

## Economic Forecast: March 2012

	----- 2011 -----				----- 2012 -----				----- 2013 -----				2010	2011	2012	2013
	11.1	11.2	11.3	11.4	12.1	12.2	12.3	12.4	13.1	13.2	13.3	13.4				
<b>Percent Change: Quarterly SAAR, Annual Q4/Q4 (unless noted)</b>																
Real GDP	0.4	1.3	1.8	3.0	1.7	2.1	2.4	2.6	2.1	2.4	2.4	2.7	3.1	1.6	2.2	2.4
Personal Consumption	2.1	0.7	1.7	2.1	1.7	2.2	2.6	2.6	1.5	2.0	2.3	2.5	3.0	1.7	2.3	2.1
Residential Investment	-2.4	4.2	1.3	11.5	9.4	4.5	6.3	7.9	6.6	9.2	16.0	21.4	-6.3	3.5	7.0	13.2
Business Fixed Investment	2.1	10.3	15.7	2.8	7.2	9.5	6.8	6.5	6.0	4.8	5.3	5.7	11.1	7.6	7.5	5.5
Net Exports (Bil. Chain 2000\$)	-424.4	-416.4	-402.8	-404.4	-404.1	-411.8	-408.7	-409.1	-407.6	-386.2	-383.9	-376.1	-421.8	-412.0	-408.4	-388.4
Government Consumption & Investment	-5.9	-0.9	-0.1	-4.4	-0.7	-0.5	-1.9	-1.0	-0.7	-0.6	-0.3	-0.3	0.1	-2.8	-1.0	-0.5
<b>Billions of Dollars</b>																
Change in Business Inventories	49.1	39.1	-2.0	54.3	45.7	38.5	42.4	48.5	61.1	55.5	49.4	38.2	58.8	35.1	43.8	51.0
<b>Percent Change: Quarterly SAAR, Annual Q4/Q4 (unless noted)</b>																
GDP Price Index	2.5	2.5	2.6	0.9	1.6	1.4	1.2	1.5	1.8	2.1	1.6	1.9	1.6	2.1	1.4	1.9
Consumer Price Index	4.5	4.4	3.1	1.3	2.6	2.6	2.1	2.1	2.0	2.0	2.0	1.9	1.2	3.3	2.3	2.0
Consumer Price Index (Quarterly YOY % Change, Annual YOY % Change)	2.1	3.3	3.8	3.3	2.9	2.4	2.1	2.3	2.2	2.0	2.0	2.0	1.6	3.1	2.4	2.1
Consumer Price Index excl. Food & Energy	1.8	2.4	2.5	1.9	2.3	2.0	1.8	1.9	2.1	2.1	2.1	2.0	0.6	2.2	2.0	2.1
Consumer Price Index excl. Food & Energy (Quarterly YOY % Change, Annual YOY % Change)	1.1	1.5	1.9	2.2	2.3	2.2	2.0	2.0	2.0	2.0	2.1	2.1	1.0	1.7	2.1	2.0
Industrial Production	4.8	0.7	6.2	3.9	5.3	5.1	2.8	2.4	2.5	3.0	3.5	3.6	6.2	3.9	3.9	3.1
<b>Percent</b>																
Unemployment Rate	9.0	9.1	9.1	8.7	8.3	8.3	8.2	8.1	8.0	7.8	7.7	7.6	9.6	8.9	8.2	7.8
<b>Percent Change: Quarterly SAAR, Annual Q4/Q4</b>																
Employment, Total Nonfarm Establishment Survey	1.4	1.7	0.9	1.4	1.9	1.5	1.8	1.8	1.8	1.8	2.1	2.1	0.6	1.3	1.8	1.9
<b>Interest Rates, Percent</b>																
Fed Funds Rate	0.2	0.1	0.1	0.1	0.1	0.1	0.1	0.2	0.2	0.2	0.2	0.2	0.2	0.1	0.1	0.2
1-yr T-Note	0.3	0.2	0.1	0.1	0.2	0.2	0.2	0.3	0.3	0.3	0.4	0.5	0.3	0.2	0.2	0.4
10-yr T-Note	3.5	3.2	2.4	2.0	2.0	2.1	2.1	2.2	2.3	2.4	2.5	2.5	3.2	2.8	2.1	2.4
1-yr ARM rate	3.3	3.1	2.9	2.9	2.8	2.9	3.0	3.0	3.1	3.1	3.2	3.2	3.8	3.0	2.9	3.2
30-yr Fixed-Rate	4.8	4.7	4.3	4.0	3.9	4.0	4.1	4.1	4.2	4.3	4.3	4.4	4.7	4.5	4.1	4.3

March 12, 2012

Note: Interest rate forecasts are based on rates from February 29, 2012.

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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