

Appendix 1

GDP Growth Forecast by IHS Global Insight

Unit: %

	2014	2015	2016
	Actual value	Forecast*	Forecast*
United States	2.4	2.5	2.7
Japan	0.0	0.7	1.0
Euro Area	0.9	1.5	1.7
China	7.3	6.9	6.3
Taiwan	3.92	1.0	2.0
South Korea	3.3	2.5	2.5
Hong Kong	2.5	2.3	2.4
Singapore	2.9	1.9	1.5
Thailand	0.9	2.5	2.5
Malaysia	6.0	4.8	4.4
Philippines	6.1	5.5	5.3
Indonesia	5.0	4.7	4.4
Vietnam	6.0	6.4	6.4

* IHS Global Insight projections, as of December 15, 2015.

Appendix 2

Explanatory notes on the M2 growth target for year 2016

1. For the year of 2016, the domestic economy is expected to recover moderately along with mild price uptrends. Meanwhile, monetary policy stances among major central banks have diverged, and both the global economy (particularly China) and demand for electronic products are likely to post less-than-expected performances. These uncertainties might dampen the strength of Taiwan's economic recovery. Based on the above assessment, as well as opinions and suggestions from scholars and experts, the M2 growth target range for 2016 is set at 2.5% to 6.5%, with easy money conditions to sufficiently meet funding needs and foster economic growth.
2. Given the pronounced uncertainty about international and domestic economic and financial developments in 2016, the CBC will, as usual, review and assess the M2 growth target in mid-year and adjust the target range if necessary.

Appendix 3

Real Interest Rates in Selected Economies			
Unit: %			
Economies	(1) 1-year time deposit rate (As of 2015/12/17)	(2) CPI annual growth rate* (Forecast for 2016)	(3)=(1)-(2) Real interest rate
Indonesia	5.000	3.59	1.410
South Korea	1.300	0.66	0.640
Switzerland	0.160	-0.40	0.560
Taiwan	1.281	0.96	0.321
Malaysia	3.200	3.00	0.200
United Kingdom	1.050	0.96	0.090
United States	1.340	1.44	-0.100
Thailand	1.500	1.61	-0.110
Japan	0.026	0.38	-0.354
China	1.500	1.95	-0.450
Singapore	0.250	0.76	-0.510
Euro Area	0.060	0.99	-0.930
Philippines	0.250	2.95	-2.700
Hong Kong	0.050	2.76	-2.710

* Forecast for CPI annual growth rate is the IHS Global Insight projection as of December 15, 2015.