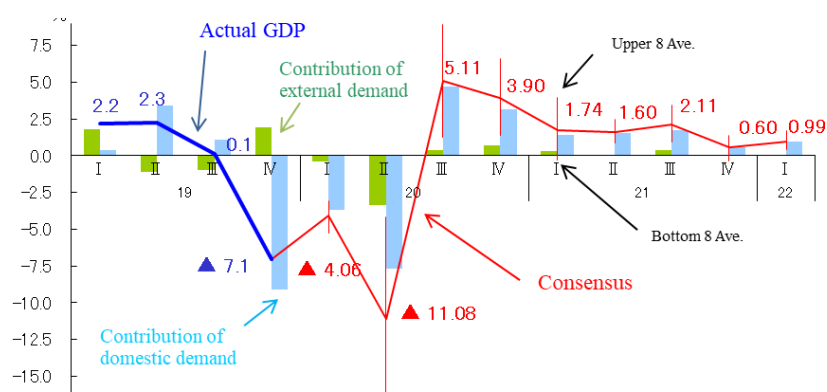


## Special Survey: Updated Outlook Reflecting the Declaration of a State of Emergency and Economic Measures

COVID-19 Pushes Real GDP Growth Outlook for 2020Q2 down to ▲11.08%

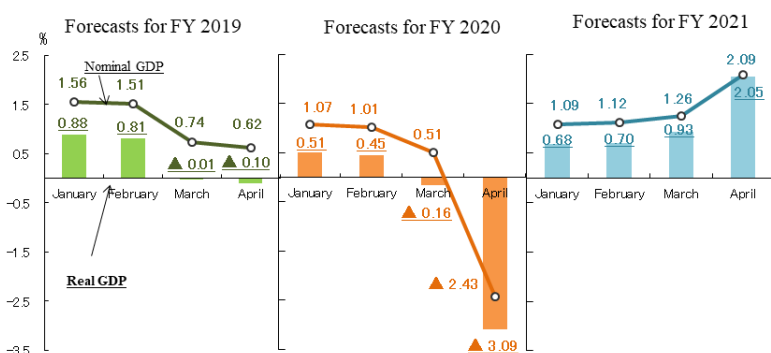
### Real GDP (Quarterly)

Professional forecasters (24 forecasters surveyed) in Japan expect real GDP to grow at an annual rate of ▲4.06% last quarter, ▲11.08% this quarter, and recovery thereafter. They predict three consecutive quarters of negative growth. It is the first double-digit negative growth since the 1<sup>st</sup> quarter of 2009.



### GDP Growth (FY)

The average rates of real GDP growth prediction are ▲0.10% in FY2019, ▲3.09% in FY2020, and 2.05% in FY2021. The nominal figures for each fiscal year are 0.62%, ▲2.43%, and 2.09%, respectively.



Contribution	FY2019	FY2020	FY2021
Domestic	0.1 (0.1/0.0)	▲2.5 (▲1.2/▲3.6)	1.8 (2.5/1.1)
Private	▲0.6 (▲0.5/▲0.7)	▲2.9 (▲1.7/▲4.1)	1.5 (2.1/0.8)
Public	0.7 (0.7/0.7)	0.5 (0.8/0.3)	0.3 (0.4/0.2)
External	▲0.2 (▲0.1/▲0.3)	▲0.6 (▲0.1/▲1.2)	0.3 (0.7/▲0.1)
Real GDP growth	▲0.10 (0.00/▲0.19)	▲3.09 (▲1.76/▲4.34)	2.05 (3.00/1.23)

(Notes) Consensus (Upper 8 Ave./Bottom 8 Ave.).

Contributions are approximate values.

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

The forecasters expect core CPI to decrease from 0.52% last quarter to ▲0.28% in the 4<sup>th</sup> quarter of 2020, and increase slowly thereafter. Annual average core CPI is 0.57% in FY2019, ▲0.12% in FY2020, and 0.39% in FY2021. (Note) Core CPI: All items less fresh food.

