



15th January 2014

Now-Cast for first quarter of 2014

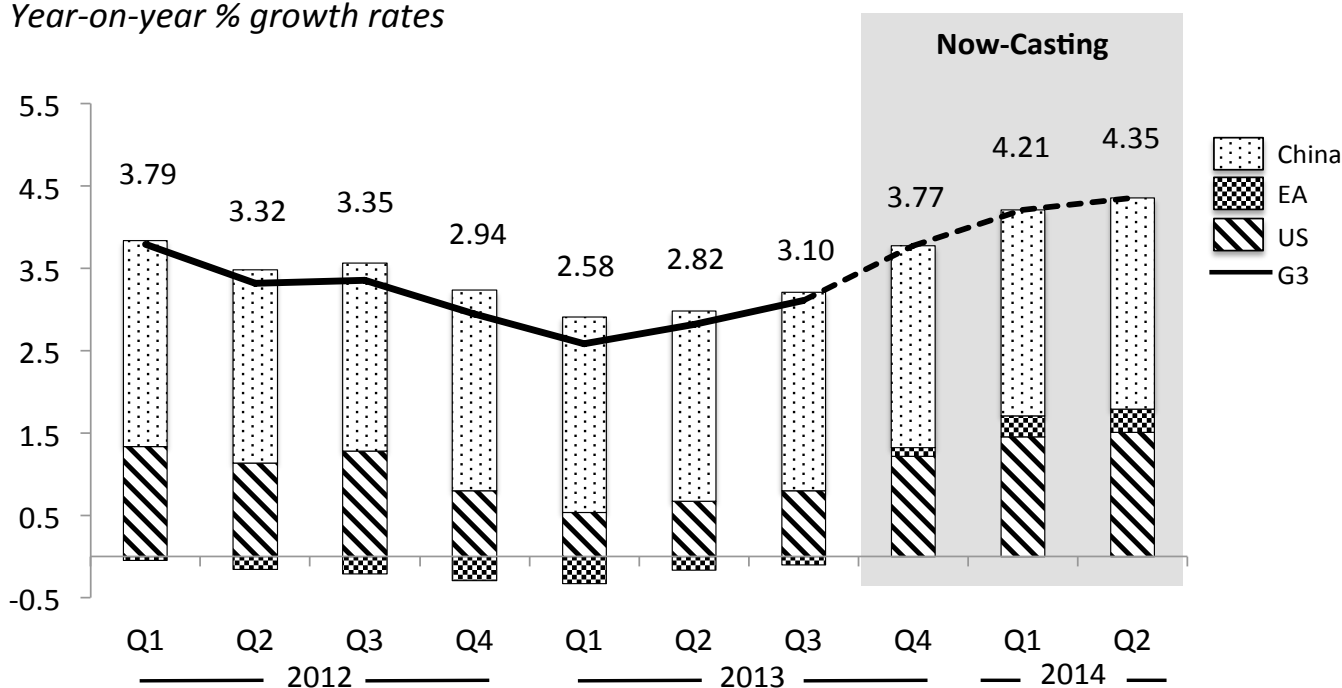
G3 growth momentum strengthens further

GDP in the G3 economies – the US, Euro Area and China – will be 4.2% higher in Q1 2014 than in the same period last year, according to the Now-Casting growth monitor. This represents a further strengthening of the momentum in global growth since last month.

Figures for the US indicate year-on-year growth in Q4 2013 at 3.0% (vs 2.8% last month), and for Q1 2014 at 3.6% (3.4%). Year-on-year growth in Q2 is expected to be 3.7%. Figures for the Euro Area indicate year-on-year growth in Q4 2013 at 0.4% (0.4%), and for Q1 2014 at 0.9% (0.8%). Year-on-year growth in Q2 is expected to be 1.0%. Figures for China indicate year-on-year growth in Q4 2013 at 8.0% (8.0%), and for Q1 2014 at 8.1% (8.3%). Year-on-year growth in Q2 is expected to be 8.3%.

GDP GROWTH FOR THE G3 – US, EURO AREA & CHINA

Year-on-year % growth rates



Contributions to G3 growth weighted by share of 2012 GDP from IMF World Economic Outlook, October 2013

Sources: US Bureau of Economic Analysis; Eurostat; National Bureau of Statistics of China; IMF World Economic Outlook, October 2013; Now-Casting Economics Ltd.



GDP GROWTH FOR THE G3 – US, EA AND CHINA

year-on-year % growth rates

	2012		2013				2014		2012	2013	
	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Year	Year	
Growth rates											
US	3.13	1.95	1.32	1.64	1.96	2.98	3.56	3.69	2.78	1.97	
Euro Area	-0.74	-1.03	-1.16	-0.59	-0.36	0.37	0.90	0.98	-0.62	-0.43	
China	7.40	7.90	7.70	7.50	7.80	7.95	8.11	8.32	7.75	7.74	
Contribution to G3 growth rate											
	<u>Weight*</u>										
US	40.8%	1.28	0.80	0.54	0.67	0.80	1.22	1.46	1.51	1.14	0.81
Euro Area	28.3%	-0.21	-0.29	-0.33	-0.17	-0.10	0.10	0.25	0.28	-0.18	-0.12
China	30.8%	2.28	2.44	2.37	2.31	2.40	2.45	2.50	2.57	2.39	2.39
G3 growth rate		3.35	2.94	2.58	2.82	3.10	3.77	4.21	4.35	3.35	3.07

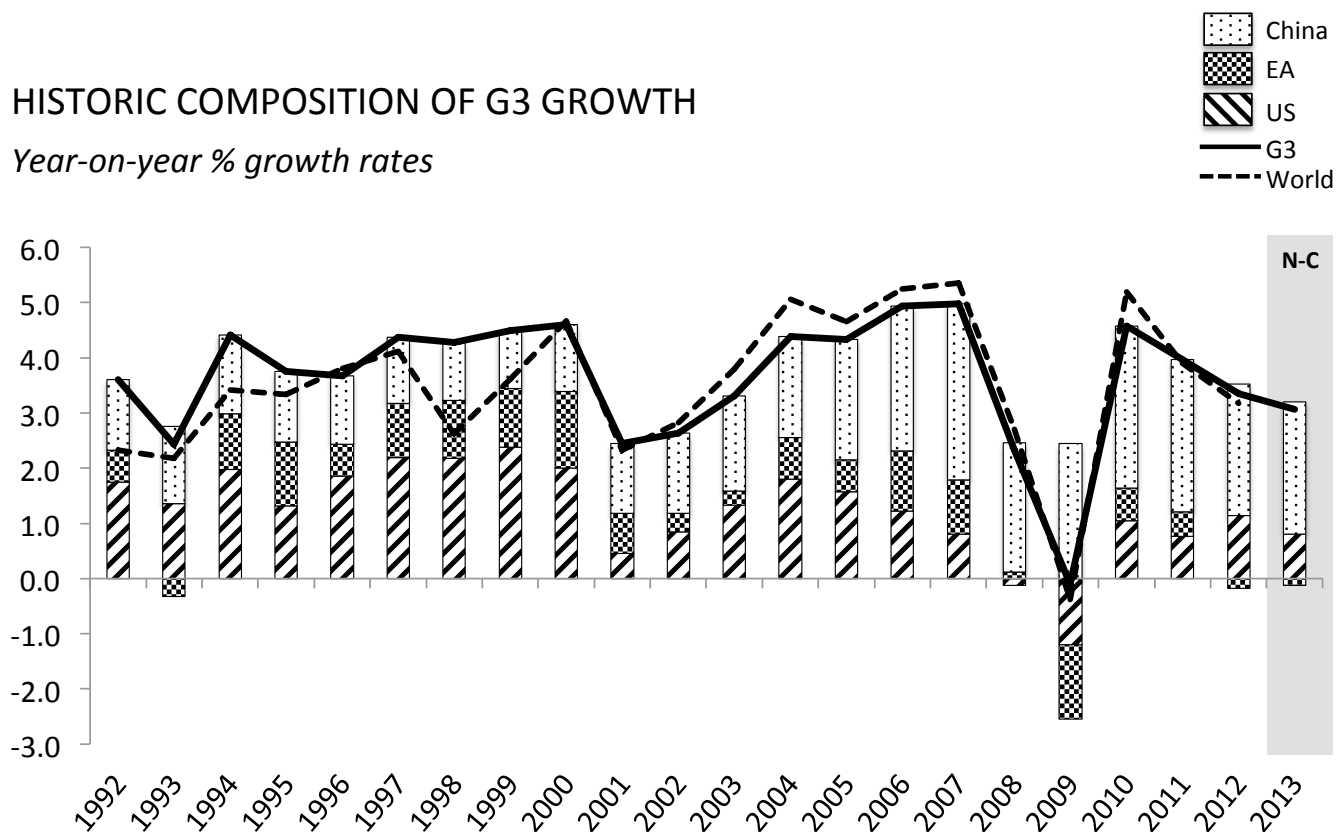
* Weights are shares of 2012 G3 GDP from IMF World Economic Outlook, October 2013

Sources: US Bureau of Economic Analysis; Eurostat; National Bureau of Statistics of China; IMF World Economic Outlook, October 2013 Database; Now-Casting Economics Ltd.



HISTORIC COMPOSITION OF G3 GROWTH

Year-on-year % growth rates



Contributions to G3 growth weighted by share of G3 GDP growth in each year.

Sources: IMF World Economic Outlook, October 2013; Now-Casting Economics Ltd

HISTORIC GDP GROWTH RATES – WORLD VS G3 year-on-year % growth

	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
US	1.7	1.4	2.0	1.3	1.8	2.2	2.2	2.4	2.0	0.5	0.8	1.3	1.8	1.6	1.2	0.8	-0.1	-1.2	1.0	0.8	1.1	0.8
Euro Area	0.6	-0.3	1.0	1.2	0.6	1.0	1.0	1.1	1.4	0.7	0.3	0.3	0.8	0.6	1.1	1.0	0.1	-1.4	0.6	0.5	-0.2	-0.1
China	1.3	1.4	1.4	1.3	1.2	1.2	1.1	1.1	1.2	1.3	1.5	1.7	1.8	2.2	2.6	3.2	2.3	2.4	2.9	2.7	2.4	2.4
G3	3.6	2.4	4.4	3.7	3.7	4.4	4.3	4.5	4.6	2.4	2.6	3.3	4.4	4.3	4.9	5.0	2.3	-0.1	4.6	4.0	3.3	3.1
World	2.3	2.2	3.4	3.3	3.8	4.1	2.6	3.6	4.7	2.3	2.8	3.8	5.1	4.7	5.2	5.3	2.7	-0.4	5.2	3.9	3.2	

Contributions to G3 growth weighted by share of G3 growth in each year.

Sources: 2013 figures from Now-Casting Economics Ltd; other figures from IMF World Economic Outlook, October 2013



Press Release

Now-Casting.com
economics in real time

The next estimate of G3 GDP growth will be published on Friday, 14th February, 2014. G3 GDP estimates will be published on the 15th of each month or the first working day thereafter, except in February, May, August and November, when they will be published on the same day as the flash estimate of Euro Area GDP growth from Eurostat.

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For further information, please contact:

Now-Casting Economics Limited

Jasper McMahon

Chief Executive

Mobile: +44 7802 485904

Email: jasper.mcmahon@now-casting.com

Notes to editors:

Now-Casting.com is a new, online service delivering high-frequency information on current conditions in the world's major economies. Its output is generated automatically by a state of the art statistical model, using a continuous feed of economic data releases from around the world. All now-casts are automatically updated within minutes of the publication of any significant data release. The service covers the US, the Euro Area, China, Japan, Germany, France, Italy, Spain, the UK, Canada and Brazil, and is available by subscription. Weekly now-casts for the Euro Area are available free on the Now-Casting web site (www.now-casting.com).

The model was designed and built by the founders of Now-Casting, who are a group of academic economists and leaders in the use of large data sets in near-term econometric forecasting. The statistical techniques pioneered by the Now-Casting team have been implemented at the world's largest central banks as a critical input to economic policy making. Clients of Now-Casting include leading macro hedge funds and other investment institutions, who use the service to aid their investment decision making processes.