



### Revision of the autumn inflation forecast

After the Autumn Forecast of Economic Trends was released (16 September 2010), prices underwent significant changes that will have a great impact on inflation in the coming months. As at the end of September the government decided not to implement the increase in excise duties on electricity planned for November this year, inflation will not rise by an additional 0.3 p.p. as assumed when we prepared the autumn forecast. Furthermore, with subsidised meals introduced for all primary school pupils in line with the Act on School Diet, the price of school meals paid by parents declined by 68.8%, according to SORS. Monthly inflation in September was thus 0.7 p.p. lower. IMAD therefore revised its inflation forecast, taking into account both one-off factors, which amount to a total of 1.0 p.p.

#### Revised autumn forecast for inflation, October 2010

	2009	2010			2011			2012		
		Spring forecast (Mar. 2010)	Autumn forecast (Sept. 2010)	Revised autumn forecast (Oct. 2010)	Spring forecast (Mar. 2010)	Autumn forecast (Sept. 2010)	Revised autumn forecast (Oct. 2010)	Spring forecast (Mar. 2010)	Autumn forecast (Sept. 2010)	Revised autumn forecast (Oct. 2010)
Inflation (annual average, in %)	0.9	1.3	2.1	1.8	1.6	2.7	2.0	2.3	2.2	2.2
Inflation (Dec/Dec, in %)	1.8	1.3	2.8	1.8	2.0	2.2	2.3	2.5	2.3	2.4

Source: SORS; forecast by IMAD.