





AUTUMN 2008 ECONOMIC OUTLOOK FOR PORTUGAL: ANSWERS FROM AIP AND CIP (NOVEMBER UPDATE)

MAIN FORECAST						
		2008	2009			
Real GDP growth		0.5	0.1			
Consumer price inflation		2.8	2.3			
Unemployment rate		7.7	7.9			
Employment growth		0.6	0.0			
Components of aggregate de	emand					
Annual % change		2008	2009			
Private consumption		1.4	0.1			
Public consumption		0.2	0.2			
Investment (Gross fixed capital	formation)	-0.8	-2.7			
Exports		1.4	1.1			
Imports		2.6	-0.5			
ECONOMIC SENTIMENT						
	Positive	Negative	Unchanged			
Trend in business climate		Industry				
over the next 6 months			Services			
	.					
	Positive	Negative	Unchanged			
Trend in profitability over			Industry			
the next 6 months			Services			
	Increase	Increase		Decrease	Decrease	
	(faster pace)	(slower pace)	Unchanged	(slower pace)	(faster pace)	
Investment intentions over	, ,	, ,	Industry	• • •	, , ,	
the next 6 months			· ·			
the next o months			Services			
	Replacement	Extension	Rationalisation	Innovation		
Driving force behind	•					
investment decisions in the	Up	Same	Up	Up		
next 6 months						
	Positive	Negative	Unchanged			
Trend in consumer		3	J			
confidence over the next 6			yes			
confidence over the flext o			yes			
months			yes			
	Industry: past 6	Industry: next 6	·	Services: next 6		
	Industry: past 6 months	Industry: next 6 months	Services: past 6	Services: next 6		
	months	months	Services: past 6 months	months		
months			Services: past 6			
months Overall trend in	<i>months</i> Down	months	Services: past 6 months	months		
months Overall trend in	months Down Higher / more	months	Services: past 6 months Up Lower/less	months		
months Overall trend in employment	months Down Higher / more difficult	months Down	Services: past 6 months	months		
months Overall trend in employment Over the next 6 months,	months Down Higher / more	months Down	Services: past 6 months Up Lower/less	months		
Over the next 6 months, cost/access to finance will	months Down Higher / more difficult Cost	months Down	Services: past 6 months Up Lower/less	months		
months Overall trend in employment Over the next 6 months,	months Down Higher / more difficult	months Down	Services: past 6 months Up Lower/less	months		
Over the next 6 months, cost/access to finance will	months Down Higher / more difficult Cost Access	months Down Same	Services: past 6 months Up Lower/less difficult	<i>months</i> Same		
Overall trend in employment Over the next 6 months, cost/access to finance will be	months Down Higher / more difficult Cost	months Down	Services: past 6 months Up Lower/less	months		
Months Overall trend in employment Over the next 6 months, cost/access to finance will be Financial market turmoil	months Down Higher / more difficult Cost Access	months Down Same	Services: past 6 months Up Lower/less difficult	<i>months</i> Same		
Months Overall trend in 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	Services: past 6 months Up Lower/less difficult	<i>months</i> Same		
Overall trend in 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 to some extent	Services: past 6 months Up Lower/less difficult	<i>months</i> Same		
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Overall trend in 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 to some extent	Services: past 6 months Up Lower/less difficult	<i>months</i> Same		
Overall trend in employment 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	Services: past 6 months Up Lower/less difficult	months Same not at all		
months Overall trend in employment 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	Services: past 6 months Up Lower/less difficult	<i>months</i> Same	Unsatisfactory	Deteriorating
months Overall trend in employment 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 yes	Services: past 6 months Up Lower / less difficult to a limited extent	months Same not at all	Unsatisfactory	Deteriorating
months Overall trend in 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	Services: past 6 months Up Lower / less difficult to a limited extent	months Same not at all Neither satisfactory nor	Unsatisfactory	Deteriorating
months Overall trend in 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 medium-	months Down Higher / more difficult Cost Access to a large extent Not necessary, situation is	months Down Same to some extent yes	Services: past 6 months Up Lower / less difficult to a limited extent Satisfactory	months Same not at all Neither satisfactory nor	Unsatisfactory	Deteriorating
months Overall trend in 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	Services: past 6 months Up Lower / less difficult to a limited extent	months Same not at all Neither satisfactory nor	Unsatisfactory	Deteriorating
months Overall trend in 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	Services: past 6 months Up Lower / less difficult to a limited extent Satisfactory	months Same not at all Neither satisfactory nor	Unsatisfactory	Deteriorating
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Overall trend in 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	Services: past 6 months Up Lower / less difficult to a limited extent Satisfactory yes Appropriate	months Same not at all Neither satisfactory nor unsatisfactory	Loose, appropriate	Deteriorating
Overall trend in 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 the euro area	months Down Same to some extent yes Excellent Tight	Services: past 6 months Up Lower / less difficult to a limited extent Satisfactory yes Appropriate	months Same not at all Neither satisfactory nor unsatisfactory	Loose, appropriate	Deteriorating