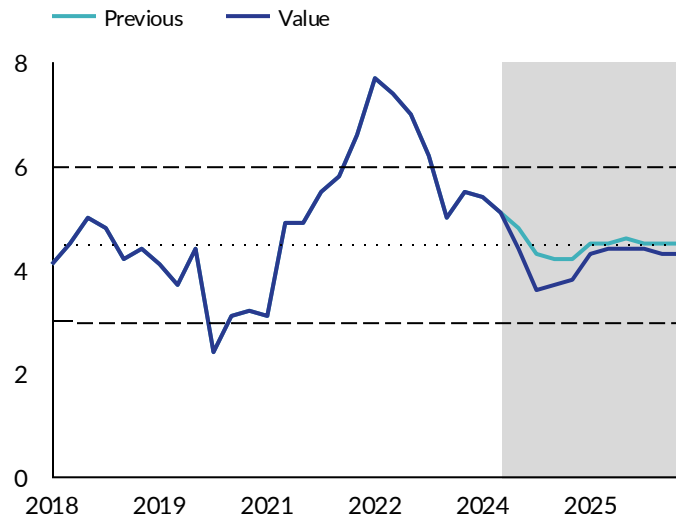
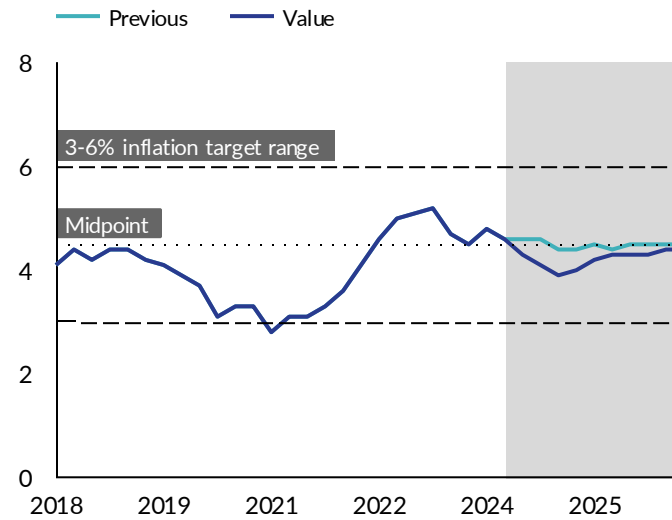


MPC selected forecast results

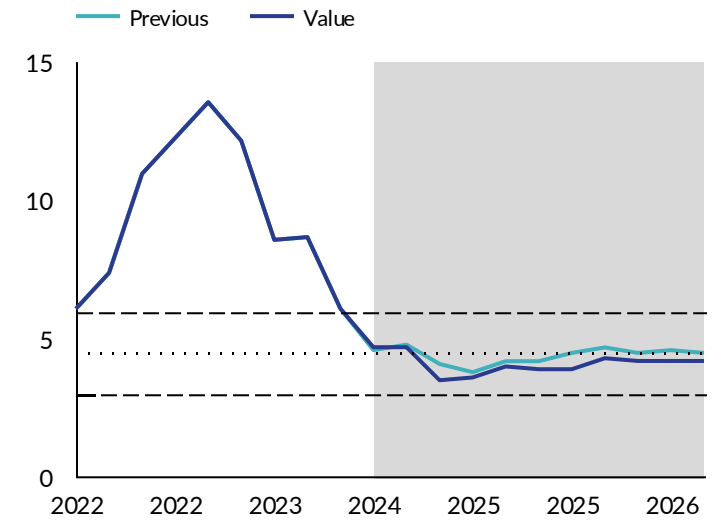
Headline inflation



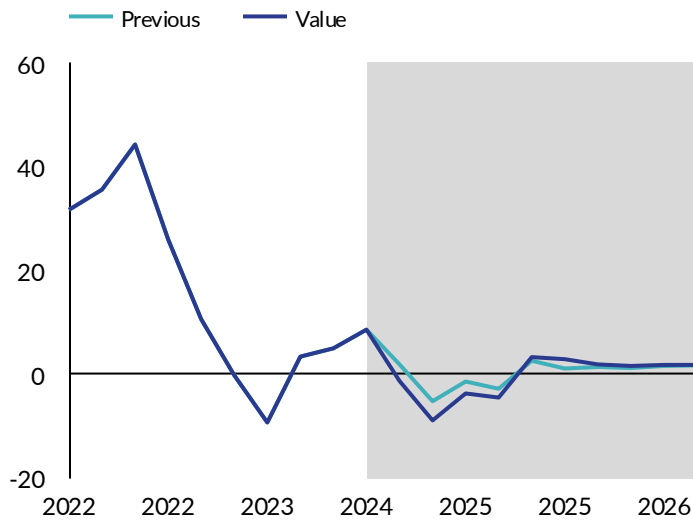
Core Inflation



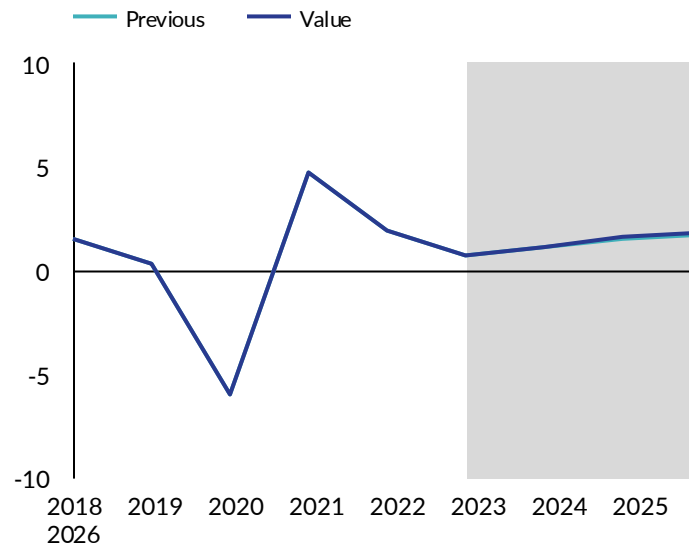
Food Inflation



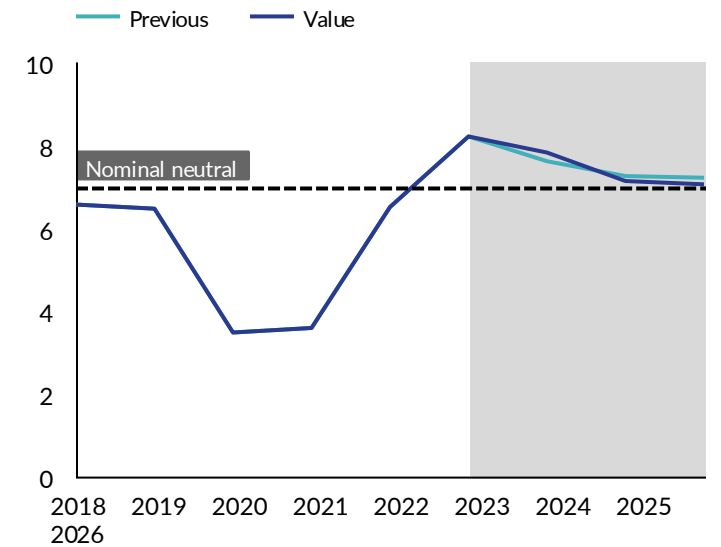
Fuel inflation



Real GDP Growth



Repo Rate



Summary of MPC assumptions

Foreign Sector Assumptions

	Year / Value				
Label	2022	2023	2024	2025	2026
World food prices (US\$)	15	-13.8	-3.4	2.8	1.5
Real GDP growth in South Africa's major trading partner countries	3.7	3	2.7	3	3.1
Output gap in South Africa's major trading partner countries	0.2	0.3	-0.1	-0.1	0.1
International policy interest rate (G3)	1.1	3.9	4.2	3.3	2.2
International consumer prices (G3)	7.4	4.5	2.6	2.1	2
International commodity prices in US\$ (excluding oil)	-0.9	-27.3	-6.5	-4.5	-1.8
Brent crude (US\$/barrel)	100.4	82.6	83	81	80

Domestic Sector Assumptions

	Year / Value				
Label	2022	2023	2024	2025	2026
Potential growth	0.6	0.2	1.2	1.4	1.8
Load-shedding GDP impact (% , points)	-0.7	-1.5	-0.1	-	-
Inflation target midpoint	4.5	4.5	4.5	4.5	4.5
GWh load-shed	11,724	24,694	4,344	504	240
Fuel taxes, levies and margins	2.9	3.1	5.1	3.3	4

Summary of selected MPC forecast results

Quarterly Forecast results

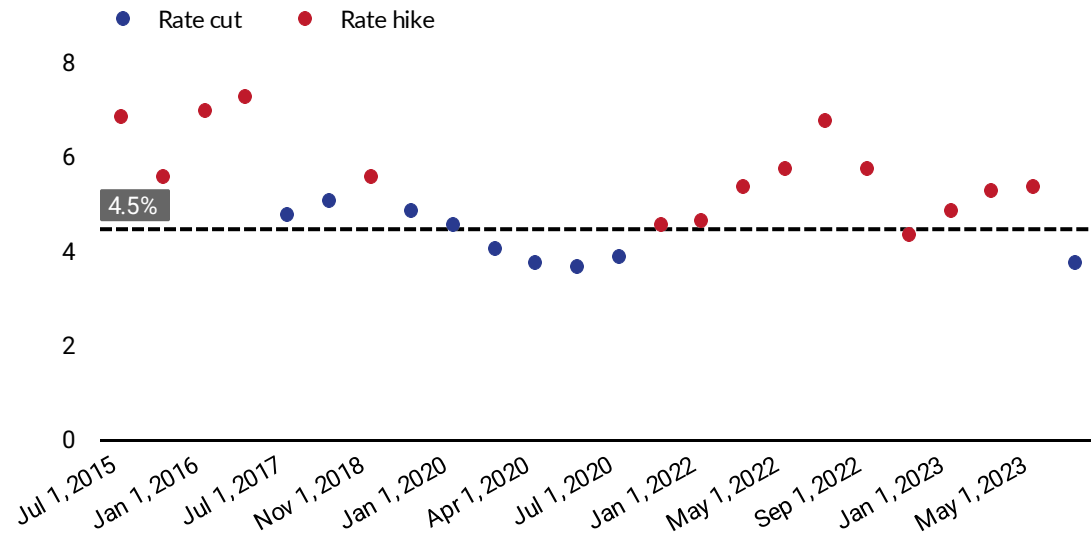
Label	Year / Quarter / Value											
	2024				2025				2026			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Headline inflation	5.4	5.1	4.4	3.6	3.7	3.8	4.3	4.4	4.4	4.4	4.3	4.3
Fuel price Inflation	5	8.6	-1.3	-8.9	-3.7	-4.5	3.3	2.9	1.9	1.6	1.8	1.8
Food price inflation	6.1	4.7	4.7	3.5	3.6	4	3.9	3.9	4.3	4.2	4.2	4.2
Electricity price inflation	15.3	15.3	12.1	12.1	12.1	12.1	10	10	10	10	8	8
Core inflation	4.8	4.6	4.3	4.1	3.9	4	4.2	4.3	4.3	4.3	4.4	4.4

Annual Forecast results

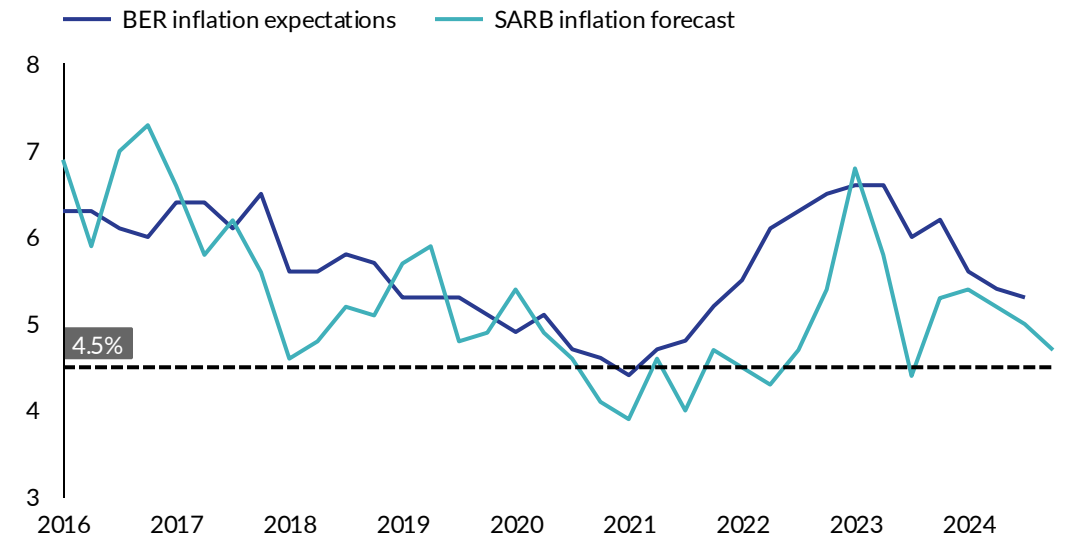
Label	Year / Value				
	2022	2023	2024	2025	2026
Unit labour cost	3.3	4.8	3.6	3.2	3.6
Repurchase rate	6.54	8.25	7.86	7.17	7.09
Real exchange rate gap	2.9	-7	-3.8	-1.6	-0.4
Real effective exchange rate of the Rand	-3	-10.2	3.4	2.9	2
Output gap	-0.8	-0.3	-0.4	-0.2	-0.1
Nominal effective exchange rate of the Rand	-2.4	-11.4	1.4	1	-0.3
Neutral real interest rate	2.32	2.55	2.66	2.72	2.79
GDP growth	1.9	0.7	1.1	1.6	1.8
Current account as a ratio to nominal GDP	-0.5	-1.6	-1.4	-2.2	-2.7

Analysis of Monetary Policy

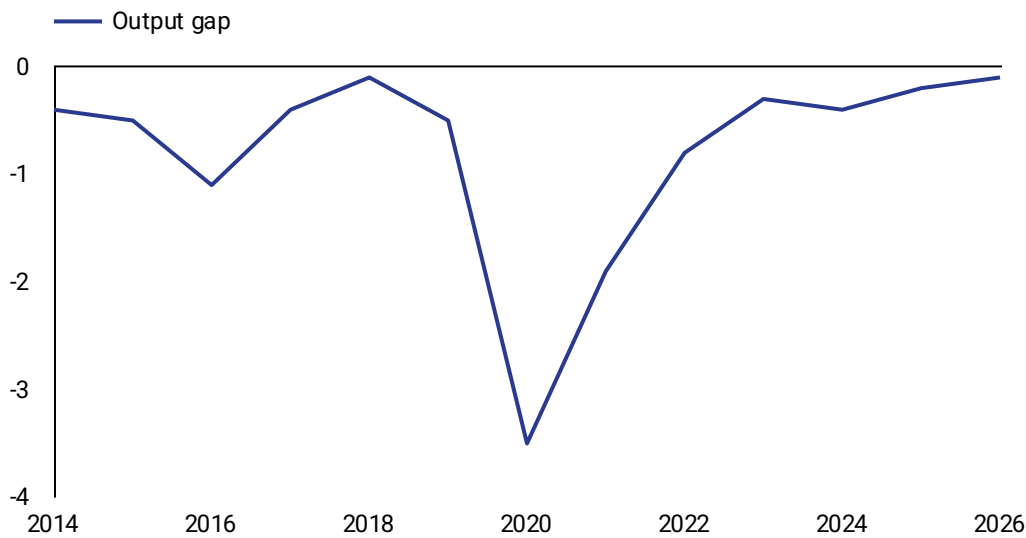
Inflation outlook at MPC (1yr-ahead CPI)



Inflation expectations (1yr-ahead)



Business cycle (last updated estimate)



Repo rate



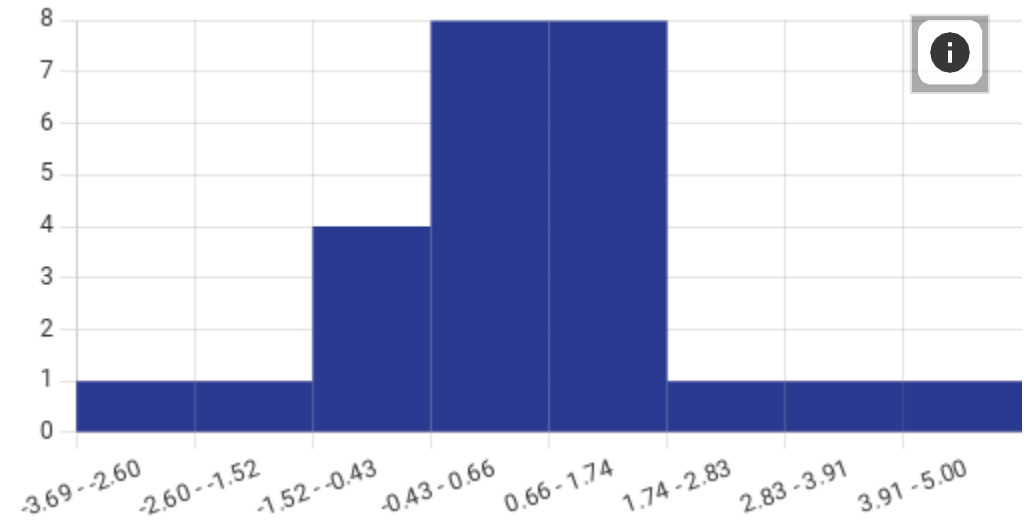
Forecast errors

CPI 1yr-ahead RMSE

- 1. 2016-19
- 2. 2020
- 3. 2021-23
- 4. Incl. Covid-19
- 5. Excl. Covid-19

Contact for demo

CPI error distribution



GDP 1yr-ahead RMSE

- 1. 2016-19
- 2. 2020
- 3. 2021-23
- 4. Incl. Covid-19
- 5. Excl. Covid-19

Contact for demo

GDP error distribution

