

Specifications of the Shock Case

Percentage point difference from the annual rates of change as proposed in the Base Case

Year T=	Real GDP	CCPI
1	-8 ppt	-6 ppt
2	-7 ppt	-6 ppt
3	-3 ppt	-4 ppt
4	-2 ppt	-2 ppt
5	-1 ppt	-1 ppt
6+	0 ppt	0 ppt

Notes : Year T refers to the year of incidence of the negative shock to growth. It is assumed, hypothetically, in 2015.

For simplicity in illustration, only the corresponding shocks to CCPI assumptions are shown here. Assumptions on other price indicators have also been adjusted accordingly.

Under the Shock Case, the economy will suffer a severe negative shock for five years, and then resume the growth track as in the Base Case.

