

Macro Poverty Outlook Update

June 8, 2020

TABLE 2 Zimbabwe / Macro poverty outlook baseline scenario

(annual percent change unless indicated otherwise)

	2017	2018	2019e	2020f	2021f	2022f
Real GDP growth, at constant market prices	4.7	3.4	-8.1	-10.0	2.9	3.1
Private Consumption	1.4	2.1	-13.4	-15.0	3.2	3.6
Government Consumption	14.5	9.2	-28.1	5.7	-5.2	-2.2
Gross Fixed Capital Investment	23.0	4.5	-5.2	-35.2	22.8	10.3
Exports, Goods and Services	4.7	4.1	-5.1	-6.6	3.5	4.5
Imports, Goods and Services	3.2	7.7	-21.0	-15.3	3.7	4.3
Real GDP growth, at constant factor prices	4.8	3.1	-8.1	-10.0	2.9	3.1
Agriculture	10.0	18.3	-18.3	-5.3	4.9	4.9
Industry	2.5	2.1	-6.8	-8.0	4.0	2.5
Services	5.1	1.3	-6.9	-11.6	2.1	3.1
Inflation (Consumer Price Index)	0.9	10.6	255.1	250.0	58.5	33.3
Current Account Balance (% of GDP)	-1.4	-11.7	0.6	0.5	0.1	0.2
Fiscal Balance (% of GDP)	-9.8	-5.1	-2.9	-5.8	-5.8	-6.1
Debt (% of GDP)	63.8	61.4	53.8	64.4	65.8	66.9
Primary Balance (% of GDP)	-8.8	-3.8	-2.0	-5.2	-5.3	-5.5
International poverty rate (\$1.9 in 2011 PPP)^{a,b,c}	33.9	33.4	38.5	44.3	43.9	43.6
Lower middle-income poverty rate (\$3.2 in 2011 PPP)^{a,b}	61.0	60.7	64.7	69.2	68.9	68.5
Upper middle-income poverty rate (\$5.5 in 2011 PPP)^{a,b}	81.3	81.0	83.6	86.5	86.4	86.2

Source: World Bank, Poverty & Equity and Macroeconomics, Trade & Investment Global Practices.

Notes: e = estimate, f = forecast.

(a) Calculations based on 2017-PICES.

(b) Projection using neutral distribution (2017) with pass-through = 0.87 based on GDP per capita in constant LCU.

(c) Actual data: 2017. Nowcast: 2018-2019. Forecast are from 2020 to 2022.