



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.

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