



**Economic Forecast: June 2020**

	----- 2019 -----				----- 2020 -----				----- 2021 -----				2019	2020	2021
	19.1	19.2	19.3	19.4	20.1	20.2	20.3	20.4	21.1	21.2	21.3	21.4			
<b>Percent Change: Quarterly SAAR, Annual Q4/Q4</b>															
Gross Domestic Product	3.1	2.0	2.1	2.1	-5.0	-37.0	19.5	11.8	7.4	6.0	4.0	3.9	2.3	-5.4	5.3
Personal Consumption Expenditures (PCE)	1.1	4.6	3.2	1.8	-6.8	-40.3	31.1	14.6	2.4	4.1	4.9	4.5	2.7	-4.3	4.0
Residential Fixed Investment	-1.0	-3.0	4.6	6.5	18.5	-46.6	-0.4	5.4	6.0	9.9	11.3	11.0	1.7	-9.7	9.5
Business Fixed Investment	4.4	-1.0	-2.3	-2.4	-7.9	-26.8	-4.5	19.7	6.7	3.4	2.8	3.0	-0.4	-6.3	4.0
Government Consumption & Investment	2.9	4.8	1.7	2.5	0.8	-7.0	3.7	3.3	2.7	2.9	2.4	1.9	3.0	0.1	2.5
<b>Billions of Chained 2012\$</b>															
Net Exports	-944	-981	-990	-901	-816	-863	-785	-865	-862	-909	-1000	-1040	-954	-832	-953
Change in Business Inventories	116	69	69	13	-67	-163	-265	-277	-83	52	105	124	67	-193	49
<b>Percent Change: Quarterly YoY, Annual Q4/Q4</b>															
Consumer Price Index	1.6	1.8	1.8	2.0	2.1	0.3	0.0	-0.2	0.0	1.8	2.1	2.2	2.0	-0.2	2.2
Core Consumer Price Index (ex. Food & Energy)	2.1	2.1	2.3	2.3	2.2	1.2	0.7	0.4	0.2	1.2	1.5	1.6	2.3	0.4	1.6
PCE Chain Price Index	1.4	1.4	1.4	1.4	1.6	0.5	0.1	-0.2	-0.2	0.7	1.0	1.2	1.4	-0.2	1.2
Core PCE Chain Price Index (ex. Food & Energy)	1.6	1.6	1.7	1.6	1.7	0.9	0.4	0.2	0.1	1.0	1.2	1.4	1.6	0.2	1.4
<b>Change: Quarterly Mo. Avg., Thous., Annual Mil.</b>															
Employment, Total Nonfarm	162	142	184	209	44	-6390	1558	1054	750	600	500	450	2.1	-11.2	6.9
<i>Percent Change: Q4/Q4</i>													1.4	-7.4	4.9
<b>Percent</b>															
Unemployment Rate	3.9	3.6	3.6	3.5	3.8	13.3	11.5	9.4	7.9	7.1	6.5	6.0	3.7	9.5	6.9
Federal Funds Rate	2.4	2.4	2.2	1.6	1.3	0.1	0.1	0.1	0.1	0.1	0.1	0.1	2.2	0.4	0.1
1-Year Treasury Note Yield	2.5	2.3	1.8	1.6	1.1	0.2	0.2	0.1	0.1	0.2	0.2	0.2	2.1	0.4	0.2
10-Year Treasury Note Yield	2.7	2.3	1.8	1.8	1.4	0.7	0.7	0.7	0.7	0.7	0.8	0.8	2.1	0.9	0.8

June 10, 2020

Note: Interest rate forecasts are based on rates from May 29, 2020.

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

Note: Nonfarm employment numbers include temporary hiring for the 2020 decennial Census.

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

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