Santander
Corporate & Investment Banking

Santander US Capital Markets LLC

Economic Forecasts

12/20/2024

	Seasonally Adjusted at Annualized Rate										
	2024				2025				2023	2024	2025
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q4/Q4*	Q4/Q4*	Q4/Q4*
Real GDP	1.6	3.0	3.1	***2.1***	***1.8***	***1.8***	***2.0***	***2.2***	**3.2**	***2.4***	***1.9***
Personal Consumption Expenditures	1.9	2.8	3.7	*2.9*	*1.8*	*1.5*	*1.6*	*1.8*	3.0	*2.8*	*1.7*
Nonresidential Investment	4.5	3.9	4.0	*-1.7*	*2.3*	*2.9*	*3.9*	*4.3*	5.0	*2.7*	*3.3*
Equipment and Software	0.3	9.8	10.8	*-6.0*	*2.0*	*1.0*	*2.5*	*3.0*	3.3	*3.7*	*2.1*
Structures	6.3	0.2	-5.0	*-2.0*	*0.0*	*2.0*	*3.0*	*3.0*	9.9	*-0.1*	*2.0*
Residential Investment	13.7	-2.8	-4.3	*-2.5*	*1.0*	*3.0*	*3.0*	*3.0*	2.6	*1.0*	*2.5*
Chg in Business Inventories ($ billions)	$17.7	$71.7	$57.9	*65.0*	*70.0*	*70.0*	*70.0*	*70.0*	-90.6	*20.4*	*70.0*
Net Exports ($ billions)	-$977.0	-$1,035.7	-$1,069.2	*-1067.1*	*-1076.3*	*-1075.6*	*-1075.1*	*-1075.5*	-932.8	*-1037.2*	*-1075.6*
Government Spending	1.8	3.1	5.1	*1.4*	*1.1*	*1.0*	*0.9*	*0.9*	4.3	*2.9*	*1.0*
Real Final Sales (of Domestic Product)	2.1	1.9	3.3	*2.0*	*1.7*	*1.8*	*2.0*	*2.2*	3.6	*2.3*	*1.9*
Real Final Sales to Domestic Purchasers	2.7	2.8	3.7	*1.9*	*1.8*	*1.7*	*1.9*	*2.1*	3.5	*2.8*	*1.9*
Nominal GDP	4.7	5.6	5.0	*4.6*	*4.6*	*4.4*	*4.4*	*4.6*	5.9	*5.0*	*4.5*
GDP Chain-Weighted Price Index	3.0	2.5	1.9	*2.5*	*2.8*	*2.5*	*2.4*	*2.4*	2.6	*2.5*	*2.6*
Core PCE Deflator	**3.7**	**2.8**	**2.2**	***2.5***	***2.6***	***2.1***	***2.1***	***2.1***	**3.2**	***2.8***	***2.2***
Consumer Price Index	3.8	2.8	1.2	*3.0*	*3.2*	*2.5*	*2.4*	*2.5*	3.2	*2.7*	*2.6*
Core Consumer Price Index	4.2	3.2	2.2	*3.5*	*3.1*	*2.6*	*2.5*	*2.5*	4.0	*3.3*	*2.7*
Unemployment Rate (quarter average)	**3.8**	**4.0**	**4.2**	***4.2***	***4.2***	***4.3***	***4.4***	***4.4***	3.6	*4.0*	*4.3*
Fed Funds Target Rate (end of period)	**5.25-5.50**	**5.25-5.50**	**4.75-5.00**	***4.25-4.50***	***4.00-4.25***	***3.75-4.00***	***3.50-3.75***	***3.50-3.75***	**5.25-5.50**	***4.25-4.50***	***3.50-3.75***

*Annual figures for the change in business inventories represent the Q4/Q4 changes in the pace of inventory accumulation. Annual data shown for the unemployment rate and the fed funds rate are average and end-of-period figures, respectively.

Note: Forecasts shown in italics.