



SPRING 2008 ECONOMIC OUTLOOK FOR SLOVENIA: ANSWERS FROM ZDS

MAIN FORECAST		2007	2008	2009		
Real GDP growth		5.9	4.5	4.2		
Consumer price inflation		3.6	4.7	3.0		
Unemployment rate		4.9	5.0	5.0		
Employment growth		3.5	1.2	1.2		
Components of aggregate der	mand					
Annual % change		2007	2008	2009		
Private consumption		3.1	3.5	3.5		
Public consumption	()	1.4	3.9	2.6		
Investment (Gross fixed capital t Exports	ormation)	17.2 14.5	5.0 9.0	4.0 8.5		
Imports		15.5	8.0	7.5		
ECONOMIC SENTIMENT						
	Positive	Negative	Unchanged			
Trend in business climate		Industry	Ū			
over the next 6 months						
	Positive	Negative	Unchanged			
Trend in profitability over the		Industry				
next 6 months			Services			
	Increase (faster pace)	Increase (slower pace)	Unchanged	Decrease (slower pace)	Decrease (faster pace)	
		puec)			pube)	
nvestment intentions over he next 6 months		_		Industry		
ne next o months		Services				
	Replacement	Extension	Rationalisation	Innovation		
Driving force behind						
investment decisions in the next 6 months	Same	Same	Same	Up		
IEAL O INOILLIS						
Tunud in	Positive	Negative	Unchanged			
Trend in consumer confidence over the next 6		yes				
months		yes				
	Industry: past 6	In ducation of many C	Services: past 6	Services: next 6		
	moustry: past o	Industry: next 6 months	months	months		
Overall trend in employment	Up	Down	Up	Same		
	Ч	Down	54	Guine		
	Higher / more difficult	Same	Lower / less			
	inglier / more announ	Game	difficult			
Over the next 6 months,	Cost					
cost/access to finance will	Access					
be	Access					
	to a large extent	to some extent	to a limited extent	not at all		
	to a large extern	to some extent		not at an		
Financial market turmoil has affected companies'						
investment decisions			yes			
negatively						
EXCHANGE RATE DEVELOP	IENTS					
		Dollar per euro				
Where will the EUR/USD sta	nd in October 2008 ?	na				
POLICY MIX						
	Not necessary,					
	situation is	Excellent	Satisfactory	Neither satisfactory	Unsatisfactory	Deteriorating
	satisfactory		-	nor unsatisfactory	-	5
Progress towards medium-						
erm budgetary objective is				yes		
	Tight, appropriate for	Tight	Appropriate	Loose	Loose, appropriate	
		Tight		Loose	Loose, appropriate for the euro area	
	Tight, appropriate for	Tight	Appropriate yes	Loose		
	Tight, appropriate for	Tight		Loose		
	Tight, appropriate for the euro area	Downside risks to	yes Inflation pressures		for the euro area Risks related to	Ricks of further
	Tight, appropriate for	Downside risks to growth over	yes Inflation pressures from high oil and	Loose Upisde risks to wage inflation	for the euro area Risks related to credit market	Risks of further euro appreciatior
	Tight, appropriate for the euro area	Downside risks to	yes Inflation pressures	Upisde risks to	for the euro area Risks related to	
Monetary policy is	Tight, appropriate for the euro area	Downside risks to growth over	yes Inflation pressures from high oil and	Upisde risks to	for the euro area Risks related to credit market	
Monetary policy is Focus on elements of the ECB analysis underlying its	Tight, appropriate for the euro area	Downside risks to growth over	yes Inflation pressures from high oil and	Upisde risks to	for the euro area Risks related to credit market	
Monetary policy is Focus on elements of the ECB analysis underlying its	Tight, appropriate for the euro area Above-target inflation	Downside risks to growth over medium term	yes Inflation pressures from high oil and commodity prices	Upisde risks to wage inflation	for the euro area Risks related to credit market turbulences	euro appreciatior
Monetary policy is Focus on elements of the ECB analysis underlying its	Tight, appropriate for the euro area Above-target inflation	Downside risks to growth over medium term	yes Inflation pressures from high oil and commodity prices	Upisde risks to wage inflation	for the euro area Risks related to credit market turbulences	euro appreciation
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Monetary policy is Focus on elements of the ECB analysis underlying its current policy stance is	Tight, appropriate for the euro area Above-target inflation appropriate	Downside risks to growth over medium term appropriate	yes Inflation pressures from high oil and commodity prices	Upisde risks to wage inflation	for the euro area Risks related to credit market turbulences	euro appreciation
Monetary policy is Focus on elements of the ECB analysis underlying its current policy stance is Consistency between fiscal	Tight, appropriate for the euro area Above-target inflation appropriate	Downside risks to growth over medium term appropriate	yes Inflation pressures from high oil and commodity prices	Upisde risks to wage inflation	for the euro area Risks related to credit market turbulences	euro appreciation
Monetary policy is Focus on elements of the ECB analysis underlying its current policy stance is Consistency between fiscal and monetary policies	Tight, appropriate for the euro area Above-target inflation appropriate	Downside risks to growth over medium term appropriate Inadequate	yes Inflation pressures from high oil and commodity prices	Upisde risks to wage inflation	for the euro area Risks related to credit market turbulences	euro appreciatio