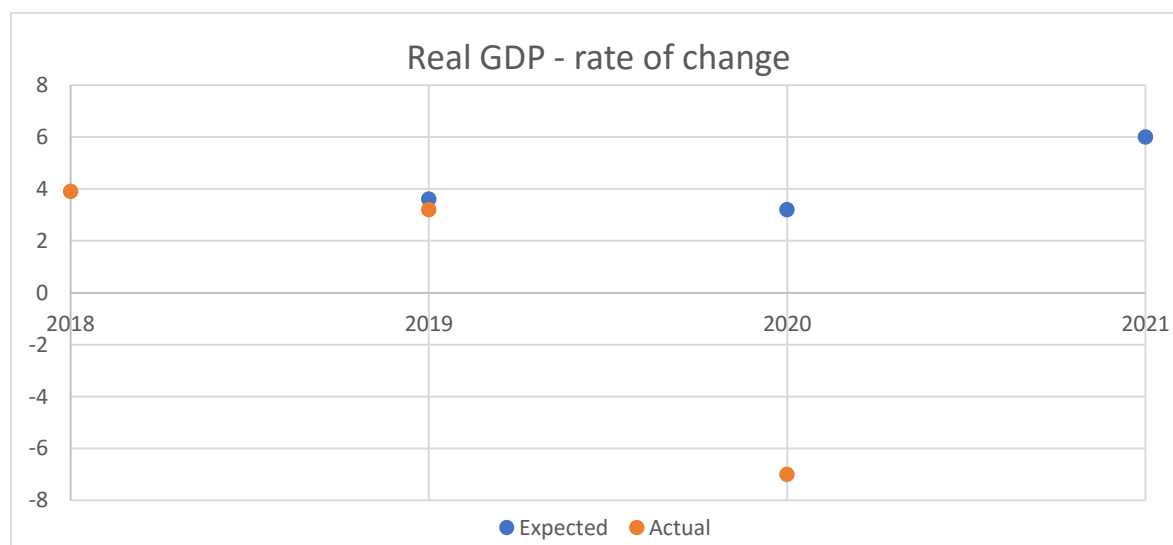


## Stability

Macroeconomic Prospects					
	2019		2020		2021
	Expected rate of change	Actual rate of change	Expected rate of change	Actual rate of change	Expected rate of change
<b>Real GDP</b>	3.6	3.2	3.2	-7.0	6.0
<b>Nominal GDP</b>	4.6	3.8	4.4	-7.3	7.1
<b>Private Consumption Expenditure</b>	3.0	3.0	2.8	-7.2	n.a.
<b>Government Consumption Expenditure</b>	1.2	11.3	3.4	12.5	n.a.
<b>Gross Fixed Capital Formation</b>	10.2	0.1	7.8	-5.3	n.a.
<b>Changes in inventories and net acquisition of valuables</b>	0.0	-0.8	0.0	0.0	n.a.
<b>Exports</b>	4.2	2.0	2.4	-26.1	n.a.
<b>Imports</b>	5.4	1.5	3.4	-21.3	n.a.
<b>Contributions to Real GDP</b>					
<b>Final Domestic Demand</b>	4.8	3.8	4.0	-3.5	n.a.
<b>Changes in inventories and net acquisition of valuables</b>	0.0	-0.8	0.0	0.0	n.a.
<b>External Balance</b>	-1.2	0.3	-0.8	-3.5	n.a.

2020: Estimates indicate a recession of up to 13% in real terms



Price Developments					
	2019		2020		2021
	Expected rate of change	Actual rate of change	Expected rate of change	Actual rate of change	Expected rate of change
<b>GDP Deflator</b>	1.0	1.0	1.2	-0.3	1.0
<b>Private Consumption Deflator</b>	1.0	0.5	1.2	n.a.	n.a.
<b>HICP</b>	1.0	0.5	1.2	-0.3	n.a.
<b>Public Consumption Deflator</b>	1.8	2.6	1.7	n.a.	n.a.
<b>Investment Deflator</b>	0.4	0.8	1.5	n.a.	n.a.
<b>Export Price Deflator</b>	1.0	0.5	1.2	n.a.	n.a.
<b>Import Price Deflator</b>	0.8	0.4	1.5	n.a.	n.a.

### 2019:

- All revenue categories recorded an increase compares to the year before
  - GDP Total Revenue: 42.2%
  - Tax Revenue increased by 3.2% due to an increase in current taxes on income and wealth
  - Social Security Contributions Revenue increased by 27.2%
- Total Expenditure: 39.4%
- General Government Surplus: €603 million (2.8% of GDP)
- Primary Balance Surplus: €1.142 million
- Nominal Balance Surplus: 3.6% of GDP (improvement of 0.7% of GDP)
- Rate of Growth in Intermediate Consumption: 42.3%

### 2020 measures:

- Adopted a stimulus package of Budgetary measures supporting businesses; direct transfers, tax reliefs and increased liquidity:
  - Income support and protection of employees and vulnerable groups including overseas student allowance
  - Tax relief measures
  - Health System Reinforcement
  - Support for Tourism
  - Suspension of the additional contribution to the NHS
  - Suspension of the requirement to withhold guarantees
  - Support to HERMES
- Support for borrowers: suspension of loan instalments for enhancing liquidity
- Government Guarantees of a total amount of up to €1,500,000,000 to financial institutions; the new loans will have a duration of 3 months to 6 years
- Release of capital and liquidity for banks directly supervised by the CBC

### Prospects for 2021:

- Small businesses may hamper the retention of market share
- Reduction in arrivals: crisis on international airlines and tour operators
- European Commission forecasts:
- Long-term interest rate: -0.31
- Oil prices: 40.2

General Government Debt and Cyclical Developments					
	2019		2020		2021
	Expected	Actual	Expected	Actual	Expected
<b>Gross Debt</b>	100.0	95.5	89.1	116.8	103.2
<b>Changes in gross debt ratio</b>	-1.0	-5.1	-6.6	21.3	-13.6
<b>Net lending of general government</b>	1.7	3.0	2.6	n.a.	n.a.

