

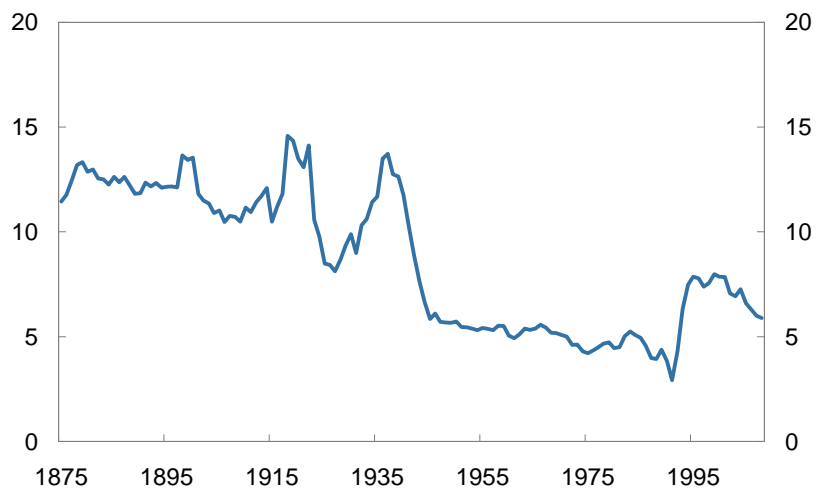
Monetary Policy Report 1/09

*Governor Svein Gjedrem
London, 26 March 2009*

 NORGES BANK

Norwegian banks' equity capital¹⁾

Per cent of total assets. 1875 - 2008



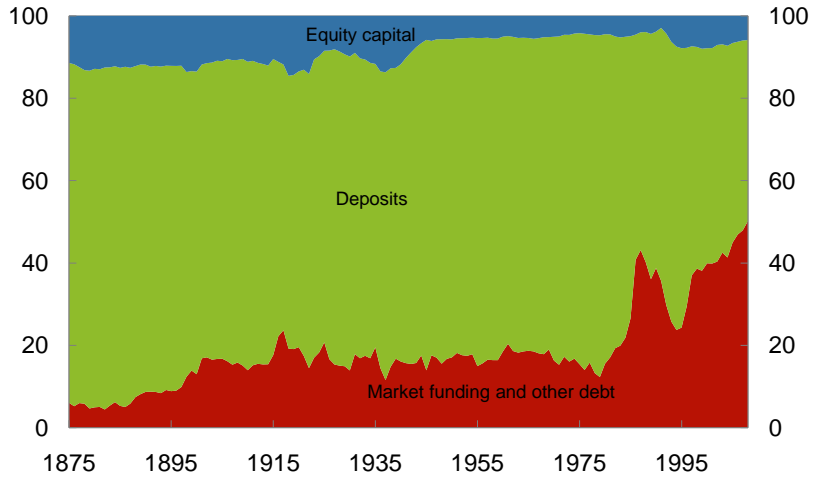
1) Includes savings and commercial banks

Sources: Klovland (2007), Statistics Norway and Norges Bank

 NORGES BANK

Norwegian banks' sources of funding in Norway¹⁾

Per cent of total assets. 1875 - 2008

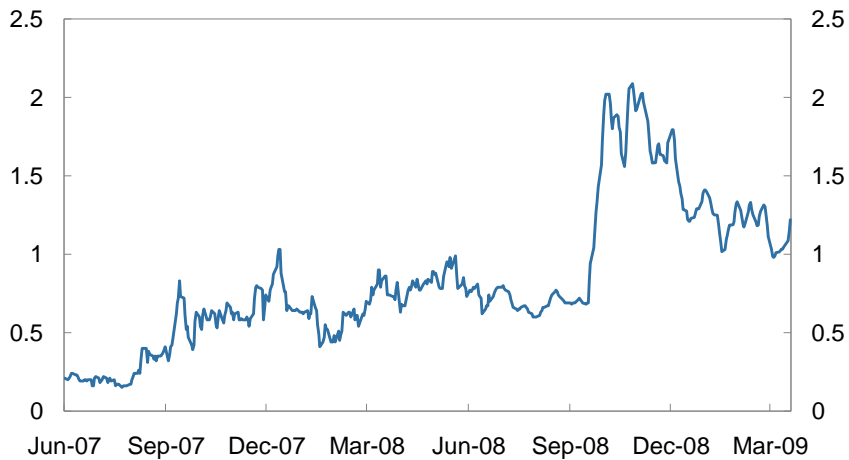


1) Includes savings and commercial banks

Sources: Klovland (2007), Matre (1992), Statistics Norway and Norges Bank

Premium in 3-month money market rate

Difference between 3-month money market rate and expected key policy rate. June 2007 – March 2009. Percentage points.

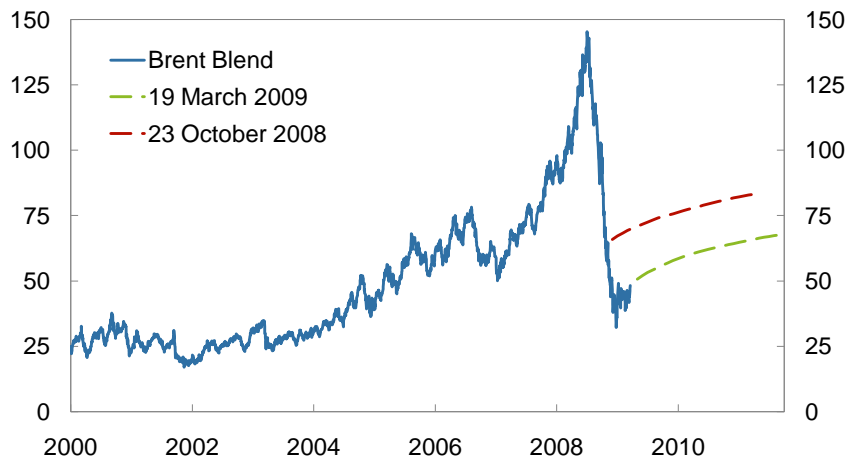


Sources: Bloomberg, Thomson Reuters and Norges Bank

Oil price (Brent Blend)

USD per barrel. 3 January 2000 – 19 March 2009.

Futures prices (broken lines) 23 October 2008 and 19 March 2009



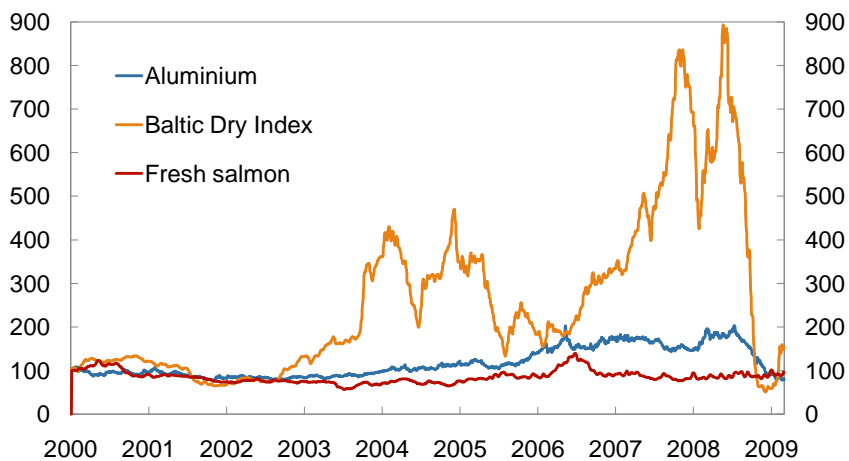
Source: Thomson Reuters

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Commodity prices

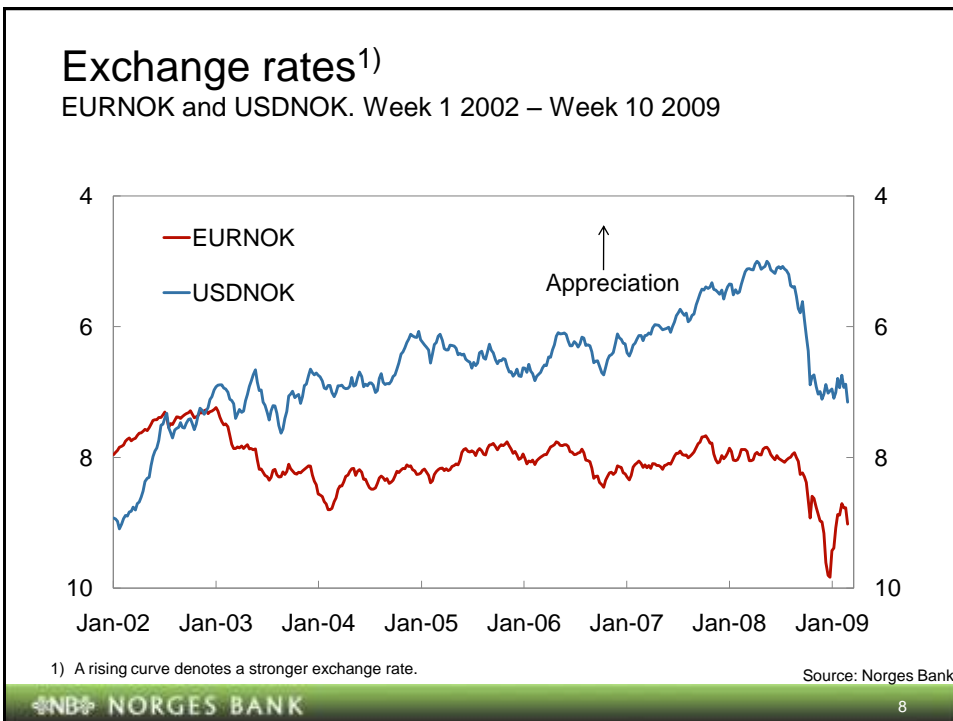
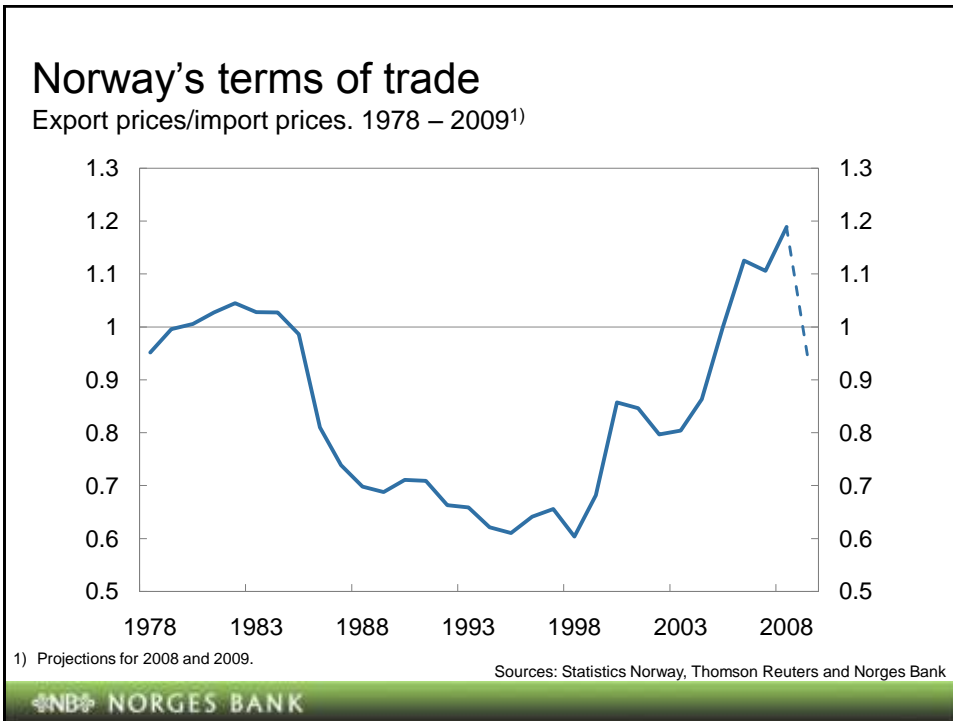
USD. Index. 3 January 2000 = 100. 3 January 2000 – 19 March 2009



Source: Thomson Reuters

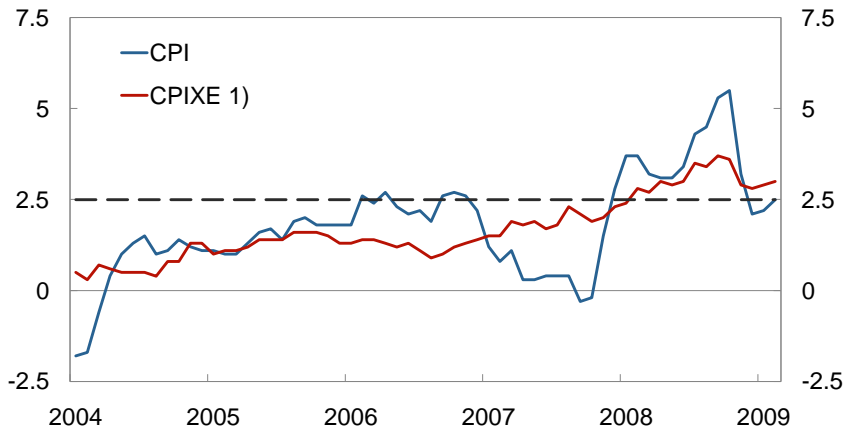
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Consumer prices

12-month change. Per cent. January 2004 – February 2009

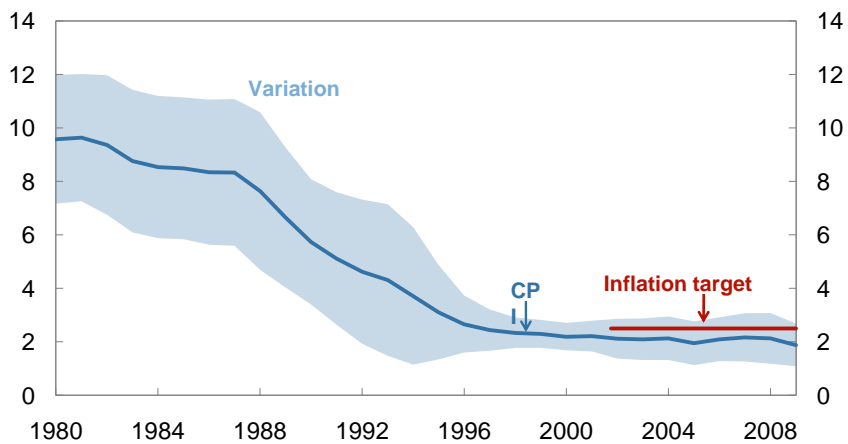


1) CPI adjusted for tax changes and excluding temporary changes in energy prices. See Staff Memo 2008/7 from Norges Bank for a description of the CPIXE.

Sources: Statistics Norway and Norges Bank

Inflation

Moving 10-year average¹⁾ and variation²⁾ in CPI³⁾. Per cent. 1980 - 2009



1) The moving average is calculated 7 years back and 2 years ahead.

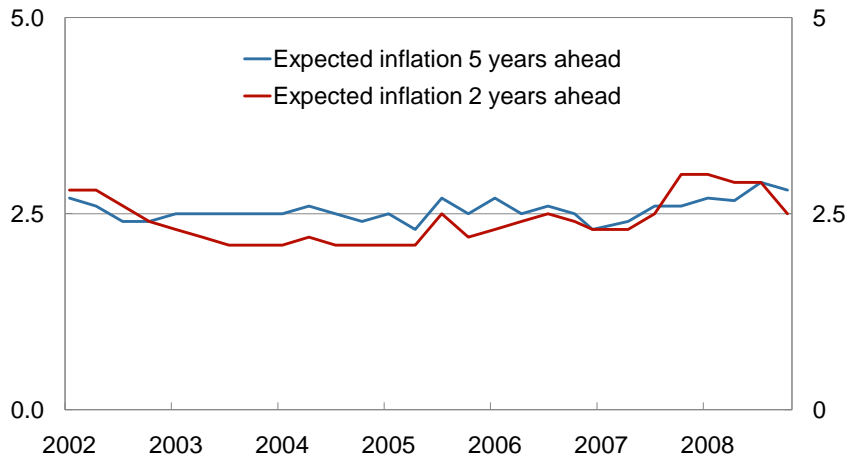
2) The band around the CPI is the variation in the CPI adjusted for tax changes and excluding energy products in the average period, measured by +/- one standard deviation

3) Estimated based on projections for 2009 – 2011 from MPR 1/09

Sources: Statistics Norway and Norges Bank

Expected consumer price inflation 2 and 5 years ahead¹⁾

Per cent. 2002 Q2 – 2009 Q1

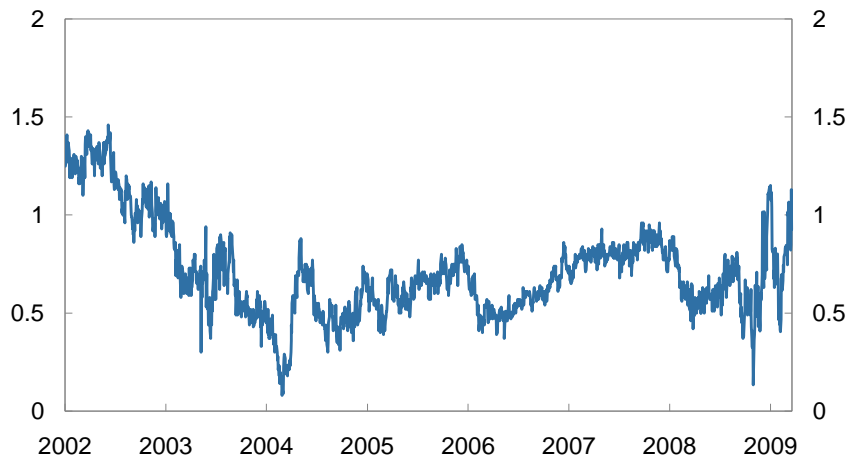


1) Average of expectations of employer/employee organisations and experts (financial industry experts, macro analysts and academics)

Sources: TNS Gallup and Perduco

Differential between long-term forward interest rates in Norway and the euro area¹⁾

Percentage points. 1 January 2002 – 19 March 2009



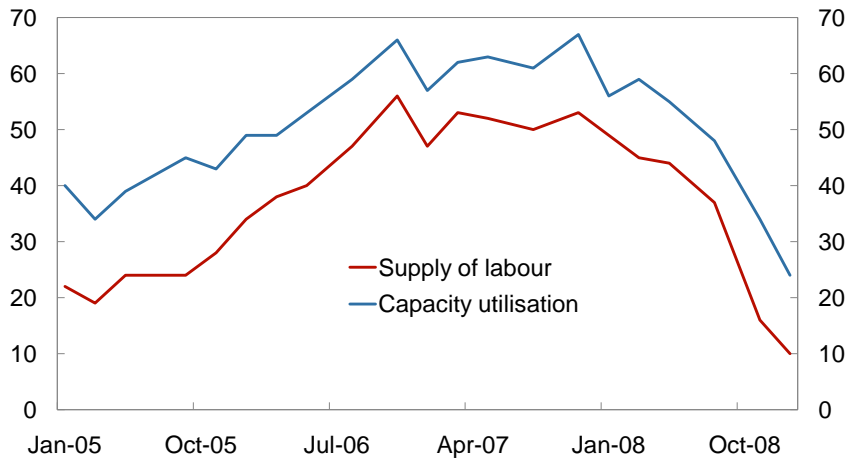
1) 5-year forward rates 5 years ahead.

Sources: Thomson Reuters and Norges Bank

Capacity utilisation and supply of labour

Norges Bank's regional network. Share that will have problems accommodating an increase in demand. Per cent.

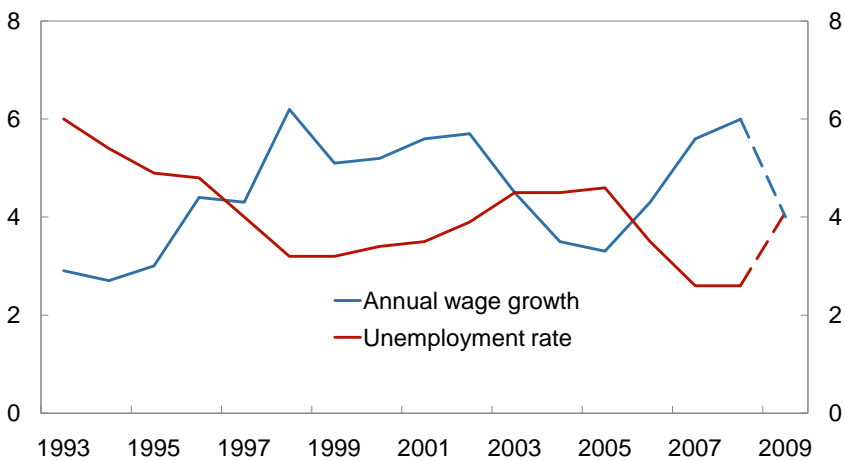
January 2005 – January 2009



Source: Norges Bank

Annual wage growth¹⁾ and LFS unemployment

Per cent. 1993 – 2009²⁾



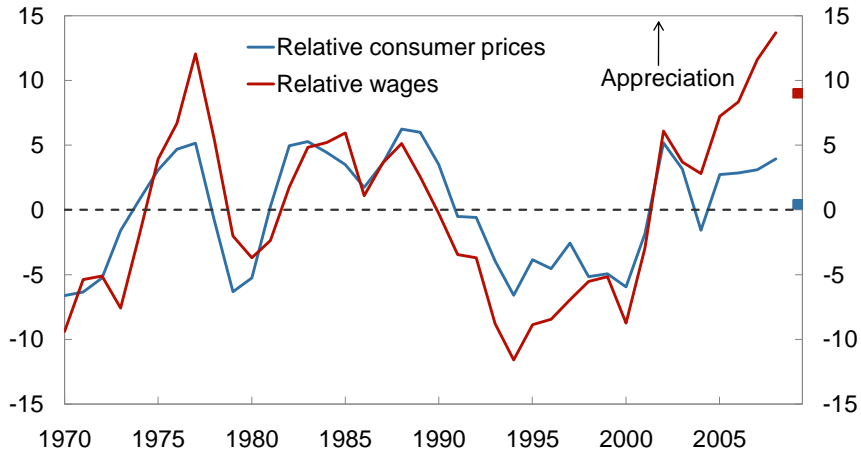
1) Average for all groups. Including estimated costs of increase in number of vacation days and introduction of mandatory occupational pensions.

2) Projections for 2009

Sources: Statistics Norway, Technical Reporting Committee on Income Settlements and Norges Bank

Real exchange rate

Deviation from mean. 1970 – 2008. Per cent. 1970 – 2009¹⁾

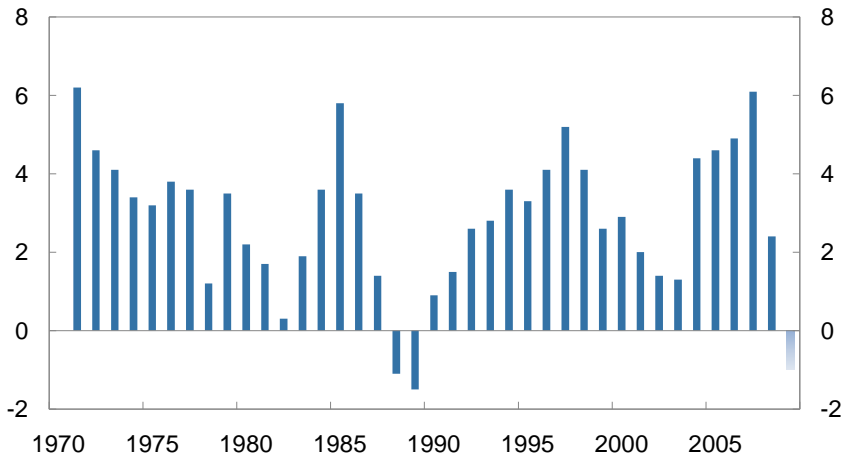


1) Data for 2009 based on observations to 19 March. The squares show the average for this period. A rising curve indicates weaker competitiveness

Sources: Statistics Norway, Technical Reporting Committee on Income Settlements, Ministry of Finance and Norges Bank

Mainland GDP

Annual growth in volume. Per cent. 1970 - 2009¹⁾

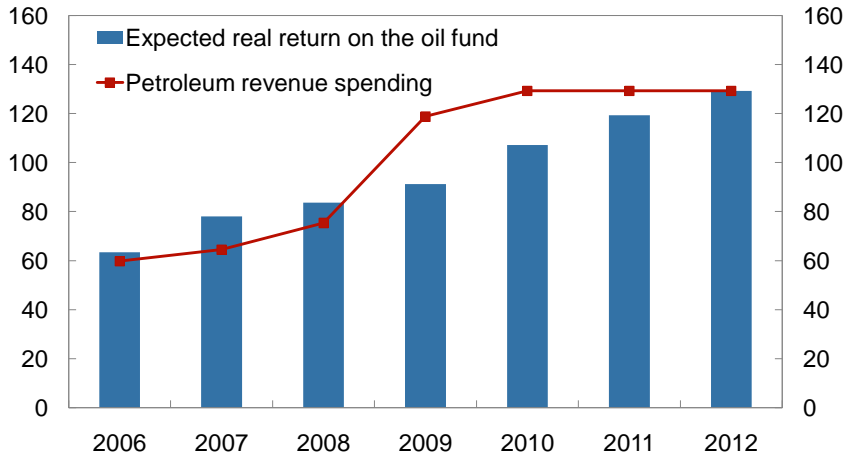


1) Projections for 2009

Sources: Statistics Norway and Norges Bank

Petroleum revenue spending

In billions of 2009 NOK. 2002 – 2012¹⁾

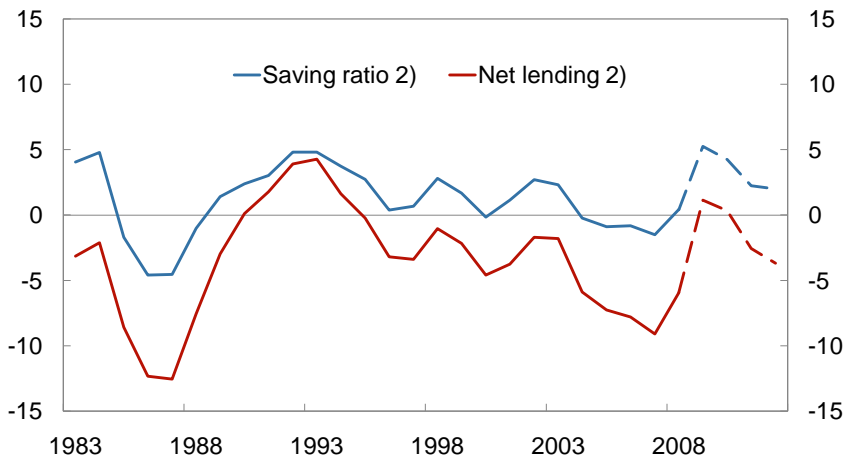


1) Norges Bank's projections for 2010 - 2012

Sources: Ministry of Finance and Norges Bank

Household saving and net lending

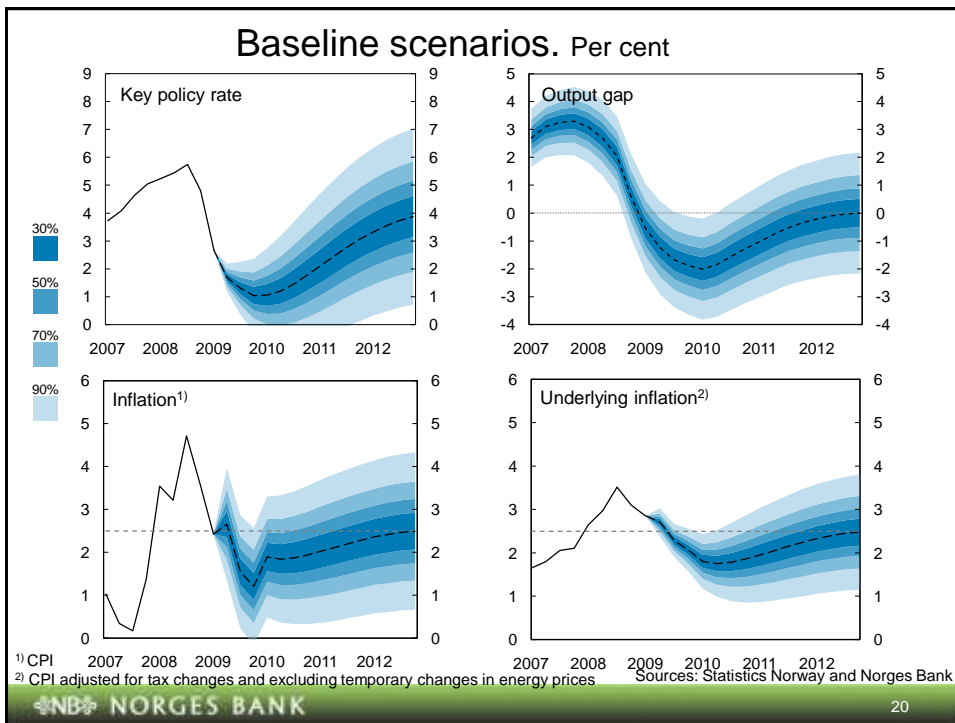
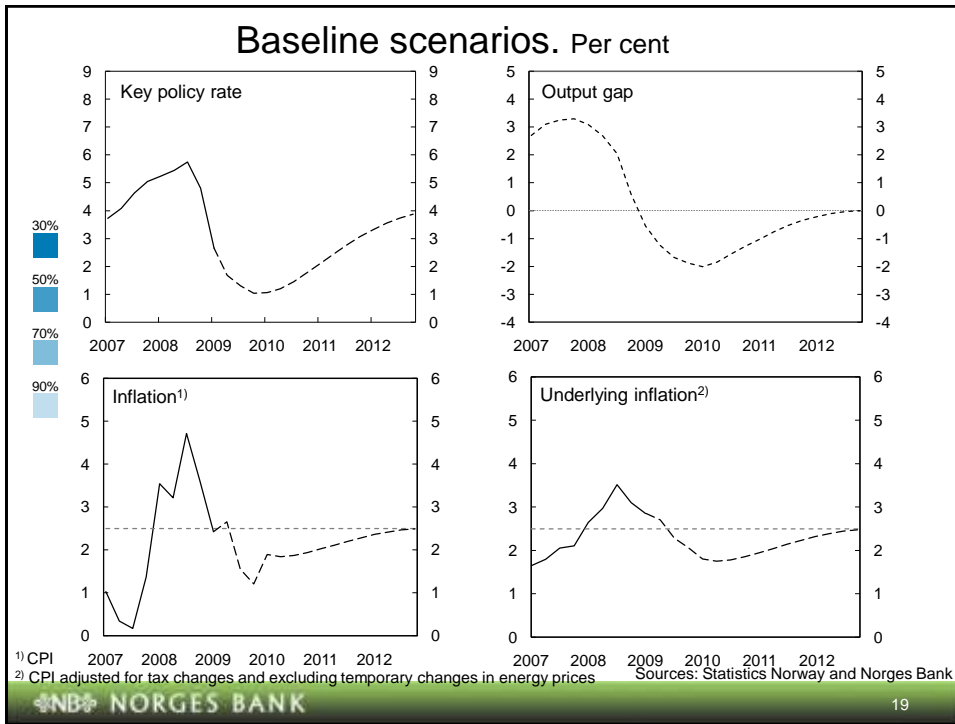
Share of disposable income. Per cent. 1983 – 2012¹⁾

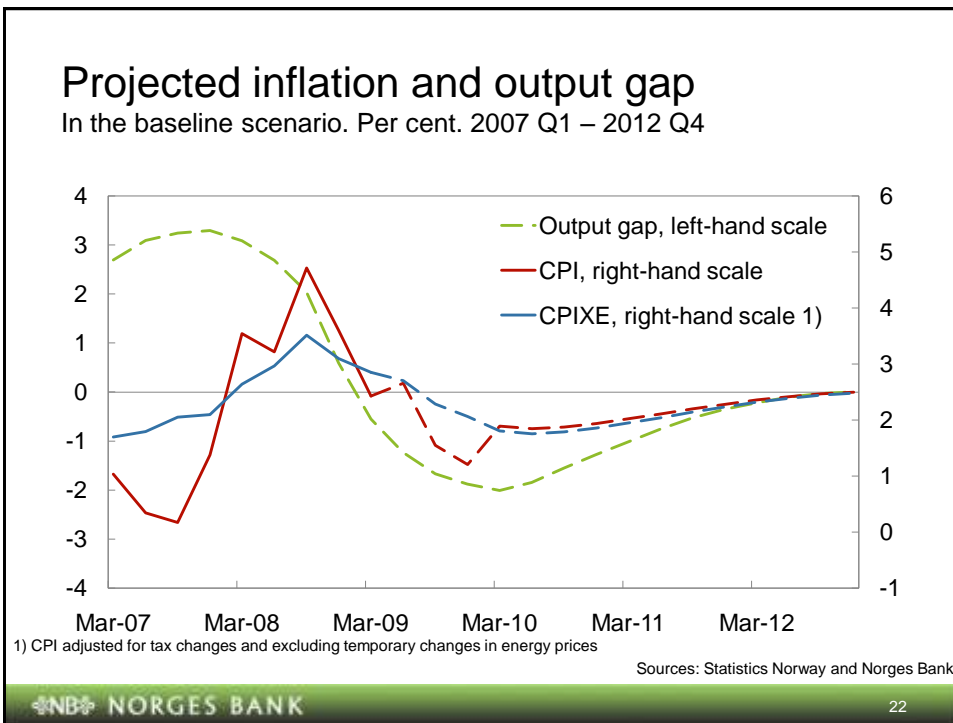
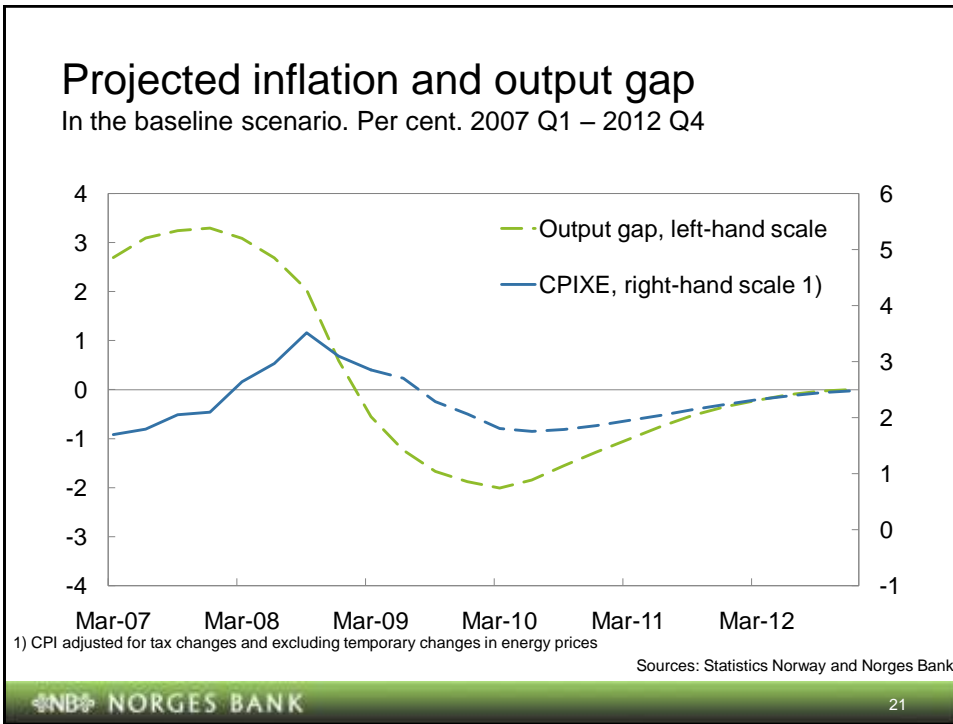


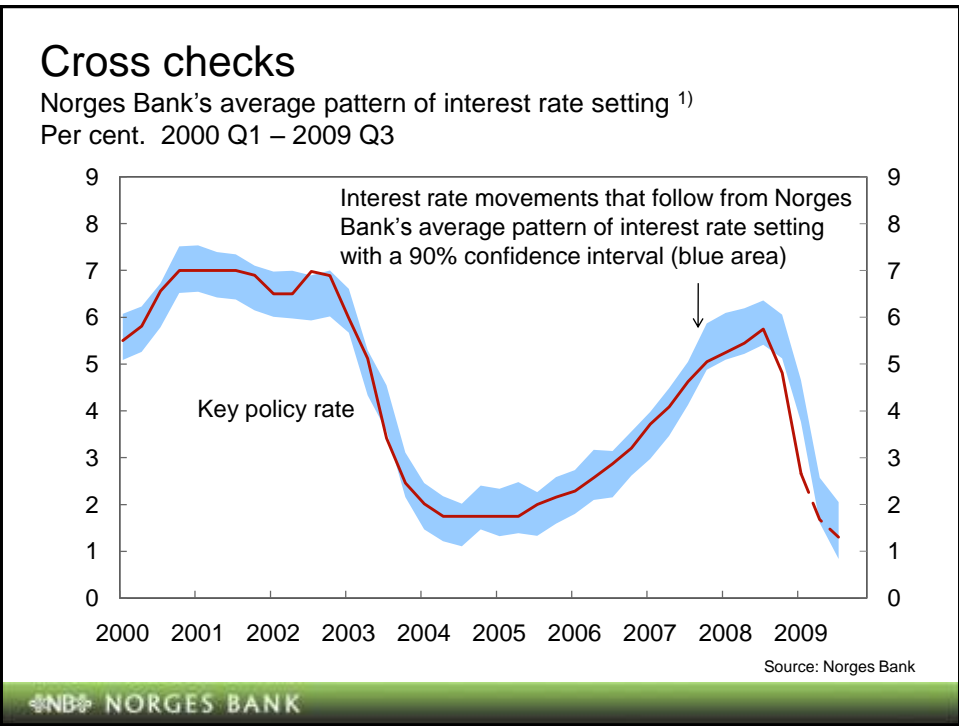
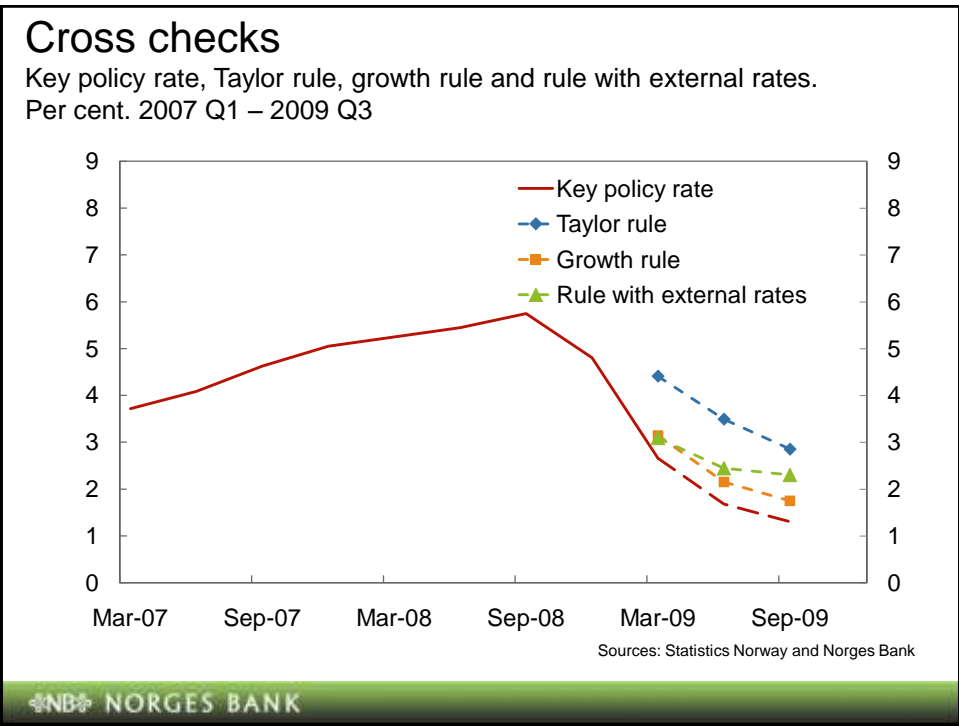
1) Projections for 2009 -2012

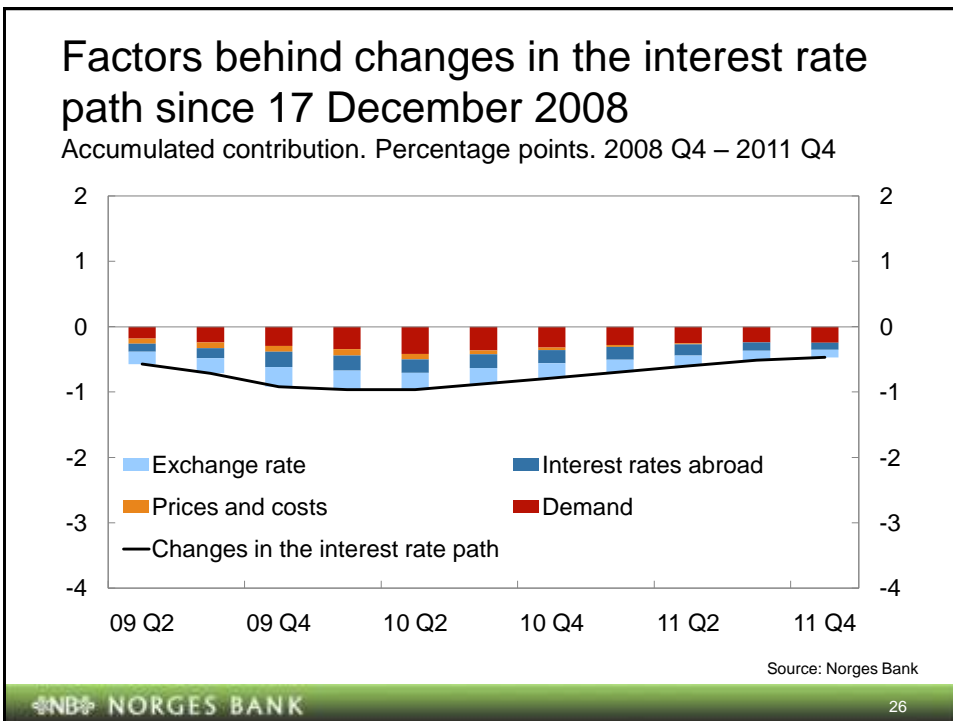
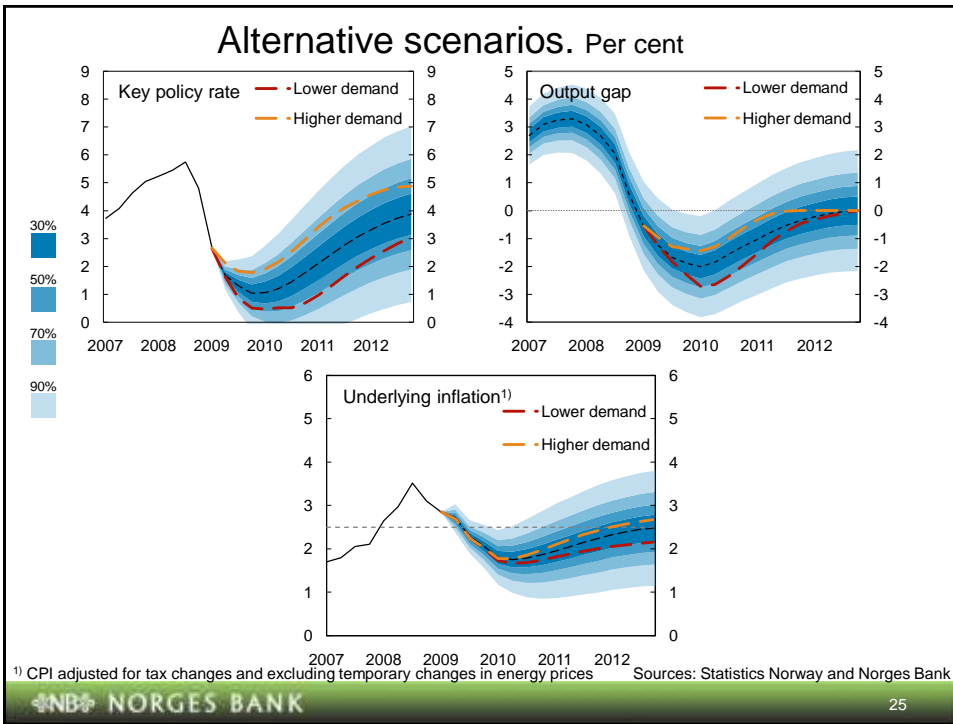
2) Excluding share dividends

Sources: Statistics Norway and Norges Bank



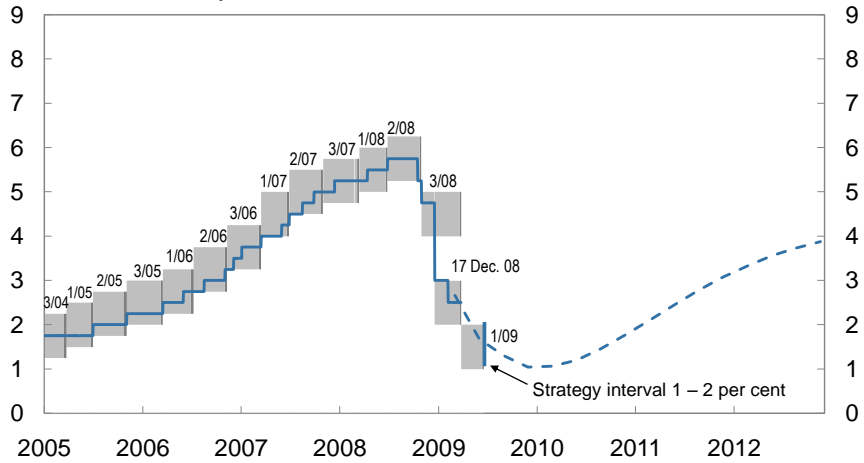






Interval for the key policy rate at the end of each strategy period and projection

Per cent. January 2004 – December 2012



Source: Norges Bank