



AUTUMN 2009 ECONOMIC OUTLOOK FOR LUXEMBOURG: ANSWERS FROM FEDIL

MAIN FORECAST					
		2009	2010		
Real GDP growth		-4.0	1.0		
Consumer price inflation		0.4	1.9		
Unemployment rate		5.9	7.0		
Employment growth		1.0	-0.7		
Components of aggregate demand					
Annual % change		2009	2010		
Private consumption		1.1	0.2		
		7.5	1.0		
Public consumption					
Investment (Gross fixed capital formation)		-14.1	0.4		
Exports		-5.6	1.2		
Imports		-5.8	1.0		
ECONOMIC SENTIMENT					
	Positive	Negative	Unchanged		
Trend in business climate over the next			Industry		
6 months			Services		
	Positive	Negative	Unchanged		
T	rositive	_	Unchanged		
Trend in profitability over the next 6		Industry			
months		Services			
	Increase (factor nace)	Increase	Unchanged	Decrease	Decrease
	Increase (faster pace)	(slower pace)	Unchanged	(slower pace)	(faster pace)
Investment intentions over the next 6			Industry	,	, , ,
months					
เทษเสาร			Services		
	Fall in global demand	Cost of finance	Availability of finance		
Influence on companies' investment	nogative	nogativa	nogotivo		
decisions	negative	negative	negative		
	Replacement	Extension	Rationalisation	Innovation	
Driving force behind investment					
decisions in the next 6 months	not important	not important	important	important	
	Industry: past 6 months	Industry: next 6 months	Services: past 6 months	Services: next 6 months	
Overall trend in employment	T .	-	·		
Overall trend in employment	Industry: past 6 months Down	Industry: next 6 months Down	Services: past 6 months Down	Services: next 6 months Same	
	Down	Down	·		
Overall trend in employment ACCESS TO FINANCE AND IMPACT OF	Down	Down	·		
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POLICY MIX					
	Tight, appropriate for the euro area	Tight	Appropriate	Loose	Loose, appropriate for the euro area
Monetary policy is			yes		
	adequate	inadequate			
Consistency between fiscal and monetary policies	yes				
	excellent committment	satisfactory committment	neither satisfactory nor unsatisfactory committment	unsatisfactory committment	no clear committment creating an extremely worrying situation
Regarding the sustainability of public finances, government shows				yes	
	respect the 3% limit	be in balance			
In 2015, the government deficit will	yes	yes			