



Forecast Table – May 2020 – ‘Baseline’ Scenario

This table provides additional detail on key macroeconomic variables presented in the ‘baseline’ scenario in the May 2020 *Statement on Monetary Policy*.

Forecast Table – May 2020 – ‘Baseline’ Scenario^(a)

Percentage change over year to quarter shown^(b)

	Dec 2019	Jun 2020	Dec 2020	Jun 2021	Dec 2021	Jun 2022
Gross domestic product	2.2	-8	-6	7	6	5
Household consumption	1.2	-15	-9	13	9	5
Dwelling investment	-9.7	-17	-13	2	6	10
Business investment	-1.2	-8	-13	-6	4	8
Public demand	4.7	5	2	0	2	3
Gross national expenditure	1.2	-9	-7	7	7	5
Imports	-1.5	-14	-11	13	13	6
Exports	3.4	-10	-7	14	12	4
Real household disposable income	1.8	-8	-8	6	8	6
Terms of trade	-0.6	-4	-7	-9	-2	-2
Major trading partner (export-weighted) GDP	3.2	-6	0	10	5	4
Unemployment rate (quarterly, %)	5.2	10	9	8½	7½	6½
Employment	2.0	-7	-7	4	6	5
Wage price index	2.2	2	1½	1½	1¼	2
Nominal (non-farm) average earnings per hour	3.1	7¼	-¼	-5¼	2½	4
Trimmed mean inflation	1.6	1½	1¼	1¼	1¼	1½
Consumer price index	1.8	-1	¼	2¾	1¼	1½

(a) The cash rate is assumed to remain at its current level, with other elements of the Bank’s monetary stimulus package, including the 0.25 per cent target for the 3-year government bond yield, assumed to remain consistent with current settings. Other technical assumptions include the TWI at 57, A\$ at US\$0.64 and Brent crude oil price at US\$35 per barrel; shaded regions are historical data.

(b) Rounding varies: economic activity variables rounded to the nearest whole number; unemployment rate to the nearest half point; wages and prices variables to the nearest quarter point

Sources: ABS; CEIC Data; Refinitiv; RBA