

Economic Forecast: March 2014

	----- 2013 -----				----- 2014 -----				----- 2015 -----				2012	2013	2014	2015
	13.1	13.2	13.3	13.4	14.1	14.2	14.3	14.4	15.1	15.2	15.3	15.4				
National Income and Product Accounts (Chained 2009\$)																
<i>Percent Change: Quarterly SAAR, Annual Q4/Q4</i>																
Gross Domestic Product	1.1	2.5	4.1	2.4	2.0	2.7	3.0	3.0	2.8	2.6	2.4	2.5	2.0	2.5	2.7	2.6
Personal Consumption Expenditures	2.3	1.8	2.0	2.6	2.6	2.8	2.9	3.0	2.9	3.1	3.1	3.0	2.0	2.1	2.8	3.0
Residential Fixed Investment	12.5	14.2	10.3	-8.7	3.9	16.7	18.0	20.4	11.8	11.5	19.0	17.9	15.5	6.7	14.5	15.0
Business Fixed Investment	-4.6	4.7	4.8	7.3	2.5	5.6	4.7	4.5	4.5	4.8	4.7	4.6	5.0	3.0	4.3	4.7
Government Consumption & Investment	-4.2	-0.4	0.4	-5.6	3.5	0.8	-0.1	0.0	0.2	0.6	0.6	0.3	-1.1	-2.5	1.0	0.4
<i>Billions of Chained 2009\$</i>																
Net Exports	-422	-424	-420	-383	-376	-376	-363	-366	-375	-402	-444	-482	-431	-412	-371	-426
Change in Business Inventories	42	57	116	117	81	61	43	39	39	40	41	45	58	83	56	41
Income (Billions of Nominal \$)																
Disposable Personal Income	12,297	12,417	12,568	12,622	12,669	12,760	12,855	12,964	13,094	13,219	13,356	13,502	12,246	12,476	12,812	13,293
<i>Percent Change: Quarterly SAAR, Annual Q4/Q4</i>	-7.0	4.0	4.9	1.7	1.5	2.9	3.0	3.4	4.1	3.9	4.2	4.4	5.3	0.8	2.7	4.2
Price Indices																
<i>Percent Change: Quarterly SAAR, Annual Q4/Q4</i>																
GDP Price Index	1.3	0.6	2.0	1.6	1.3	1.1	2.0	1.6	1.7	1.8	2.0	2.0	1.8	1.4	1.5	1.9
Consumer Price Index	1.2	0.4	2.2	1.1	2.0	1.7	2.7	1.5	1.4	1.7	1.7	1.9	1.9	1.2	2.0	1.7
Consumer Price Index excl. Food & Energy	2.0	1.4	1.8	1.6	1.5	1.7	1.8	1.8	1.9	1.9	2.0	2.1	1.9	1.7	1.7	2.0
Employment																
Unemployment Rate (Percent)	7.7	7.5	7.3	7.0	6.5	6.4	6.3	6.2	6.2	6.1	6.1	6.0	8.1	7.4	6.4	6.1
Employment, Total Nonfarm Establishment Survey (Percent Change: Quarterly SAAR, Annual Q4/Q4)	1.9	1.8	1.6	1.8	1.5	1.8	1.8	1.9	1.9	2.0	2.0	1.9	1.7	1.8	1.7	1.9
Interest Rates (Percent)																
Federal Funds Rate	0.1	0.1	0.1	0.1	0.2	0.2	0.2	0.2	0.2	0.2	0.4	0.6	0.1	0.1	0.2	0.4
1-Year Treasury Note Yield	0.2	0.1	0.1	0.1	0.1	0.1	0.1	0.2	0.3	0.5	0.7	0.9	0.2	0.1	0.1	0.6
10-Year Treasury Bond Yield	2.0	2.0	2.7	2.7	2.8	2.8	2.8	2.9	3.0	3.1	3.2	3.3	1.8	2.4	2.8	3.2

March 10, 2014

Note: Interest rate forecasts are based on rates from February 28, 2014.

Note: Unshaded areas denote actuals. Shaded areas denote forecasts.

Sources: Actuals: Bureau of Economic Analysis, Bureau of Labor Statistics, Federal Reserve Board. Forecasts: Fannie Mae Economic and Strategic Research

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