

FORECASTS

Year-on-year (%) change, unless otherwise specified

International economy

	2013	2014	2015	2016	2015 Q1	2015 Q2	2015 Q3	2015 Q4	2016 Q1	2016 Q2
GDP GROWTH										
Global¹	3.3	3.3	3.1	3.6	3.1	3.1	3.1	3.1	3.5	3.5
Developed countries	0.9	1.6	2.0	2.1	1.8	2.0	1.9	2.1	2.2	2.1
United States	1.5	2.4	2.5	2.5	2.9	2.7	2.0	2.4	2.8	2.3
Euro area	-0.2	0.9	1.5	1.8	1.2	1.5	1.7	1.7	1.7	1.8
Germany	0.4	1.6	1.6	1.9	1.1	1.6	1.9	1.7	1.8	1.9
France	0.7	0.2	1.0	1.4	0.9	1.0	1.0	1.2	0.9	1.4
Italy	-1.7	-0.4	0.7	1.2	0.2	0.7	1.0	1.2	1.1	1.1
Spain	-1.7	1.4	3.1	2.7	2.7	3.1	3.4	3.3	3.2	2.8
Japan	1.6	-0.1	0.9	1.1	-0.8	0.9	1.8	1.9	1.1	1.6
United Kingdom	2.2	2.9	2.5	2.3	2.7	2.4	2.3	2.4	2.5	2.4
Emerging countries	6.3	5.8	5.0	5.5	5.1	5.0	5.0	4.9	5.4	5.6
China	7.7	7.3	6.8	6.5	7.0	7.0	6.9	6.3	6.6	6.5
India ²	6.9	7.3	7.1	7.2	7.5	7.0	7.0	7.2	7.2	7.2
Indonesia	5.6	5.0	4.9	5.5	4.7	4.7	5.0	5.1	5.2	5.4
Brazil	2.7	0.1	-2.3	-0.6	-1.6	-2.6	-3.0	-2.2	-2.4	-0.5
Mexico	1.4	2.1	2.5	3.3	2.6	2.2	2.5	2.6	2.9	3.2
Chile	4.2	1.9	2.3	3.2	2.5	1.9	2.4	2.2	2.0	3.5
Russia	1.3	0.6	-3.7	-0.2	-2.2	-4.6	-4.2	-3.8	-1.5	-0.2
Turkey	4.2	3.0	3.1	3.3	2.5	3.8	3.2	3.0	2.7	3.2
Poland	1.7	3.5	3.5	3.7	3.4	3.6	3.5	3.6	3.7	3.6
South Africa	2.3	1.6	1.9	2.4	2.0	1.5	2.0	2.1	2.2	2.3
INFLATION										
Global¹	3.6	3.3	3.2	3.6	2.7	3.2	3.2	3.5	3.7	3.7
Developed countries	1.4	1.3	0.3	1.5	0.1	0.1	0.1	0.7	1.6	1.4
United States	1.5	1.6	0.2	1.8	-0.1	0.0	0.1	0.6	1.9	1.7
Euro area	1.4	0.4	0.2	1.3	-0.3	0.2	0.1	0.8	1.4	1.2
Germany	1.6	0.8	0.2	1.3	-0.1	0.4	0.0	0.5	1.3	1.1
France	1.0	0.6	0.2	1.2	-0.2	0.3	0.1	0.6	1.2	1.0
Italy	1.3	0.2	0.2	1.2	-0.1	0.1	0.3	0.6	1.1	1.0
Spain	1.4	-0.2	-0.4	1.3	-1.0	-0.3	-0.4	0.1	1.3	0.9
Japan ³	0.4	2.7	0.9	1.3	2.3	0.5	0.2	0.7	1.4	1.1
United Kingdom	2.6	1.5	0.2	1.4	0.1	0.0	0.0	0.5	0.9	1.3
Emerging countries	4.4	3.8	4.1	4.1	3.0	4.5	4.5	4.6	4.2	0.0
China	2.6	2.0	1.5	2.1	1.2	1.4	1.7	1.9	1.8	2.4
India	10.7	6.6	5.0	5.7	5.3	5.1	3.9	5.8	7.0	6.2
Indonesia	6.4	6.4	6.2	4.3	6.5	7.1	7.1	4.3	3.9	4.3
Brazil	6.2	6.3	8.7	6.2	7.7	8.5	9.5	9.2	7.0	6.5
Mexico	3.8	4.0	2.9	3.3	3.1	2.9	2.6	3.0	3.3	3.5
Chile	2.1	4.4	4.5	3.7	4.4	4.2	4.8	4.5	4.5	4.0
Russia	6.8	7.8	15.0	6.6	16.2	15.8	15.7	12.5	8.0	7.0
Turkey	7.5	8.9	7.3	6.5	7.5	7.7	7.3	6.8	6.5	6.2
Poland	1.2	0.2	-0.6	1.7	-1.2	-0.8	-0.8	0.6	1.4	1.5
South Africa	5.8	6.1	5.1	6.1	4.1	4.6	5.1	6.6	7.4	6.2

Notes: 1. In purchasing power parity. 2. Annual figures represent the fiscal year. 3. Takes into account the consumption tax hike introduced in April 2014.

Forecasts

Spanish economy

	2013	2014	2015	2016	2015 Q1	2015 Q2	2015 Q3	2015 Q4	2016 Q1	2016 Q2
Macroeconomic aggregates										
Household consumption	-3.1	1.2	3.0	2.5	2.5	3.0	3.3	3.1	3.1	2.6
General government consumption	-2.8	0.0	1.9	0.1	1.3	1.7	1.9	2.6	0.3	0.6
Gross fixed capital formation	-2.4	3.5	6.2	4.5	6.0	6.1	6.6	6.1	5.7	4.4
Capital goods	5.6	12.3	9.1	5.6	9.6	9.2	9.0	8.5	8.1	5.7
Construction	-8.9	-1.7	5.1	3.8	5.0	5.1	5.5	4.8	4.0	3.5
Domestic demand (contr. Δ GDP)	-2.8	1.3	3.3	2.4	2.8	3.2	3.5	3.5	3.0	2.5
Exports of goods and services	4.3	5.1	5.4	5.9	5.9	6.2	4.2	5.4	5.7	5.9
Imports of goods and services	-0.3	6.4	6.4	5.1	7.1	7.0	5.0	6.6	5.6	5.2
Gross domestic product	-1.7	1.4	3.1	2.7	2.7	3.1	3.4	3.3	3.2	2.8
Other variables										
Employment	-3.2	1.2	3.0	2.5	2.8	2.9	3.1	3.1	2.9	2.5
Unemployment rate (% labour force)	26.1	24.4	22.2	20.3	23.8	22.4	21.2	21.3	21.6	20.4
Consumer price index	1.4	-0.2	-0.4	1.3	-1.0	-0.3	-0.4	0.1	1.3	0.9
Unit labour costs	-0.4	-0.4	0.5	0.9	0.9	-0.1	0.0	1.0	-0.3	1.5
Current account balance (cum., % GDP) ¹	1.5	1.0	1.9	1.7	1.2	1.4	1.6	1.9	1.8	1.8
Net lending or borrowing rest of the world (cum., % GDP) ¹	2.1	1.4	2.5	2.3	1.5	1.8	2.2	2.5	2.4	2.4
Fiscal balance (cum., % GDP) ¹	-6.8	-5.8	-4.8	-3.3	-5.8	-5.3				

Financial markets

INTEREST RATES										
Dollar										
Fed Funds	0.25	0.25	0.25	0.79	0.25	0.25	0.25	0.25	0.50	0.75
3-month Libor	0.27	0.23	0.32	0.96	0.26	0.28	0.31	0.44	0.64	0.85
12-month Libor	0.68	0.56	0.81	1.48	0.66	0.73	0.82	1.02	1.22	1.39
2-year government bonds	0.30	0.44	0.71	1.57	0.58	0.59	0.67	1.01	1.30	1.48
10-year government bonds	2.33	2.53	2.23	3.06	1.97	2.16	2.22	2.58	2.87	3.00
Euro										
ECB Refi	0.54	0.16	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05
3-month Euribor	0.22	0.21	-0.01	-0.04	0.05	-0.01	-0.03	-0.05	-0.05	-0.05
12-month Euribor	0.54	0.48	0.18	0.17	0.26	0.17	0.16	0.14	0.14	0.14
2-year government bonds (Germany)	0.13	0.05	-0.23	-0.19	-0.18	-0.22	-0.24	-0.26	-0.25	-0.25
10-year government bonds (Germany)	1.62	1.23	0.51	0.73	0.35	0.53	0.69	0.47	0.40	0.50
EXCHANGE RATES										
\$/€	1.33	1.33	1.11	1.04	1.13	1.11	1.11	1.10	1.06	1.02
¥/€	129.65	140.42	134.72	129.69	134.30	134.25	135.82	134.53	133.58	128.79
£/€	0.85	0.81	0.73	0.71	0.74	0.72	0.72	0.73	0.73	0.71
OIL										
Brent (\$/barrel)	108.47	99.45	56.16	63.59	55.19	63.43	51.10	54.89	61.16	63.20
Brent (€/barrel)	81.68	74.54	50.80	61.30	49.07	57.32	46.00	50.08	57.63	61.83

Note: 1. Four quarter cumulative.

Forecasts

Foreign sector

Cumulative balance over the last 12 months in billions of euros, unless otherwise specified

	2013	2014	2014 Q3	2014 Q4	2015 Q1	2015 Q2	07/15	08/15
Trade of goods								
Exports (year-on-year change)	5.2	2.5	4.8	4.3	4.4	5.4	8.9	-0.8
Imports (year-on-year change)	-1.3	5.7	7.3	5.0	2.5	5.8	6.4	1.5
Current balance	15.6	10.2	7.5	10.2	12.1	15.0	16.2	15.8
Goods and services	33.5	26.0	25.6	26.0	27.4	27.6	28.2	27.9
Primary and secondary income	-17.9	-15.7	-18.1	-15.7	-15.3	-12.6	-12.0	-12.1
Net lending (+) / borrowing (-) capacity	22.3	14.7	13.4	14.7	15.6	19.1	21.0	21.1

Source: CaixaBank Research, based on data from the Department of Customs and Special Taxes and Bank of Spain.

Public sector

Percentage GDP, cumulative in the year, unless otherwise specified

	2013	2014	2014 Q4	2015 Q1	2015 Q2	07/15	08/15	09/15
Net lending (+) / borrowing (-) capacity	-6.8	-5.8	-5.9	-0.7	-2.9	-	-	...
Central government ¹	-4.9	-3.9	-3.9	-1.0	-2.1	-2.4	-2.6	-2.4
Autonomous regions	-1.5	-1.7	-1.7	-0.2	-0.8	-0.7	-0.7	...
Local government	0.5	0.6	0.6	0.1	0.2	-	-	...
Social Security	-1.1	-1.0	-1.1	0.3	-0.4	-0.2	-0.3	...
Public debt (% GDP)	93.8	99.4	99.4	99.8	99.5

Note: 1. Includes measures related to bank restructuring but does not include other central government bodies.

Source: CaixaBank Research, based on data from the IGAE, Ministry of Taxation and Bank of Spain.

Financing and deposits of non-financial sectors

Year-on-year change (%), unless otherwise specified

	2013	2014	2014 Q3	2014 Q4	2015 Q1	2015 Q2	07/15	08/15	Balance 08/15 ¹
Financing of non-financial sectors²									
Private sector	-7.4	-6.2	-5.7	-5.9	-4.8	-4.2	-4.0	-4.4	1,658.3
Non-financial firms	-9.2	-7.0	-6.2	-6.9	-5.4	-4.6	-4.2	-5.0	927.4
Households ³	-5.0	-5.1	-5.0	-4.6	-4.1	-3.7	-3.6	-3.6	730.9
General government ⁴	16.8	6.9	5.9	6.7	5.1	4.2	3.5	4.0	1,050.5
TOTAL	-0.5	-1.8	-1.7	-1.5	-1.2	-1.1	-1.2	-1.3	2,708.3
Liabilities of financial institutions due to firms and households									
Total deposits	2.1	-0.9	-1.2	-1.7	-1.3	-1.2	-1.0	-1.4	1,157.6
On demand deposits	4.2	10.8	13.6	14.8	17.9	19.5	19.7	17.4	365.3
Savings deposits	-0.1	5.8	6.9	6.8	10.5	12.3	13.6	13.1	243.3
Term deposits	1.7	-7.6	-9.4	-11.3	-13.5	-15.5	-16.1	-15.9	526.9
Deposits in foreign currency	16.8	1.1	0.3	5.2	8.9	10.5	6.0	5.0	22.1
Rest of liabilities ⁵	-16.8	-8.2	-6.8	-6.8	-11.4	-11.5	-16.1	-16.3	98.5
TOTAL	-0.2	-1.7	-1.7	-2.2	-2.3	-2.2	-2.4	-2.7	1,256.1
NPL ratio (%)⁶	13.6	12.5	13.0	12.5	12.1	11.0	10.9	11.0	-
Coverage ratio (%)⁶	58.0	58.1	59.1	58.1	58.5	60.0	60.3	60.5	-

Notes: 1. Billion euros. 2. Resident in Spain. 3. Including NPISH. 4. Total liabilities (consolidated). Liabilities between different levels of government are deduced. 5. Aggregate balance according to supervision statements. Includes asset transfers, securitized financial liabilities, repos and subordinated deposits. 6. Data end of period.

Source: CaixaBank Research, based on data from the Bank of Spain.