

## Fiscal 2023 Economic Outlook

December 22, 2022  
Approved by the Cabinet

## Main Economic Indicators

	FY2021	FY2022	FY2023	Percentage changes over the previous fiscal year					
	(Actual)			FY2021		FY2022		FY2023	
	Trillion yen (Current prices)	Trillion yen (Approx.) (Current prices)	Trillion yen (Approx.) (Current prices)	% (Current prices)	% (Constant prices)	% (Approx.) (Current prices)	% (Approx.) (Constant prices)	% (Approx.) (Current prices)	% (Approx.) (Constant prices)
Gross domestic product	550.5	560.2	571.9	2.4	2.5	1.8	1.7	2.1	1.5
Private consumption expenditure	296.2	312.9	323.0	2.7	1.5	5.6	2.8	3.2	2.2
Private residential investment	21.1	21.3	21.7	6.3	▲ 1.1	0.9	▲ 4.0	1.9	1.1
Private non-residential investment	90.1	97.5	103.5	4.7	2.1	8.2	4.3	6.2	5.0
Change in Private Inventories *	1.1	1.9	1.8	(0.4)	(0.3)	(0.1)	(0.1)	(▲ 0.0)	(0.0)
Exports of goods and services	103.6	124.2	130.0	22.8	12.3	19.9	4.7	4.7	2.4
Less: Imports of goods and services	110.4	148.3	156.4	30.1	7.1	34.4	6.9	5.4	2.5
Contribution of domestic demand				3.6	1.8	4.9	2.3	2.5	1.6
Contribution of private demand				2.8	1.4	4.5	2.3	2.9	2.1
Contribution of public demand				0.8	0.4	0.4	▲ 0.0	▲ 0.4	▲ 0.5
Contribution of external demand				▲ 1.2	0.8	▲ 3.2	▲ 0.5	▲ 0.4	▲ 0.1
Gross national income	579.8	595.0	609.9	4.1	2.2	2.6	0.6	2.5	1.8
Labor and employment	Ten thousands	Ten thousands (Approx.)	Ten thousands (Approx.)	%		% (Approx.)		% (Approx.)	
Total labor force	6,897	6,915	6,920	▲ 0.1		0.3		0.1	
Total employment	6,706	6,738	6,753	0.1		0.5		0.2	
Employees	6,013	6,056	6,067	0.2		0.7		0.2	
Unemployment rate	%	% (Approx.)	% (Approx.)						
	2.8	2.5	2.4						
Production	%	% (Approx.)	% (Approx.)						
Industrial production	5.8	4.0	2.3						
Prices	%	% (Approx.)	% (Approx.)						
Domestic corporate goods price index	7.1	8.2	1.4						
Consumer price index (all items)	0.1	3.0	1.7						
GDP deflator	▲ 0.1	0.0	0.6						
Balance of payments	Trillion yen	Trillion yen (Approx.)	Trillion yen (Approx.)	%		% (Approx.)		% (Approx.)	
Balance of goods and services	▲ 6.5	▲ 23.7	▲ 28.1						
Trade balance	▲ 1.6	▲ 19.6	▲ 23.3						
Exports	85.6	101.6	105.4	25.2		18.7		3.7	
Imports	87.2	121.4	128.7	35.0		39.2		6.1	
Current balance	20.3	8.3	7.3						
Current balance as a percentage of GDP	%	% (Approx.)	% (Approx.)						
	3.7	1.5	1.3						

\* Figures in parentheses represent contribution to GDP growth.

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

(Note2) 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.

	FY2021 (Actual)	FY2022	FY2023
Real growth rate of world GDP (excluding Japan) (%)	6.4	2.1	2.3
Exchange rate (yen/dollar)	112.4	138.5	142.1
Crude oil import price (dollar/barrel)	76.3	100.4	89.1

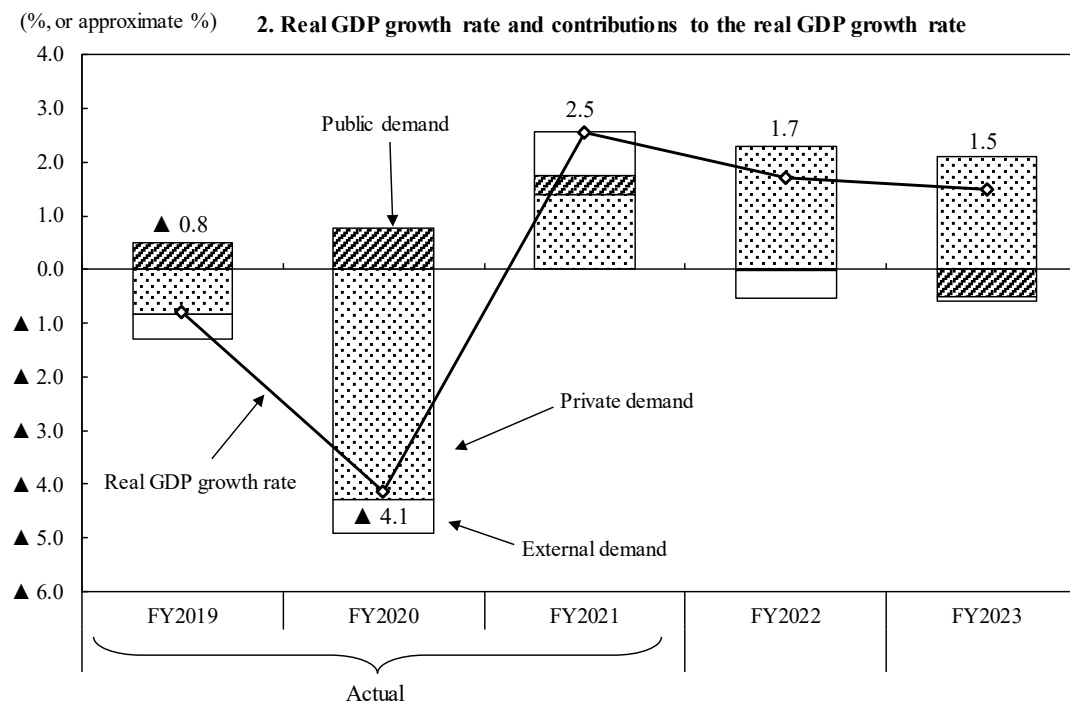
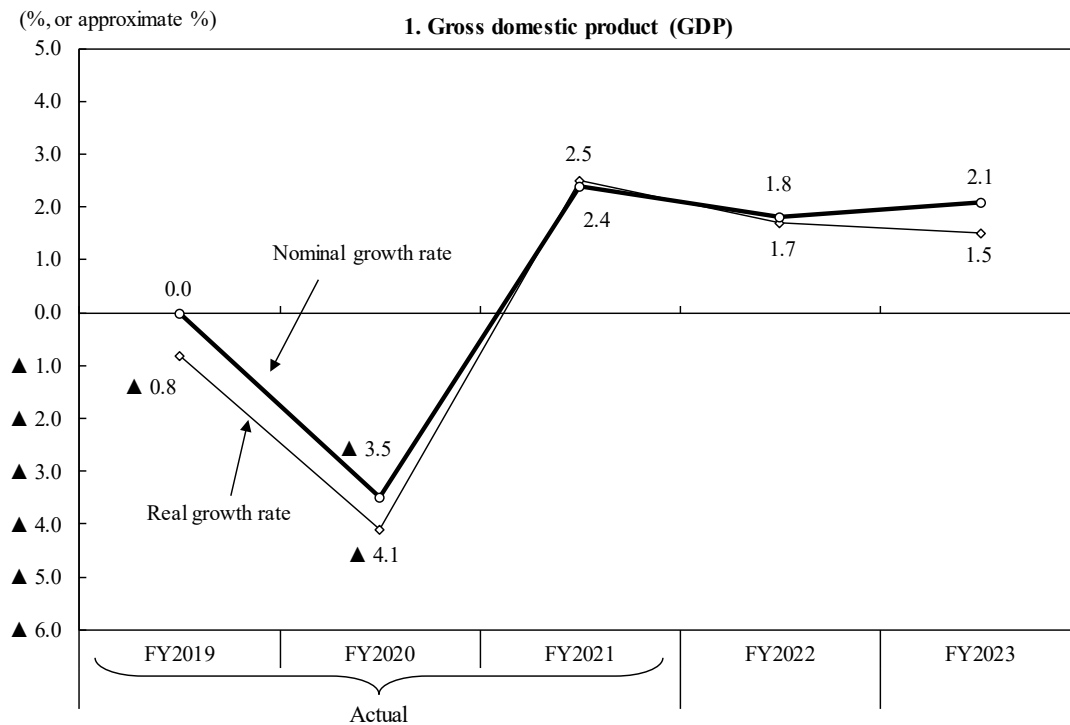
(Remarks) 1. The real growth rate of the world GDP (excluding Japan) has been calculated based on economic forecasts of international organizations and other institutions.

2. The exchange rate is assumed to stay constant at 142.1 yen/dollar (average from November 1 to November 30, 2022) from December 2022 onward.

3. The crude oil import price is assumed to stay constant at 89.1 dollars/barrel (the average spot price of Dubai from November 1 to November 30, 2022, plus freight and insurance) from December 2022 onward.

(Reference)

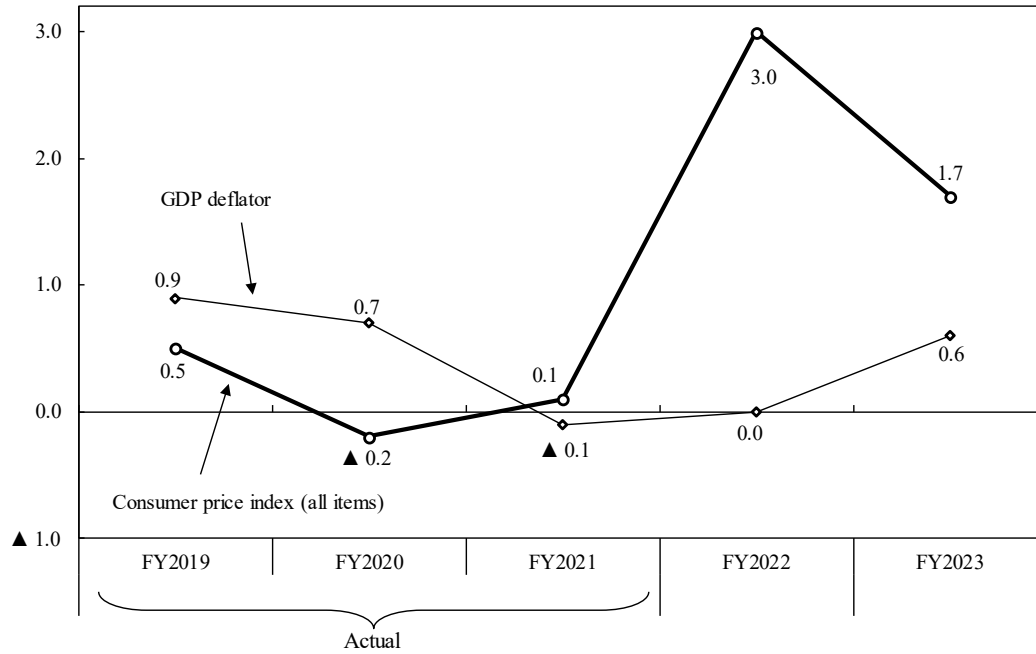
## Main Economic Indicators



(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



(%, or approximate %)

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

(Ten thousands, or approximate Ten thousands)

