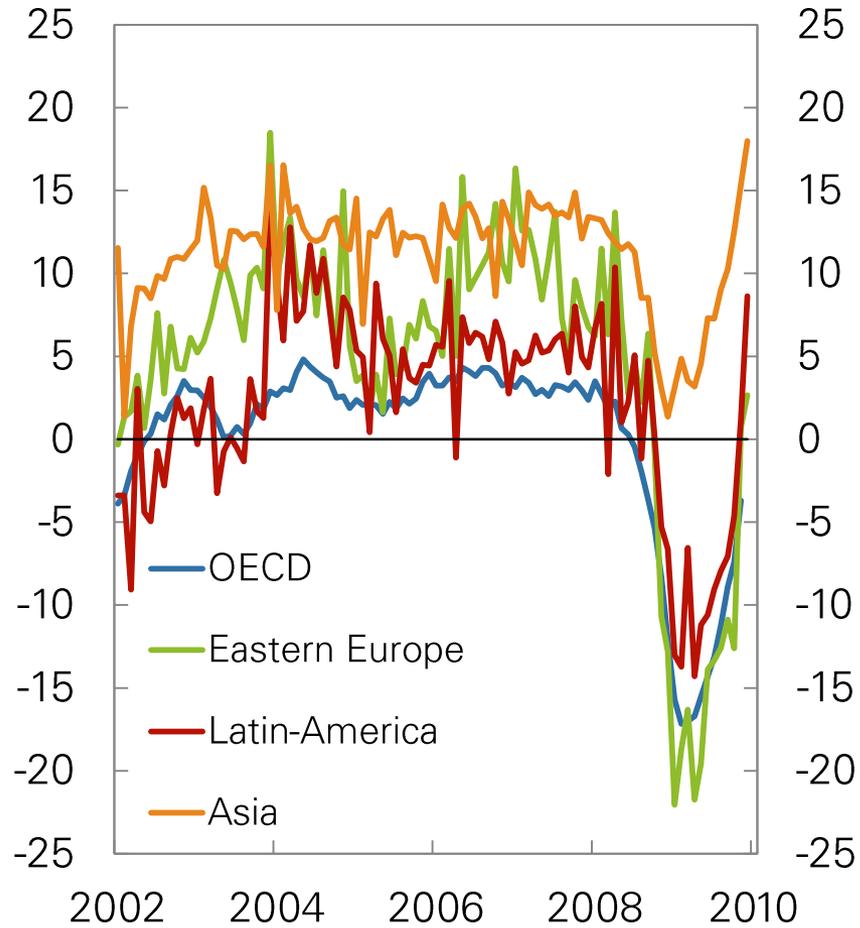


Prospects for the Norwegian economy

*Charts, speech by governor Svein Gjedrem
26 March 2010*

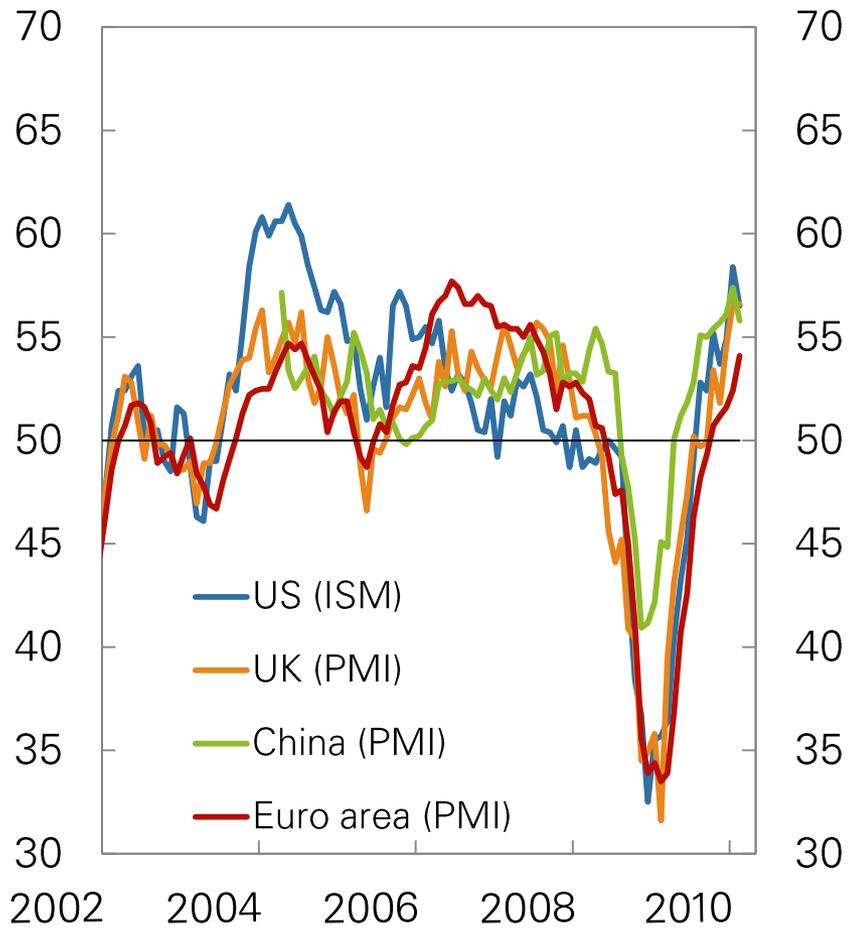
Manufacturing output in OECD and emerging markets

12-month change. Per cent.
January 2002–December 2010



Leading indicators for the manufacturing sector

Diffusion index. Seasonally adjusted.
January 2002–February 2010

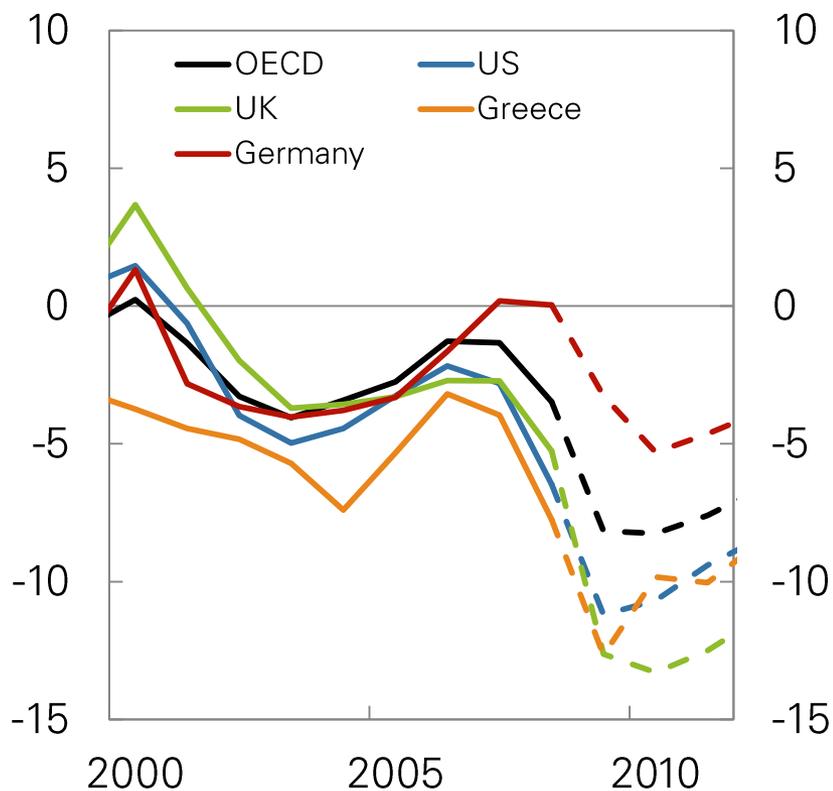


Sources: IMF, Thomson Reuters and Norges Bank

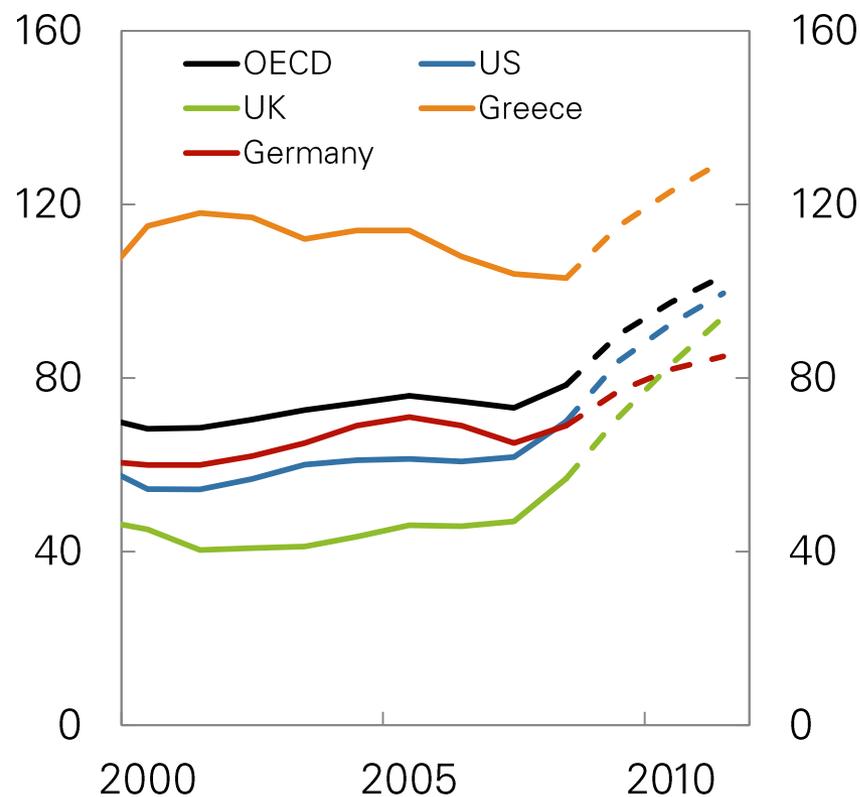
Public finances

2000–2011. Projections for 2009–2011

Fiscal deficit. Percentage of GDP



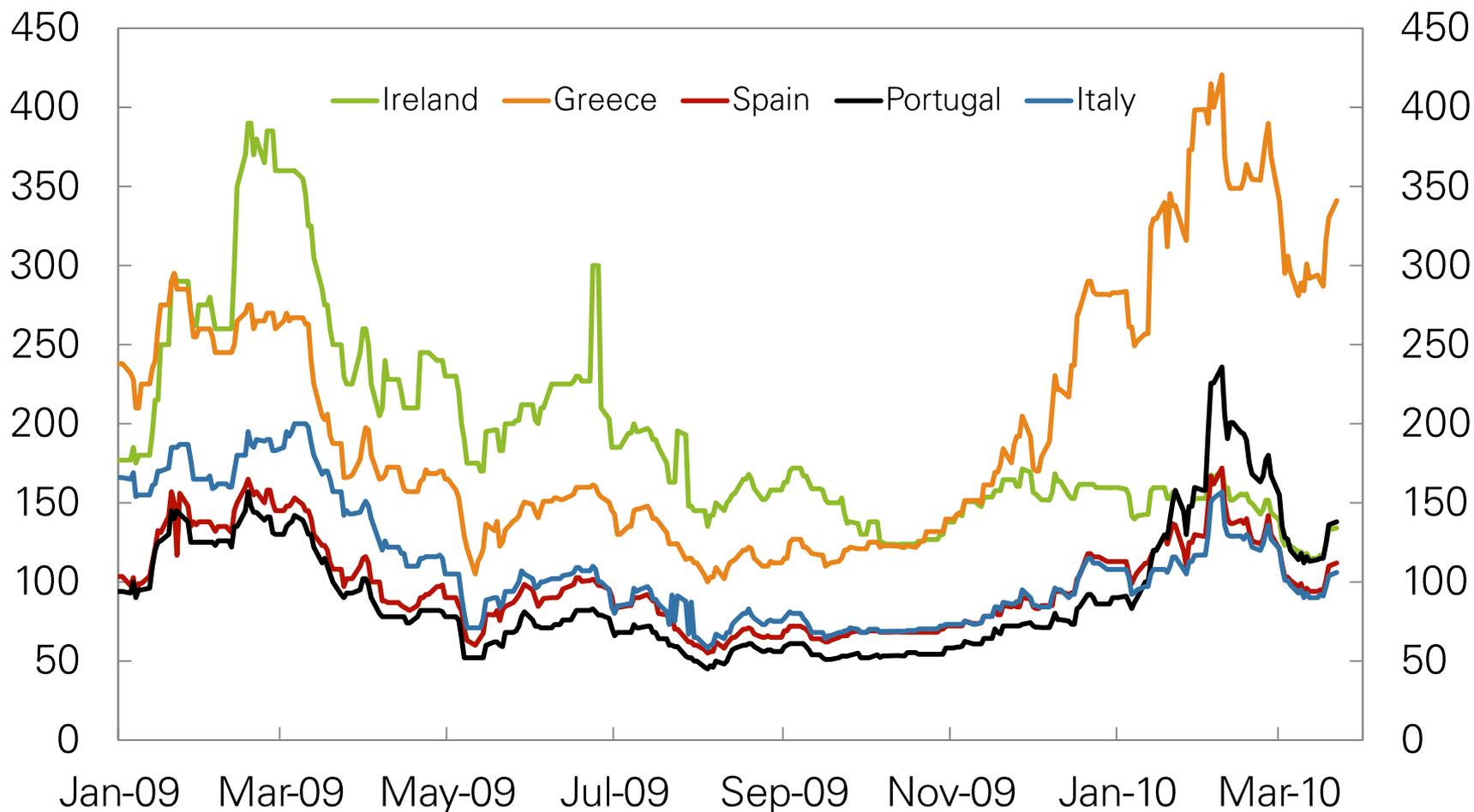
Public gross debt. Percentage of GDP



Source: OECD Economic Outlook 86

CDS prices for GIIPS-countries

Sovereign bond credit spreads. Measured by CDS prices. 5-year maturity. Basis points. 1 January 2009–22 March 2010

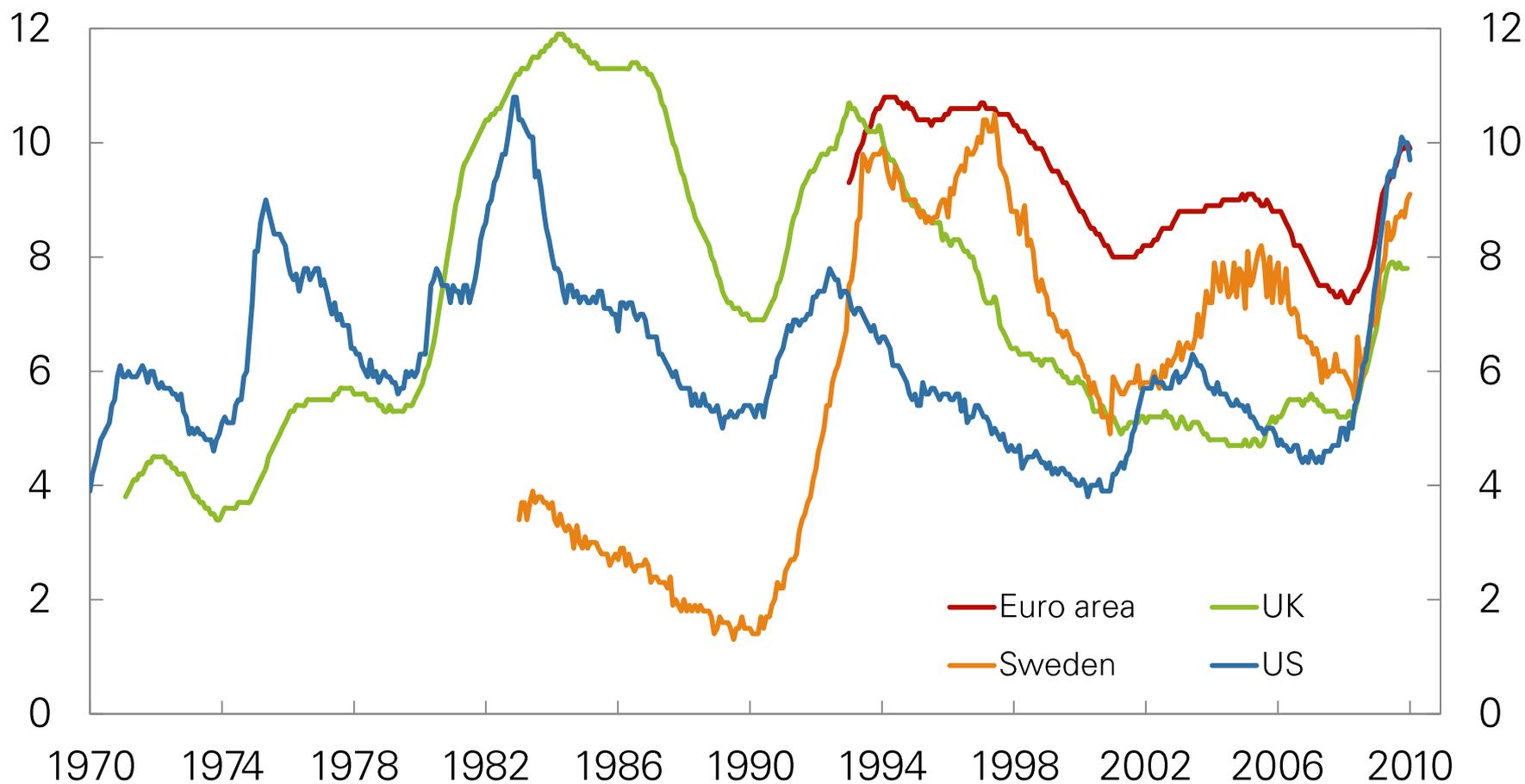


Source: Bloomberg

Unemployment

Share of labour force. Per cent. Seasonally adjusted.

January 1970–February 2010



Source: Thomson Reuters

Oil price in USD per barrel

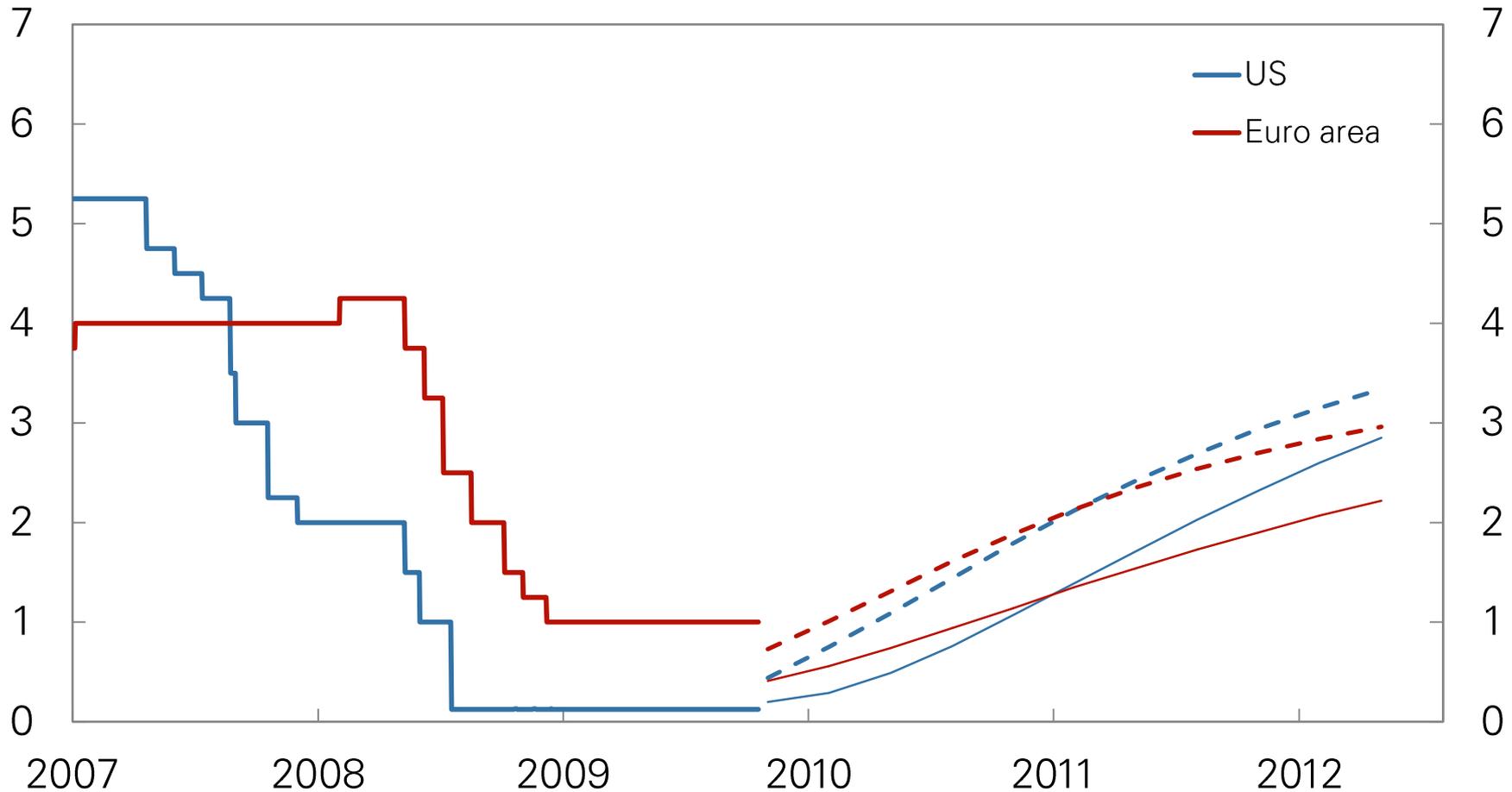
1 January 2002–3 March 2010. Spot and futures prices



Sources: Thomson Reuters and Norges Bank

Actual and expected key rates

Per cent. 1 June 2007 – 31 December 2012¹⁾

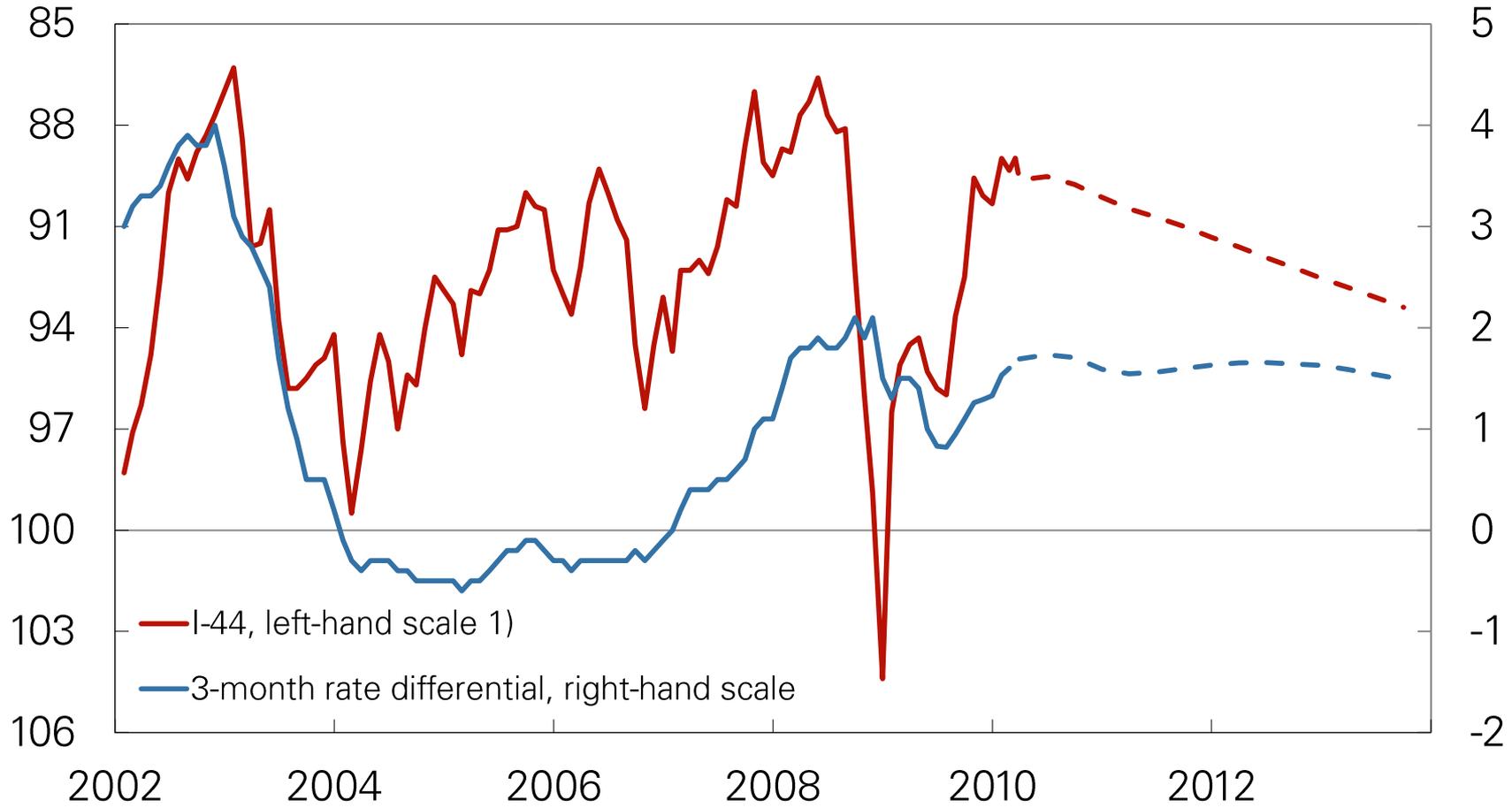


1) As at 18 March 2010 (thin lines) and 28 October 2009 (broken lines)

Sources: Bloomberg, Thomson Reuters and Norges Bank

Interest rate differential and the import-weighted exchange rate index (I-44)

Monthly and quarterly²⁾ figures. January 2002–December 2013

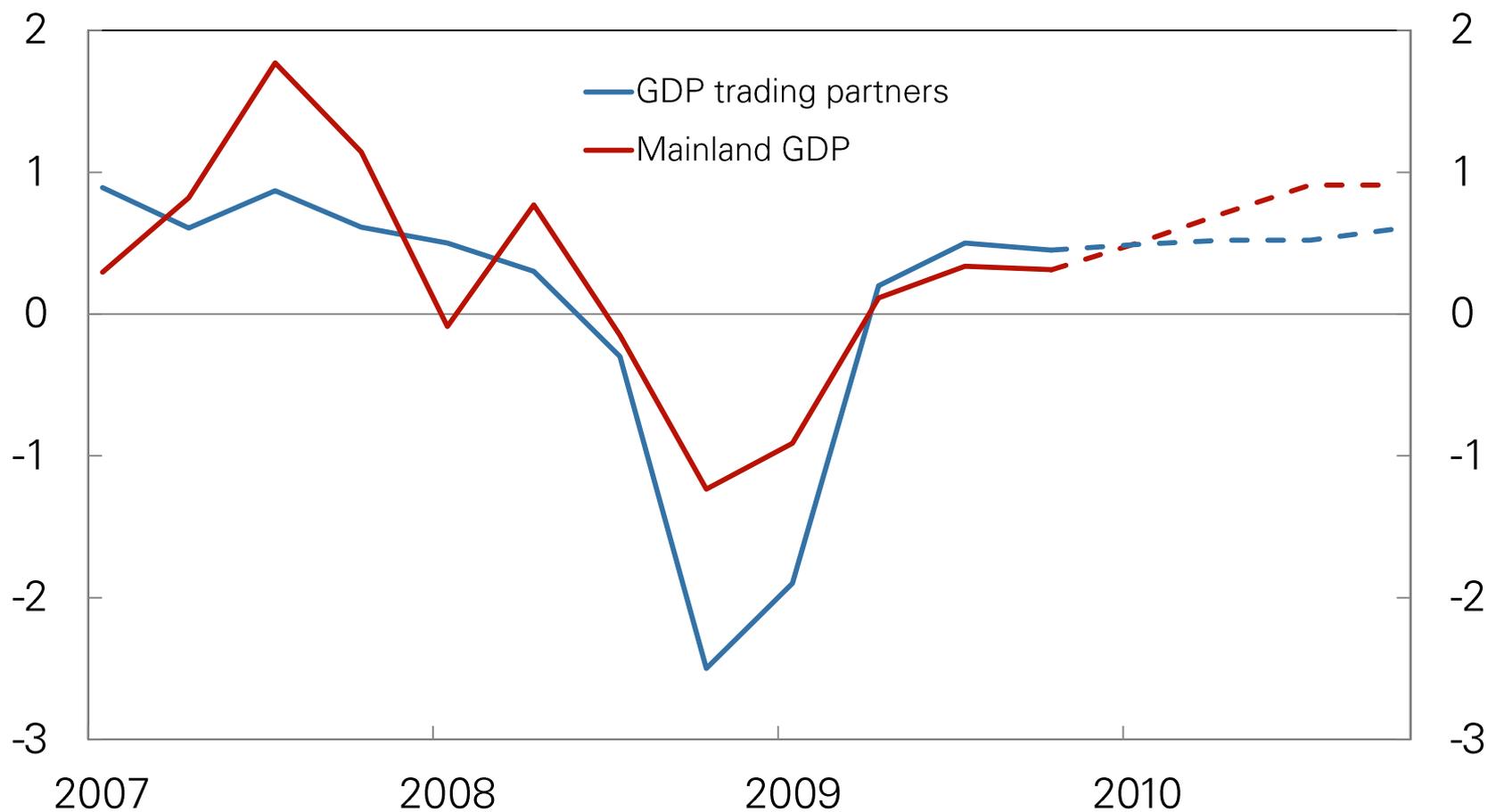


1) A rising curve indicates a stronger krone exchange rate
 2) Broken lines show projections from MPR 1/10

Sources: Thomson Reuters and Norges Bank

GDP

Growth on previous quarter. Norway and trading partners.
Seasonally adjusted. Per cent. 2007 Q1–2010 Q4¹⁾

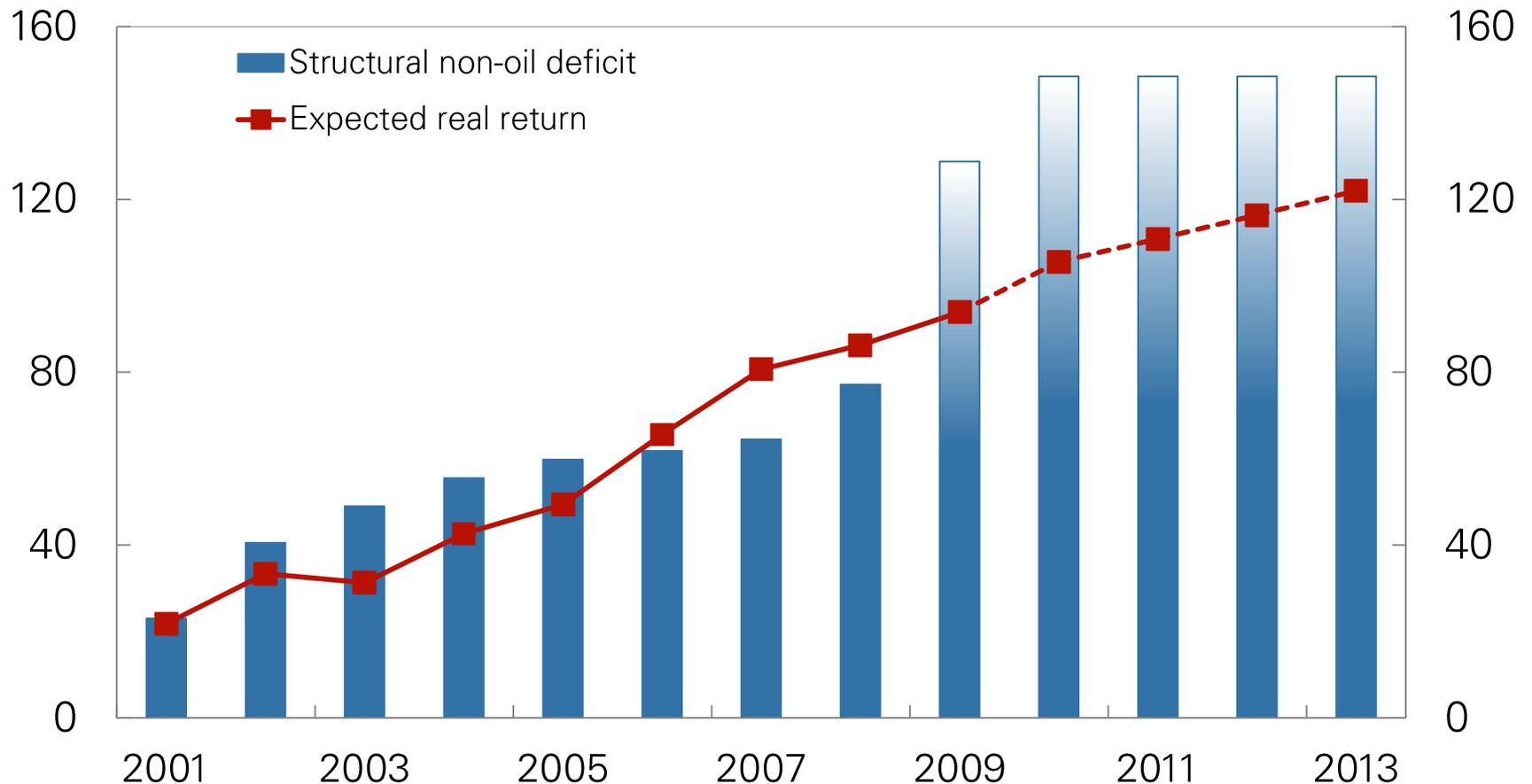


1) Broken lines show projections from MPR 1/10

Sources: Statistics Norway and Norges Bank

Petroleum revenue spending

Structural, non-oil deficit and expected real return on the Government Pension Fund Global. In billions of 2010 NOK. 2007–2013¹⁾

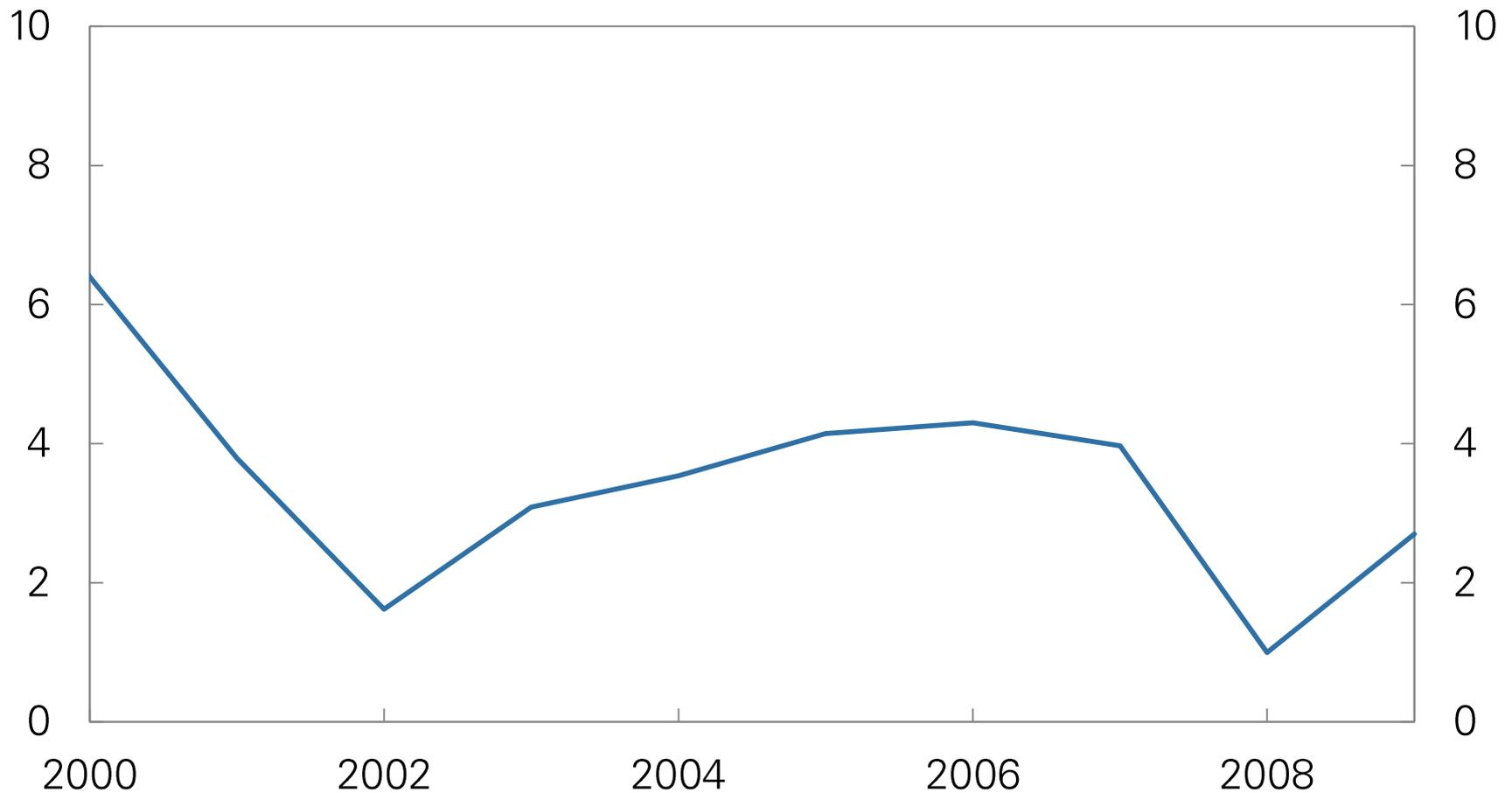


1) Projections from the Ministry of Finance and Norges Bank for 2009/2010-2013

Sources: Ministry of Finance and Norges Bank

Return on the Government Pension Fund Global

Average real return since 1998. Per cent. 2000–2009

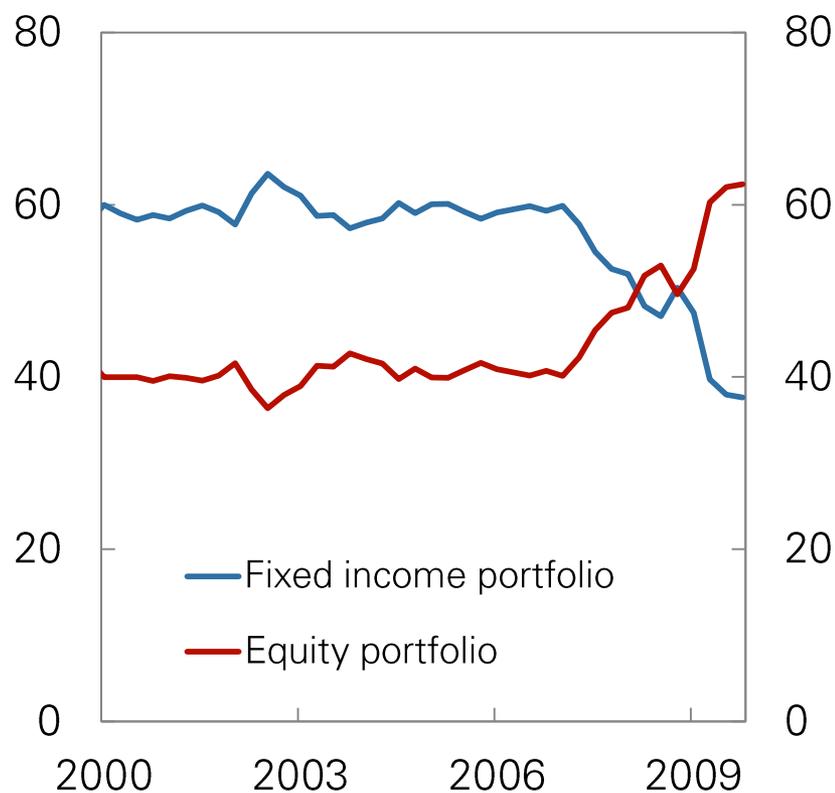


Source: Norges Bank

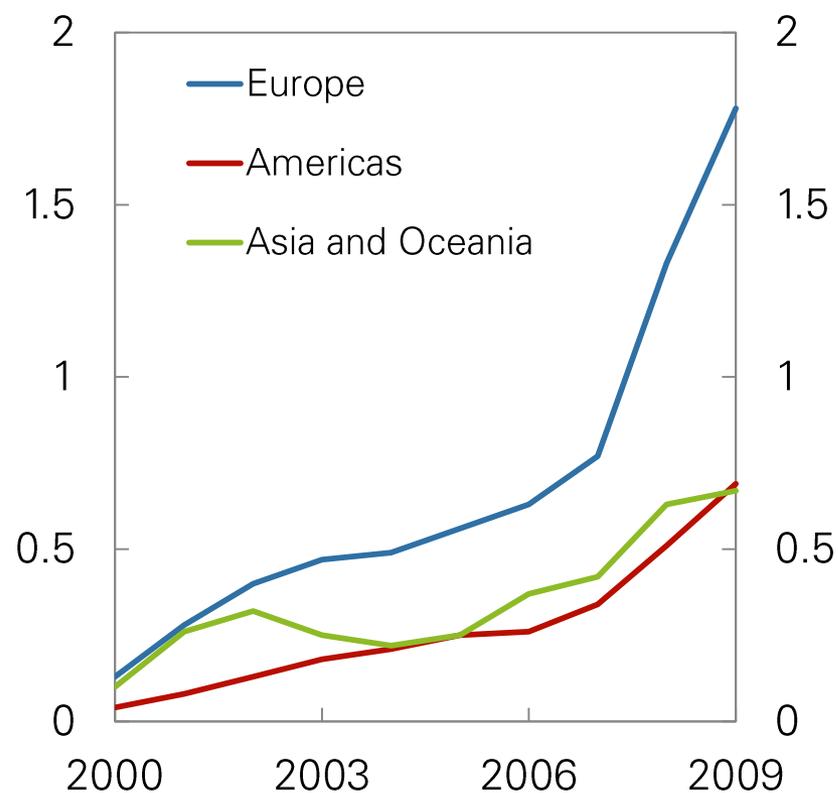
Holdings in the Government Pension Fund Global

Breakdown by asset classes. As a percentage of the fund.

2000 Q1–2009 Q4



Equity holdings¹⁾. 2000–2009

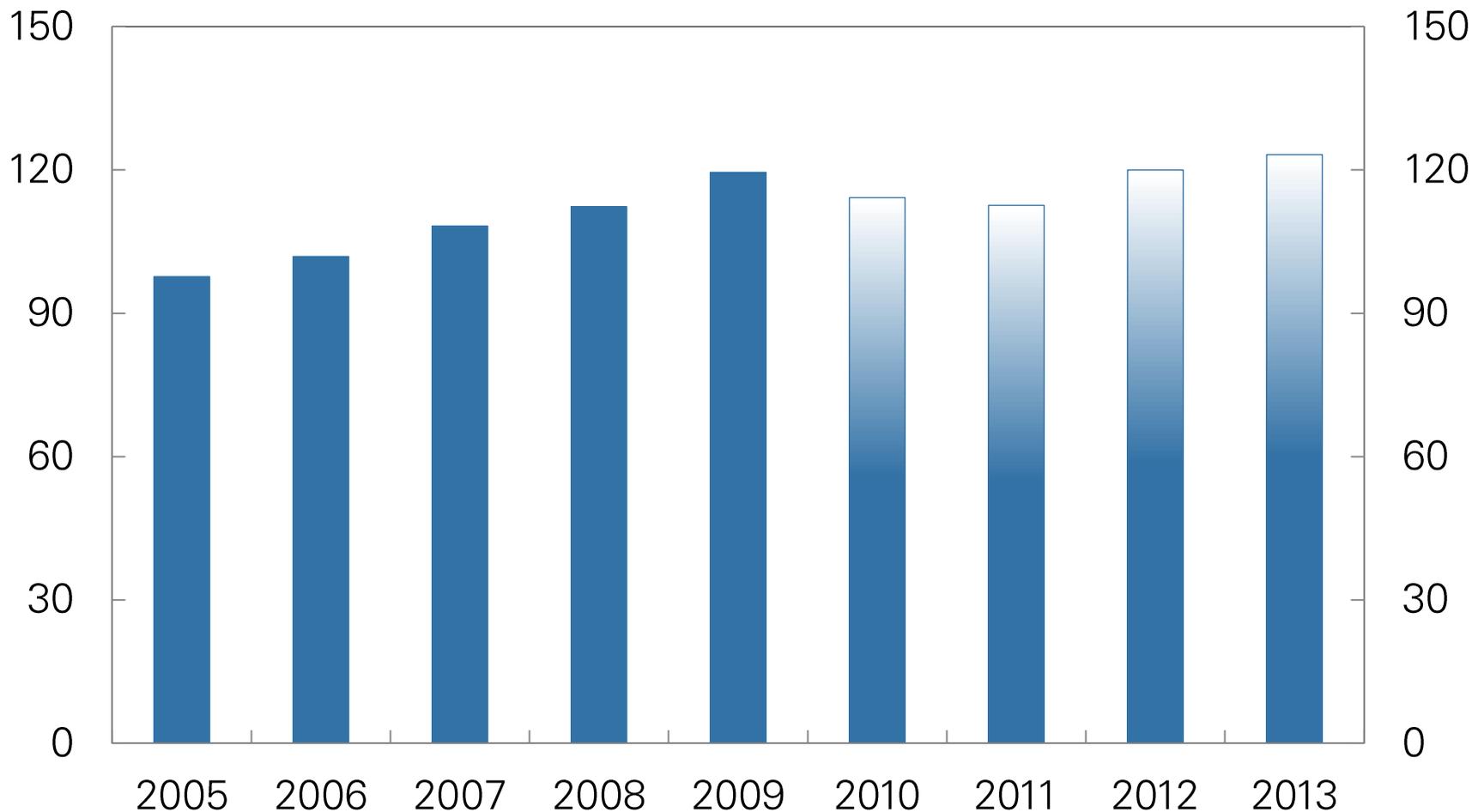


1) As a percentage of FTSE All-World Index's market capitalisation

Sources: FTSE and NBIM

Petroleum investment

Constant 2007 prices. In billions of NOK. 2005–2013¹⁾

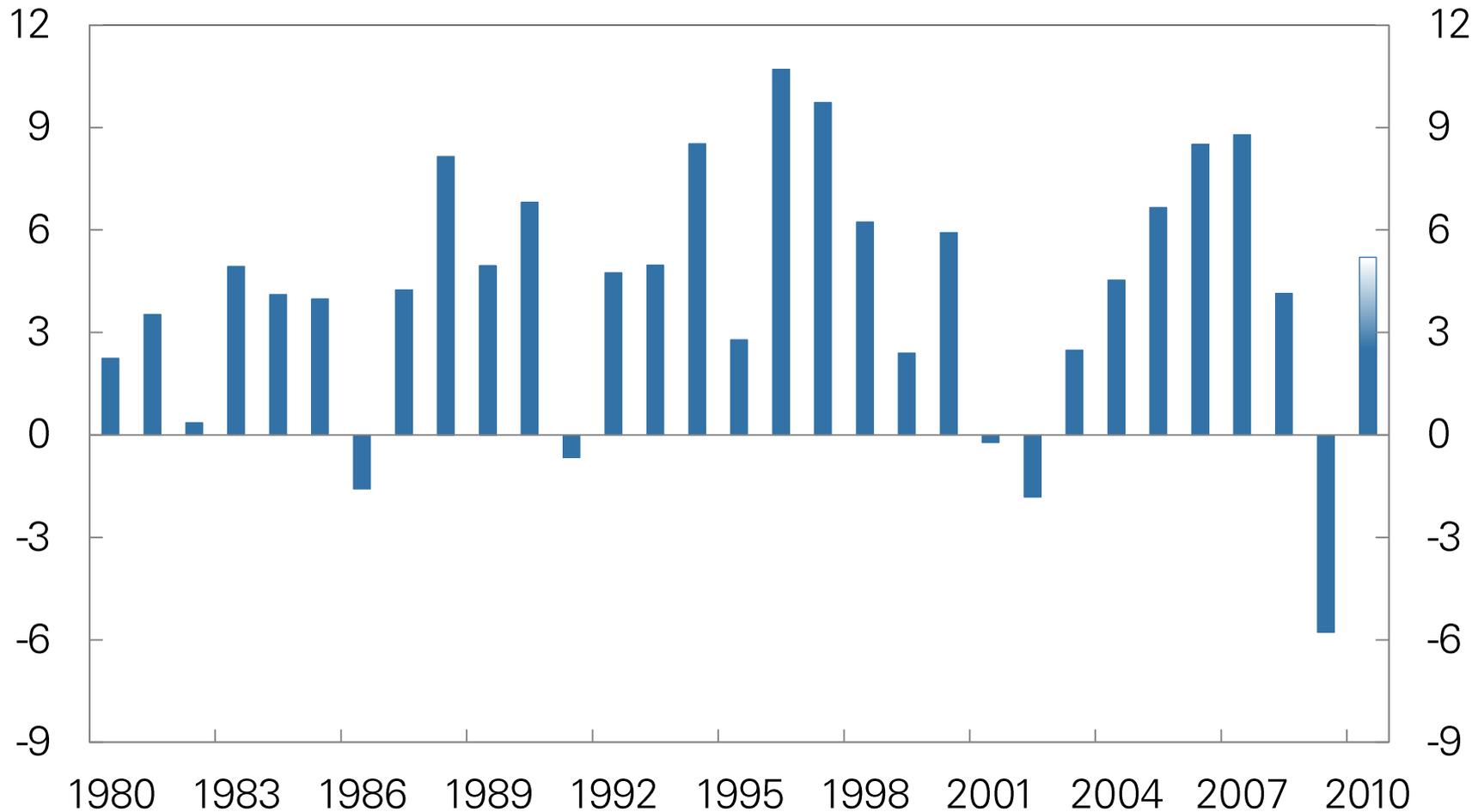


1) Projections for 2010 – 2013

Source: Statistics Norway and Norges Bank

Exports from mainland Norway

Annual change. Volume. Per cent. 1980–2010¹⁾

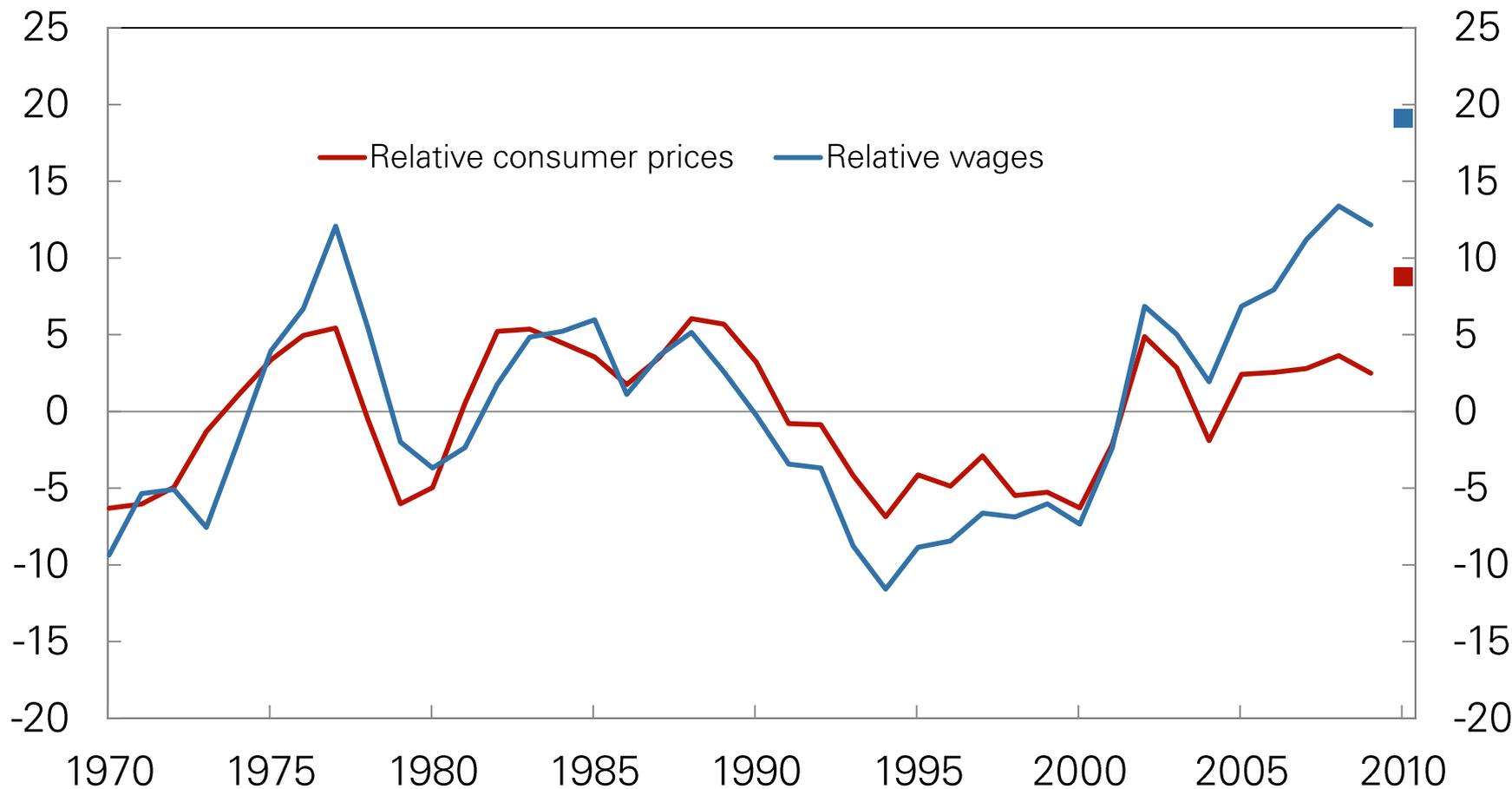


1) Projections for 2010

Source: Statistics Norway and Norges Bank

Real exchange rate

Deviation from mean over the period 1970–2009. Per cent. 1970–2010¹⁾

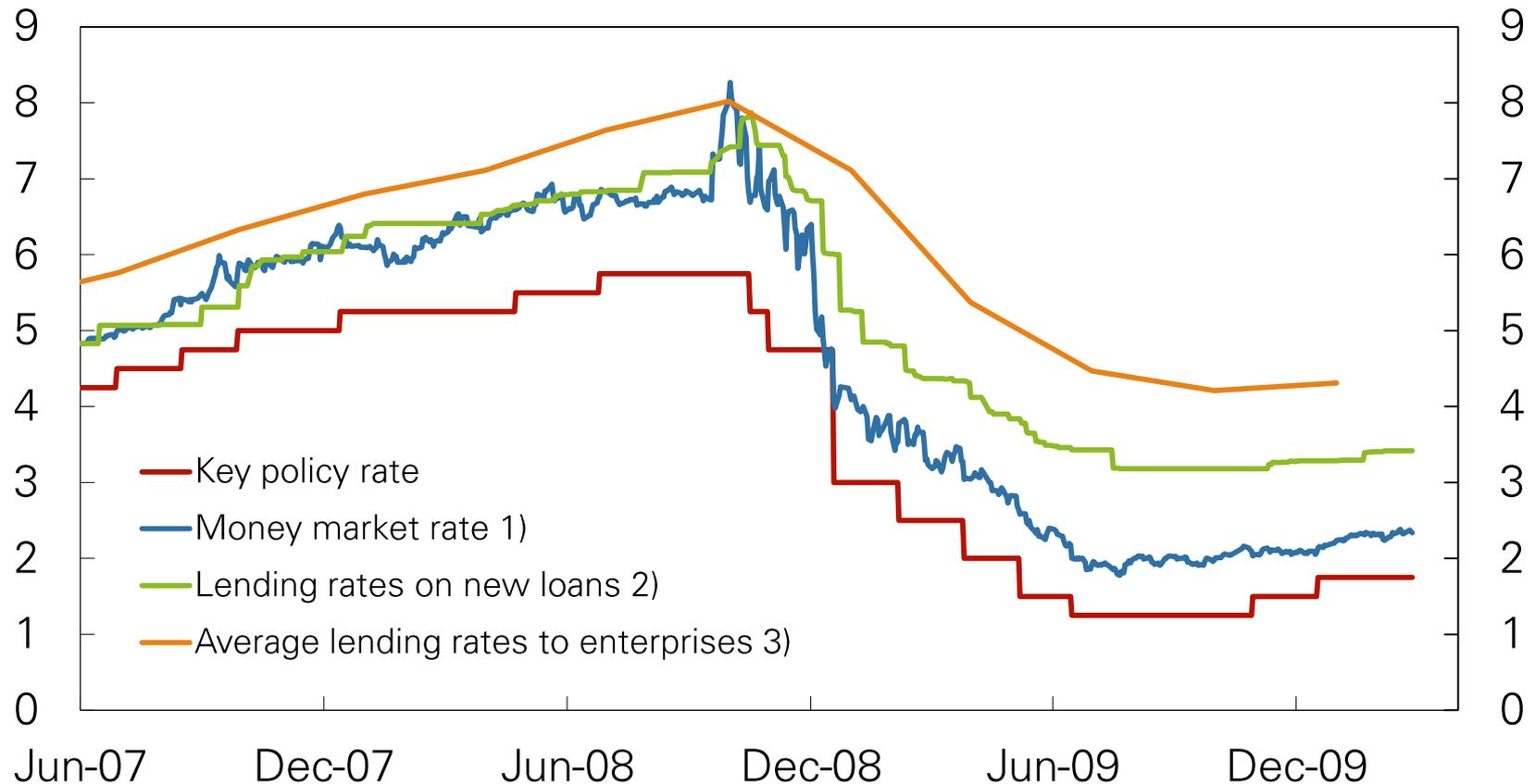


1) The squares show the average so far in 2010. A rising curve indicates weaker competitiveness

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

Key policy rate and lending rates

Daily figures. Per cent 1 June 2007–26 February 2010



1) 3-month NIBOR (effective)

2) Interest rate on new mortgage loans of NOK 1m within 60% of purchase price with variable interest rate. Figures for the 20 largest banks, weighted according to market share

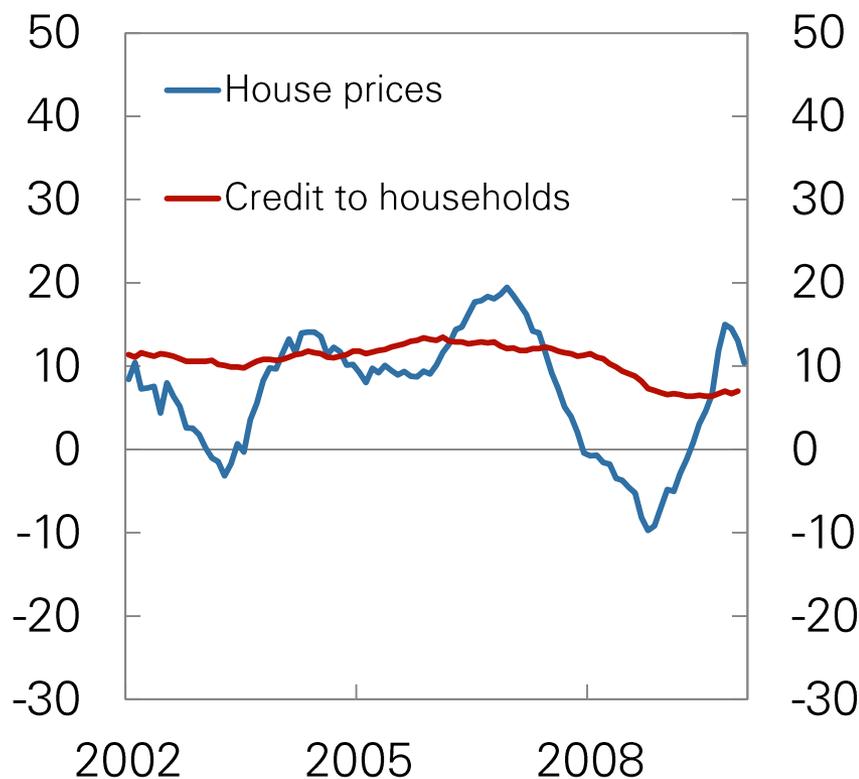
3) Non-financial enterprises. 2007 Q2 2009 Q4

Sources: Norsk familieøkonomi AS, Statistics Norway and Norges Bank

Credit to households¹⁾ and house prices

12-month change. Per cent.

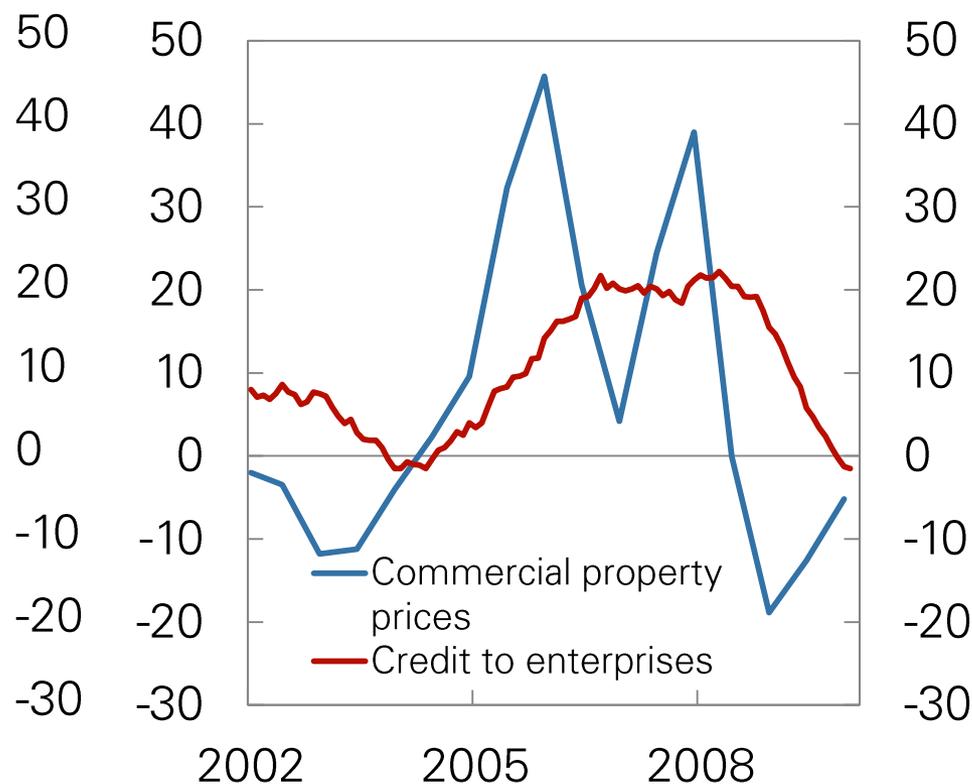
January 2002–February 2010²⁾



Credit to enterprises¹⁾ and commercial property prices³⁾

12-month change. Per cent.

January 2002–January 2010



1) Credit from domestic sources, C2

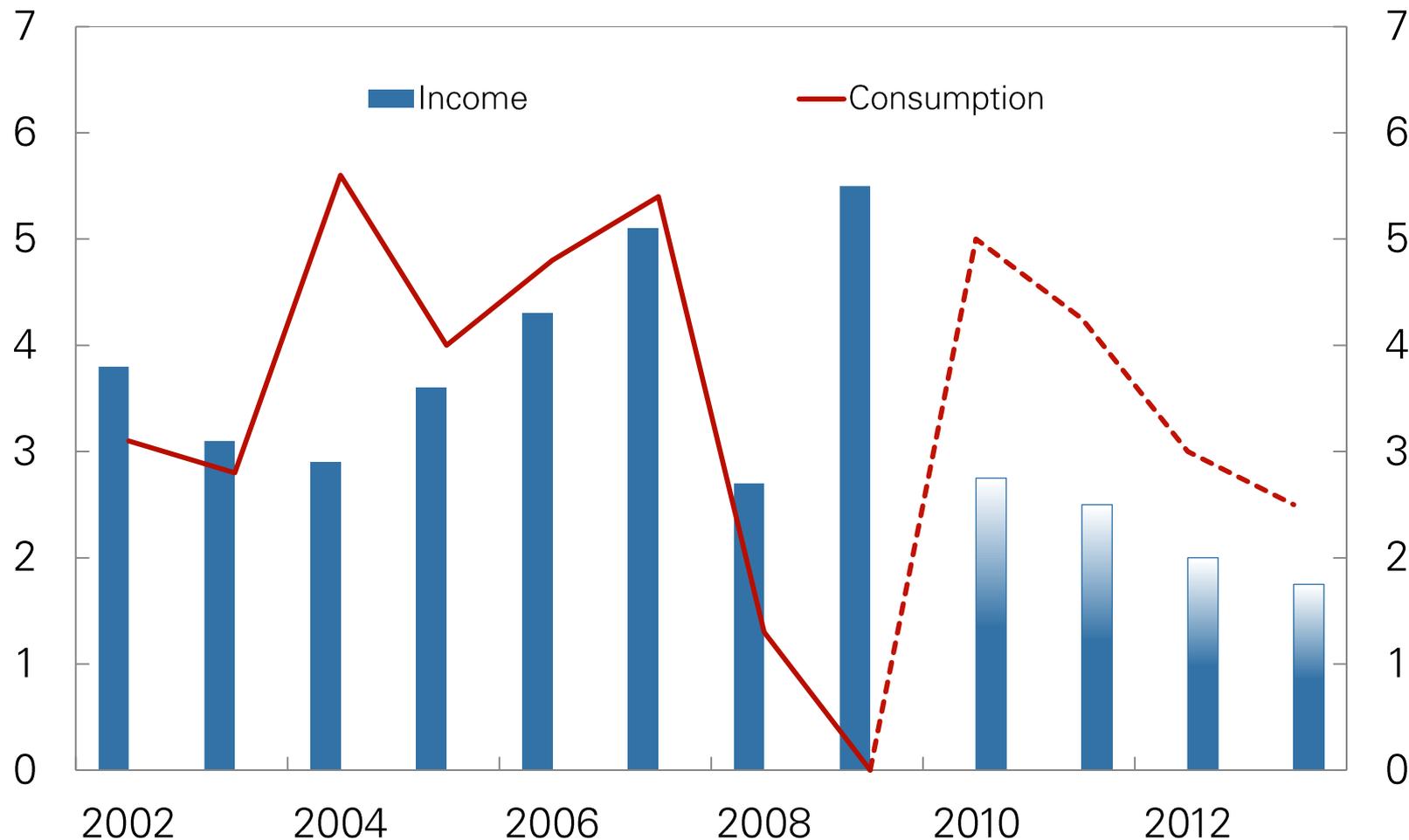
2) House prices for February. Credit growth to end-January

3) Semiannual figures. To end-2009

Sources: Statistics Norway, OPAK, the real estate sector (NEF, EFF, FINN.no og ECON Pöyry), OBOS and Norges Bank

Household real disposable income¹⁾ and consumption

Annual change. Per cent. 2002–2013²⁾



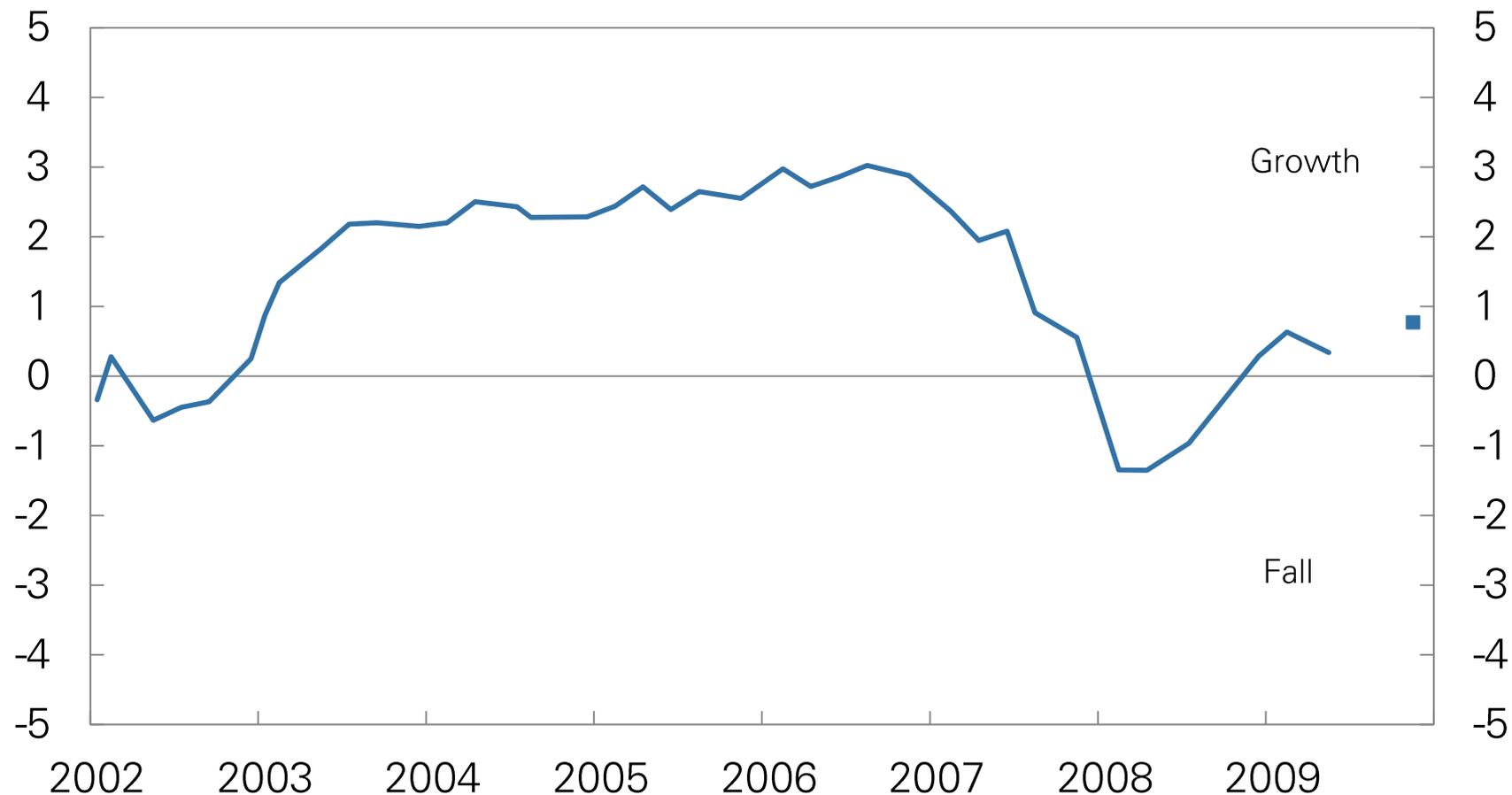
1) Excluding share dividends

2) Projections for 2010 – 2013 from MPR 1/10

Sources: Statistics Norway and Norges Bank

Output

Indicator of actual change past three months and expected change next six months. Index¹⁾. October 2002–August 2010

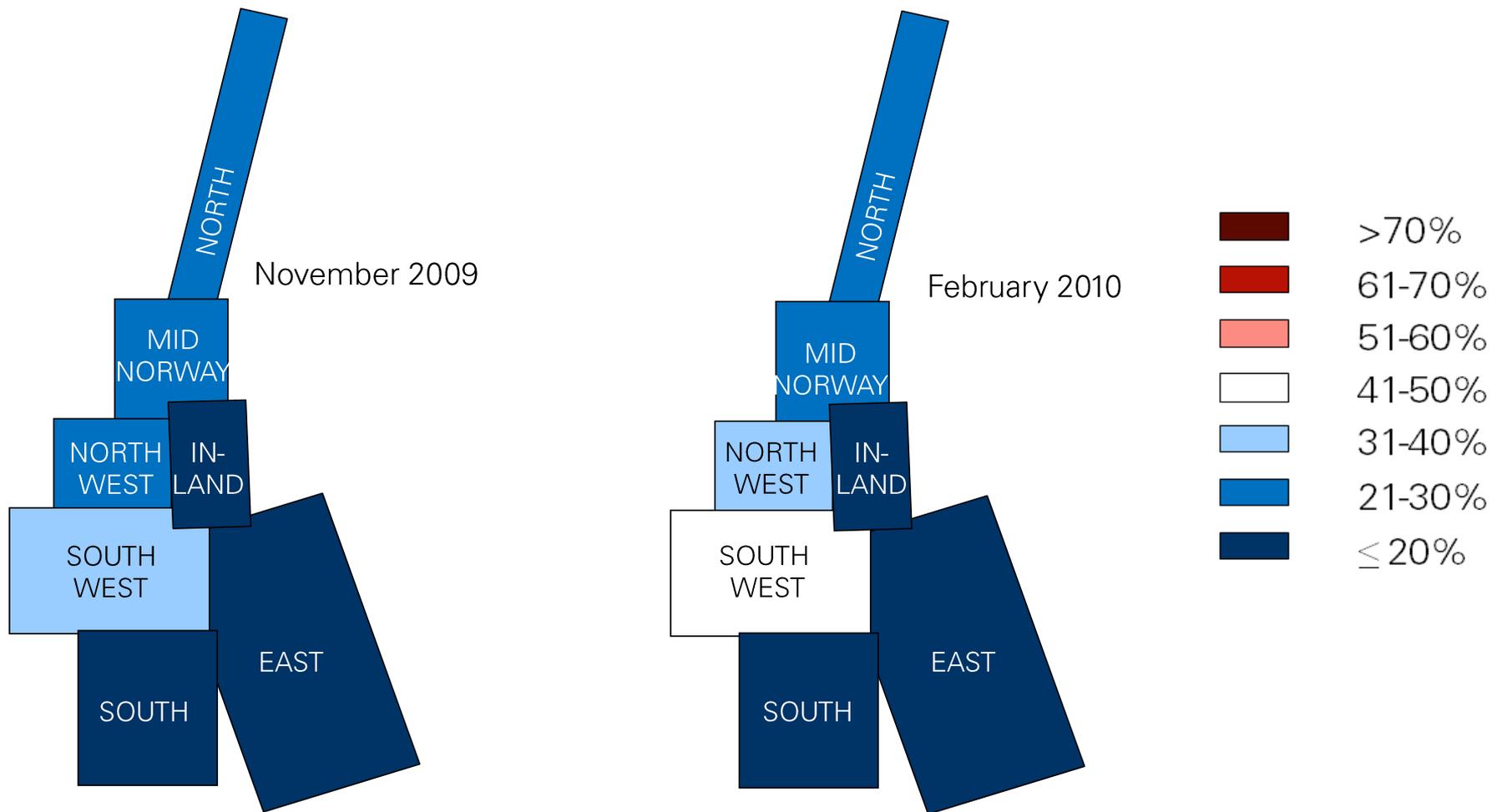


1) The scale runs from -5 to +5, where -5 indicates a sharp fall and +5 indicates strong growth.

Source: Norges Bank's regional network

Capacity utilisation

Share that reports some or considerable capacity constraints

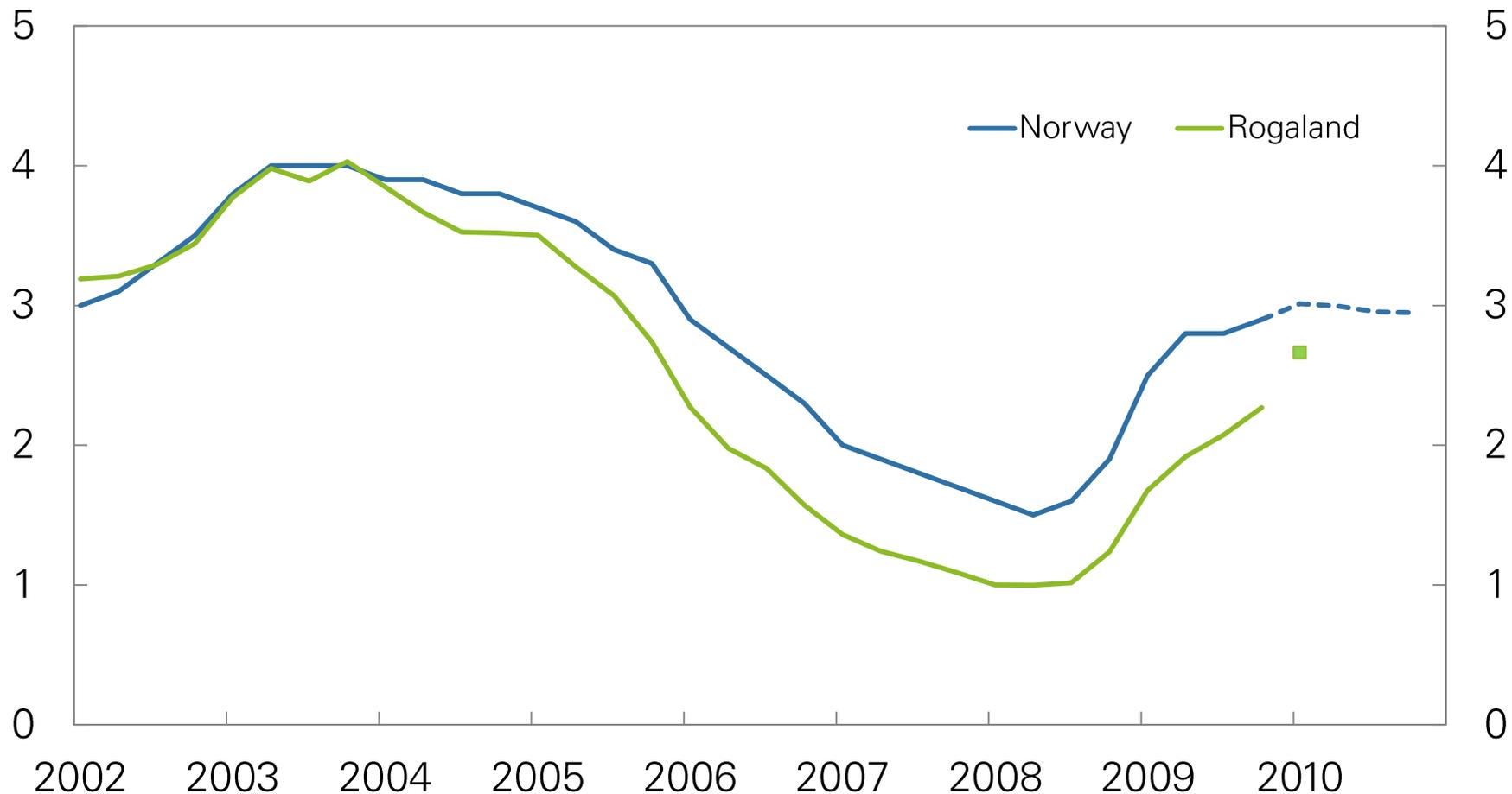


Source: Norges Bank's regional network

Registered unemployment

Percentage of the labour force. Seasonally adjusted.

2002 Q1–2010 Q4¹⁾²⁾



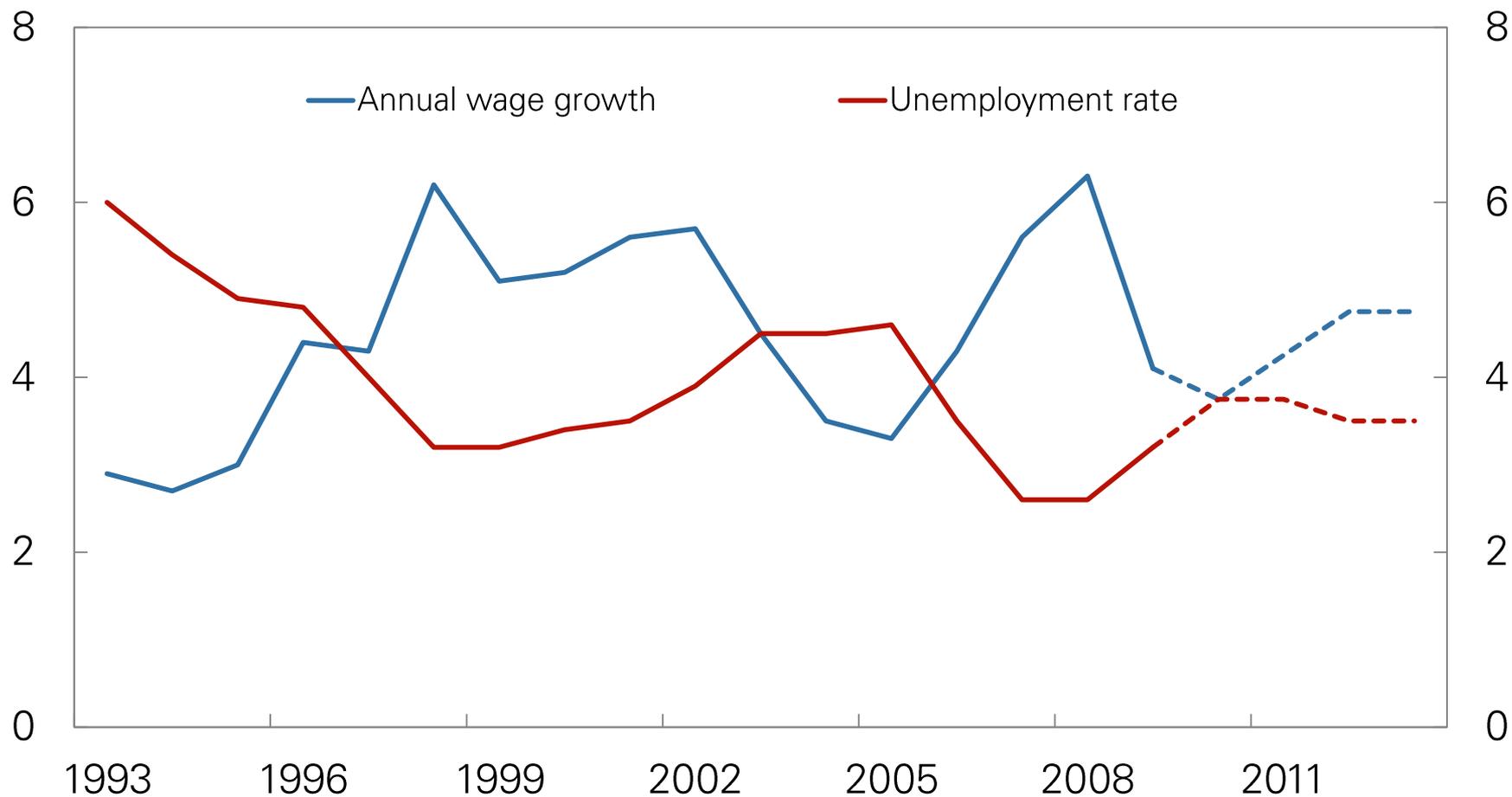
1) Broken line shows projections from MPR 1/10

2) Unemployment rate in Rogaland for 2010 Q1 is calculated based on figures for January and February

Sources: Norwegian Labour and Welfare Administration and Norges Bank

Annual wage growth and LFS unemployment

Per cent. 1993–2013¹⁾

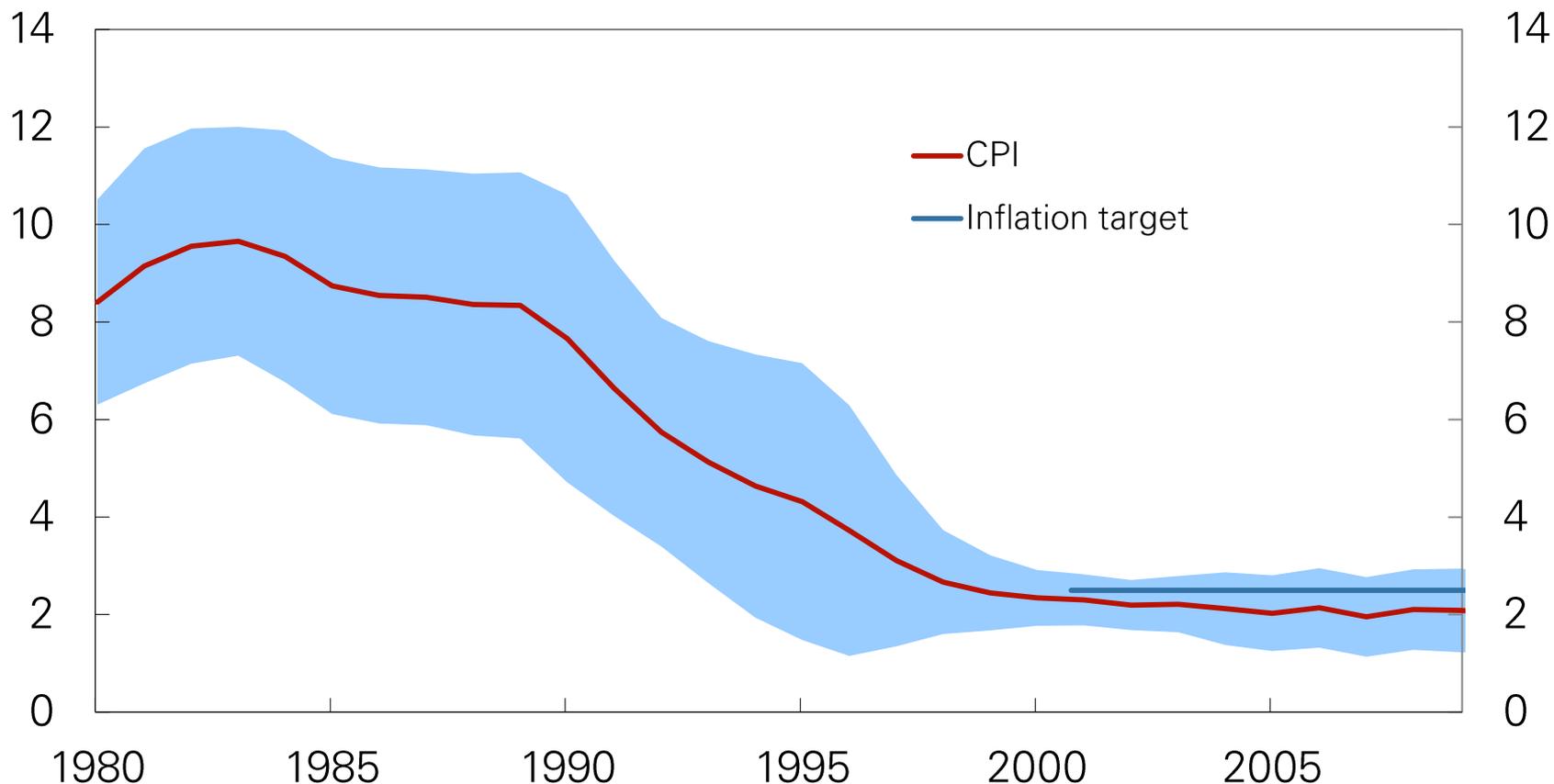


1) Broken lines show projections from MPR 1/10

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

Inflation

Moving 10-year average¹⁾ and variation²⁾ in CPI³⁾. Per cent. 1980–2010



1) The moving average is calculated 10 years back

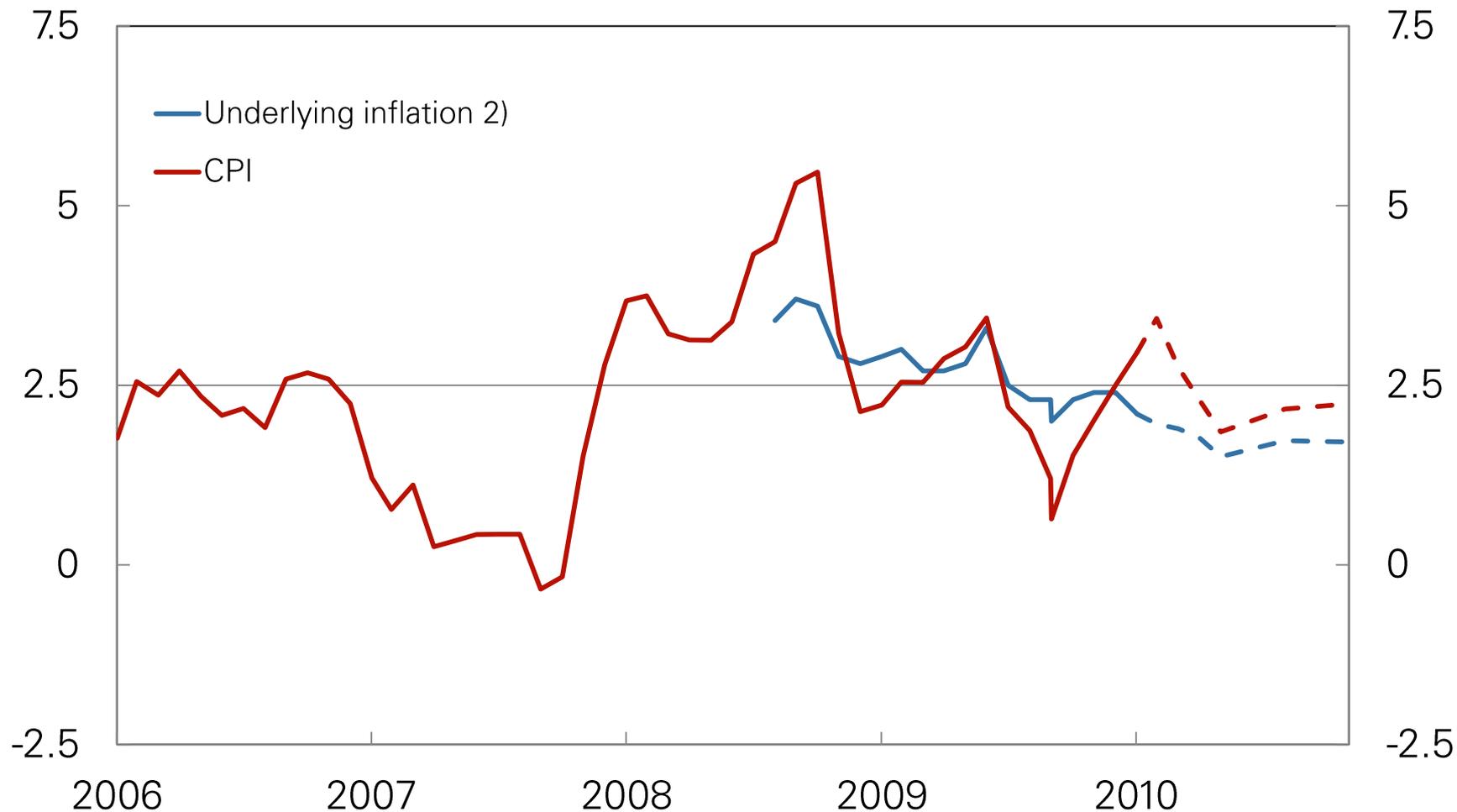
2) The band around the CPI is the variation in the CPI adjusted for tax changes and excluding energy products in the average period, measured by +/- one standard deviation

3) Projections for CPI from this MPR 1/10 form the basis for this estimate

Sources: Statistics Norway and Norges Bank

Inflation

12-month change. Per cent. January 2006–December 2010¹⁾



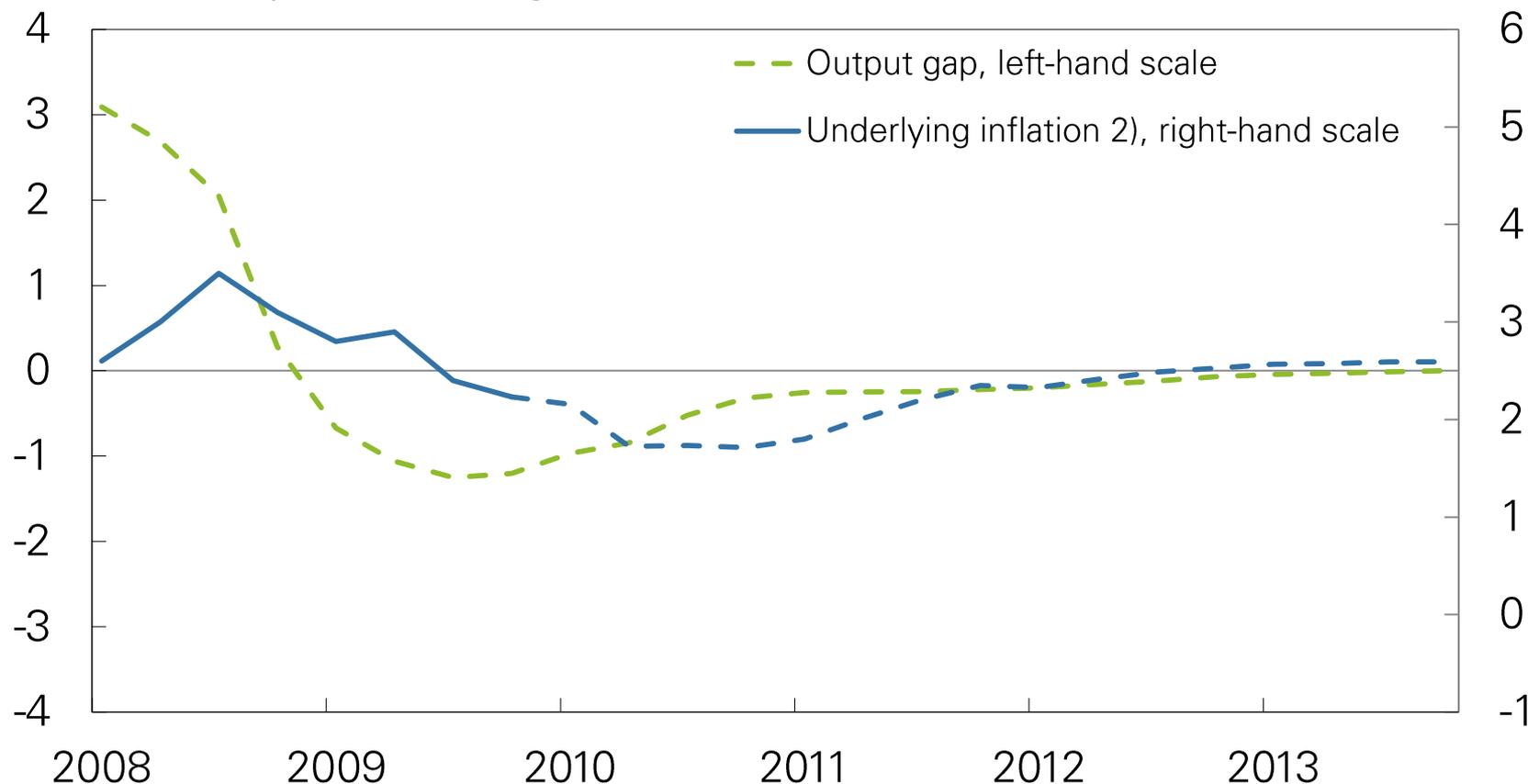
1) Broken lines show projections from MPR 1/10

2) As measured by the CPIXE

Sources: Statistics Norway and Norges Bank

Projected inflation and output gap in the baseline scenario

Per cent. 4-quarter change. 2008 Q1–2013 Q4 ¹⁾



1) Broken lines show projections from MPR 1/10

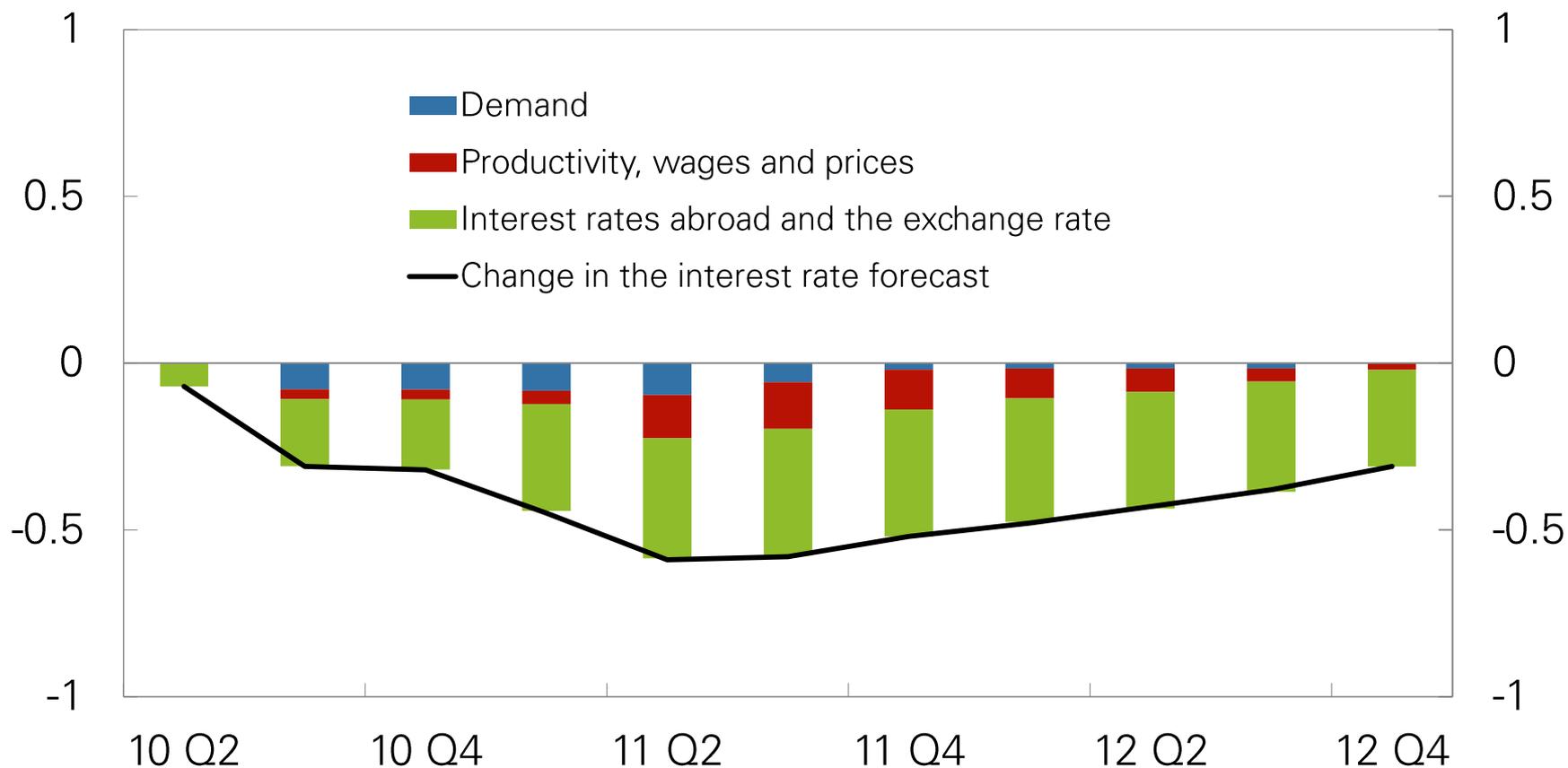
2) As measured by the CPIXE

Sources: Statistics Norway and Norges Bank

Changes in the interest rate forecast

From October 2009 to March 2010. Accumulated contribution.

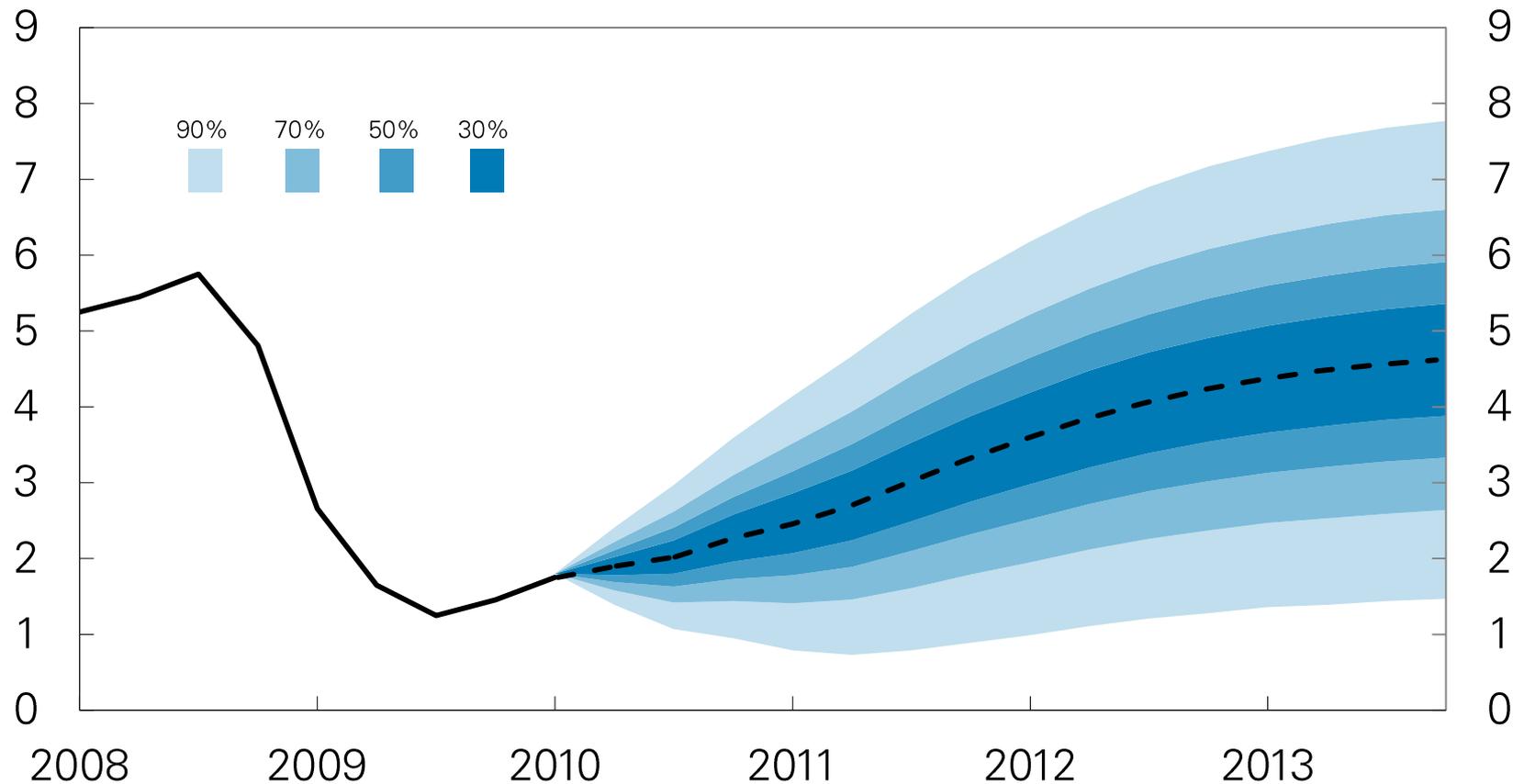
Percentage points



Source: Norges Bank

Projected key policy rate in the baseline scenario with fan chart

Quarterly figures. Per cent. 2008 Q1–2013 Q4



Source: Norges Bank