA gain was the strongest since August 2023 (chart 1).
- Industrial production slightly missed (5.8% y/y, 6.1% prior, 6% consensus). The 0.6% m/m SA rise was the strongest since February (chart 2).
- New and resale home prices continue to decline and have been doing so ever since mid-2023.
- Property investment fell by 10.7% ytd/ytd.
- Home sales are tracking about a 3% ytd decline over the same period last year.
- The jobless rate slipped a tick to 5.0%.

CARNEY-TRUMP TO DOMINATE A LIGHT CALENDAR

There is very little on tap into the N.A. session.

Canadian PM Carney and US President Trump meet at 9amET at the G7+ Summit in Alberta. Watch for discussion around a Canada-US economic security agreement after the outlines of one were recently exchanged.

Canada updates some housing figures including housing starts (8:15amET) and existing home sales (9amET) both for May.

The US kicks off the monthly parade of regional manufacturing gauges (Empire, 8:30amET) on the path to the next ISM-mfrg measure.

June 16, 2025

Carrent Rate Carr	Fixed Income	Government Yield Curves (%):											Central Banks		
U.S. 3.96 3.95 4.00 4.03 4.00 4.08 4.43 4.40 4.48 4.92 4.90 4.94 4.95 4.90 4.90						5-YEAR		10-YEAR		30-YEAR		Current Rate			
CANADA 2.72 2.68 2.70 2.97 2.93 2.96 3.37 3.33 3.43 3.66 3.62 3.58 GERMANY 1.86 1.86 1.86 2.14 2.14 2.16 2.54 2.57 3.00 2.99 3.01 2.99 3.01 2.99 2.99 3.01 2.90 2.90 2.01 2.90 2.															
GERMANY JAPAN		3.96		4.00	4.03	4.00	4.08	4.43			4.92			Canada - BoC	2.75
JAPAN			2.68	2.70	2.97	2.93	2.96	3.37	3.33	3.34	3.66	3.62	3.58		
U.K. 3.92 3.94 4.00 4.05 4.06 4.14 4.55 4.55 4.63 5.27 5.26 5.33 England - BoE 4.25	-	1.86		1.86	2.14	2.14	2.16	2.54	2.54	2.57	3.00	2.99		US - Fed	4.50
CANADA	-		0.74	0.78	1.00					1.47	-		2.92		
CANADA -125 -127 -131 -106 -107 -113 -106 -107 -114 -126 -128 -136 Euro zone - ECB 2.15	U.K.	3.92	3.94	4.00	4.05	4.06	4.14	4.55	4.55	4.63	5.27	5.26	5.33	England - BoE	4.25
GERMANY -211 -209 -214 -189 -186 -193 -189 -187 -191 -192 -191 -193 -193 -193 -193 -201 -200 -203 -201		Spreads vs						s. U.S. (bps):							
JAPAN											-			Euro zone - ECB	2.15
U.K. -4 -1 -0 3 6 6 12 15 16 34 36 39	-														
Equities	-			-			-305							Japan - BoJ	0.50
S&P/TSX 26504 -111.4 -0.4 0.3 2.0 22.5 2.5	_	-4	-1		_	6	6	12	15	-		36	39		
S&P/TSX 26504 -111.4 -0.4 0.3 2.0 22.5 Australia - RBA 3.85 Dow 30 42198 -769.8 -1.8 -1.3 -1.1 9.4 New Zealand - RBNZ 3.85 S&P 500 5977 -68.3 -1.1 -0.4 0.3 10.0 New Zealand - RBNZ 3.25 Nasdaq 19407 -255.6 -1.3 -0.6 1.0 9.7 DAX 23597 81.2 0.3 -2.4 -0.7 31.1 Next Meeting Date FTSE 8886 35.0 0.4 0.6 2.3 9.1 Nikkei 38311 477.1 1.3 0.6 1.5 -1.3 Canada - BoC Jul 30, 2025 Hang Seng 24061 168.4 0.7 -0.5 3.1 34.1 US - Fed Jun 18, 2025 CAC 7741 55.8 0.7 -0.7 -1.9 3.2 US - Fed Jun 18, 2025 WTI Crude 72.52 -0.46 -0.	Equities			Le	vel					% ch				Mexico - Banxico	8.50
Dow 30												_			
S&P 500 5977														Australia - RBA	3.85
Nasdaq															
DAX 23597 81.2 0.3 -2.4 -0.7 31.1 Next Meeting Date FTSE 8886 35.0 0.4 0.6 2.3 9.1 Nikkei 38311 477.1 1.3 0.6 1.5 -1.3 Canada - BoC Jul 30, 2025 Hang Seng 24061 168.4 0.7 -0.5 3.1 34.1 Canada - BoC Jul 30, 2025 CAC 7741 55.8 0.7 -0.7 -1.9 3.2 US - Fed Jun 18, 2025 Commodities Level % change: WI Crude 72.52 -0.46 -0.6 11.1 16.1 -7.6 England - BoE Jun 19, 2025 Natural Gas 3.70 0.12 3.4 1.9 11.1 28.5 England - BoE Jun 19, 2025 Silver 36.08 -0.11 -0.3 -0.3 9.4 23.4 23.4 24.4 24.2 24.2 24.2 25.4 24.2 24.2 24.2 24.2 24.2													New Zealand - RBNZ	3.25	
FTSE 8886 35.0 0.4 0.6 2.3 9.1 Nikkei 38311 477.1 1.3 0.6 1.5 -1.3 Canada - BoC Jul 30, 2025 Hang Seng 24061 168.4 0.7 -0.5 3.1 34.1								-							
Nikkei 38311 477.1 1.3 0.6 1.5 -1.3 Canada - BoC Jul 30, 2025 Hang Seng 24061 168.4 0.7 -0.5 3.1 34.1 CAC 7741 55.8 0.7 -0.7 -1.9 3.2 US - Fed Jun 18, 2025 Commodities Level % change: WT Crude 72.52 -0.46 -0.6 11.1 16.1 -7.6 England - BoE Jun 19, 2025 Natural Gas 3.70 0.12 3.4 1.9 11.1 28.5 Euro zone - ECB Jul 24, 2025 Silver 36.08 -0.11 -0.3 -0.3 9.4 23.4 <th></th> <th></th> <th></th> <th></th> <th colspan="2"></th> <th></th> <th></th> <th colspan="2"></th> <th></th> <th colspan="2">Next Meeting Date</th>												Next Meeting Date			
Hang Seng 24061 168.4 0.7 -0.5 3.1 34.1	-						-								
CAC 7741 55.8 0.7 -0.7 -1.9 3.2 US - Fed Jun 18, 2025 Commodities Level % change: WTI Crude 72.52 -0.46 -0.6 11.1 16.1 -7.6 England - BoE Jun 19, 2025 Natural Gas 3.70 0.12 3.4 1.9 11.1 28.5 <t< th=""><th></th><th></th><th></th><th></th><th colspan="2"></th><th>_</th><th colspan="2"></th><th></th><th colspan="2"></th><th>Canada - BoC</th><th>Jul 30, 2025</th></t<>							_						Canada - BoC	Jul 30, 2025	
Commodities Level % change: WTI Crude 72.52 -0.46 -0.6 11.1 16.1 -7.6 11.1 28.5 11.1 28.5 28.5 28.5 28.5 28.5 28.5 28.5 28.5 28.5 28.5 28.5 28.5 28.5 28.5 29.5															
WTI Crude 72.52 -0.46 -0.6 11.1 16.1 -7.6 England - BoE Jun 19, 2025 Natural Gas 3.70 0.12 3.4 1.9 11.1 28.5 Euro zone - ECB Jul 24, 2025 Gold 3417.92 -14.42 -0.4 -0.9 53.3 46.5 Euro zone - ECB Jul 24, 2025 Silver 36.08 -0.11 -0.3 -0.3 9.4 23.4 23.4 23.4 24.7 24.7 25.4 Japan - BoJ Jun 17, 2025 2025 </th <th></th> <th colspan="2">7741</th> <th colspan="2"></th> <th colspan="2"></th> <th></th> <th colspan="2">3.2</th> <th>US - Fed</th> <th>Jun 18, 2025</th>		7741							3.2		US - Fed	Jun 18, 2025			
Natural Gas 3.70 0.12 3.4 1.9 11.1 28.5 Gold 3417.92 -14.42 -0.4 -0.9 53.3 46.5 Euro zone - ECB Jul 24, 2025 Silver 36.08 -0.11 -0.3 -0.3 9.4 23.4 23.4 23.4 23.4 24.7 5.4 24.7 24.7 25.4 24.7 25.4 24.7 25.4 25.7				Le											
Gold 3417.92 -14.42 -0.4 -0.9 53.3 46.5 Euro zone - ECB Jul 24, 2025 Silver 36.08 -0.11 -0.3 -0.3 9.4 23.4 <												England - BoE	Jun 19, 2025		
Silver 36.08 -0.11 -0.3 -0.3 9.4 23.4															
CRB Index 309.90 0.00 0.0 2.8 4.7 5.4 Japan - BoJ Jun 17, 2025 Currencies Level % change: Wexico - Banxico Jun 26, 2025 EURUSD 1.1581 0.0032 0.3 1.4 3.7 7.9 USDJPY 144.05 -0.0200 -0.0 -0.4 -1.1 -8.7 Australia - RBA Jul 08, 2025 AUDUSD 0.6520 0.0033 0.5 0.1 1.8 -1.4						-						Euro zone - ECB	Jul 24, 2025		
Currencies Level % change: USDCAD 1.3566 -0.0022 -0.2 -1.0 -2.9 -1.2 Mexico - Banxico Jun 26, 2025 EURUSD 1.1581 0.0032 0.3 1.4 3.7 7.9 USDJPY 144.05 -0.0200 -0.0 -0.4 -1.1 -8.7 Australia - RBA Jul 08, 2025 AUDUSD 0.6520 0.0033 0.5 0.1 1.8 -1.4															
USDCAD 1.3566 -0.0022 -0.2 -1.0 -2.9 -1.2 Mexico - Banxico Jun 26, 2025 EURUSD 1.1581 0.0032 0.3 1.4 3.7 7.9 USDJPY 144.05 -0.0200 -0.0 -0.4 -1.1 -8.7 Australia - RBA Jul 08, 2025 AUDUSD 0.6520 0.0033 0.5 0.1 1.8 -1.4										5.4		Japan - BoJ	Jun 17, 2025		
EURUSD 1.1581 0.0032 0.3 1.4 3.7 7.9 USDJPY 144.05 -0.0200 -0.0 -0.4 -1.1 -8.7 Australia - RBA Jul 08, 2025 AUDUSD 0.6520 0.0033 0.5 0.1 1.8 -1.4				Le							_	.			
USDJPY 144.05 -0.0200 -0.0 -0.4 -1.1 -8.7 Australia - RBA Jul 08, 2025 0.6520 0.0033 0.5 0.1 1.8 -1.4														Mexico - Banxico	Jun 26, 2025
AUDUSD 0.6520 0.0033 0.5 0.1 1.8 -1.4		l												l	
														Australia - RBA	Jul 08, 2025
		l												l	
l l l														New Zealand - RBNZ	Jul 08, 2025
USDCHF 0.8103 -0.0011 -0.1 -1.4 -3.3 -8.9	USDCHF	l	0.8103			-0.0011		-0.1	-1	.4	-3.3	-8	.9		

Global Economics 2



June 16, 2025

This report has been prepared by Scotiabank Economics as a resource for the clients of Scotiabank. Opinions, estimates and projections contained herein are our own as of the date hereof and are subject to change without notice. The information and opinions contained herein have been compiled or arrived at from sources believed reliable but no representation or warranty, express or implied, is made as to their accuracy or completeness. Neither Scotiabank nor any of its officers, directors, partners, employees or affiliates accepts any liability whatsoever for any direct or consequential loss arising from any use of this report or its contents.

These reports are provided to you for informational purposes only. This report is not, and is not constructed as, an offer to sell or solicitation of any offer to buy any financial instrument, nor shall this report be construed as an opinion as to whether you should enter into any swap or trading strategy involving a swap or any other transaction. The information contained in this report is not intended to be, and does not constitute, a recommendation of a swap or trading strategy involving a swap within the meaning of U.S. Commodity Futures Trading Commission Regulation 23.434 and Appendix A thereto. This material is not intended to be individually tailored to your needs or characteristics and should not be viewed as a "call to action" or suggestion that you enter into a swap or trading strategy involving a swap or any other transaction. Scotiabank may engage in transactions in a manner inconsistent with the views discussed this report and may have positions, or be in the process of acquiring or disposing of positions, referred to in this report.

Scotiabank, its affiliates and any of their respective officers, directors and employees may from time to time take positions in currencies, act as managers, co-managers or underwriters of a public offering or act as principals or agents, deal in, own or act as market makers or advisors, brokers or commercial and/or investment bankers in relation to securities or related derivatives. As a result of these actions, Scotiabank may receive remuneration. All Scotiabank products and services are subject to the terms of applicable agreements and local regulations. Officers, directors and employees of Scotiabank and its affiliates may serve as directors of corporations.

Any securities discussed in this report may not be suitable for all investors. Scotiabank recommends that investors independently evaluate any issuer and security discussed in this report, and consult with any advisors they deem necessary prior to making any investment.

This report and all information, opinions and conclusions contained in it are protected by copyright. This information may not be reproduced without the prior express written consent of Scotiabank.

™ Trademark of The Bank of Nova Scotia. Used under license, where applicable.

Scotiabank, together with "Global Banking and Markets", is a marketing name for the global corporate and investment banking and capital markets businesses of The Bank of Nova Scotia and certain of its affiliates in the countries where they operate, including; Scotiabank Europe plc; Scotiabank (Ireland) Designated Activity Company; Scotiabank Inverlat S.A., Institución de Banca Múltiple, Grupo Financiero Scotiabank Inverlat, Scotia Inverlat, Scotia Inverlat Derivados S.A. de C.V. – all members of the Scotiabank group and authorized users of the Scotiabank mark. The Bank of Nova Scotia is incorporated in Canada with limited liability and is authorised and regulated by the Office of the Superintendent of Financial Institutions Canada. The Bank of Nova Scotia is authorized by the UK Prudential Regulation Authority and is subject to regulation by the UK Financial Conduct Authority and limited regulation by the UK Prudential Regulation Authority. Details about the extent of The Bank of Nova Scotia's regulation by the UK Prudential Regulation Authority are available from us on request. Scotiabank Europe plc is authorized by the UK Prudential Regulation Authority and regulated by the UK Financial Conduct Authority and Regulation Authority.

Scotiabank Inverlat, S.A., Scotia Inverlat Casa de Bolsa, S.A. de C.V., Grupo Financiero Scotiabank Inverlat, and Scotia Inverlat Derivados, S.A. de C.V., are each authorized and regulated by the Mexican financial authorities.

Not all products and services are offered in all jurisdictions. Services described are available in jurisdictions where permitted by law.

Global Economics 3