

Appendix 1

Baseline macroeconomic and inflation forecast 2008/1

Table 1 Macroeconomic forecast¹

	B.kr.	Volume change on previous year (%) unless otherwise stated			
		Forecast			
	2007	2007	2008	2009	2010
<i>GDP and its main components</i>					
Private consumption	746.6	4.2 (3.6)	0.3 (-1.7)	-7.0 (-6.5)	-6.6 (-1.5)
Public consumption	314.4	3.3 (3.2)	3.5 (3.4)	4.0 (3.0)	3.5 (3.0)
Gross fixed capital formation	351.6	-14.9 (-19.5)	-5.2 (-15.3)	-0.4 (-11.4)	-2.4 (11.5)
Business sector investment	213.1	-25.4 (-30.7)	-16.2 (-28.3)	4.1 (-22.7)	1.9 (24.4)
Residential construction	90.6	13.2 (9.5)	5.7 (1.9)	-11.9 (-4.3)	-7.2 (-3.0)
Public works and buildings	47.9	4.3 (2.0)	29.4 (14.0)	1.5 (10.5)	-10.6 (4.7)
National expenditure	1,415.6	-2.3 (-3.4)	-0.3 (-3.7)	-3.3 (-5.7)	-3.2 (2.2)
Exports of goods and services	451.7	18.1 (4.2)	4.5 (14.1)	0.2 (5.0)	4.2 (5.2)
Imports of goods and services	587.9	-1.4 (-8.6)	-2.6 (-0.1)	-2.2 (-4.9)	-0.6 (4.6)
Gross domestic product	1,279.4	3.8 (0.9)	2.2 (0.4)	-2.5 (-2.0)	-1.5 (2.3)
<i>Other key aggregates</i>					
Current account balance (% of GDP)		-15.6 (-18.0)	-16.6 (-14.4)	-12.2 (-10.5)	-9.9 (-10.0)
Output gap (% of potential output)		3.1 (1.9)	2.6 (-0.3)	-1.9 (-4.1)	-4.6 (-3.4)
Unit labour cost (change between annual averages in %)		6.9 (8.3)	5.9 (4.2)	4.7 (2.0)	4.1 (2.5)
Real earnings (change between annual averages in %)		5.8 (5.6)	-3.1 (-2.8)	-3.2 (-2.8)	0.8 (0.7)
Unemployment (% of labour force)		1.0 (1.1)	2.1 (2.7)	3.5 (4.2)	4.1 (4.0)
Foreign exchange index (Dec. 31., 1991 = 100)		118.4 (118.0)	142.6 (118.8)	140.5 (127.3)	142.6 (135.8)

1. Figures in parentheses show forecast in *Monetary Bulletin* 2007/3.

Table 2 Inflation and policy rate forecast (%)²

Quarter	Policy rate	Inflation (Change on same period of previous year)	Annualised quarterly inflation
		Measured value	
2007:1	13.3 (13.3)	6.5 (6.5)	2.0 (2.0)
2007:2	13.3 (13.3)	4.4 (4.4)	5.8 (5.8)
2007:3	13.3 (13.3)	3.9 (3.9)	5.6 (5.6)
2007:4	13.6 (13.4)	5.4 (4.8)	8.4 (5.9)
2008:1	14.2 (13.8)	7.0 (4.9)	8.2 (2.2)
		Forecast value	
2008:2	15.8 (13.8)	9.7 (4.5)	17.0 (4.1)
2008:3	15.8 (13.3)	10.7 (3.9)	9.3 (3.4)
2008:4	15.1 (12.3)	9.9 (3.1)	5.3 (2.7)
2009:1	13.8 (9.9)	8.9 (3.2)	4.6 (2.6)
2009:2	11.9 (7.3)	6.0 (2.9)	4.7 (2.9)
2009:3	10.1 (5.1)	4.8 (2.5)	4.4 (1.8)
2009:4	8.7 (4.3)	4.1 (2.4)	2.7 (2.1)
2010:1	7.6 (4.3)	3.5 (2.3)	2.3 (2.2)
2010:2	6.8 (4.3)	3.2 (2.4)	3.3 (3.4)
2010:3	6.3 (4.3)	2.5 (2.5)	1.6 (2.4)
2010:4	6.3	2.2	1.5
2011:1	6.3	2.0	1.4
<i>Annual average</i>	<i>Policy rate</i>	<i>Inflation</i>	
2007	13.4 (13.3)	5.0 (4.9)	
2008	15.2 (13.3)	9.3 (4.1)	
2009	11.1 (6.7)	5.9 (2.7)	
2010	6.7 (4.1)	2.8 (2.4)	

2. Figures in parentheses show forecast in *Monetary Bulletin* 2007/3.