

Recent Developments



Successful vaccine rollout, restrictions eased



Domestic economy in recovery mode



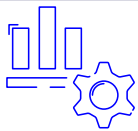
1/3

of households think it is a good time to make major purchases

Unemployment rate

to **18.3%**

COVID-19 adjusted June 2021

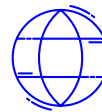


3 in 5 businesses plan to expand in the next 1-3 years

Brexit after-effects



Global economy on the up



FDI continuing apace



Outlook

	GDP	Consumer Spending	Modified Investment	Exports	Employment	Unemployment Rate	Inflation
2020	5.9%	-10.4%	-3.6%	9.5%	-16.9%	19.4%	-0.3%
2021f	9.0%	5.0%	6.0%	10.0%	-0.4%	18.6%	1.4%
2022f	6.2%	8.2%	8.5%	6.3%	18.5%	7.5%	1.8%

Growth broadening out beyond exports

Consumption & investment back in the mix

Labour market mending but costs rising

Risks

- Delta blues
- Pent up demand

Prepared by: Bank of Ireland Economic Research Unit

Sources: Bank of Ireland, CSO, Government of Ireland, EU Council, IMF, IDA

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