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Can the Ukrainian economy grow in 2023?

Forecasts from the government and non-governmental experts

March 6, 2023

This event is one of the activities under the Project 2008-02: Capacity support for evidence-based public finance management which is supported by the British Embassy Kyiv. The project delivery partners are Abt Britain and Centre for Economic Strategy



Forecasts from non-governmental experts

- The task of forecasting macroeconomic indicators is extremely challenging, given the uncertainty caused by the war
- We asked seven leaders of Ukrainian and foreign analytical teams to provide their forecasts so that we can share them with you for this event
- Below we will present the basic indicators and the table with the full forecasts and assumptions could be found in Annexes



Dragon Capital



INSTITUTE
FOR ECONOMIC RESEARCH
AND POLICY CONSULTING

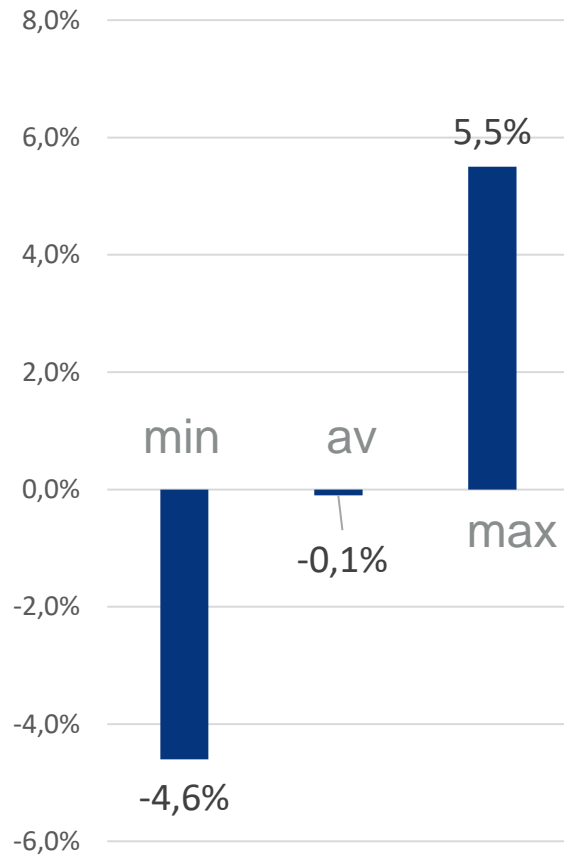
sense bank

Morgan Stanley

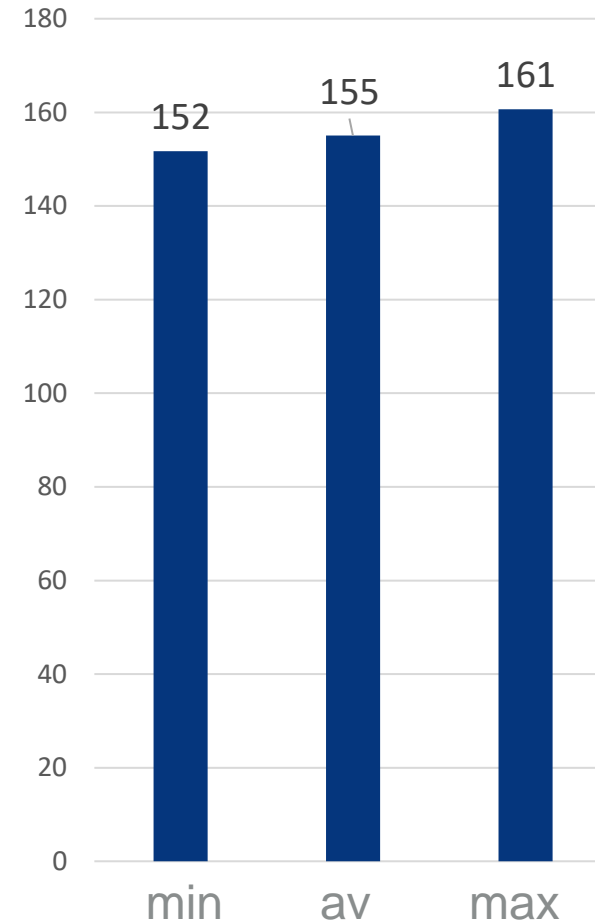


Forecasts from non-governmental experts

Real GDP, % y-o-y

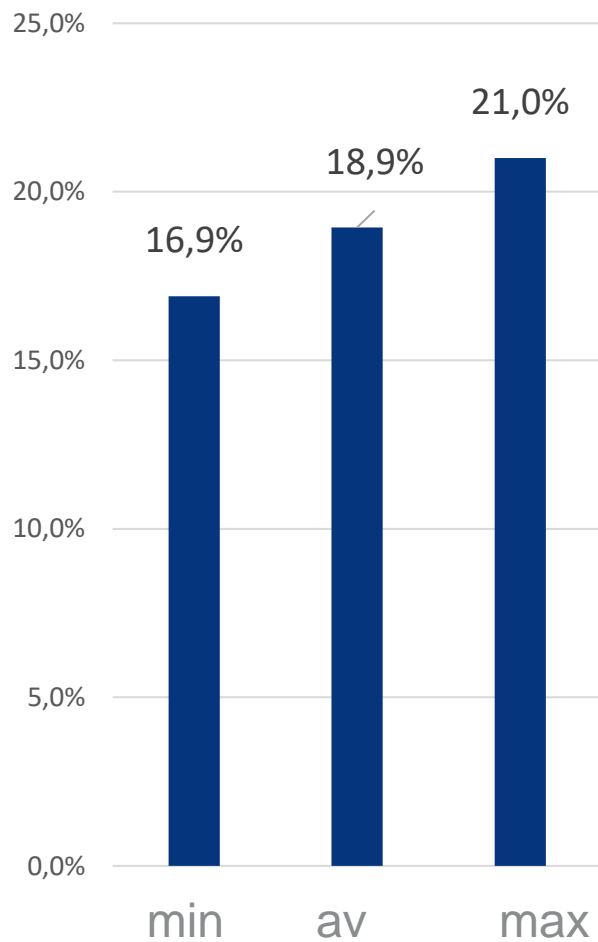


Nominal GDP, \$ bn

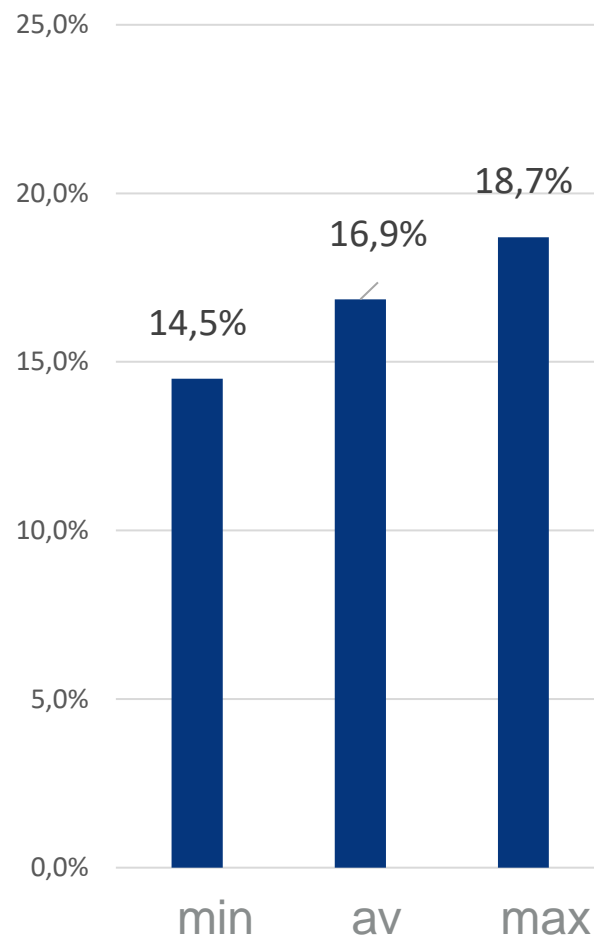


Forecasts from non-governmental experts

CPI, % year average

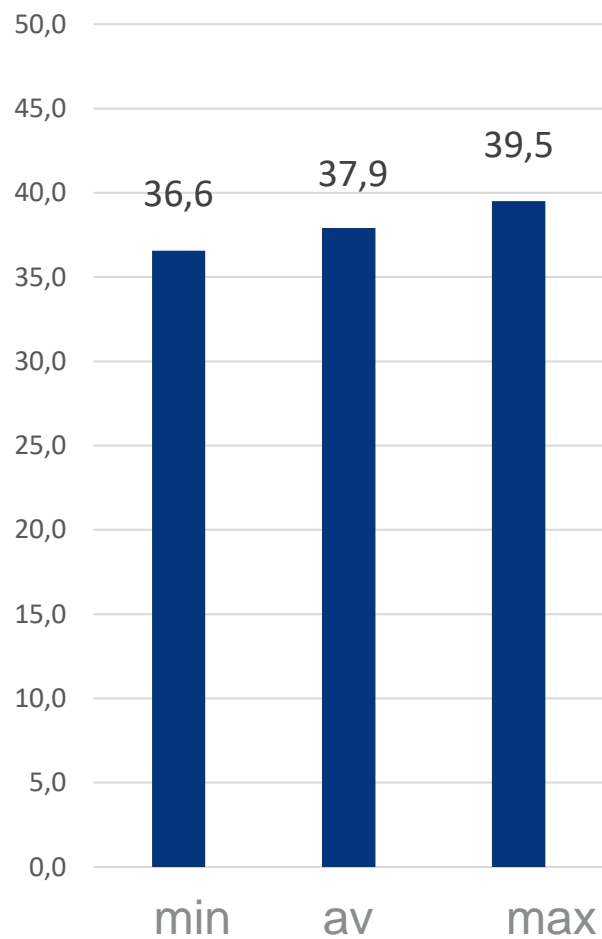


CPI, % year end

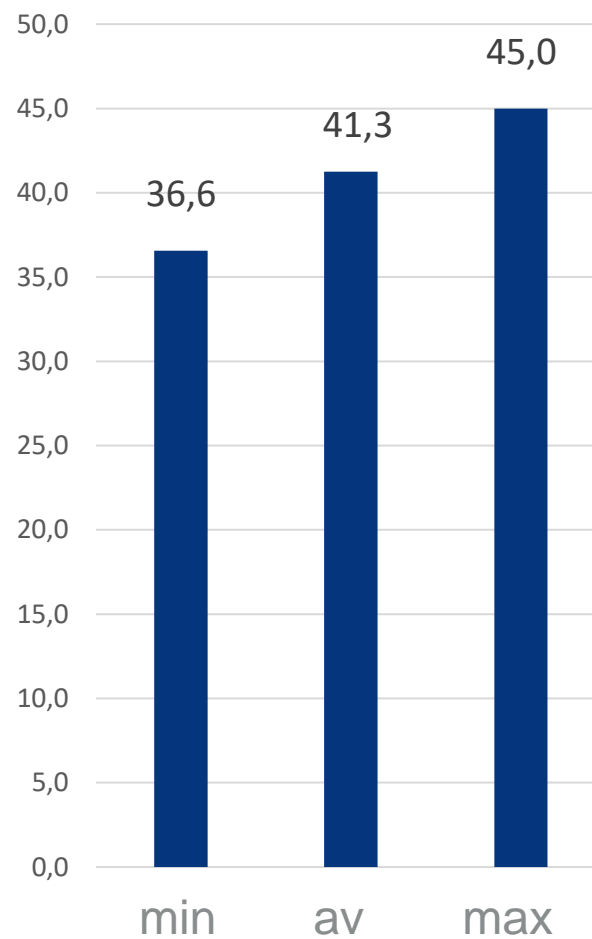


Forecasts from non-governmental experts

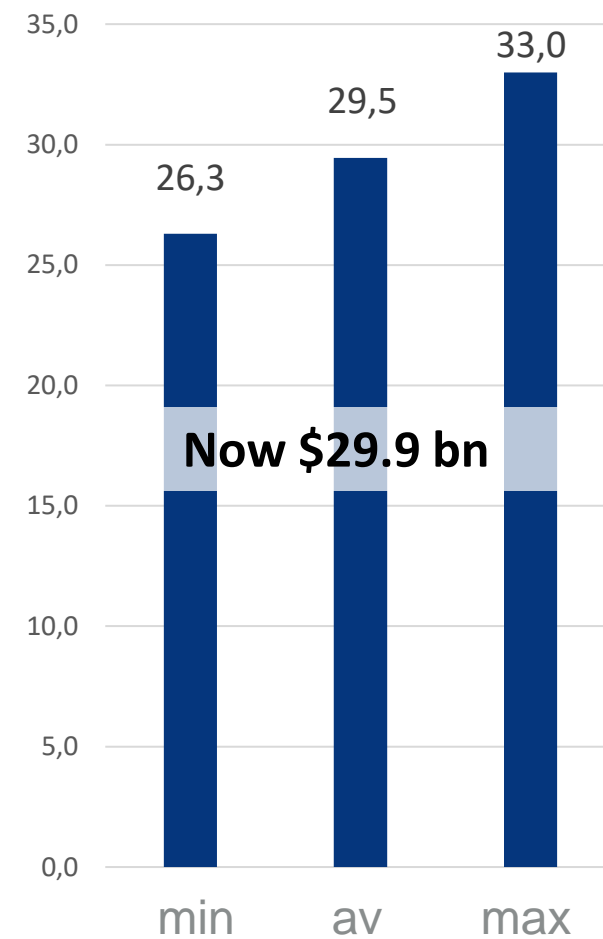
FX rate, year average



FX rate, year end

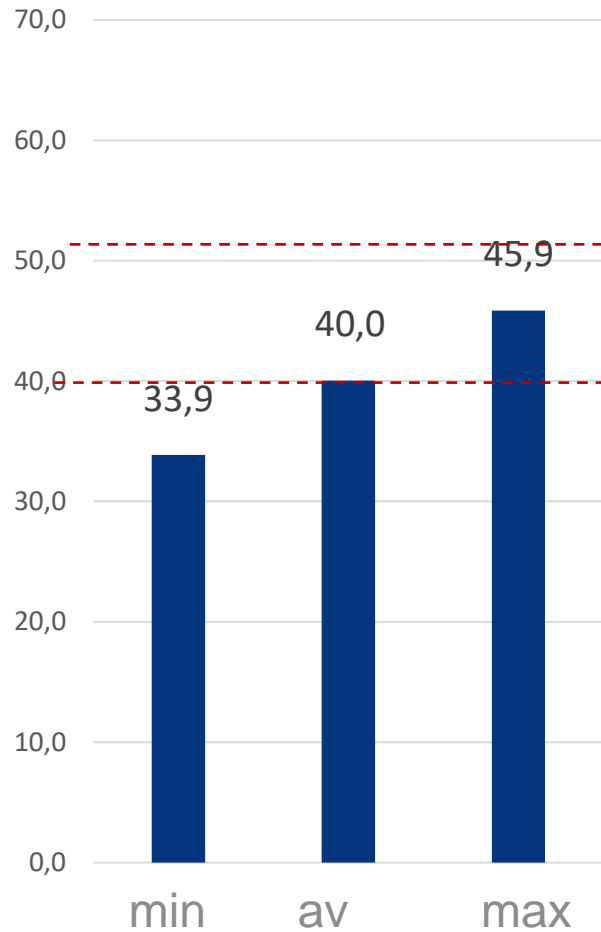


NBU reserves, \$ bn



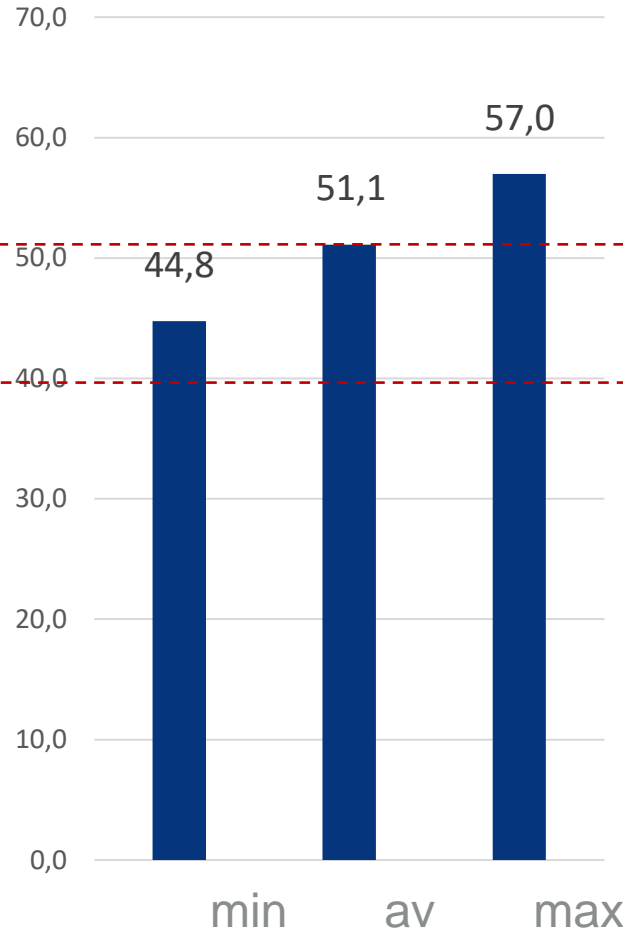
Forecasts from non-governmental experts

Budget* deficit, \$ bn



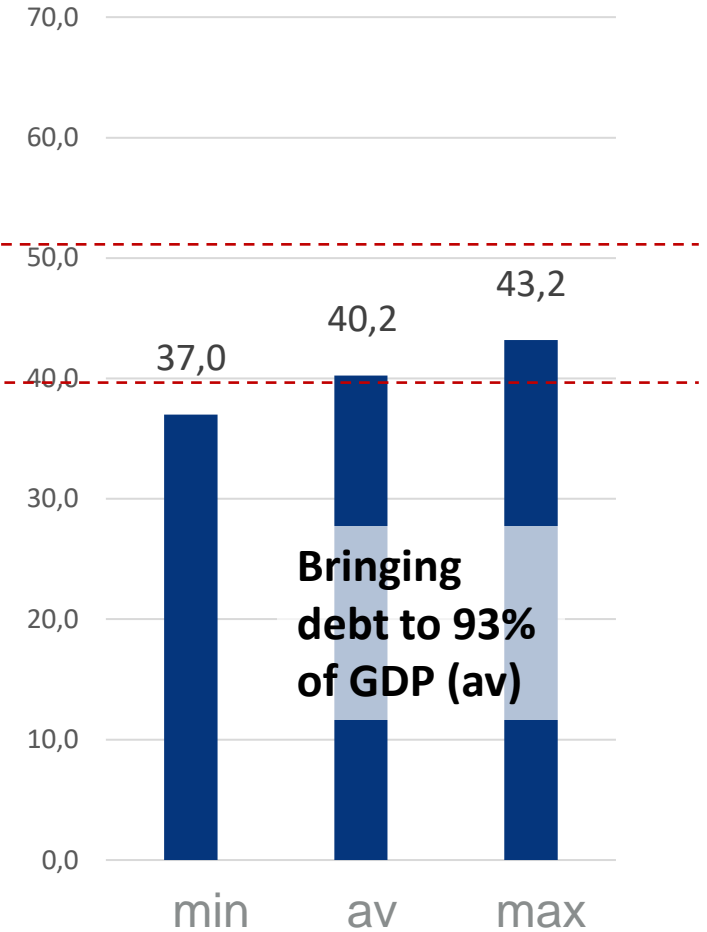
*general government deficit, net of grants

Funding need, \$ bn



*excluding intra-year short-term notes placements and redemptions

Foreign aid, \$ bn



*budgetary aid in forms of grants and loans



Forecasts from non-governmental experts

- War assumptions*: 50/50 on the war through the year and ending of the hot stage in mid-late 2023
- Grain corridor assumptions*: 100% assumed the grain corridor functioning through the year

* Out of six analysts which have provided the assumptions

This is (was) the Ukrainian city of Maryinka.

Please donate funds for tactical medicine so
Ukrainian soldiers defending the other cities can live.

<https://www.leleka.care/>





Forecasts from non-governmental experts

Annex. Table of forecasts and assumptions

	Real GDP, %	Nominal GDP, \$ bn	CPI, % y-o-y, year end	UAH/USD, average	UAH/USD, year end	NBU reserves, \$ bn	Budget gap, \$ bn	Funding needs*, \$ bn	Foreign aid, \$ bn	War assumptions	Grain corridor assumptions
Concorde Capital	-3.0%	157	17%	36.6	36.6	30.8	40.5	51.8	43.2	through 2023	through 2023
Dragon Capital	-0.5%	155	18%	38.5	43.0	28.0	37.9	48.8	40.0	through 3q2023	through 2023
Oxford Economics	-4.6%	152	15%	37.5	39.0	28.0	45.9	57.0	43.0	through 2023	through 2023
IER/GET	1.7%	153	19%	37.9	42.0	33.0	38.8	49.8	37.0	through mid 2023	expanded from mid 2023
Morgan Stanley	-1.8%	161	18%	37.0	45.0	n/a	43.4	54.6	n/a	n/a	through 2023
Sense Bank	5.5%	154	17%	39.5	43.0	26.3	n/a	n/a	n/a	n/a	n/a
ICU	2.0%	154	15%	38.4	40.2	30.6	33.9	44.8	38.0	through 2023	through 2023

* Calculated as forecasted budget gap + 2023 redemptions as of 01/04/2023 according to MinFin, weighted for forecasted UAH/USD rate



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Thank you!

