

Economic Forecast: February 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	3.2	2.3	3.0	3.1	3.2	2.8	2.6	2.6	2.5	2.0	2.7	2.9	2.6
Personal Consumption Expenditures	2.3	1.8	2.0	3.3	2.7	2.8	2.9	3.0	3.0	3.2	3.0	3.1	2.0	2.3	2.9	3.1
Residential Fixed Investment	12.5	14.2	10.3	-9.8	6.3	20.7	20.9	21.6	11.2	10.9	17.8	17.0	15.5	6.3	17.2	14.2
Business Fixed Investment	-4.6	4.7	4.8	3.8	1.7	3.8	4.4	5.1	4.6	4.6	4.7	4.9	5.0	2.1	3.7	4.7
Government Consumption & Investment	-4.2	-0.4	0.4	-4.9	4.3	0.2	-0.1	0.0	0.2	0.7	0.6	0.3	-1.1	-2.3	1.1	0.4
<i>Billions of Chained 2009\$</i>																
Net Exports	-422	-424	-420	-370	-353	-336	-322	-323	-323	-343	-369	-406	-431	-409	-334	-360
Change in Business Inventories	42	57	116	127	86	69	54	45	37	34	28	30	58	85	63	32
Income (Billions of Nominal \$)																
Disposable Personal Income	12,297	12,417	12,568	12,614	12,678	12,772	12,894	13,014	13,157	13,282	13,412	13,551	12,246	12,474	12,839	13,350
<i>Percent Change: Quarterly SAAR, Annual Q4/Q4</i>	-7.0	4.0	5.0	1.5	2.0	3.0	3.9	3.8	4.5	3.9	4.0	4.2	5.3	0.7	3.2	4.1
Price Indices																
<i>Percent Change: Quarterly SAAR, Annual Q4/Q4</i>																
GDP Price Index	1.3	0.6	2.0	1.3	1.1	1.3	2.2	1.7	1.9	1.8	2.0	2.1	1.8	1.3	1.6	1.9
Consumer Price Index	1.4	0.0	2.6	0.9	2.9	2.5	2.8	1.6	1.6	1.8	1.8	2.0	1.9	1.2	2.4	1.8
Consumer Price Index excl. Food & Energy	2.1	1.4	1.8	1.6	1.8	1.9	1.8	1.9	2.0	2.0	2.1	2.2	1.9	1.7	1.9	2.0
Employment																
Unemployment Rate (Percent)	7.7	7.5	7.2	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	1.0	1.8	1.9	1.9	2.0	2.0	1.9	1.7	1.6	1.7	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	0.2	0.3	0.4	0.5	0.7	1.0	0.2	0.1	0.2	0.6
10-Year Treasury Bond Yield	2.0	2.0	2.7	2.7	2.8	2.8	2.9	3.0	3.1	3.2	3.3	3.4	1.8	2.4	2.9	3.3

February 10, 2014

Note: Interest rate forecasts are based on rates from January 31, 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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