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**ECONOMIC FORECASTS (CALENDAR YEAR BASIS)**

**DEADLINE**

**February 12**

	2017	2018	2019
<i>*(average % change on previous CALENDAR year)</i>			
Gross Domestic Product, Chained 2012 Prices*	1.8	1.0	0.7
Household Final Consumption Expenditure, Chained 2012 prices*	1.4	0.5	0.4
Gross Fixed Capital Formation, Chained 2012 prices*	3.0	1.7	1.3
Private Non-Financial Corps Trading Profits (excluding North Sea)*	4.0	0.0	-5.0
Manufacturing Production, 2013=100*	2.0	0.5	-0.3
Retail Price Index, "underlying (ex-MIPs)" or RPI-X, January 13, 1987=100*	3.8	3.6	4.0
Consumer Prices Index (Previously HICP), 2015 = 100*	2.7	3.0	3.5
Manufacturing Output Prices, 2010=100*	3.4	3.6	3.7
Average Weekly Earnings, Whole Economy, Total Pay*	2.2	3.2	3.5
Unemployment Rate (Labour Force Survey measure)	4.4	4.6	4.8
Current Account, £bn	-70	-50	-35.0
	FY17/18	FY18/19	FY19/20
Public Sector Net Borrowing - excl. Financial Interventions (PSNB ex) (fiscal years (April-March), £bn)	50	60	60

**INTEREST RATE FORECASTS**

	Latest	End May '18	End Feb '19
3 month Interbank Interest Rate, %	0.5	0.75	1.0
Yield on Benchmark 10 Year Gilts (1.25%, July 2027), %	1.6	1.7	2.1

**EXCHANGE RATES AND OIL PRICES**

	Latest	End Mar '18	End May '18	End Feb '19	End Feb '20
Japanese Yen/US Dollar	110.1	113.0	115.0	115.0	115.0
US Dollars/Euro	1.242	1.200	1.220	1.240	1.250
US Dollars/UK Pound	1.402	1.350	1.320	1.300	1.300
Canadian Dollars/US Dollar	1.247	1.250	1.230	1.210	1.200
Oil Price, BRENT - US \$/bbl	68.4	na	65.0	60.0	na

**MONETARY POLICY EVALUATION**

What probability do you attach to a Bank of England repo rate change at or before the **March 22, 2018** meeting?  
 And what, if any, CHANGES in rates do you expect?

INCREASE	10.0	+	NO CHANGE	90.0	+	DECREASE		=	Total	100%
INCREASE	0.25	%	OR		%	DECREASE		%		

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

	Mar 31, 2018	June 30, 2018	Sep 30, 2018	Dec 31, 2018
Official Bank rate:	0.5 %	0.75 %	0.75 %	1.00 %

**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.

	2016	2017	2018	2019	2020	Average 2021-25	Average 2026-30
<i>*(% change over previous CALENDAR year)</i>							
Real GDP* (definition as above)					1.5	1.5	1.5
Nominal GDP*	3.9	4.5	5.0	5.0	5.0	5.0	5.0
Total Workforce in Employment*	1.4	0.5	0.2	0.2	0.2	0.2	0.2
Average Weekly Earnings* (definition as above)					3.8	4.0	4.0

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