

Global Development Finance-2004

Revised Economic Projections
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Table 1.1 Global outlook in summary, 2002–2006*(percentage change from previous year, except interest rates and oil price)*

	2002	2003e	2004f	2005f	2006f	GEP 2004 forecasts	
						2003	2004
<i>Global Conditions</i>							
World Trade Volume ^a	3.5	4.6	8.7	7.9	7.1	4.6	7.9
Consumer Prices							
G-7 Countries ^{b,c}	1.3	2.0	1.4	1.7	1.9	1.4	0.9
United States	1.6	2.3	1.5	2.3	2.7	1.9	1.2
Commodity Prices (USD terms)							
Non-oil commodities	5.1	10.0	10.4	-2.9	-2.8	6.9	1.0
Oil Price (OPEC average)	24.9	28.9	26.0	23.0	20.0	26.5	22.0
Oil price (percent change)	2.4	16.0	-10.0	-11.5	-13.0	6.3	-17.0
Manufactures unit export value ^d	-1.3	6.5	4.3	-1.7	-0.8	4.0	-0.4
Interest Rates							
\$, 6-month (percent)	1.8	1.2	1.5	3.5	3.7	1.0	2.0
€, 6-month (percent)	3.3	2.3	2.0	2.4	3.4	2.1	2.1
<i>Real GDP growth ^e</i>							
World	1.8	2.6	3.7	3.1	3.0	2.0	3.0
Memo item: World (PPP weights) ^f	2.9	3.7	4.6	4.1	3.9	3.1	3.9
High income	1.4	2.1	3.3	2.6	2.5	1.5	2.5
OECD Countries	1.4	2.0	3.1	2.6	2.4	1.5	2.5
Euro Area	0.9	0.4	1.7	2.3	2.3	0.7	1.7
Japan	-0.3	2.7	3.1	1.4	1.2	0.8	1.3
United States	2.2	3.2	4.6	3.2	2.9	2.2	3.4
Non-OECD countries	2.3	2.6	5.0	4.5	4.2	2.1	4.1
Developing countries	3.4	4.8	5.4	5.2	5.0	4.0	4.9
East Asia and Pacific ^g	6.7	7.7	7.4	6.7	6.3	6.1	6.7
Europe and Central Asia	4.6	5.5	4.9	4.8	4.7	4.3	4.5
Latin America and Caribbean	-0.6	1.3	3.8	3.7	3.5	1.8	3.7
Middle East and N. Africa	3.3	5.1	3.7	3.9	4.0	3.3	3.9
South Asia	4.3	6.5	7.2	6.7	6.5	5.4	5.4
Sub-Saharan Africa	3.3	2.4	3.4	4.2	3.9	2.8	3.5
Memorandum items							
Developing countries							
excluding transition countries	3.3	4.6	5.5	5.2	5.0	3.9	4.9
excluding China and India	2.1	3.4	4.4	4.5	4.2	3.0	4.1

*Source: World Bank data and staff estimates.**Note: PPP = purchasing power parity; GEP 2004 = Global Economic Prospects and the Developing Countries, World Bank, January 2004; e = estimate; f = forecast.**a. Goods and non-factor services.**b. Canada, France, Germany, Italy, Japan, the UK, and the United States.**c. In local currency, aggregated using 1995 GDP Weights.**d. Unit value index of manufactured exports from major economies, expressed in USD.**e. GDP in 1995 constant dollars; 1995 prices and market exchange rates.**f. GDP measured at 1995 PPP weights.**g. Now excludes the Republic of Korea, which has been reclassified as high-income OECD.*

Table 1.4 The outlook for developing-country growth in summary*percentage growth rates/points/ratios*

	1991-2000	2000	2001	2002	estimate	forecast	2005	2006
					2003	2004		
Real GDP growth	3.4	5.3	2.9	3.4	4.8	5.4	5.2	5.0
Contribution to growth, points								
Private consumption	2.1	2.6	1.8	1.4	2.1	2.9	3.0	2.8
Fixed investment	0.6	1.7	0.8	1.1	2.6	2.3	1.8	1.8
Net foreign balance	0.4	-0.2	0.2	0.6	0.3	-0.3	-0.1	0.2
Current account balance, share of GDP	-1.4	1.0	0.4	1.3	1.1	0.5	0.1	0.1
Fiscal balance, share of GDP	-7.1	-3.4	-3.6	-4.0	-3.6	-3.4	-3.3	-3.1

*Source: World Bank data and staff estimates***Table 1.5 The outlook for growth in Europe and Central Asia in summary***percentage growth rates/points/ratios*

	1991-2000	2000	2001	2002	estimate	forecast	2005	2006
					2003	2004		
Real GDP growth	-1.4	6.8	2.4	4.6	5.5	4.9	4.8	4.7
Contribution to growth, points								
Private consumption	0.0	2.9	2.0	3.2	3.7	3.3	3.1	2.9
Fixed investment	-2.2	2.5	-0.7	0.6	1.8	1.6	1.7	1.7
Net foreign balance	1.3	-1.4	1.1	-1.2	-0.1	-0.5	-0.6	-0.4
Current account balance, share of GDP	-0.7	1.9	1.9	0.8	0.7	-0.4	-0.8	-0.9
Fiscal balance, share of GDP	-11.4	-2.5	-3.7	-3.7	-3.8	-3.5	-3.4	-3.2
Memo items: real GDP growth								
Central and Eastern Europe (CEE)	1.7	4.8	-0.4	4.4	4.4	4.5	4.6	4.4
CEE excluding Turkey	0.9	3.6	3.0	3.0	4.1	4.3	4.6	4.5
Commonwealth of Independent States	-3.9	9.2	5.7	4.7	6.6	5.4	5.1	5.1

*Source: World Bank staff estimates***Table 1.6 The outlook for growth in South Asia in summary***percentage growth rates/points/ratios*

	1991-2000	2000	2001	2002	estimate	forecast	2005	2006
					2003	2004		
Real GDP growth	5.2	4.2	4.7	4.3	6.5	7.2	6.7	6.5
Contribution to growth, points								
Private consumption	2.9	1.9	3.2	2.4	4.0	4.0	3.7	3.6
Fixed investment	1.3	1.1	0.8	1.9	2.7	2.7	2.6	2.5
Net foreign balance	-0.1	1.7	0.6	1.7	0.8	0.2	0.1	0.3
Current account balance, share of GDP	-1.5	-0.7	0.5	1.4	0.7	0.5	0.3	0.3
Fiscal balance, share of GDP	-11.0	-9.1	-8.5	-9.7	-9.3	-9.1	-8.9	-8.6
Memo items: real GDP growth								
South Asia excluding India	4.4	5.1	3.1	3.4	5.4	5.9	5.8	5.7

Source: World Bank staff estimates

Table 1.7 The outlook for growth in East Asia and Pacific in summary*percentage growth rates/points/ratios*

	1991-2000	2000	2001	2002	estimate		forecast	
					2003	2004	2005	2006
Real GDP growth	7.8	7.2	5.6	6.7	7.7	7.4	6.7	6.3
Contribution to growth, points								
Private consumption	3.6	3.5	2.5	2.7	3.1	3.0	3.7	3.5
Fixed investment	2.9	3.2	3.2	4.3	6.4	4.3	2.5	3.0
Net foreign balance	0.3	-0.2	-0.5	0.8	-0.1	-1.0	-0.5	0.2
Current account balance, share of GDP	0.4	3.4	2.5	3.6	2.7	2.0	1.4	1.4
Fiscal balance, share of GDP	-1.0	-3.3	-3.3	-3.4	-2.9	-3.1	-2.9	-2.7
Memo items: real GDP growth								
East Asia & Pacific excluding China	4.7	5.8	2.4	4.4	5.0	5.9	6.5	4.9

*Source: World Bank staff estimates***Table 1.8 The outlook for growth in Sub-Saharan Africa in summary***percentage growth rates/points/ratios*

	1991-2000	2000	2001	2002	estimate		forecast	
					2003	2004	2005	2006
Real GDP growth	2.2	3.1	3.1	3.3	2.4	3.4	4.2	3.9
Contribution to growth, points								
Private consumption	1.3	0.4	2.2	2.3	1.5	1.9	2.1	2.3
Fixed investment	0.6	0.7	1.4	1.3	1.1	1.2	1.0	0.9
Net foreign balance	-0.3	0.5	-0.7	-0.9	-0.9	0.5	0.8	0.6
Current account balance, share of GDP	-1.9	-0.1	-2.6	-2.5	-2.6	-3.8	-3.5	-3.0
Fiscal balance, share of GDP	-3.7	-0.4	-1.3	-2.3	-2.6	-2.1	-1.9	-1.8
Memo items: real GDP growth								
Oil exporters	2.1	4.0	3.0	4.0	3.8	3.8	4.8	4.4
SSA excl. oil exporters & South Africa	3.0	2.0	3.8	2.7	2.5	4.6	4.7	4.5

*Source: World Bank staff estimates***Table 1.9 The outlook for growth in Middle-East and North Africa in summary***percentage growth rates/points/ratios*

	1991-2000	2000	2001	2002	estimate		forecast	
					2003	2004	2005	2006
Real GDP growth	3.3	4.4	3.5	3.3	5.1	3.7	3.9	4.0
Contribution to growth, points								
Private consumption	1.2	1.8	2.6	1.8	1.0	1.7	1.8	1.6
Fixed investment	0.8	0.7	1.3	0.2	2.3	0.9	1.2	1.0
Net foreign balance	1.1	1.6	-0.1	-1.2	0.6	0.6	0.2	1.3
Current account balance, share of GDP	-1.7	7.1	4.4	4.6	4.2	2.6	2.0	2.8
Fiscal balance, share of GDP	-1.5	-1.1	-1.9	-2.9	-1.1	-3.3	-3.3	-3.0
Memo items: real GDP growth								
Resource poor & labor abundant countries	3.8	3.8	4.5	2.9	4.2	3.9	4.2	4.3
Resource rich & labor abundant countries	3.5	4.4	4.0	5.7	5.9	5.0	4.8	5.0
Resource rich & labor importing countries	3.2	6.2	2.0	1.1	4.7	2.6	2.7	2.8

Source: World Bank staff estimates

Table 1.10 The outlook for growth in Latin America and the Caribbean in summary*percentage growth rates/points/ratios*

	1991-2000	2000	2001	2002	estimate		forecast	
					2003	2004	2005	2006
Real GDP growth	3.4	3.7	0.3	-0.6	1.3	3.8	3.7	3.5
Contribution to growth, points								
Private consumption	2.7	2.5	0.4	-1.4	-0.1	2.4	2.4	2.1
Fixed investment	0.8	0.6	-0.5	-1.3	-0.2	1.3	1.2	0.9
Net foreign balance	-0.3	-0.7	0.4	1.9	1.0	-0.1	0.3	0.1
Current account balance, share of GDP	-2.8	-2.3	-2.8	-0.9	-0.2	-0.5	-0.9	-1.0
Fiscal balance, share of GDP	-8.6	-3.0	-2.9	-3.0	-2.4	-1.4	-1.1	-1.2
Memo items: real GDP growth								
Central America	4.5	3.2	1.9	2.0	3.1	3.1	3.0	2.9
Caribbean	4.3	5.8	2.7	3.0	0.5	0.8	2.9	3.0

Source: World Bank staff estimates