



**The New Zealand Economy: Ten Years at a Glance**  
(Annual percentage change, unless specified otherwise)

March years	Actuals		Projections		
	1998	1999e	2000	2001	2002
<b>Price measures</b>					
CPIX	1.7	1.0	1.9	1.4	1.3
Wages	2.6	2.6	2.4	2.8	2.8
Import prices	2.9	2.2	0.7	0.3	0.7
Export prices	4.9	-0.5	-0.1	0.9	1.2
<b>Monetary conditions</b>					
Real MCI (year average)	750	25	0	25	100
Nominal MCI (year average)	700	-50	-100	-75	0
TWI (year average)	64.4	57.3	58.8	58.7	58.9
90-day rate (year average)	8.0	6.2	4.6	4.8	5.4
<b>Output</b>					
Output gap (% of potential GDP, year average)	0.5	-2.0	-1.4	-1.0	-0.2
Real GDP (production, annual average)	2.0	-0.2	2.9	3.3	3.9
<b>Key balances</b>					
Government operating balance (% of GDP)	2.6	1.8	-0.4	-0.1	0.5
Current account balance (% of GDP)	-6.6	-6.5	-7.1	-6.0	-5.3
Terms of trade (annual average % change)	-0.6	-0.1	-2.9	0.6	0.7
Unemployment rate (March quarter, s.a.)	7.1	7.7	7.5	7.1	6.4
Household savings rate (% of disposable income)	-0.2	0.0	-0.3	0.1	1.2
<b>World economy</b>					
World GDP (annual average % change)	3.1	0.8	2.1	2.6	2.7
World CPI inflation	2.4	1.1	1.6	1.9	1.9
<b>Real expenditures on GDP (Annual average percentage change)</b>					
Final consumption expenditure					
Private	3.1	1.5	1.8	1.9	2.3
Public authority	6.4	-1.1	5.9	-1.0	3.0
Total	3.7	1.0	2.6	1.3	2.4
Gross fixed capital formation					
Market sector					
Residential	1.7	-15.8	1.8	4.2	6.1
Business	0.1	5.1	8.4	5.8	4.6
Non-market government sector	6.9	-7.2	2.1	4.8	4.9
Total	1.5	-1.4	6.2	5.4	4.9
Final domestic expenditure	3.2	0.5	3.4	2.2	3.0
Stockbuilding	0.2	-1.0	0.8	0.3	0.1
<b>Gross national expenditure</b>					
Exports of goods and services	3.6	1.5	4.9	4.1	5.1
Imports of goods and services	4.8	2.7	6.2	1.1	2.4
<b>GDP (expenditure)</b>					
	3.0	-0.9	3.7	3.6	4.0
<b>GDP (production)</b>					
	2.0	-0.2	2.9	3.3	3.9

e = estimate

Government operating balance

Current account balance

Terms of trade

Unemployment rate

World GDP

World CPI inflation

Stockbuilding

Percentage of nominal GDP (expenditure), June year.

Percentage of nominal GDP (production).

Domestic-currency export and import prices, Overseas Trade Indices.

Seasonally adjusted rate, Household Labour Force Survey.

RBNZ definition. Projections based on Consensus Forecasts. s.a

RBNZ definition and estimate. TWI trading partners' CPI

inflation, using TWI weights. Projections based on Consensus Forecast.

Percentage point contribution to rate in GDP.

Annual percentage change

$(Q/Q-4-1)*100$

Source: Unless specified otherwise, Statistics New Zealand definitions, not seasonally adjusted.

# The New Zealand Economy: Ten Years at a Glance

(Annual percentage change, unless specified otherwise)

March years	1993	1994	1995	1996	1997
<b>Price measures</b>					
CPIX	1.7	1.6	2.6	2.1	2.0
Wages	0.7	1.4	2.1	3.7	4.0
Import prices	3.6	-6.0	1.1	-1.3	-4.6
Export prices	8.8	-6.5	1.2	-3.5	-6.3
<b>Monetary conditions</b>					
Real MCI (year average)	-400	-275	150	575	975
Nominal MCI (year average)	-325	-275	175	600	950
TWI (year average)	53.6	55.5	58.0	62.2	66.4
90-day rate (year average)	6.8	5.7	7.8	8.8	9.0
<b>Output</b>					
Output gap (% of potential GDP, year average)	-3.0	0.3	1.9	1.9	1.2
GDP (production, annual average)	1.2	6.3	5.4	3.8	2.6
<b>Key balances</b>					
Government operating balance (% of GDP)	n/a	0.9	3.1	3.6	2.0
Current account balance (% of GDP)	-1.7	-1.0	-3.1	-3.2	-4.9
Terms of trade (annual average % change)	2.4	1.5	-0.3	-2.2	-0.8
Unemployment rate (March quarter, s.a.)	9.8	9.1	6.6	6.2	6.5
Household savings rate (% of disposable income)	3.4	3.3	0.4	0.5	0.5
<b>World economy</b>					
World GDP (annual average % change)	2.7	3.4	4.4	4.1	4.2
World CPI inflation	2.3	1.7	2.4	2.7	2.3

## Real expenditures on GDP (Annual average percentage change)

Final consumption expenditure					
Private	0.3	3.4	6.0	4.2	3.8
Public authority	3.0	-1.1	-0.7	3.3	2.4
Total	0.9	2.4	4.6	4.0	3.5
Gross fixed capital formation					
Market sector					
Residential	2.8	17.1	12.2	-0.1	4.0
Business	5.3	20.3	16.1	12.0	2.4
Non-market government sector	-3.1	8.5	37.0	14.4	29.8
Total	3.7	18.2	17.2	9.4	6.2
Final domestic expenditure	1.3	5.1	7.0	5.1	4.1
Stockbuilding	0.7	1.1	0.0	-0.7	-0.5
<b>Gross national expenditure</b>					
Exports of goods and services	2.0	6.2	6.9	4.3	3.6
Imports of goods and services	2.5	7.9	8.4	2.6	3.8
	7.4	8.0	14.3	7.2	7.0
<b>GDP (expenditure)</b>					
	0.8	6.2	5.3	2.9	2.6
<b>GDP (production)</b>					
	1.2	6.3	5.4	3.8	2.6

CPIX

Import prices

Export prices

Wages

Real MCI

Nominal MCI

Exchange rate (TWI)

90-day bank bill yield

Output gap

Potential GDP

*Consumers Price Index excluding credit services.*

*Overseas Trade Indexes (domestic currency).*

*Overseas Trade Indexes (domestic currency).*

*Private sector average ordinary hourly earnings, Quarterly Employment Survey.*

Reserve Bank of New Zealand.

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Defined as the year average percentage difference between real GDP (production s.a.) and potential GDP.

Reserve Bank definition and estimate.