

International Economic Outlook for Jan. 20, 2023

A Publication of BMO Capital Markets Economic Research • Douglas Porter, CFA, Chief Economist, BMO Financial Group

		2021				2022				2023				2021	2022	2023	2024
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4				
Global GDP Growth	y/y % chng													6.0	3.1	2.3	3.0
Japan																	
Real GDP	saar : %	-0.6	1.3	-1.8	4.9	-1.8	4.5	-0.8	0.8	1.0	1.0	1.3	1.3	2.2	1.1	1.0	1.0
	y/y % chng	-1.1	7.8	1.7	0.9	0.6	1.4	1.7	0.6	1.3	0.5	1.0	1.1				
CPI All Items	y/y % chng	-0.5	-0.7	-0.2	0.5	0.9	2.4	2.9	3.9	4.0	3.8	3.3	2.6	-0.2	2.5	3.4	2.1
Unemployment Rate	%	2.9	2.9	2.8	2.7	2.7	2.6	2.6	2.6	2.5	2.5	2.5	2.5	2.8	2.6	2.5	2.5
3-Month Interest Rate	%	-0.1	-0.1	-0.1	-0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-0.1	0.0	0.0	0.0
10-Year Government Bond	%	0.1	0.1	0.0	0.1	0.2	0.2	0.2	0.3	0.4	0.4	0.4	0.5	0.1	0.2	0.4	0.5
United Kingdom																	
Real GDP	saar : %	-4.1	28.8	7.1	6.2	2.5	0.2	-1.2	-0.3	-2.5	-2.0	-1.4	-0.4	7.6	4.1	-1.4	0.0
	y/y % chng	-7.7	24.4	8.5	8.9	10.7	4.0	1.9	0.3	-1.0	-1.5	-1.6	-1.6				
CPI All Items	y/y % chng	0.6	2.1	2.8	4.9	6.2	9.2	10.0	10.7	10.5	8.0	7.6	6.1	2.6	9.1	8.0	5.0
Unemployment Rate	%	5.0	4.7	4.3	4.0	3.8	3.7	3.6	3.8	4.0	4.5	4.8	4.9	4.5	3.7	4.6	4.7
3-Month Interest Rate	%	0.1	0.1	0.1	0.1	0.8	1.3	2.3	3.6	4.3	4.5	4.5	4.5	0.1	2.0	4.4	4.0
10-Year Government Bond	%	0.5	0.8	0.7	1.0	1.4	2.0	2.6	3.5	3.3	3.3	3.2	3.1	0.7	2.4	3.2	2.9
Euro Area																	
Real GDP	saar : %	-0.2	8.2	9.3	2.2	2.6	3.4	1.2	-1.7	-2.2	0.3	2.4	2.6	5.3	3.4	0.0	1.5
	y/y % chng	-0.8	14.2	3.9	4.8	5.5	4.3	2.3	1.4	0.2	-0.6	-0.3	0.8				
CPI All Items	y/y % chng	1.1	1.8	2.8	4.6	6.1	8.0	9.3	10.0	9.2	7.1	6.5	5.3	2.6	8.4	7.0	4.5
Unemployment Rate	%	8.2	8.1	7.5	7.1	6.9	6.7	6.6	6.5	6.7	7.0	7.0	7.0	7.7	6.7	6.9	7.0
3-Month Interest Rate	%	-0.5	-0.5	-0.5	-0.6	-0.5	-0.4	0.5	1.8	2.6	3.2	3.3	3.3	-0.5	0.3	3.1	2.9
10-Year Government Bond	%	-0.4	-0.2	-0.4	-0.2	0.2	1.1	1.4	2.1	2.1	2.0	2.0	1.9	-0.3	1.2	2.0	1.7
Germany																	
Real GDP	saar : %	-5.7	7.9	3.2	-0.1	3.2	0.4	1.6	-2.0	-2.5	-0.5	2.0	2.0	2.6	1.8	-0.5	1.5
	y/y % chng	-2.2	10.2	1.9	1.2	3.5	1.7	1.3	0.8	-0.6	-0.9	-0.8	0.2				
CPI All Items	y/y % chng	1.7	2.2	3.5	5.4	6.1	8.3	9.4	10.8	9.4	7.3	6.4	5.1	3.2	8.7	7.0	4.7
Unemployment Rate	%	6.0	6.0	5.5	5.3	5.1	5.1	5.5	5.5	5.6	5.7	5.6	5.3	5.7	5.3	5.6	5.0
France																	
Real GDP	saar : %	0.3	4.5	13.8	2.3	-0.8	1.9	0.7	-1.0	-3.5	-0.5	2.5	2.5	6.8	2.5	-0.5	1.5
	y/y % chng	1.5	18.6	3.6	5.1	4.8	4.2	1.0	0.2	-0.5	-1.1	-0.6	0.2				
CPI All Items	y/y % chng	0.9	1.8	2.2	3.3	4.2	5.9	6.5	7.0	6.2	4.9	4.4	3.8	2.1	5.9	4.8	3.5
Unemployment Rate	%	8.1	8.1	7.8	7.5	7.3	7.6	7.2	7.1	7.2	7.0	7.0	7.0	7.9	7.3	7.1	7.0
Italy																	
Real GDP	saar : %	1.2	10.3	11.5	3.4	0.6	4.6	1.9	-1.0	-4.0	-0.8	1.8	2.5	6.7	3.8	-0.5	1.0
	y/y % chng	0.1	16.7	4.8	6.5	6.4	5.0	2.6	1.5	0.3	-1.0	-1.0	-0.2				
CPI All Items	y/y % chng	0.7	1.2	2.1	3.7	6.0	7.4	9.0	12.5	11.0	10.2	8.9	5.4	1.9	8.7	8.8	4.9
Unemployment Rate	%	10.2	9.8	9.1	9.0	8.5	8.1	8.0	7.9	8.0	8.3	8.5	8.5	9.5	8.1	8.3	8.5
China																	
Real GDP	y/y % chng	18.7	8.3	5.2	4.3	4.8	0.4	3.9	2.9	2.0	6.0	4.0	5.7	8.5	3.0	4.5	5.0
CPI All Items	y/y % chng	0.0	1.1	0.8	1.8	1.1	2.2	2.7	1.8	2.2	2.5	2.5	2.5	0.9	2.0	2.4	2.5
Current Account Balance	% of GDP													1.8	2.0	1.5	1.0
Exchange Rates																	
Yen	¥/US\$	106	109	110	114	116	130	138	141	130	129	129	128	110	131	129	126
Euro	US\$/€	1.21	1.21	1.18	1.14	1.12	1.06	1.01	1.02	1.07	1.08	1.09	1.11	1.18	1.05	1.09	1.12
Pound	US\$/£	1.38	1.40	1.38	1.35	1.34	1.26	1.18	1.17	1.23	1.24	1.25	1.27	1.38	1.24	1.25	1.29
Pound/Euro	£/€	0.87	0.86	0.86	0.85	0.84	0.85	0.86	0.87	0.87	0.87	0.87	0.87	0.86	0.85	0.87	0.87
Yen/Euro	¥/€	128	132	130	130	131	138	139	144	139	140	141	142	130	138	140	142
Yuan	CNY/US\$	6.48	6.46	6.47	6.39	6.35	6.61	6.85	7.11	6.75	6.73	6.72	6.70	6.45	6.73	6.73	6.62

Bolded values represent forecasts

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