Feulgen, Sabine FIN:EX

From:	Mirza, Sadaf FIN:EX
Sent:	Wednesday, January 25, 2012 10:45 AM
To:	MacLean, Shelley FIN:EX
Cc:	Feulgen, Sabine FIN:EX; Hamdi, Llew FIN:EX; Riley, Dave FIN:EX
Subject:	RE: Deck for Friday
Attachments:	Crown Mtg - January 27 - FINAL.pptx

Thanks Shelley - here is the final checked deck.

Thanks,
Sadaf

From: MacLean, Shelley FIN:EX
Sent: Tuesday, January 24, 2012 6:22 PM
To: Mirza, Sadaf FIN:EX
Cc: Feulgen, Sabine FIN:EX; Hamdi, Llew FIN:EX; Riley, Dave FIN:EX
Subject: RE: Deck for Friday

Peter is OK with this, thank you. If you could send me the final once you've checked the numbers that wuld be great. Thx

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From: Mirza, Sadaf FIN:EX
Sent: Tuesday, January 24, 2012 4:23 PM
To: MacLean, Shelley FIN:EX
Cc: Feulgen, Sabine FIN:EX; Hamdi, Llew FIN:EX; Riley, Dave FIN:EX
Subject: Deck for Friday

Hi Shelley: Please find attached a draft deck for Peter's presentation to commercial crowns on Friday.

Thanks,
Sadaf

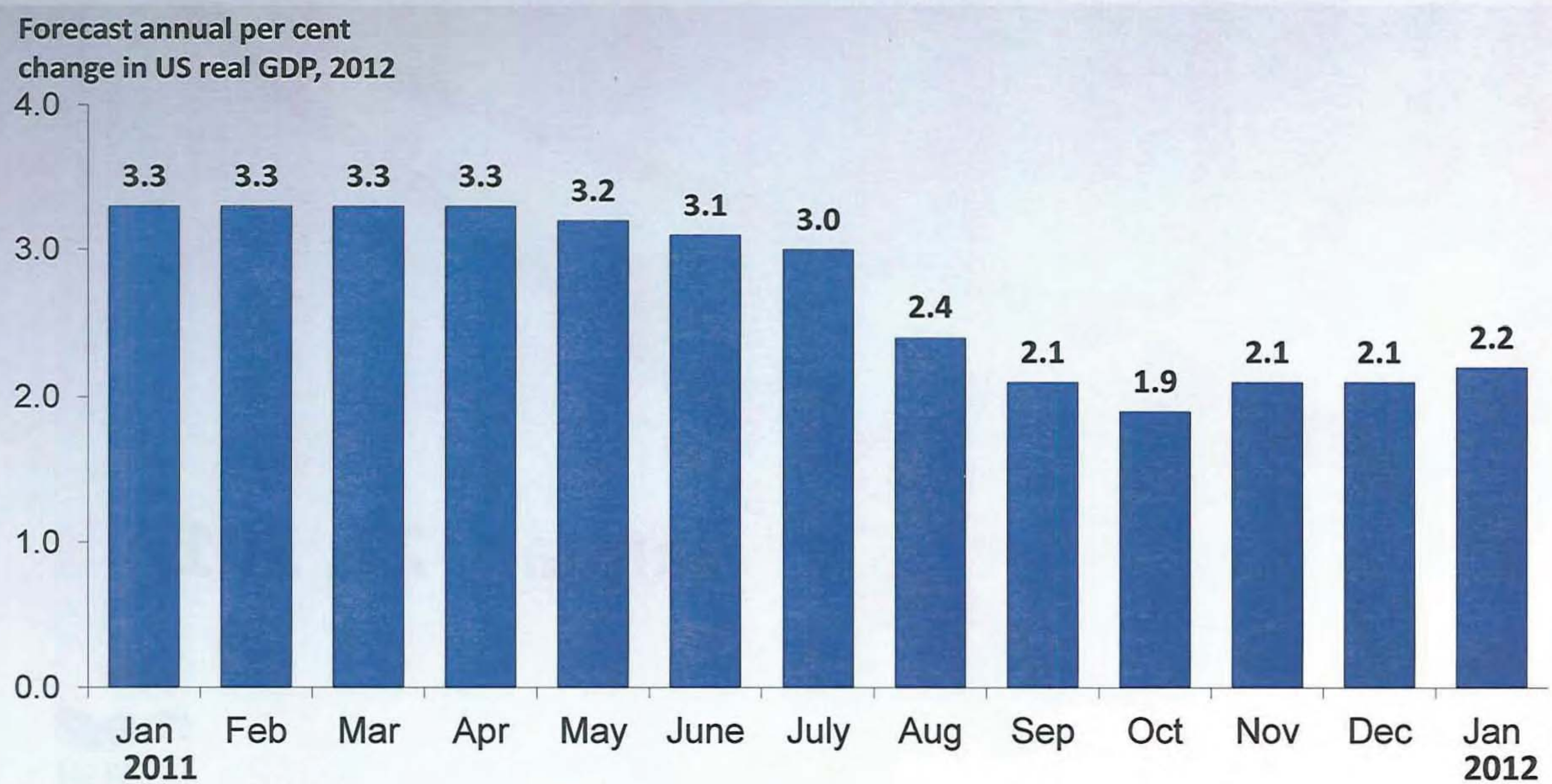
Economic and Fiscal Update

January 27, 2012

BRITISH COLUMBIA

Trusted financial and economic leadership for a prosperous province

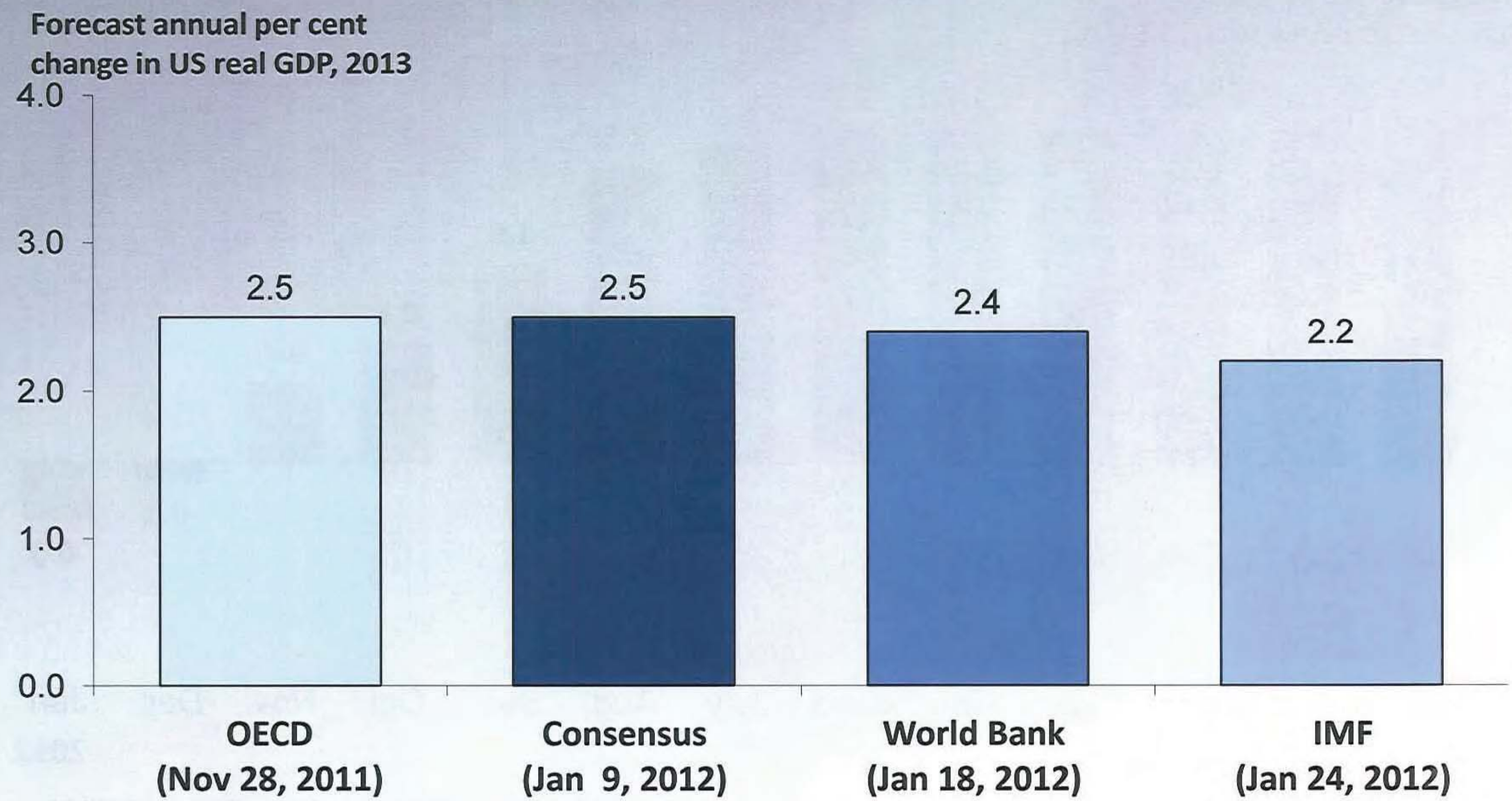
2012 Consensus US Forecast



Source: Consensus Economics

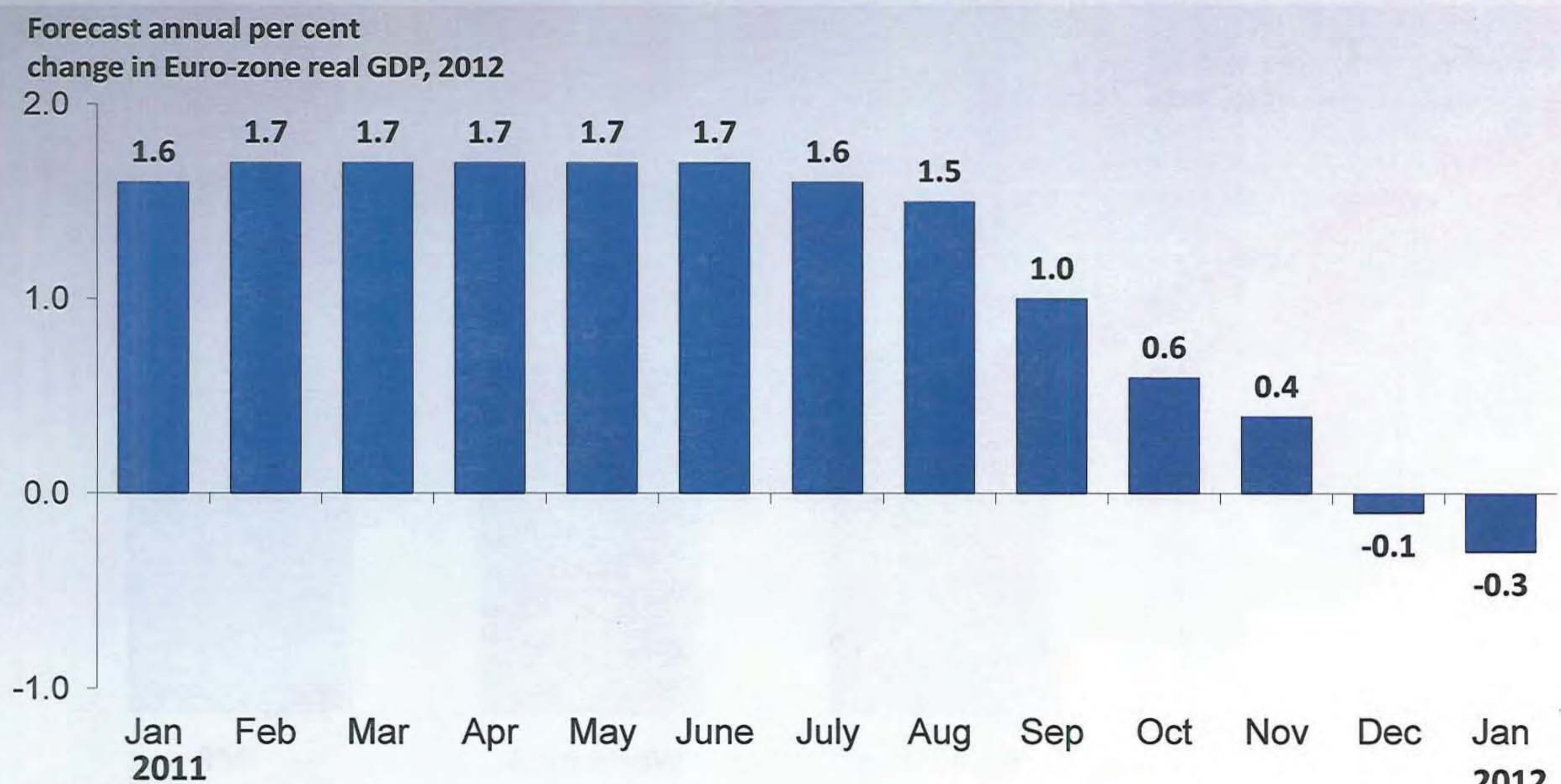
The chart above represents forecasts for real GDP growth in 2012 as polled on specific dates. For example, forecasters surveyed on January 10, 2011 had an average 2012 US growth forecast of 3.3 per cent, while on January 9, 2012 they forecast 2012 US growth at 2.2 per cent.

2013 US Outlook



Source: Consensus Economics, World Bank, IMF and OECD.

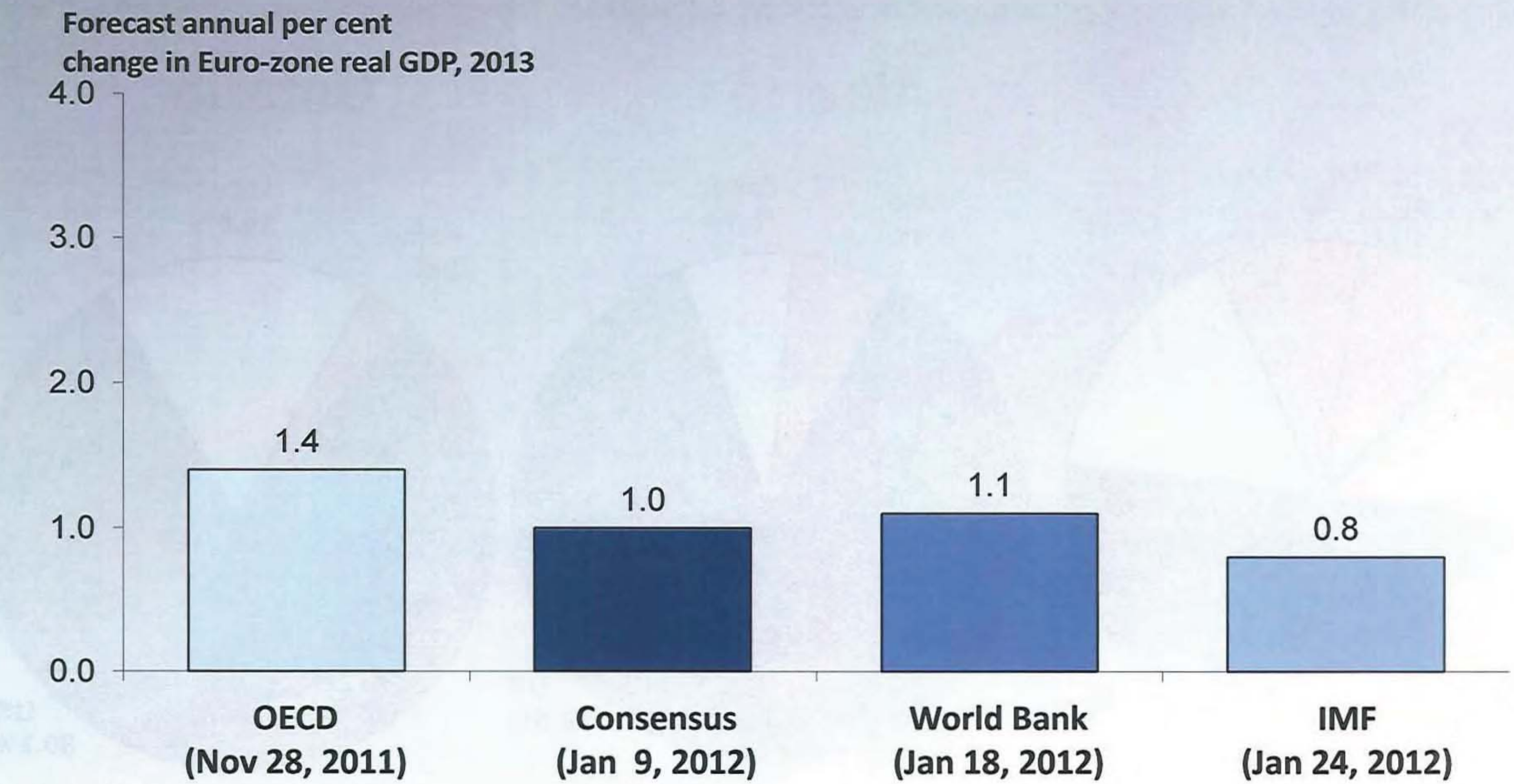
2012 Consensus Euro-zone Forecast



Source: Consensus Economics

The chart above represents forecasts for real GDP growth in 2012 as polled on specific dates. For example, forecasters surveyed on January 10, 2011 had an average 2012 Euro-zone growth forecast of 1.6 per cent, while on January 9, 2012 they forecast 2012 Euro-zone growth at -0.3 per cent.

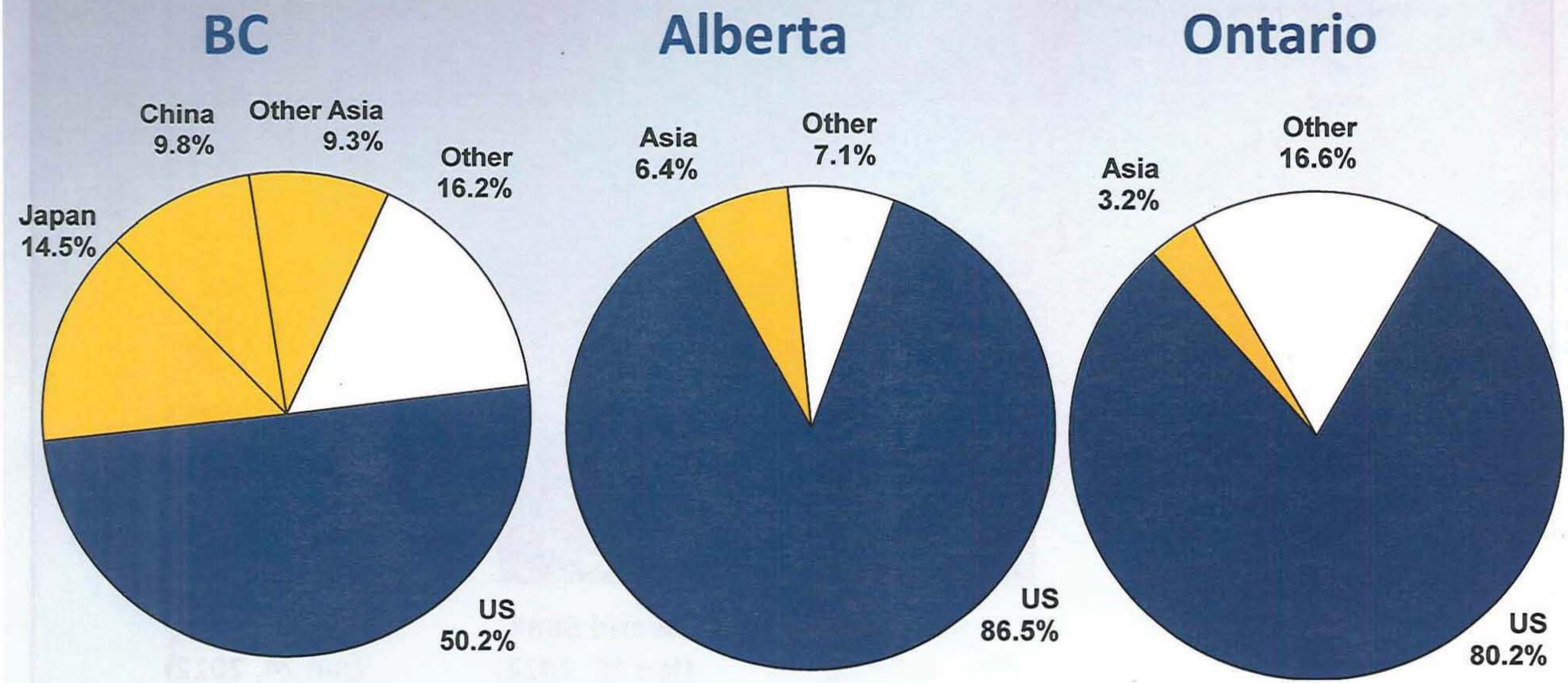
2013 Euro-zone Outlook



Source: Consensus Economics, World Bank, IMF and OECD.

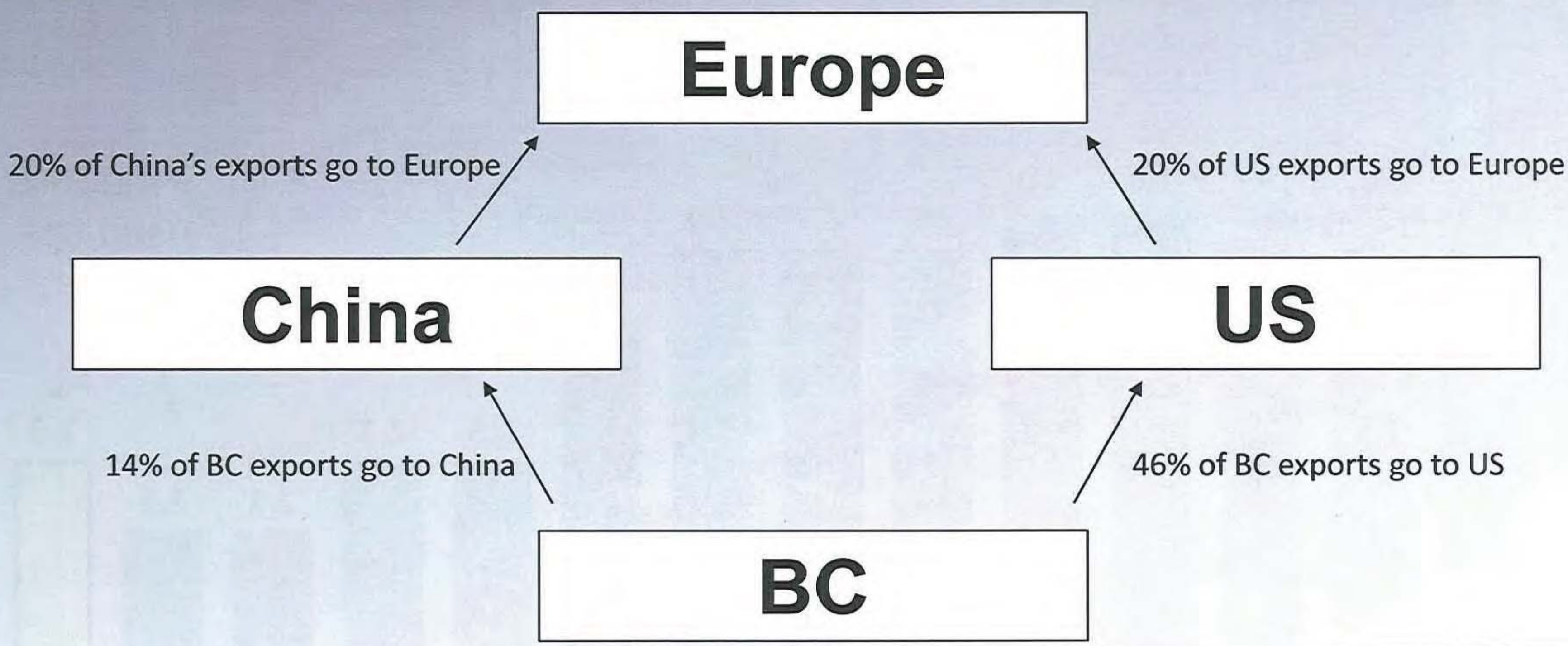
Over 30% of BC's total trade is with Asia

Avg. annual share of international goods exports by province, 2008-2010



Source: BC Stats

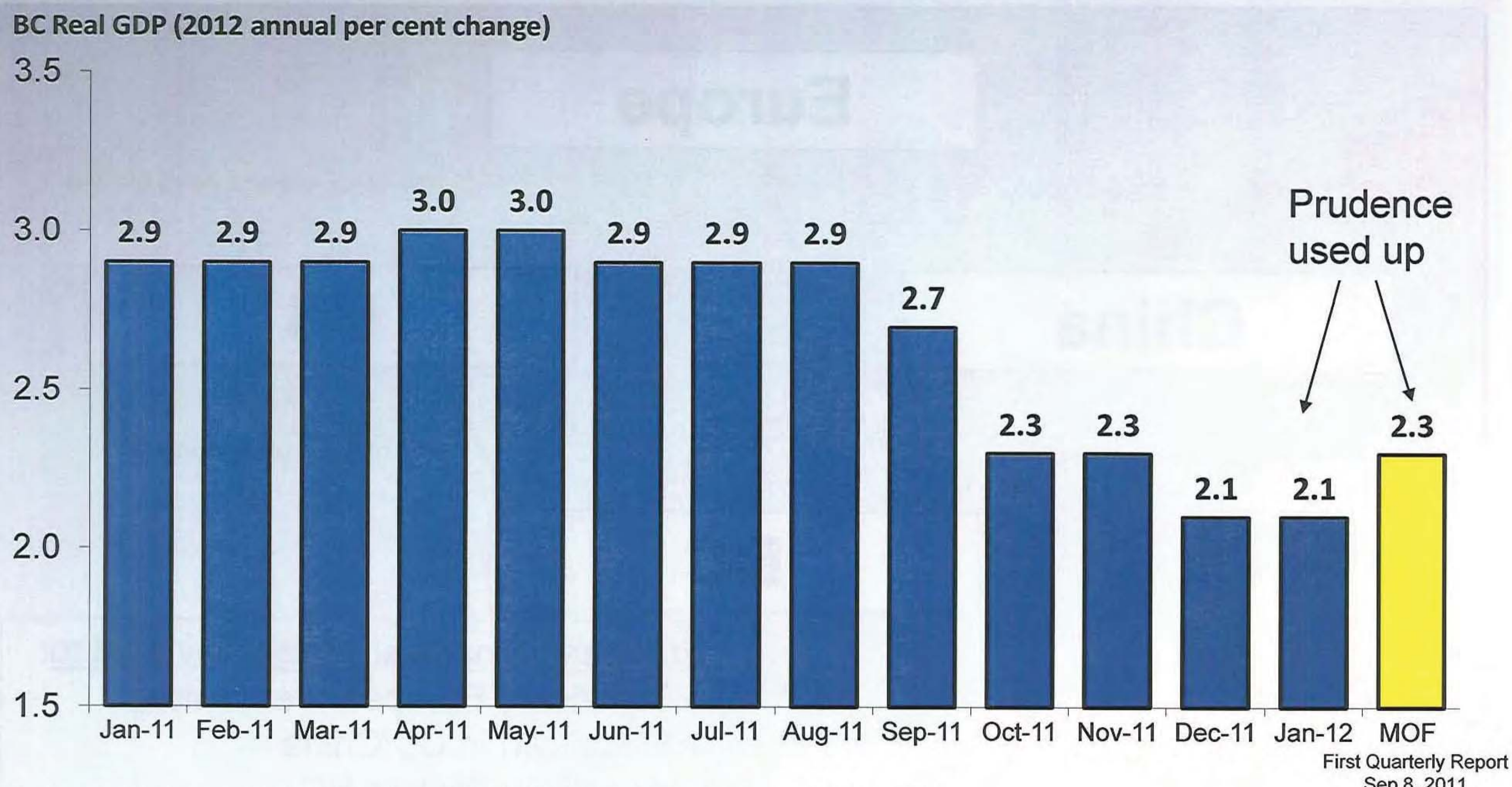
European Financial Crisis increases chances of global recession



European Financial shock may lead to:
- Significant European recession
- Slowdown in US/China
- Negative effect on BC

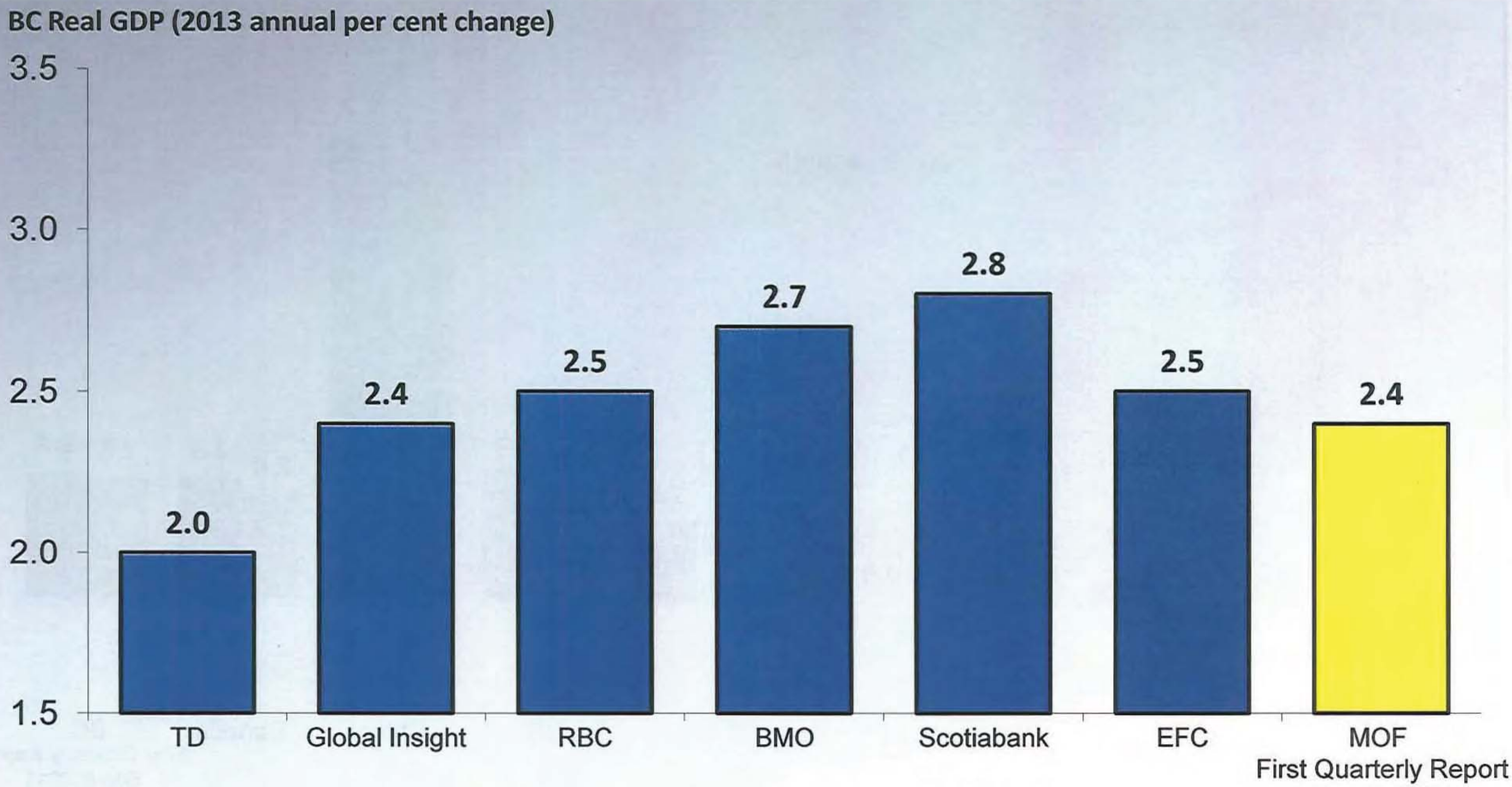
(Annual Data for 2010)
Sources: BC Stats, International Monetary Fund.

Private sector downgrades BC outlook for 2012



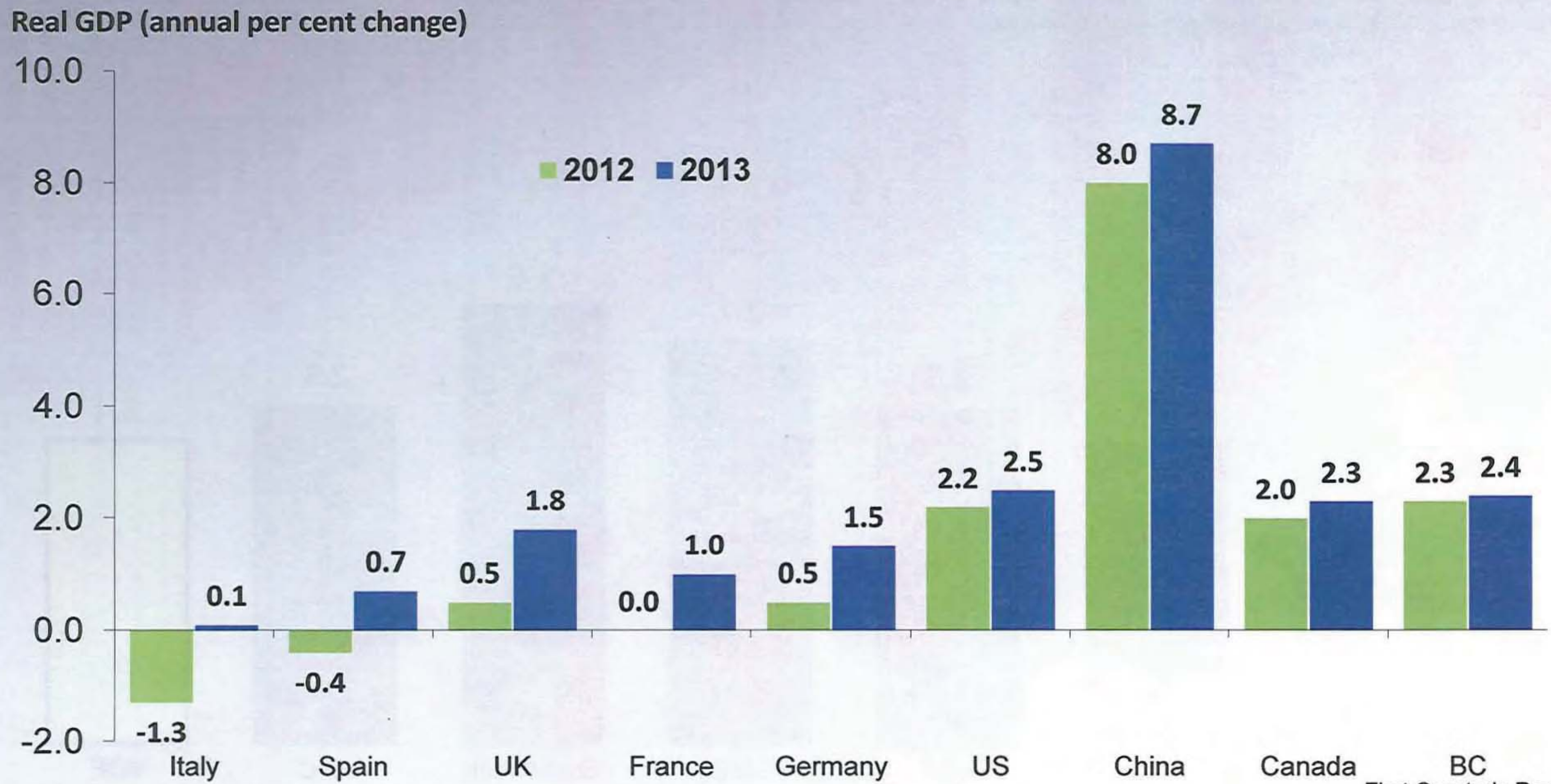
Source: Private Sector average of six (BMO, CIBC, Global Insight, Royal Bank, Scotiabank and TD).

BC outlook for 2013 mixed



Source: BMO, Global Insight, Royal Bank, Scotiabank and TD – as of January 20, 2012; EFC, January 11, 2012

BC well-positioned for future



First Quarterly Report
Sep 8, 2011

Source: Consensus January 2012; China from Blue Chip January 2012

Build on BC's Strong Credit Ratings

Moody's Investor Service	Aaa	Stable
Standard and Poor's	AAA	Stable

Pages 13 through 14 redacted for the following reasons:
- -
s.13, s.17

Economic and Fiscal Risks

- Global economy to experience long slow recovery
- European financial crisis worsening
  - adding to global uncertainty
- Slower Asian demand for BC products
- Further exchange rate volatility
- Volatile commodity and energy prices
- Cooperative gains wage mandate