



AUTUMN 2009 ECONOMIC OUTLOOK FOR MALTA: ANSWERS FROM MFOI

MAIN FORECAST					
		2009	2010		
Real GDP growth		-2.6	1.8		
		2.0	2.5		
Consumer price inflation					
Unemployment rate		7.5	7.7		
Employment growth		-0.5	0.2		
Components of aggregate demand - in re	eal terms				
Annual % change		2009	2010		
Private consumption		1.1	1.7		
		1.6	1.8		
Public consumption					
Investment (Gross fixed capital formation)		-21.2	3.2		
Exports		-7.5	2.2		
mports		-11.3	2.6		
ECONOMIC SENTIMENT					
	Positive	Monativa	Unchanged		
Funnal in business aliments are the mant	Positive	Negative			
Trend in business climate over the next			Industry		
6 months			Services		
	Positive	Negative	Unchanged		
Township was Basi (Process of the Control	, 00,076	rioganie			
Trend in profitability over the next 6			Industry		
months			Services		
		İ			
	Increase	Increase		Decrease	Decrease
			Unchanged		
	(faster pace)	(slower pace)	_	(slower pace)	(faster pace)
Investment intentions over the next 6			Industry		
months			Services		
	Global demand	Domestic demand	Cost of finance	Availability of finance	
Influence on companies' investment					
imuence on companies invesiment decisions	neutral	neutral	negative	positive	
	Replacement	Extension	Rationalisation	Innovation	
Driving force behind investment	noutral	noutral	nonitive.	naciti n	
decisions in the next 6 months	neutral	neutral	positive	positive	
	Industry: past 6	Industry: next 6	Services: past 6	Services: next 6	
	months	months	months	months	
Overall trend in employment	Down	Same	Same	Same	
Overall trend in employment	DOWII	Same	Same	Same	
ACCESS TO FINANCE AND IMPACT OF T	THE CRISIS ON BOTEN	TIAL CROWTH			
ACCESS TO FINANCE AND IMPACT OF	HE CRISIS ON POTEN	HAL GROWTH			
Compared to 6 months ago,	sharply up /				
cost/access to finance has been	restrained	/ mara difficult		down / easier	
	restrained	up / more difficult	same	down / easier	
for SMEs		Cost			
			Access		
for larger companies (>250 employees)		Cost			
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	sharply up /				
	sharply up / restrained	up / more difficult	same	down / easier	
		up / more difficult	same Cost	down / easier	
finance will be		up / more difficult	Cost	down / easier	
inance will be		up / more difficult		down / easier	
finance will be for SMEs		up / more difficult	Cost Access	down / easier	
finance will be		up / more difficult	Cost Access Cost	down / easier	
inance will be for SMEs		up / more difficult	Cost Access	down / easier	
finance will be for SMEs		up / more difficult	Cost Access Cost	down / easier	
for SMEs for larger companies (>250 employees)		up / more difficult	Cost Access Cost	down / easier	
for SMEs for larger companies (>250 employees) For companies, the current financing	restrained		Cost Access Cost Access		
for SMEs for larger companies (>250 employees) For companies, the current financing	restrained	up / more difficult of high concern	Cost Access Cost	down / easier	
for SMEs for larger companies (>250 employees) For companies, the current financing situation is	restrained		Cost Access Cost Access	not worrying	
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POLICY MIX					
	Tight, appropriate for the euro area	Tight	Appropriate	Loose	Loose, appropriate for the euro area
Monetary policy is			yes		
	adequate	inadequate			
Consistency between fiscal and monetary policies	yes				
	excellent committment	satisfactory committment	neither satisfactory nor unsatisfactory committment	unsatisfactory committment	no clear committmen creating an extremely worrying situation
Regarding the sustainability of public finances, government shows			yes		
	respect the 3% limit	be in balance			
In 2015, the government deficit will	yes	no			