

- 1 Q. Provide detailed calculations of the interest rate projections for 2003 and
2 2004 (Finance and Corporate Services evidence, page 15, line 14).
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5 A. Please see attached schedule.

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<u>Institution</u>	<u>Qtr 1 2003</u>	<u>Qtr 2 2003</u>	<u>Qtr 3 2003</u>	<u>Qtr 4 2003</u>	<u>Average</u>	<u>Spreads Over GOC</u>
91-Day Treasury Bills	2.81%	3.00%	3.28%	3.70%	3.20%	0.20%
CIBC/W.Gundy (Jan 7,2003)	2.60%	2.60%	2.70%	2.70%	2.65%	3.40%
Merril Lynch (Jan 22,2003)	2.80%	2.80%	2.90%	3.20%	2.93%	
BMO Nesbitt Burns (Jan 21, 03)	2.85%	3.10%	3.50%	3.85%	3.33%	
RBCDS (Jan 2003)	3.00%	3.50%	4.00%	4.75%	3.81%	
ScotiaMcleod (Dec 2002)	2.80%	3.00%	3.30%	4.00%	3.28%	
5 Year Canadas	4.31%	4.55%	4.80%	5.09%	4.69%	0.28%
CIBC/W.Gundy (Jan 7,2003)						4.97%
Merril Lynch (Jan 22,2003)	4.05%	4.25%	4.40%	4.70%	4.35%	
BMO Nesbitt Burns (Jan 21, 03)	4.30%	4.50%	4.75%	5.00%	4.64%	
RBCDS (Jan 2003)	4.50%	4.95%	5.25%	5.45%	5.04%	
ScotiaMcleod (Dec 2002)	4.40%	4.50%	4.80%	5.20%	4.73%	
10 Year Canadas	5.00%	5.05%	5.20%	5.37%	5.16%	0.46%
CIBC/W.Gundy (Jan 7,2003)	4.65%	4.40%	4.75%	4.90%	4.68%	5.62%
Merril Lynch (Jan 22,2003)	5.00%	5.00%	5.00%	5.20%	5.05%	
BMO Nesbitt Burns (Jan 21, 03)	5.15%	5.20%	5.35%	5.50%	5.30%	
RBCDS (Jan 2003)	5.20%	5.45%	5.50%	5.55%	5.43%	
ScotiaMcleod (Dec 2002)	5.00%	5.20%	5.40%	5.70%	5.33%	
Long Canadas	5.45%	5.44%	5.52%	5.63%	5.51%	0.55%
CIBC/W.Gundy (Jan 7,2003)	5.10%	4.95%	5.00%	5.10%	5.04%	6.07%
Merril Lynch (Jan 22,2003)	5.55%	5.50%	5.50%	5.55%	5.53%	
BMO Nesbitt Burns (Jan 21, 03)	5.45%	5.45%	5.55%	5.70%	5.54%	
RBCDS (Jan 2003)	5.65%	5.70%	5.75%	5.80%	5.73%	
ScotiaMcleod (Dec 2002)	5.50%	5.60%	5.80%	6.00%	5.73%	

<u>Institution</u>	<u>Qtr 1 2004</u>	<u>Qtr 2 2004</u>	<u>Qtr 3 2004</u>	<u>Qtr 4 2004</u>	<u>Average</u>	<u>Spreads Over GOC</u>
91-Day Treasury Bills	4.49%	4.84%	4.94%	4.95%	4.80%	0.20%
CIBC/W.Gundy (Jan 7,2003)	n/a	n/a	n/a	n/a		5.00%
Merril Lynch (Jan 22,2003)	3.90%	4.50%	4.85%	5.00%	4.56%	
BMO Nesbitt Burns (Jan 21, 03)	4.05%	4.40%	4.55%	4.65%	4.41%	
RBCDS (Feb 3, 2003)	5.50%	5.75%	5.75%	5.75%	5.69%	
ScotiaMcleod (Dec 2002)	4.50%	4.70%	4.60%	4.40%	4.55%	
5 Year Canadas	5.45%	5.53%	5.56%	5.53%	5.52%	0.28%
CIBC/W.Gundy (Jan 7,2003)	n/a	n/a	n/a	n/a		5.80%
Merril Lynch (Jan 22,2003)	5.30%	5.50%	5.65%	5.70%	5.54%	
BMO Nesbitt Burns (Jan 21, 03)	5.10%	5.10%	5.00%	5.00%	5.05%	
RBCDS (Feb 3, 2003)	5.90%	6.00%	6.00%	6.00%	5.98%	
ScotiaMcleod (Dec 2002)	5.50%	5.50%	5.60%	5.40%	5.50%	
10 Year Canadas	5.80%	5.84%	5.81%	5.76%	5.80%	0.46%
CIBC/W.Gundy (Jan 7,2003)	n/a	n/a	n/a	n/a		6.26%
Merril Lynch (Jan 22,2003)	5.60%	5.80%	5.80%	5.75%	5.74%	
BMO Nesbitt Burns (Jan 21, 03)	5.60%	5.50%	5.35%	5.30%	5.44%	
RBCDS (Feb 3, 2003)	6.00%	6.05%	6.00%	6.00%	6.01%	
ScotiaMcleod (Dec 2002)	6.00%	6.00%	6.10%	6.00%	6.03%	
Long Canadas	6.01%	6.01%	5.96%	5.90%	5.97%	0.55%
CIBC/W.Gundy (Jan 7,2003)	n/a	n/a	n/a	n/a		6.52%
Merril Lynch (Jan 22,2003)	5.95%	6.10%	6.00%	5.90%	5.99%	
BMO Nesbitt Burns (Jan 21, 03)	5.80%	5.70%	5.55%	5.50%	5.64%	
RBCDS (Feb 3, 2003)	6.10%	6.05%	6.00%	6.00%	6.04%	
ScotiaMcleod (Dec 2002)	6.20%	6.20%	6.30%	6.20%	6.23%	