



AUTUMN 2008 ECONOMIC OUTLOOK FOR ESTONIA: ANSWERS FROM ETTK

MAIN FORECAST						
MAINTOREGAGI		2008	2009			
Real GDP growth		-1.5	-1.0			
Consumer price inflation		12.0	9.0			
Unemployment rate		4.7	5.5			
Employment growth		-0.1	-0.1			
Components of aggregate de	emand					
Annual % change		2008	2009			
Private consumption		-3.5	0.5			
Public consumption		2.5	0.1			
Investment (Gross fixed capita	I formation)	-4.5	1.6			
Exports		-0.8	4.3			
Imports		-3.3	3.0			
ECONOMIC SENTIMENT						
	Positive	Negative	Unchanged			
Trend in business climate		Industry				
over the next 6 months		Services				
	Positive	Negative	Unchanged			
Translin profitchility areas	1 03/11/0	Industry	Onenangea			
Trend in profitability over the next 6 months		Services				
the next o months		Services				
	Increase	Increase	Unchanged	Decrease	Decrease	
	(faster pace)	(slower pace)	Offichanged	(slower pace)	(faster pace)	
Investment intentions over					Industry	
the next 6 months				Services		
	Replacement	Extension	Rationalisation	Innovation		
Driving force behind	Davin	Davin	Como	Davis		
investment decisions in the next 6 months	Down	Down	Same	Down		
next o months						
	Positive	Negative	Unchanged			
Trend in consumer						
confidence over the next 6 months		yes				
monus						
	Industry: past 6	Industry: next 6	Services: past 6	Services: next 6		
Occupil toward in	Industry: past 6 months	Industry: next 6 months	Services: past 6 months	Services: next 6 months		
Overall trend in						
Overall trend in employment	months	months	months	months		
	<i>months</i> Down	<i>months</i> Down	months Down Lower / less	months		
	months	months	<i>months</i> Down	months		
	<i>months</i> Down	<i>months</i> Down	months Down Lower / less	months		
employment Over the next 6 months, cost/access to finance will	months Down Higher / more difficult Cost	<i>months</i> Down	months Down Lower / less	months		
employment Over the next 6 months,	months Down Higher / more difficult	<i>months</i> Down	months Down Lower / less	months		
employment Over the next 6 months, cost/access to finance will	months Down Higher / more difficult Cost Access	months Down Same	months Down Lower / less difficult	<i>months</i> Down		
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employment Over the next 6 months, cost/access to finance will	months Down Higher / more difficult Cost Access	months Down Same	months Down Lower / less difficult	<i>months</i> Down		
employment Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies'	months Down Higher / more difficult Cost Access	months Down Same to some extent	months Down Lower / less difficult	<i>months</i> Down		
employment Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions	months Down Higher / more difficult Cost Access	months Down Same	months Down Lower / less difficult	<i>months</i> Down		
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Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively	months Down Higher / more difficult Cost Access to a large extent	months Down Same to some extent	months Down Lower / less difficult	<i>months</i> Down		
Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively	months Down Higher / more difficult Cost Access	months Down Same to some extent	months Down Lower / less difficult	months Down not at all	Unsatisfactory	Deteriorating
Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively	months Down Higher / more difficult Cost Access to a large extent Not necessary,	months Down Same to some extent yes	months Down Lower / less difficult to a limited extent	months Down not at all Neither	Unsatisfactory	Deteriorating
employment Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively POLICY MIX	months Down Higher / more difficult Cost Access to a large extent Not necessary, situation is	months Down Same to some extent yes	months Down Lower / less difficult to a limited extent	months Down not at all Neither satisfactory nor	Unsatisfactory	Deteriorating
Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively	months Down Higher / more difficult Cost Access to a large extent Not necessary, situation is	months Down Same to some extent yes	months Down Lower / less difficult to a limited extent	months Down not at all Neither satisfactory nor	Unsatisfactory	Deteriorating yes
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employment Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively POLICY MIX Progress towards mediumterm budgetary objective	months Down Higher / more difficult Cost Access to a large extent Not necessary, situation is	months Down Same to some extent yes	months Down Lower / less difficult to a limited extent	months Down not at all Neither satisfactory nor	Unsatisfactory	-
employment Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively POLICY MIX Progress towards mediumterm budgetary objective	months Down Higher / more difficult Cost Access to a large extent Not necessary, situation is satisfactory	months Down Same to some extent yes	months Down Lower / less difficult to a limited extent	months Down not at all Neither satisfactory nor	·	•
employment Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively POLICY MIX Progress towards mediumterm budgetary objective	months Down Higher / more difficult Cost Access to a large extent Not necessary, situation is satisfactory Tight, appropriate for	months Down Same to some extent yes	months Down Lower / less difficult to a limited extent	months Down not at all Neither satisfactory nor	Loose, appropriate	-
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employment Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively POLICY MIX Progress towards mediumterm budgetary objective is	months Down Higher / more difficult Cost Access to a large extent Not necessary, situation is satisfactory Tight, appropriate for	months Down Same to some extent yes Excellent	months Down Lower / less difficult to a limited extent Satisfactory	not at all Neither satisfactory nor unsatisfactory	Loose, appropriate for the euro area	-
employment Over the next 6 months, cost/access to finance will be Financial market turmoil has affected companies' investment decisions negatively POLICY MIX Progress towards mediumterm budgetary objective is Monetary policy is	months Down Higher / more difficult Cost Access to a large extent Not necessary, situation is satisfactory Tight, appropriate for the euro area	months Down Same to some extent yes Excellent Tight	months Down Lower / less difficult to a limited extent Satisfactory	not at all Neither satisfactory nor unsatisfactory	Loose, appropriate for the euro area	-
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