

Foreign Real GDP and Consumer Prices: Selected Countries
(Percent change, Q4 to Q4)

Measure and country	2005	2006	2007	2008	2009	2010	2011	-----Projected-----	2012	2013
Real GDP ¹										
Total foreign	4.0	4.2	4.3	-.9	.9	4.4	2.9	2.5	2.5	3.0
<i>Previous Tealbook</i>	4.1	4.1	4.4	-.9	.8	4.3	3.1	2.5	2.5	3.0
Advanced foreign economies	2.7	2.6	2.6	-2.0	-1.3	2.8	1.3	.8	.8	1.5
Canada	3.1	1.9	2.5	-.7	-1.4	3.3	2.1	1.9	1.9	2.0
Japan	2.1	2.1	1.6	-4.8	-.6	3.3	-.7	1.9	1.9	1.3
United Kingdom	2.8	2.1	4.1	-5.4	-.8	1.7	.9	.6	.6	1.8
Euro area	2.2	3.8	2.3	-2.1	-2.1	2.0	.8	-1.2	-1.2	.6
Germany	1.6	4.9	2.4	-1.9	-2.2	3.8	1.9	-.4	-.4	1.2
Emerging market economies	5.8	6.3	6.7	.4	3.5	6.1	4.7	4.4	4.4	4.5
Asia	7.6	7.8	8.8	.9	8.0	7.6	5.3	5.4	5.4	5.7
Korea	5.2	4.6	5.8	-3.2	6.3	4.7	3.9	3.4	3.4	3.8
China	10.3	12.8	13.7	7.7	11.4	9.6	9.0	7.9	7.9	8.1
Latin America	3.9	4.8	4.4	-.4	-.8	4.5	4.1	3.2	3.2	3.2
Mexico	3.6	4.1	3.5	-1.2	-2.3	4.2	4.1	3.2	3.2	3.0
Brazil	2.2	4.8	6.6	.9	5.3	5.4	2.0	3.1	3.1	3.6
Consumer prices ²										
Total foreign	2.3	2.2	3.7	3.3	1.3	3.2	3.4	2.3	2.3	2.3
<i>Previous Tealbook</i>	2.3	2.2	3.7	3.3	1.3	3.2	3.5	2.3	2.3	2.3
Advanced foreign economies	1.6	1.4	2.2	2.0	.2	1.7	2.3	1.3	1.3	1.1
Canada	2.3	1.4	2.5	1.8	.8	2.2	2.8	2.0	2.0	1.7
Japan	-.7	.3	.5	1.0	-2.0	-.3	-.3	-.4	-.4	-.3
United Kingdom	2.1	2.7	2.1	3.9	2.2	3.4	4.7	2.0	2.0	1.8
Euro Area	2.3	1.8	2.9	2.3	.4	2.0	2.9	1.6	1.6	1.2
Germany	2.2	1.3	3.1	1.7	.3	1.6	2.6	2.1	2.1	1.6
Emerging market economies	3.0	2.9	5.1	4.6	2.1	4.3	4.3	3.1	3.1	3.2
Asia	2.5	2.4	5.5	3.6	1.3	4.3	4.4	2.8	2.8	3.0
Korea	2.5	2.1	3.4	4.5	2.4	3.2	4.0	2.9	2.9	3.0
China	1.4	2.1	6.7	2.5	.6	4.7	4.6	2.5	2.5	2.9
Latin America	3.8	4.2	4.2	6.7	3.9	4.4	4.0	4.0	4.0	3.7
Mexico	3.1	4.1	3.8	6.2	4.0	4.3	3.5	3.7	3.7	3.4
Brazil	6.1	3.2	4.3	6.2	4.2	5.4	7.2	5.3	5.3	5.1

¹ Foreign GDP aggregates calculated using shares of U.S. exports.

² Foreign CPI aggregates calculated using shares of U.S. non-oil imports.

U.S. Current Account

Quarterly Data

	2011				2012				Projected			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
<i>Billions of dollars, s.a.a.r.</i>												
U.S. current account balance	-478.4	-498.9	-441.1	-453.4	-465.5	-422.5	-439.2	-461.0	-497.7	-463.5	-476.7	-497.8
<i>Previous Tealbook</i>	-478.4	-472.0	-390.7	-402.7	-439.8	-396.8	-416.6	-440.7	-477.6	-448.4	-463.9	-485.2
Current account as percent of GDP	-3.2	-3.3	-2.9	-3.0	-3.0	-2.7	-2.8	-2.9	-3.1	-2.9	-2.9	-3.0
<i>Previous Tealbook</i>	-3.2	-3.1	-2.6	-2.6	-2.8	-2.5	-2.6	-2.8	-3.0	-2.8	-2.8	-2.9
Net goods & services	-559.9	-584.8	-542.3	-548.7	-569.7	-517.9	-528.4	-540.2	-567.3	-526.0	-523.2	-533.6
Investment income, net	219.5	236.6	242.1	236.3	243.7	231.1	228.1	220.1	209.0	198.2	185.5	176.8
Direct, net	315.9	322.1	323.5	293.0	286.7	270.7	268.5	265.2	262.3	260.4	257.0	258.0
Portfolio, net	-96.4	-85.5	-81.4	-56.7	-43.1	-39.6	-40.4	-45.0	-53.3	-62.3	-71.5	-81.2
Other income and transfers, net	-138.0	-150.7	-140.9	-141.0	-139.5	-135.6	-138.9	-141.0	-139.5	-135.6	-138.9	-141.0

Annual Data

	Projected											
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2012	2013	2013
<i>Billions of dollars</i>												
U.S. current account balance	-745.8	-800.6	-710.3	-677.1	-376.6	-470.9	-467.9	-447.1	-483.9	-447.1	-423.5	-468.8
<i>Previous Tealbook</i>	-745.8	-800.6	-710.3	-677.1	-376.6	-470.9	-435.9	-435.9	-468.8	-423.5	-423.5	-468.8
Current account as percent of GDP	-5.9	-6.0	-5.1	-4.7	-2.7	-3.2	-3.1	-2.9	-3.0	-2.9	-2.7	-2.9
<i>Previous Tealbook</i>	-5.9	-6.0	-5.1	-4.7	-2.7	-3.2	-2.9	-2.7	-3.0	-2.7	-2.7	-2.9
Net goods & services	-708.6	-753.3	-696.7	-698.3	-381.3	-500.0	-558.9	-539.1	-537.5	-539.1	-539.1	-537.5
Investment income, net	78.7	54.7	111.1	157.8	137.1	174.5	233.6	230.7	192.4	230.7	230.7	192.4
Direct, net	173.2	174.0	244.6	284.3	262.2	280.6	313.6	272.8	259.4	272.8	272.8	259.4
Portfolio, net	-94.5	-119.4	-133.5	-126.5	-125.1	-106.2	-80.0	-42.0	-67.1	-42.0	-42.0	-67.1
Other income and transfers, net	-115.9	-102.0	-124.7	-136.6	-132.3	-145.3	-142.6	-138.8	-138.8	-138.8	-138.8	-138.8

Class I FOMC – Restricted Controlled (FR)

Report to the FOMC on Economic Conditions and Monetary Policy



Book B Monetary Policy: Strategies and Alternatives

January 19, 2012

Prepared for the Federal Open Market Committee
by the staff of the Board of Governors of the Federal Reserve System