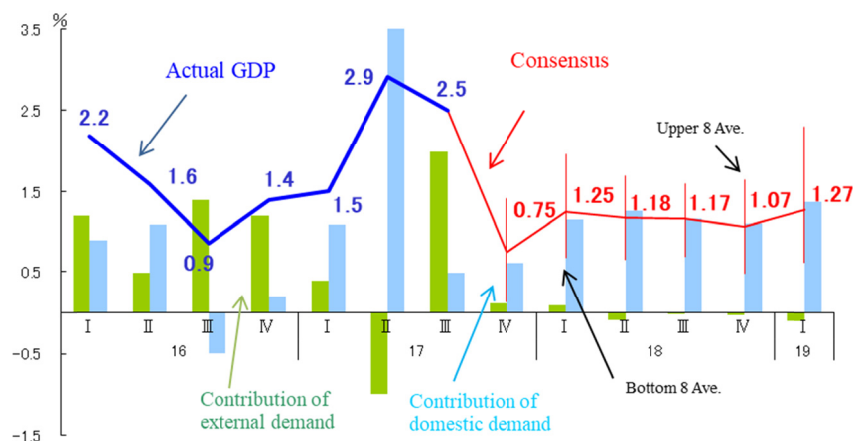


## Real GDP Growth Outlook for FY2017 Revised Upward by 0.2% points to 1.8%

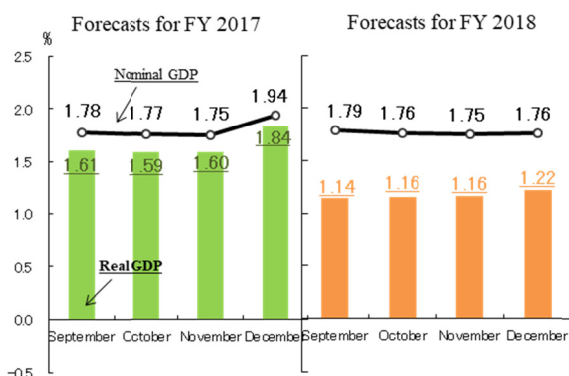
### Real GDP (Quarterly)

Professional forecasters (41 forecasters surveyed) in Japan expect real GDP to grow at an annual rate of 0.75 % this quarter, marking a downward revision from the previous survey. They predict growth around 1.0-1.2% thereafter.



### GDP Growth (FY)

The average rates of real GDP growth prediction are 1.84% in FY2017 and 1.22% in FY2018. The nominal figures for each fiscal year are 1.94% and 1.76%, respectively.



Contribution	FY2017	FY2018
Domestic	<b>1.4</b> (1.6/1.2)	<b>1.1</b> (1.5/0.7)
Private	<b>1.3</b> (1.5/1.1)	<b>1.0</b> (1.4/0.6)
Public	<b>0.2</b> (0.3/0.1)	<b>0.1</b> (0.3/▲0.1)
External	<b>0.4</b> (0.5/0.4)	<b>0.1</b> (0.3/▲0.1)
<b>Real GDP growth</b>	<b>1.84</b> (1.99/1.66)	<b>1.22</b> (1.46/0.95)

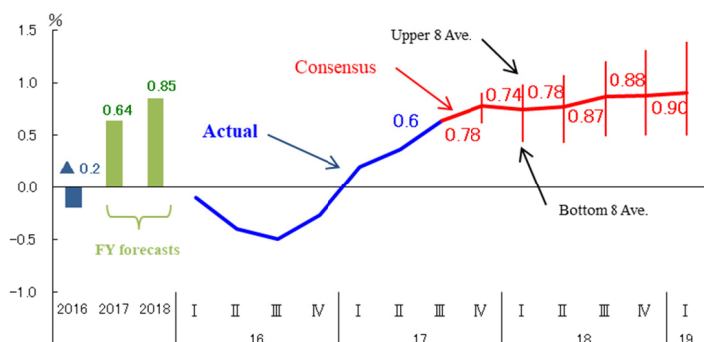
(Notes) Consensus (Upper 8 Ave./Bottom 8 Ave.). Contributions are approximate values.

### (Additional question) Forecasts for FY2019

Consensus: 0.75% (Upper 8 Ave.: 1.12%; Bottom 8 Ave.: 0.35%)

### Core CPI (year-on-year)

The forecasters expect core CPI to moderately increase up to 0.90% in the 1<sup>st</sup> quarter of 2019. Annual average core CPI is 0.64% in FY2017 and 0.85% in FY2018, increasing from ▲0.2% in FY2016. (Note) Core CPI: All items less fresh food.



### (Additional question) Forecasts for FY2019

Consensus (incl. effects of the consumption tax hike): 1.39%  
(Upper 8 Ave.: 1.99%; Bottom 8 Ave.: 0.75%)  
Consensus (excl. effects of the consumption tax hike): 0.92%  
(Upper 8 Ave.: 1.51%; Bottom 8 Ave.: 0.44%)

Next survey will be released on or around January 16.