



CENTRALE BANK VAN ARUBA

## ECONOMIC FORECAST MONITOR

*A summary of global and national projections*

July 25, 2012

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The next economic forecast monitor will be published on August 29, 2012.

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The sources that are used to calculate the international forecasts are of a public nature. Due care and attention has been given in the preparation of this forecast information. However, actual results may vary from forecasts and any variation may be materially positive or negative. While the forecasts will be updated regularly, they are, by their very nature, subject to uncertainty and are subject to change without notice.

Most important sources (international forecasts) (in alphabetical order):

- ABN AMRO
- BMO Capital Markets
- BNP Paribas
- Citi
- Commerzbank
- Crédit Agricole
- Credit Suisse
- Danske Bank
- Deutsche Bank
- IMF
- Lloyds TSB
- Merrill Lynch
- OECD
- Scotiabank
- TD Bank
- The Conference Board
- United Nations
- Wells Fargo
- World Bank

The forecasts for Aruba are produced by the CBA.

Cut-off date: July 24, 2012



## I Annual forecasts for Aruba

	2011	2012 <sup>5</sup>	2012 <sup>6</sup>	2012 <sup>7</sup>
<b>GDP</b> <sup>1</sup>				
Nominal	11.1	-0.4	3.3	4.5
Real	8.9	-4.2	0.1	1.6
<b>Consumption (private + public)</b> <sup>1</sup>				
Nominal	9.8	1.8	3.2	3.7
Real	5.2	-1.9	-0.5	0.0
<b>Private consumption</b> <sup>1</sup>				
Nominal	9.1	1.5	3.5	4.2
Real	4.5	-2.0	0.0	0.7
<b>Public consumption</b> <sup>1</sup>				
Nominal	11.4	2.4	2.4	2.4
Real	6.8	-1.8	-1.8	-1.8
<b>Investment (private + public)</b> <sup>1</sup>				
Nominal	11.0	0.3	11.2	22.0
Real	6.9	-2.6	7.9	18.4
<b>Private investment</b> <sup>1</sup>				
Nominal	12.9	-8.6	2.8	14.1
Real	8.8	-11.2	-0.2	10.8
<b>Public investment</b> <sup>1</sup>				
Nominal	-18.5	189.8	189.8	189.8
Real	-21.5	181.4	181.4	181.4
<b>Exports of goods and services</b> <sup>1</sup>				
Nominal	24.5	-7.4	-1.6	-0.2
Real	20.6	-10.3	-4.4	-2.9
<b>Imports of goods and services</b> <sup>1</sup>				
Nominal	20.4	-3.8	1.8	5.8
Real	13.4	-6.5	-1.1	2.8
<b>Current account balance</b> <sup>2</sup>	-8.8	-2.0	-1.7	-1.8
<b>Current account coverage ratio</b> <sup>3</sup>	4.7	4.9	4.8	4.8
<b>Net foreign assets</b> <sup>4</sup>	1,494	1,689	1,699	1,726

Source: CBA.

<sup>1</sup> Year/year %-change.

<sup>2</sup> Balance on the current account (in % of nominal GDP).

<sup>3</sup> Net foreign assets in months of current account payments (Excluding the oil sector)

<sup>4</sup> Including revaluation differences, end of period, in Afl. million.

<sup>5</sup> Scenario in which the oil refinery remains idle for the remainder of the year

<sup>6</sup> Scenario in which the oil refinery restarts its activities as of September 2012

<sup>7</sup> Scenario in which the oil refinery restarts its activities as of August 2012

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## II. Quarterly and annual forecasts for Aruba

	2011		2012				2010	2011	2012
	Q3	Q4	Q1	Q2	Q3	Q4			
<b>Population</b> <sup>1</sup>	103.0	103.5	103.9	104.1	103.7	104.0	101.9	103.5	104.0
<b>Unemployment rate</b> <sup>26</sup>		8.9						8.9	
<b>Inflation</b> <sup>3</sup>	6.1	6.3	5.4	1.6	0.1	0.2	2.1	4.4	1.8
<b>Inflation differential with the USA</b> <sup>4,6</sup>	2.3	3.0					0.4	1.3	
<b>Stay-over visitors</b> <sup>5</sup>	8.6	2.7	2.4	2.1	2.6	2.9	1.6	5.7	2.4
<b>Tourism nights</b> <sup>5</sup>	4.9	3.0	1.7	2.3	2.5	3.0	4.8	4.6	2.4
<b>Tourism receipts</b> <sup>5</sup>	11.5	3.6	3.5	4.1	4.0	3.1	2.4	8.6	3.7

Source: CBA.

<sup>1</sup> End of period, x 1000.

<sup>2</sup> In % of labor force, end of period.

<sup>3</sup> Year/year %-change, average for the period, seasonally adjusted.

<sup>4</sup> Percentage points, a minus means a lower inflation in Aruba.

<sup>5</sup> Year/year %-change.

<sup>6</sup> 2012 figures are under revision.

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### III. International quarterly and annual forecasts

#### III.A. United States

	2011	2012				2013	2011	2012	2013
	Q4	Q1	Q2	Q3	Q4	Q1			
<b>Real GDP</b> <sup>1</sup>									
Average (33 sources)	2.8	2.2	2.1	2.3	2.4	1.7	1.7	2.1	2.3
<b>Inflation</b> <sup>2</sup>									
Average (25 sources)	3.3	2.8	1.9	1.7	1.7	1.6	3.1	2.0	1.8
<b>Core inflation</b> <sup>2</sup>									
Average (19 sources)	2.2	2.2	2.3	1.9	1.9	2.0	1.7	2.0	2.0
<b>Unemployment rate</b> <sup>3</sup>									
Average (25 sources)	8.7	8.3	8.2	8.4	8.3	8.0	9.0	8.3	7.9
<b>Real personal consumption</b> <sup>1</sup>									
Average (23 sources)	1.6	1.9	2.2	2.4	2.4	1.8	2.2	2.1	2.2
<b>Real disposable personal income</b> <sup>1</sup>									
Average (5 sources)	1.7	0.4	1.7	3.2	2.8	1.3	0.9	1.6	2.0
<b>Exchange rate</b> <sup>4</sup>									
Average (20 sources)	1.35	1.31	1.28	1.29	1.28	1.22	1.39	1.29	1.25

<sup>1</sup> Quarter/quarter % change, seasonally adjusted annual rate.

<sup>2</sup> Year/year %-change, average for the period, seasonally adjusted.

<sup>3</sup> In % of labor force, average for the period, seasonally adjusted.

<sup>4</sup> US\$/EUR, average for the period.

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### III.B. Euro Area

	2011	2012				2013	2011	2012	2013
	Q4	Q1	Q2	Q3	Q4	Q1			
<b>Real GDP</b> <sup>1</sup>									
Average (18 sources)	-1.3	0.0	-0.2	0.2	0.6	0.4	1.5	-0.1	0.8
<b>Inflation</b> <sup>2</sup>									
Average (17 sources)	2.9	2.7	2.2	2.1	1.9	1.8	2.7	2.2	1.7
<b>Core inflation</b> <sup>2</sup>									
Average (7 sources)	1.6	1.6	1.6	1.5	1.5	1.7	1.4	1.5	1.6
<b>Unemployment rate</b> <sup>3</sup>									
Average (13 sources)	10.5	10.9	10.7	10.9	11.0	11.3	10.2	10.8	11.1

### III.C. Commodity prices

	2011	2012				2013	2011	2012	2013
	Q4	Q1	Q2	Q3	Q4	Q1			
<b>Oil price</b> <sup>4</sup>									
Average (18 sources)	94	103	94	92	95	97	95	97	101
Median				90	96	100		98	105
<b>Gas price</b> <sup>5</sup>									
Average (12 sources)	3.32	2.45	2.28	3.16	3.72	3.16	4.00	3.83	3.56
Median				2.64	3.10	3.15		3.88	3.35
<b>Gold price</b> <sup>6</sup>									
Average (13 sources)	1,700	1,691	1,609	1,632	1,689	1,612	1,574	1,586	1,434

<sup>1</sup> Quarter/quarter % change, seasonally adjusted annual rate.

<sup>2</sup> Year/year %-change, average for the period, seasonally adjusted.

<sup>3</sup> In % of labor force, average for the period, seasonally adjusted.

<sup>4</sup> WTI, US\$/barrel, average for the period.

<sup>5</sup> Henry Hub Spot, US\$/mln. Btu, average for the period. The (approximate) energy equivalent of 1 barrel of oil is 5.8 mln. Btu.

<sup>6</sup> US\$/oz, average for the period.

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#### IV. International annual forecasts

Selected countries and regions	Real GDP <sup>1</sup>			Inflation <sup>2</sup>			Unemployment rate <sup>3</sup>		
	2011	2012	2013	2011	2012	2013	2011	2012	2013
<b>World</b>									
Average (14 sources)	3.9	3.4	3.7	4.4	3.5	3.4			
<b>Germany</b>									
Average (17 sources)	3.0	1.0	1.5	2.3	1.9	1.8	6.0	6.3	6.4
<b>United Kingdom</b>									
Average (19 sources)	0.9	0.5	1.6	5.2	2.7	2.1	8.1	8.4	8.6
<b>The Netherlands</b>									
Average (20 sources)	1.3	0.1	0.8	2.4	2.2	2.1	4.5	4.7	5.6
<b>Japan</b>									
Average (21 sources)	-0.9	2.3	1.4	-0.3	0.1	0.1	4.2	4.5	4.3
<b>Russia</b>									
Average (13 sources)	4.3	4.0	3.8	8.5	5.8	6.4	6.6	6.5	6.3
<b>China</b>									
Average (21 sources)	9.2	8.2	8.5	5.4	3.5	3.6	4.1	4.1	4.1
<b>India</b>									
Average (17 sources)	6.9	6.8	7.2	8.8	7.4	6.9			
<b>Brazil</b>									
Average (17 sources)	2.7	2.9	4.1	6.6	5.4	5.5	6.0	6.2	6.2
<b>Venezuela</b>									
Average (12 sources)	4.2	4.1	2.4	26.1	27.4	29.0	7.0	6.9	7.4
<b>Argentina</b>									
Average (14 sources)	8.9	3.4	3.5	9.8	12.2	13.0			
<b>Colombia</b>									
Average (12 sources)	5.9	4.9	4.7	3.4	3.5	3.3			

<sup>1</sup> Year/year %-change.

<sup>2</sup> Year/year %-change, average for the period.

<sup>3</sup> In % of labor force, average for the period.

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