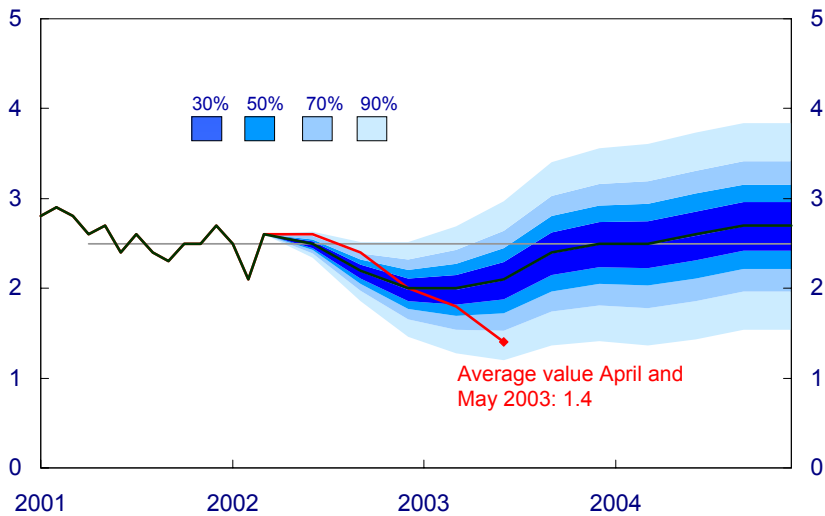


# Chapter 5 Prices

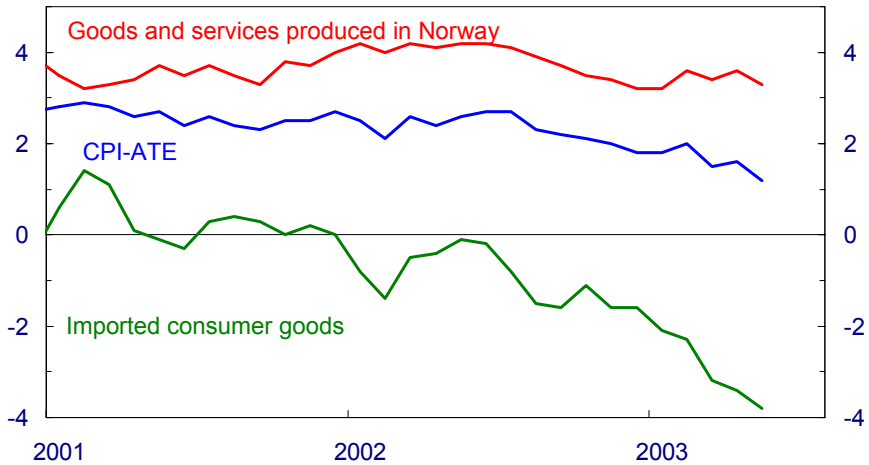
## 5.1 CPI-ATE, projections and uncertainty in IR 2/02. 12-month rise. Per cent



Sources: Statistics Norway and Norges Bank

### 5.2 CPI-ATE.

Total<sup>1)</sup> and distributed by imported and domestically produced goods and services<sup>2)</sup>. Year-on year rise. Per cent

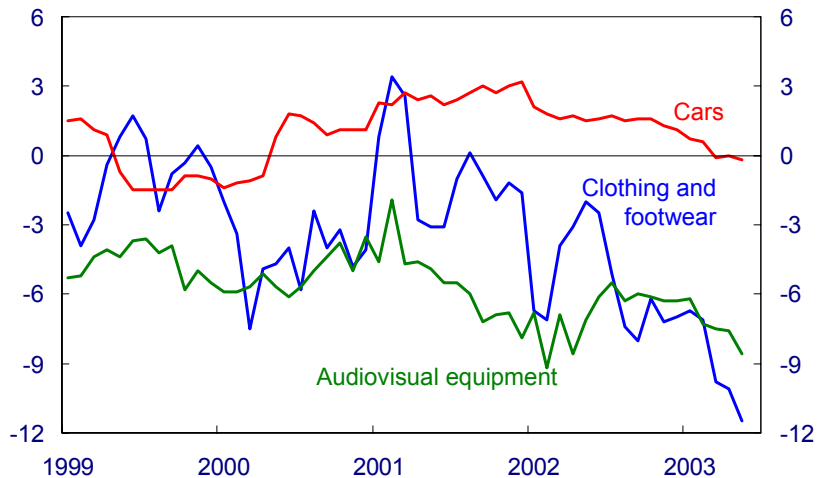


<sup>1)</sup> Norges Bank's estimates up to and including July 2000, thereafter figures published by Statistics Norway

<sup>2)</sup> Norges Bank's estimates

Sources: Statistics Norway and Norges Bank

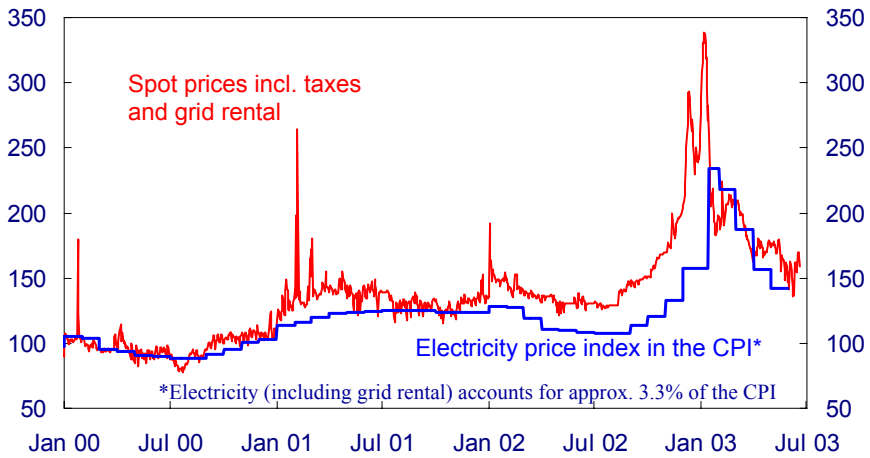
### 5.3 Prices for some imported consumer goods adjusted for tax changes. 12-month rise. Per cent



Sources: Statistics Norway and Norges Bank

## 5.4 Electricity prices

1 January 1998 = 100



Sources: Statistics Norway, Nordpool, Viken Energi and Norges Bank

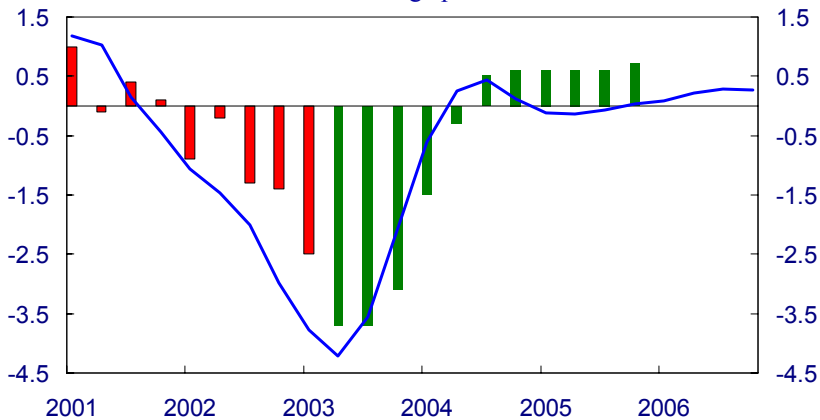
Executive Board June 2003

## Projections IR 2/03.

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### 5.5 Imported consumer goods

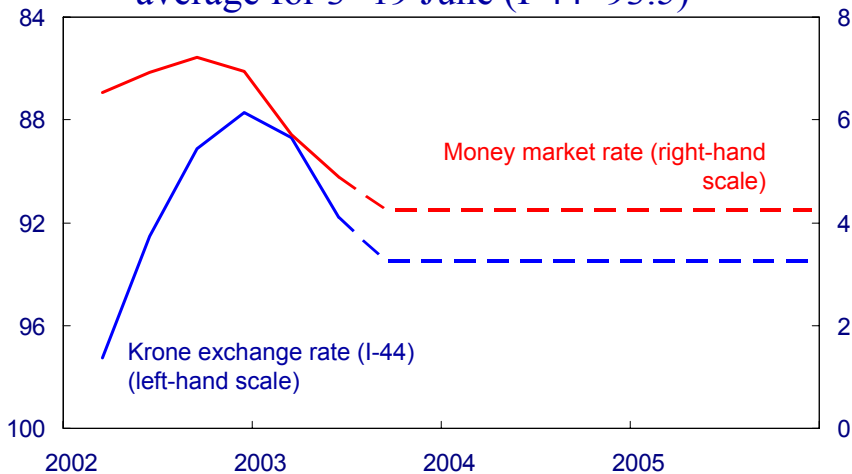
Isolated effect on price inflation of historical exchange rate movements (blue), historical price inflation (red) and projections (green). Adjusted for tax changes. Percentage points



Sources: Statistics Norway and Norges Bank

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### 5.6 Sight deposit rate of 4 per cent and imported krone exchange rate equal to the average for 3 -19 June (I-44=93.5)



Source: Norges Bank

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## 5.7 Projections

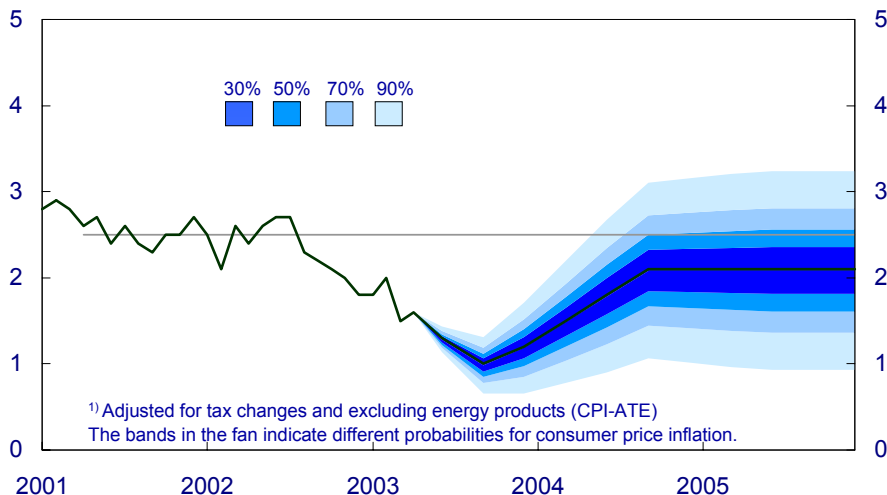
Sight deposit rate of 4 per cent and krone exchange rate equal to average for 3-19 June. Changes from *Inflation Report* 1/03 in brackets

	2003	2004	2005
<b>Mainland demand</b>	1 (-1/4)	2½ (0)	3¼ (+3/4)
Private consumption	3 (+1/4)	3½ (+1/4)	3½ (+1/2)
Public consumption	¾ (0)	1½ (-1/2)	1¾ (-1/4)
Fixed investment	-5½ (-1½)	1¼ (+3/4)	4 (+2)
Traditional exports	-2½ (+1/2)	-¼ (+3/4)	2¼ (+1/4)
<b>Mainland GDP</b>	1 (-1/4)	2 (0)	2½ (+1/4)
Employment	-¾ (-1/4)	0 (0)	½ (0)
Registered unemployment	4¼ (+1/4)	4½ (+1/4)	4 ½ (+1/4)
Annual wages	4½ (-1/2)	4 (-1/2)	4½ (0)

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## 5.8 Projections and uncertainty for CPI-ATE

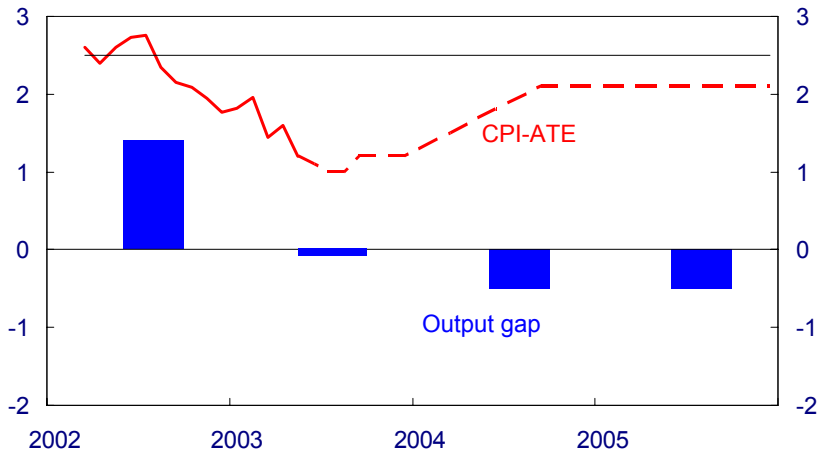
with a sight deposit rate of 4 per cent and import-weighted krone exchange rate equal to the average for 3-19 June (I-44= 93.5). 12-month rise. Per cent



Sources: Statistics Norway and Norges Bank

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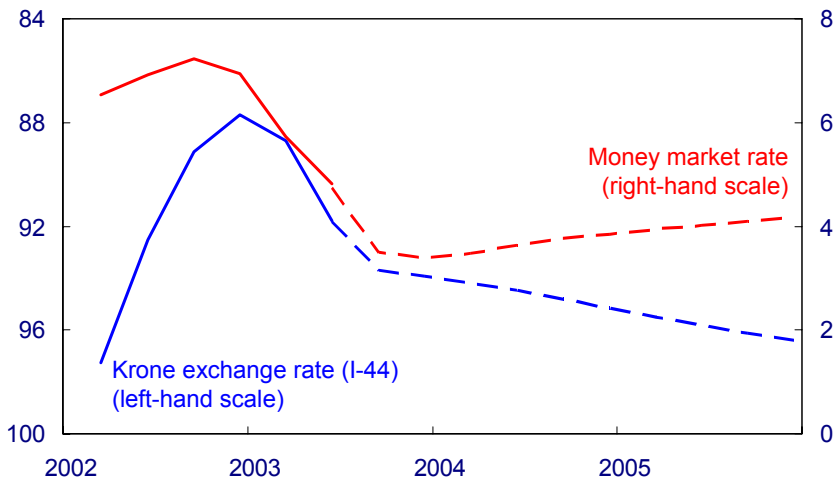
### 5.9 Projected CPI-ATE and output gap with a sight deposit rate of 4 per cent and import-weighted krone exchange rate equal to the average for 3-19 June. Per cent



Sources: Statistics Norway and Norges Bank

Executive Board June 2003

### 5.10 Interest rate in line with forward rate and gradual krone exchange rate depreciation of 3 per cent



Source: Norges Bank

Executive Board June 2003

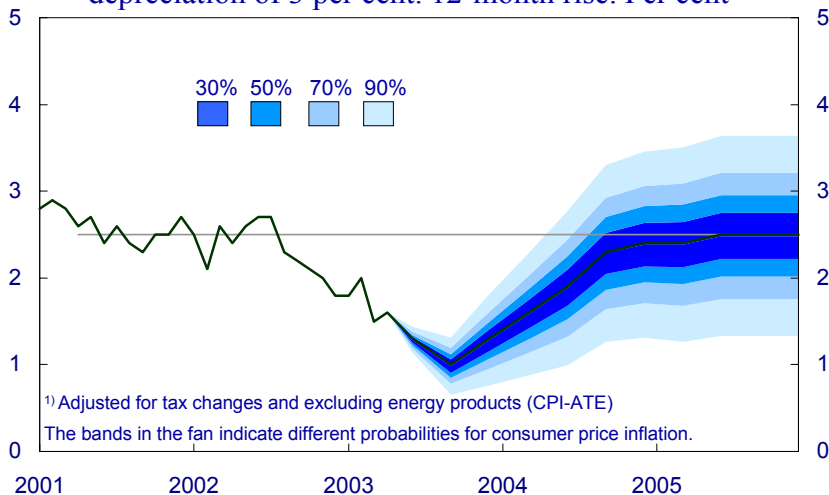
## 5.11 Projections

with forward interest rate and forward krone exchange rate. Deviation from scenario with constant interest rate and exchange rate in brackets

	2003	2004	2005
<b>Mainland demand</b>	1¼ (+¼)	3½ (+1)	3¾ (+½)
Private consumption	3¼ (+¼)	4½ (+1)	4¼ (+¾)
Public consumption	¾ (0)	1½ (0)	1¾ (0)
Fixed investment	-5 (+½)	3 (+1¾)	5¼ (+1¼)
Traditional exports	-2 (+½)	1 (+1¼)	2½ (+¼)
<b>Mainland GDP</b>	1 (0)	2½ (+½)	3 (+½)
Employment	-¾ (0)	¼ (+¼)	¾ (+¼)
Registered unemployment	4¼ (0)	4½ (0)	4¼ (-¼)
Annual wages	4½ (0)	4½ (+½)	5 (+½)

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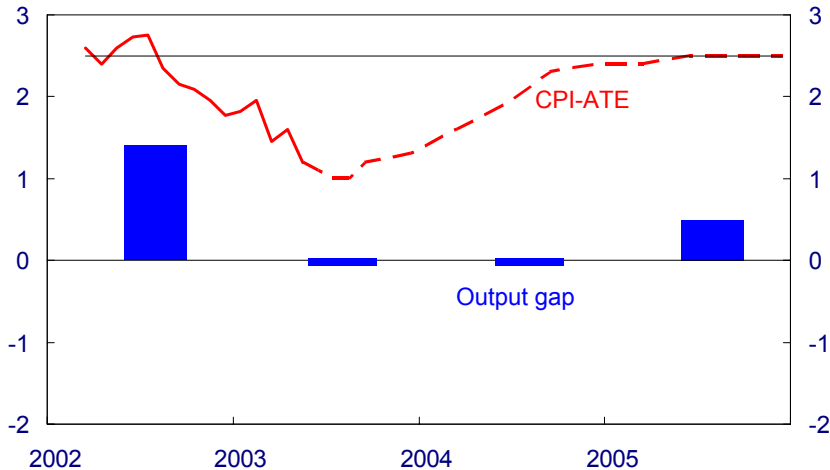
## 5.12 Projected CPI-ATE and uncertainty with forward interest rate and gradual exchange rate depreciation of 3 per cent. 12-month rise. Per cent



Sources: Statistics Norway and Norges Bank

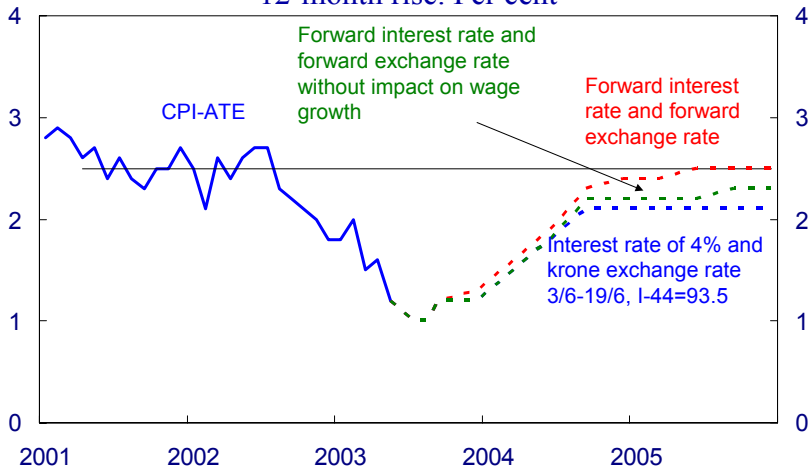
Executive Board June 2003

### 5.13 Projected CPI-ATE and output gap with a forward interest rate and gradual exchange rate depreciation of 3 per cent. Per cent



Sources: Statistics Norway and Norges Bank

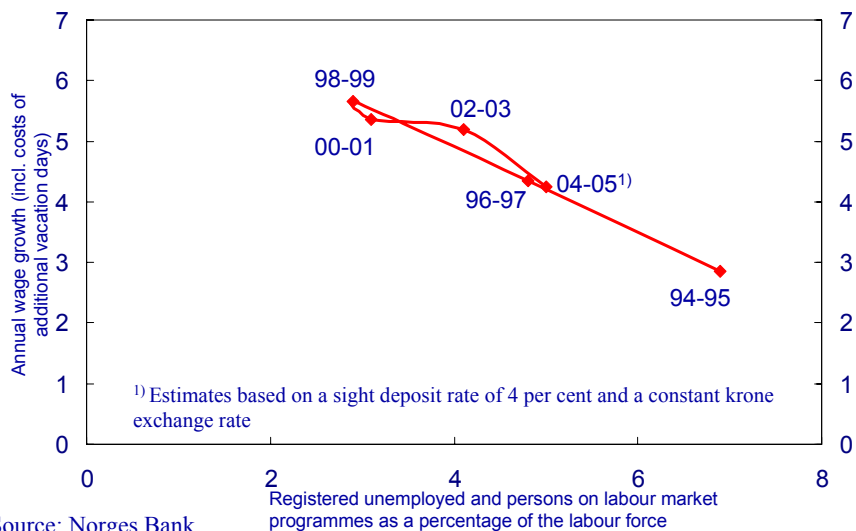
### 5.14 Projections for the CPI-ATE based on different interest rate and exchange rate assumptions. 12-month rise. Per cent



Sources: Statistics Norway and Norges Bank



### 5.15 Phillips curve. 2-year average



Source: Norges Bank