

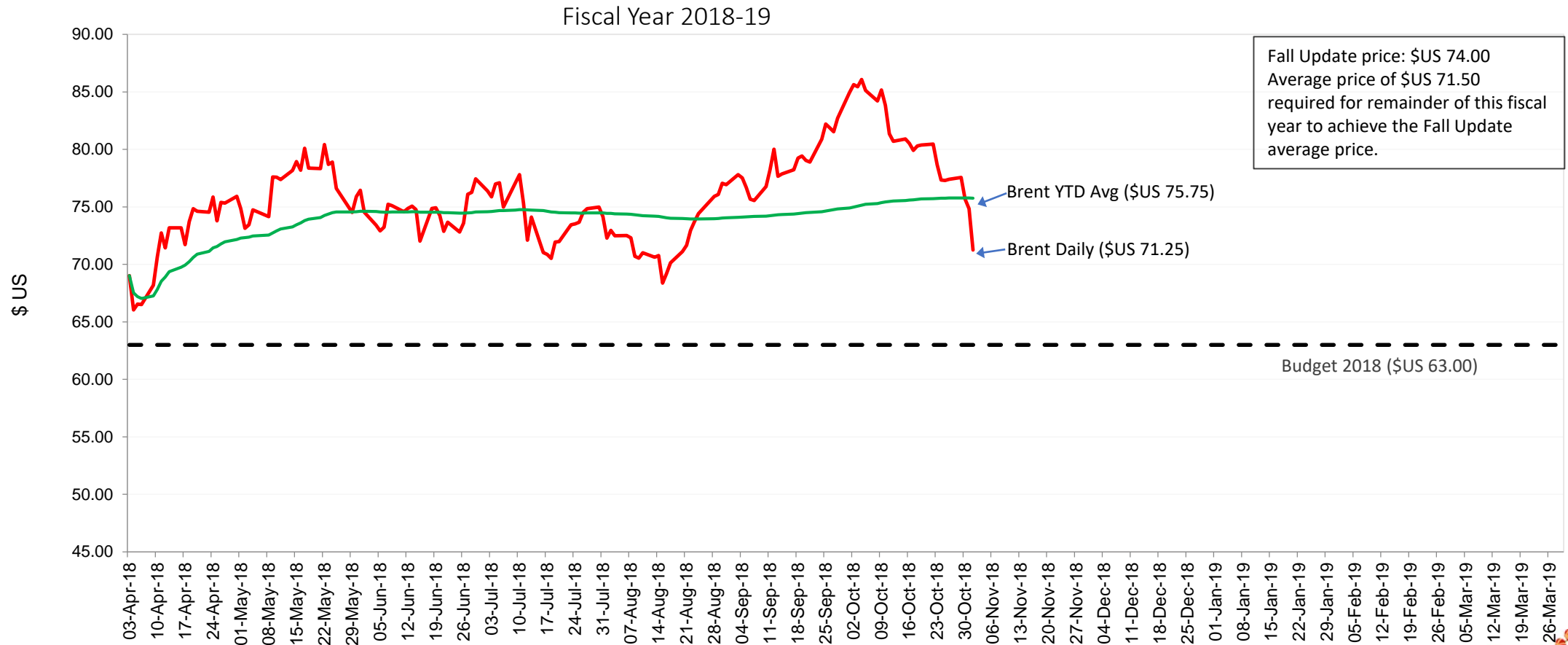
# Fall Fiscal and Economic Update

**November 6, 2018**

# Fiscal Update 2018-19

	Budget	Update	Variance
Revenue	7,673.4	7,803.6	130.2
Expenses	8,356.3	8,350.6	(5.7)
<b>Deficit (\$M)</b>	<b>(682.9)</b>	<b>(547.0)</b>	<b>135.9</b>

# Average Oil Price 2018-19



\$ US Prices  
Data to November 1

# Oil Price and Exchange Rate

	Budget 2018	Fall Update 2018
Average Oil Price 2018-19	US \$63.00 CDN \$79.75	US \$74.00 CDN \$95.85
Exchange Rate (USD/CAD)	0.79	0.77

## October 2018 to March 2019

- Oil Price (\$US). Every +\$1.00 change impacts revenue +\$19.9 million
- Oil Price (\$US). Every -\$1.00 change impacts revenue -\$10.4 million
- Exchange Rate (USD/CAD). Every -1 cent change impacts revenue +\$19.5 million
- Exchange Rate (USD/CAD). Every +1 cent change impacts revenue -\$9.8 million

# Other Key 2018-19 Financial Indicators

## **Borrowing Requirement**

- \$200 million decrease - Budget 2018 \$1.45 billion revised to \$1.25 billion

## **Net Debt**

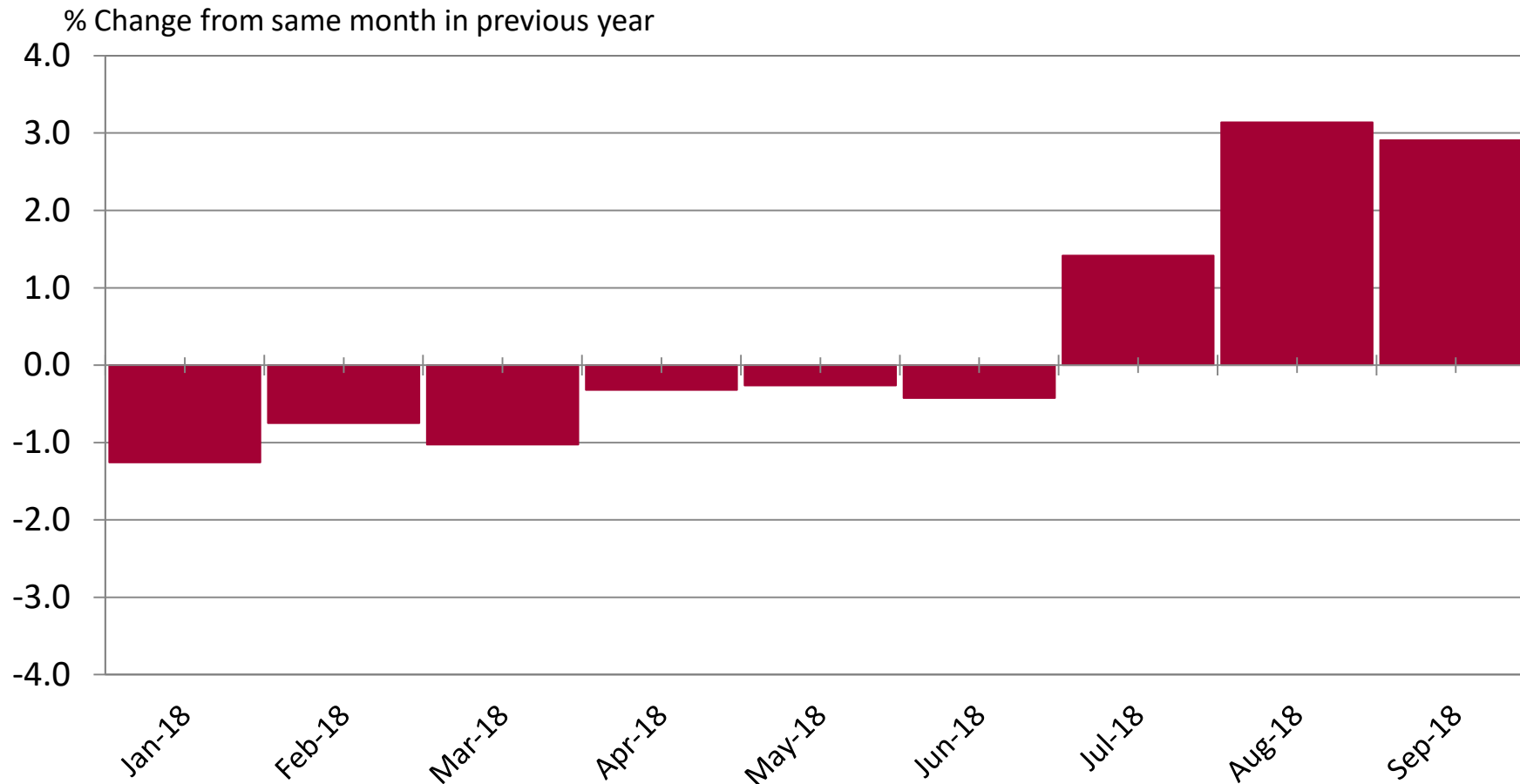
- \$157 million decrease – Budget 2018 \$15.53 billion revised to \$15.37 billion

# Economic Forecast Indicators 2018

## Budget vs. Update (Percent Change)

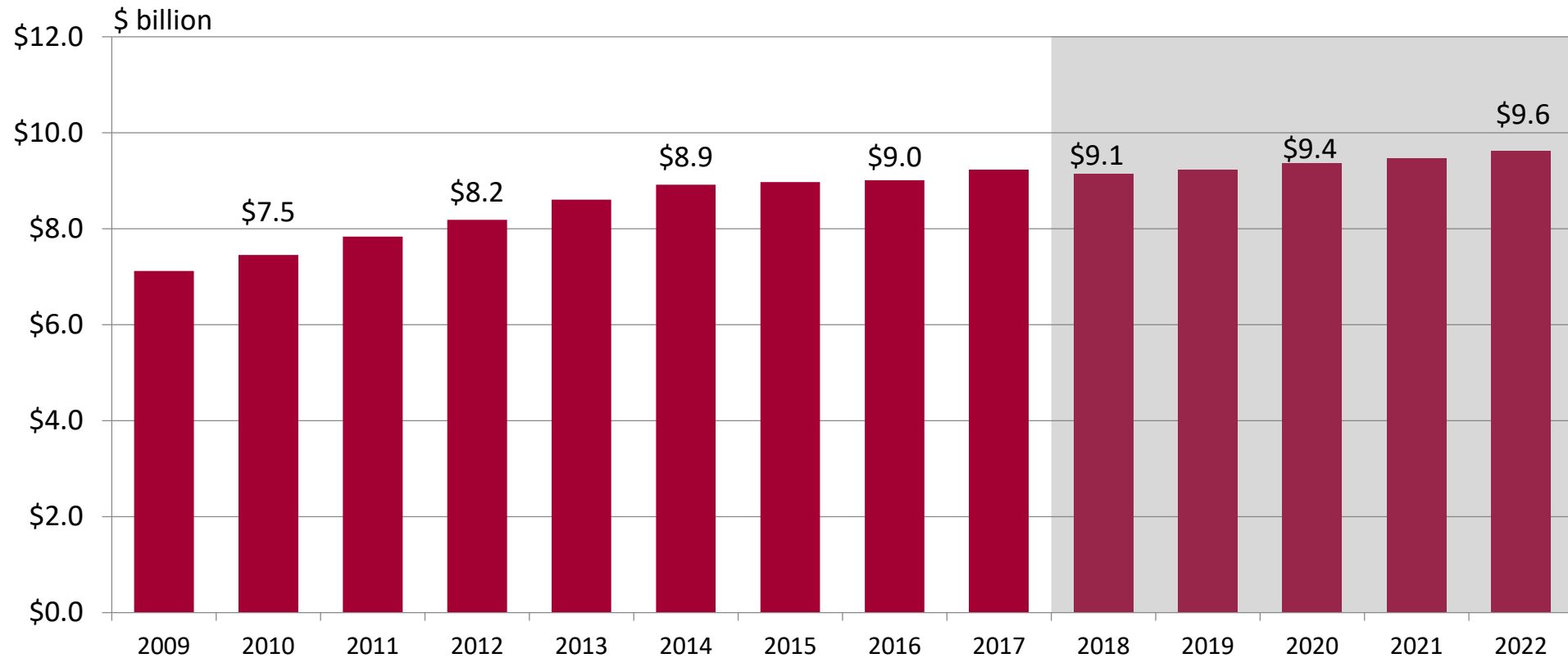
	Budget	Update	Variance
Real Gross Domestic Product	-0.8	-2.8	-2.0
Compensation of Employees	-1.1	-0.9	+0.2
Household Income	0.7	0.9	+0.2
Retail Sales	0.7	-0.9	-1.6
Consumer Price Index	2.0	2.1	+0.1
Housing Starts	-10.1	0.1	+10.2
Capital Investment	-9.3	-8.2	+1.1
Population	-0.6	-0.6	0.0
Employment	-1.0	0.0	+1.0
Unemployment Rate (%)	14.8	14.5	-0.3
Participation Rate (%)	57.8	59.0	+1.2

# Monthly Change to Employment



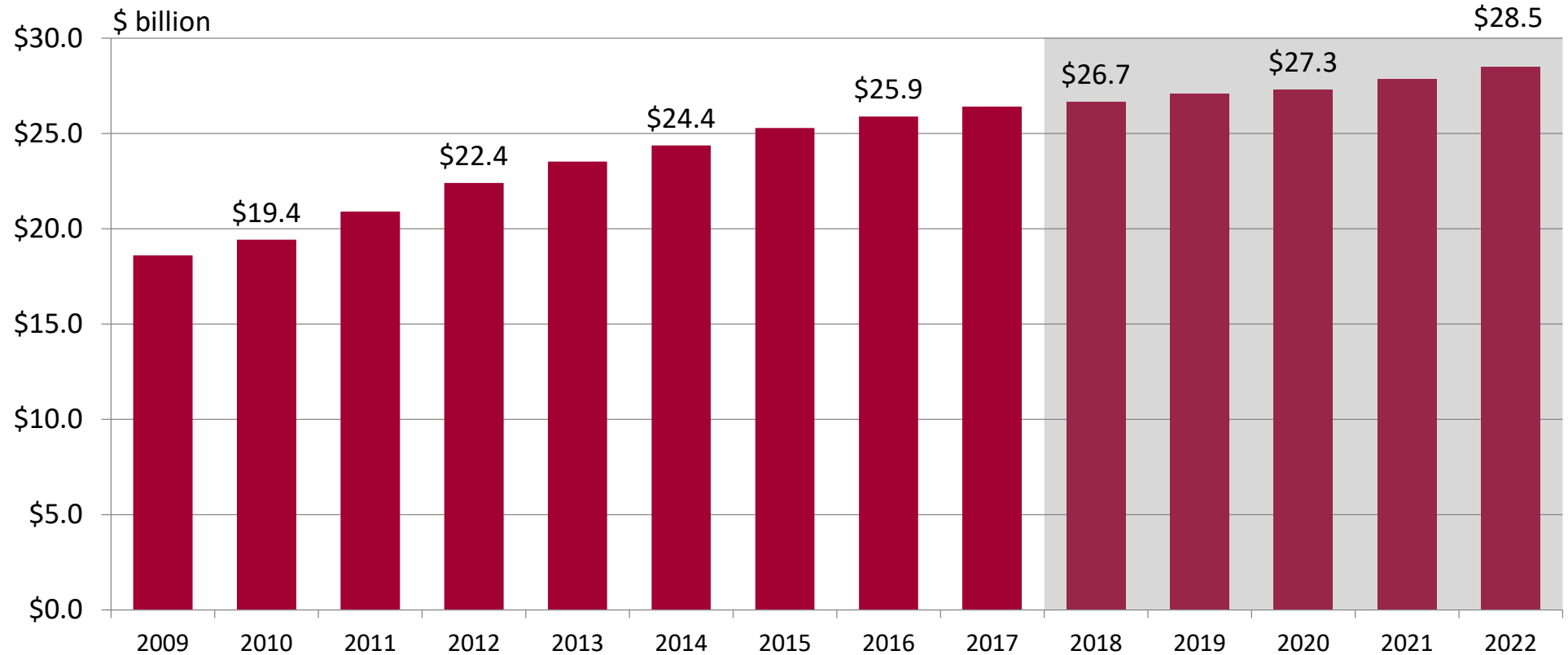
Source: Statistics Canada CANSIM Table 282-0001; NL Department of Finance

# NL Retail Sales

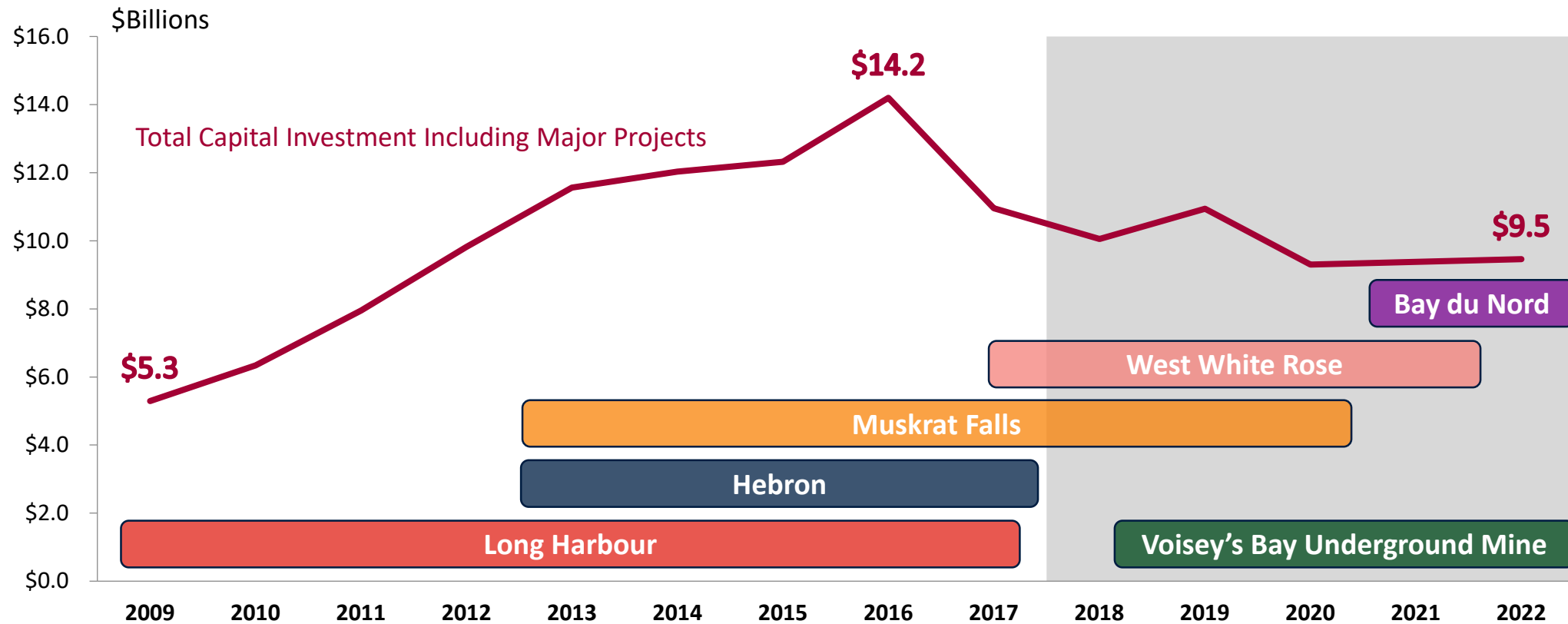




# NL Household Income



# NL Major Project Timelines



# Fall Update 2018

THANK YOU