

WEEKLY ECONOMIC REVIEW JUNE 12, 2026

Staying the course

Sébastien Mc Mahon, CFA
Chief Economist, iA Financial Group



MACRO PLAYLIST

<https://mcmahon.ia.ca/en>

 @SebMcMahon_IA

 Sebastien Mc Mahon



A look at markets this week

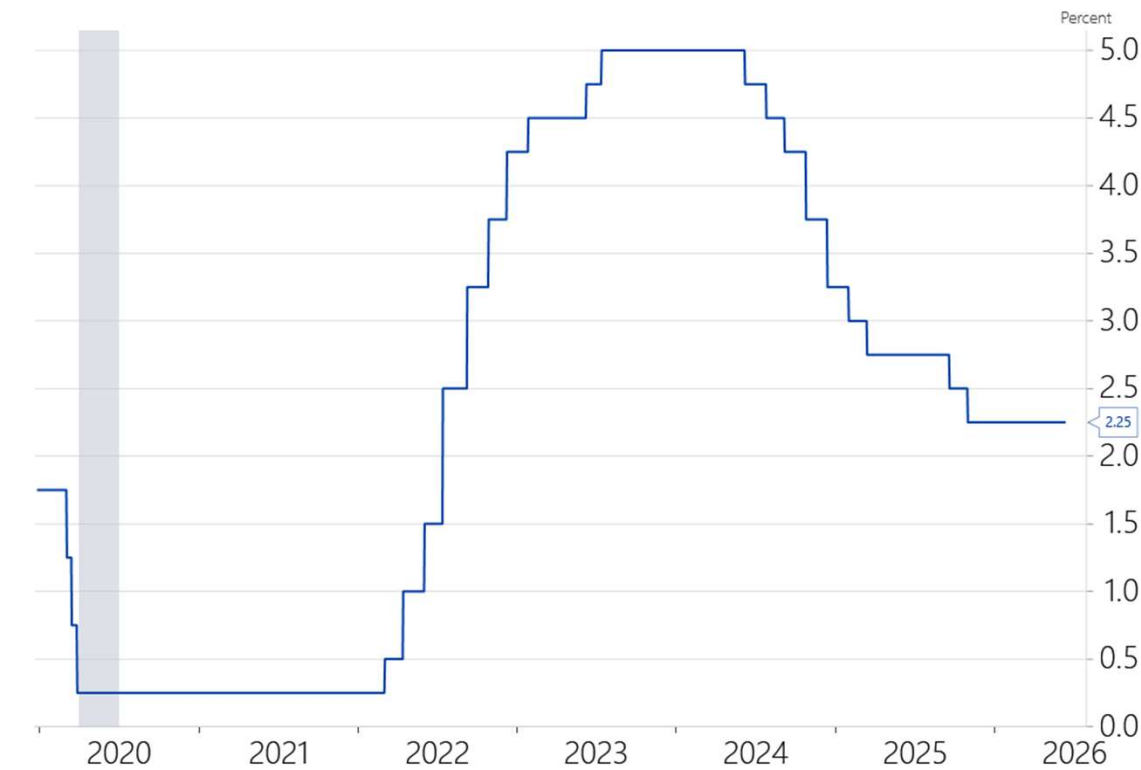
Total returns, at the close on Thursday

		WEEK TO DATE		YEAR TO DATE	
		Return in local currency	Return in CAD	Return in local currency	Return in CAD
Canadian bonds	FTSE TMX Universe	0.39%		1.76%	
	FTSE TMX Long	0.34%		2.63%	
	Corps	0.26%		1.89%	
Equities	S&P/TSX	0.79%		10.38%	
	S&P 500	0.15%	0.38%	8.60%	10.53%
	NASDAQ	0.40%	0.62%	11.36%	13.34%
	MSCI EAFE	-0.80%	-1.03%	7.83%	8.40%
	MSCI Emerging	-2.90%	-2.78%	21.78%	21.61%
		Current price	Return WTD	Return YTD	
Other	Oil (WTI)	87.71 \$	-3.13%	52.75%	
	USD/CAD	0.7159 \$	-0.22%	-1.75%	
	EUR/USD	1.1578 \$	0.49%	-1.43%	
	Gold	4 212.26 \$	-2.68%	-2.48%	

Bank of Canada: Steady as she goes

Bank of Canada: Overnight Rate

As at 6/11/2026



iA Global Asset Management, Macrobond

Governor Tiff Macklem at the Bank of Canada said Wednesday that **“the economy is weak, but not clearly in recession”** after the central bank left interest rates unchanged at 2.25 per cent.

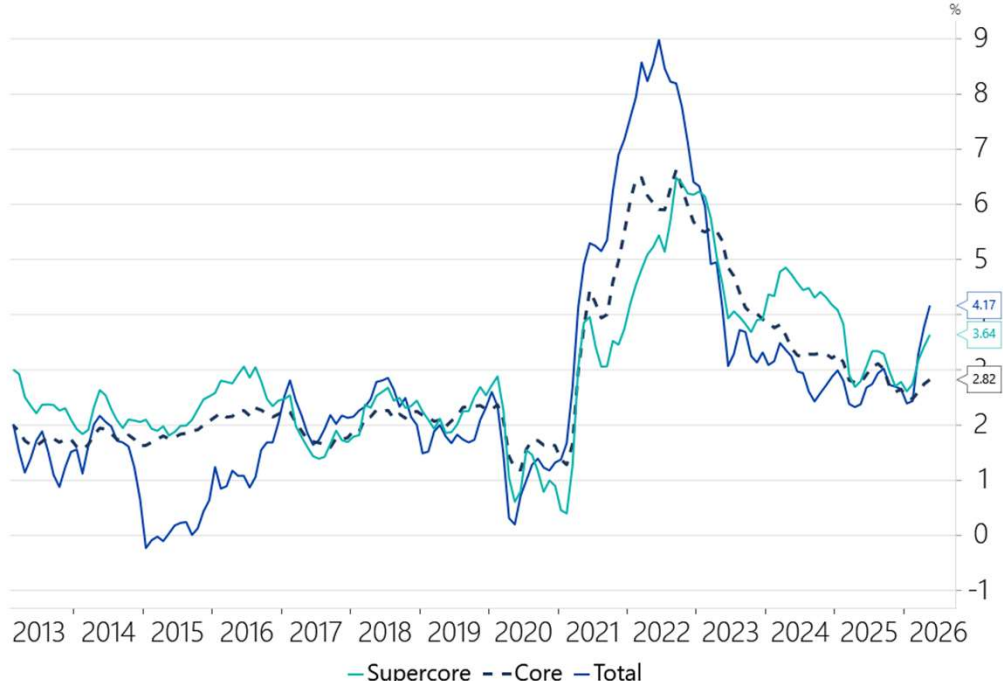
This is the **fifth consecutive rate hold by the Bank of Canada since it last cut borrowing rates in October 2025**, and comes after a recent GDP report pointed to a technical recession.

“Based on the data we’ve seen to date, the economy is weak, but it is not clearly in recession,” Macklem said to reporters following the rate hold announcement.

-- Global News, June 10 2026

U.S. inflation keeps rising as new Chair Warsh makes his debut

U.S.: Total, Core & Supercore Inflation
U.S. Bureau of Labor Statistics (BLS), YoY, %, as at 5/2026



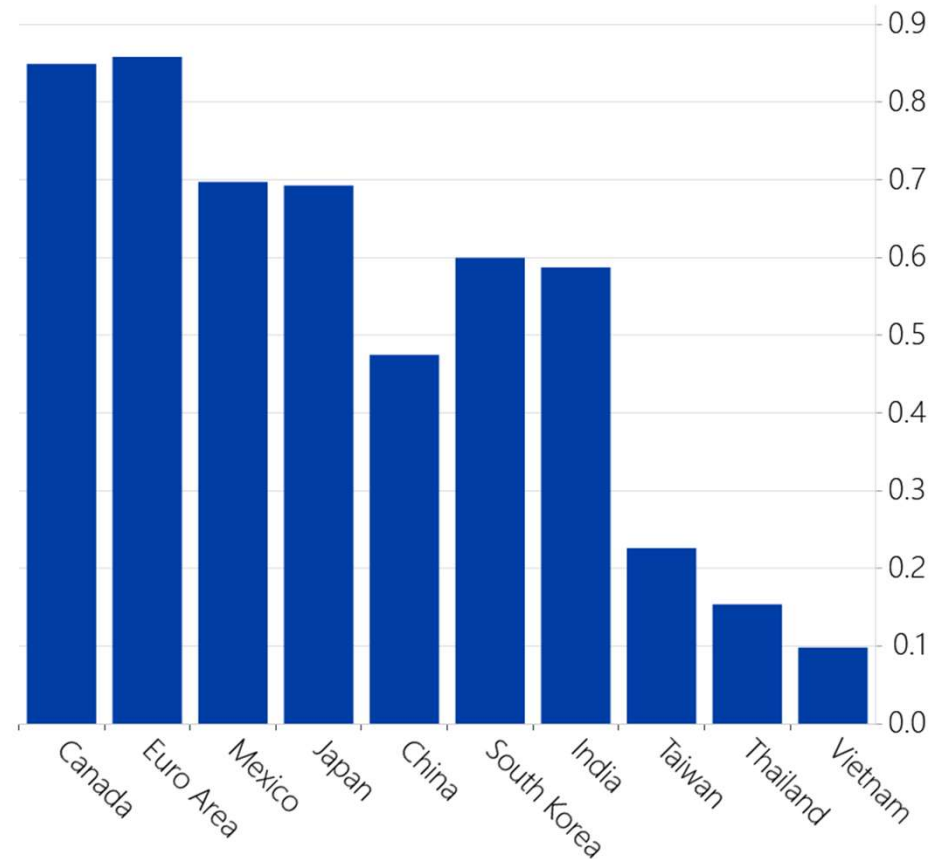
Federal Reserve: Number of Hikes/Cuts Expected By Month
Market Implied, OIS Model, as at 6/11/2026



Don't expect any fireworks on Canada Day!

U.S. : Exports/Imports, by Country

U.S. Census Bureau, as of 4/1/2026



U.S. President Donald Trump is once again dangling the **threat of withdrawing from his country's free trade deal with Canada and Mexico**, even though his trade officials are in talks on renewing it.

Speaking in the Oval Office on Wednesday, **Trump said he is "not looking to renew" the Canada-U.S.-Mexico Agreement (CUSMA) when it comes up for a review on July 1**, six years after it took effect.

While the agreement doesn't actually expire until 2036, any country can withdraw from it by giving six months' notice. – CBC, June 10 2026

What we'll be watching next week

Canada

- CFIB Business Barometer
- Retail Sales

United States

- FOMC Rate Decision
- Retail Sales
- Industrial Production

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