



November 30, 2020

[saskatchewan.ca](http://saskatchewan.ca)

*Saskatchewan!* 

# Saskatchewan Case Update



## COVID-19 Cases Per Zone

Effective November 25, 2020

\*Location pending for 31 cases.

# of Positive Cases

554

75

186

512

690

276

2042

1164

258

308

349

371

231

# of Active Cases

109

68

118

236

323

96

839

693

54

74

85

118

170

Far North West

Far North Central

Far North East

North West

North Central

North East

Saskatoon

Regina

Central West

Central East

South West

South Central

South East

Persons with COVID-19  
**7,047\***

Inpatient/ICU Hospitalizations  
**111**

Persons Recovered  
**3,998**

COVID-19 Deaths  
**37**

# Provincial Economic Response

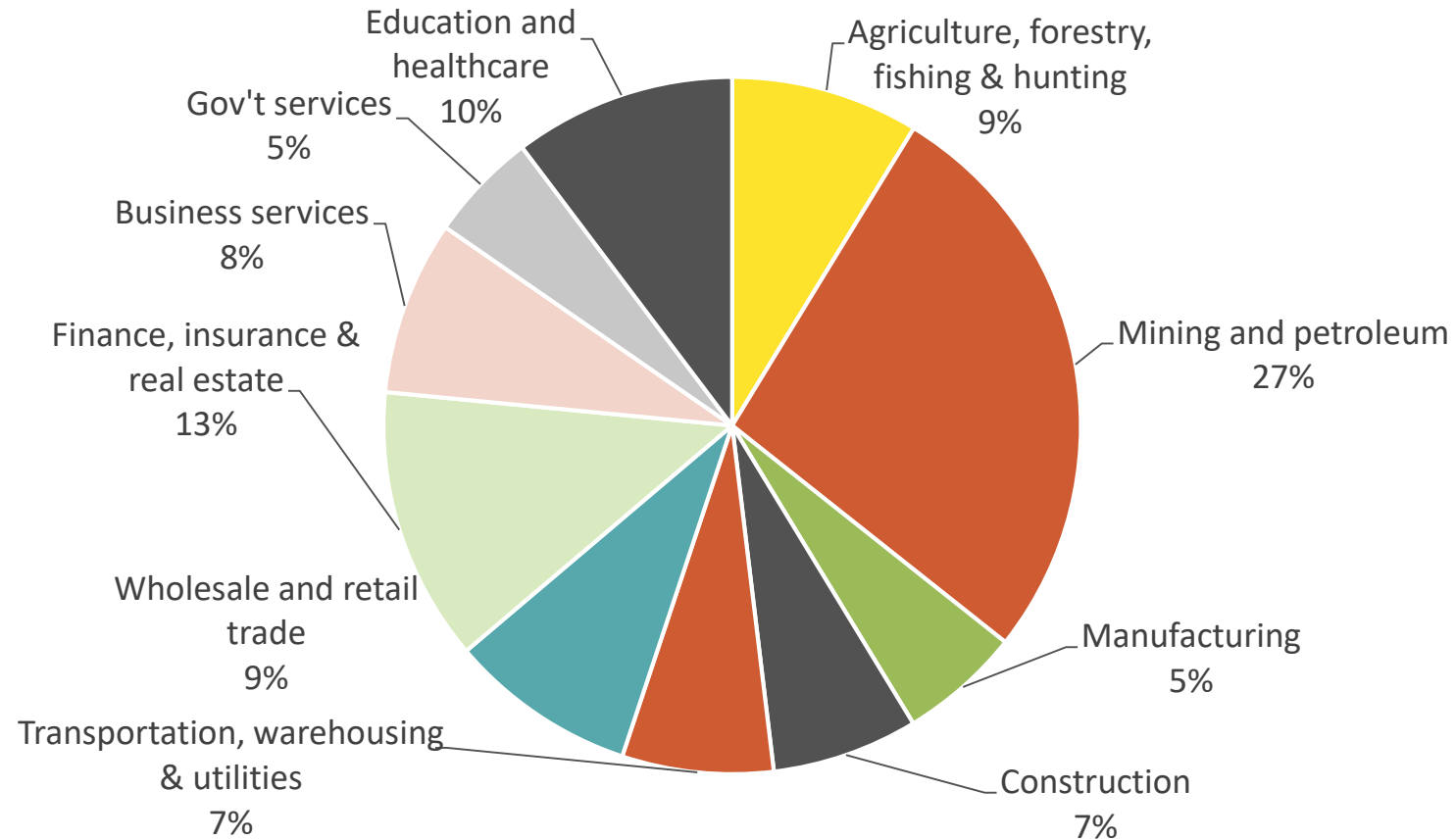
**Over \$3.3B in Economic and Fiscal Measures**

**Additional capital spending of \$2 billion moved forward; total capital spending of \$7.5 billion over four-years**

→ Includes funding for highways, health and education infrastructure

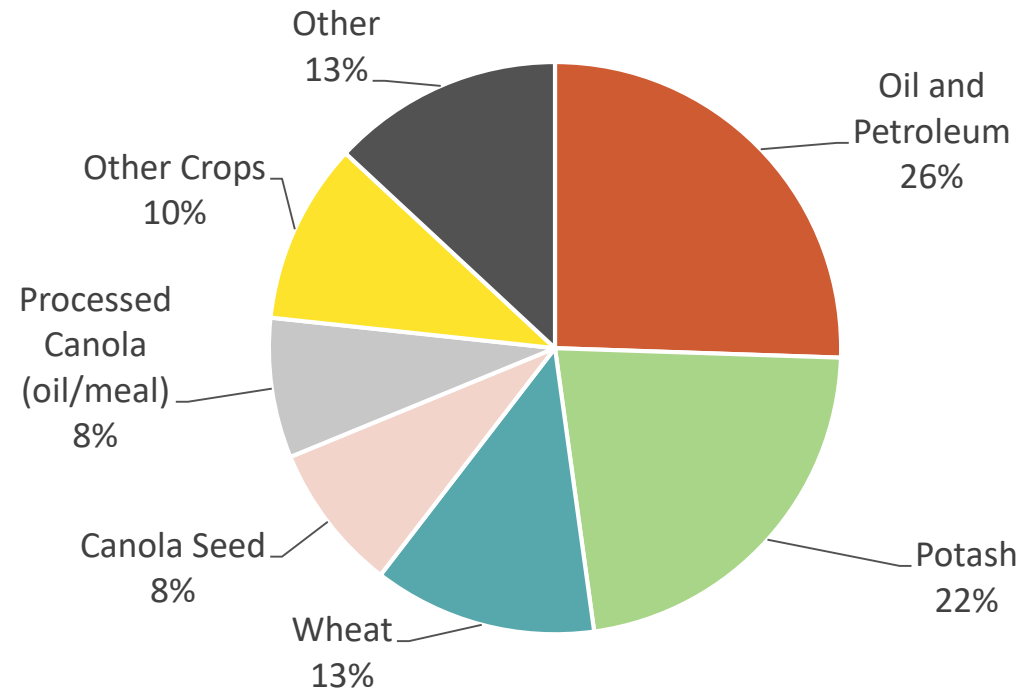
→ ~\$600 million in additional fiscal measures for 2020-21

# Diversified Economy



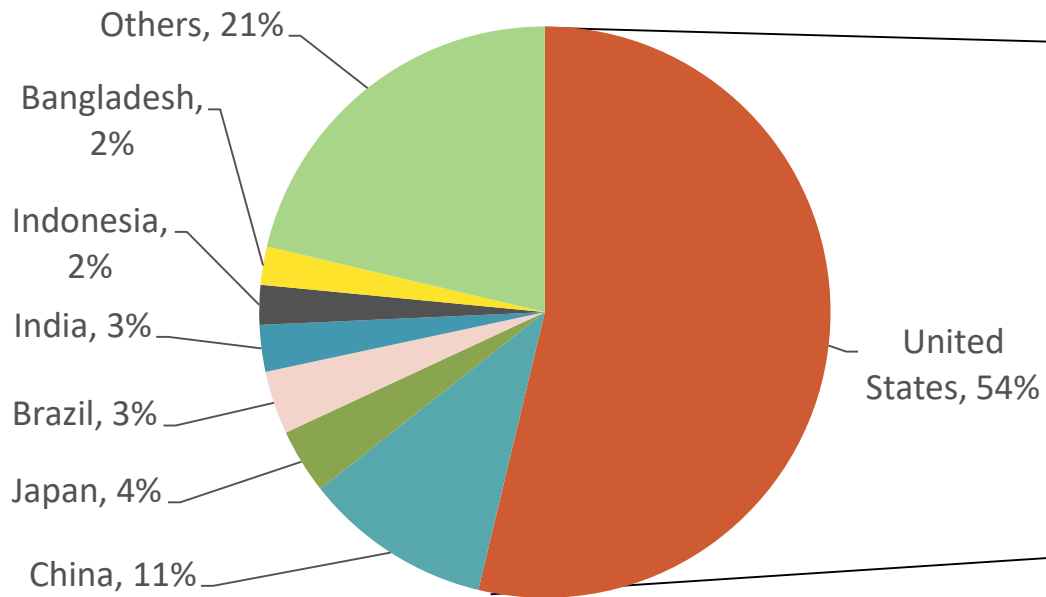
# International Exports By Product

2019 = \$29.35B

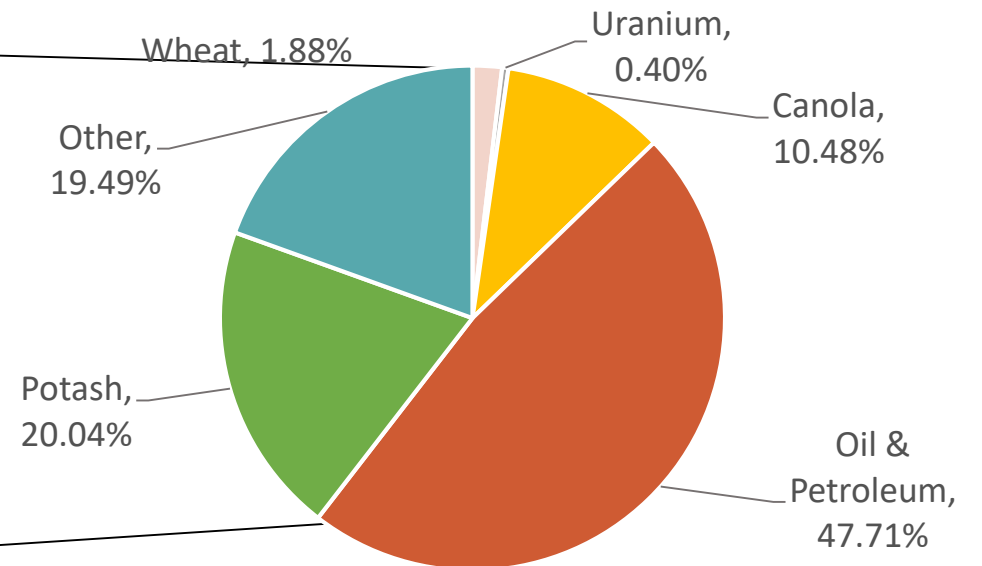


# Export Driven

INTERNATIONAL EXPORT MARKETS  
2019 = \$29.35B



SASKATCHEWAN EXPORTS TO USA  
2019 = \$15.7B



# Economic Forecasts

	2020	2021	2022
<i>(% change unless noted otherwise)</i>			
Real GDP	(5.0)	3.4	2.7
Nominal GDP	(9.3)	6.0	5.3
Employment Growth (000s)	(26.2)	14.7	6.2
Unemployment Rate (%)	8.5	7.1	6.7
Retail Sales	(2.9)	3.6	3.3

Source: Ministry of Finance

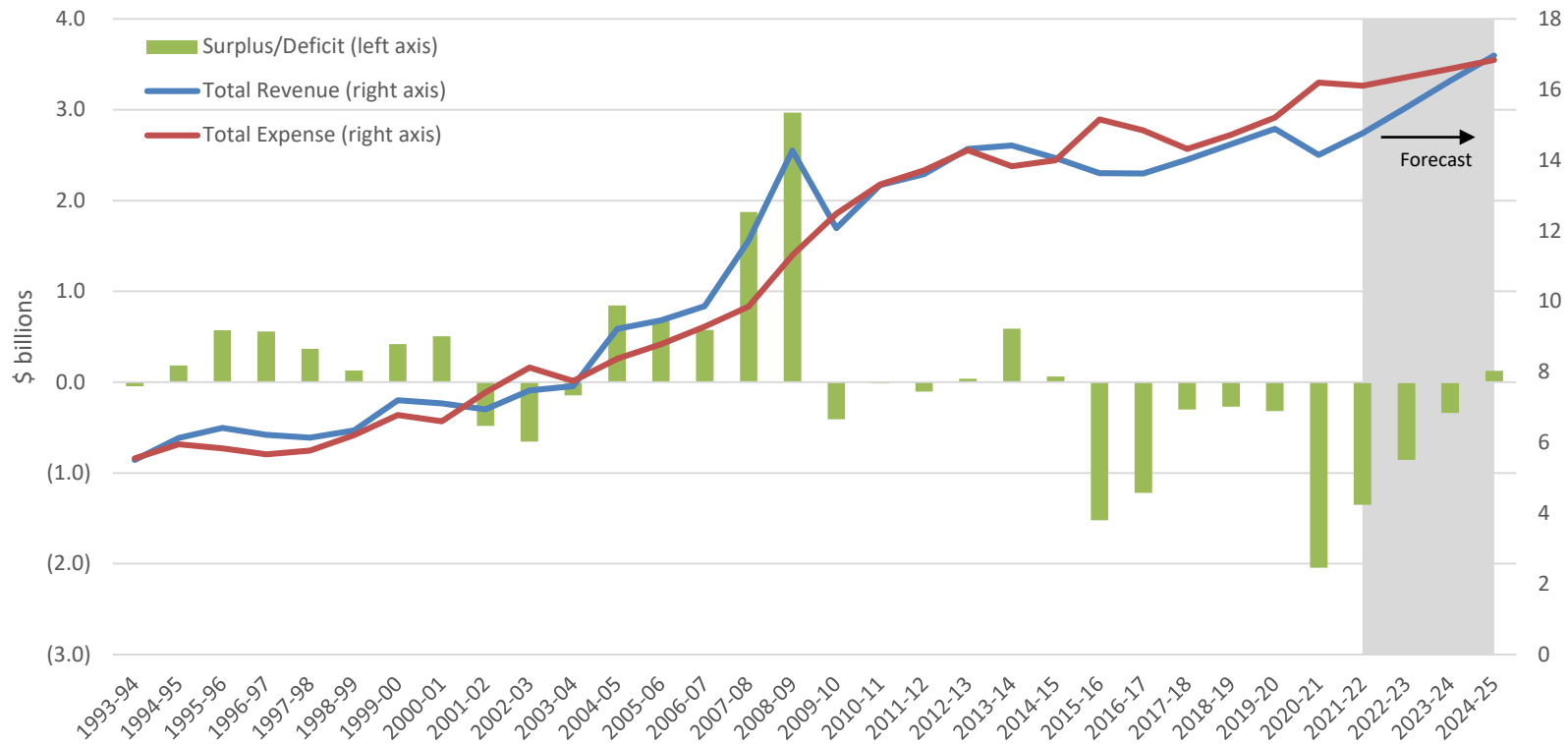
# Fiscal Update

	2019-20 Actual	2020-21 Budget	2020-21 Update	2021-22	2022-23	2023-24	2024-25
<i>(millions of dollars)</i>							
<b>Revenue</b>	14,887	13,649	14,152	14,761	15,495	16,255	16,968
<b>Expense</b>	15,206	16,075	16,197	16,111	16,350	16,595	16,843
<b>Surplus (Deficit)</b>	<b>(319)</b>	<b>(2,426)</b>	<b>(2,045)</b>	<b>(1,350)</b>	<b>(855)</b>	<b>(340)</b>	<b>125</b>

**2020-21 Budget outlines four year path to balance**

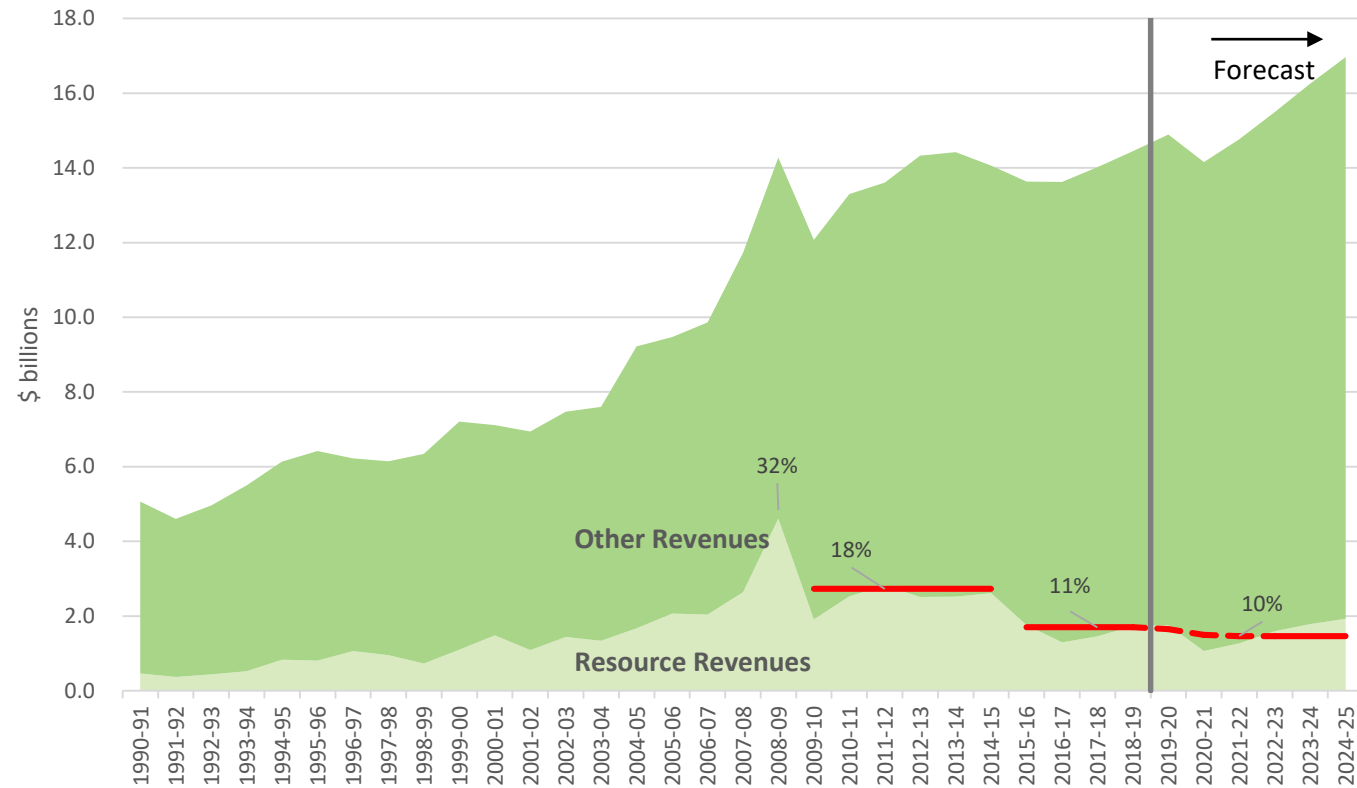


# Fiscal Track Record



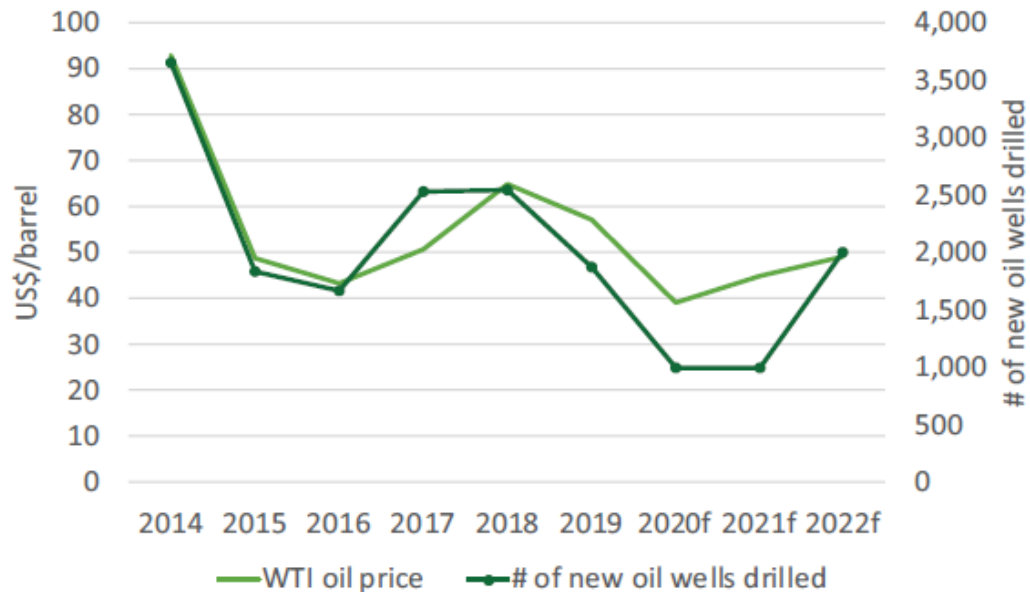
# Non-Renewable Resource Revenues

Forecasting an average of 10% of revenues from resource royalties



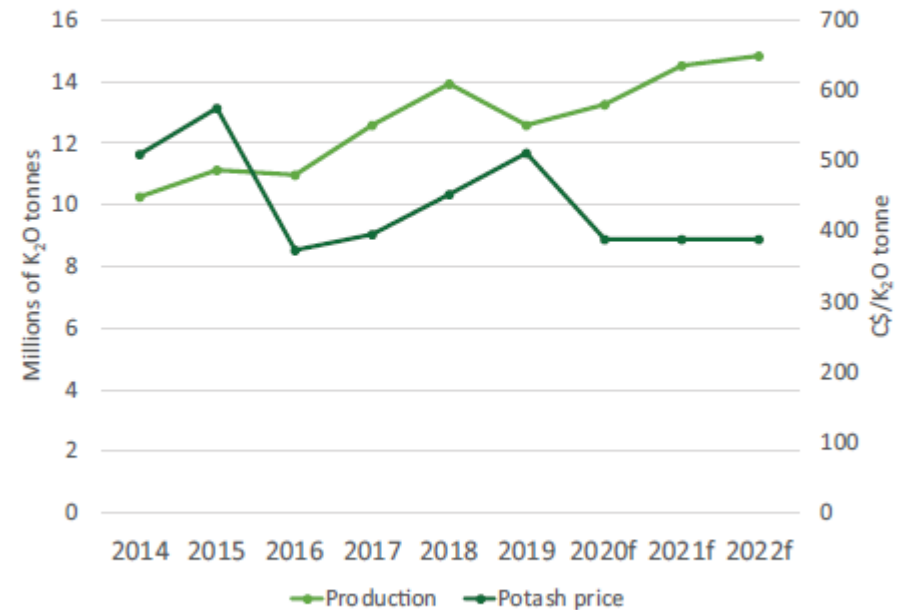
# Oil & Potash in Saskatchewan

**WTI OIL PRICE AND SASKATCHEWAN OIL INVESTMENT**



Source: Ministry of Energy and Resources.

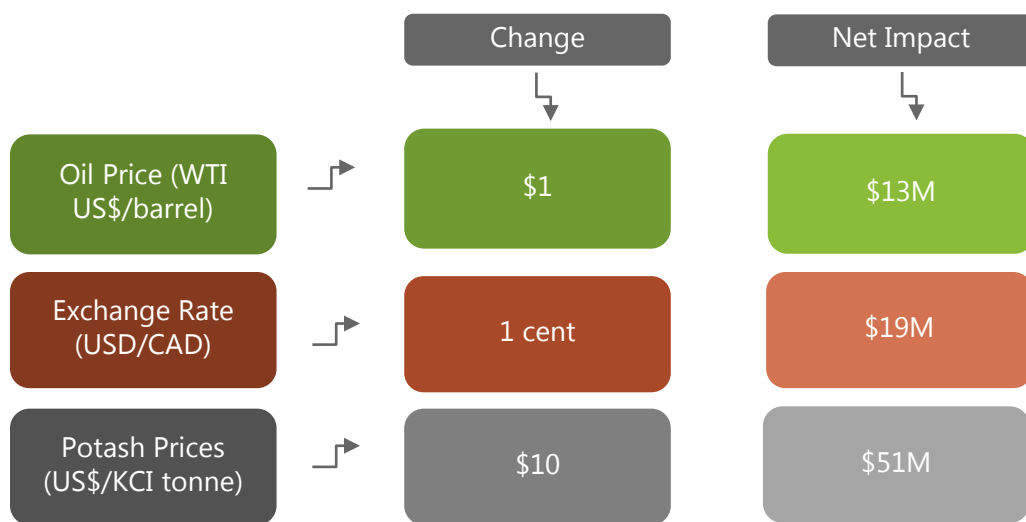
**POTASH PRICE AND SASKATCHEWAN PRODUCTION**



Source: Ministry of Energy and Resources.

# Resource Assumptions & Sensitivities

## SENSITIVITIES TO BUDGET ASSUMPTIONS



	Actual 2019-20	Budget 2020-21	Mid-Year 2020-21
<b>Oil:</b>			
WTI Oil Price (US\$ per barrel)	54.80	30.00	38.70
Light-Heavy Differential (% of WTI)	20.9	40.0	20.5
Well-head Oil Price (C\$ per barrel) <sup>1</sup>	52.54	21.00	36.00
Oil Production (million barrels)	178.9	146.0	156.3
<b>Potash:</b>			
Potash Price (mine netback, US\$/KCI tonne) <sup>2</sup>	223	188	178
Potash Price (mine netback, C\$/K <sub>2</sub> O tonne) <sup>2</sup>	490	434	389
Potash Sales (million K <sub>2</sub> O tonnes) <sup>2</sup>	12.7	13.9	13.8
<b>Canadian Dollar (US cents)</b>	75.19	71.00	74.73
<b>Uranium:</b>			
Uranium Price (C\$/kg) <sup>2</sup>	94.0	110.0	88.0
Uranium Price (million kgs) <sup>2</sup>	7.6	8.0	4.5

<sup>1</sup> The average price per barrel of Saskatchewan light, medium and heavy oil.

<sup>2</sup> Ministry of Finance calculations derived from calendar-year forecasts.

# Targeted Infrastructure Investments

**Saskatchewan Capital Plan = \$1.4B**

**+**

**Crown Corporation Infrastructure  
Investments = \$1.7B**

**=**

**Total Infrastructure Investments = \$3.1B**

As of Budget 2020-21

# Carbon Reduction Strategy



Targeting 50% renewable power sources by 2030

- Wind/Solar
- Hydro imports
- Small Modular Reactor
- Carbon Capture

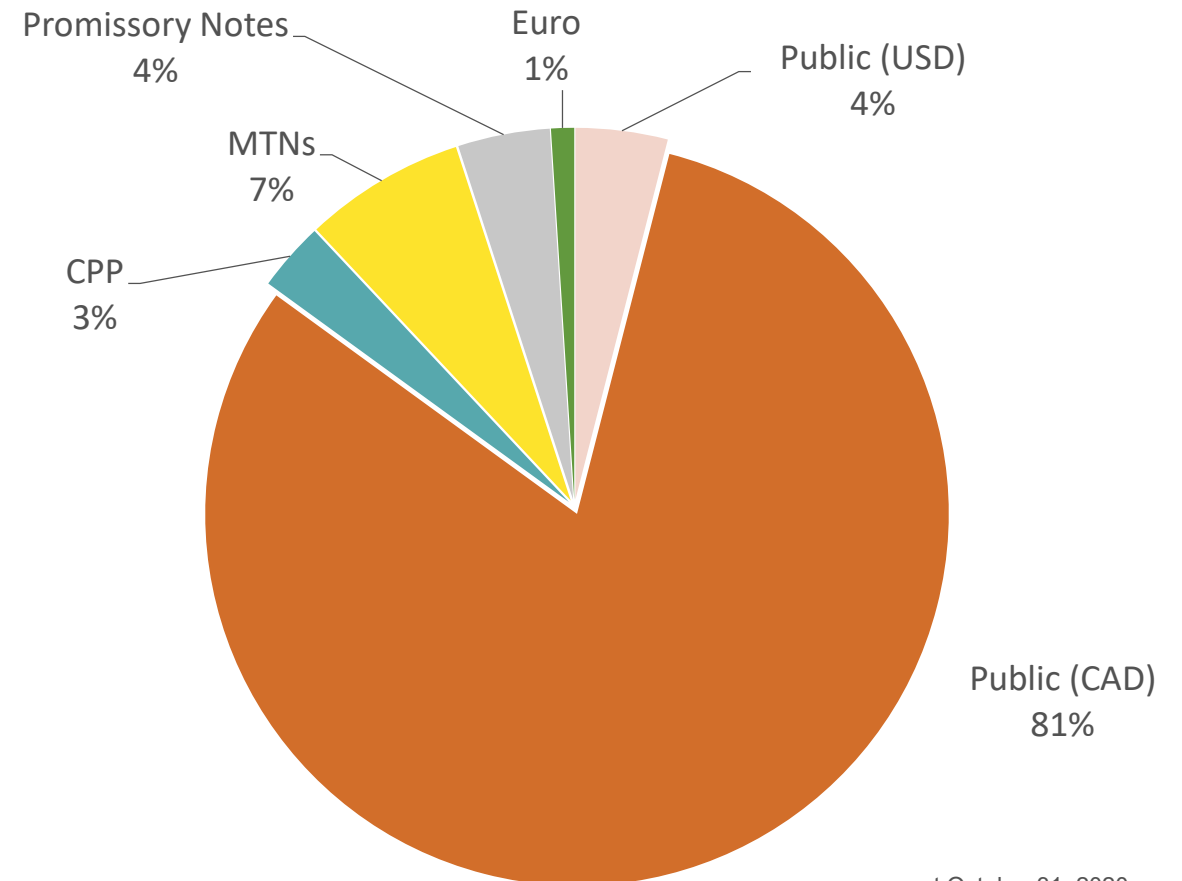
Methane Emission Targets

Zero-till farming practices

# Debt Management Program

- CAD Focused
- Opportunistically Issue in Foreign Markets
- Long Maturity Profile (+18 years)
- Sinking Fund
- Modest Near-Term Maturities
- \$4.0B Short Debt Capacity

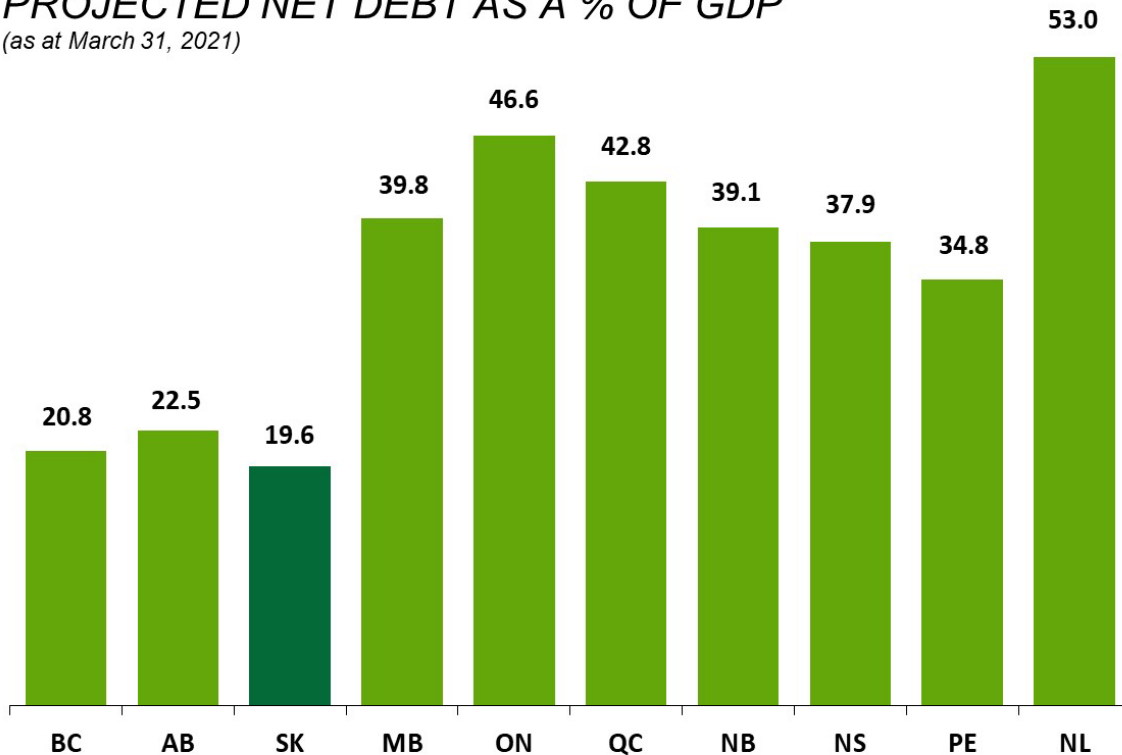
## GROSS DEBT OUTSTANDING - \$25.2B



as at October 31, 2020

# Manageable Debt

**PROJECTED NET DEBT AS A % OF GDP**  
(as at March 31, 2021)



(millions of dollars)

	Budget 2020-21	First Quarter 2020-21	Mid-Year 2020-21
General Revenue Fund (GRF)			
- Operating	7,300.0	7,000.0	7,000.0
- Saskatchewan Capital Plan	6,691.4	6,691.4	6,691.4
Other Government Service Organizations	345.2	344.8	344.3
<b>Total</b>	<b>14,336.6</b>	14,036.2	14,035.7
<b>Crown Corporation Debt</b>	<b>10,032.6</b>	9,878.2	9,792.7
<b>Public Debt</b>	<b>24,369.2</b>	23,914.4	23,828.4

**Favourable Net Debt-to-GDP ratio**



# Borrowing Program

<i>(millions of dollars)</i>	<b>Actual 2019-20</b>	<b>Budget 2020-21</b>	<b>Mid-Year 2020-21</b>
Foreign Currencies	0.0	0.0	179.8
Canadian Dollar	1,970.0	4,339.6	4,200.0
Short Term	117.5	117.9	77.7
<b>Total</b>	<b>2,087.5</b>	<b>4,457.5</b>	<b>4,457.5</b>

# Credit Ratings

RATING AGENCY	LONG-TERM RATING	SHORT-TERM RATING	TREND
MOODY'S	Aaa	Not Rated	Negative Outlook
STANDARD & POOR'S	AA	A-1+	Stable
DBRS MORNINGSTAR	AA (low)	R-1 (middle)	Stable
FITCH	AA	F1+	Stable

*THANK YOU*

*saskatchewan.ca*

*Saskatchewan!* The logo graphic consists of three stylized, overlapping shapes that resemble a sun or a leaf, colored in shades of yellow and green, positioned to the right of the word 'Saskatchewan!'.

# Maturity Schedule

## TERM DEBT MATURITY PROFILE

