

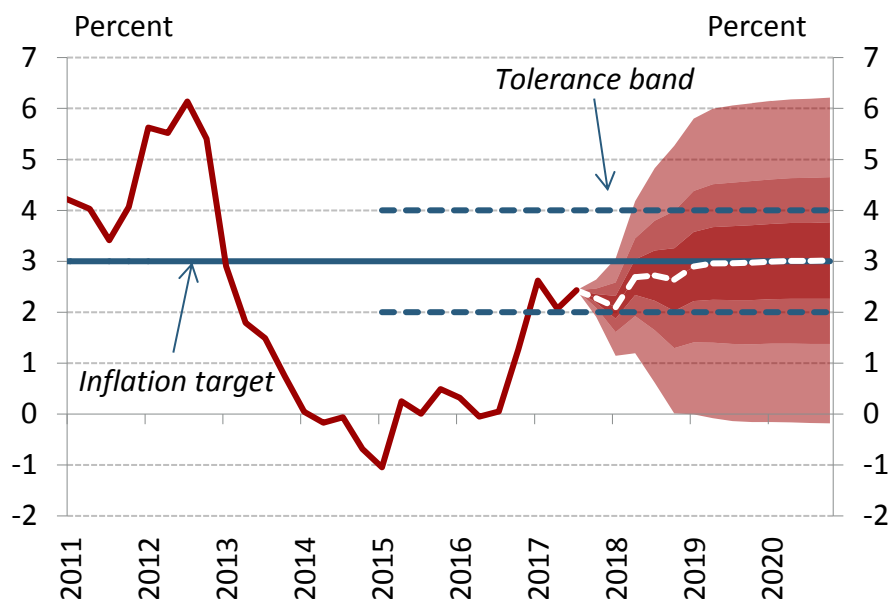
## Baseline inflation and GDP projection of the December 2017 Inflation Report

The projections are based on information available for the period ending **14 December 2017**. Our forecast was based on **assumption of endogenous monetary policy**.

|   | 2016 | 2017 | 2018 | 2019 | 2020 |
|---|------|------|------|------|------|
| <b>Inflation</b> (percent)                    | 0.4  | 2.3  | 2.5  | 2.9  | 3.0  |
| <b>Economic growth</b> (percent) <sup>1</sup> | 2.2  | 3.9  | 3.9  | 3.2  | 2.7  |

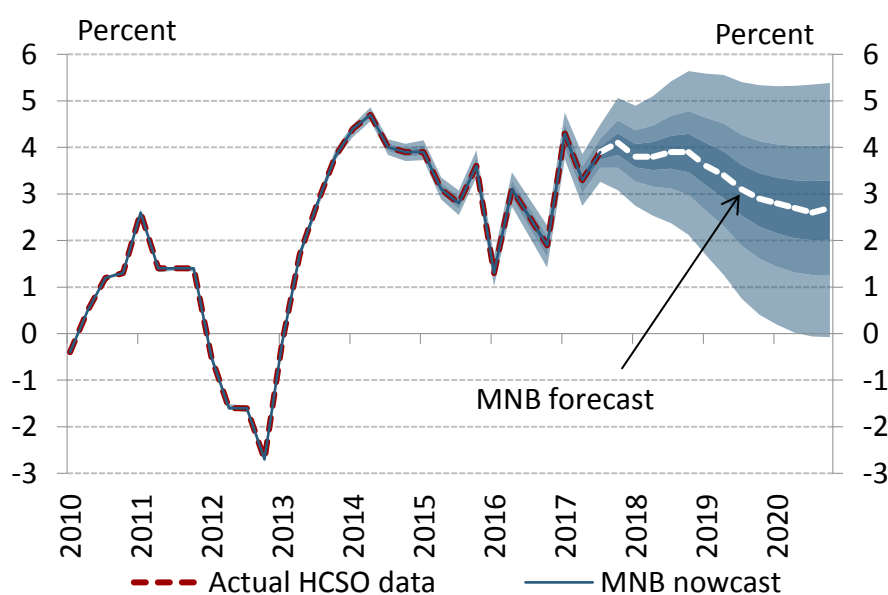
Note: <sup>1</sup> The baseline forecast is based on backcast and nowcast adjusted by anticipated revisions.

### Inflation projection fan chart



Note: The forecast for inflation presented in the fan chart shows the expected profile of CPI at the 12-quarter horizon.

### GDP projection fan chart (annual rate of change)



Note: The baseline forecast is based on backcast and nowcast adjusted by anticipated revisions. The expected revision is below 0.1 percentage point in the first three quarters of 2017. The forecast for GDP growth presented in the fan chart shows the expected profile of growth at the 12-quarter horizon.