

Economic Forecast: December 2012

	2011				2012				2013				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				
National Income and Product Accounts (Chained 2005\$)																
<i>Percent Change: Quarterly SAAR, Annual Q4/Q4</i>																
Gross Domestic Product	0.1	2.5	1.3	4.1	2.0	1.3	2.7	1.5	1.8	2.2	2.4	2.5	2.0	1.9	2.2	
Personal Consumption Expenditures	3.1	1.0	1.7	2.0	2.4	1.5	1.4	1.5	1.7	2.0	2.5	2.7	1.9	1.7	2.2	
Residential Fixed Investment	-1.4	4.1	1.4	12.1	20.5	8.5	14.2	19.1	14.5	11.0	10.1	10.1	3.9	15.5	11.4	
Business Fixed Investment	-1.3	14.5	19.0	9.5	7.5	3.6	-2.2	1.8	5.3	4.2	4.6	5.2	10.2	2.6	4.8	
Government Consumption & Investment	-7.0	-0.8	-2.9	-2.2	-3.0	-0.7	3.5	-2.5	-1.1	-1.1	-0.9	-0.9	-3.3	-0.7	-1.0	
<i>Billions of Chained 2005\$</i>																
Net Exports	-417	-400	-398	-418	-416	-407	-403	-390	-380	-382	-376	-379	-408	-404	-379	
Change in Business Inventories	30	28	-4	71	57	41	61	59	48	59	56	59	31	55	56	
Income (Billions of Nominal \$)																
Disposable Personal Income	11,484	11,542	11,573	11,598	11,776	11,862	11,923	12,021	11,989	12,084	12,185	12,280	11,549	11,896	12,135	
<i>Percent Change: Quarterly SAAR, Annual Q4/Q4</i>	7.7	2.0	1.1	0.9	6.3	2.9	2.1	3.3	-1.0	3.2	3.4	3.2	2.9	3.6	2.2	
Price Indices																
<i>Percent Change: Quarterly SAAR, Annual Q4/Q4</i>																
GDP Price Index	2.0	2.6	3.0	0.4	2.0	1.6	2.7	0.9	1.1	1.4	1.9	1.9	2.0	1.8	1.6	
Consumer Price Index	4.5	4.4	3.1	1.3	2.5	0.8	2.3	3.0	0.9	1.3	1.9	1.9	3.3	2.1	1.5	
Consumer Price Index excl. Food & Energy	1.8	2.4	2.5	1.9	2.1	2.6	1.5	1.8	1.6	1.8	2.0	2.0	2.2	2.0	1.9	
Employment																
Unemployment Rate (Percent)	9.0	9.1	9.1	8.7	8.2	8.2	8.1	7.8	7.6	7.6	7.4	7.4	8.9	8.1	7.5	
Employment, Total Nonfarm Establishment Survey (Percent Change: Quarterly SAAR, Annual Q4/Q4)	1.4	1.7	0.9	1.4	2.1	1.0	1.2	1.5	1.3	1.2	1.5	1.8	1.4	1.5	1.4	
Interest Rates (Percent)																
Federal Funds Rate	0.2	0.1	0.1	0.1	0.1	0.2	0.1	0.2	0.2	0.2	0.2	0.2	0.1	0.1	0.2	
1-Year Treasury Note Yield	0.3	0.2	0.1	0.1	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2	
10-Year Treasury Bond Yield	3.5	3.2	2.4	2.0	2.0	1.8	1.6	1.6	1.6	1.7	1.8	1.8	2.8	1.8	1.7	

December 10, 2012

Note: Interest rate forecasts are based on rates from November 30, 2012.

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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