

CANADA

The labour market stumbles in Canada in June

HIGHLIGHTS

- With an estimated loss of 9,400 jobs in June in Canada, the labour market is marking time.
- A growing labour force nudged the Canadian unemployment rate up from 7.0% to 7.1% from May to June.
- Little changed in the situation in Quebec, with a reported gain of 3,500 jobs.
- Quebec's unemployment rate grew 0.1 percentage point, reaching the July 2013 level of 8.1%.
- Ontario recorded losses of 33,900 jobs in June.
- The unemployment rate rose somewhat to 7.5%, the level seen last February.

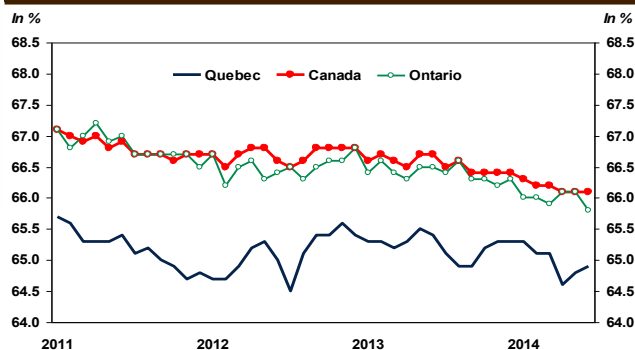
COMMENTS

In June, in Canada, advances were observed in construction (+31,800) and other services (+20,800). The sharpest retreats were seen in business management (-27,200) and agriculture (-14,500). After six months, gains amount to 52,800 new jobs, all full time.

In Quebec, in June, the 3,500 additional jobs are the result of 23,100 full-time jobs added last month, to the detriment of part-time jobs (-19,600). The most notable gains were in trade (+8,600) and construction (+7,600). Quebec has lost 27,000 jobs since last December. In Ontario, the decrease in June follows five straight months of increases. The pullbacks were sharpest in business management (-14,800) and manufacturing (-13,600). The performance for the first half of the year is 24,000 new jobs.

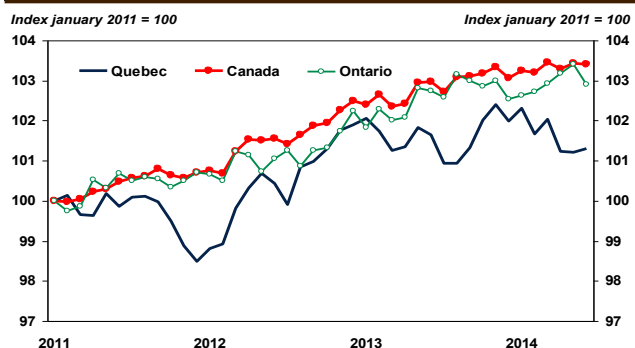
If we look at a longer period of time (graph beside), we can see that the participation rate is following a downward trend both in Canada overall and the two most populous provinces. In terms of job growth since 2013, Quebec is not marching to the same beat as the Canadian average or Ontario.

Ontario, Quebec and Canada see a lower participation



Sources: Statistics Canada and Desjardins, Economic Studies

Slow employment growth in Canada and Ontario since 2013: Quebec marches to a different drummer



Sources: Statistics Canada and Desjardins, Economic Studies

Implications: June did not deliver a major shakeup in the Canadian labour market except in Ontario. The recovery of the U.S. economy that translated into sustained growth in employment over the last few months for our neighbours to the south will in all likelihood give a boost to the Canadian economy in the coming quarters. However, it will take a few more months to chase away the doom and gloom and firm up employer confidence across the country. It will only be then that the labour market will start seeing the effects.

Joëlle Noreau
Senior Economist

François Dupuis
Vice-President and Chief Economist

Hélène Bégin
Senior Economist

Benoît P. Durocher
Senior Economist

Francis Généreux
Senior Economist

Joëlle Noreau
Senior Economist

418-835-2450 or 1 866 835-8444, ext. 2450
E-mail: desjardins.economics@desjardins.com

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| Variation by sector - June 2014 | | | | | | |
|---------------------------------|---------------------------------|---------|---------|------------------------------------|---------|---------|
| | GAINING Sectors | Balance | | LOSING Sectors | Balance | |
| | | 1 month | 1 year | | 1 month | 1 year |
| CANADA | Construction | 31,800 | -8,900 | Bus., build. and other supp. serv. | -27,200 | -9,700 |
| | Others services | 20,800 | 13,400 | Agriculture | -14,500 | -22,700 |
| | Public administration | 11,100 | -5,800 | Manufacturing | -10,600 | -16,100 |
| | Fin., insurance and real estate | 7,800 | -20,600 | Accommodation and food services | -9,100 | 7,000 |
| QUEBEC | Trade | 8,600 | 7,300 | Health care | -9,700 | -7,000 |
| | Construction | 7,600 | -15,800 | Transportation and warehousing | -7,000 | 9,200 |
| | Accommodation and food services | 4,800 | 13,600 | Educational services | -4,400 | -24,000 |
| | Fin., insurance and real estate | 3,600 | 17,600 | Agriculture | -2,500 | 800 |
| ONTARIO | Health care | 15,900 | 36,000 | Bus., build. and other supp. serv. | -14,800 | 500 |
| | Others services | 7,300 | 21,900 | Manufacturing | -13,600 | -34,200 |
| | Educational services | 5,900 | 3,400 | Transportation and warehousing | -11,900 | -16,100 |
| | Public administration | 5,800 | -8,200 | Accommodation and food services | -11,300 | -6,200 |

Source: LFS, Statistics Canada

| Labour Market | | | | | | | |
|-------------------------------------|------------------------|---------------|------------------|-------------------|--------------|-------------------|-------|
| June 2014 | NUMBER OF EMPLOYEES | JOB CREATION | | | | | |
| | | in numbers | | | | | |
| Seasonally adjusted data | June 2014 | Last month | Last 3 months | Since december | Last year | Last year in % | |
| TOTAL JOBS | Canada | 17,820,700 | -9,400 | -12,500 | 52,800 | 72,300 | 0.4% |
| | Quebec | 4,018,500 | 3,500 | -29,300 | -27,000 | -13,900 | -0.3% |
| | Ontario | 6,900,800 | -33,900 | -1,500 | 24,000 | 10,300 | 0.1% |
| PUBLIC SECTOR EMPLOYEES | Canada | 3,637,800 | -11,900 | 12,200 | 15,500 | -13,800 | -0.4% |
| | Quebec | 888,100 | -10,000 | -7,600 | 12,500 | -2,300 | -0.3% |
| | Ontario | 1,344,500 | 14,300 | 29,700 | 2,400 | -18,700 | -1.4% |
| PRIVATE SECTOR EMPLOYEES | Canada | 11,478,000 | -21,000 | -24,900 | 600 | 108,300 | 1.0% |
| | Quebec | 2,570,200 | 9,200 | -27,300 | -54,500 | -24,300 | -0.9% |
| | Ontario | 4,514,400 | -49,600 | -11,000 | 9,200 | 43,500 | 1.0% |
| SELF-EMPLOYED | Canada | 2,704,800 | 23,400 | 200 | 36,600 | -22,300 | -0.8% |
| | Quebec | 560,200 | 4,300 | 5,600 | 15,000 | 12,700 | 2.3% |
| | Ontario | 1,041,800 | 1,300 | -20,300 | 12,300 | -14,500 | -1.4% |

Source: Statistics Canada, Labour Force Survey

Labour Market - Recent trends Seasonally adjusted data

| | Employment in numbers | Job creation in last: | | | Labour Force Numbers | Variation over 1 month | Participation rate | Employment rate | Unemploy- ment rate |
|----------------|--------------------------|-----------------------|----------|-----------|----------------------------|------------------------------|-----------------------|--------------------|---------------------------|
| | | 1 month | 3 months | 12 months | | | | | |
| Canada | | | | | | | | | |
| 2013.06 | 17,748,400 | 3,800 | 105,200 | 243,100 | 19,103,700 | 12,100 | 66.7% | 61.9% | 7.1% |
| 2013.07 | 17,705,600 | -42,800 | 50,500 | 221,700 | 19,075,600 | -28,100 | 66.5% | 61.7% | 7.2% |
| 2013.08 | 17,770,100 | 64,500 | 25,500 | 250,100 | 19,133,300 | 57,700 | 66.6% | 61.9% | 7.1% |
| 2013.09 | 17,775,100 | 5,000 | 26,700 | 213,000 | 19,100,500 | -32,800 | 66.4% | 61.8% | 6.9% |
| 2013.10 | 17,786,800 | 11,700 | 81,200 | 215,400 | 19,118,200 | 17,700 | 66.4% | 61.8% | 7.0% |
| 2013.11 | 17,811,900 | 25,100 | 41,800 | 183,600 | 19,138,100 | 19,900 | 66.4% | 61.8% | 6.9% |
| 2013.12 | 17,767,900 | -44,000 | -7,200 | 99,000 | 19,151,400 | 13,300 | 66.4% | 61.6% | 7.2% |
| 2014.01 | 17,797,300 | 29,400 | 10,500 | 145,900 | 19,130,500 | -20,900 | 66.3% | 61.6% | 7.0% |
| 2014.02 | 17,790,300 | -7,000 | -21,600 | 94,700 | 19,133,400 | 2,900 | 66.2% | 61.6% | 7.0% |
| 2014.03 | 17,833,200 | 42,900 | 65,300 | 190,000 | 19,158,600 | 25,200 | 66.2% | 61.7% | 6.9% |
| 2014.04 | 17,804,300 | -28,900 | 7,000 | 149,200 | 19,133,000 | -25,600 | 66.1% | 61.5% | 6.9% |
| 2014.05 | 17,830,100 | 25,800 | 39,800 | 85,500 | 19,173,900 | 40,900 | 66.1% | 61.5% | 7.0% |
| 2014.06 | 17,820,700 | -9,400 | -12,500 | 72,300 | 19,190,200 | 16,300 | 66.1% | 61.4% | 7.1% |
| Quebec | | | | | | | | | |
| 2013.06 | 4,032,400 | -7,300 | 16,000 | 48,200 | 4,376,400 | -500 | 65.4% | 60.3% | 7.9% |
| 2013.07 | 4,004,100 | -28,300 | -16,500 | 41,400 | 4,356,400 | -20,000 | 65.1% | 59.8% | 8.1% |
| 2013.08 | 4,004,300 | 200 | -35,400 | 4,200 | 4,348,500 | -7,900 | 64.9% | 59.8% | 7.9% |
| 2013.09 | 4,018,900 | 14,600 | -13,500 | 12,800 | 4,348,200 | -300 | 64.9% | 60.0% | 7.6% |
| 2013.10 | 4,046,500 | 27,600 | 42,400 | 28,200 | 4,375,900 | 27,700 | 65.2% | 60.3% | 7.5% |
| 2013.11 | 4,061,600 | 15,100 | 57,300 | 24,900 | 4,379,100 | 3,200 | 65.3% | 60.5% | 7.3% |
| 2013.12 | 4,045,500 | -16,100 | 26,600 | 3,900 | 4,384,000 | 4,900 | 65.3% | 60.3% | 7.7% |
| 2014.01 | 4,058,200 | 12,700 | 11,700 | 10,000 | 4,384,900 | 900 | 65.3% | 60.4% | 7.5% |
| 2014.02 | 4,032,700 | -25,500 | -28,900 | -2,600 | 4,375,300 | -9,600 | 65.1% | 60.0% | 7.8% |
| 2014.03 | 4,047,800 | 15,100 | 2,300 | 31,400 | 4,379,100 | 3,800 | 65.1% | 60.2% | 7.6% |
| 2014.04 | 4,015,800 | -32,000 | -42,400 | -4,800 | 4,347,400 | -31,700 | 64.6% | 59.7% | 7.6% |
| 2014.05 | 4,015,000 | -800 | -17,700 | -24,700 | 4,364,900 | 17,500 | 64.8% | 59.6% | 8.0% |
| 2014.06 | 4,018,500 | 3,500 | -29,300 | -13,900 | 4,374,900 | 10,000 | 64.9% | 59.6% | 8.1% |
| Ontario | | | | | | | | | |
| 2013.06 | 6,890,500 | -4,800 | 48,700 | 112,600 | 7,446,300 | 7,300 | 66.5% | 61.5% | 7.5% |
| 2013.07 | 6,880,000 | -10,500 | 33,600 | 88,300 | 7,446,700 | 400 | 66.4% | 61.4% | 7.6% |
| 2013.08 | 6,918,400 | 38,400 | 23,100 | 153,800 | 7,478,600 | 31,900 | 66.6% | 61.7% | 7.5% |
| 2013.09 | 6,908,400 | -10,000 | 17,900 | 116,900 | 7,452,700 | -25,900 | 66.3% | 61.5% | 7.3% |
| 2013.10 | 6,898,800 | -9,600 | 18,800 | 103,600 | 7,451,200 | -1,500 | 66.3% | 61.3% | 7.4% |
| 2013.11 | 6,907,100 | 8,300 | -11,300 | 84,500 | 7,454,100 | 2,900 | 66.2% | 61.4% | 7.3% |
| 2013.12 | 6,876,800 | -30,300 | -31,600 | 20,500 | 7,466,300 | 12,200 | 66.3% | 61.0% | 7.9% |
| 2014.01 | 6,882,800 | 6,000 | -16,000 | 53,800 | 7,438,200 | -28,100 | 66.0% | 61.0% | 7.5% |
| 2014.02 | 6,888,900 | 6,100 | -18,200 | 28,700 | 7,448,700 | 10,500 | 66.0% | 61.0% | 7.5% |
| 2014.03 | 6,902,300 | 13,400 | 25,500 | 60,500 | 7,449,700 | 1,000 | 65.9% | 61.1% | 7.3% |
| 2014.04 | 6,919,900 | 17,600 | 37,100 | 73,500 | 7,475,500 | 25,800 | 66.1% | 61.2% | 7.4% |
| 2014.05 | 6,934,700 | 14,800 | 45,800 | 39,400 | 7,483,600 | 8,100 | 66.1% | 61.2% | 7.3% |
| 2014.06 | 6,900,800 | -33,900 | -1,500 | 10,300 | 7,463,400 | -20,200 | 65.8% | 60.9% | 7.5% |

Source: Statistics Canada, Labour Force Survey

Other Labour Market Indicators

| SEASONALLY ADJUSTED DATA | Last publication | | -1 MONTH | -3 MONTHS | -6 MONTHS | Same month -1 YEAR |
|--|------------------|----------|----------|-----------|-----------|-----------------------|
| | Month | Level | | | | |
| CANADA | | | | | | |
| Average weekly wages (\$) | April | 1,046.65 | 1,034.34 | 1,006.17 | 1,011.67 | 1,018.69 |
| Average hours worked in the manufacturing sector | April | 30.3 | 30.4 | 30.4 | 30.5 | 30.3 |
| QUEBEC | | | | | | |
| Average weekly wages (\$) | April | 969.20 | 951.57 | 937.17 | 962.49 | 954.60 |
| Average hours worked in the manufacturing sector | April | 29.9 | 30.0 | 30.0 | 30.2 | 29.9 |
| ONTARIO | | | | | | |
| Average weekly wages (\$) | April | 1,068.19 | 1,062.71 | 1,033.32 | 1,044.35 | 1,050.71 |
| Average hours worked in the manufacturing sector | April | 30.1 | 30.2 | 30.3 | 30.1 | 30.1 |

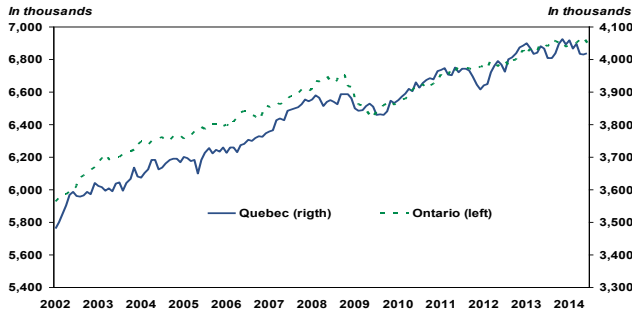
Source: Statistics Canada, Labour Force Survey

Annual Data

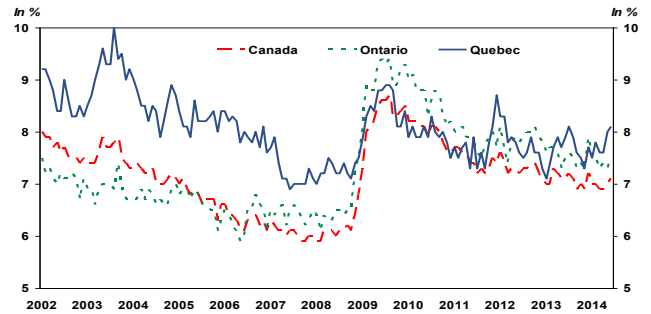
| Annual average | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 |
|---------------------------|------------|------------|------------|------------|------------|------------|
| CANADA TOTAL JOBS | 17,087,400 | 16,813,100 | 17,041,000 | 17,306,200 | 17,507,700 | 17,731,200 |
| JOB CREATION | 281,800 | -274,300 | 227,900 | 265,200 | 201,500 | 223,500 |
| Job growth (%) | 1.7% | -1.6% | 1.4% | 1.6% | 1.2% | 1.3% |
| Unemployment rate | 6.1% | 8.3% | 8.0% | 7.5% | 7.2% | 7.1% |
| QUEBEC TOTAL JOBS | 3,880,400 | 3,848,400 | 3,915,100 | 3,953,600 | 3,984,400 | 4,032,200 |
| JOB CREATION | 46,300 | -32,000 | 66,700 | 38,500 | 30,800 | 47,800 |
| Job growth (%) | 1.2% | -0.8% | 1.7% | 1.0% | 0.8% | 1.2% |
| Unemployment rate | 7.2% | 8.5% | 8.0% | 7.8% | 7.8% | 7.6% |
| ONTARIO TOTAL JOBS | 6,666,300 | 6,502,000 | 6,610,000 | 6,731,300 | 6,783,800 | 6,879,400 |
| JOB CREATION | 102,000 | -164,300 | 108,000 | 121,300 | 52,500 | 95,600 |
| Job growth (%) | 1.6% | -2.5% | 1.7% | 1.8% | 0.8% | 1.4% |
| Unemployment rate | 6.5% | 9.0% | 8.7% | 7.8% | 7.8% | 7.5% |

Source: Statistics Canada, Labour Force Survey

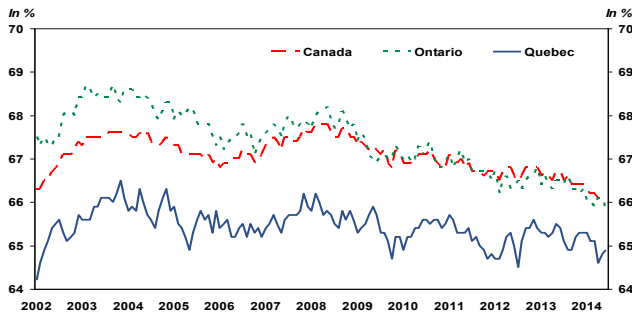
QUEBEC / ONTARIO – Level of employment



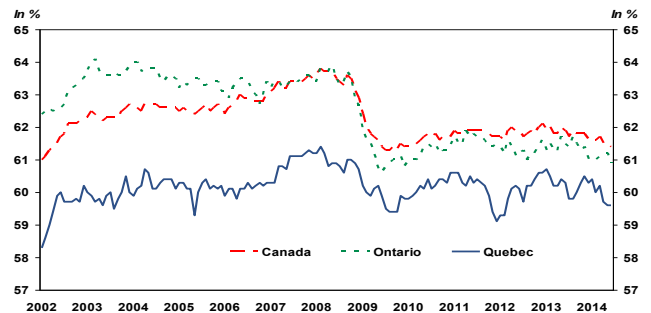
CANADA / QUEBEC / ONTARIO – Unemployment Rate



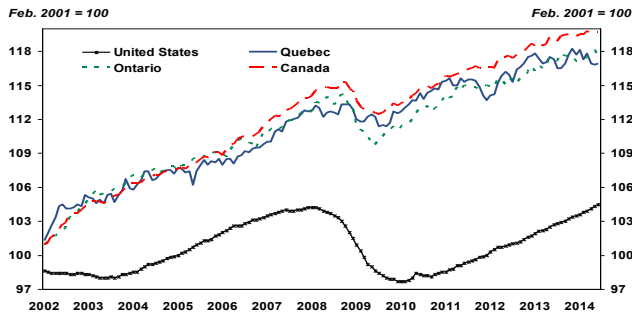
CANADA / QUEBEC / ONTARIO – Participation Rate



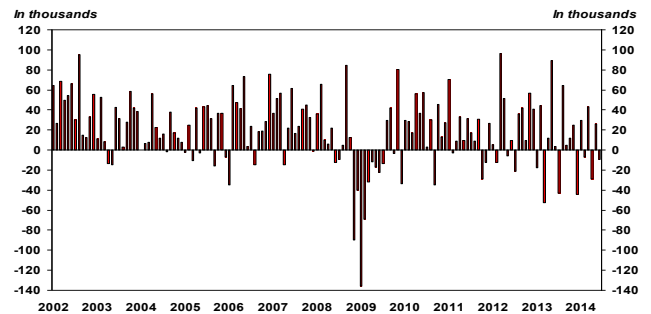
CANADA / QUEBEC / ONTARIO – Employment Rate



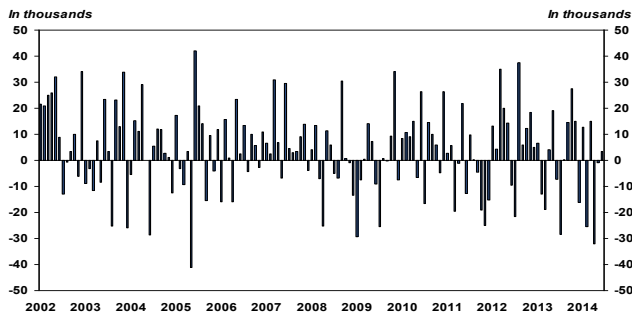
UNITED STATES / CANADA / QUEBEC / ONTARIO – Employment Index



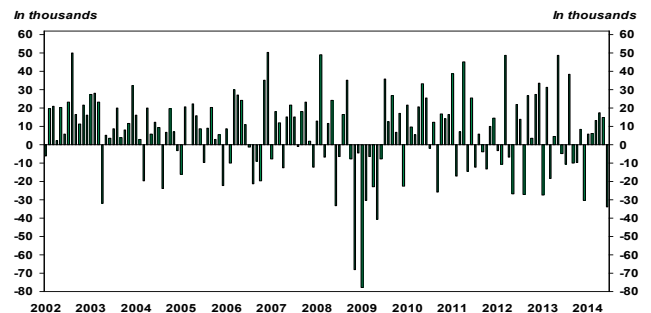
CANADA – Evolution of employment



QUEBEC – Evolution of employment



ONTARIO – Evolution of employment



| LABOUR MARKET BY PROVINCE | | | | | | | | | | |
|----------------------------------|--------------------------|------------|-----------------|------------|------------|------------|------------------|------------|------------|--------------------------------|
| SEASONALLY ADJUSTED DATA | | June 2014 | PREVIOUS MONTHS | | | | Monthly averages | | | Employment In the last year |
| | | | 2014.05 | 2014.04 | 2014.03 | 2014.02 | 3 months | 6 months | 12 months | |
| CANADA | JOBS | 17,820,700 | 17,830,100 | 17,804,300 | 17,833,200 | 17,790,300 | 17,818,367 | 17,812,650 | 17,791,108 | 17,748,400 |
| | CREATION | -9,400 | 25,800 | -28,900 | 42,900 | -7,000 | -4,167 | 8,800 | 6,025 | 72,300 |
| | Unemployment rate | 7.1% | 7.0% | 6.9% | 6.9% | 7.0% | 7.0% | 7.0% | 7.0% | 7.0% |
| Newfoundland | JOBS | 221,500 | 224,400 | 228,500 | 231,800 | 232,500 | 224,800 | 228,567 | 230,517 | 233,900 |
| | CREATION | -2,900 | -4,100 | -3,300 | -700 | -200 | -3,433 | -2,083 | -1,033 | -12,400 |
| | Unemployment rate | 12.5% | 12.7% | 12.1% | 11.6% | 11.8% | 12.4% | 12.1% | 11.6% | 11.6% |
| Prince Edward Island | JOBS | 74,200 | 73,500 | 72,900 | 74,100 | 74,700 | 73,533 | 74,000 | 73,908 | 73,400 |
| | CREATION | 700 | 600 | -1,200 | -600 | 100 | 33 | 100 | 67 | 800 |
| | Unemployment rate | 9.8% | 12.2% | 11.7% | 11.8% | 11.5% | 11.2% | 11.4% | 11.3% | 11.3% |
| Nova Scotia | JOBS | 447,000 | 447,100 | 448,400 | 447,300 | 450,700 | 447,500 | 448,050 | 450,458 | 457,200 |
| | CREATION | -100 | -1,300 | 1,100 | -3,400 | 2,900 | -100 | -417 | -850 | -10,200 |
| | Unemployment rate | 8.7% | 8.9% | 8.9% | 9.3% | 8.9% | 8.8% | 8.9% | 8.9% | 8.9% |
| New Brunswick | JOBS | 352,800 | 350,100 | 350,900 | 356,300 | 353,100 | 351,267 | 352,417 | 351,967 | 347,200 |
| | CREATION | 2,700 | -800 | -5,400 | 3,200 | 1,800 | -1,167 | -150 | 467 | 5,600 |
| | Unemployment rate | 9.6% | 10.2% | 10.5% | 9.7% | 9.8% | 10.1% | 10.0% | 10.0% | 10.0% |
| Quebec | JOBS | 4,018,500 | 4,015,000 | 4,015,800 | 4,047,800 | 4,032,700 | 4,016,433 | 4,031,333 | 4,030,742 | 4,032,400 |
| | CREATION | 3,500 | -800 | -32,000 | 15,100 | -25,500 | -9,767 | -4,500 | -1,158 | -13,900 |
| | Unemployment rate | 8.1% | 8.0% | 7.6% | 7.6% | 7.8% | 7.9% | 7.8% | 7.7% | 7.7% |
| Ontario | JOBS | 6,900,800 | 6,934,700 | 6,919,900 | 6,902,300 | 6,888,900 | 6,918,467 | 6,904,900 | 6,901,575 | 6,890,500 |
| | CREATION | -33,900 | 14,800 | 17,600 | 13,400 | 6,100 | -500 | 4,000 | 858 | 10,300 |
| | Unemployment rate | 7.5% | 7.3% | 7.4% | 7.3% | 7.5% | 7.4% | 7.4% | 7.5% | 7.5% |
| Manitoba | JOBS | 632,100 | 628,300 | 627,400 | 629,300 | 631,400 | 629,267 | 630,267 | 630,983 | 637,300 |
| | CREATION | 3,800 | 900 | -1,900 | -2,100 | -1,700 | 933 | 267 | -433 | -5,200 |
| | Unemployment rate | 5.4% | 5.5% | 5.9% | 5.7% | 5.3% | 5.6% | 5.6% | 5.5% | 5.5% |
| Saskatchewan | JOBS | 564,000 | 563,100 | 561,300 | 558,300 | 557,900 | 562,800 | 560,233 | 558,833 | 556,700 |
| | CREATION | 900 | 1,800 | 3,000 | 400 | 1,100 | 1,900 | 1,000 | 608 | 7,300 |
| | Unemployment rate | 3.9% | 3.7% | 3.4% | 4.5% | 3.9% | 3.7% | 4.0% | 4.0% | 4.0% |
| Alberta | JOBS | 2,284,100 | 2,274,700 | 2,258,300 | 2,261,200 | 2,262,100 | 2,272,367 | 2,263,950 | 2,248,842 | 2,202,300 |
| | CREATION | 9,400 | 16,400 | -2,900 | -900 | 18,800 | 7,633 | 7,900 | 6,817 | 81,800 |
| | Unemployment rate | 4.9% | 4.6% | 4.7% | 4.9% | 4.3% | 4.7% | 4.7% | 4.6% | 4.6% |
| British Columbia | JOBS | 2,325,800 | 2,319,100 | 2,321,000 | 2,324,700 | 2,306,400 | 2,321,967 | 2,318,967 | 2,313,292 | 2,317,600 |
| | CREATION | 6,700 | -1,900 | -3,700 | 18,300 | -10,400 | 367 | 2,683 | 683 | 8,200 |
| | Unemployment rate | 6.2% | 6.1% | 5.8% | 5.8% | 6.4% | 6.0% | 6.1% | 6.4% | 6.4% |

Source: Statistics Canada, Labour force Survey * Change in employment in the last year