

# Bank of Russia's medium-term forecast

following the Bank of Russia Board of Directors' key rate meeting on 6 September 2019



## Key forecast parameters of the Bank of Russia's baseline scenario

(growth as % of previous year, if not indicated otherwise)

	2018 (actual)	BASELINE			
		2019	2020	2021	2022
Urals price, average for the year, US dollars per barrel	69.8	63	55	50	50
Inflation, as % in December year-on-year	4.3	4.0-4.5	4.0	4.0	4.0
Inflation, average for the year, as % year-on-year	2.9	4.6-4.8	4.0	4.0	4.0
Gross domestic product	2.3	0.8-1.3	1.5-2.0	1.5-2.5	2.0-3.0
Final consumption expenditure	1.8	1.0-1.5	1.5-2.0	1.5-2.0	1.8-2.3
– households	2.3	1.0-1.5	2.0-2.5	2.0-2.5	2.0-2.5
Gross capital formation	0.8	0.0-1.0	3.5-4.5	3.5-4.5	2.5-3.5
– gross fixed capital formation	2.9	0.0-1.0	3.5-4.5	3.5-4.5	2.5-3.5
Exports	5.5	-(0.3-0.8)	2.0-2.5	2.0-2.5	2.5-3.0
Imports	2.7	-(0.3)-0.2	3.0-3.5	3.5-4.0	2.5-3.0
Money supply in national definition	11.0	8-12	7-12	7-12	7-12
Claims on organisations and households in rubles and foreign currency <sup>1</sup>	11.5	8-12	7-12	7-12	7-12
– on organisations, growth as % over year	8.4	7-10	6-10	6-10	6-10
– on households, growth as % over year	22.0	15-20	10-15	10-15	10-15

<sup>1</sup> Banking sector claims on organisations and households means all of the banking sector's claims on non-financial and financial institutions and households in the currency of the Russian Federation, a foreign currency and precious metals, including loans issued (including overdue loans), overdue interest on loans, credit institutions' investment in debt and equity securities and promissory notes, as well as other forms of equity interest in non-financial and financial institutions, and other accounts receivable from settlement operations involving non-financial and financial institutions and households.

Source: Bank of Russia.

## Russia's balance of payments indicators in the baseline scenario<sup>2</sup>

(billions of US dollars)

	2018 (actual)	BASELINE			
		2019	2020	2021	2022
<b>Current account</b>	<b>113</b>	<b>83</b>	<b>56</b>	<b>39</b>	<b>28</b>
Balance of trade	194	166	141	126	120
Exports	443	415	395	389	396
Imports	249	249	254	263	276
Balance of services	-30	-31	-34	-36	-39
Exports	65	64	63	65	67
Imports	95	95	97	101	106
Balance of primary and secondary income	-51	-52	-51	-52	-53
<b>Current and capital account balance</b>	<b>112</b>	<b>83</b>	<b>56</b>	<b>39</b>	<b>28</b>
<b>Financial account (excluding reserve assets)</b>	<b>77</b>	<b>20</b>	<b>19</b>	<b>14</b>	<b>14</b>
Government and the central bank	9	-20	-6	-6	-6
Private sector	68	40	25	20	20
<b>Net errors and omissions</b>	<b>2</b>	<b>-3</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Change in reserve assets ('+' – increase, '-' – decrease)</b>	<b>38</b>	<b>60</b>	<b>37</b>	<b>25</b>	<b>14</b>

<sup>2</sup> Using the methodology of the 6<sup>th</sup> edition of "Balance of Payments and International Investment Position Manual" (BPM6). In the Financial account "+" stands for net lending, "-" – for net borrowing. Due to rounding total results may differ from the sum of respective values.

Source: Bank of Russia.