

# **Don't Expect Business As Usual**

**Warren Jestin**

**Chief Economist, Scotiabank Group**

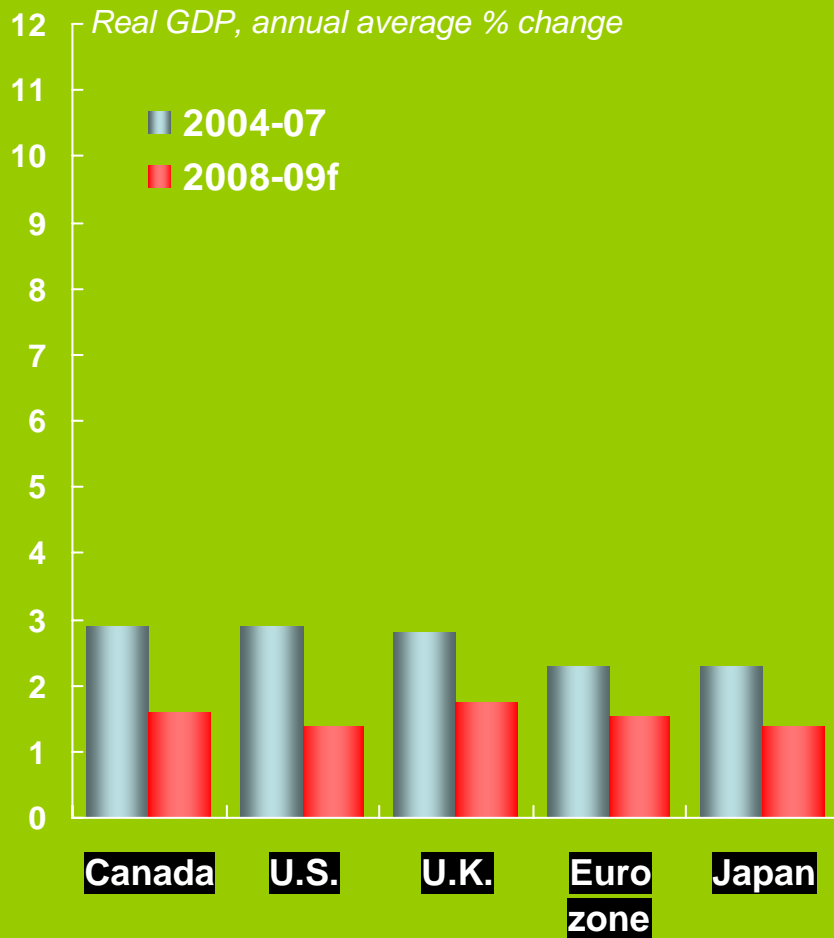
**Presentation:**

**CHTIC**

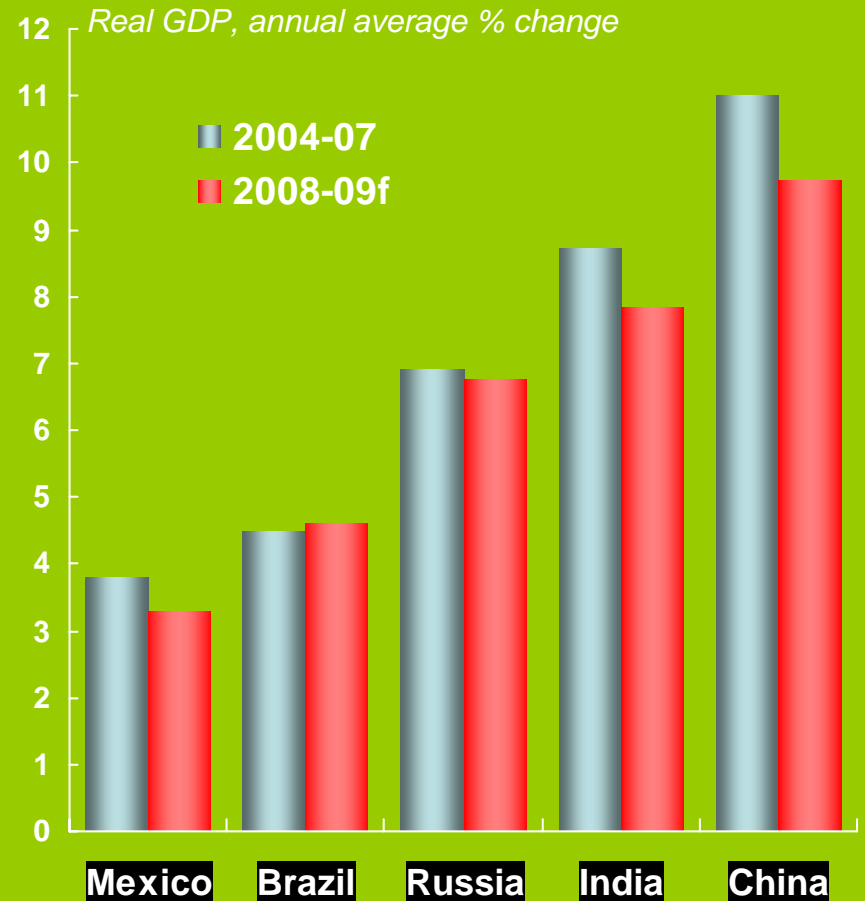
**May 7, 2008**

# The Global Economic Landscape is Changing Rapidly

## U.S. Gears Down

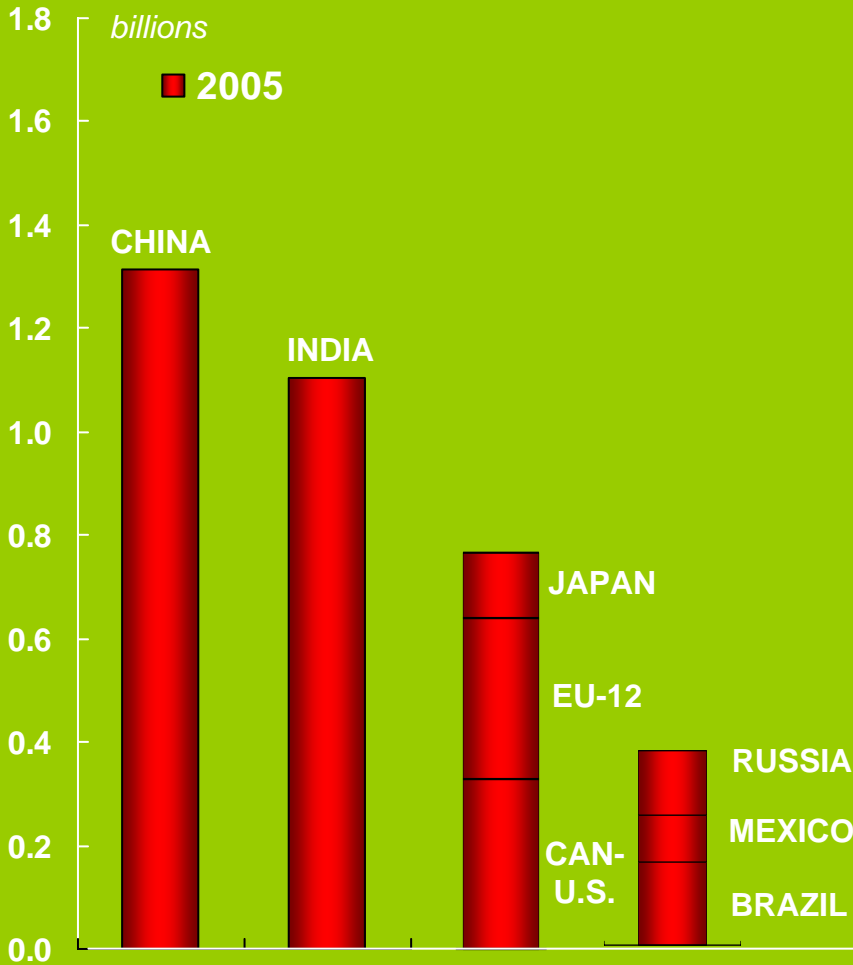


## Emerging Powerhouses in High Gear



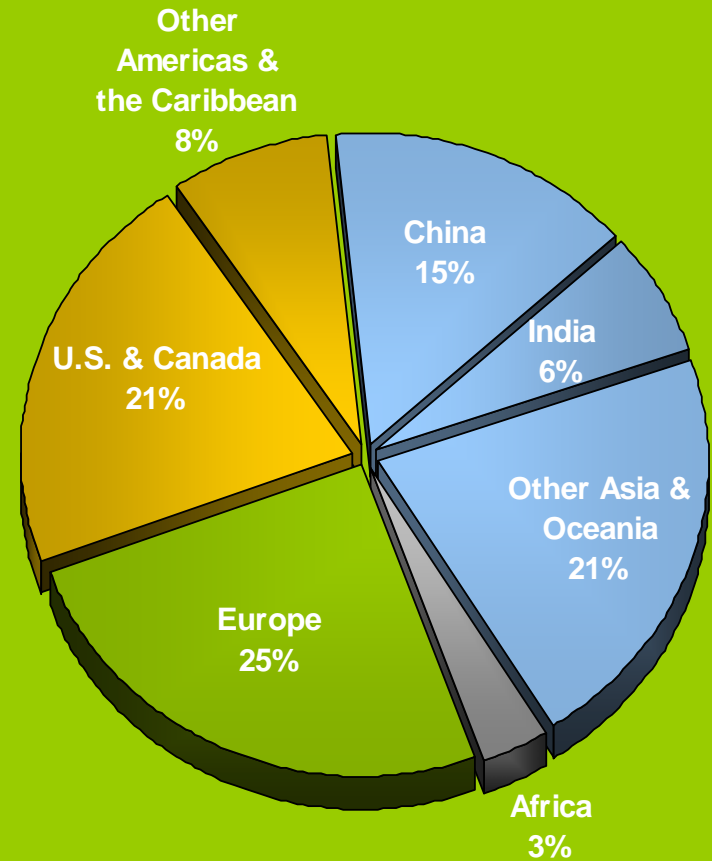
# Emerging Nations Are Shifting Global Demand...

## Population



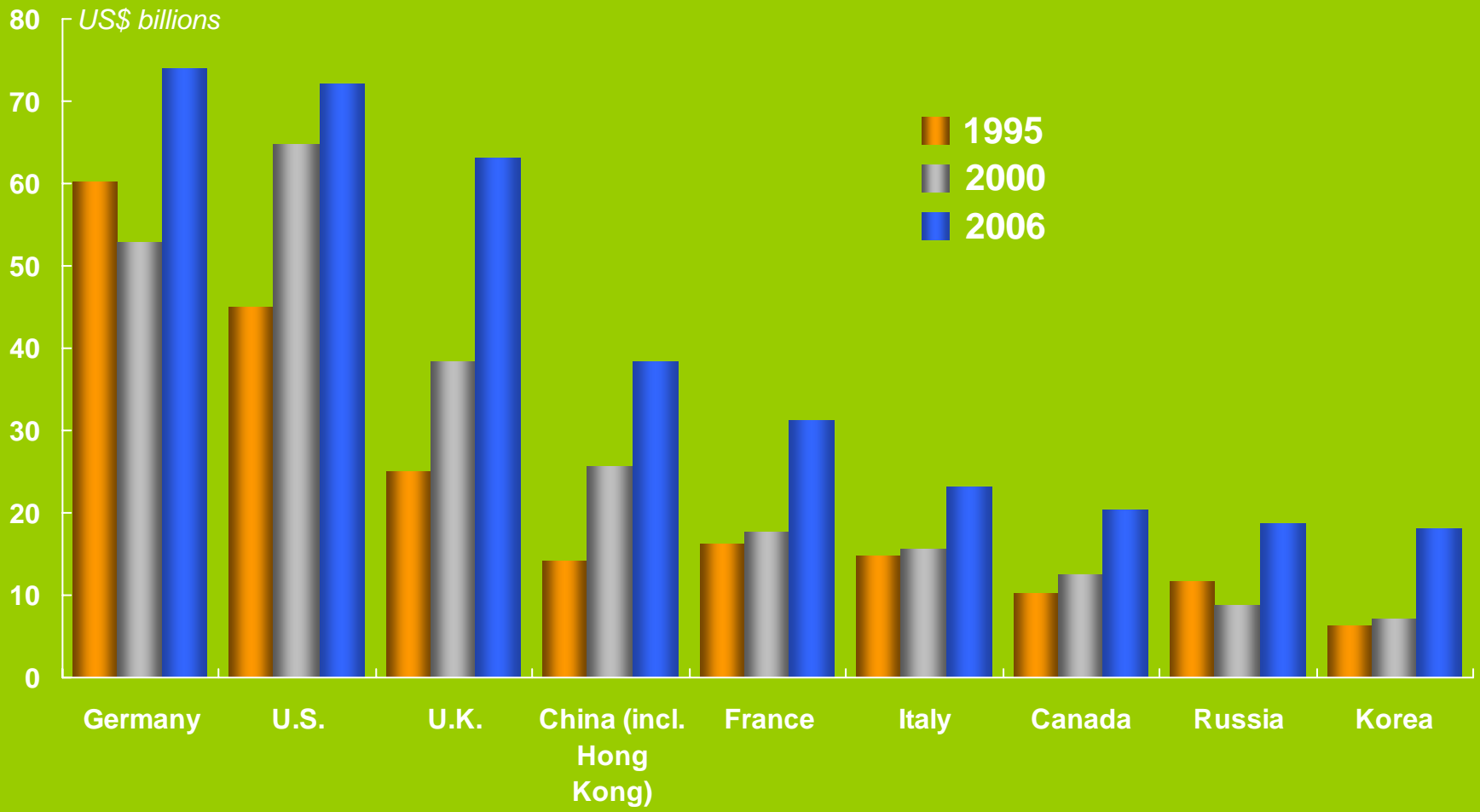
## Global GDP (PPP)

% of global GDP, 2006



... are Becoming a Significant Source of Tourist Dollars...

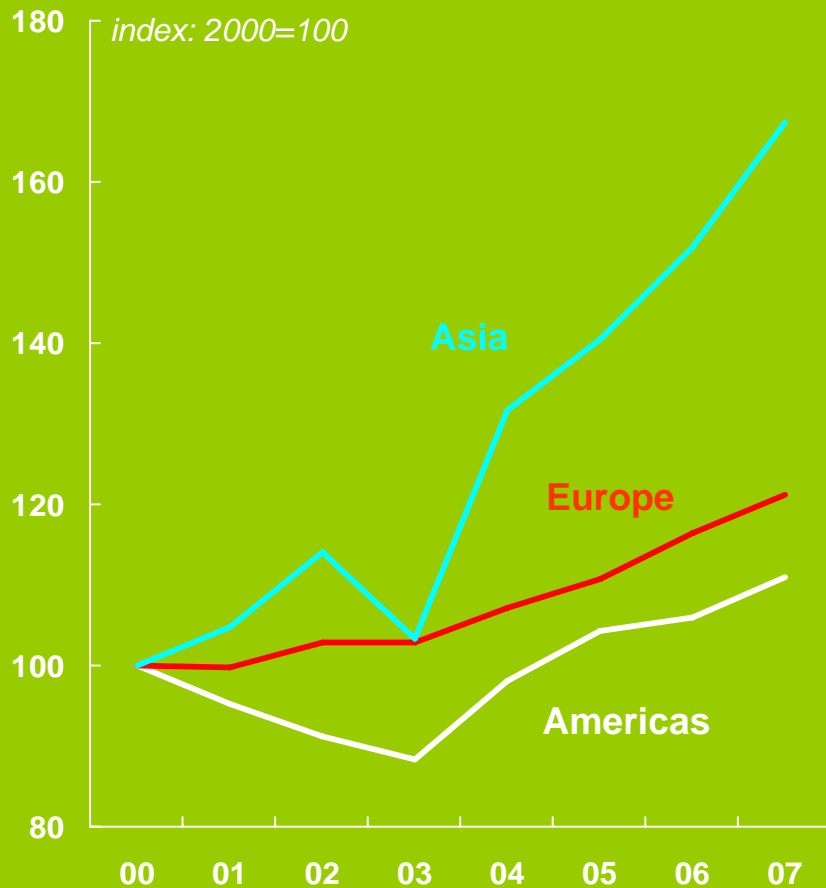
### Top Sources of Tourist Dollars



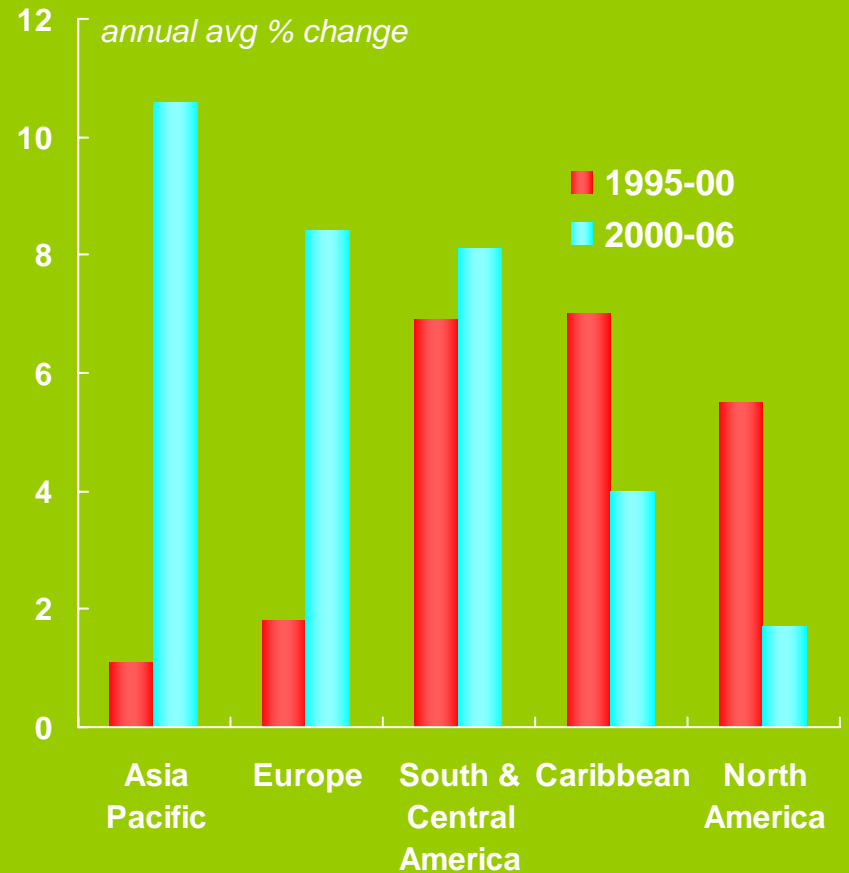
Source: WTO

# ...& are Also Competing for Tourist Dollars

## Tourist Arrivals Accelerate

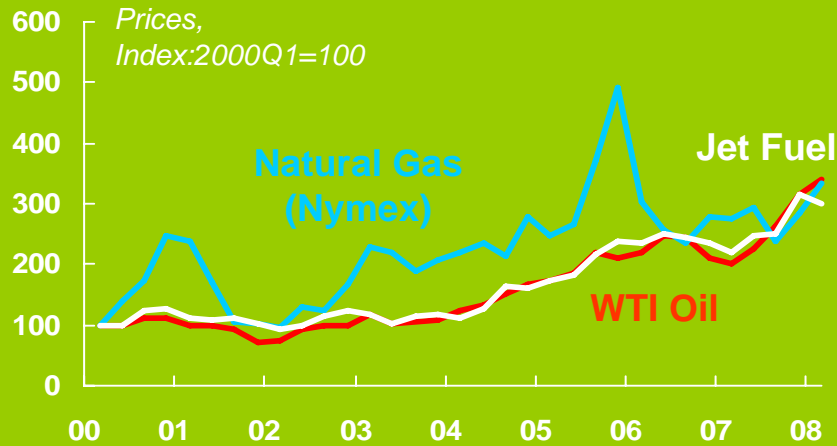


## Tourism Receipts in Developing Markets

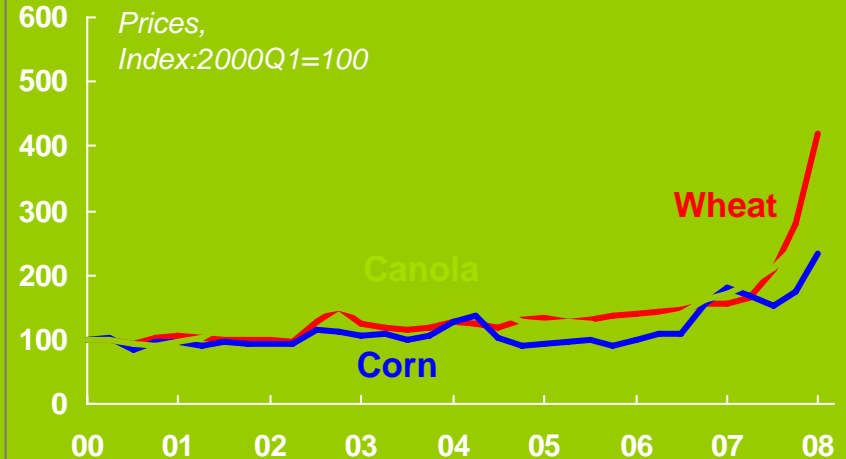


# Tourism is also Adjusting to Higher Commodity Prices...

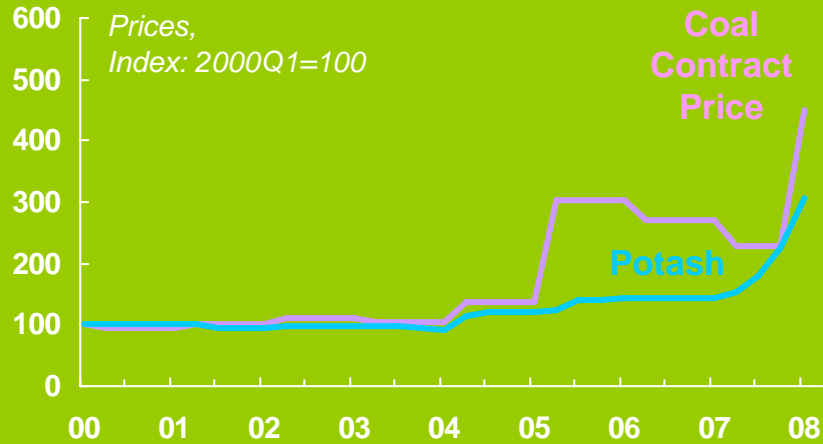
## Oil and Natural Gas



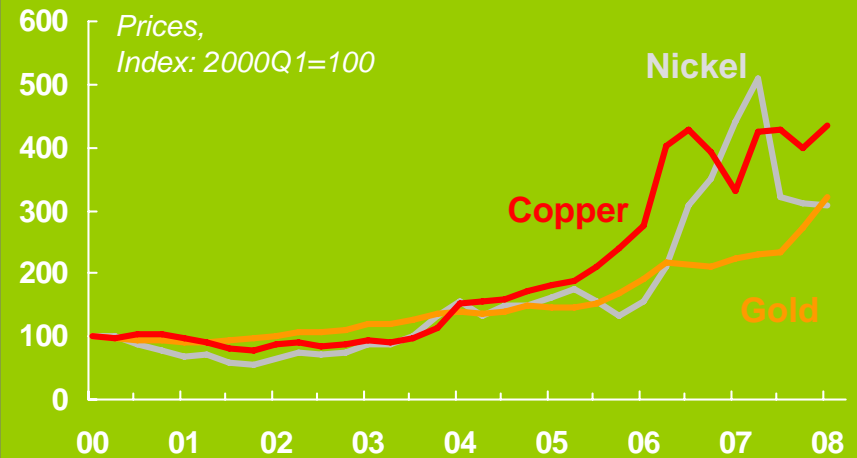
## Agri-Prices on the Rise



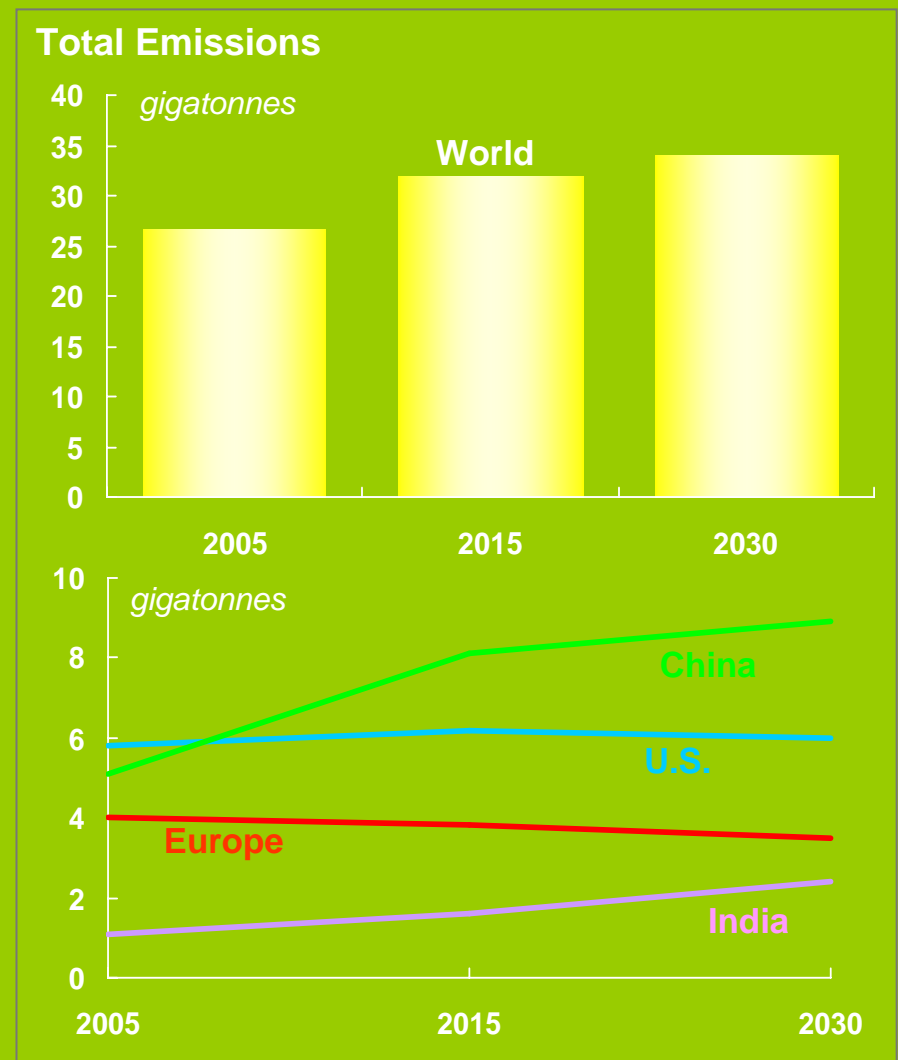
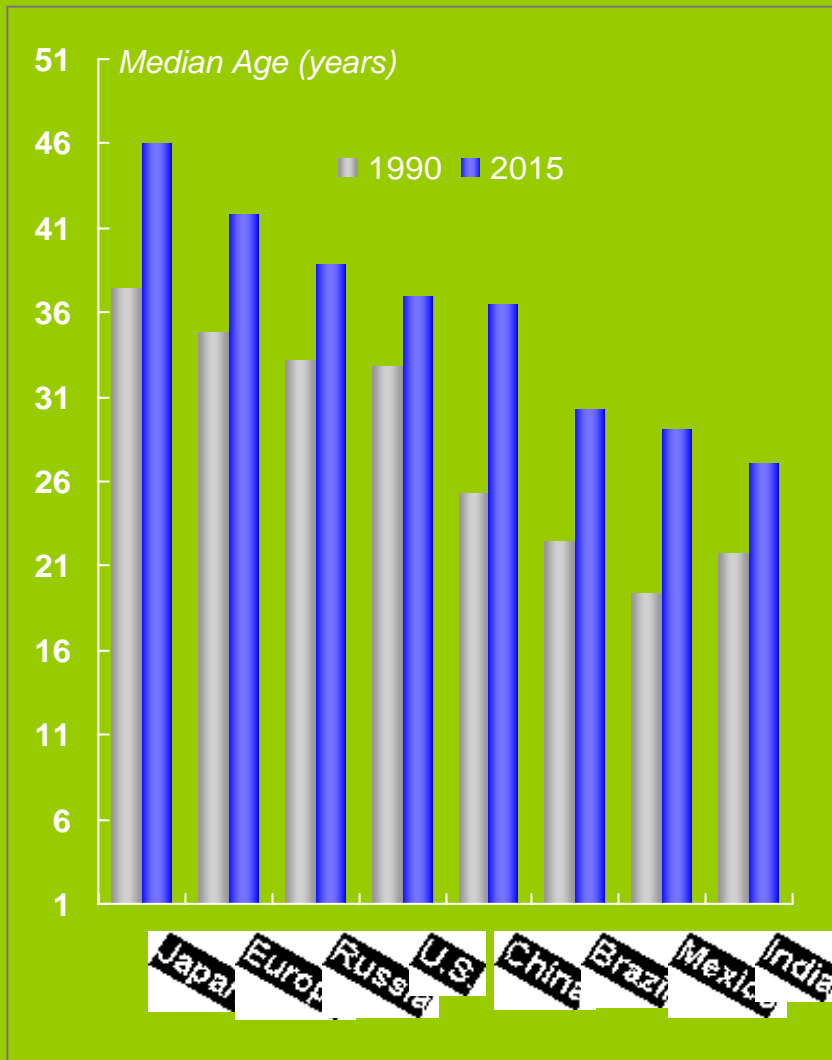
## Potash and Coal



## Metals Will Outperform

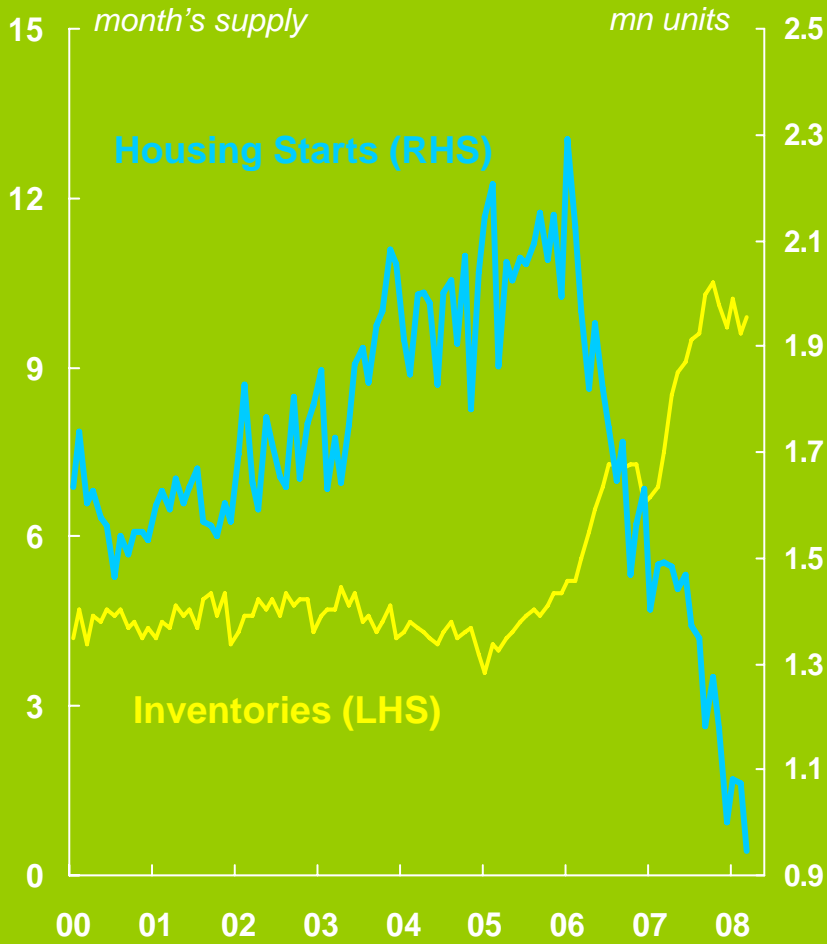


# ... & to an Older and Greener World

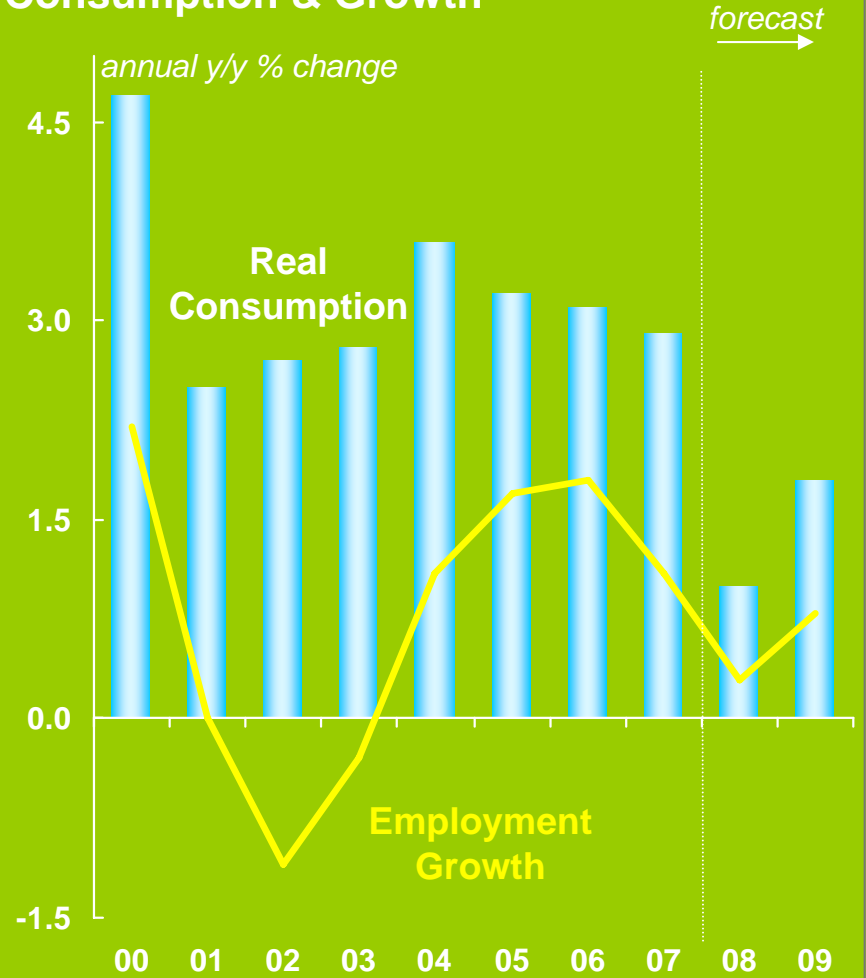


# The Sub-Prime Crisis Has Sideswiped U.S. Growth...

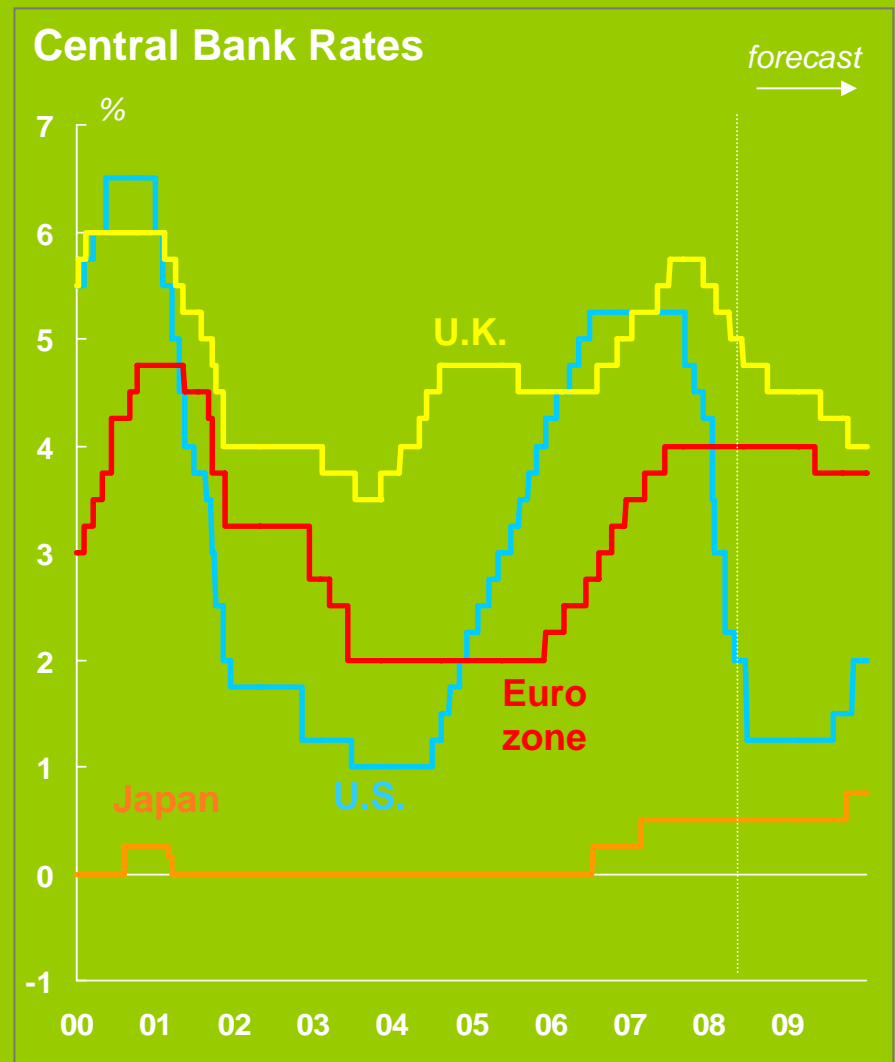
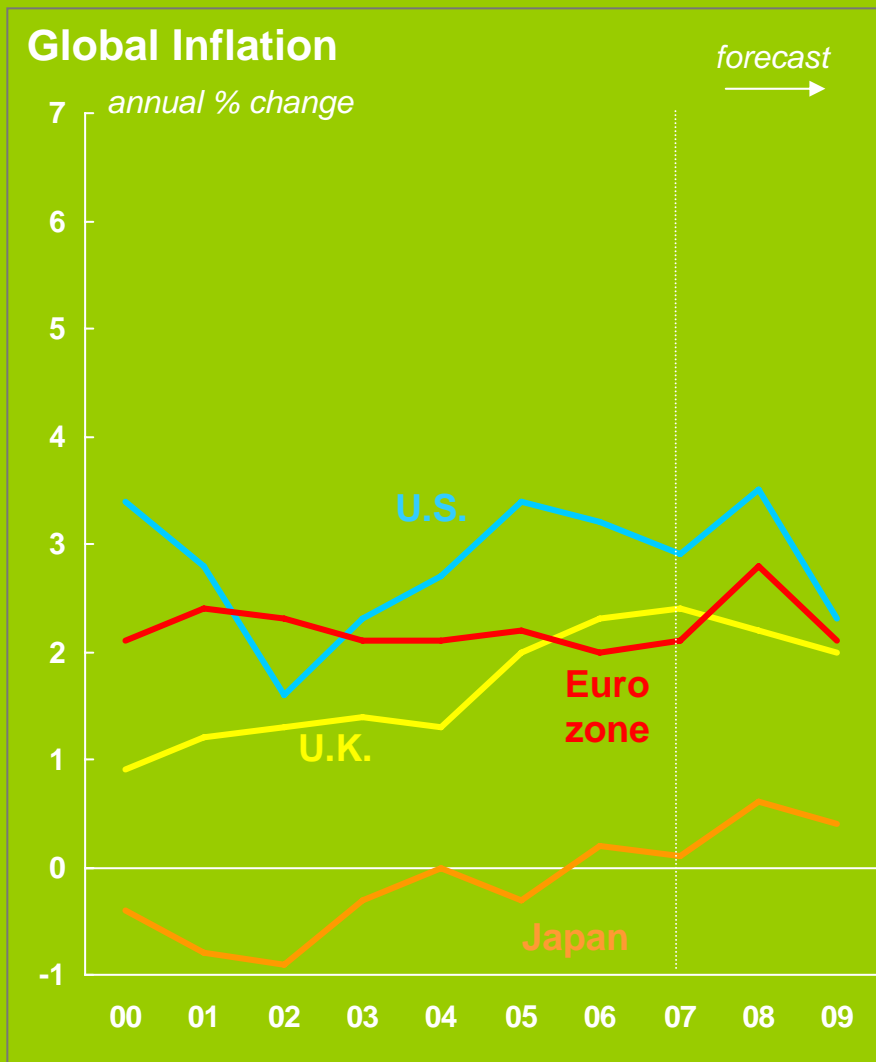
## Housing Starts & Inventories



## Consumption & Growth

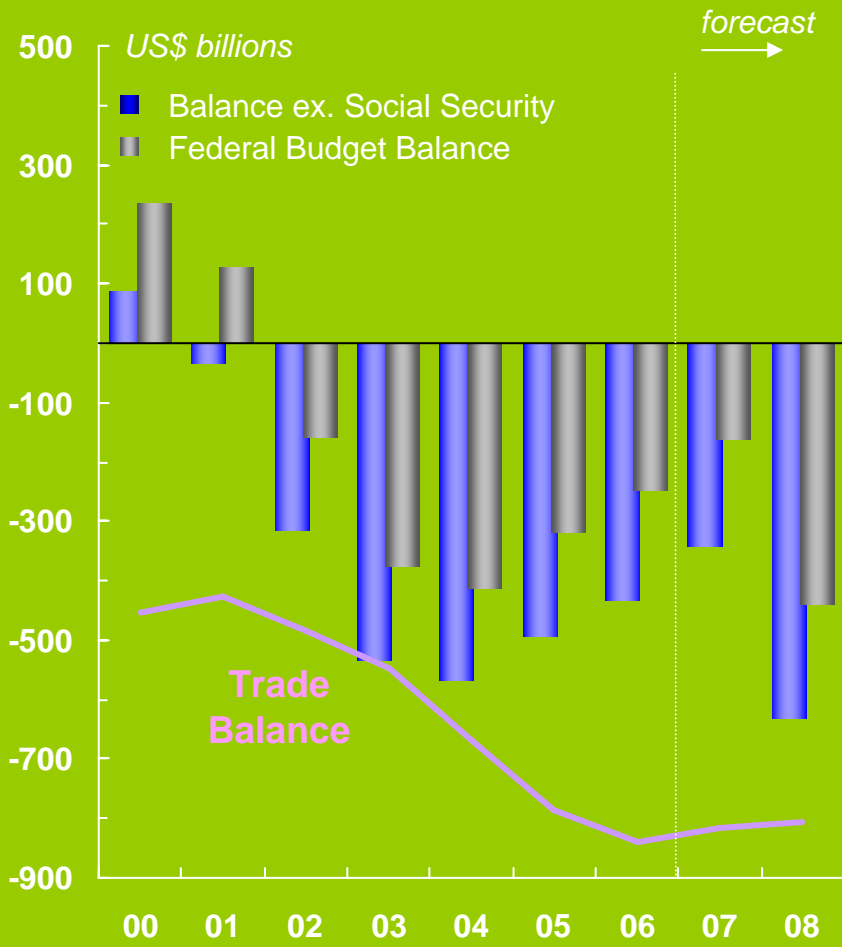


# ... Triggering an Easing of U.S. Monetary Policy ...

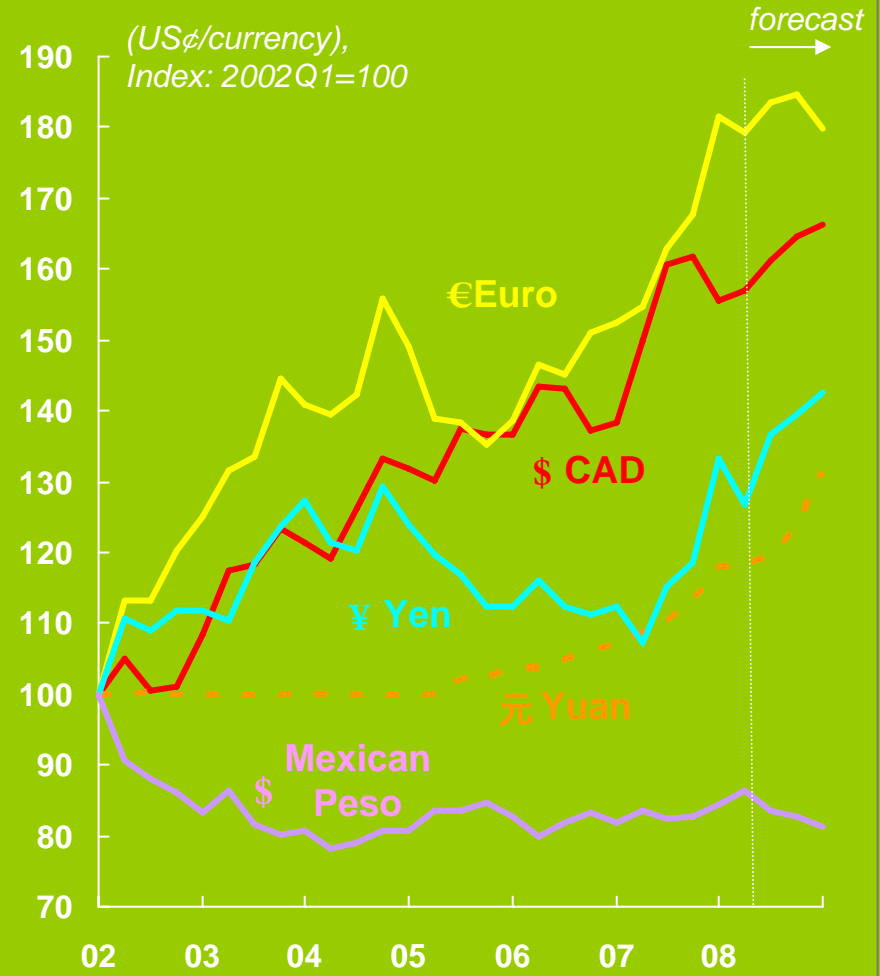


# ... At a Time of Heightened US\$ Vulnerability

## U.S. Twin Deficits Will Be Slow To Turn



## Global Currency Realignment

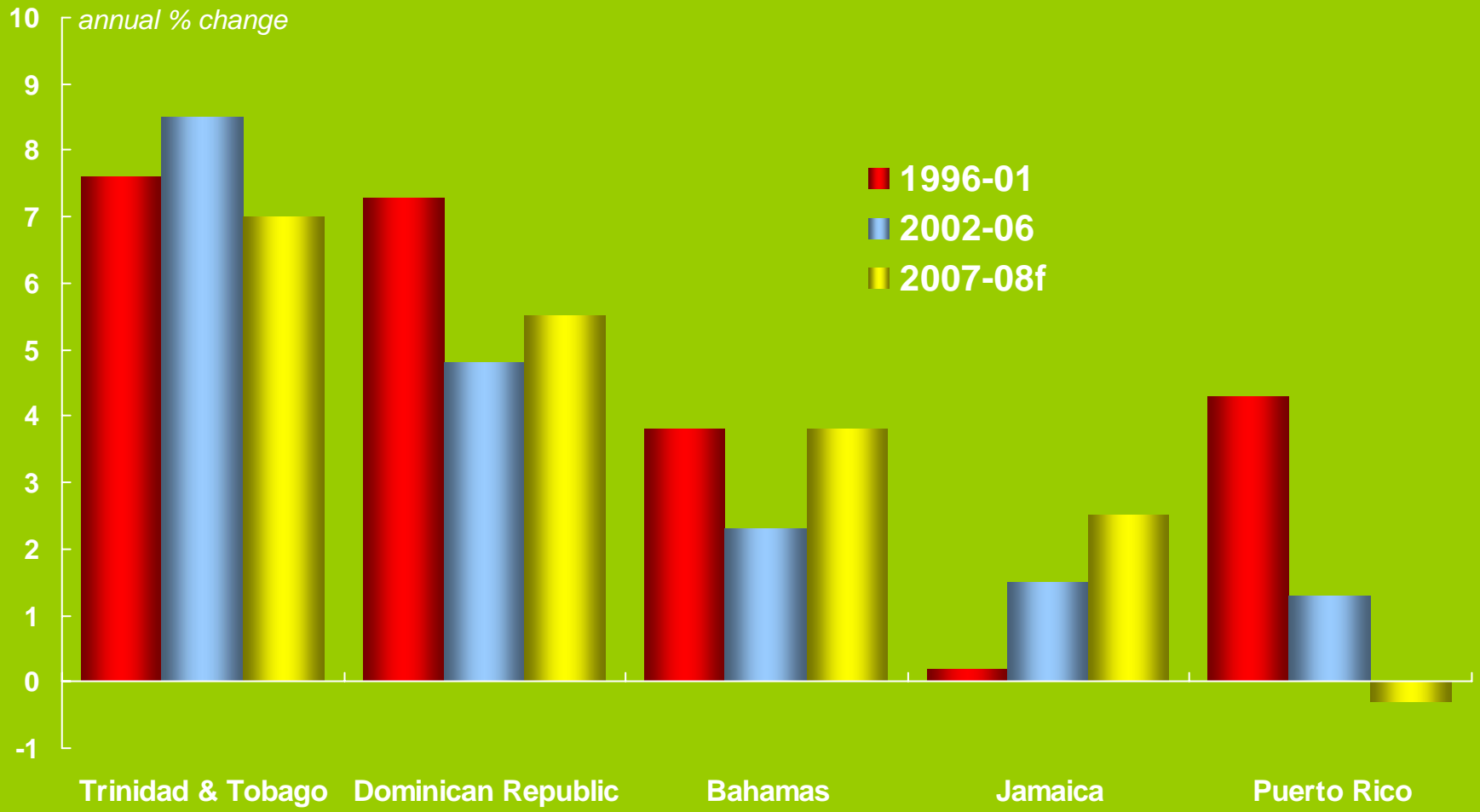














\*Last data point:  
April 29, 2008





# Bottom Line — Mixed Outlook for the Caribbean...

## Real GDP

annual % change



		07	08f	09f
<b>REAL GDP</b>				
<b>U.S.</b>		2.2	1.2	1.5
<b>Canada</b>		2.7	1.3	1.9
<b>U.K.</b>		3.1	1.7	1.8
<b>Euro zone</b>		2.6	1.5	1.6
<b>Japan</b>		2.1	1.2	1.5
<b>China</b>		11.4	10.0	9.5
<b>INFLATION</b>				
<b>U.S.</b>		2.9	3.5	2.3
<b>Canada</b>		2.1	1.8	1.9
<b>U.K.</b>		2.4	2.2	2.0
<b>Euro zone</b>		2.1	2.8	2.1
<b>Japan</b>		0.1	0.6	0.4
<b>China</b>		4.8	6.5	4.5

		07	08f	09f
<b>CURRENCY, RATES &amp; COMMODITIES (end of period)</b>				
<b>USD/CAD</b>		1.00	0.96	0.98
<b>EUR/USD</b>		1.46	1.61	1.53
<b>USD/YEN</b>		112	98	100
<b>USD/YUAN</b>		7.3	6.5	5.9
<b>U.S. Fed Funds Target Rate</b>		4.25	1.25	2.25
<b>U.S. 10-year Treasury</b>		4.02	3.60	4.50
<b>WTI Oil (US\$/bbl)</b>		72.3	107.0	107.0
<b>Nymex Natural Gas (US\$/mmbtu)</b>		7.12	9.75	9.60
<b>Gold (US\$/oz)</b>		697	910	890

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