

Monday, August 21, 2000
For release at 8:30 a.m.

## MAJOR RELEASES

- Retail trade, June 2000

Retail sales advanced $0.8 \%$ in June to $\$ 22.9$ billion, following a $0.5 \%$ gain in May.

## OTHER RELEASES

Natural gas sales, June 20006

Shipments of solid fuel-burning heating products, second quarter 2000

## MAJOR RELEASES

## Retail trade

June 2000
Retail sales advanced $0.8 \%$ in June to $\$ 22.9$ billion, following a $0.5 \%$ gain in May. The gains of the last two months completely offset the $1.1 \%$ decline in April, bringing the level of retail sales slightly above the previous high of $\$ 22.8$ billion observed in March. In constant prices, retail sales advanced by $0.4 \%$ in June.

The automotive sector powered retail sales growth in May and June. Excluding the automotive sector, sales decreased $0.2 \%$ in May and increased $0.4 \%$ in June. Attractive financial incentives offered by manufacturers drove motor vehicle sales in June, and higher prices for petroleum products resulted in increased sales by gasoline service stations. These strong sales gains observed in the auto sector followed a significant decline in April.

All other retail sectors also saw rising sales in June, with the exception of furniture stores.

Despite a slow start in 2000, retailers have enjoyed generally strong sales increases since early 1996, except for a period of weaker gains in the spring and summer of 1998. In June, retail sales were $6.3 \%$ higher than in June 1999.


The economic fundamentals that affect retail sales remain strong. Disposable income advanced $5.0 \%$ in the first quarter of 2000 (the most recent period for which data are available) compared with the first quarter of 1999. However, interest rates increased three times
since the start of 2000; the Bank of Canada's Bank Rate rose from $5.0 \%$ in January to $6.0 \%$ in May.

## Furniture stores led the second quarter results

In the second quarter, consumers increased their purchases in all retail stores by $0.7 \%$ compared with the previous quarter and by $6.2 \%$ compared with the second quarter of 1999. This rise is the ninth consecutive quarterly advance in retail sales.

Although furniture stores posted a decline in June, they ended the second quarter with strong sales. The largest gains in the second quarter were reported by retailers in the furniture ( $+2.1 \%$ ), food ( $+1.9 \%$ ) and drug $(+1.2 \%)$ sectors. The remaining sectors posted little or no gains in the second quarter compared with the previous quarter.

## Auto sector still in the driver's seat

In June, consumer spending in the automotive sector advanced $1.5 \%$ from May, following an identical increase in May from April. Gasoline service stations ( $+2.7 \%$ ) and motor and recreational vehicle dealers (+1.9\%) posted sales advances, while automotive parts, accessories and services stores reported a $2.3 \%$ decline in June. Higher gasoline prices ( $+6.3 \%$ in June) continued to push sales up in gasoline service stations. Advantageous incentives for motor vehicle purchases, such as zero-percent financing and large cash rebates, contributed to the increase in sales by auto dealers.

## Back-to-back sales increases in clothing stores

Purchases in clothing stores increased by $1.0 \%$ in both May and June compared with the previous month. Within the sector, other clothing stores ( $+1.7 \%$ ), which include family and children's clothing stores, led sales advances in June. Men's ( $+0.5 \%$ ) and women's ( $+0.3 \%$ ) clothing stores posted their second consecutive monthly gain in sales in June. Sales in the overall clothing sector have generally been increasing since early 1996.

In June, advancing sales in department stores (+1.6\%) led to a $0.9 \%$ increase for the general merchandise sector. This was a third straight monthly gain in sales by stores in the sector. Within the sector, other general merchandise stores posted essentially unchanged sales in June, after a $0.9 \%$ increase in May. Due to restructuring in the department store industry, sales in the general merchandise sector have remained essentially unchanged since the summer of 1999.

In June, consumers reduced spending in furniture stores ( $-1.0 \%$ ) after three months of increases. Sales in furniture stores have generally been advancing since the spring of 1996, posting the strongest growth of all retail sectors.

## Half the provinces posted large gains

Strong increases in retail sales were observed in Nova Scotia (+2.4\%), British Columbia (+2.1\%), Quebec ( $+1.1 \%$ ), Alberta ( $+1.1 \%$ ) and Newfoundland ( $+1.0 \%$ ) in June. Retailers in the remaining provinces posted little or no change in sales.

British Columbia's $2.1 \%$ increase was a strong rebound after flat sales in the first five months of 2000; all sectors advanced except furniture. This healthy gain brought retail sales in British Columbia back to the upward movement that began in the fall of 1998.

In June, consumers in Nova Scotia and Quebec spent more in retail stores after two months of belt-tightening. In Nova Scotia, consumers reduced spending only in the food and furniture sectors. In Quebec, only food stores saw reduced sales. Retail sales in Nova Scotia have generally been increasing since the spring of 1997. In Quebec, the period of overall advances in retail sales started in the summer of 1998 .

## Related indicators for July

Reflecting slower growth in job creation in the last few months, total employment was nearly unchanged in July ( $-0.1 \%$ ) for the second consecutive month. Preliminary figures from the auto industry indicate a decline in the number of new motor vehicles sold in July compared with June. However, after four monthly declines the number of housing starts in July jumped 22.6\% from June.

Available on CANSIM: matrices 2399 and 2400 (main matrices), 2299, 2397, 2398, 2401-2416 and 2418-2420.

The June 2000 issue of Retail trade (63-005-XPB, \$21/\$206; 63-005-XIB, \$16/\$155) will be available soon. See How to order products.

Retail sales estimates for July will be released on September 21.

To order data, or for general information, contact the Client Services Unit (1-877-421-3067; 613-951-3549; retailinfo@statcan.ca). For analytical information, or to enquire about the concepts, methods or data quality of this release, contact Paul Gratton (613-951-3541; gratpau@statcan.ca), Distributive Trades Division.

|  |  |  |  |  |  |
| :--- | ---: | ---: | ---: | ---: | ---: | ---: |
| Retail sales |  |  |  |  |  |
|  |  |  |  |  |  |

[^0]| Retail sales |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: |
|  | $\begin{aligned} & \text { June } \\ & 1999 \end{aligned}$ | $\begin{gathered} \text { May } \\ 2000^{r} \end{gathered}$ | June $2000^{\text {p }}$ | $\begin{array}{r} \text { June } \\ 1999 \\ \text { to } \\ \text { June } \\ 2000 \\ \hline \end{array}$ |
| unadjusted |  |  |  |  |
|  | \$ millions |  |  | \% change |
| Food Supermarkets and grocery stores All other food stores | $\begin{array}{r} 4,944 \\ 4,565 \\ 379 \end{array}$ | $\begin{array}{r} 5,063 \\ 4,682 \\ 381 \end{array}$ | $\begin{array}{r} \mathbf{5 , 2 7 6} \\ 4,885 \\ 391 \end{array}$ | 6.7 7.0 3.0 |
| Drug and patent medicine stores | 1,086 | 1,119 | 1,120 | 3.1 |
| Clothing <br> Shoe stores <br> Men's clothing stores <br> Women's clothing stores <br> Other clothing stores | $\begin{array}{r} \mathbf{1 , 1 4 2} \\ 140 \\ 125 \\ 373 \\ 503 \end{array}$ | $\begin{array}{r} \mathbf{1 , 2 4 5} \\ 155 \\ 127 \\ 409 \\ 554 \end{array}$ | $\begin{array}{r} \mathbf{1 , 2 3 5} \\ 144 \\ 142 \\ 387 \\ 563 \end{array}$ | 8.2 2.2 2.2 13.2 3.7 12.0 |
| Furniture <br> Household furniture and appliance stores Household furnishings stores | $\begin{array}{r} \mathbf{1 , 1 2 2} \\ 904 \\ 218 \end{array}$ | $\begin{array}{r} \mathbf{1 , 1 7 6} \\ 940 \\ 236 \end{array}$ | $\begin{array}{r} 1,228 \\ 994 \\ 235 \end{array}$ | 9.4 9.9 7.6 |
| Automotive <br> Motor and recreational vehicle dealers Gasoline service stations Automotive parts, accessories and services | $\begin{aligned} & 9,790 \\ & 6,890 \\ & 1,521 \\ & 1,379 \end{aligned}$ | $\begin{array}{r} \mathbf{1 0 , 8 8 1} \\ 7,560 \\ 1,839 \\ 1,482 \end{array}$ | $\begin{array}{r} \mathbf{1 0 , 7 0 6} \\ 7,364 \\ 1,936 \\ 1,405 \end{array}$ | 7.4 9.4 6.9 27.3 1.9 |
| General merchandise stores | 2,394 | 2,526 | 2,539 | 6.1 |
| Retail stores not elsewhere classified Other semi-durable goods stores Other durable goods stores All other retail stores not elsewhere classified | $\begin{array}{r} 2,416 \\ 762 \\ 565 \\ 1,088 \end{array}$ | $\begin{array}{r} 2,547 \\ 822 \\ 606 \\ 1,119 \end{array}$ | $\begin{array}{r} 2,591 \\ 780 \\ 618 \\ 1,193 \end{array}$ | 7.2 7.4 9.3 9.6 |
| Total, retail sales | 22,893 | 24,557 | 24,695 | 7.9 |
| Total excluding motor and recreational vehicle dealers | 16,003 | 16,997 | 17,331 | 8.3 |
| Provinces and territories Newfoundland Prince Edward Island Nova Scotia New Brunswick Quebec Ontario Manitoba Saskatchewan Alberta British Columbia Yukon Northwest Territories Nunavut | $\begin{array}{r} 380 \\ 108 \\ 732 \\ 592 \\ 5,385 \\ 8,785 \\ 772 \\ 673 \\ 2,508 \\ 2,877 \\ 33 \\ 34 \\ 14 \end{array}$ | $\begin{array}{r} 403 \\ 109 \\ 730 \\ 628 \\ 5,798 \\ 9,456 \\ 820 \\ 709 \\ 2,798 \\ 3,025 \\ 33 \\ 32 \\ 16 \end{array}$ | 415 117 786 628 5,685 9,520 831 720 2,801 3,108 34 35 15 | $\begin{array}{r}9.2 \\ 8.4 \\ 7.4 \\ 6.4 \\ 5.6 \\ 8.4 \\ 7.7 \\ 7.0 \\ 11.7 \\ 8.0 \\ 4.6 \\ 1.8 \\ 5.8 \\ \hline\end{array}$ |

[^1]$\rho$ Preliminary figures.

## OTHER RELEASES

## Natural gas sales <br> June 2000 (preliminary)

Natural gas sales totalled 3922 million cubic metres in June, up $5.0 \%$ over June 1999. All three sectors (residential, commercial and industrial) recorded higher sales. Use by the industrial sector (including direct sales) rose $5.7 \%$ over June 1999, owing to higher demand for natural gas by electric utilities and the chemical industry.

## Natural gas sales

|  | $\begin{aligned} & \text { June } \\ & 2000^{\text {p }} \end{aligned}$ | $\begin{aligned} & \hline \text { June } \\ & 1999 \end{aligned}$ | $\begin{array}{r} \text { June } \\ 1999 \\ \text { to } \\ \text { June } \\ 2000 \\ \hline \end{array}$ |
| :---: | :---: | :---: | :---: |
|  | thousands of cubic metres |  | \% change |
| Natural gas sales | 3922437 | 3734524 | 5.0 |
| Residential | 526683 | 508473 | 3.6 |
| Commercial | 345682 | 341526 | 1.2 |
| Industrial | 1413492 | 1454362 |  |
| Direct | 1636580 | 1430163 |  |
|  |  | year-to-date |  |
|  | $2000{ }^{\text {P }}$ | 1999 | 1999 to 2000 |
|  | thousands of c | bic metres | \% change |
| Natural gas sales | 39333277 | 37333179 | 5.4 |
| Residential | 9167524 | 9097649 | 0.8 |
| Commercial | 6311069 | 6297079 | 0.2 |
| Industrial | 10549089 | 10522148 |  |
| Direct | 13305595 | 11416303 |  |

## p Preliminary figures.

Year-to-date sales were up $5.4 \%$ over the same period in 1999. Industrial sector sales (including direct
sales) continued to maintain strong growth, posting an $8.7 \%$ increase over the same period of 1999. Consumption by the residential and commercial sectors both rose, $0.8 \%$ and $0.2 \%$ respectively.

## Available on CANSIM: matrices 1052-1055.

The June 2000 issue of Natural gas transportation and distribution (55-002-XIB, \$13/\$125) will be available in September. See How to order products.

For more information, or to enquire about the concepts, methods or data quality of this release, contact Gary Smalldridge (613-951-3567; smalgar@statcan.ca) or Tom Lewis (613-951-3596; talewis@statcan.ca), Manufacturing, Construction and Energy Division.

## Shipments of solid fuel-burning heating products

Second quarter 2000
Shipments of solid fuel-burning heating products totalled $\$ 13.0$ million in the second quarter of 2000, a decrease of $28.2 \%$ from the $\$ 18.1$ million shipped during the second quarter of 1999.

The quantities for these shipments are also available.

The 2000 second quarter issue of Shipments of solid fuel-burning heating products (25-002-XIB, \$6/\$19) is now available. See How to order products.

For more information, or to enquire about the concepts, methods or data quality of this release, contact Greg Milsom (613-951-7093; milsomg@statcan.ca), Manufacturing, Construction and Energy Division.

## NEW PRODUCTS

Shipments of solid fuel burning heating products, second quarter 2000
Catalogue number 25-002-XIB (\$6/\$19).
Monthly survey of manufacturing, June 2000
Catalogue number 31-001-XPB (\$20/\$196).

Employment, earnings and hours, May 2000 Catalogue number 72-002-XPB (\$32/\$320).

## All prices are in Canadian dollars and exclude sales tax. Additional shipping charges apply for delivery outside Canada.

Catalogue numbers with an -XIB or an -XIE extension are Internet versions; those with -XMB or -XME are microfiche; and -XPB or -XPE denote a paper version.

## How to order products

Order products by phone:
Please refer to the - Title - Catalogue number - Volume number - Issue number • Your VISA or MasterCard number.

$$
\begin{array}{ll}
\text { In Canada and the United States call: } & 1-800-267-6677 \\
\text { From other countries call: } & 1-613-951-7277 \\
\text { To fax your order: } & 1-877-287-4369 \\
\text { Address changes or account inquiries: } & 1-800-700-1033
\end{array}
$$

To order a product by mail write: Statistics Canada, Circulation Management, Dissemination Division, Ottawa, K1A OT6.
Include a cheque or money order payable to Receiver General of Canada/Publications. Canadian customers add $7 \%$ GST and applicable PST.

To order by Internet: write to order@statcan.ca or download an electronic version by accessing Statistics Canada's Web site (www.statcan.ca), under the headings Products and services, Downloadable publications.
Authorized agents and bookstores also carry Statistics Canada's catalogued publications.



[^0]:    ${ }^{r}$ Revised figures.
    $p$ Preliminary figures.

[^1]:    ${ }^{r}$ Revised figures.

