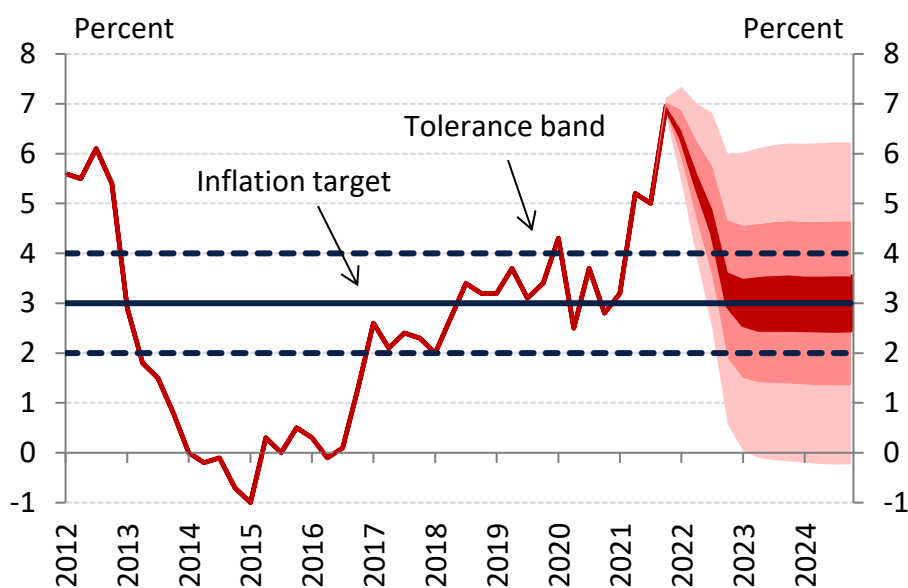


Baseline inflation and GDP projection of the December 2021 Inflation Report

The fourth wave of the pandemic and the emergence of new virus variants increased the risks surrounding the recovery. Due to this situation, we prepared forecast ranges. We took decision-makers' risk perception and the volatility of macroeconomic time series into account when determining the bands. The projections are based on information available for the period ending **11 December 2021**. Our forecast was based on **assumption of endogenous monetary policy**.

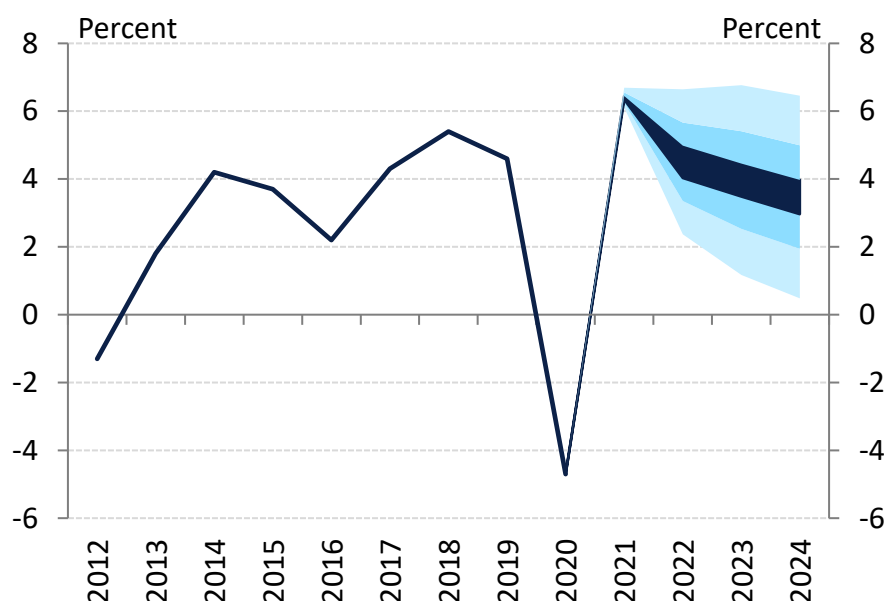
	2020	2021	2022	2023	2024
Inflation (percent)	3.3	5.1	4.7 – 5.1	2.5 – 3.5	2.5 – 3.5
Economic growth (percent)	-4.7	6.3 – 6.5	4.0 – 5.0	3.5 – 4.5	3.0 – 4.0

Inflation projection fan chart
(based on unadjusted data)



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: Based on unadjusted data. The forecast for GDP growth presented in the fan chart shows the expected profile of growth at the 3-year horizon.