

Fiscal 2016 Economic Outlook

December, 2015
Approved by the Cabinet

Main Economic Indicators

	FY2014 (Actual)	FY2015 (Estimate)	FY2016 (Forecast)	Percentage changes over the previous fiscal year					
				FY2014		FY2015		FY2016	
				% (Current prices)	% (Constant prices)	% (Approx.) (Current prices)	% (Approx.) (Constant prices)	% (Approx.) (Current prices)	% (Approx.) (Constant prices)
Gross domestic product	489.6	503.1	518.8	1.5	-1.0	2.7	1.2	3.1	1.7
Private consumption expenditure	293.2	295.9	304.9	-0.8	-2.9	0.9	1.0	3.0	2.0
Private residential investment	14.4	14.8	15.6	-8.5	-11.7	2.7	2.8	5.0	3.8
Private non-residential investment	68.4	70.7	74.7	1.6	0.1	3.4	2.8	5.6	4.5
Increase in private inventory *1	0.2	1.1	0.3	(0.6)	(0.6)	(0.2)	(0.2)	(-0.2)	(-0.2)
Exports of goods and services	88.4	90.4	95.7	10.5	7.8	2.3	2.1	5.8	4.8
Less: Imports of goods and services	99.7	93.8	97.0	3.9	3.3	-5.9	1.4	3.4	5.2
Contribution of domestic demand				0.5	-1.6	1.1	1.1	2.7	1.8
Contribution of private demand				0.1	-1.5	1.3	1.2	2.6	1.8
Contribution of public demand				0.5	-0.1	-0.2	-0.2	0.1	0.0
Contribution of external demand				1.0	0.6	1.6	0.1	0.4	-0.1
Gross national income	510.7	527.1	543.8	2.1	-0.4	3.2	3.0	3.2	2.1
Labor and employment	Ten thousands	Ten thousands (Approx.)	Ten thousands (Approx.)	%		% (Approx.)		% (Approx.)	
Total labor force	6,593	6,606	6,620	0.2		0.2		0.2	
Total employment	6,360	6,385	6,405	0.6		0.4		0.3	
Employees	5,607	5,643	5,665	0.8		0.6		0.4	
Unemployment rate	%	% (Approx.)	% (Approx.)						
	3.5	3.3	3.2						
Production	%	% (Approx.)	% (Approx.)						
Industrial production	-0.4	0.1	3.2						
Prices	%	% (Approx.)	% (Approx.)						
Domestic corporate goods price index	2.8	-2.9	0.2						
Consumer price index	2.9	0.4	1.2						
GDP deflator	2.5	1.5	1.4						
Balance of payments	Trillion yen	Trillion yen (Approx.)	Trillion yen (Approx.)	%		% (Approx.)		% (Approx.)	
Balance of goods and services	-9.3	-0.9	1.5						
Trade balance	-6.6	0.5	1.9						
Exports	75.6	75.7	79.0	8.4		0.1		4.4	
Imports	82.2	75.2	77.2	1.8		-8.6		2.7	
Current balance	7.9	18.5	21.7						
Current balance as a percentage of GDP	%	% (Approx.)	% (Approx.)						
	1.6	3.7	4.2						

*1 Figures in parentheses represent contribution to GDP growth.

(Note1) The figures for Consumer Price Index are general.

(Note2) Excluding the effects of the consumption tax hike to be estimated mechanically, consumer price index (total) is expected to be about 0.9% and GDP deflator is expected to be about 1.1%.

(Note 3) We have assumed the real growth rate of the world GDP (excluding Japan), the yen's exchange rate, and the crude oil import price as below. These assumptions are neither projections nor outlook of the government but are solely for the sake of this preparation work.

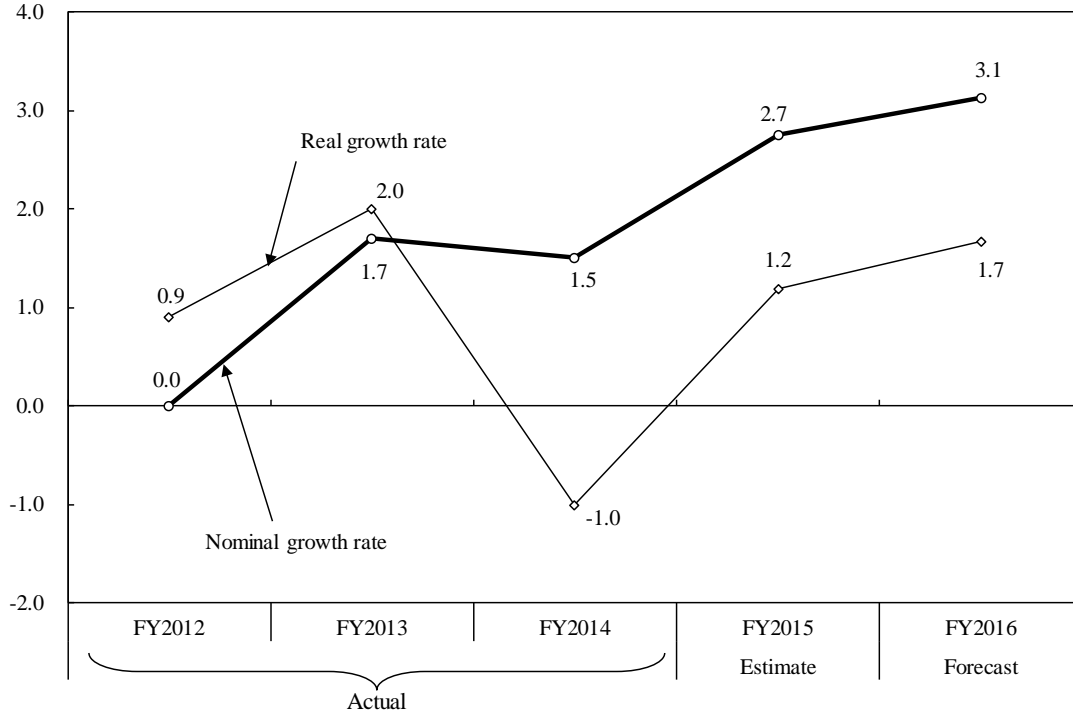
	FY2014(Actual)	FY2015	FY2016
Real growth rate of world GDP (excluding Japan) (%)	3.1	2.8	3.3
Exchange rate(yen/dollar)	110.0	122.0	122.6
Crude oil import price(dollar/barrel)	90.6	52.1	44.0

(Reference)

Main Economic Indicators

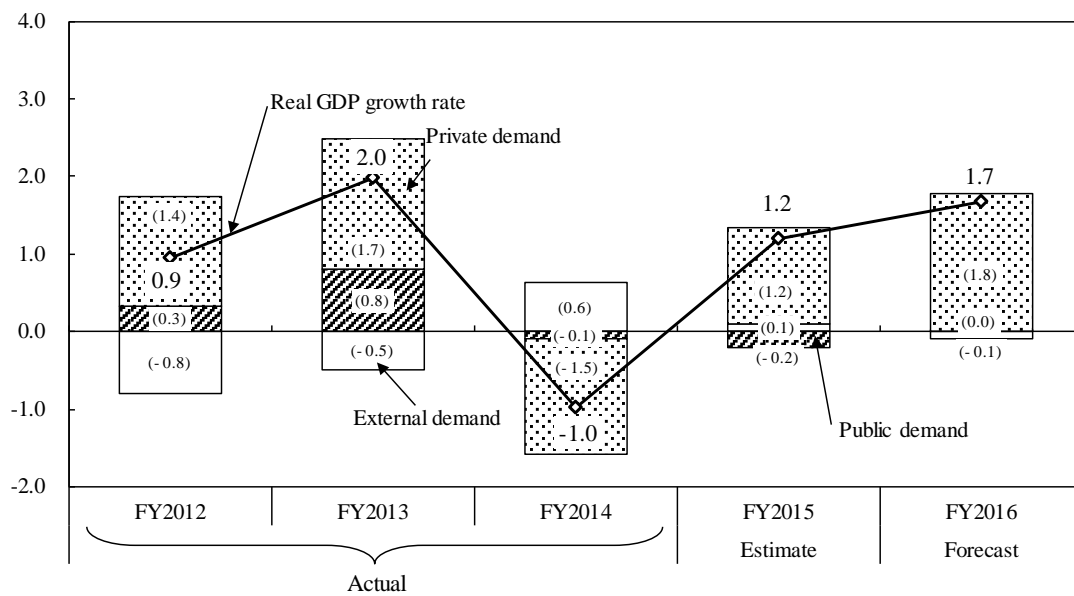
(%, or approximate %)

1. Gross domestic product (GDP)



(%, or approximate %)

2. Real GDP growth rate and contributions to the real GDP growth rate



※Note: Contribution ratios of private demand, public demand and external demand show their contributions to the real growth rate.

