

## Appendix 1

## Baseline macroeconomic and inflation forecast 2012/1

Table 1 Macroeconomic forecast<sup>1</sup>

	In b.kr.	Change from prior year (%) unless otherwise specified					
		2010	2010	2011	2012	2013	2014
<i>GDP and its principal subcomponents</i>							
Private consumption	787.7	-0.4 (-0.4)	4.5 (2.9)	2.2 (3.1)	2.3 (3.2)	3.2 (2.8)	
Public consumption	398.6	-3.4 (-3.4)	-0.1 (-0.2)	-1.2 (-1.2)	0.3 (0.4)	0.2 (0.3)	
Gross fixed capital formation	206.9	-4.7 (-4.7)	7.1 (6.7)	17.5 (16.5)	6.5 (4.4)	5.4 (11.1)	
Business investment	129.4	5.5 (5.5)	16.0 (13.2)	19.3 (16.5)	6.5 (4.4)	3.9 (13.5)	
Residential investment	35.5	-17.6 (-17.6)	11.0 (13.8)	19.9 (21.6)	15.9 (14.6)	15.4 (15.1)	
Public investment	42.0	-19.3 (-19.3)	-24.0 (-19.8)	4.0 (9.5)	-6.1 (-8.8)	-1.8 (-8.5)	
National expenditure	1,389.9	-2.2 (-2.2)	4.4 (3.9)	3.4 (3.2)	2.4 (2.3)	2.7 (3.4)	
Exports of goods and services	861.3	0.4 (0.4)	3.3 (2.5)	1.8 (1.3)	2.4 (1.6)	1.8 (2.1)	
Imports of goods and services	707.0	4.0 (4.0)	6.3 (4.0)	3.4 (2.8)	2.2 (1.6)	1.6 (3.5)	
Contribution of net trade to GDP growth	-	-1.5 (-1.5)	-1.1 (-0.4)	-0.6 (-0.5)	0.3 (0.2)	0.2 (-0.4)	
Gross domestic product	1,544.1	-3.6 (-3.6)	3.0 (3.1)	2.5 (2.3)	2.5 (2.3)	2.7 (2.6)	
<i>Other key figures</i>							
GDP at the price level of each year (in b.kr.)		1,544 (1,544)	1,656 (1,674)	1,788 (1,822)	1,883 (1,918)	1,981 (2,009)	
Trade account balance (% of GDP)		10.0 (10.0)	8.6 (10.0)	8.3 (10.9)	8.2 (10.8)	8.2 (10.0)	
Current account balance (% of GDP)		-7.9 (-11.1)	-5.9 (-8.2)	-3.2 (-1.5)	0.5 (1.1)	0.5 (-0.2)	
Current account balance excluding unpaid accrued interest due to DMBs in winding-up proceedings (% of GDP)		-2.0 (-2.4)	0.4 (0.5)	1.6 (3.3)	1.9 (2.6)	1.9 (1.2)	
Total gross capital formation ((% of GDP)		13.4 (13.4)	14.0 (13.7)	16.0 (15.0)	16.5 (15.3)	17.0 (16.6)	
Business investment (% of GDP)		8.4 (8.4)	9.5 (9.0)	11.1 (9.8)	11.4 (10.0)	11.6 (11.1)	
Output gap (% of potential output)		-4.5 (-4.4)	-2.0 (-1.8)	-1.2 (-1.0)	-0.1 (-0.2)	0.1 (0.4)	
Unit labour costs (change in average year-on-year)		4.9 (4.9)	5.0 (5.4)	5.1 (4.6)	2.7 (2.7)	2.2 (2.9)	
Real disposable income (change in average year-on-year)		-11.4 (-11.4)	2.7 (2.2)	0.8 (0.9)	1.5 (0.5)	3.3 (4.8)	
Unemployment (% of labour force)		8.1 (8.1)	7.4 (7.4)	6.3 (6.2)	6.0 (5.8)	5.0 (4.9)	
EURISK exchange rate		161.7 (161.7)	161.0 (160.8)	160.5 (158.2)	159.9 (158.9)	159.9 (158.6)	
Inflation (average for the year, %)		5.4 (5.4)	4.0 (4.1)	4.6 (4.1)	3.2 (3.0)	2.6 (2.5)	
Inflation excluding tax effects (average for the year, %)		4.4 (4.4)	3.8 (3.9)	4.4 (3.9)	3.2 (3.0)	2.6 (2.5)	

1. Figures in parentheses from forecast in *Monetary Bulletin* 2011/4

Table 2 Quarterly inflation forecast (%)<sup>1</sup>

Quarter	Inflation (change year-on-year)	Underlying inflation (excl. tax effects) (change year-on-year)	Inflation (annualised quarter-on-quarter change)
2010:4	2.8 (2.8)	2.0 (2.0)	4.0 (4.0)
2011:1	2.0 (2.0)	1.8 (1.8)	1.8 (1.8)
2011:2	3.5 (3.5)	3.3 (3.3)	10.9 (10.9)
2011:3	5.3 (5.3)	5.0 (5.0)	4.6 (4.6)
2011:4	5.3 (5.6)	5.0 (5.3)	3.9 (5.2)
		Forecasted value	
2012:1	6.1 (6.0)	6.0 (5.8)	5.2 (3.4)
2012:2	4.7 (4.2)	4.6 (4.0)	5.2 (3.4)
2012:3	3.8 (3.2)	3.6 (3.0)	0.9 (0.7)
2012:4	3.6 (3.1)	3.5 (2.9)	3.3 (4.9)
2013:1	3.4 (3.2)	3.4 (3.2)	4.0 (3.7)
2013:2	3.4 (3.4)	3.4 (3.4)	5.5 (4.5)
2013:3	3.1 (3.0)	3.1 (3.0)	-0.5 (-0.9)
2013:4	3.0 (2.5)	3.0 (2.5)	3.1 (2.8)
2014:1	2.7 (2.4)	2.7 (2.4)	3.0 (3.2)
2014:2	2.6 (2.4)	2.6 (2.4)	4.9 (4.6)
2014:3	2.5 (2.5)	2.5 (2.5)	-0.9 (-0.7)
2014:4	2.5 (2.6)	2.5 (2.6)	2.9 (3.3)
2015:1	2.3	2.3	2.5

1. Figures in parentheses from forecast in *Monetary Bulletin* 2011/4.