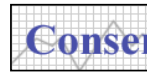


UNITED KINGDOM - ECONOMIC SURVEY - AUGUST 2018



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

Name: Peter Warburton Company: Economic Perspectives Ltd Date: #####

ECONOMIC FORECASTS (CALENDAR YEAR BASIS)

DEADLINE

August 13

	2017	2018	2019
<i>*(average % change on previous CALENDAR year)</i>			
Gross Domestic Product, Chained 2012 Prices*	1.7	1.2	0.8
Household Final Consumption Expenditure, Chained 2012 prices*	1.9	1.0	0.3
Gross Fixed Capital Formation, Chained 2012 prices*	3.4	0.4	0.6
Private Non-Financial Corps Trading Profits (excluding North Sea)*	4.1	5.0	2.0
Manufacturing Production, 2013=100*	2.5	2.0	1.0
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	2.7	3.3
Manufacturing Output Prices, 2010=100*	3.4	2.7	3.2
Average Weekly Earnings, Whole Economy, Total Pay*	2.4	3.2	3.5
Unemployment Rate (Labour Force Survey measure)	4.4	4.1	4.3
Current Account, £bn	-79.0	-50	-35.0
	FY17/18	FY18/19	FY19/20
Public Sector Net Borrowing - excl. Financial Interventions (PSNB ex) (fiscal years (April-March), £bn)	39.4	60.0	60.0

INTEREST RATE FORECASTS

	Latest	End Nov '18	End Aug '19
3 month Interbank Interest Rate, %	0.8	0.80	1.0
Yield on Benchmark 10 Year Gilts (4.250%, Dec. 2027), %	1.3	1.7	2.1

EXCHANGE RATES AND OIL PRICES

	Latest	End Sep '18	End Nov '18	End Aug '19	End Aug '20
Japanese Yen/US Dollar	111.4	113.0	115.0	115.0	115.0
US Dollars/Euro	1.156	1.200	1.220	1.240	1.250
US Dollars/UK Pound	1.294	1.270	1.240	1.200	1.250
Canadian Dollars/US Dollar	1.300	1.250	1.230	1.210	1.200
Oil Price, BRENT - US \$/bbl	75.0	na	75.0	70.0	na

MONETARY POLICY EVALUATION

What probability do you attach to a Bank of England repo rate change at the MPC meeting of **September 13, 2018 ?**

INCREASE	NO CHANGE	DECREASE	Total
<input type="text" value="0.0"/>	+ <input type="text" value="100.0"/>	+ <input type="text" value="0.0"/>	= <input type="text" value="100%"/>

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

Where do you estimate the Official Bank rate (currently 0.75%) will be at the end of the next 4 quarters?

	Sep 30, 2018	Dec 31, 2018	Mar 31, 2019	Jun 30, 2019
Official Bank rate:	<input type="text" value="0.75"/> %	<input type="text" value="0.75"/> %	<input type="text" value="0.75"/> %	<input type="text" value="1.0"/> %

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	3.6	3.5	4.5	5.0	5.0	5.0
Total Workforce in Employment*	1.4	1.0	0.2	0.2	0.2	0.2	0.2
Average Weekly Earnings* (definition as above)					3.8	4.0	4.0

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