15.07.15

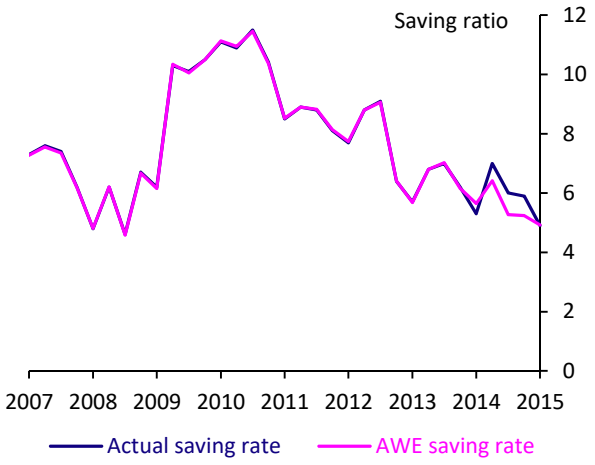
CORRECTION TO SAVING RATIO WITH AWE*LFS PROXY

From

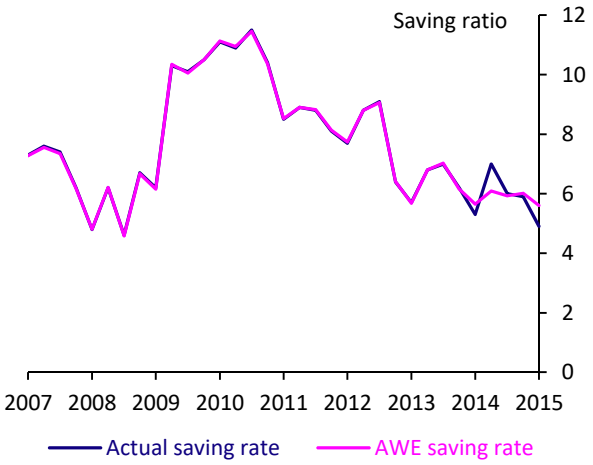
There was an error in the Demand & Output July Pre-MPC presentation affecting slide 20, which showed the household saving ratio using AWE and LFS data in place of Wages & Salaries from Q1 2014. The incorrect chart was also in the July Demand & Output Monthly.

A corrected version of the chart is shown below, alongside the incorrect version for comparison. The interpretation of the chart is affected slightly. The 'proxy' saving ratio is still less volatile than the official ratio, as stated at Pre-MPC. But it is no longer above the official saving ratio in the latest quarter. Both the official and the proxy saving ratio have fallen over 2014, and were 4.9% in Q1 2015.

Corrected chart



Incorrect chart shown at July Pre-MPC



Monetary Analysis
Conjunctural Assessments and Projection Division
15 July 2015