

# Economic Overview

## UK

### Recent Developments

GDP  
 **1.3%**  
 YoY Q4 2018

£ slightly firmer  
 @ **c.88p**

Wage growth  
 picking up

Inflation  to  
**1.8%**  
 YoY January 2019

### Brexit

	<b>June 2016</b>	Referendum on EU membership
	<b>March 2017</b>	Article 50 triggered
	<b>June 2017</b>	Withdrawal negotiations begin
	<b>December 2017</b>	Progress on Phase 1 issues
	<b>March 2018</b>	Transition agreed in principle
	<b>July 2018</b>	White Paper on future relationship
	<b>November 2018</b>	Draft Withdrawal Agreement concluded
	<b>January 2019</b>	Parliament votes against deal
	<b>February 2019</b>	Government and EU re-open negotiations

### Draft Withdrawal Agreement

- Citizens' rights**
- Financial settlement**
- Transition period**
- Backstop**

### Outlook

 Jobs and wage gains plus lower inflation underpin consumer spending

 Investment picks up as Brexit uncertainty abates

 Rise in exports amidst ongoing global growth

 BoE gradually raises interest rates

	GDP	Consumer Spending	Investment	Exports	Employment	Unemployment Rate	Inflation
<b>2018</b>	1.4%	1.7%	0.0%	0.2%	1.1%	4.1%	2.5%
<b>2019f</b>	1.4%	1.4%	1.2%	2.2%	0.6%	4.1%	1.8%
<b>2020f</b>	1.6%	1.6%	2.0%	2.2%	0.6%	4.1%	2.0%