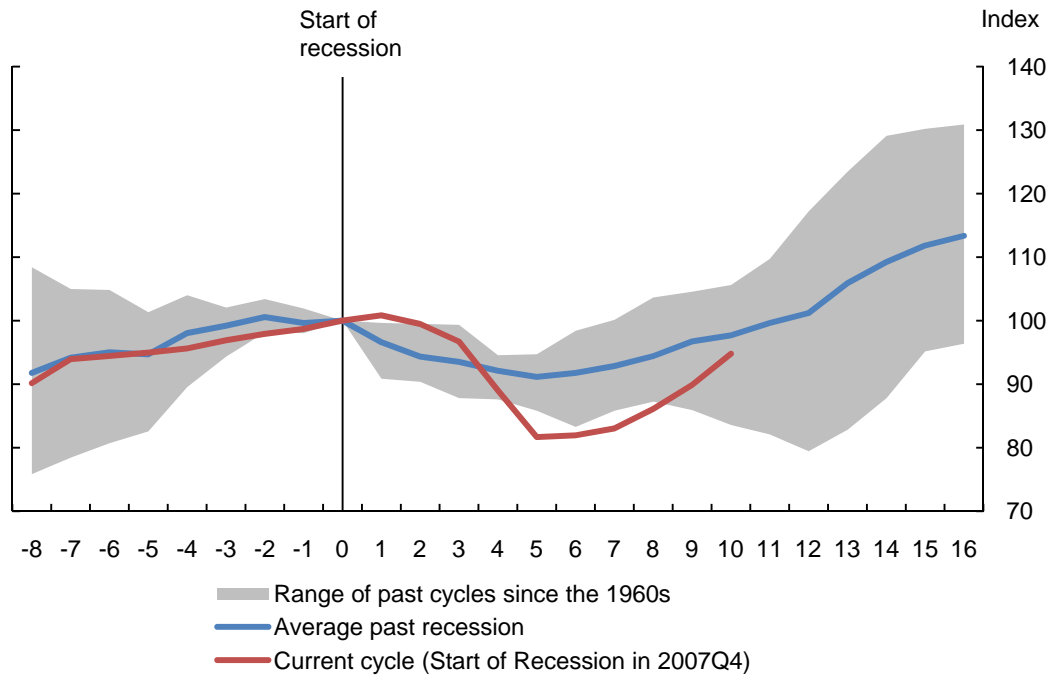


Chart 4: U.S. Investment in equipment and software is rebounding

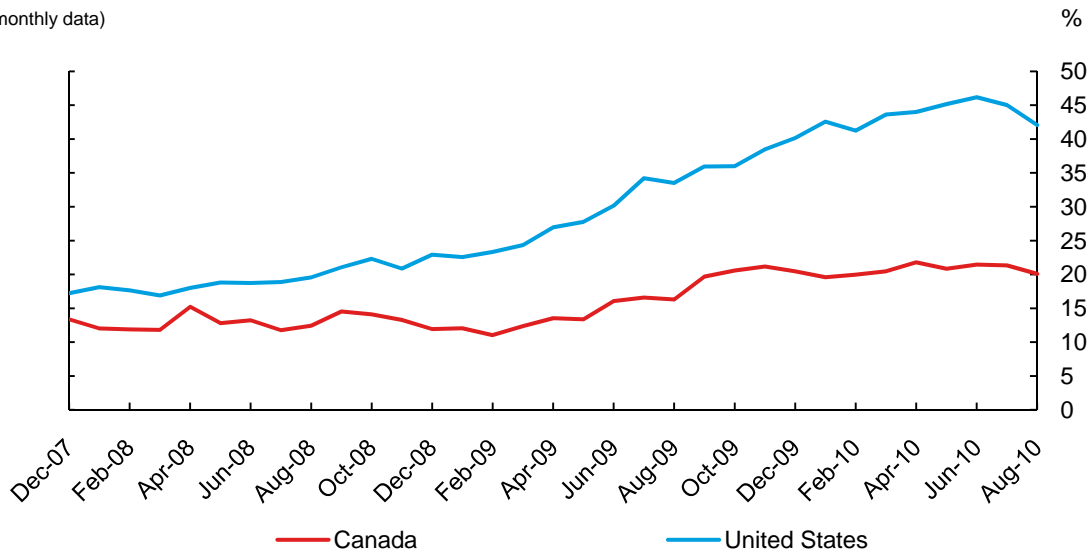


Source: U.S. Bureau of Economic Analysis, NBER (dating of cycles), and Bank of Canada calculations

Chart 5: U.S. incidence of long-term unemployment is double Canada's

Long-term Unemployment as % of Total Unemployment

(monthly data)



Source: Statistics Canada, U.S. Bureau of Labor Statistics, and Bank of Canada calculations

Last observation: August 2010