



**Economic Forecast: May 2021**

	2020				2021				2022				2020	2021	2022
	20.1	20.2	20.3	20.4	21.1	21.2	21.3	21.4	22.1	22.2	22.3	22.4			
<b>Percent Change: Quarterly SAAR, Annual Q4/Q4</b>															
Gross Domestic Product	-5.0	-31.4	33.4	4.3	6.4	9.2	6.3	5.9	3.8	2.9	2.3	2.2	-2.4	7.0	2.8
Personal Consumption Expenditures (PCE)	-6.9	-33.2	41.0	2.3	10.7	9.0	5.1	3.8	3.8	3.6	3.5	3.1	-2.7	7.1	3.5
Residential Fixed Investment	19.0	-35.6	63.0	36.6	10.8	7.4	5.0	-3.1	-5.8	-4.7	-2.3	-1.4	14.3	4.9	-3.6
Business Fixed Investment	-6.7	-27.2	22.9	13.1	9.9	6.0	5.3	5.7	5.5	5.0	4.3	4.3	-1.4	6.7	4.8
Government Consumption & Investment	1.3	2.5	-4.8	-0.8	6.3	9.8	-0.3	1.0	0.0	0.3	-0.8	-0.2	-0.5	4.1	-0.2
<b>Billions of Chained 2012\$</b>															
Net Exports	-788	-775	-1019	-1122	-1175	-1250	-1244	-1218	-1200	-1196	-1201	-1205	-926	-1222	-1200
Change in Business Inventories	-81	-287	-4	62	-85	-15	77	184	208	200	180	158	-77	40	187
<b>Percent Change: Quarterly YoY, Annual Q4/Q4</b>															
Consumer Price Index	2.1	0.4	1.3	1.2	1.9	3.4	2.8	2.7	2.3	2.1	2.1	2.2	1.2	2.7	2.2
Core Consumer Price Index (ex. Food & Energy)	2.2	1.3	1.7	1.6	1.4	2.5	2.0	2.2	2.5	2.5	2.6	2.7	1.6	2.2	2.7
PCE Chain Price Index	1.7	0.6	1.2	1.2	1.7	2.9	2.5	2.7	2.3	2.1	2.2	2.3	1.2	2.7	2.3
Core PCE Chain Price Index (ex. Food & Energy)	1.8	1.0	1.4	1.4	1.5	2.5	2.2	2.5	2.5	2.3	2.4	2.5	1.4	2.5	2.5
<b>Change: Quarterly Avg Mo. Chg, Thous., Annual Mil.</b>															
Employment, Total Nonfarm	-360	-4,333	1,342	213	513	697	817	708	525	330	270	235	-9.4	8.2	4.1
<i>Percent Change: Q4/Q4</i>													-6.0	5.2	3.0
<b>Percent</b>															
Unemployment Rate	3.8	13.0	8.8	6.8	6.2	5.9	5.1	4.6	4.1	3.9	3.8	3.8	8.1	5.4	3.9
Federal Funds Rate	1.3	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.4	0.1	0.1
1-Year Treasury Note Yield	1.1	0.2	0.1	0.1	0.1	0.1	0.1	0.1	0.2	0.3	0.4	0.5	0.4	0.1	0.4
10-Year Treasury Note Yield	1.4	0.7	0.7	0.9	1.3	1.7	1.7	1.8	1.9	1.9	2.0	2.1	0.9	1.6	2.0

May 10, 2021

Note: Interest rate forecasts are based on rates from April 30, 2021.

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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