**Appendix**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Unit: % | | | |  |
| Forecast institutions | | **Inflation** | **Inflation outlook** | **Median:**  **0.91%**  **(domestic institutions)** |
| Jan.-Feb. 2019 | 2019 (f) |
| Domestic institutions | DGBAS (2019/2/13) | **0.20 (CPI)**  **0.41 (Core CPI\*)** | 0.73 |
| **CBC (2019/3/21)** | **0.91 (CPI)**  **0.78 (Core CPI\*)** |
| TIER (2019/1/25) | 1.10 |
| Foreign institutions | Morgan Stanley (2019/2/15) | 0.50 | **Median:**  **0.90%**  **(foreign institutions)** |
| Citi (2019/2/18) | 0.70 |
| Nomura (2019/3/15) | 0.80 |
| UBS (2019/3/15) | 0.81 |
| IHS Markit (2019/3/15) | 0.87 |
| Deutsche Bank (2019/3/14) | 0.90 |
| Barclays Capital (2019/3/15) | 1.00 |
| BoA Merrill Lynch (2019/3/18) | 1.10 |
| Goldman Sachs (2019/3/18) | 1.10 |
| HSBC (2019/3/18) | 1.20 |
| Credit Suisse (2019/3/14) | 1.40 |
| \*\*Excluding vegetables, fruit, and energy.  Sources: DGBAS, Executive Yuan; forecasts by respective institutions. | | | |  |

**Table 1 Taiwan's Inflation and Inflation Outlook**

**Figure 1**

**Government Bond Yields of Selected Economies (2019/3/21)**

**30-year bonds**

**10-year bonds**

Sources: Bloomberg; Taipei Exchange; US Treasury Department.

**Table 2**

**Real Interest Rates of Selected Economies**

|  |  |  |  |
| --- | --- | --- | --- |
| Unit: % | | | |
| Economies | (1) | (2) | (3)=(1)-(2) |
| 1-year **time deposit rate**\* | CPI annual growth rate\*\* | **Real interest rate** |
| (As of 2019/3/21) | (2019 forecast) |
| Malaysia | 2.950 | 0.59 | 2.360 |
| Indonesia | 4.750 | 2.99 | 1.760 |
| South Korea | 1.500 | 0.32 | 1.180 |
| Thailand | 1.500 | 0.78 | 0.720 |
| **Taiwan** | **1.065** | **0.91** | **0.155** |
| Singapore | 0.700 | 1.08 | -0.380 |
| **US** | 1.390 | 1.95 | **-0.560** |
| **Japan** | 0.010 | 0.62 | **-0.610** |
| Switzerland | 0.000 | 0.62 | -0.620 |
| UK | 0.700 | 1.94 | -1.240 |
| China | 1.500 | 2.79 | -1.290 |
| **Euro area** | 0.050 | 1.44 | **-1.390** |
| Hong Kong | 0.300 | 2.26 | -1.960 |
| Philippines | 0.500 | 3.32 | -2.820 |

\* 1-year interest rates on small-amount deposits of selected major banks in respective economies, except for Taiwan, of which the figure is the 1-year time deposit floating rate of the five major domestic banks.

\*\* IHS Markit projections, as of March 15, 2019. Forecast for Taiwan's CPI annual growth rate is the CBC's projection.