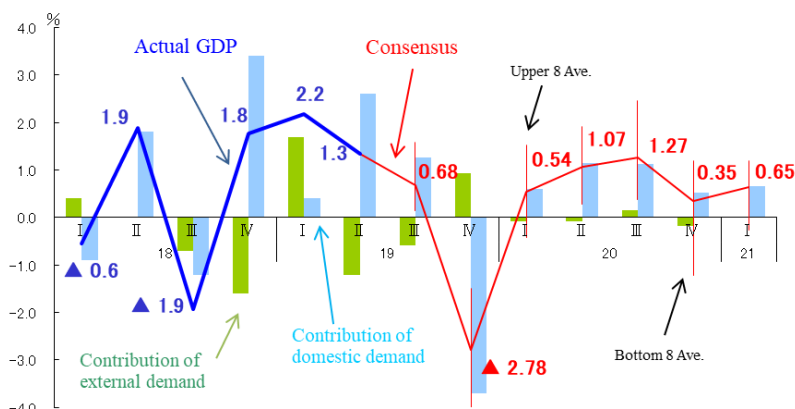


## Real GDP Growth Outlook for 2019Q3 at 0.68%

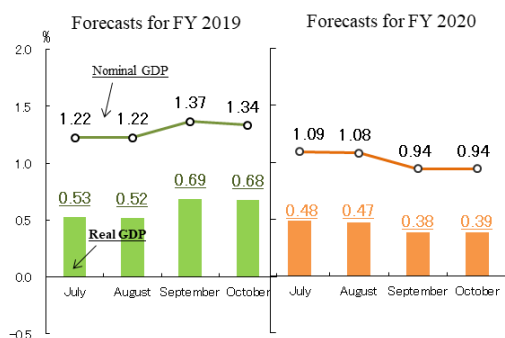
### Real GDP (Quarterly)

Professional forecasters (36 forecasters surveyed) in Japan expect real GDP to grow at an annual rate of 0.68% last quarter, roughly unchanged from the previous survey. They predict a sharp decline at  $\blacktriangle 2.78\%$  this quarter owing to the consumption tax hike.



### GDP Growth (FY)

The average rates of real GDP growth prediction are 0.68% in FY2019, and 0.39% in FY2020. The nominal figures for each fiscal year are 1.34%, and 0.94%, respectively.



Contribution	FY2019	FY2020
Domestic	<b>0.9</b> (1.1/0.7)	<b>0.3</b> (0.7/0.0)
Private	<b>0.4</b> (0.6/0.2)	<b>0.1</b> (0.5/ $\blacktriangle$ 0.1)
Public	<b>0.5</b> (0.6/0.4)	<b>0.2</b> (0.3/0.1)
External	$\blacktriangle$ <b>0.2</b> ( $\blacktriangle$ 0.1/ $\blacktriangle$ 0.3)	<b>0.1</b> (0.3/ $\blacktriangle$ 0.1)
<b>Real GDP growth</b>	<b>0.68</b> (0.83/0.50)	<b>0.39</b> (0.70/0.10)

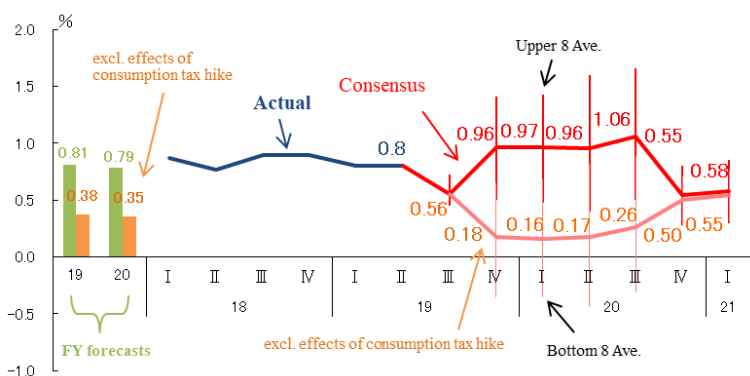
(Notes) Consensus (Upper 8 Ave./Bottom 8 Ave.). Contributions are approximate values.

### (Additional question) Forecasts for FY2021

Consensus: 0.60% (Upper 8 Ave.: 0.96%; Bottom 8 Ave.: 0.25%)

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

The forecasters expect core CPI to decrease from 0.8% to 0.56% last quarter and increase to 0.96% in the following quarter. Annual average core CPI is 0.81% in FY2019, and 0.79% in FY2020, almost flat at 0.8% in FY2018. (Note) Core CPI: All items less fresh food.



### (Additional question) Forecasts for FY2021

Consensus: 0.73%

(Upper 8 Ave.: 1.13%; Bottom 8 Ave.: 0.41%)

Next survey will be released on or around November 12.