

What is the current outlook for the housing market in Canada?



4.3%
Inflation

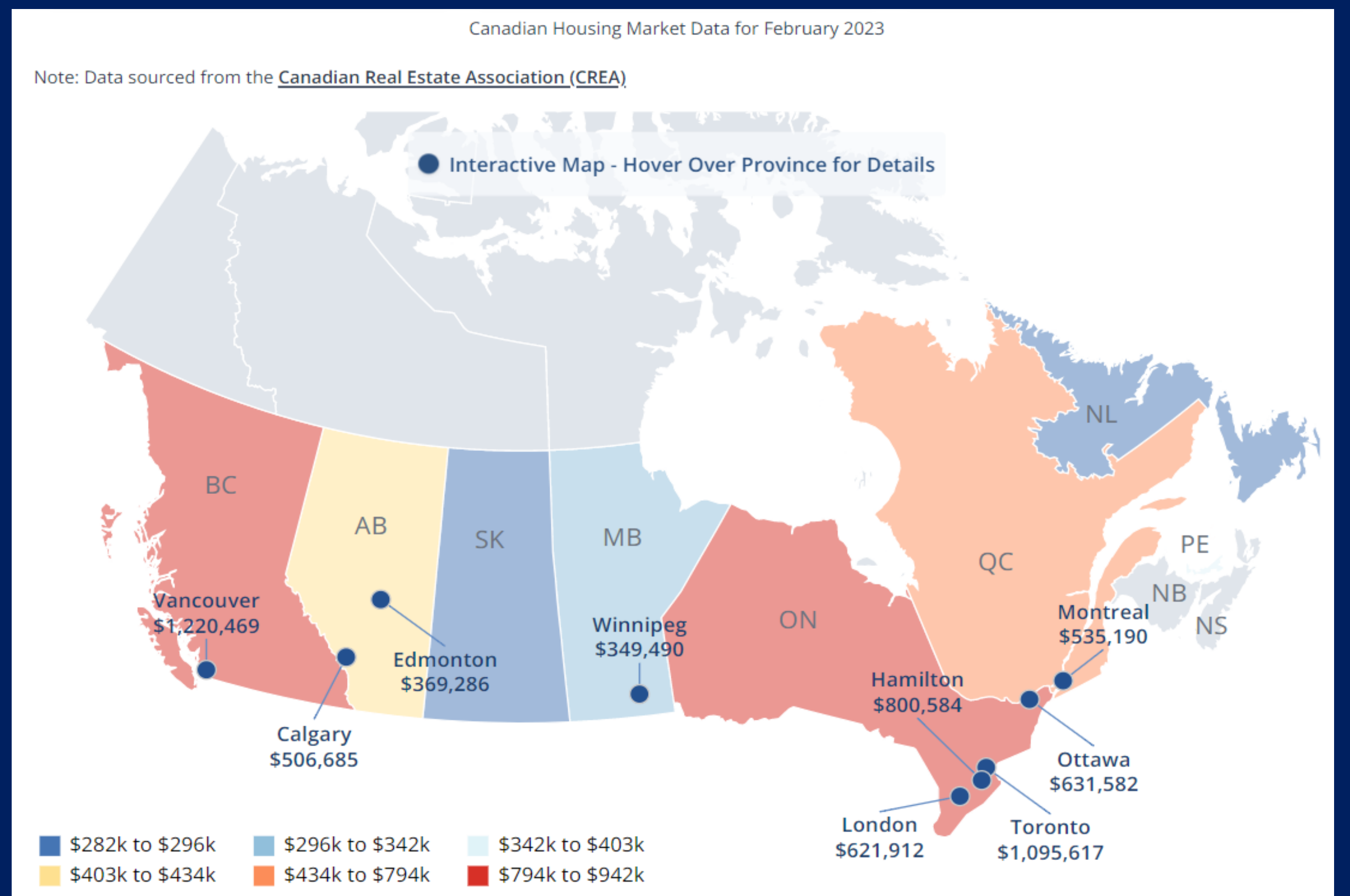


4.5%
Interest Rate

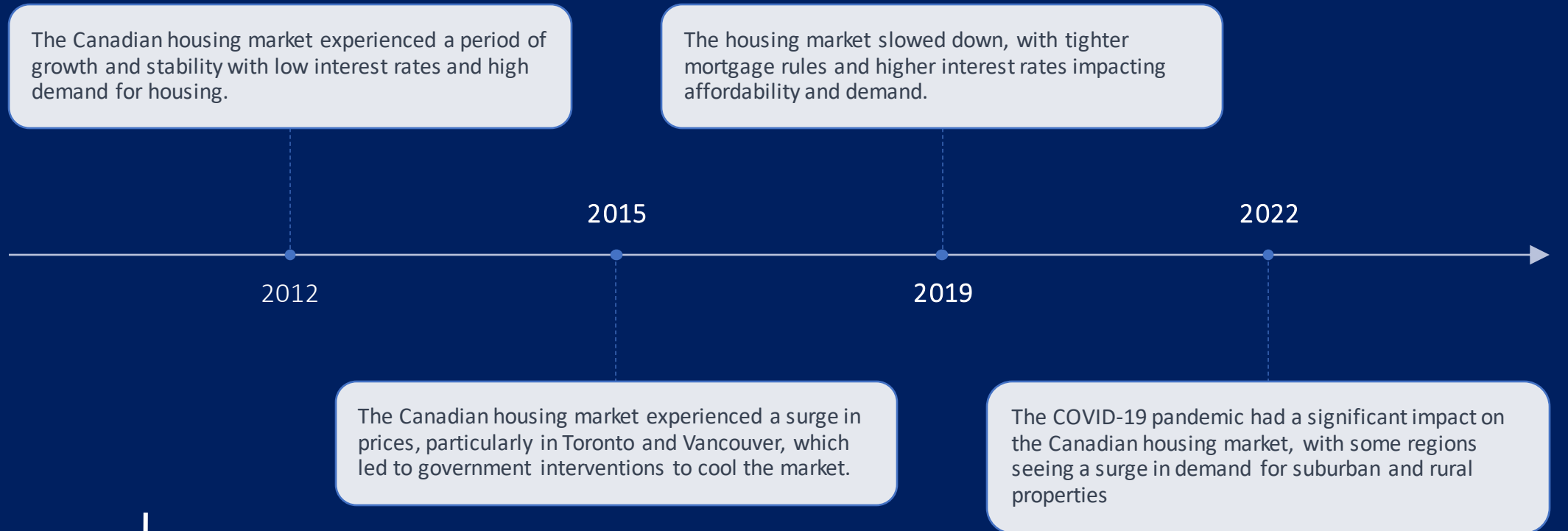


5.8%
Mortgage Rate

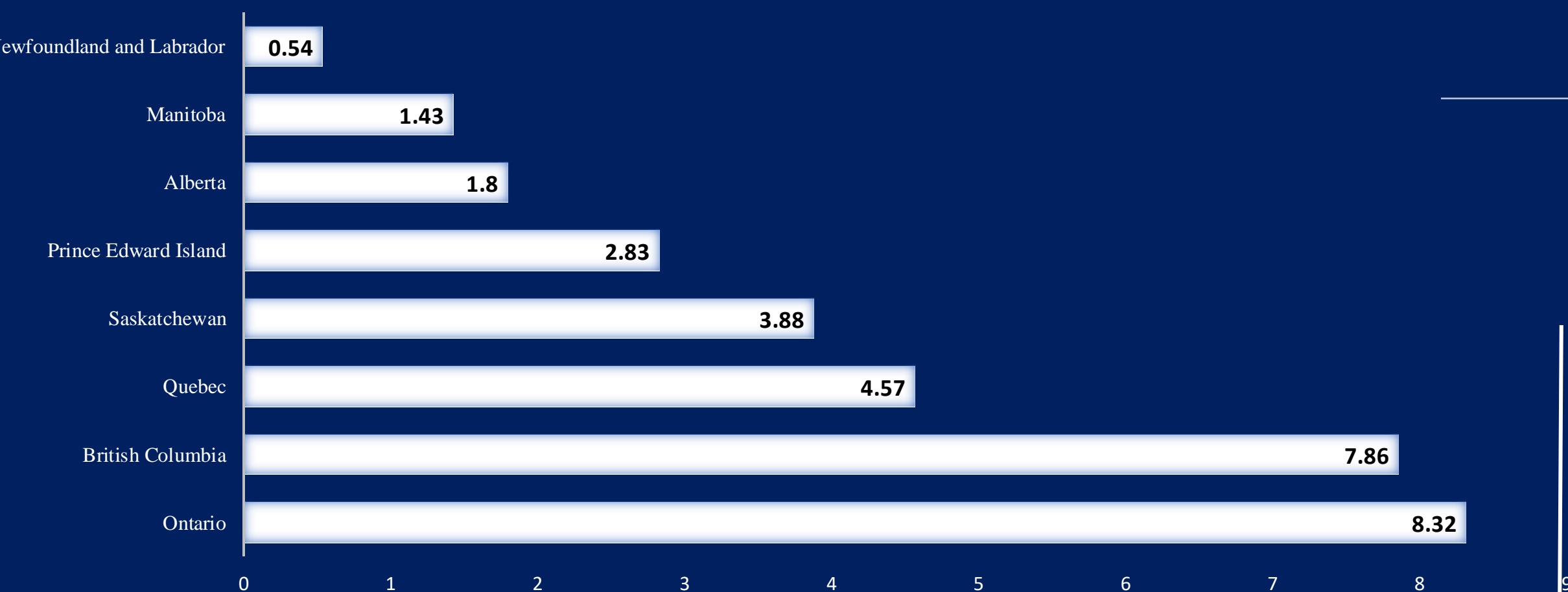
With the increase in inflation, bank rates are increased by the Bank of Canada. An increase in bank rates makes it costlier for people to buy house property.



Housing Market for Past Decade



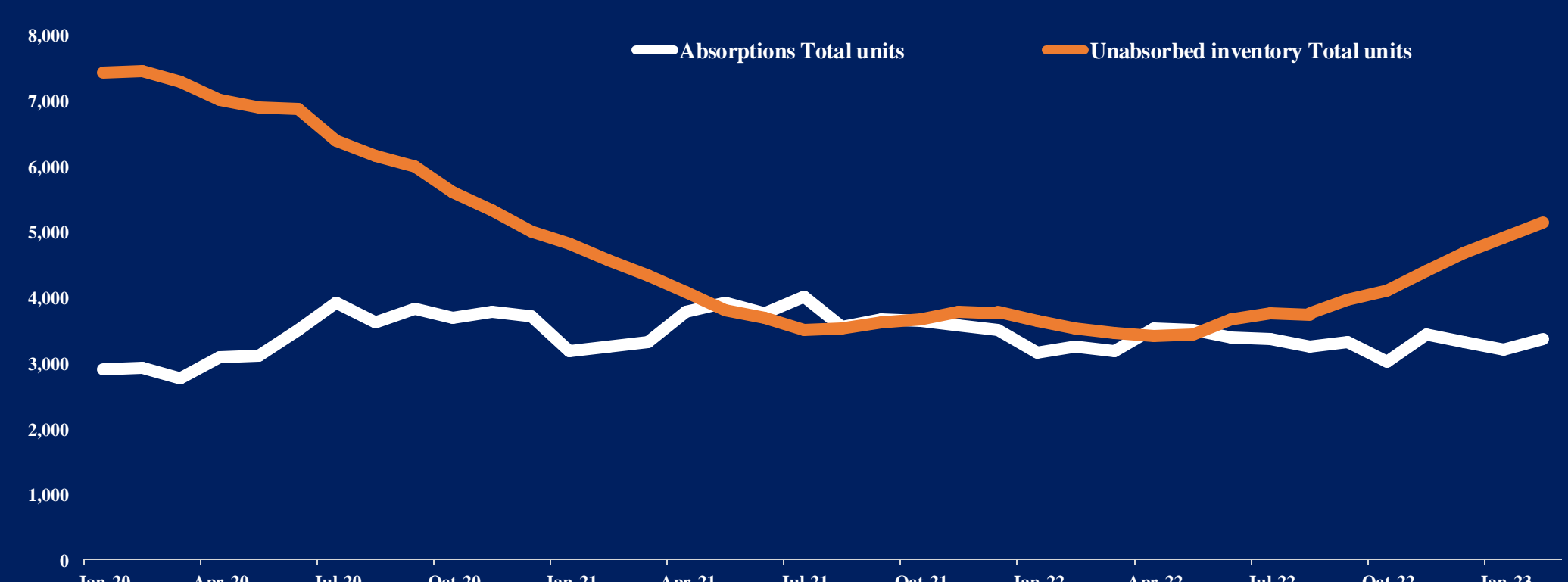
MONTHLY PRICE CHANGE IN FEBRUARY (%)



The housing market rates in Ontario, the highest in Canada, have been experiencing a steady rise due to the strong demand and limited supply of properties. British Columbia, the second highest, has also seen an increase in housing prices, although at a slightly slower pace than Ontario. Newfoundland, on the other hand, has the lowest housing market rate due to lower demand and a surplus of available properties.

With the lockdown, an increase in the number of house purchases could be seen in Canada. The number of unabsorbed units were inline or lesser than the absorbed units for 2021-22. The trend took a reverse in the latter half of 2022 with an increase in inflation and other factors.

Absorbed and Unabsorbed Total Units



Average price forecast	2022	2022 Annual percentage change	2023 Forecast	2023 Annual percentage change	2024 Forecast	2024 Annual percentage change
Canada	703,875	2.4	662,103	-5.9	685,056	3.5
British Columbia	996,694	7.5	926,705	-7.0	978,478	5.6
Alberta	447,454	5.3	452,313	1.1	460,472	1.8
Saskatchewan	303,192	0.6	286,690	-5.4	284,523	-0.8
Manitoba	360,851	8.1	341,872	-5.3	333,791	-2.4
Ontario	931,953	6.8	850,876	-8.7	860,602	1.1
Quebec	483,573	10.3	451,902	-6.5	440,663	-2.5
New Brunswick	289,576	17.5	287,237	-0.8	287,093	-0.1
Nova Scotia	411,726	14.8	407,292	-1.1	432,267	6.1
Prince Edward Island	388,218	13.6	401,040	3.3	410,119	2.3
Newfoundland	291,775	6.7	297,206	1.9	305,652	2.8

Our Research Team

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