

UNITED KINGDOM - ECONOMIC SURVEY - NOVEMBER 2017



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ECONOMIC FORECASTS (CALENDAR YEAR BASIS) **DEADLINE**
November 6

**(average % change on previous CALENDAR year)*

	2016	2017	2018	2019
Gross Domestic Product, Chained 2012 Prices*	1.8	1.4	1.0	0.7
Household Final Consumption Expenditure, Chained 2012 prices*	2.9	1.6	0.3	
Gross Fixed Capital Formation, Chained 2012 prices*	1.3	2.2	2.4	
Private Non-Financial Corps Trading Profits (excluding North Sea)*	7.8	4.0	0.0	
Manufacturing Production, 2013=100*	0.9	1.2	0.5	
Retail Price Index, "underlying (ex-MIPs)" or RPI-X, January 13, 1987=100*	1.9	3.2	3.6	
Consumer Prices Index (Previously HICP), 2015 = 100*	0.7	2.5	3.0	3.5
Manufacturing Output Prices, 2010=100*	0.4	3.2	3.5	
Average Weekly Earnings, Whole Economy, Total Pay*	2.4	2.7	4.0	
Unemployment Rate (Labour Force Survey measure)	4.9	4.5	4.6	
Current Account, £bn	-115.5	-70	-50	
<i>Please Note *Change* to Variable, previously PSNCR:</i>				
Public Sector Net Borrowing - excl. Financial Interventions (PSNB ex) (fiscal years (April-March), £bn)	45.7	50	60	

INTEREST RATE FORECASTS

	Latest	End Feb '18	End Nov '18
3 month Interbank Interest Rate, %	0.4	0.5	0.6
Yield on Benchmark 10 Year Gilts (1.25%, July 2017), %	1.4	1.7	2.1

EXCHANGE RATES AND OIL PRICES

	Latest	End Dec '17	End Feb '18	End Nov '18	End Nov '19
Japanese Yen/US Dollar	113.2	113.0	116.0	118.0	120.0
US Dollars/Euro	1.163	1.180	1.200	1.220	1.250
US Dollars/UK Pound	1.320	1.320	1.320	1.340	1.370
Canadian Dollars/US Dollar	1.284	1.230	1.220	1.210	1.200
Oil Price, BRENT - US \$/bbl	60.5	na	55.0	60.0	na

MONETARY POLICY EVALUATION

What probability do you attach to a Bank of England repo rate change at or before the **December 14, 2017** meeting?

INCREASE	NO CHANGE	DECREASE	Total
0.0	100.0	0.0	100%

And what, if any, CHANGES in rates do you expect?

INCREASE	OR	DECREASE

Where do you estimate the Official Bank rate (currently 0.50%) will be at the end of the next 4 quarters?

Dec 31, 2017	Mar 31, 2018	June 30, 2018	Sep 30, 2018
0.5 %	0.75 %	0.75 %	1.00 %

SPECIAL QUESTION (Answers Confidential) - Corporate Profits

Please provide your additional estimates for corporate profitability (using the definition given below and measured as the percentage change on the previous year) for the calendar year period until 2022. Please indicate the major factors which are likely to affect profits over this period.

	2019	2020	2021	2022
Private Non-Financial Corporate Trading Profits (excl. North Sea), average % change on previous year (definition as above)	-1.0	2.0	3.0	3.0

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