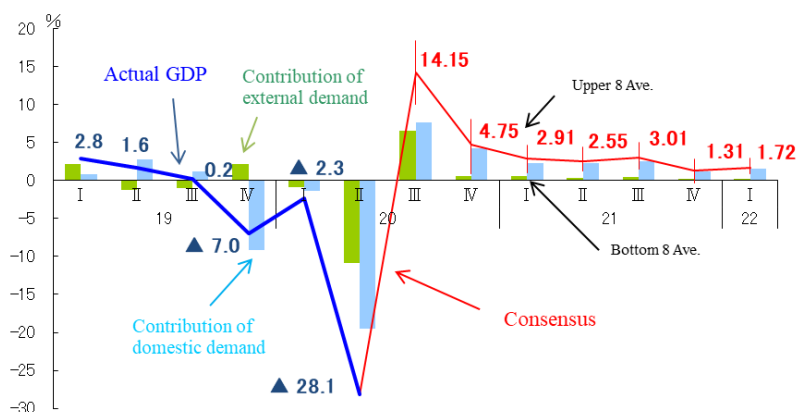


Real GDP Growth Outlook for 2020Q3 at 14.15%

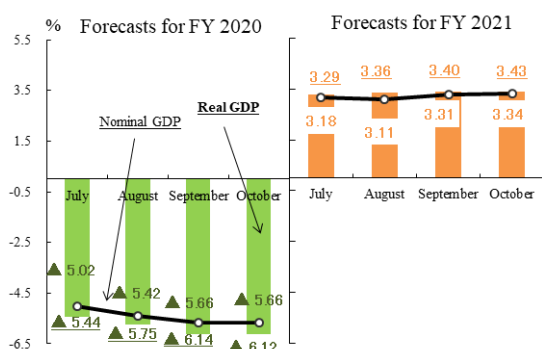
Real GDP (Quarterly)

Professional forecasters (35 forecasters surveyed) in Japan expect real GDP to grow at an annual rate of 14.15% last quarter, a positive growth for the first time in four quarters, and 4.75% this quarter. They predict growth around at 1-3% thereafter.



GDP Growth (FY)

The average rates of real GDP growth prediction are ▲6.12% in FY2020, and 3.43% in FY2021. The nominal figures for each fiscal year are ▲5.66%, and 3.34%, respectively.



Contribution	FY2020	FY2021
Domestic	▲4.4 (▲3.8/▲4.9)	2.7 (3.5/1.9)
Private	▲4.6 (▲4.0/▲5.1)	2.4 (3.2/1.5)
Public	0.3 (0.5/0.1)	0.3 (0.5/0.2)
External	▲1.7 (▲1.2/▲2.4)	0.7 (1.3/0.1)
Real GDP growth	▲6.12 (▲5.53/▲6.80)	3.43 (4.28/2.58)

(Additional question) Forecasts for FY2022

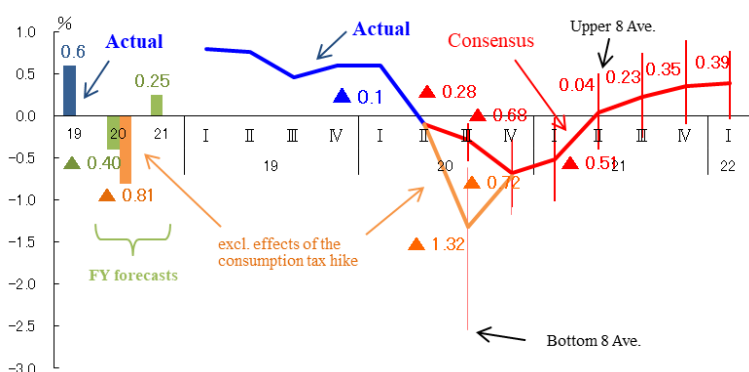
Consensus: 1.42% (Upper 8 Ave.: 2.26%; Bottom 8 Ave.: 0.83%)

(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 ▲0.68% in the end of 2020, and increase slowly thereafter. Annual average core CPI is ▲0.40% in FY2020, and 0.25% in FY2021, decrease from 0.6% in FY2019. (Note) Core CPI: All items less fresh food.



(Additional question) Forecasts for FY2022

Consensus: 0.54%

(Upper 8 Ave.: 0.93%; Bottom 8 Ave.: 0.15%)

Next survey will be released on or around November 11.