

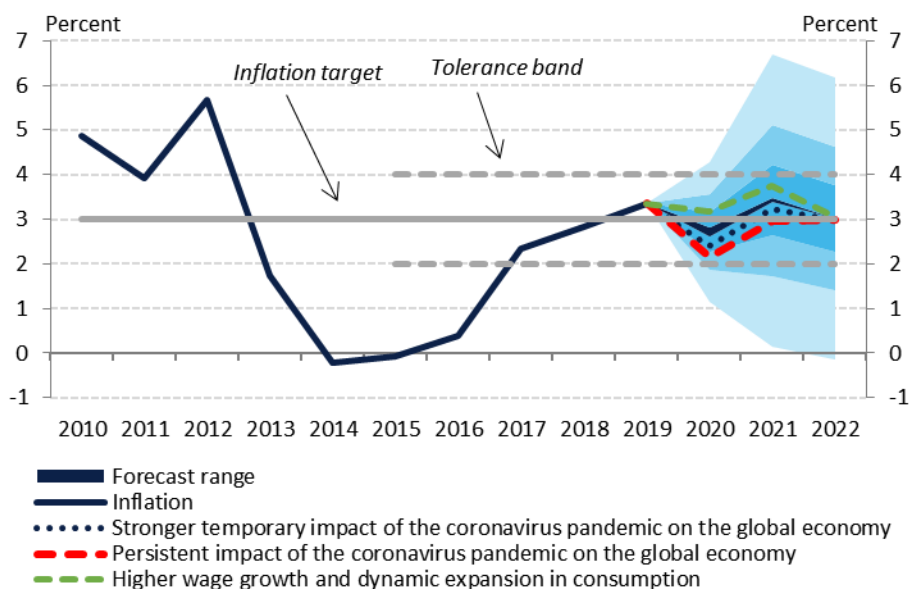
Baseline inflation and GDP projection of the March 2020 Inflation Report

The projections are based on information available for the period ending **19 March 2020**. Our forecast was based on **assumption of endogenous monetary policy**.

Due to the coronavirus pandemic economic prospects have become much more uncertain than previously, where conditions change from day to day. In view of the situation we have temporarily suspended the practice of structuring our forecast around a preferential baseline scenario. Our current forecast indicates a range for each variable, which was defined on the basis of two equally ranked scenarios. We emphasize that the projections are based on information available for the period ending 19 March 2020. Due to the increased uncertainty caused by the epidemic in addition to our baseline scenario we also present the alternative scenarios voted by the Monetary Council.

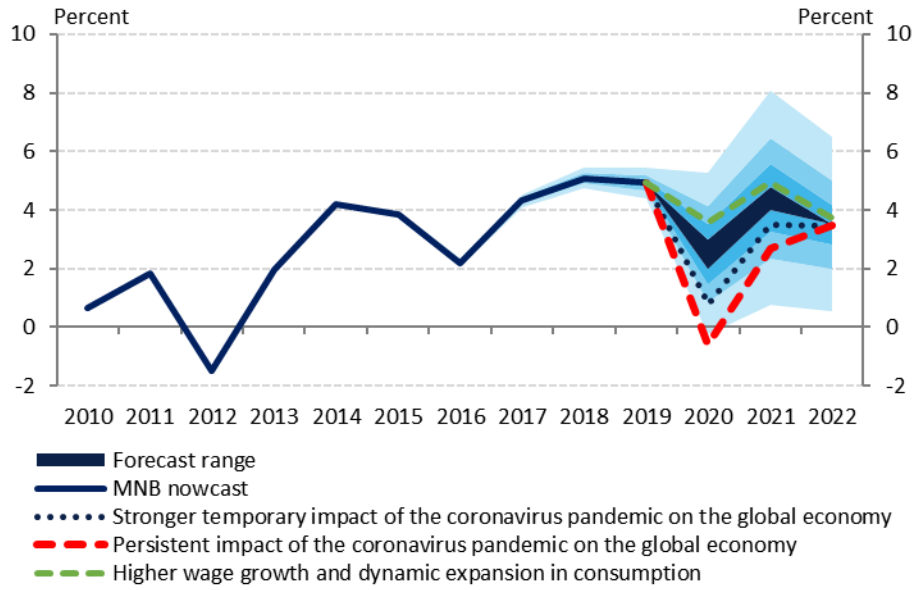
	2019	2020	2021	2022
Inflation (percent)	3.4	2.6 – 2.8	3.4 – 3.5	3.0
Economic growth (percent)	4.9	2.0 – 3.0	4.0 – 4.8	3.5

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 3 years horizon.

GDP projection fan chart
(annual rate of change, based on unadjusted data)



Note: The forecast for GDP growth presented in the fan chart shows the expected profile of growth at the 3 years horizon.