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Japanese Economy: Analysis and Forecasts No.158

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A Macroeconomic Analysis Project

▸This report is a summary of the economic analyses and forecasts made by APIR's macroeconomic analysis project team.

▸The project team consists of young professionals from member companies and APIR researchers, and is headed by Yoshihisa Inada, Director of the APIR Center for Quantitative Economic Analysis and Professor Emeritus of Konan University.

▸This report and the forecasts in it were co-authored by Yoshihisa Inada and Mitsuru Shimoda from the Japan Applied Research Institute.

▸This project is part of a 40-year research collaboration between young business professionals and academics, and its forecasts are used widely.

▸The project was originally established by Chikashi Moriguchi and Kanemi Ban, Professors Emeritus of Osaka University. In 2005, we incorporated Current Quarter Model (CQM) forecasts into our quarterly macroeconomic forecast model.

▸Aiming to provide a timely response to changes in the economy, this report has been published quarterly since 2004.

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Forecast Highlights

Impact of the Deteriorating Situation in the Middle East Amid Growing Uncertainty
- Real GDP Growth Forecast: FY26 +0.5%, FY27 +1.0% -

◆ According to the first preliminary GDP estimate released on May 19, real GDP for Q1 rose 0.5% QoQ and an annualized 2.1%, marking the second consecutive quarter of positive growth. The preliminary results were slightly higher than the market consensus (ESP Forecast May Survey: +1.56% QoQ compared to the previous quarter), but were almost exactly in line with CQM's average final forecast (+2.2%). As a result, real GDP for FY 2025 grew by 0.8% compared to the previous fiscal year, marking the second consecutive year of positive growth. Furthermore, nominal GDP grew by +4.2%, marking the fifth consecutive year of positive growth.

◆ A key point to note is that while both domestic demand and net exports made positive contributions in Q1, real GDI grew by only +0.4% QoQ—falling below real GDP growth for the first time in four quarters—due to a deterioration in the terms of trade. With terms of trade expected to deteriorate further, an outflow of income overseas will be unavoidable for the time being, and downward pressure on the economy is likely to persist.

◆ Comparing the Japanese economy to its pre-COVID-19 pandemic peak (Q3 2019) , real GDP for Q1 exceeded the peak for the seventh consecutive quarter, expanding by 1.7%. However, the recovery in private final consumption expenditure remains sluggish (-0.9%), and the recovery in private capital formation is also faltering (-0.1%). Driven by high levels of inbound tourism demand, service exports exceeded the pre-pandemic peak for 13 consecutive quarters (+32.4%), but have stagnated since Q2 of FY 2025

◆ We have revised our outlook for the Japanese economy for FY 2026–2027, incorporating the preliminary GDP estimate for Q1 and assumptions regarding new exogenous variables. As a result, we forecast real GDP growth rates of +0.5% for FY 2026 and +1.0% for FY 2027. Reflecting the impact of soaring crude oil prices, FY2026 was revised downward by 0.4 pts and FY2027 by 0.3 pts from the previous forecast.

◆ Looking at the quarterly pattern of real GDP growth, growth is expected to briefly turn negative in Q2 of 2026. Thereafter, through FY2026–FY2027, a recovery exceeding the potential growth rate is expected to continue, driven primarily by private final consumption expenditure and private non-residential investment.

◆ Reflecting the surge in crude oil prices, the inflation rate for the Core CPI is projected to be +2.4% in FY2026 and +2.4% in FY2027. Although this reflects summer support measures for electricity and city gas, the inflation rate will exceed 2% due to the widespread spillover of rising import prices to other goods. Furthermore, the GDP deflator is projected to be +1.1% in FY2026 and +2.9% in FY2027.

◆ The baseline assumption for crude oil price is that it will surge to $102 in Q2 of FY2026, fall to $76 in Q1 of FY2027, and stabilize thereafter. In contrast, in the simulation assuming a prolonged closure of the Strait of Hormuz, it is assumed to surge to $120 in Q2 of FY2026 and remain at that high level throughout the forecast period. This represents an increase of approximately $36 to $59 over FY26 and FY27.

◆ According to the simulation assuming crude oil prices do not change and remain at a high level of $120, in FY2027, real GDP will decline by -1.2 trillion JPY (-0.2%), while the domestic corporate goods price index will rise by +2.9% and the core CPI will rise by +0.5%.

Figure 1 Summary

	Current forecast（2026/5/20)				Previous forecast (2025/2/19)			
	2024	2025	2026	2027	2024	2025	2026	2027
Real GDP (%)	0.5	0.8	0.5	1.0	0.5	0.7	0.9	1.3
Private demand (contribution)	0.4	0.8	0.6	0.8	0.4	0.9	0.8	1.1
Private final consumption expenditure (%)	0.1	1.2	0.6	0.8	0.2	1.3	0.9	1.2
Private residential investment (%)	▲ 0.7	▲ 3.5	0.7	▲ 0.3	▲ 0.7	▲ 3.2	▲ 0.0	▲ 0.1
Private non-residential investment (%)	0.8	2.4	1.6	1.8	0.8	1.5	2.2	2.6
Private inventory changes (contribution)	0.2	▲ 0.1	▲ 0.0	0.1	0.1	0.1	0.0	0.0
Public demand (contirbution)	0.5	0.1	0.2	0.2	0.5	▲ 0.0	0.1	0.2
Government final consumption expenditure (%	2.3	0.8	0.8	0.7	2.3	0.5	0.7	0.7
Public investment expenditure (%)	0.1	▲ 0.6	1.5	1.1	0.1	▲ 1.9	▲ 0.8	1.2
Public inventory changes (contribution)	0.0	0.0	0.0	▲ 0.0	0.0	▲ 0.0	0.0	▲ 0.0
External demand (contribution)	▲ 0.3	▲ 0.2	▲ 0.3	▲ 0.0	▲ 0.4	▲ 0.1	▲ 0.1	0.0
Exports of goods and services (%)	2.7	1.9	▲ 0.3	2.1	1.6	2.1	1.3	2.4
Imports of goods and services (%)	4.0	2.6	1.2	2.3	3.2	2.9	1.7	2.4
Nominal GDP (%)	3.7	4.2	1.7	3.9	3.7	3.9	2.7	3.1
GDP deflator (%)	3.2	3.4	1.1	2.9	3.2	3.2	1.8	1.8
Domestic corporate price index (%)	3.4	2.7	8.0	1.7	3.4	2.7	1.9	1.1
Core consumer price index (%)	2.6	2.8	2.4	2.4	2.6	2.8	1.8	1.9
Industrial production index (%)	▲ 1.5	▲ 0.2	0.4	1.1	▲ 1.4	0.9	0.9	1.3
New housing starts (%)	2.0	▲ 12.9	4.3	0.8	2.0	▲ 12.2	6.5	1.8
Unemployment rate (%)	2.5	2.6	2.7	2.6	2.5	2.6	2.6	2.5
Current account balance (JPY trillion)	30.0	34.5	17.2	20.4	29.5	31.5	32.3	32.3
% of nominal GDP	4.7	5.2	2.5	2.9	4.6	4.7	4.7	4.6
Crude oil price (USD/barrel)	76.9	68.4	88.0	75.5	76.9	64.7	63.5	63.0
USD/JPY exchange rate	152.5	150.7	156.5	151.5	152.5	150.5	154.2	150.5
USA real GDP (%, calendar year)	2.8	2.1	2.3	2.1	2.9	2.8	1.9	2.0

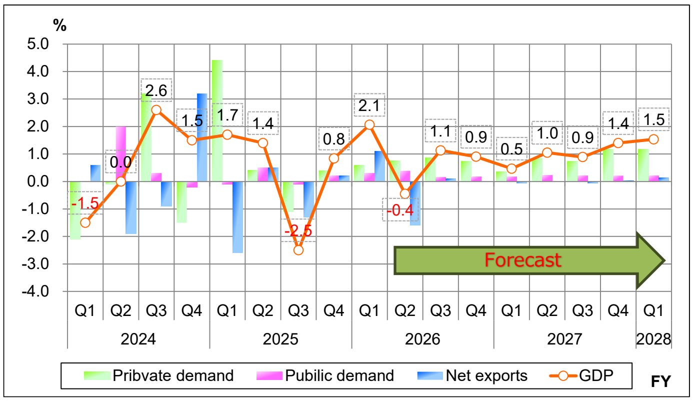
Note: Figures on private consumption, government spending, changes in private and government inventories and external demand represent contribution ratios. The rest of the figures reflect YoY changes. The crude oil price is the average of the WTI, Dubai and Brent Blend benchmarks. Highlighted columns represent actual values.
Source: Compiled by the author

Forecasts at a glance

Figure 2: Real GDP and the Recovery of Its Components

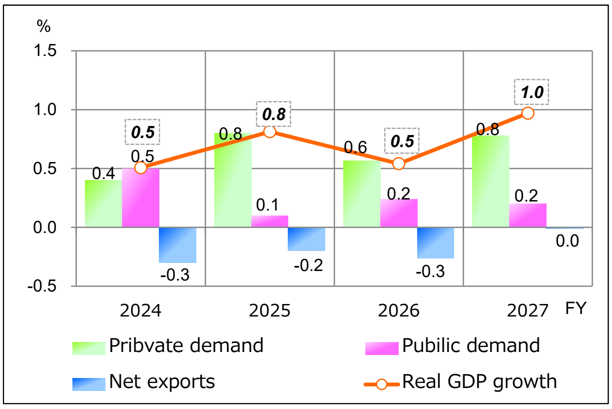
	GDP	Goods imports	Services import	Private final consumption expenditure	Private capital investment	Government spending	Goods exports	Services exports	Nominal GDP
19Q3	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
22Q1	99.0	102.0	93.3	96.6	98.1	104.0	107.6	79.4	100.9
22Q2	99.9	104.1	92.9	98.1	98.7	104.5	107.1	84.5	101.4
22Q3	99.5	105.5	109.5	98.1	100.3	103.9	108.1	89.5	101.1
22Q4	100.0	106.7	104.8	98.4	99.6	105.1	108.0	94.1	103.2
23Q1	100.8	103.3	109.5	99.0	100.2	106.0	104.3	102.1	105.3
23Q2	100.9	98.8	108.9	98.0	99.5	104.5	105.1	106.5	107.3
23Q3	99.5	98.5	117.5	97.4	96.4	104.1	105.1	112.9	107.2
23Q4	100.1	102.7	115.3	97.3	99.3	104.0	105.6	123.6	108.4
24Q1	99.7	97.2	118.6	97.1	97.5	104.0	103.1	117.9	107.7
24Q2	99.7	99.3	124.8	97.1	97.6	106.0	102.2	125.5	109.9
24Q3	100.4	103.1	126.4	97.6	99.8	106.3	105.2	126.3	111.2
24Q4	100.8	100.5	126.5	97.5	98.3	106.2	105.7	132.8	112.4
25Q1	101.2	102.7	129.7	98.2	101.4	106.0	105.6	130.2	113.3
25Q2	101.6	104.2	129.7	98.3	101.6	106.5	107.1	133.4	115.6
25Q3	100.9	103.5	131.2	98.8	99.3	106.4	106.0	128.8	115.7
25Q4	101.1	102.8	133.7	98.9	99.8	106.7	105.5	131.9	116.7
26Q1	101.7	103.2	134.7	99.1	99.9	107.0	107.8	132.4	117.7

Figure 5: Quarterly Growth Rate Patterns: Growth Exceeding the Potential Growth Rate Will Continue from Q3 2026 Onward



Note: Actual figures are shown in Q1 of 2026; figures thereafter are forecasts.

Figure 3: Real GDP Growth Rate and Contributions by Component



Note: Due to rounding, the sum of the contributions for each item does not necessarily match the GDP growth

Figure 6: Core CPI Inflation Rate: Forecast to Remain Elevated at +2.4% in FY2026 and +2.4% in FY2027

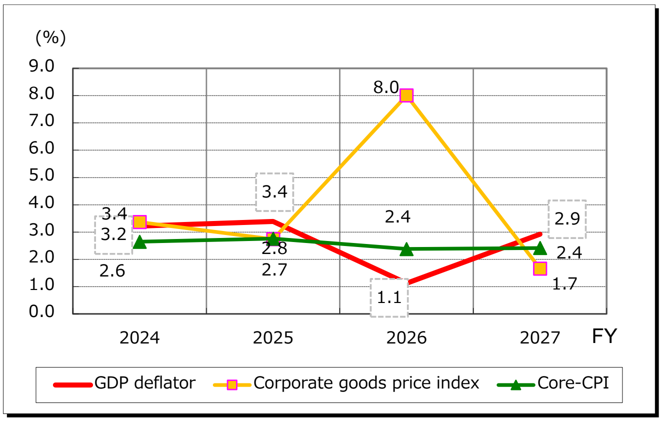


Figure 4: Contribution of Each Component to Real Private Demand

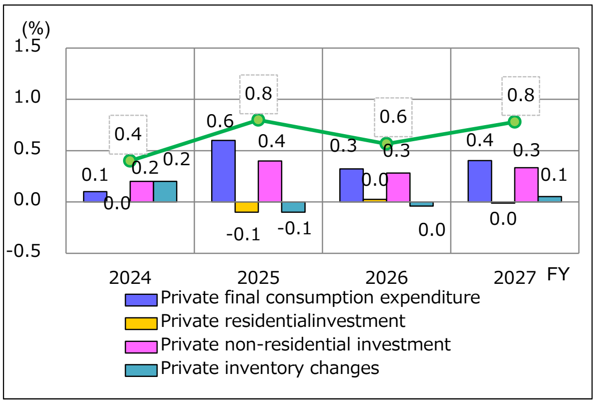
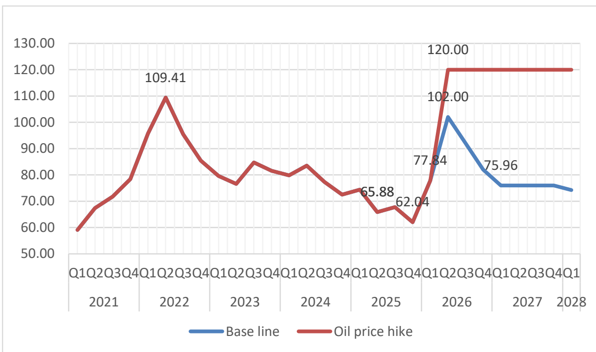


Figure 7: Change and Forecasts for Global Crude Oil Prices: Baseline and Scenario of Persistently High Crude Oil Prices



Source: Figures 2–3 were prepared by the author based on the Cabinet Office's "Preliminary Semi-Annual GDP Report for January–March 2026 (First Preliminary Estimate)." Figures 4–7 were prepared by the author.

Detailed Forecasts

Table 1. Main economic indicators

	Quarter												Fiscal year			
	25Q2	25Q3	25Q4	26Q1	26Q2	26Q3	26Q4	27Q1	27Q2	27Q3	27Q4	28Q1	2024	2025	2026	2027
Real GDP (JPY trillion)	593.1	589.4	590.7	593.7	593.0	594.7	596.0	596.7	598.3	599.6	601.7	604.0	587.1	591.9	595.1	600.9
	0.3	-0.6	0.2	0.5	-0.1	0.3	0.2	0.1	0.3	0.2	0.3	0.4	0.5	0.8	0.5	1.0
	1.8	0.5	0.4	0.4	0.0	0.9	0.9	0.5	0.9	0.8	1.0	1.2				
Nominal GDP (JPY trillion)	665.0	665.4	671.7	677.2	662.3	683.0	684.9	694.5	698.6	704.9	709.7	718.2	642.8	670.0	681.2	707.8
	2.0	0.1	0.9	0.8	-2.2	3.1	0.3	1.4	0.6	0.9	0.7	1.2	3.7	4.2	1.7	3.9
	5.2	4.0	3.8	3.9	-0.4	2.6	2.0	2.5	5.5	3.2	3.6	3.4				
GDP deflator (2020=100)	112.1	112.9	113.7	114.1	111.7	114.8	114.9	116.4	116.8	117.6	117.9	118.9	109.5	113.2	114.5	117.8
	1.7	0.7	0.7	0.3	-2.1	2.8	0.1	1.3	0.3	0.7	0.3	0.8	3.2	3.4	1.1	2.9
	3.3	3.5	3.4	3.4	-0.4	1.7	1.1	2.0	4.6	2.4	2.6	2.2				
Index of industrial production (2020=100)	101.3	100.2	100.5	103.0	101.9	101.4	101.4	101.7	102.0	102.5	103.0	103.5	101.4	101.2	101.6	102.8
	-0.5	-1.0	0.2	2.5	-1.0	-0.5	0.0	0.3	0.3	0.5	0.5	0.5	-1.5	-0.2	0.4	1.1
	0.1	-1.2	-1.3	1.2	0.6	1.2	0.9	-1.2	0.1	1.1	1.6	1.8				
New housing starts (thousands)	155	180	189	187	182	184	186	190	190	187	186	185	816	711	742	748
	-28.5	16.0	5.1	-1.1	-2.8	1.4	0.8	2.6	-0.1	-1.9	-0.5	-0.2	2.0	-12.9	4.3	0.8
	-25.2	-9.0	-2.1	-13.8	17.1	2.4	-1.8	1.9	4.8	1.4	0.0	-2.7				
Domestic corporate goods price index (2020=100)	126.5	126.7	127.9	128.9	135.2	138.2	138.4	139.1	138.9	139.6	140.2	141.3	124.1	127.5	137.7	140.0
	0.5	0.2	0.9	0.8	4.9	2.2	0.1	0.5	-0.1	0.5	0.4	0.8	3.4	2.7	8.0	1.7
	3.3	2.6	2.6	2.5	6.9	9.1	8.2	7.9	2.8	1.0	1.3	1.6				
Core consumer price index (2020=100)	111.2	111.5	112.3	111.8	113.2	113.9	114.8	115.5	116.6	117.1	117.4	117.4	108.7	111.7	114.4	117.1
	1.2	0.3	0.7	-0.4	1.2	0.6	0.8	0.6	0.9	0.4	0.3	0.0	2.6	2.8	2.4	2.4
	3.5	2.9	2.8	1.8	1.8	2.1	2.3	3.3	3.0	2.8	2.3	1.6				
Wage earnings per worker (JPY thousand)	4391	4406	4439	4476	4488	4520	4553	4567	4601	4635	4661	4687	4310	4428	4532	4646
	1.3	0.3	0.7	0.8	0.3	0.7	0.7	0.3	0.7	0.8	0.5	0.6	2.4	2.7	2.3	2.5
	2.7	2.5	2.6	3.2	2.2	2.6	2.6	2.0	2.5	2.5	2.4	2.6				
Unemplpyment rate (%)	2.5	2.5	2.6	2.7	2.7	2.7	2.7	2.7	2.6	2.6	2.6	2.6	2.5	2.6	2.7	2.6
CD interest rate (%)	0.385	0.391	0.417	0.582	0.667	0.917	0.917	0.917	1.167	1.167	1.167	1.167	0.157	0.245	0.855	1.167
10-year government bond yields (%)	1.410	1.600	1.843	2.233	2.520	2.771	2.771	2.790	3.019	3.033	3.024	3.041	1.082	1.772	2.713	3.029
Current account balance (JPY trillion)	7.4	8.9	8.3	9.8	3.1	4.8	4.8	4.5	4.1	4.8	5.4	6.1	30.0	34.5	17.2	20.4
% of nominal GDP	4.4	5.4	4.9	5.8	1.9	2.8	2.8	2.6	2.4	2.7	3.1	3.4	4.7	5.2	2.5	2.9
Crude oil price (USD/barrel)	65.88	67.75	62.04	77.84	102.00	92.00	82.00	75.96	75.96	75.96	75.96	74.24	76.94	68.38	87.99	75.53
USD/JPY exchange rate	144.5	147.4	154.1	156.8	158.1	157.4	156.7	154.0	153.0	152.0	151.0	150.0	152.5	150.7	156.5	151.5
Government debt (JPY trillion)	1299.8	1311.5	1323.3	1335.0	1351.4	1367.6	1384.5	1401.6	1419.6	1437.9	1456.3	1474.6	1288.0	1335.0	1401.6	1474.6
	0.9	0.9	0.9	0.9	1.2	1.2	1.2	1.2	1.3	1.3	1.3	1.3	2.1	3.6	5.0	5.2
	2.5	2.9	3.3	3.6	4.0	4.3	4.6	5.0	5.0	5.1	5.2	5.2				
% of GDP	195.5	197.1	197.0	197.1	197.9	198.1	198.3	198.5	198.7	199.1	199.6	200.2	200.4	199.3	205.8	208.3
Fiscal balance (JPY trillion)	-29.6	-27.2	-27.8	-34.7	-48.6	-47.7	-50.9	-52.6	-55.5	-56.7	-57.0	-57.0	-37.0	-29.8	-50.0	-56.6

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). In the GDP statistics (real, nominal, deflator), the first and second rows represent and QoQ and YoY growth rates (%) respectively. The YoY values were calculated using seasonally adjusted data, so they might differ from the official figures, which are not seasonally adjusted. Highlighted columns represent actual values.

Source: Compiled by the author

Table 2. Gross domestic expenditure (real)

JPY trillion (2015 chain prices), %

	Quarter												Fiscal year			
	25Q2	25Q3	25Q4	26Q1	26Q2	26Q3	26Q4	27Q1	27Q2	27Q3	27Q4	28Q1	2024	2025	2026	2027
Private final consumption expenditure	307.3	308.9	309.0	309.8	310.1	310.5	310.9	311.2	311.9	312.5	313.5	314.5	305.1	308.8	310.7	313.1
	0.2	0.5	0.0	0.3	0.1	0.1	0.1	0.1	0.2	0.2	0.3	0.3	0.1	1.2	0.6	0.8
	1.3	1.3	1.4	1.0	0.9	0.5	0.6	0.5	0.6	0.6	0.8	1.0				
Private residential investment	23.1	21.2	22.3	22.4	22.4	22.4	22.5	22.3	22.4	22.4	22.3	22.3	23.1	22.3	22.4	22.3
	0.0	-8.1	5.0	0.5	-0.1	0.1	0.1	-0.5	0.3	-0.2	-0.3	0.0	-0.7	-3.5	0.7	-0.3
	1.4	-7.9	-4.0	-3.1	-3.1	5.6	0.7	-0.3	0.0	-0.3	-0.7	-0.2				
Private non-residential investment	106.2	106.1	107.6	107.9	108.3	108.5	108.8	109.1	109.6	110.3	111.0	111.8	104.5	107.0	108.7	110.7
	1.2	-0.1	1.4	0.3	0.3	0.2	0.3	0.3	0.5	0.6	0.7	0.7	0.8	2.4	1.6	1.8
	2.1	1.2	3.2	2.8	1.9	2.2	1.2	1.1	1.3	1.6	2.0	2.4				
Change in private inventories	1.4	0.5	-1.3	-1.7	-1.2	-0.5	-0.2	-0.2	-0.2	-0.2	-0.2	-0.2	0.2	-0.3	-0.5	-0.2
Government final consumption expenditure	122.1	122.2	122.7	122.8	123.1	123.3	123.5	123.7	124.0	124.2	124.4	124.7	121.5	122.5	123.4	124.3
	0.7	0.1	0.4	0.1	0.3	0.2	0.2	0.1	0.2	0.2	0.2	0.2	2.3	0.8	0.8	0.7
	0.5	0.6	0.9	1.2	0.8	0.9	0.7	0.7	0.7	0.7	0.8	0.8				
Government investment expenditure	27.7	27.4	27.3	27.7	27.8	27.9	28.0	28.1	28.1	28.2	28.3	28.4	27.7	27.5	27.9	28.3
	0.4	-1.1	-0.2	1.4	0.4	0.3	0.3	0.3	0.3	0.2	0.2	0.3	0.1	-0.6	1.5	1.1
	0.6	-1.7	-1.6	0.5	0.5	1.9	2.4	1.3	1.2	1.1	1.1	1.0				
Change in government inventories	-0.11	-0.05	-0.07	-0.09	0.01	-0.02	-0.02	-0.03	-0.01	-0.02	-0.02	-0.02	-0.05	-0.07	-0.01	-0.02
Net exports of goods and services	5.9	4.4	4.6	6.0	3.6	3.7	3.7	3.6	3.6	3.5	3.6	3.8	5.7	5.2	3.7	3.6
Exports of goods and services	107.8	106.1	106.2	108.1	105.9	106.5	107.1	107.5	108.1	108.6	109.2	110.1	105.0	107.0	106.7	109.0
	1.6	-1.6	0.2	1.7	-2.0	0.5	0.6	0.4	0.5	0.5	0.6	0.8	2.7	1.9	-0.3	2.1
	5.1	1.1	-0.3	1.9	-1.7	0.4	0.8	-0.5	2.1	2.0	2.0	2.4				
Imports of goods and services	101.8	101.7	101.6	102.1	102.3	102.7	103.4	103.9	104.4	105.1	105.7	106.4	99.3	101.8	103.1	105.4
	1.1	-0.2	0.0	0.5	0.2	0.4	0.6	0.5	0.6	0.6	0.5	0.7	4.0	2.6	1.2	2.3
	4.6	1.2	3.2	1.4	0.5	1.1	1.7	1.7	2.1	2.3	2.2	2.4				
GDP	593.1	589.4	590.7	593.7	593.0	594.7	596.0	596.7	598.3	599.6	601.7	604.0	587.1	591.9	595.1	600.9
	1.4	-2.5	0.8	2.1	-0.4	1.1	0.9	0.5	1.0	0.9	1.4	1.5	0.5	0.8	0.5	1.0
	0.3	-0.6	0.2	0.5	-0.1	0.3	0.2	0.1	0.3	0.2	0.3	0.4				
	1.8	0.5	0.4	0.4	0.0	0.9	0.9	0.5	0.9	0.8	1.0	1.2				
Contirbution of domestic demand	0.2	-0.3	0.2	0.2	0.3	0.3	0.2	0.1	0.3	0.2	0.3	0.3	0.8	1.0	0.8	1.0
of which, private demand	0.1	-0.3	0.1	0.2	0.2	0.2	0.2	0.1	0.2	0.2	0.3	0.3	0.4	0.8	0.6	0.8
of which, public demand	0.1	0.0	0.1	0.1	0.1	0.0	0.0	0.0	0.1	0.1	0.1	0.1	0.5	0.1	0.2	0.2
Contirbution of net exports	0.1	-0.3	0.0	0.3	-0.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-0.3	-0.2	-0.3	0.0
GNI	585.8	583.2	585.0	587.1	572.3	579.8	580.6	582.2	583.5	585.8	588.5	591.4	577.6	585.5	578.7	587.3
	3.6	-1.8	1.2	1.4	-9.7	5.4	0.5	1.1	0.9	1.6	1.9	2.0	-0.4	1.4	-1.2	1.5
	0.9	-0.4	0.3	0.4	-2.5	1.3	0.1	0.3	0.2	0.4	0.5	0.5				
	2.3	1.0	1.0	1.1	-2.3	-0.6	-0.8	-0.8	2.0	1.0	1.4	1.6				

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the GDP quarterly series, the first row below the main series represents annualized QoQ changes (%), the second and third rows are QoQ and YoY changes (%), respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Source: Compiled by the author

Table 3. Gross domestic expenditure (nominal)

JPY trillion, %

	Quarter												Fiscal year			
	25Q2	25Q3	25Q4	26Q1	26Q2	26Q3	26Q4	27Q1	27Q2	27Q3	27Q4	28Q1	2024	2025	2026	2027
Private final consumption expenditure	349.2	352.6	354.7	357.0	359.5	362.8	365.1	369.0	371.7	374.1	376.0	379.4	340.2	353.4	364.1	375.3
	0.8	1.0	0.6	0.6	0.7	0.9	0.6	1.1	0.7	0.6	0.5	0.9	2.8	3.9	3.0	3.1
	4.3	4.1	4.1	3.0	2.9	2.9	2.9	3.3	3.4	3.1	3.0	2.8				
Private residential investment	28.1	26.1	27.6	28.1	29.0	29.3	29.0	29.2	29.6	29.5	29.3	29.4	27.6	27.5	29.1	29.4
	0.5	-7.1	5.5	2.0	3.1	0.9	-0.8	0.6	1.3	-0.2	-0.7	0.4	2.6	-0.3	6.0	1.1
	4.1	-4.7	-0.8	0.4	3.0	11.9	5.2	3.8	2.0	0.8	0.9	0.8				
Private non-residential investment	123.0	124.0	127.0	128.7	133.5	136.7	137.9	139.6	139.9	141.3	143.0	145.4	119.2	125.8	136.9	142.4
	1.8	0.9	2.4	1.3	3.7	2.5	0.9	1.2	0.2	1.0	1.3	1.7	4.2	5.6	8.8	4.0
	4.5	4.3	6.6	6.6	8.5	10.2	8.6	8.5	4.8	3.3	3.7	4.2				
Change in private inventories	2.6	0.4	-1.8	-3.0	-1.1	0.8	0.5	0.5	0.5	0.5	0.5	0.5	0.2	-0.4	0.2	0.5
Government final consumption expenditure	131.4	132.2	133.0	133.9	135.0	136.1	136.6	138.8	139.5	140.3	140.6	141.5	129.1	132.6	136.6	140.5
	1.2	0.7	0.6	0.7	0.8	0.9	0.3	1.6	0.6	0.6	0.2	0.6	4.6	2.7	3.0	2.8
	2.4	2.5	2.7	3.1	2.7	3.0	2.7	3.6	3.4	3.1	3.0	1.9				
Government investment expenditure	32.6	32.6	32.8	33.6	35.0	35.7	35.4	35.8	36.3	36.7	36.6	37.0	32.0	32.9	35.5	36.6
	1.3	-0.2	0.6	2.4	4.2	2.0	-0.8	1.3	1.2	1.2	-0.4	1.2	3.9	2.8	7.8	3.4
	3.2	1.8	1.7	4.2	7.1	9.5	8.0	6.8	3.8	3.0	3.4	3.3				
Change in government inventories	-0.16	-0.04	-0.07	-0.08	-0.02	-0.04	-0.04	-0.05	-0.04	-0.04	-0.04	-0.04	-0.08	-0.09	-0.04	-0.04
Net exports of goods and services	-1.8	-2.6	-1.5	-1.0	-28.4	-18.4	-19.6	-18.3	-18.8	-17.5	-16.3	-15.0	-5.4	-1.7	-21.2	-16.9
Exports of goods and services	143.5	144.5	149.9	156.3	158.3	163.5	166.2	168.5	169.2	171.9	174.2	176.7	143.4	148.6	164.1	173.0
	-0.1	0.7	3.7	4.3	1.3	3.2	1.7	1.4	0.4	1.6	1.3	1.4	7.9	3.6	10.5	5.4
	1.1	1.2	3.2	8.8	10.4	13.1	10.9	7.8	6.9	5.1	4.8	4.9				
Imports of goods and services	145.3	147.1	151.4	157.3	186.8	181.9	185.9	186.8	188.0	189.3	190.5	191.7	148.8	150.3	185.3	189.9
	-3.7	1.2	3.0	3.9	18.8	-2.6	2.2	0.5	0.6	0.7	0.6	0.6	7.2	1.0	23.3	2.5
	-2.0	-1.5	3.3	4.2	28.5	23.7	22.7	18.8	0.7	4.1	2.5	2.6				
GDP	665.0	665.4	671.7	677.2	662.3	683.0	684.9	694.5	698.6	704.9	709.7	718.2	642.8	670.0	681.2	707.8
	8.2	0.3	3.8	3.4	-8.5	13.1	1.2	5.7	2.4	3.6	2.7	4.9	3.7	4.2	1.7	3.9
	2.0	0.1	0.9	0.8	-2.2	3.1	0.3	1.4	0.6	0.9	0.7	1.2				
	5.2	4.0	3.8	3.9	-0.4	2.6	2.0	2.5	5.5	3.2	3.6	3.4				
Contirbution of domestic demand	1.7	0.8	0.8	0.7	1.9	1.6	0.5	1.2	0.7	0.7	0.5	1.0	2.0	3.7	4.6	3.3
of which, private demand	1.3	0.6	0.6	0.5	1.5	1.3	0.4	0.8	0.5	0.5	0.5	0.8	2.5	3.0	3.6	2.5
of which, public demand	0.7	0.1	0.1	0.3	0.4	0.3	0.0	0.4	0.2	0.2	0.0	0.2	1.1	0.7	1.0	0.7
Contirbution of net exports	-0.1	-0.2	0.2	0.1	-4.1	1.5	-0.2	0.2	-0.1	0.2	0.2	0.2	0.0	0.6	-2.9	0.6

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the GDP quarterly series, the first row below the main series represents annualized QoQ changes (%), the second and third rows are QoQ and YoY changes (%), respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Source: Compiled by the author

Table 4. Gross domestic expenditure (deflator)

2020＝100, %

	Quarter												Fiscal year			
	25Q2	25Q3	25Q4	26Q1	26Q2	26Q3	26Q4	27Q1	27Q2	27Q3	27Q4	28Q1	2024	2025	2026	2027
Private final consumption expenditure	113.6	114.2	114.8	115.2	115.9	116.9	117.4	118.5	119.2	119.7	119.9	120.6	111.5	114.4	117.2	119.9
	0.7	0.5	0.5	0.4	0.6	0.8	0.5	0.9	0.5	0.5	0.2	0.6	2.7	2.6	2.4	2.3
	3.0	2.8	2.7	2.0	2.0	2.4	2.3	2.9	2.8	2.5	2.1	1.8				
Private residential investment	121.7	123.1	123.7	125.4	129.4	130.5	129.3	130.6	132.0	132.0	131.4	131.9	119.5	123.5	129.9	131.8
	0.5	1.1	0.5	1.4	3.2	0.8	-0.9	1.1	1.0	0.0	-0.5	0.4	3.3	3.3	5.2	1.4
	2.6	3.5	3.4	3.6	6.4	6.0	4.5	4.1	2.0	1.2	1.7	1.0				
Private non-residential investment	115.8	116.9	118.0	119.3	123.3	126.0	126.8	127.9	127.6	128.1	128.9	130.1	114.0	117.6	126.0	128.7
	0.6	1.0	1.0	1.0	3.4	2.2	0.6	0.9	-0.2	0.4	0.6	1.0	3.3	3.1	7.2	2.1
	2.3	3.1	3.2	3.7	6.5	7.8	7.4	7.3	3.5	1.7	1.7	1.7				
Government final consumption expenditure	107.6	108.2	108.5	109.1	109.6	110.4	110.6	112.2	112.6	113.0	113.0	113.4	106.3	108.3	110.7	113.0
	0.5	0.6	0.2	0.6	0.5	0.7	0.2	1.4	0.4	0.4	0.0	0.4	2.2	1.9	2.2	2.1
	1.9	2.0	1.8	1.9	1.9	2.0	2.0	2.8	2.7	2.3	2.2	1.1				
Government investment expenditure	117.9	118.9	119.9	121.1	125.6	127.8	126.4	127.6	128.9	130.1	129.3	130.5	115.6	119.5	126.8	129.7
	0.9	0.9	0.8	1.0	3.7	1.7	-1.1	1.0	1.0	1.0	-1.2	0.9	3.8	3.3	6.1	2.2
	2.6	3.6	3.3	3.6	6.6	7.5	5.4	5.4	2.6	1.9	2.3	2.3				
Exports of goods and services	133.1	136.2	141.1	144.6	149.5	153.6	155.2	156.7	156.6	158.3	159.5	160.5	136.6	138.9	153.8	158.7
	-1.7	2.3	3.6	2.5	3.4	2.7	1.1	1.0	-0.1	1.1	0.8	0.6	5.1	1.6	10.7	3.2
	-3.8	0.1	3.6	6.8	12.3	12.7	10.0	8.4	4.7	3.1	2.7	2.4				
Imports of goods and services	142.7	144.7	149.0	154.0	182.6	177.1	179.8	179.9	180.0	180.2	180.3	180.3	150.0	147.7	179.8	180.2
	-4.7	1.4	3.0	3.4	18.6	-3.0	1.6	0.0	0.1	0.1	0.1	0.0	3.0	-1.5	21.8	0.2
	-6.4	-2.7	0.1	2.8	27.9	22.4	20.7	16.8	-1.4	1.8	0.3	0.2				
GDP	112.1	112.9	113.7	114.1	111.7	114.8	114.9	116.4	116.8	117.6	117.9	118.9	109.5	113.2	114.5	117.8
	1.7	0.7	0.7	0.3	-2.1	2.8	0.1	1.3	0.3	0.7	0.3	0.8	3.2	3.4	1.1	2.9
	3.3	3.5	3.4	3.4	-0.4	1.7	1.1	2.0	4.6	2.4	2.6	2.2				

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Source: Compiled by the author

Table 5. Production, employment, wages and prices

	Quarter												Fiscal year			
	25Q2	25Q3	25Q4	26Q1	26Q2	26Q3	26Q4	27Q1	27Q2	27Q3	27Q4	28Q1	2024	2025	2026	2027
Index of industrial production (2020=100)	101.3	100.2	100.5	103.0	101.9	101.4	101.4	101.7	102.0	102.5	103.0	103.5	101.4	101.2	101.6	102.8
	-0.5	-1.0	0.2	2.5	-1.0	-0.5	0.0	0.3	0.3	0.5	0.5	0.5	-1.5	-0.2	0.4	1.1
	0.1	-1.2	-1.3	1.2	0.6	1.2	0.9	-1.2	0.1	1.1	1.6	1.8				
Labor force (ten thousand persons)	6997	7003	7027	7007	7012	7018	7031	7026	7021	7016	7015	7014	6968	7009	7022	7016
	0.1	0.1	0.3	-0.3	0.1	0.1	0.2	-0.1	-0.1	-0.1	0.0	0.0	0.5	0.6	0.2	-0.1
	0.7	0.6	0.7	0.3	0.2	0.2	0.1	0.3	0.1	0.0	-0.2	-0.2				
Engaged labor force (ten thousand persons)	6822	6826	6845	6820	6823	6829	6841	6840	6838	6837	6832	6834	6794	6826	6833	6835
	0.1	0.1	0.3	-0.4	0.0	0.1	0.2	0.0	0.0	0.0	-0.1	0.0	0.6	0.5	0.1	0.0
	0.8	0.6	0.6	0.1	0.0	0.0	0.0	0.3	0.2	0.1	-0.1	-0.1				
Employed (ten thousand persons)	6176	6184	6205	6190	6192	6198	6209	6208	6207	6205	6201	6202	6142	6187	6202	6204
	0.1	0.1	0.3	-0.2	0.0	0.1	0.2	0.0	0.0	0.0	-0.1	0.0	0.9	0.7	0.2	0.0
	1.1	0.9	0.8	0.3	0.3	0.2	0.1	0.3	0.2	0.1	-0.1	-0.1				
Unemployment rate (%)	2.5	2.5	2.6	2.7	2.7	2.7	2.7	2.7	2.6	2.6	2.6	2.6	2.5	2.6	2.7	2.6
Domestic corporate goods price index (2020=100)	126.5	126.7	127.9	128.9	135.2	138.2	138.4	139.1	138.9	139.6	140.2	141.3	124.1	127.5	137.7	140.0
	0.5	0.2	0.9	0.8	4.9	2.2	0.1	0.5	-0.1	0.5	0.4	0.8	3.4	2.7	8.0	1.7
	3.3	2.6	2.6	2.5	6.9	9.1	8.2	7.9	2.8	1.0	1.3	1.6				
Core consumer price index (2020=100)	111.2	111.5	112.3	111.8	113.2	113.9	114.8	115.5	116.6	117.1	117.4	117.4	108.7	111.7	114.4	117.1
	1.2	0.3	0.7	-0.4	1.2	0.6	0.8	0.6	0.9	0.4	0.3	0.0	2.6	2.8	2.4	2.4
	3.5	2.9	2.8	1.8	1.8	2.1	2.3	3.3	3.0	2.8	2.3	1.6				

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values. The "engaged labor force" category includes both self-employed and employed workers. The "employed" category excludes self -employed workers.
Source: Compiled by the author

Table 6. Financial markets

	Quarter												Fiscal year			
	25Q2	25Q3	25Q4	26Q1	26Q2	26Q3	26Q4	27Q1	27Q2	27Q3	27Q4	28Q1	2024	2025	2026	2027
CD rates (%)	0.385	0.391	0.417	0.582	0.667	0.917	0.917	0.917	1.167	1.167	1.167	1.167	0.157	0.245	0.855	1.167
Government bond yields (%)	1.410	1.600	1.843	2.233	2.520	2.771	2.771	2.790	3.019	3.033	3.024	3.041	1.082	1.772	2.713	3.029
Money stock (M2+CD, JPY trillion)	1261.1	1269.3	1277.5	1282.5	1285.7	1291.6	1298.1	1302.2	1306.5	1312.0	1316.1	1319.8	1260.8	1282.5	1302.2	1319.8
	0.0	0.6	0.6	0.4	0.2	0.5	0.5	0.3	0.3	0.4	0.3	0.3	1.1	1.7	1.5	1.3
	0.7	1.3	1.7	1.7	1.9	1.8	1.6	1.5	1.6	1.6	1.4	1.3				
Nikkei stock average (JPY)	20,135	23,129	27,164	29,853	33,124	33,401	34,427	33,956	33,956	33,956	33,956	33,956	21,112	25,070	33,727	33,956
	-4.4	14.9	17.4	9.9	11.0	0.8	3.1	-1.4	0.0	0.0	0.0	0.0	15.8	18.7	34.5	0.7
	-5.1	10.9	27.4	41.8	64.5	44.4	26.7	13.7	2.5	1.7	-1.4	0.0				
USD/JPY exchange rate	144.5	147.4	154.1	156.8	158.1	157.4	156.7	154.0	153.0	152.0	151.0	150.0	152.5	150.7	156.5	151.5
	-5.2	2.0	4.5	1.8	0.8	-0.4	-0.4	-1.7	-0.6	-0.7	-0.7	-0.7	5.5	-1.2	3.8	-3.2
	-7.2	-1.2	1.1	2.8	9.3	6.7	1.7	-1.8	-3.2	-3.4	-3.6	-2.6				

Notes: In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.
Source: Compiled by the author

Table 7. External sector

JPY trillion, %

	Quarter												Fiscal year			
	25Q2	25Q3	25Q4	26Q1	26Q2	26Q3	26Q4	27Q1	27Q2	27Q3	27Q4	28Q1	2024	2025	2026	2027
Goods exports (real)	79.8	79.0	78.6	80.3	78.5	78.8	79.0	79.1	79.3	79.5	79.8	80.4	78.0	79.4	78.8	79.8
(SNA basis)	1.4	-0.9	-0.5	2.2	-2.3	0.4	0.4	0.1	0.3	0.3	0.4	0.7	0.0	1.8	-0.7	1.2
	4.8	0.8	-0.2	2.0	-1.6	-0.3	0.6	-1.5	1.1	1.0	1.0	1.6				
Goods imports (real)	72.7	72.3	71.8	72.1	70.9	71.4	71.9	72.4	72.8	73.3	73.7	74.1	70.8	72.2	71.6	73.5
(SNA basis)	1.5	-0.6	-0.7	0.4	-1.7	0.7	0.8	0.6	0.6	0.6	0.5	0.6	2.1	1.9	-0.8	2.6
	4.9	0.4	2.3	0.5	-2.6	-1.3	0.2	0.4	2.8	2.7	2.4	2.4				
Services exports (real)	28.3	27.3	28.0	28.1	27.4	27.7	28.0	28.4	28.7	29.1	29.4	29.7	27.3	27.9	27.9	29.2
(SNA basis)	2.5	-3.5	2.4	0.4	-2.3	1.0	1.2	1.2	1.3	1.2	1.1	1.2	11.7	2.3	-0.2	4.8
	6.3	2.0	-0.7	1.7	-3.0	1.5	0.3	1.0	4.7	5.0	4.8	4.8				
Services imports (real)	30.5	30.9	31.4	31.7	31.4	31.4	31.4	31.5	31.6	31.8	32.0	32.2	29.8	31.1	31.4	31.9
(SNA basis)	0.0	1.2	1.9	0.8	-0.7	-0.2	0.2	0.2	0.4	0.6	0.6	0.8	10.3	4.3	1.0	1.5
	3.9	3.8	5.7	3.8	3.1	1.7	0.0	-0.6	0.5	1.3	1.8	2.4				
Goods exports (nominal)	106.6	108.3	112.2	118.1	119.0	123.0	124.8	126.4	126.4	128.2	129.4	131.1	107.8	111.3	123.3	128.8
(SNA basis)	-0.8	1.7	3.6	5.2	0.8	3.4	1.5	1.2	0.0	1.4	1.0	1.3	5.3	3.3	10.7	4.5
	-0.6	0.3	3.4	9.9	11.6	13.5	11.2	7.0	6.2	4.2	3.7	3.8				
Goods imports (nominal)	106.9	107.5	110.4	114.9	136.2	132.4	135.1	135.5	136.0	136.5	136.9	137.2	110.9	110.0	134.8	136.7
(SNA basis)	-4.5	0.6	2.7	4.1	18.5	-2.8	2.0	0.3	0.4	0.4	0.2	0.2	4.7	-0.8	22.6	1.4
	-3.6	-3.6	1.3	2.7	27.5	23.2	22.4	17.9	-0.1	3.1	1.3	1.2				
Services exports (nominal)	36.9	36.2	37.7	38.2	39.4	40.5	41.4	42.1	42.8	43.7	44.8	45.6	35.6	37.3	40.9	44.2
(SNA basis)	2.0	-2.0	4.2	1.4	3.1	2.9	2.2	1.7	1.6	2.2	2.3	1.8	16.3	4.6	9.7	8.2
	6.3	4.0	2.6	5.5	6.7	12.1	10.0	10.3	8.7	7.9	8.0	8.1				
Services imports (nominal)	38.4	39.6	41.0	42.4	50.6	49.5	50.7	51.3	52.0	52.8	53.7	54.6	38.0	40.3	50.5	53.3
(SNA basis)	-1.6	2.9	3.7	3.2	19.4	-2.1	2.6	1.1	1.4	1.6	1.6	1.7	15.1	6.2	25.2	5.4
	2.8	4.8	8.9	8.5	31.5	25.1	23.7	21.1	2.8	6.7	5.7	6.4				
Trade balance (BOP basis)	-0.1	0.0	0.4	1.0	-4.3	-2.4	-2.6	-2.3	-2.4	-2.1	-1.9	-1.5	-3.0	1.4	-11.5	-7.9
Balance on services (BOP basis)	-0.5	-1.1	-0.9	-1.3	-2.7	-2.2	-2.3	-2.2	-2.2	-2.2	-2.2	-2.2	-3.1	-3.9	-9.4	-8.8
Primary income balance (BOP basis)	9.6	11.4	10.0	11.1	10.8	11.1	11.4	11.7	12.0	12.3	12.7	13.0	41.4	42.3	45.0	50.0
Current account balance	7.4	8.9	8.3	9.8	3.1	4.8	4.8	4.5	4.1	4.8	5.4	6.1	30.0	34.5	17.2	20.4
(BOP basis)	-3.0	21.1	-7.2	18.1	-68.5	56.6	0.5	-7.8	-7.7	15.7	13.4	12.7	13.7	15.0	-50.1	18.5
	3.8	14.6	8.5	28.9	-58.1	-45.8	-41.4	-54.2	33.9	-1.1	11.6	36.3				
USD/JPY exchange rate	144.5	147.4	154.1	156.8	158.1	157.4	156.7	154.0	153.0	152.0	151.0	150.0	152.5	150.7	156.5	151.5
	-5.2	2.0	4.5	1.8	0.8	-0.4	-0.4	-1.7	-0.6	-0.7	-0.7	-0.7	5.5	-1.2	3.8	-3.2
	-7.2	-1.2	1.1	2.8	9.3	6.7	1.7	-1.8	-3.2	-3.4	-3.6	-2.6				

Notes: SNA = System of National Accounts. BOP = Balance of Payments. In the quarterly statistics, the figures in the first and second rows below the main series represent QoQ changes (%) and YoY changes (%) respectively. In the annual statistics, the figures under the main series represent YoY changes (%). Highlighted columns represent actual values.

Source: Compiled by the author

Table 8. Simulation of Surging Crude Oil Prices: Comparison Table of the Baseline Scenario and the Scenario of Persistently High Crude Oil Prices

	Quarter									Fiscal year		
	26Q1	26Q2	26Q3	26Q4	27Q1	27Q2	27Q3	27Q4	28Q1	2025	2026	2027
Private Final Consumption Expenditures												
1. Baseline (trillion yen)	309.8	310.1	310.5	310.9	311.2	311.9	312.5	313.5	314.5	308.8	310.7	313.1
2. Persistently High Crude Oil Prices (trillion yen)	309.8	310.1	310.5	310.9	311.1	311.8	312.2	313.1	314.0	308.8	310.7	312.8
Difference (trillion yen)	0.0	-0.0	-0.0	-0.1	-0.1	-0.2	-0.3	-0.4	-0.5	0.0	-0.0	-0.3
Deviation Rate (%)	0.0	-0.0	-0.0	-0.0	-0.0	-0.1	-0.1	-0.1	-0.2	0.0	-0.0	-0.1
Private residential investment												
1. Baseline (trillion yen)	22.4	22.4	22.4	22.5	22.3	22.4	22.4	22.3	22.3	22.3	22.4	22.3
2. Persistently High Crude Oil Prices (trillion yen)	22.4	22.4	22.4	22.4	22.3	22.3	22.2	22.1	22.0	22.3	22.4	22.2
Difference (trillion yen)	0.0	-0.0	-0.0	-0.0	-0.1	-0.1	-0.1	-0.2	-0.3	0.0	-0.0	-0.2
Deviation Rate (%)	0.0	-0.0	-0.0	-0.1	-0.2	-0.4	-0.6	-0.8	-1.1	0.0	-0.1	-0.7
Private non-residential investment												
1. Baseline (trillion yen)	107.9	108.3	108.5	108.8	109.1	109.6	110.3	111.0	111.8	107.0	108.7	110.7
2. Persistently High Crude Oil Prices (trillion yen)	107.9	108.3	108.5	108.8	109.0	109.5	110.0	110.7	111.4	107.0	108.6	110.4
Difference (trillion yen)	0.0	-0.0	-0.0	-0.0	-0.1	-0.2	-0.2	-0.3	-0.4	0.0	-0.0	-0.3
Deviation Rate (%)	0.0	-0.0	-0.0	-0.0	-0.1	-0.1	-0.2	-0.3	-0.4	0.0	-0.0	-0.2
Exports of goods and services												
1. Baseline (trillion yen)	108.1	105.9	106.5	107.1	107.5	108.1	108.6	109.2	110.1	107.0	106.7	109.0
2. Persistently High Crude Oil Prices (trillion yen)	108.1	105.9	106.5	107.1	107.4	107.8	108.1	108.5	109.1	107.0	106.7	108.4
Difference (trillion yen)	0.0	0.0	0.0	0.0	-0.1	-0.3	-0.5	-0.8	-1.0	0.0	-0.0	-0.7
Deviation Rate (%)	0.0	0.0	0.0	0.0	-0.1	-0.3	-0.5	-0.7	-0.9	0.0	-0.0	-0.6
Imports of goods and services												
1. Baseline (trillion yen)	102.1	102.3	102.7	103.4	103.9	104.4	105.1	105.7	106.4	101.8	103.1	105.4
2. Persistently High Crude Oil Prices (trillion yen)	102.1	102.3	102.7	103.3	103.8	104.4	105.0	105.5	106.1	101.8	103.0	105.2
Difference (trillion yen)	0.0	-0.0	-0.0	-0.0	-0.0	-0.1	-0.1	-0.2	-0.3	0.0	-0.0	-0.2
Deviation Rate (%)	0.0	-0.0	-0.0	-0.0	-0.0	-0.1	-0.1	-0.2	-0.3	0.0	-0.0	-0.2
Domestic demand												
1. Baseline (trillion yen)	587.7	589.4	590.9	592.3	593.1	594.7	596.1	598.1	600.2	586.7	591.4	597.3
2. Persistently High Crude Oil Prices (trillion yen)	587.7	589.4	590.9	592.2	592.9	594.3	595.5	597.3	599.1	586.7	591.3	596.5
Difference (trillion yen)	0.0	-0.0	-0.0	-0.1	-0.2	-0.4	-0.6	-0.9	-1.2	0.0	-0.1	-0.8
Deviation Rate (%)	0.0	-0.0	-0.0	-0.0	-0.0	-0.1	-0.1	-0.1	-0.2	0.0	-0.0	-0.1
External demand												
1. Baseline (trillion yen)	6.0	3.6	3.7	3.7	3.6	3.6	3.5	3.6	3.8	5.2	3.7	3.6
2. Persistently High Crude Oil Prices (trillion yen)	6.0	3.6	3.8	3.7	3.6	3.4	3.1	3.0	3.0	5.2	3.7	3.1
Difference (trillion yen)	0.0	0.0	0.0	0.0	-0.1	-0.2	-0.4	-0.6	-0.7	0.0	-0.0	-0.5
Deviation Rate (%)	0.0	0.0	0.2	0.5	-2.4	-6.3	-11.1	-15.8	-19.3	0.0	-0.4	-13.2
Real GDP												
1. Baseline (trillion yen)	593.7	593.0	594.7	596.0	596.7	598.3	599.6	601.7	604.0	591.9	595.1	600.9
2. Persistently High Crude Oil Prices (trillion yen)	593.7	593.0	594.7	595.9	596.4	597.7	598.6	600.3	602.1	591.9	595.0	599.7
Difference (trillion yen)	0.0	-0.0	-0.0	-0.1	-0.3	-0.6	-1.0	-1.4	-1.9	0.0	-0.1	-1.2
Deviation Rate (%)	0.0	-0.0	-0.0	-0.0	-0.1	-0.1	-0.2	-0.2	-0.3	0.0	-0.0	-0.2
Real GDP Growth Rate: Annualized Rate (%)												
1. Baseline (trillion yen)	2.1	-0.4	1.1	0.9	0.5	1.0	0.9	1.4	1.5	0.8	0.5	1.0
2. Persistently High Crude Oil Prices (trillion yen)	2.1	-0.5	1.1	0.9	0.3	0.8	0.6	1.1	1.2	0.8	0.5	0.8
Difference	0.0	-0.0	-0.0	-0.0	-0.1	-0.2	-0.2	-0.3	-0.3	0.0	-0.0	-0.2
Real Disposable Income												
1. Baseline (trillion yen)	301.6	308.7	313.6	319.3	320.7	325.3	328.5	332.0	334.2	298.3	315.6	330.0
2. Persistently High Crude Oil Prices (trillion yen)	301.6	308.7	313.4	319.0	320.1	324.5	327.4	330.6	332.5	298.3	315.3	328.8
Difference (trillion yen)	0.0	-0.1	-0.2	-0.3	-0.5	-0.8	-1.1	-1.4	-1.7	0.0	-0.3	-1.2
Deviation Rate (%)	0.0	-0.0	-0.1	-0.1	-0.2	-0.2	-0.3	-0.4	-0.5	0.0	-0.1	-0.4
Core CPI (2020=100)												
1. Baseline	111.8	113.2	113.9	114.8	115.5	116.6	117.1	117.4	117.4	111.7	114.4	117.1
2. Persistently High Crude Oil Prices	111.8	113.2	113.9	114.9	115.7	116.9	117.5	118.0	118.2	111.7	114.4	117.6
Difference	0.0	0.0	0.0	0.1	0.2	0.3	0.4	0.6	0.8	0.0	0.1	0.5
Deviation Rate (%)	0.0	0.0	0.0	0.1	0.1	0.2	0.4	0.5	0.7	0.0	0.1	0.5
Domestic corporate goods price index (2020=100)												
1. Baseline	128.9	135.2	138.2	138.4	139.1	138.9	139.6	140.2	141.3	127.5	137.7	140.0
2. Persistently High Crude Oil Prices	128.9	135.4	138.7	139.5	140.9	141.7	143.2	144.6	146.7	127.5	138.6	144.1
Difference	0.0	0.2	0.5	1.1	1.9	2.7	3.6	4.5	5.3	0.0	0.9	4.0
Deviation Rate (%)	0.0	0.1	0.4	0.8	1.3	2.0	2.6	3.2	3.8	0.0	0.7	2.9
Export Deflator (2020=100)												
1. Baseline	144.6	149.5	153.6	155.2	156.7	156.6	158.3	159.5	160.5	138.9	153.8	158.7
2. Persistently High Crude Oil Prices	144.6	149.6	153.9	156.2	158.5	159.3	162.0	164.4	166.5	138.9	154.6	163.1
Difference	0.0	0.1	0.4	0.9	1.7	2.7	3.8	4.9	6.0	0.0	0.8	4.4
Deviation Rate (%)	0.0	0.1	0.2	0.6	1.1	1.7	2.4	3.1	3.8	0.0	0.5	2.7
Import Deflator (2020=100)												
1. Baseline	154.0	182.6	177.1	179.8	179.9	180.0	180.2	180.3	180.3	147.7	179.8	180.2
2. Persistently High Crude Oil Prices	154.0	183.5	179.3	183.6	185.0	186.0	186.8	187.4	187.9	147.7	182.9	187.0
Difference	0.0	1.0	2.2	3.8	5.1	6.0	6.6	7.1	7.7	0.0	3.0	6.9
Deviation Rate (%)	0.0	0.5	1.3	2.1	2.8	3.3	3.7	3.9	4.2	0.0	1.7	3.8
Crude Oil Prices (USD/barrel)												
1. Baseline	77.8	102.0	92.0	82.0	76.0	76.0	76.0	76.0	74.2	68.4	88.0	75.5
2. Persistently High Crude Oil Prices	77.8	120.0	120.0	120.0	120.0	120.0	120.0	120.0	120.0	68.4	120.0	120.0
Difference	0.0	18.0	28.0	38.0	44.0	44.0	44.0	44.0	45.8	0.0	32.0	44.5
Deviation Rate (%)	0.0	17.6	30.4	46.3	58.0	58.0	58.0	58.0	61.6	0.0	36.4	58.9

Source: Compiled by the author