

Table 11 Office for Budget Responsibility Pre-Budget Economic Forecast

	2010 outturn	2011	2012	2013 forecasts	2014	2015	2016
Gross Domestic Product at constant prices	2.1	0.8	0.8	2.0	2.7	3.0	3.0
Expenditure components of GDP							
Domestic Demand	2.9	- 0.8	0.3	1.5	2.4	2.8	2.9
Household consumption ¹	1.2	- 0.8	0.5	1.3	2.3	3.0	3.0
General government consumption	1.5	0.3	0.5	- 1.1	- 2.1	- 2.8	- 2.7
Fixed Investment	3.1	- 1.7	- 0.3	6.2	8.6	8.9	8.7
Business	- 2.1	0.2	0.7	6.4	8.9	10.2	10.1
General government	7.8	- 13.0	- 5.0	- 3.6	0.1	0.4	- 1.4
Private dwellings	13.3	2.4	0.2	10.5	11.6	9.9	9.7
Exports of goods and services	7.4	4.8	2.9	5.3	5.7	5.5	5.3
Imports of goods and services	8.6	0.6	1.4	3.8	4.6	4.8	4.9
Inflation CPI (Consumer Price Index)	3.3	4.5	2.8	1.9	1.9	2.0	2.0
Labour market							
Employment (millions)	29.0	29.2	29.1	29.2	29.4	29.7	30.0
Wages and salaries	2.2	1.5	2.0	3.5	5.1	5.5	5.6
Average earnings ²	2.4	1.2	2.6	3.1	4.3	4.5	4.5
ILO unemployment (percentage)	7.9	8.1	8.7	8.6	8.0	7.2	6.3
Claimant count (Q4 millions)	1.50	1.53	1.65	1.64	1.52	1.35	1.19
Household sector							
Real household disposable income	- 0.2	- 1.4	0.2	0.5	1.9	2.4	2.5
Savings ratio (level, percentage)	7.2	6.3	6.6	5.9	5.6	5.2	5.0
House prices	7.2	- 0.7	0.4	0.1	2.5	4.5	4.5
Fiscal aggregates (Percentage of GDP) ³							
Public sector net borrowing	9.3	8.3	5.8	5.9	4.3	2.8	1.1
Public sector net debt	60.5	67.3	71.9	75.0	76.3	76.0	74.3
General government net borrowing ⁴	9.4	8.3	5.9	6.0	4.4	2.9	1.2
General government net debt ⁴	76.4	84.0	89.0	91.9	92.7	91.4	88.6

Source: Economic and fiscal outlook March 2012, Office for Budget Responsibility, CM 9303, The Stationery Office.

Notes: 1. Includes households and non-profit institutions serving households.

2. Wages and salaries divided by employees.

3. Fiscal aggregates are for the financial year (i.e. 2010 is 2010/11).

4. General government borrowing and debt measures on a Maastricht basis.