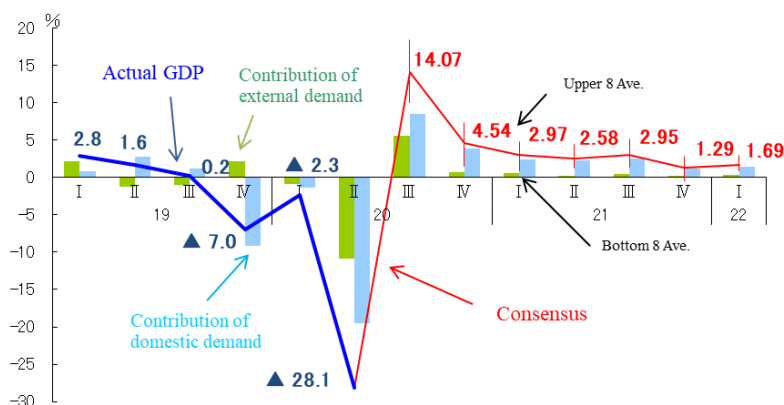


Real GDP Growth Outlook for 2020Q3 at ▲14.07%

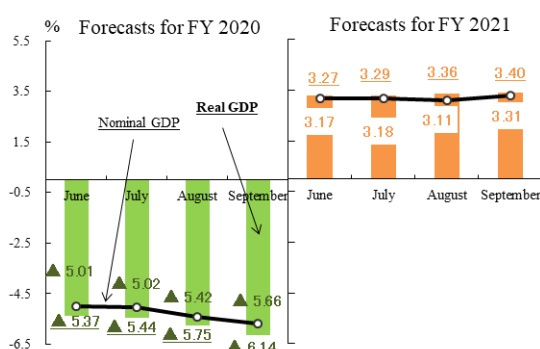
Real GDP (Quarterly)

Professional forecasters (35 forecasters surveyed) in Japan expect real GDP to grow at an annual rate of ▲14.07% this quarter, a positive growth for the first time in four quarters, and 4.54% next quarter. They predict growth around at 1-3% thereafter.



GDP Growth (FY)

The average rates of real GDP growth prediction are ▲6.14% in FY2020, and 3.40% in FY2021. The nominal figures for each fiscal year are ▲5.66%, and 3.31%, respectively.



Contribution	FY2020	FY2021
Domestic	▲4.3 (▲3.6/▲4.8)	2.7 (3.6/1.8)
Private	▲4.5 (▲3.9/▲5.1)	2.4 (3.3/1.5)
Public	0.3 (0.5/0.1)	0.3 (0.5/0.2)
External	▲1.9 (▲1.3/▲2.5)	0.7 (1.3/0.0)
Real GDP growth	▲6.14 (▲5.56/▲6.83)	3.40 (4.25/2.54)

(Additional question) Forecasts for FY2022

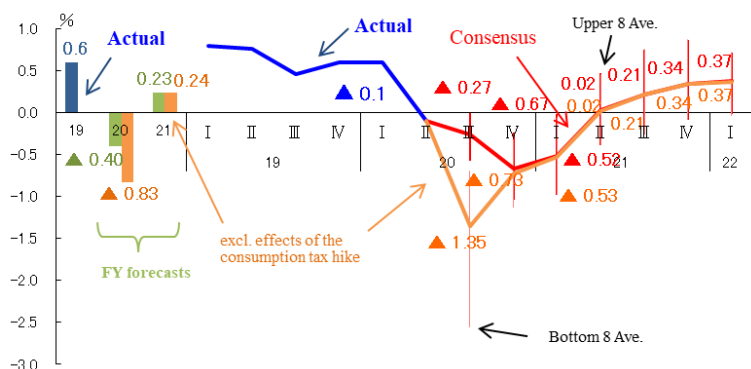
Consensus: 1.32% (Upper 8 Ave.: 2.08%; Bottom 8 Ave.: 0.69%)

(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 ▲0.1% in the 2nd quarter of 2020 to ▲0.67% in the end of 2020, and increase slowly thereafter. Annual average core CPI is ▲0.40% in FY2020, and 0.23% in FY2021, decrease from 0.6% in FY2019. (Note) Core CPI: All items less fresh food.



(Additional question) Forecasts for FY2022

Consensus: 0.53%

(Upper 8 Ave.: 0.90%; Bottom 8 Ave.: 0.11%)

Next survey will be released on or around October 7.