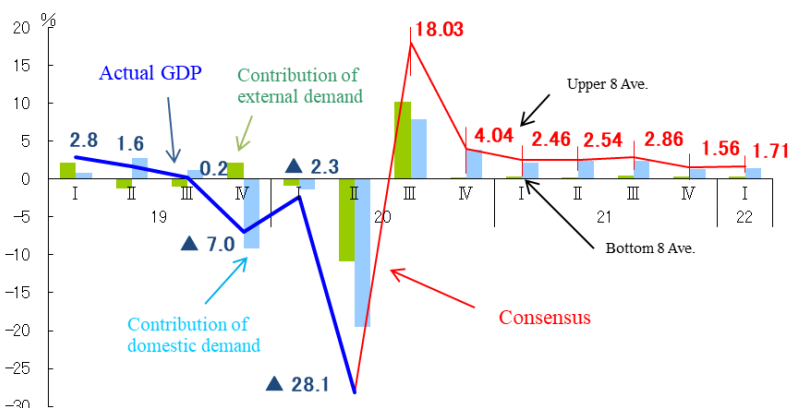


Real GDP Growth Outlook for 2020Q3 Revised Upward to 18.03%

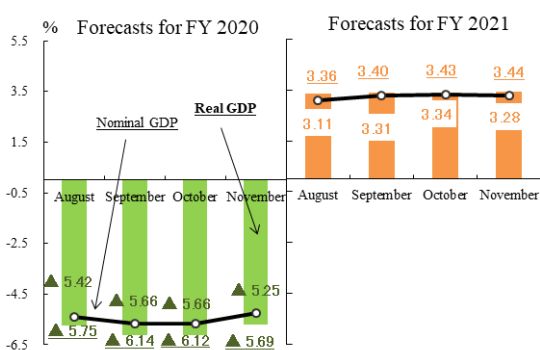
Real GDP (Quarterly)

Professional forecasters (34 forecasters surveyed) in Japan expect real GDP to grow at an annual rate of 18.03% last quarter, a positive growth for the first time in four quarters, and 4.04% this quarter. They predict growth around at 1-2% thereafter.



GDP Growth (FY)

The average rates of real GDP growth prediction are ▲5.69% in FY2020, and 3.44% in FY2021. The nominal figures for each fiscal year are ▲5.25%, and 3.28%, respectively.



Contribution	FY2020	FY2021
Domestic	▲4.4 (▲3.9/▲4.9)	2.6 (3.4/1.9)
Private	▲4.7 (▲4.1/▲5.1)	2.2 (3.1/1.4)
Public	0.3 (0.4/0.1)	0.3 (0.6/0.2)
External	▲1.3 (▲0.8/▲1.8)	0.8 (1.4/0.3)
Real GDP growth	▲5.69 (▲4.99/▲6.36)	3.44 (4.35/2.68)

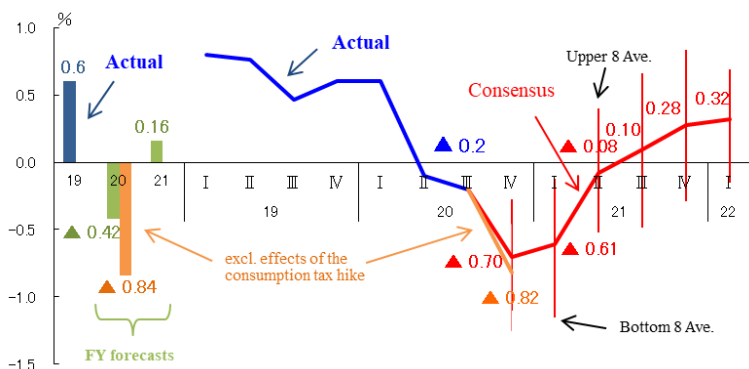
(Additional question) Forecasts for FY2022

Consensus: 1.46% (Upper 8 Ave.: 2.23%; Bottom 8 Ave.: 0.88%)

(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 ▲0.2% in the 3rd quarter of 2020 to ▲0.70% in the end of 2020, and increase slowly thereafter. Annual average core CPI is ▲0.42% in FY2020, and 0.16% in FY2021, decrease from 0.6% in FY2019. (Note) Core CPI: All items less fresh food.



(Additional question) Forecasts for FY2022

Consensus: 0.49%
(Upper 8 Ave.: 0.85%; Bottom 8 Ave.: 0.06%)

Next survey will be released on or around December 15.