

Macro Poverty Outlook Update

June 8, 2020

TABLE 2 Zambia / Macro poverty outlook baseline scenario

(annual percent change unless indicated otherwise)

	2017	2018	2019e	2020f	2021f	2022f
Real GDP growth, at constant market prices	3.4	4.2	1.7	-0.8	2.4	3.2
Private Consumption	12.5	1.2	2.3	3.1	3.6	-5.3
Government Consumption	-8.6	-14.9	-10.1	17.8	-9.7	3.5
Gross Fixed Capital Investment	10.2	9.9	-13.6	-14.5	-3.3	16.8
Exports, Goods and Services	-3.8	8.7	-7.2	8.0	18.5	7.8
Imports, Goods and Services	10.9	4.9	-13.7	4.5	14.7	7.4
Real GDP growth, at constant factor prices	3.5	4.0	1.7	-0.8	2.4	3.2
Agriculture	9.8	-21.2	-2.8	15.0	5.0	5.0
Industry	5.4	4.6	-0.1	-4.2	2.4	5.0
Services	1.7	7.3	3.2	-0.6	2.1	2.0
Inflation (Consumer Price Index)	6.6	7.5	9.1	12.9	11.5	10.0
Current Account Balance (% of GDP)	-1.7	-1.3	1.0	-2.9	-3.4	-1.3
Net Foreign Direct Investment (% of GDP)	4.6	1.4	-1.0	2.1	2.2	3.4
Fiscal Balance (% of GDP)	-9.8	-10.1	-9.8	-11.1	-8.6	-5.9
Debt (% of GDP)	65.5	77.8	88.6	94.2	96.8	95.0
Primary Balance (% of GDP)	-5.8	-5.5	-5.9	-7.0	-3.1	-1.3
International poverty rate (\$1.9 in 2011 PPP)^{a,b,c}	57.0	56.4	57.1	58.3	58.4	58.4
Lower middle-income poverty rate (\$3.2 in 2011 PPP)^{a,b,c}	74.0	73.7	74.0	74.9	75.1	75.0
Upper middle-income poverty rate (\$5.5 in 2011 PPP)^{a,b,c}	87.0	86.7	87.0	87.7	87.8	87.8

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

Notes: e = estimate, f = forecast.

(a) Calculations based on 2015-LCMS-VII.

(b) Projection using neutral distribution (2015) with pass-through = 0.87 based on GDP per capita in constant LCU.

(c) Actual data: 2015. Nowcast: 2016-2019. Forecast are from 2020 to 2022.