

Economic Forecast: June 2011

	2009				2010				2011				2012				2009	2010	2011	2012	2013
	09.1	09.2	09.3	09.4	10.1	10.2	10.3	10.4	11.1	11.2	11.3	11.4	12.1	12.2	12.3	12.4					
Percent Change: Quarterly SAAR, Annual Q4/Q4 (unless noted)																					
Real GDP	-4.9	-0.7	1.6	5.0	3.7	1.7	2.6	3.1	1.8	2.2	3.1	2.7	3.4	3.2	3.3	3.3	0.2	2.8	2.5	3.3	3.6
Personal Consumption	-0.5	-1.6	2.0	0.9	1.9	2.2	2.4	4.0	2.2	1.8	2.3	2.3	2.4	2.6	2.5	2.5	0.2	2.6	2.1	2.5	2.7
Residential Investment	-36.2	-19.7	10.6	-0.8	-12.3	25.7	-27.3	3.3	-3.3	-2.8	5.0	20.5	31.9	20.6	14.8	16.8	-13.4	-4.6	4.4	20.8	19.9
Business Fixed Investment	-35.2	-7.5	-1.7	-1.4	7.8	17.2	10.0	7.7	3.4	8.9	10.4	11.7	10.9	12.3	11.0	10.0	-12.7	10.6	8.5	11.1	8.6
Net Exports (Bil. Chain 2000\$)	-389.2	-342.0	-390.8	-330.1	-338.4	-449.0	-505.0	-397.7	-398.5	-384.3	-394.6	-410.6	-413.8	-410.3	-403.6	-395.1	-363.0	-422.5	-397.0	-405.7	-370.3
Government Consumption & Investment	-3.0	6.1	1.6	-1.4	-1.6	3.9	3.9	-1.7	-5.1	0.3	0.0	0.9	-1.2	-1.2	-1.8	-1.0	0.8	1.1	-1.0	-1.3	0.4
Billions of Dollars																					
Change in Business Inventories	-125.8	-161.8	-128.2	-36.7	44.1	68.8	121.4	16.2	52.2	41.0	63.1	59.4	66.6	60.3	66.7	68.5	-113.1	62.6	53.9	65.5	66.4
Percent Change: Quarterly SAAR, Annual Q4/Q4 (unless noted)																					
GDP Price Index	1.1	0.3	0.7	-0.2	1.0	1.9	2.1	0.4	1.9	2.3	2.1	1.4	1.2	0.9	1.1	0.9	0.5	1.3	1.9	1.0	1.0
Consumer Price Index	-2.4	1.9	3.7	2.7	1.3	-0.5	1.4	2.6	5.2	4.2	2.3	2.0	1.4	1.6	2.1	1.8	1.5	1.2	3.4	1.7	1.7
Consumer Price Index (Quarterly YOY % Change, Annual YOY % Change)	-0.2	-1.0	-1.6	1.5	2.4	1.8	1.2	1.2	2.2	3.4	3.6	3.4	2.5	1.8	1.8	1.7	-0.3	1.6	3.1	2.0	1.8
Consumer Price Index excl. Food & Energy	1.6	2.2	1.4	1.7	0.0	0.8	1.1	0.6	1.7	2.0	2.0	2.7	1.8	1.7	2.1	1.9	1.7	0.6	2.1	1.9	1.7
Consumer Price Index excl. Food & Energy (Quarterly YOY % Change, Annual YOY % Change)	1.7	1.8	1.5	1.7	1.3	1.0	0.9	0.6	1.1	1.4	1.6	2.1	2.1	2.0	2.1	1.9	1.7	1.0	1.5	2.0	1.8
Industrial Production	-18.9	-11.5	5.3	5.6	8.1	7.1	6.7	3.1	4.6	2.6	4.9	4.0	2.6	2.0	1.5	2.1	-5.5	6.2	4.0	2.0	3.3
Percent																					
Unemployment Rate	8.2	9.3	9.7	10.0	9.7	9.6	9.6	9.6	8.9	8.9	8.8	8.8	8.9	8.8	8.7	8.6	9.3	9.6	8.9	8.8	8.4
Percent Change: Quarterly SAAR, Annual Q4/Q4																					
Employment, Total Nonfarm Establishment Survey	-6.5	-5.5	-3.0	-1.6	-0.3	2.0	-0.2	0.8	1.3	1.8	1.3	1.8	1.7	1.6	2.0	2.0	-4.2	0.5	1.6	1.8	2.2
Interest Rates, Percent																					
Fed Funds Rate	0.2	0.2	0.2	0.1	0.1	0.2	0.2	0.2	0.2	0.1	0.2	0.2	0.2	0.2	0.7	1.2	0.2	0.2	0.2	0.6	2.0
1-yr T-Note	0.6	0.5	0.4	0.3	0.4	0.4	0.3	0.3	0.3	0.2	0.3	0.3	0.4	0.5	0.7	0.9	0.5	0.3	0.3	0.6	1.4
10-yr T-Note	2.7	3.3	3.5	3.5	3.7	3.5	2.8	2.9	3.5	3.2	3.1	3.2	3.3	3.5	3.6	3.7	3.3	3.2	3.2	3.5	3.9
1-yr ARM rate	4.9	4.8	4.7	4.4	4.3	4.0	3.6	3.3	3.3	3.1	3.2	3.3	3.4	3.5	3.6	3.7	4.7	3.8	3.2	3.5	4.0
30-yr Fixed-Rate	5.1	5.0	5.2	4.9	5.0	4.9	4.4	4.4	4.8	4.7	4.7	4.8	4.9	5.0	5.1	5.2	5.0	4.7	4.8	5.0	5.4

June 10, 2011

Notes: Interest rate forecasts are based on rates from May 31, 2011.

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

Source: Actuals: Census, Bureau of Labor Statistics, Federal Reserve, Mortgage Bankers Association, National Association of REALTORS®, FHFA; Forecasts: Fannie Mae Economics and Mortgage Market Analysis

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