

YRI Economic Forecasts

Yardeni Research, Inc.

January 5, 2019

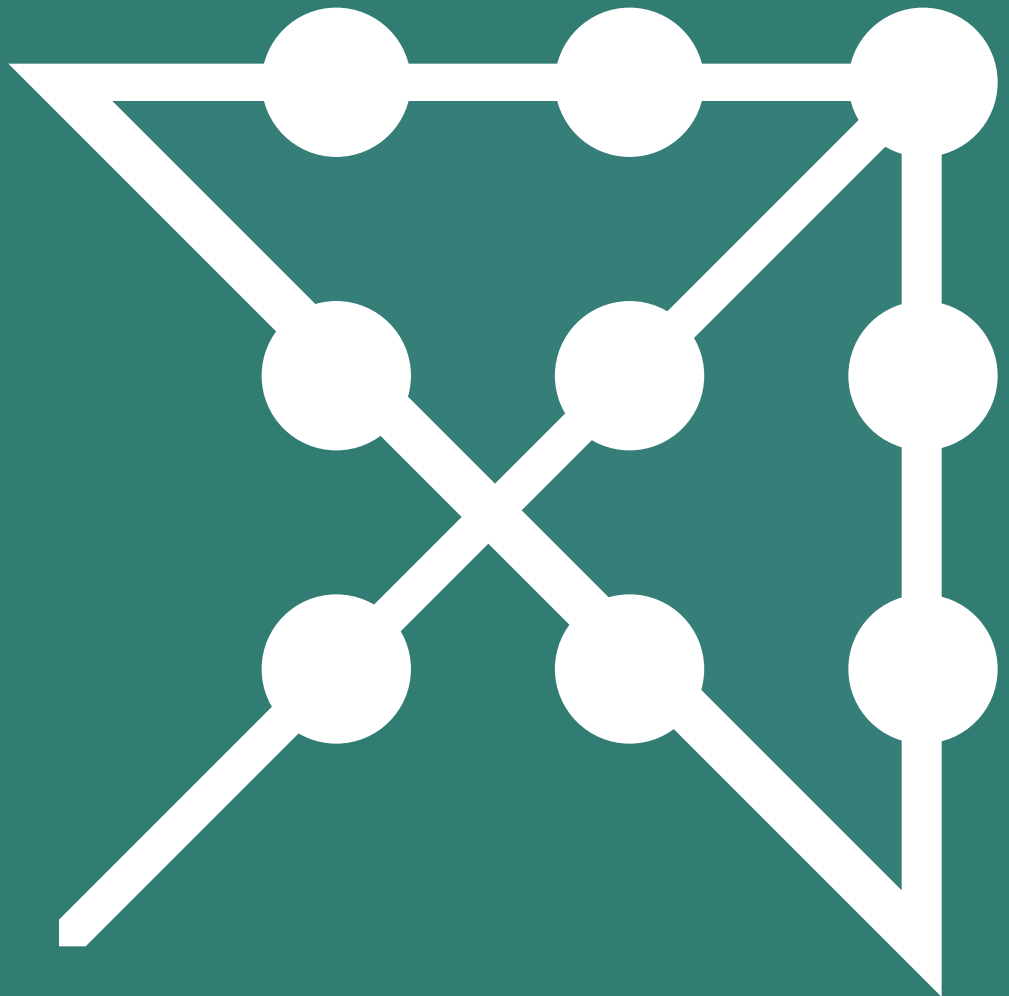
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thinking outside the box

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Figure A: Yardeni Research Economic Forecasts

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Figure A: Yardeni Research Economic Forecasts (1/3/2019)

Item (1)	2018				2019				2018e/	2019e/
	Q1a	Q2a	Q3a	Q4e	Q1e	Q2e	Q3e	Q4e	2017a	2018e
Real GDP	2.2	4.2	3.4	2.8	2.9	3.1	2.7	3.0	2.9	3.0
Final Sales	1.9	5.4	1.0	2.0	3.2	3.2	2.7	3.1	2.7	2.8
Gross Domestic Purchases	2.2	2.8	5.3	2.7	2.8	3.0	2.7	2.8	3.0	3.1
Finals Sales to Domestic Purchasers	1.9	4.0	2.9	2.6	3.0	3.1	2.6	2.9	2.9	2.9
Personal Consumption Expenditures	0.5	3.8	3.5	3.0	3.0	3.4	2.4	2.9	2.7	3.1
Durable Goods	-2.0	8.6	3.7	8.6	8.9	7.8	6.9	6.8	5.8	7.6
Nondurable Goods	0.1	4.0	4.6	2.8	2.1	3.7	1.9	2.2	2.8	2.9
Services	1.0	3.0	3.2	2.0	2.2	2.4	1.7	2.4	2.1	2.3
Nonresidential Fixed Investment	11.5	8.7	2.5	2.6	5.4	2.7	3.6	4.3	6.7	3.9
Structures	13.9	14.5	-3.4	0.4	7.5	1.8	0.7	2.9	5.3	2.9
Producers' Durable Equipment	8.5	4.6	3.4	2.5	2.5	2.2	3.1	4.3	7.2	2.9
Intellectual Property Products	14.1	10.5	5.6	4.0	8.1	3.9	6.1	5.1	7.1	5.9
Residential Fixed Investment	-3.4	-1.4	-3.5	-0.7	0.5	4.3	2.6	2.0	-0.1	0.7
Inventory Investment (billion dollars)	30.3	-36.8	89.8	94.8	84.8	80.8	82.8	77.8	44.5	81.6
Net Exports (billion dollars)	-902.4	-841.0	-949.7	-951.7	-954.0	-956.5	-960.0	-957.0	-911.2	-956.9
Total Government Purchases	1.5	2.5	2.6	1.7	1.8	2.3	2.7	1.6	1.6	2.1
Federal Government	2.6	3.6	3.5	2.3	2.6	3.2	3.9	2.0	2.7	3.0
State & Local Government	0.9	1.8	2.0	1.3	1.2	1.6	2.0	1.4	1.0	1.6
Real GDP (y/y)	2.6	2.9	3.0	3.1	3.3	3.0	2.9	2.9	3.1	2.9
Light Vehicle Sales (million units)	17.2	17.2	17.0	17.4	17.3	17.2	17.2	17.4	17.2	17.3
Housing Starts (million units)	1.3	1.3	1.2	1.2	1.2	1.3	1.3	1.3	1.3	1.3
Unemployment Rate (%)	4.1	3.9	3.8	3.7	3.6	3.6	3.5	3.4	3.9	3.5
Nonfarm Productivity	0.3	3.0	2.3	2.1	2.5	2.7	2.5	2.9	1.4	2.5
PCE Core Deflator	2.2	2.1	1.6	2.0	1.9	2.0	1.7	2.0	1.9	1.9
Fed Funds Target Rate (%)	1.63	1.88	2.13	2.38	2.38	2.38	2.38	2.38	2.00	2.38
10-Year Government Yield (%)	2.76	2.92	2.93	3.03	3.00	3.00	3.00	3.00	2.91	3.00

a=actual. e=estimate.

(1) Quarterly and annual average percent change.

Estimates based on limited information and are subject to frequent and large revisions as new information becomes available.

Source: Yardeni Research, Inc.

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