## UNITED KINGDOM - ECONOMIC SURVEY - MAY 2022 RETURN TO: CONSENSUS ECONOMICS INC.

Consensus Economics®

e-mail: cf@consensuseconomics.com

Private Non-Financial Corporate Trading Profits (excl. North Sea),

Please comment on your forecasts by adding a message into the body of your e-mail

average % change on previous year (definition as above)

| ### Peter Warburton   | e-mail: cf@consensuseconomics.com  |                     |             |          |         |
|---|--|---------------------|-------------|----------|---------|
| ### ECONOMIC FORECASTS (CALENDAR YEAR BASIS)  ### ECONOMIC FORECASTS (CALENDAR YEAR)  ### ECONOMIC FORECASTS (CALENDAR YEAR)  ### ECONOMIC FORECASTS (CALENDAR YEAR)  ### ECONOMIC FORECASTS  ### ECONOMIC FORECAS  | Please enter your details below:   |                     |             |          |         |
| A   | · · · · · · · · · · · · · · · · · · ·  | Date:               | (           | 9-May-22 |         |
| Reverage % changes on previous CALENDAR year    2023   2    | ECONOMIC FORECASTS (CALENDAR YEAR BASIS)                                       |                     | DI          |          | E       |
| The content of the     | */   |                     | 0004        |          | 0000    |
| Cousehold Final Consumption Expenditure, Chained 2016 prices*   5.9   1.5   1.8   |  |                     |             |          |         |
| ross Fixed Capital Formation, Chained 2016 prices*  rivate Non-Financial Corps Trading Profits (excluding North Sea)*  7.4   -3.5   7.0  7.4   -3.5   7.0  7.4   -3.5   7.0  7.4   -3.5   7.0  7.4   -3.5   7.0  7.5   -3.5   7.0  7.6   -3.5   -3.0  7.6   -3.5   -3.0  7.7   -3.5   -3.0  7.8   -3.5   -3.0  7.9   -3.5   -3.0  7.0   -3.5   -3.0  7.0   -3.5   -3.0  7.0   -3.5   -3.0  7.0   -3.5   -3.0  7.0   -3.5   -3.0  7.0   -3.5   -3.0  7.0   -3.5   -3.0  7.0   -3.5   -3.0  7.0   -3.5   -3.0  7.0   -3.5   -  | •  |                     | -           |          |         |
| Again Soliar Survivate Non-Financial Corps Trading Profits (excluding North Sea)*  7.4 -3.5 -7.0  7.4 -3.5 -7.0  7.4 -3.5 -7.0  7.4 -3.5 -7.0  7.4 -3.5 -7.0  7.4 -3.5 -7.0  7.4 -3.5 -7.0  7.4 -3.5 -7.0  1.5  | •  |                     |             |          |         |
| anufacturing Production, 2013=100*  tetail Price Index, "underlying (ex-MIPs)" or RPI-X, January 13, 1987=100*  onsumer Prices Index (CPI), 2015 = 100*  anufacturing Output Prices, 2015=100*  surfacturing Output Prices, 2015=100*  verage Weekly Earnings, Whole Economy, Total Pay*  nemployment Rate (Labour Force Survey measure)  urrent Account, £bn  INTEREST RATE FORECASTS  womenth Term SONIA Reference Rate (TSRR), %  eld on Benchmark 10 Year Gilts (4,25%, June 2032), %  XCHANGE RATES AND OIL PRICES  S Dollars/Euro  DONETARY POLICY EVALUATION  hat probability do you attach to a Bank of England por rate change at the MPC meeting of part of the next 4 quarters?  Auro 20 1200 1200 1200 1200 1200 1200 1200  | ·  |                     |             |          |         |
| Retail Price Index, "underlying (ex-MIPs)" or RPI-X, January 13, 1987=100*  onsumer Prices Index (CPI), 2015 = 100* anufacturing Output Prices, 2015=100* verage Weekly Earnings, Whole Economy, Total Pay* urrent Account, £bn  Interest Rate (Labour Force Survey measure) urrent Account, £bn  INTEREST RATE FORECASTS INTEREST RATE FORECASTS  Menonth Term SONIA Reference Rate (TSRR), % led on Benchmark 10 Year Gilts (4.25%, June 2032), %  INTEREST RATE FORECASTS  Soliars/Euro Soliars/Eur  | Private Non-Financial Corps Trading Profits (excluding North Sea)              |                     | 7.4         | -3.5     | -7.0    |
| Second   Company   Compa    | Manufacturing Production, 2013=100*  |                     | 6.7         | 3.5      | 0.0     |
| anufacturing Output Prices, 2015=100* verage Weekly Earnings, Whole Economy, Total Pay* urrent Account, £bn  FY21/22 FY22/23 FY23/24  ublic Sector Net Borrowing - excl. Financial Interventions (PSNB ex) iscal years (April-March), £bn)  INTEREST RATE FORECASTS  INTEREST RATE FORECASTS  Month Term SONIA Reference Rate (TSRR), % eld on Benchmark 10 Year Gilts (4.25%, June 2032), %  XCHANGE RATES AND OIL PRICES  S Dollars/UK Pound  anadian Dollars/UK Pound  Tiprice, BRENT - US \$/bbl  Interest Sybbl  Interest Jun 22 Aug 22 May 23 May 23 May 24 May 28 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023  Official Bank rate: Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 May 31, 2023 May 31, 2023  | Retail Price Index, "underlying (ex-MIPs)" or RPI-X, January 13, 1987=100*     |                     | 4.2         | 9.0      | 6.5     |
| verage Weekly Earnings, Whole Economy, Total Pay* nemployment Rate (Labour Force Survey measure)  urrent Account, £bn    A,5   4,2   4,7     -60   -55   -50     FY21/122 FY22/23 FY23/23 FY23/23 FY23/23     Interest RATE FORECASTS   | Consumer Prices Index (CPI), 2015 = 100*                                       |                     | 2.6         | 8.4      | 6.5     |
| A.5   A.2   A.7   | Manufacturing Output Prices, 2015=100*   |                     | 5.2         | 6.7      | 5.0     |
| Company   Comp    | Average Weekly Earnings, Whole Economy, Total Pay*                             |                     | 5.9         | 6.5      | 6.8     |
| FY21/22 FY22/23 FY23/24   151.8   140.0   130.0   151.8   140.0   151.8   151.8   151.8   140.0   151.8   15    | Unemployment Rate (Labour Force Survey measure)                                |                     | 4.5         | 4.2      | 4.7     |
| 151.8   140.0   130.0   130.0   151.8   140.0   130.0   130.0   151.8   140.0   151.8   140.    | Current Account, £bn   |                     | -60         | -55      | -50     |
| INTEREST RATE FORECASTS   Latest   Latest   Aug '22   May '23   May '24   May '25   May '25   May '25   May '26   May '27   May '27   May '27   May '28       |  |                     |             |          |         |
| ## INTEREST RATE FORECASTS  ## Interest RATE Sound Interest RATE FORECASTS  ## Interes  |  |                     | 151.8       | 140.0    | 130.0   |
| Latest   Aug '22   May '23   2.6  | (Tiscai years (April-March), £DN)  |                     |             |          |         |
| ## Independent Notes of the percentage of the pe  | INTEREST RATE FORECASTS  |                     |             |          |         |
| State   Comparent   Comparen    |  |                     |             |          |         |
| State   Stat    | , , ,  |                     | =           |          |         |
| Latest   Jun '22   May '23   May '24   130.0   127.0   125.0    | Yield on Benchmark 10 Year Gilts (4.25%, June 2032), %                         |                     | 2.0         | 2.3      | 2.6     |
| 130.2   130.0   127.0   125.    | EXCHANGE RATES AND OIL PRICES  | End                 | End         | End      | End     |
| 1.052   1.030   1.050   1.070   1.100   | <u>-</u>   | Latest Jun '22      | Aug '22     | May '23  | May '24 |
| 1.252   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.200   1.25    | Japanese Yen/US Dollar   | 130.2 130.0         | 127.0       | 125.0    | 125.0   |
| anadian Dollars/US Dollar  il Price, BRENT - US \$/bbl    1.289   1.280   1.260   1.250 | US Dollars/Euro  | 1.052 1.030         | 1.050       | 1.070    | 1.100   |
| In Price, BRENT - US \$/bbl   | US Dollars/UK Pound  |                     | 1.200       | 1.220    | 1.250   |
| CONETARY POLICY EVALUATION  that probability do you attach to a Bank of England por rate change at the MPC meeting of 95.0 + 5.0 + = 100%  Inc 16, 2022?  Ind what, if any, CHANGES in rates do you expect?  If there do you estimate the Official Bank rate will be at the end of the next 4 quarters?  Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 Mar 31, 2023  Official Bank rate: 1.3 % 1.5 % 1.5 % 1.5 %  EAR-ON-YEAR headline INFLATION  Onsumer Prices, % change over previous year (y-o-y)  Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr 8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  ease provide your additional estimates for corporate profitability (using the definition given below and easured as the percentage change on the previous year) for the calendar year period until  | Canadian Dollars/US Dollar   | 1.289 1.280         | 1.260       | 1.250    | 1.250   |
| hat probability do you attach to a Bank of England por rate change at the MPC meeting of  | Oil Price, BRENT - US \$/bbl   | 108.4 na            | 110.0       | 95.0     | na      |
| po rate change at the MPC meeting of Jene 16, 2022?  Ind what, if any, CHANGES in rates do you expect?  O.25 % OR %  Where do you estimate the Official Bank rate will be at the end of the next 4 quarters?  Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 Mar 31, 2023 Mar 31, 2023 %  I.3 % I.5 % I.5 %  EAR-ON-YEAR headline INFLATION  Onsumer Prices, % change over previous year (y-o-y)  Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr 8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  lease provide your additional estimates for corporate profitability (using the definition given below and leasured as the percentage change on the previous year) for the calendar year period until  | MONETARY POLICY EVALUATION   |                     |             |          |         |
| Ind what, if any, CHANGES in rates do you expect?  O.25 % OR %  Where do you estimate the Official Bank rate will be at the end of the next 4 quarters?  Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 Mar 31, 2023  Official Bank rate:  1.3 % 1.5 % 1.5 % 1.5 %  EAR-ON-YEAR headline INFLATION  Onsumer Prices, % change over previous year (y-o-y)  Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr 8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  lease provide your additional estimates for corporate profitability (using the definition given below and leasured as the percentage change on the previous year) for the calendar year period until   | · · · · · · · · · · · · · · · · · · ·  |                     | ECREASE     |          |         |
| Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr 8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  Line and what, if any, CHANGES in rates do you expect?  O.25 % OR %  May Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 Mar 31, 2023 1.5 %  I.5 % I.5 %  I.5 % I.5 %  I.5 %  Mar Apr 1.5 %  I.5 %  |  | 5.0 +               |             | =        | 100%    |
| There do you estimate the Official Bank rate will be at the end of the next 4 quarters?  Jun 30, 2022 Sep 30, 2022 Dec 31, 2022 Mar 31, 2023  Official Bank rate:  1.3 % 1.5 % 1.5 %  EAR-ON-YEAR headline INFLATION  Onsumer Prices, % change over previous year (y-o-y)  Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr  8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  lease provide your additional estimates for corporate profitability (using the definition given below and easured as the percentage change on the previous year) for the calendar year period until   |  | OR                  |             | %        |         |
| Official Bank rate:  Jun 30, 2022 % Sep 30, 2022 % Dec 31, 2022 % Mar 31, 2023 % 1.5 % 1.5 % 1.5 % 1.5 % 1.5 %  EAR-ON-YEAR headline INFLATION  Onsumer Prices, % change over previous year (y-o-y) (definition as above)  Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr 8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  lease provide your additional estimates for corporate profitability (using the definition given below and easured as the percentage change on the previous year) for the calendar year period until  |  |                     |             | -/-      |         |
| Official Bank rate:  1.3 %  1.5 %  1.5 %  1.5 %  1.5 %  EAR-ON-YEAR headline INFLATION  Onsumer Prices, % change over previous year (y-o-y)  Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr  8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  ease provide your additional estimates for corporate profitability (using the definition given below and easured as the percentage change on the previous year) for the calendar year period until  | •  | •                   | lar 31, 202 | 3        |         |
| Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr 8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  lease provide your additional estimates for corporate profitability (using the definition given below and leasured as the percentage change on the previous year) for the calendar year period until  |  | 1.5 %               | 1.5         | %        |         |
| Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr 8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  lease provide your additional estimates for corporate profitability (using the definition given below and leasured as the percentage change on the previous year) for the calendar year period until  | YEAR-ON-YEAR headline INELATION  |                     |             |          |         |
| Apr '22 May Jun Jul Aug Sep Oct Nov Dec Jan Feb '23 Mar Apr 8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  lease provide your additional estimates for corporate profitability (using the definition given below and leasured as the percentage change on the previous year) for the calendar year period until  |  | (definition as abov | re)         |          |         |
| 8.2 8.5 8.8 9.3 9.1 9.2 9.5 9.8 10.1 9.9 9.4 8.7 8.2  PECIAL QUESTION (Answers Confidential) - Corporate Profits  lease provide your additional estimates for corporate profitability (using the definition given below and leasured as the percentage change on the previous year) for the calendar year period until  |  |                     | •           | Mor      | A       |
| PECIAL QUESTION (Answers Confidential) - Corporate Profits lease provide your additional estimates for corporate profitability (using the definition given below and leasured as the percentage change on the previous year) for the calendar year period until   |  |                     |             |          |         |
| ease provide your additional estimates for corporate profitability (using the definition given below and easured as the percentage change on the previous year) for the calendar year period until  | 8.2   8.5   8.6   9.3   9.1   9.2   9.5   9.6                                  | 10.1 9.9            | 9.4         | 0.7      | 0.2     |
| ease provide your additional estimates for corporate profitability (using the definition given below and easured as the percentage change on the previous year) for the calendar year period until  |  |                     |             |          |         |
| easured as the percentage change on the previous year) for the calendar year period until   |  |                     |             |          |         |
|   | Please provide your additional estimates for corporate profitability (using t  | he definition giv   | en below    | and      |         |
| 27. Please indicate the major factors which are likely to affect profits over this period.  | measured as the percentage change on the previous year) for the calendar       | year period unt     | il          |          |         |
|   | 2027. Please indicate the major factors which are likely to affect profits ove | r this period.      |             |          |         |

2024 2025 2026 2027

3.0

-2.0

5.0

6.0