

UNITED KINGDOM - ECONOMIC SURVEY - AUGUST 2016



RETURN TO: **CONSENSUS ECONOMICS INC.**
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Please enter your details below:

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ECONOMIC FORECASTS (CALENDAR YEAR BASIS)

DEADLINE

August 8

	2015	2016	2017
<i>*(average % change on previous CALENDAR year)</i>			
Gross Domestic Product, Chained 2012 Prices*	2.2	1.9	1.0
Household Final Consumption Expenditure, Chained 2012 prices*	2.6	2.2	0.9
Gross Fixed Capital Formation, Chained 2012 prices*	3.3	3.0	3.3
Private Non-Financial Corps Trading Profits (excluding North Sea)*	2.3	4.0	2.0
Manufacturing Production, 2013=100*	-0.2	1.0	1.2
Retail Price Index, "underlying (ex-MIPs)" or RPI-X, January 13, 1987=100*	1.0	1.8	2.8
Consumer Prices Index (Previously HICP), 2005 = 100*	0.0	0.8	2.2
Manufacturing Output Prices, 2010=100*	-1.7	1.3	2.5
Average Weekly Earnings, Whole Economy, Total Pay*	2.5	2.8	3.5
Unemployment Rate (Labour Force Survey measure)	5.4	5.2	5.0
Current Account, £bn	-100.3	-70	-55
<i>Please Note *Change* to Variable, previously PSNCR:</i>			
Public Sector Net Borrowing - excl. Financial Interventions (PSNB ex) (fiscal years (April-March), £bn)	75.3	65	50

INTEREST RATE FORECASTS

	Latest	End Nov '16	End Aug '17
3 month Interbank Interest Rate, %	0.5	0.3	0.6
Yield on Benchmark 10 Year Gilts (1.50%, July 2026), %	0.9	1.2	1.8

EXCHANGE RATES AND OIL PRICES

	Latest	End Sep '16	End Nov '16	End Aug '17	End Aug '18
Japanese Yen/US Dollar	102.4	105.0	107.0	110.0	110.0
US Dollars/Euro	1.117	1.120	1.140	1.150	1.150
US Dollars/UK Pound	1.320	1.330	1.350	1.400	1.400
Canadian Dollars/US Dollar	1.310	1.280	1.320	1.350	1.350
Oil Price, BRENT - US \$/bbl	42.1	na	45.0	55.0	na

MONETARY POLICY EVALUATION

What probability do you attach to a Bank of England repo rate change at or before the September 15, 2016 meeting?	INCREASE	NO CHANGE	DECREASE	Total
	<input type="text"/>	75.0	25.0	100%
And what, if any, CHANGES in rates do you expect?	INCREASE	OR	DECREASE	%
	<input type="text"/>		0.15	%

Where do you estimate the Official Bank rate (currently 0.5%) will be at the end of the next 4 quarters?	Sep 30, 2016	Dec 31, 2016	Mar 30, 2017	Jun 30, 2017
Official Bank rate:	<input type="text"/> 0.25 %	<input type="text"/> 0.10 %	<input type="text"/> 0.10 %	<input type="text"/> 0.10 %

SPECIAL QUESTION (Answers Confidential) - WAGES AND PRODUCTIVITY

In addition to the forecasts above, please give your forecasts for the variables listed below. These figures will be used to contrast broad estimates of real and nominal productivity growth (GDP per employee) with expected wage inflation.

	2014	2015	2016	2017	2018	2019-23	2024-28
<i>(* % change over previous CALENDAR year)</i>							
Real GDP* (definition as above)					1.2	1.9	1.7
Nominal GDP*	4.8	2.6	3.5	4.2	5	5	5
Total Workforce in Employment*	2.4	1.8	0.2	0.2	0.2	0.2	0.2
Average Weekly Earnings* (definition as above)					3.5	3.5	4

Please comment on your forecasts by adding a message into the body of your e-mail