

Economic Indicators

Seasonally Adjusted Annual Rates — Dollar Figures in Billions

	Annual % Change				2007				2008				E2009			
	P2007	E2008	E2009	P2007	E2008	E2009	30	P4Q	10	20	30	40	10	20		
Gross Domestic Product																
GDP (current dollars)	\$13,844.0	\$14,304.0	\$14,968.0	4.9	3.3	4.6	\$13,971.0	\$14,084.0	\$14,142.0	\$14,171.0	\$14,372.0	\$14,531.0	\$14,657.0	\$14,844.0		
Annual rate of increase (%)	4.9	3.3	4.6	-	-	-	6.0	3.3	1.6	0.8	5.8	4.5	3.5	5.2		
Annual rate of increase—real GDP (%)	2.2	1.1	2.2	-	-	-	4.9	0.6	(0.9)	(0.8)	3.0	2.3	0.9	2.9		
Annual rate of increase—GDP deflator (%)	2.7	2.2	2.4	-	-	-	1.0	2.7	2.5	1.6	2.7	2.2	2.6	2.2		
* Components of Real GDP																
Personal consumption expenditures	\$8,276.0	\$8,373.0	\$8,500.0	2.9	1.2	1.5	\$8,302.0	\$8,341.0	\$8,340.0	\$8,333.0	\$8,391.0	\$8,429.0	\$8,436.0	\$8,469.0		
% change	2.9	1.2	1.5	-	-	-	2.8	1.9	(0.1)	(0.4)	2.8	1.8	0.3	1.5		
Durable goods	1,235.6	1,207.8	1,233.9	4.7	(2.2)	2.2	1,241.9	1,249.0	1,215.4	1,186.4	1,207.4	1,222.1	1,212.5	1,225.6		
Nondurable goods	2,393.1	2,401.9	2,428.4	2.4	0.4	1.1	2,396.8	2,405.1	2,395.6	2,392.0	2,406.1	2,413.7	2,413.9	2,421.1		
Services	4,672.6	4,775.1	4,851.5	2.8	2.2	1.6	4,689.5	4,713.6	4,744.7	4,760.6	4,788.1	4,807.0	4,819.8	4,834.5		
Nonresidential fixed investment	1,369.0	1,382.2	1,384.3	4.8	1.0	0.2	1,387.3	1,410.5	1,400.5	1,376.7	1,373.4	1,378.3	1,365.1	1,373.9		
% change	4.8	1.0	0.2	-	-	-	9.4	6.9	(2.8)	(6.6)	(1.0)	1.4	(3.8)	2.6		
Producers durable equipment	1,064.6	1,073.1	1,115.7	1.3	0.8	4.0	1,073.5	1,082.2	1,079.3	1,065.6	1,063.7	1,083.6	1,083.9	1,107.6		
Residential fixed investment	463.7	347.3	339.5	(17.2)	(25.1)	(2.3)	454.3	422.0	381.1	351.7	332.6	323.8	325.1	334.5		
% change	(17.2)	(25.1)	(2.3)	-	-	-	(20.8)	(25.5)	(33.5)	(27.5)	(20.0)	(10.3)	1.6	12.1		
Net change in business inventories	6.6	(18.8)	17.6	-	-	-	30.6	(10.1)	(9.9)	(32.2)	(29.9)	(3.1)	0.3	7.2		
Gov't purchases of goods & services	2,022.0	2,056.9	2,064.0	2.1	1.7	0.4	2,033.6	2,044.7	2,050.5	2,056.8	2,059.1	2,061.1	2,061.9	2,062.9		
Federal	755.2	782.6	792.5	1.7	3.6	1.3	764.0	765.6	773.0	780.2	786.1	791.2	793.9	793.3		
State & local	1,266.6	1,274.9	1,272.4	2.2	0.7	(0.2)	1,269.6	1,279.0	1,277.7	1,271.1	1,273.8	1,270.9	1,269.2	1,270.7		
Net exports	(556.5)	(419.4)	(322.4)	-	-	-	(533.1)	(506.8)	(484.1)	(430.8)	(384.3)	(378.3)	(352.1)	(323.8)		
Exports	1,408.4	1,528.6	1,682.2	8.0	8.5	10.0	1,441.2	1,458.2	1,482.1	1,508.1	1,542.9	1,581.3	1,619.9	1,663.6		
Imports	1,964.9	1,948.0	2,004.5	1.9	(0.9)	2.9	1,974.3	1,965.0	1,966.2	1,938.9	1,927.2	1,959.6	1,972.0	1,987.4		
** Income & Profits																
Personal income	\$11,659.0	\$12,151.0	\$12,681.0	6.2	4.2	4.4	\$11,735.0	\$11,853.0	\$11,973.0	\$12,145.0	\$12,194.0	\$12,291.0	\$12,444.0	\$12,589.0		
Disposable personal income	10,175.0	10,701.0	11,085.0	5.7	5.2	3.6	10,245.0	10,341.0	10,461.0	10,823.0	10,767.0	10,752.0	10,890.0	11,007.0		
Savings rate (%)	0.4	1.1	0.9	-	-	-	0.4	(0.0)	0.1	3.0	1.2	0.1	0.7	1.0		
Corporate profits before taxes	1,882.2	1,623.8	1,990.4	4.2	(13.7)	22.6	1,879.7	1,901.9	1,642.3	1,553.4	1,643.6	1,655.7	1,959.4	1,977.0		
Corporate profits after taxes	1,411.7	1,237.0	1,498.3	4.4	(12.4)	21.1	1,410.2	1,432.0	1,242.5	1,183.2	1,255.4	1,266.7	1,484.0	1,491.5		
‡ Earnings per share (S&P 500)	66.40	67.00	81.50	(18.6)	(7.3)	0.0	78.60	66.40	61.20	55.40	58.10	67.00	69.90	74.20		
† Prices & Interest Rates																
Consumer price index	2.9	3.5	2.1	-	-	-	2.8	5.0	4.5	2.3	2.3	1.8	2.4	1.2		
Treasury bills	4.4	1.7	2.6	-	-	-	4.4	3.4	2.2	1.5	1.5	1.6	1.8	2.3		
10-yr notes	4.6	3.7	4.8	-	-	-	4.7	4.3	3.7	3.5	3.7	3.9	4.2	4.5		
30-yr bonds	4.8	4.3	5.0	-	-	-	4.9	4.6	4.4	4.3	4.3	4.4	4.5	4.8		
New issue rate—corporate bonds	5.6	5.5	6.1	-	-	-	5.8	5.5	5.5	5.4	5.5	5.5	5.7	5.9		
Other Key Indicators																
Housing starts (1,000 units SAAR)	1,340.0	860.0	1,100.0	(25.8)	(35.9)	27.5	1,300.0	1,150.0	950.0	830.0	800.0	850.0	950.0	1,050.0		
Auto & truck sales (1,000,000 units)	16.1	14.9	15.5	(2.4)	(7.5)	3.8	15.9	16.1	15.2	14.5	14.7	15.2	15.0	15.4		
Unemployment rate (%)	4.6	5.4	5.8	-	-	-	4.7	4.8	5.0	5.4	5.6	5.7	5.8	5.8		
\$U.S. dollar	(5.6)	(11.0)	(2.8)	-	-	-	(11.4)	(17.9)	(11.3)	(12.2)	(0.3)	(2.0)	(4.7)	(0.6)		

Note: Annual changes are from prior year and quarterly changes are from prior quarter. Figures may not add to totals because of rounding. A—Advance data. P—Preliminary. E—Estimated. R—Revised. *1996 Chain-weighted dollars. **Current dollars. †Trailing 4 quarters. ‡Average for period. §Quarterly % changes at quarterly rates. This forecast prepared by Standard & Poor's.