

- 1 **Q. With reference to the Canadian economy and the Bank of Canada’s risk assessment**
2 **(page 8). Is it Mr. Coyne’s judgment that Canada experienced a “Great Recession”**
3 **after the US financial crisis or even that Canada experienced a financial crisis? If**
4 **the answer is yes, please indicate which Canadian banks failed during 2009/10**
5 **equivalent to Lehman Brothers, Bear Stearns, Merrill-Lynch (taken over by B of**
6 **A), Citi bailed out by the US government etc.**
7
- 8 **A.** The financial crisis and “Great Recession” of 2008/09 affected economies on a global
9 scale, including Canada. Mr. Coyne is not aware of any Canadian banks that failed
10 during the 2008/2009 period. However, the TSX index declined by 33.5 percent and
11 TSX Utilities Index declined by 20.4 percent in 2008, as shown in Exhibit JMC-2.