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GLOBAL ECONOMICS

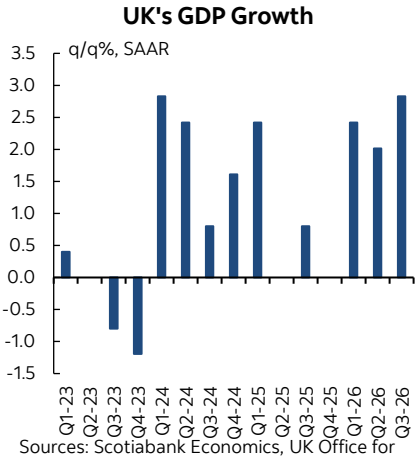
DAILY POINTS

November 12, 2026 @ *7:20 EST*

Contributors

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

Chart 1



Sources: Scotiabank Economics, UK Office for National Statistics.

On Deck for Thursday, November 12th

Country	Date	Time	Indicator	Period	BNS	Consensus	Latest
CA	11-12	08:30	Building Permits (m/m)	Sep	--	-4.1	8.8
US	11-12	08:30	Initial Jobless Claims (000s)	Nov 07	195	194	189
US	11-12	08:30	Continuing Claims (000s)	Oct 31	1700	1710	1718
US	11-12	10:00	Existing Home Sales (mn a.r.)	Oct	3.8	3.9	4.0
US	11-12	10:00	Existing Home Sales (m/m)	Oct	-4.8	-3.5	1.5
US	11-12	14:00	Treasury Budget (US$ bn)	Oct	--	-317.5	-26.9
US	11-12	09:00	Fed's Hammack Speaks in Moderated Conversation				
US	11-12	10:00	Fed's Barr Delivers Virtual Address on AI and Inequality				
US	11-12	11:15	Fed's Goolsbee Speaks in Moderated Q&A at Yahoo! Finance				
US	11-12	13:10	Fed's Daly Delivers Keynote Remarks at Stanford				
US	11-12	13:30	Fed's Schmid Speaks on Fed and the Economic Outlook				
US	11-12	18:30	Fed's Williams Participates in Panel Discussion				

KEY POINTS:

- **Tech, Fed-speak in driver's seat as global markets return**
- **Waller appears to have little support for upsizing…**
- **…with more Fed-speak on tap today**
- **Trump threatens Mexico with more tariffs**
- **UK data was solid, but sterling, gilts ignored it**
- **US existing home sales, budget balance, claims on tap**

The tech trade and Fed-speak are the main considerations as markets come back from Remembrance Day.

US stock futures are broadly lower and led by the Nasdaq's nearly 1% dip as markets await the fate of Nvidia's Jensen Huang and possible implications for Trump's coming visit to China next week given evidence of spying. European cash markets are broadly higher after a weak Asian session. Short-term US Treasury yields are higher by about 3bps as ongoing Fed-speak continues to be digested. Markets continue to price a few basis points over a quarter-point hike on December 9th although the only Fed-speaker who so far seems to support upsizing is Governor Waller (see below). The effect is continuing to spill into Canada with pricing for the December move on the fence at 13bps.

Oil prices are little changed this morning. The dollar is mixed but the Mexican peso slid after Trump issued **this** social media threat to double unspecified tariffs against Mexico if it does not curtail caravans.

MORE FED-SPEAK — LITTLE SUPPORT FOR UPSIZING

More Fed-speak arrives today to further inform size and pace of future rate changes including the December 9th decision. We'll hear from Cleveland's Hammack (9amET), Governor Barr (10amET), Chicago's Goolsbee (11:15amET), San Fran's Daly (1:10pmET), KC's Schmid (1:30pmET) and NY Fed President Williams (6:30pmET).

They are likely to pick up from where the tone left off on Tuesday. Recall that five Fed officials all sounded hawkish to varying degrees but only one seemed to overtly favour upsizing as most used language that would support +25bps at the next meeting.

- Governor Waller is likely to advocate a 50bps hike in December.
- Dallas President Logan supports at least 50bps of further tightening and possibly "more rapidly this winter" but did not weigh in on upsizing.
- Governor Bowman argued further tightening is needed but that the drivers of inflation should abate in 2027.
- Philly's Paulson said she prefers gradual hikes over sharply accelerating tightening.
- KC's Schmid said current policy was "fairly accommodative."
- Chicago's Goolsbee said he wanted to keep all options on the table and did not commit to anything at the December meeting while sounding generally hawkish on inflation concerns.

Light US data risk includes weekly jobless claims (8:30amET), existing home sales during October (10amET) and the monthly federal budget balance for October (2pmET).

SOLID, BUT LAGGING UK READINGS

The UK economy put in a decent performance in Q3 and the way the quarter ended but sterling and gilts largely ignored it as stale. GDP was up 0.7% q/q SA nonannualized, matching consensus. Growth drivers included consumer spending (0.6%), exports (1.6%) and investment (1.7%), while surging imports (1.8%) dented growth as a leakage effect from traditional GDP accounting.

The quarter ended on a high note. GDP was up 0.2% m/m (0% consensus) with some help from downward revisions to August (0% instead of 0.1%). Industrial output was up 0.3% m/m, services output expanded 0.2%, construction was up 0.8%, but the trade deficit widened.

Fixed Income	Government Yield Curves (%):											
	2-YEAR			5-YEAR			10-YEAR			30-YEAR		
	Last	1-day	1-wk	Last	1-day	1-wk	Last	1-day	1-wk	Last	1-day	1-wk
U.S.	4.76	4.74	4.46	4.84	4.82	4.61	5.00	5.00	4.84	5.35	5.35	5.26
CANADA	3.25	3.25	3.15	3.45	3.45	3.37	3.70	3.71	3.66	4.01	4.04	4.01
GERMANY	3.09	3.12	2.98	3.13	3.16	3.05	3.30	3.32	3.24	3.66	3.67	3.63
JAPAN	1.86	1.86	1.88	2.21	2.20	2.21	2.81	2.80	2.79	3.96	3.96	3.89
U.K.	4.91	4.91	4.75	4.92	4.93	4.78	5.23	5.22	5.13	5.65	5.64	5.60
	Spreads vs. U.S. (bps):											
CANADA	-151	-149	-131	-139	-137	-123	-130	-128	-117	-134	-132	-124
GERMANY	-167	-162	-149	-170	-166	-156	-171	-168	-160	-169	-169	-162
JAPAN	-290	-288	-259	-263	-262	-239	-219	-219	-205	-139	-140	-137
U.K.	15	17	28	9	11	18	23	23	30	30	29	34

Equities	Level		% change:			
	Last	Change	1 Day	1-wk	1-mo	1-yr
S&P/TSX	36412	241.3	0.7	0.2	2.1	18.1
Dow 30	52486	254.6	0.5	-1.6	1.2	8.8
S&P 500	7619	98.4	1.3	-0.9	-2.4	11.2
Nasdaq	25466	400.3	1.6	-1.1	-6.5	8.8
DAX	26874	211.2	0.8	2.1	6.3	10.2
FTSE	10874	38.8	0.4	0.8	2.0	9.7
Nikkei	60819	-429.2	-0.7	-0.4	-11.9	19.1
Hang Seng	24009	-307.4	-1.3	-3.2	-1.1	-10.8
CAC	8392	59.6	0.7	2.3	7.1	1.8
Commodities	Level		% change:			
WTI Crude	85.71	-0.82	-0.9	-5.3	-8.6	46.5
Natural Gas	3.27	0.06	1.8	11.1	3.3	-27.8
Gold	3947.37	-40.53	-1.0	-3.4	-5.4	-5.9
Silver	51.05	-0.64	-1.2	-1.4	-15.3	-4.1
CRB Index	386.48	2.65	0.7	-0.7	-7.3	27.7
Currencies	Level		% change:			
USDCAD	1.4248	-0.0004	-0.0	1.6	-0.2	1.7
EURUSD	1.1089	-0.0001	-0.0	-1.2	-0.6	-4.3
USDJPY	159.68	-0.1100	-0.1	1.3	0.7	3.2
AUDUSD	0.6828	-0.0019	-0.3	-1.5	-1.9	4.4
GBPUSD	1.3265	-0.0010	-0.1	-1.4	0.4	1.0
USDCHF	0.8325	-0.0006	-0.1	1.9	-0.3	4.4

Central Banks	Current Rate
Canada - BoC	2.50
US - Fed	4.00
England - BoE	4.00
Euro zone - ECB	2.65
Japan - BoJ	1.25
Mexico - Banxico	6.25
Australia - RBA	4.85
New Zealand - RBNZ	2.75

Next Meeting Date	
Canada - BoC	Dec 09, 2026
US - Fed	Dec 09, 2026
England - BoE	Dec 17, 2026
Euro zone - ECB	Dec 17, 2026
Japan - BoJ	Dec 18, 2026
Mexico - Banxico	Dec 17, 2026
Australia - RBA	Dec 07, 2026
New Zealand - RBNZ	Dec 08, 2026

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