

## Fiscal 2022 Economic Outlook

December 23, 2021  
Approved by the Cabinet

## Main Economic Indicators

	FY2020 (Actual)	FY2021	FY2022	Percentage changes over the previous fiscal year					
				FY2020		FY2021		FY2022	
				Trillion yen (Current prices)	Trillion yen (Approx.) (Current prices)	Trillion yen (Approx.) (Current prices)	% (Current prices)	% (Constant prices)	% (Approx.) (Current prices)
Gross domestic product	535.5	544.9	564.6	▲ 3.9	▲ 4.5	1.7	2.6	3.6	3.2
Private consumption expenditure	286.9	293.2	307.3	▲ 5.5	▲ 5.5	2.2	2.5	4.8	4.0
Private residential investment	19.8	21.0	21.5	▲ 7.3	▲ 7.8	5.6	▲ 0.5	2.8	0.9
Private non-residential investment	84.5	88.3	93.4	▲ 7.9	▲ 7.5	4.5	2.5	5.8	5.1
Change in Private Inventories *	0.1	0.4	0.6	(▲ 0.2)	(▲ 0.2)	(0.1)	(0.0)	(0.0)	(0.0)
Exports of goods and services	84.1	101.6	109.6	▲ 12.1	▲ 10.5	20.8	11.4	7.9	5.5
Less: Imports of goods and services	84.5	107.5	116.5	▲ 13.4	▲ 6.6	27.2	7.4	8.4	4.1
Contribution of domestic demand				▲ 4.2	▲ 3.9	2.8	2.0	3.8	3.0
Contribution of private demand				▲ 4.8	▲ 4.7	2.2	1.7	3.7	3.0
Contribution of public demand				0.6	0.8	0.6	0.2	0.1	0.0
Contribution of external demand				0.3	▲ 0.7	▲ 1.0	0.6	▲ 0.2	0.2
Gross national income	554.7	566.9	589.0	▲ 4.2	▲ 3.9	2.2	1.4	3.9	3.1
Labor and employment	Ten thousands	Ten thousands (Approx.)	Ten thousands (Approx.)			% (Approx.)		% (Approx.)	
Total labor force	6,863	6,871	6,873			▲ 0.5		0.1	
Total employment	6,664	6,681	6,705			▲ 1.0		0.3	
Employees	5,962	5,981	6,004			▲ 1.0		0.3	
Unemployment rate	%	% (Approx.)	% (Approx.)						
	2.9	2.8	2.4						
Production	%	% (Approx.)	% (Approx.)						
Industrial production	▲ 9.5	5.7	5.0						
Prices	%	% (Approx.)	% (Approx.)						
Domestic corporate goods price index	▲ 1.4	6.5	2.0						
Consumer price index (all items)	▲ 0.2	▲ 0.1	0.9						
GDP deflator	0.7	▲ 0.8	0.4						
Balance of payments	Trillion yen	Trillion yen (Approx.)	Trillion yen (Approx.)			% (Approx.)		% (Approx.)	
Balance of goods and services	0.2	▲ 5.3	▲ 5.8						
Trade balance	3.9	▲ 1.4	▲ 3.7						
Exports	68.4	83.8	88.7			▲ 8.4		22.5	
Imports	64.4	85.2	92.4			▲ 13.3		32.3	
Current balance	16.3	13.6	15.2						
Current balance as a percentage of GDP	%	% (Approx.)	% (Approx.)						
	3.0	2.5	2.8						

\* Figures in parentheses represent contribution to GDP growth.

(Note1) The figures for consumer price index include all items.

(Note2) The effects of "Go To campaign" on consumer price index (all items) for FY2020, FY2021 and FY2022 are estimated to be approximately ▲0.1%, 0.1% and ▲0.0% point. The effects of a reduction in mobile phone charges on the consumer price index is estimated to be approximately ▲1.3 % point in FY2021.

(Note3) The following assumptions have been made with regard to the real growth rate of world GDP (excluding Japan), the yen exchange rate, and the crude oil import price. It should be noted that these are working assumptions and do not represent government forecasts or outlooks.

	FY2020(Actual)	FY2021	FY2022
Real growth rate of world GDP (excluding Japan) (%)	▲ 1.6	6.4	4.0
Exchange rate (yen/dollar)	106.0	111.8	114.1
Crude oil import price (dollar/barrel)	42.9	76.0	83.0

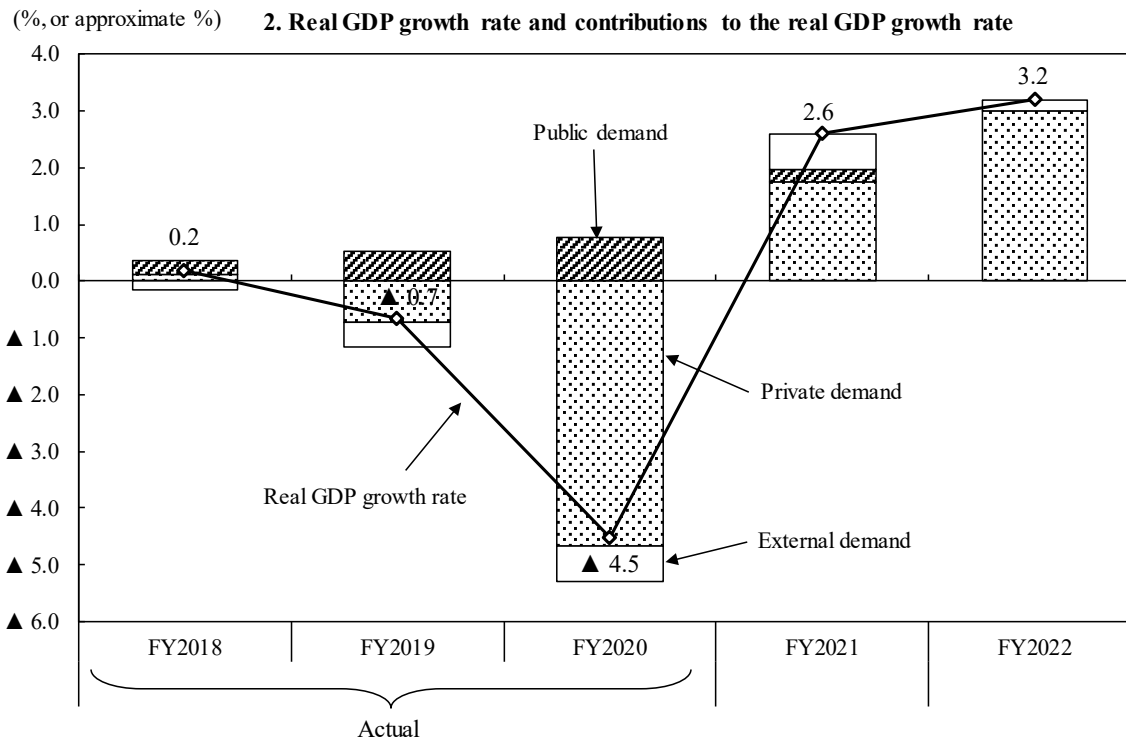
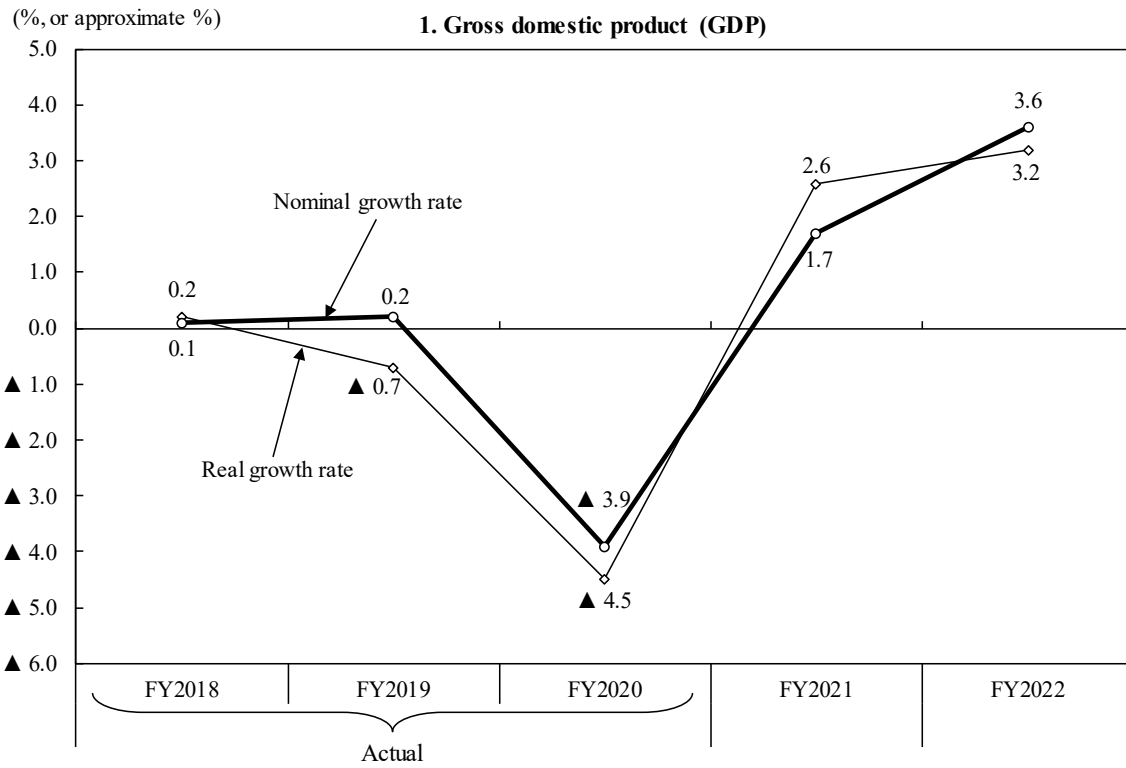
(Remarks) 1. The real growth rate of the world GDP (excluding Japan) has been calculated based on economic forecasts of international organizations and other institutions.

2. The exchange rate is assumed to stay constant at 114.1 yen/dollar (average from November 1 to November 30, 2021) from December 2021 onward.

3. The crude oil import price is assumed to stay constant at 83.0 dollars/barrel (the average spot price of Dubai from November 1 to November 30, 2021, plus freight and insurance) from December 2021 onward.

(Reference)

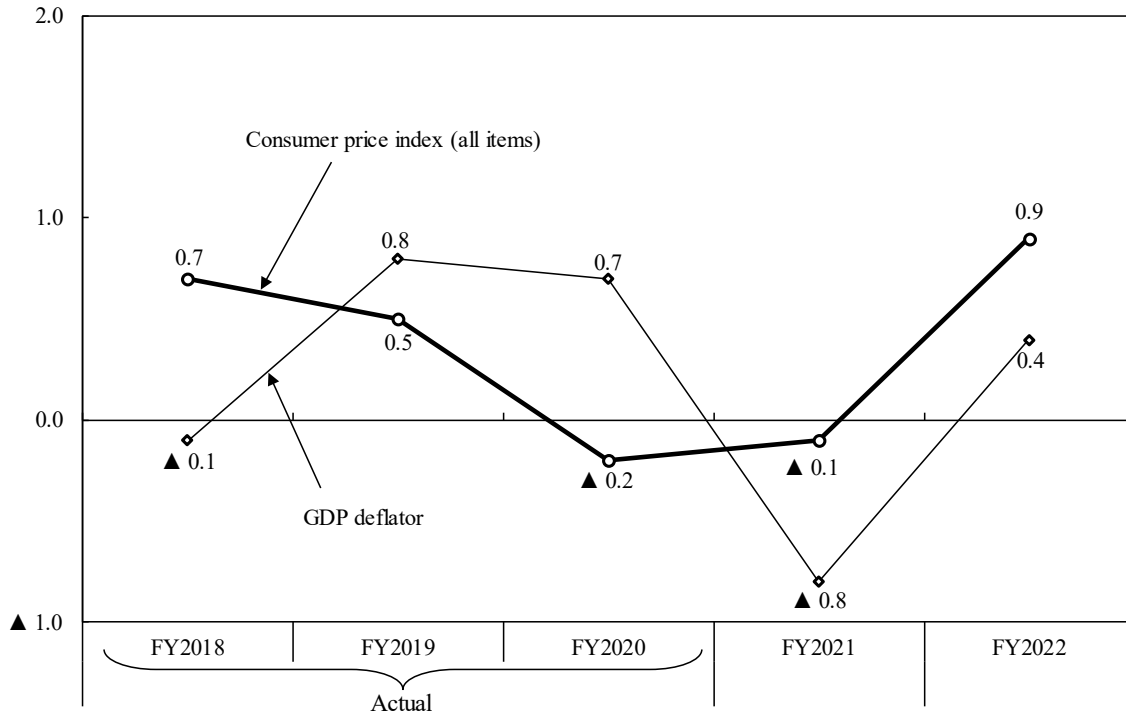
## Main Economic Indicators



(Note) Contributions of private demand, public demand and external demand show their contributions to the real growth rate.

(%, or approximate %)

### 3. Percentage change in price related indices



(Note) The effects of "Go To campaign" on consumer price index (all items) for FY2020, FY2021 and FY2022 are estimated to be approximately ▲0.1%, 0.1% and ▲0.0% point. The effects of a reduction in mobile phone charges on the consumer price index is estimated to be approximately ▲0.5 % point in FY2021.

(%, or approximate %)

### 4. Unemployment rate and the number of employees

(Ten thousands, or approximate Ten thousands)

