FannieMae

Economic Forecast: October 2015

	14.1	14.2	14.3	14.4	15.1	15.2	15.3	15.4	16.1	16.2	16.3	16.4	2014	2015	2016
	--------------- 2014 ---------------				--------------- 2015 ---------------				--------------- 2016 ---------------						
National Income and Product Accounts (Chained 2009$)															
Percent Change: Quarterly SAAR, Annual Q4/Q4															
Gross Domestic Product	-0.9	4.6	4.3	2.1	0.6	3.9	1.7	2.7	2.6	2.5	2.3	2.4	2.5	2.2	2.4
Personal Consumption Expenditures	1.3	3.8	3.5	4.3	1.8	3.6	3.6	2.9	2.8	2.7	2.6	2.5	3.2	3.0	2.7
Residential Fixed Investment	-2.8	10.4	3.4	10.0	10.1	9.3	6.1	5.9	6.3	7.3	6.0	5.3	5.1	7.8	6.2
Business Fixed Investment	8.3	4.4	9.0	0.7	1.6	4.1	6.4	3.1	3.4	3.5	3.4	3.6	5.5	3.8	3.5
Government Consumption & Investment	0.0	1.2	1.8	-1.4	-0.1	2.6	0.6	1.1	0.5	0.7	0.9	1.0	0.4	1.1	0.8
Billions of Chained 2009$															
Net Exports	-434	-443	-429	-464	-541	-535	-548	-558	-563	-572	-588	-602	-443	-546	-581
Change in Business Inventories	37	77	80	78	113	114	52	60	61	60	63	66	68	85	62
Price Indices															
Percent Change: Quarterly SAAR, Annual Q4/Q4															
GDP Price Index	1.5	2.2	1.6	0.1	0.1	2.1	1.8	0.9	2.0	1.9	1.8	1.8	1.3	1.2	1.9
Consumer Price Index	2.1	2.4	1.2	-0.9	-3.1	3.0	1.8	0.4	2.2	2.1	2.0	2.0	1.2	0.5	2.1
Consumer Price Index (Quarterly YOY % Change, Annual YOY % Change)	1.4	2.1	1.8	1.2	-0.1	0.0	0.2	0.5	1.8	1.6	1.7	2.1	1.6	0.2	1.8
Consumer Price Index excl. Food & Energy	1.8	2.2	1.4	1.5	1.7	2.5	1.6	1.8	2.0	2.0	2.0	2.0	1.7	1.9	2.0
Consumer Price Index excl. Food & Energy (Quarterly YOY % Change, Annual YOY % Change)	1.6	1.9	1.8	1.7	1.7	1.8	1.8	1.9	2.0	1.8	1.9	2.0	1.7	1.8	1.9
Employment															
Unemployment Rate (Percent)	6.6	6.2	6.1	5.7	5.6	5.4	5.2	5.0	5.0	5.0	5.0	5.0	6.2	5.3	5.0
Employment, Total Nonfarm Establishment Survey (Percent Change: Quarterly SAAR, Annual Q4/Q4)	1.6	2.3	2.2	2.5	2.2	1.7	1.7	1.6	1.5	1.5	1.4	1.4	2.1	1.8	1.5
Interest Rates (Percent)															
Federal Funds Rate	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.3	0.5	0.6	0.8	0.1	0.1	0.5
1-Year Treasury Note Yield	0.1	0.1	0.1	0.1	0.2	0.3	0.3	0.5	0.7	0.8	0.9	1.0	0.1	0.3	0.9
10-Year Treasury Bond Yield	2.8	2.6	2.5	2.3	2.0	2.2	2.2	2.1	2.2	2.2	2.3	2.4	2.5	2.1	2.3

October 12, 2015

Note: Interest rate forecasts are based on rates from September 30, 2015.

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 & Strategic Research (ESR) Group