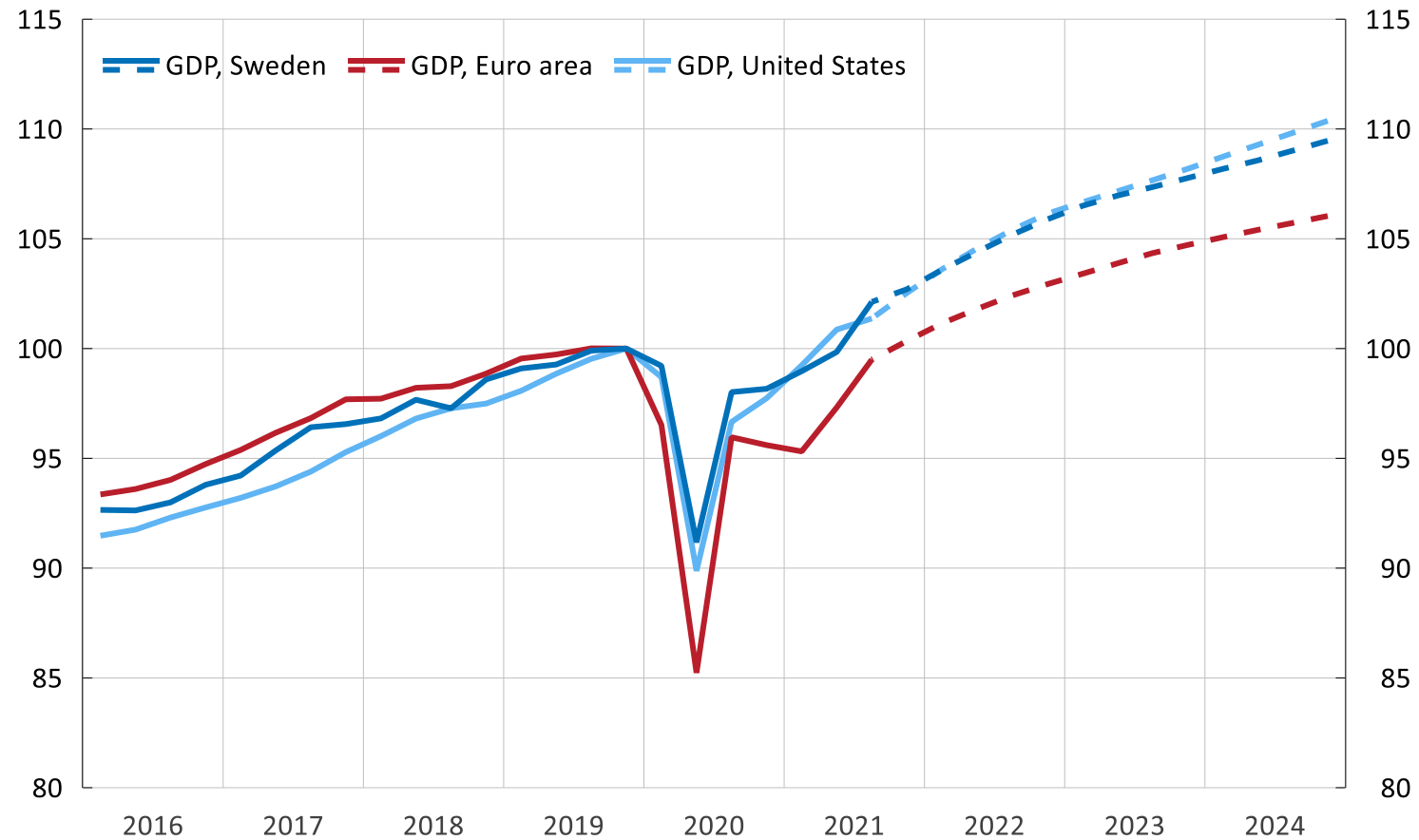


With the support of monetary policy,
inflation expected to be on target
going forward

November 2021

From sudden fluctuations to more normal development



Index, 2019 Q4 = 100, seasonally adjusted data.

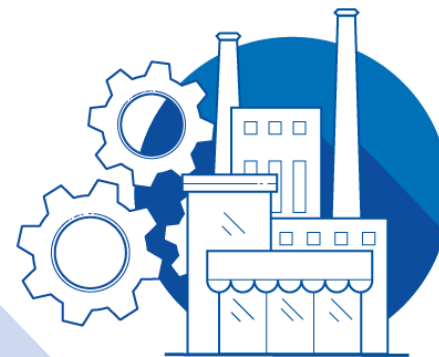
Sources: Eurostat, Statistics Sweden, U.S. Bureau of Economic Analysis and the Riksbank.



Sudden fluctuations

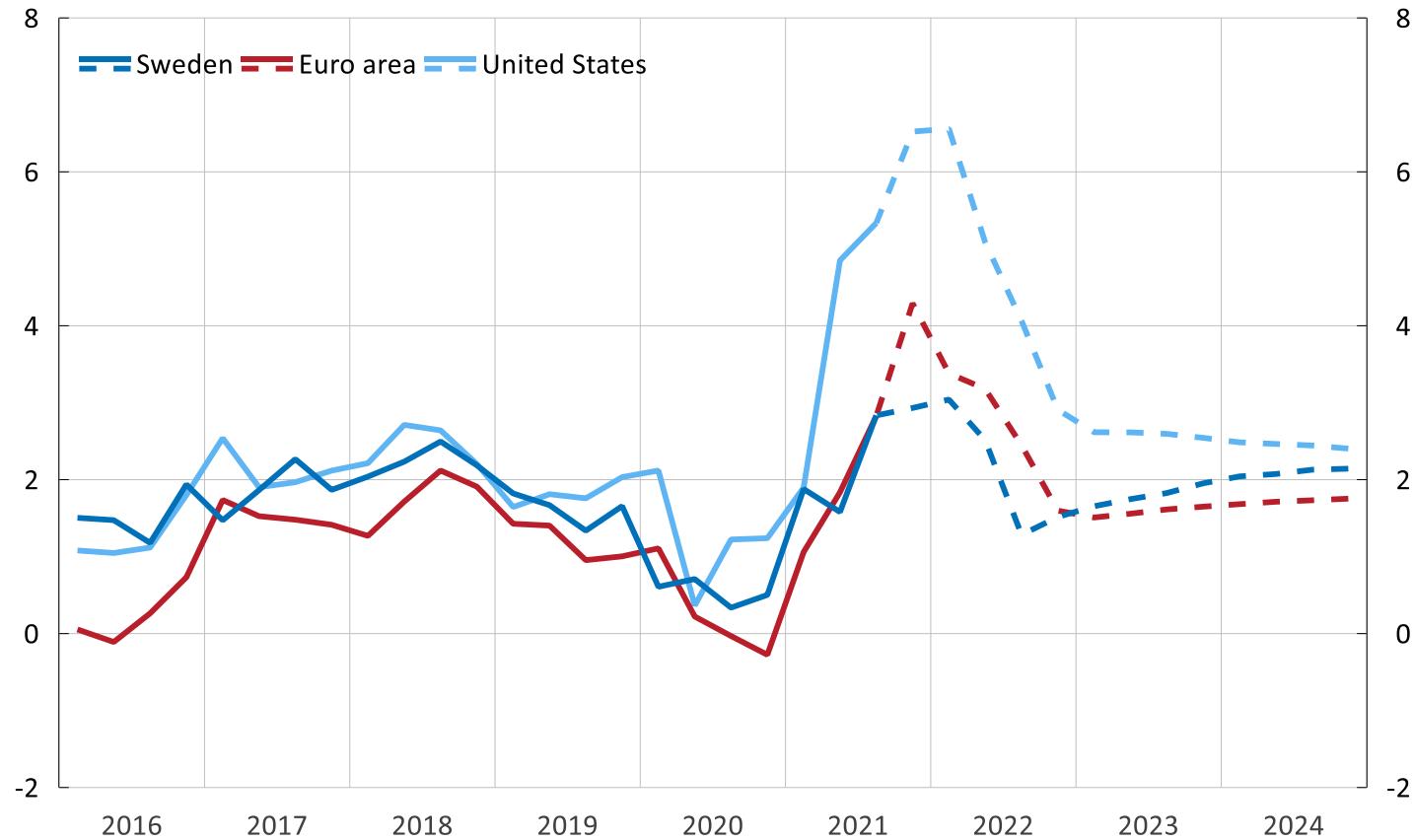


Bottlenecks



Slower growth
Higher inflation

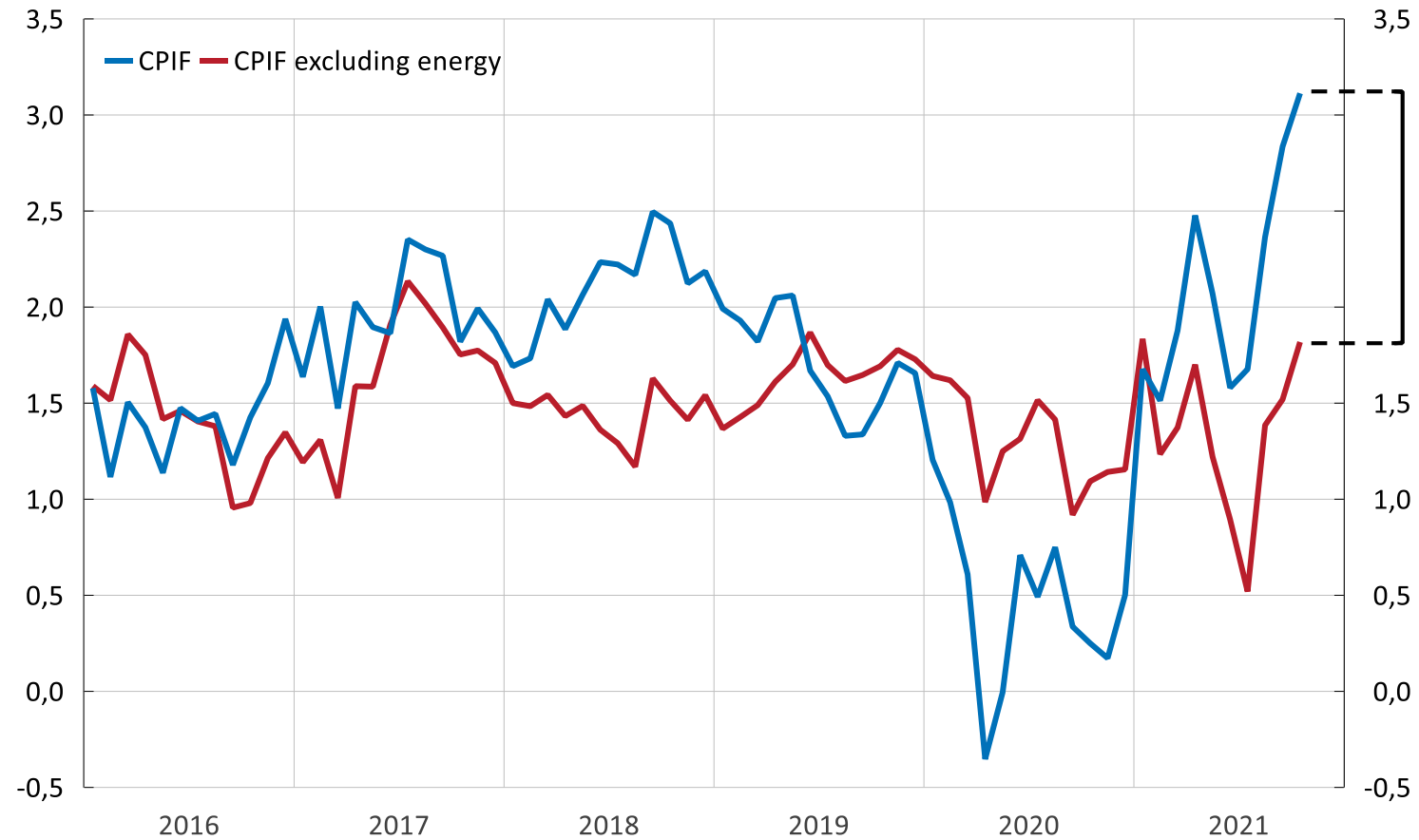
Inflation has risen – especially in the United States



Annual percentage change, quarterly data.
Sweden: CPIF, Euro area: HICP, United States: CPI.

Sources: Eurostat, Statistics Sweden, US Bureau of Labor Statistics and the Riksbank.

Energy prices driving up Swedish inflation



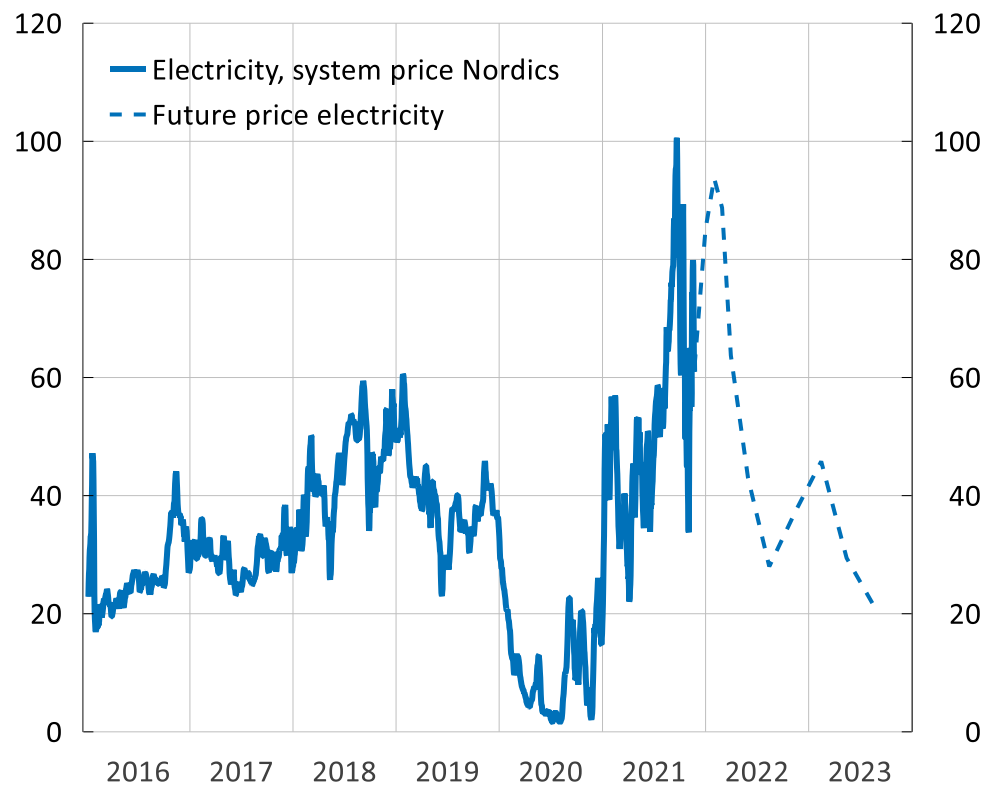
Energy prices
1.4 pp

Annual percentage change.

Source: Statistics Sweden

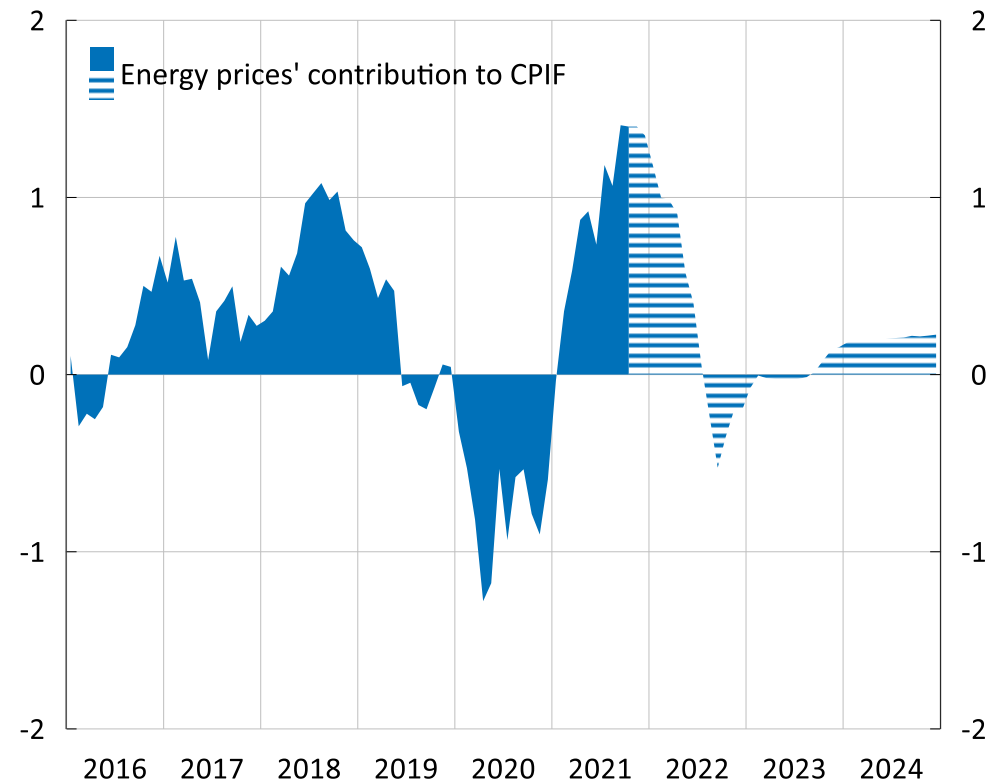
Energy prices not rising as rapidly going forward

High electricity prices in the winter will fall back



EUR/MWh and percentage points.

Contribution to the CPI will diminish



Sources: Nordpool, Statistics Sweden and the Riksbank.

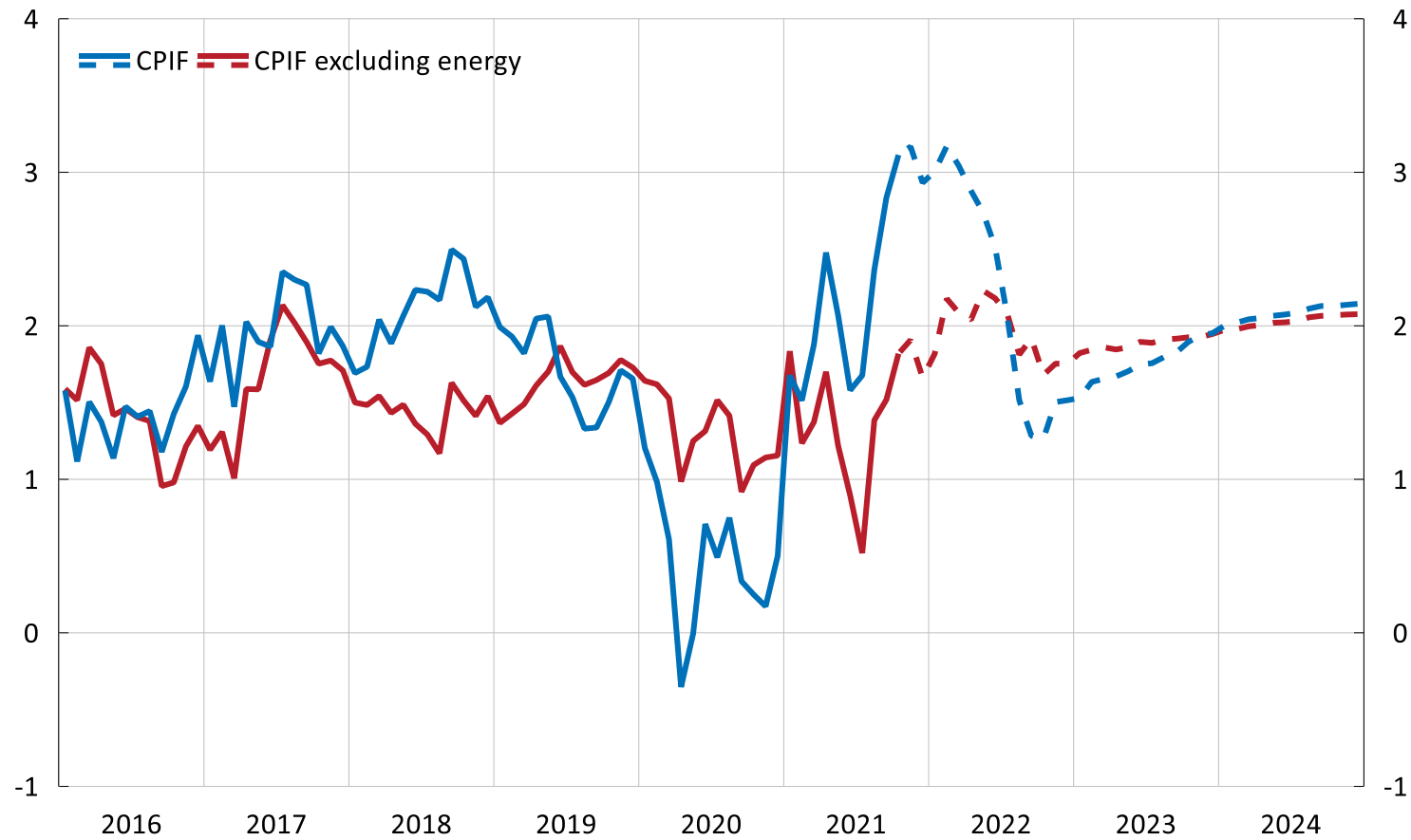


Bottlenecks to continue for a while longer

- Several industries signalling staff shortages
- Companies planning to increase prices
- Contribution to inflation in the near term
- Slower price development when supply catches up



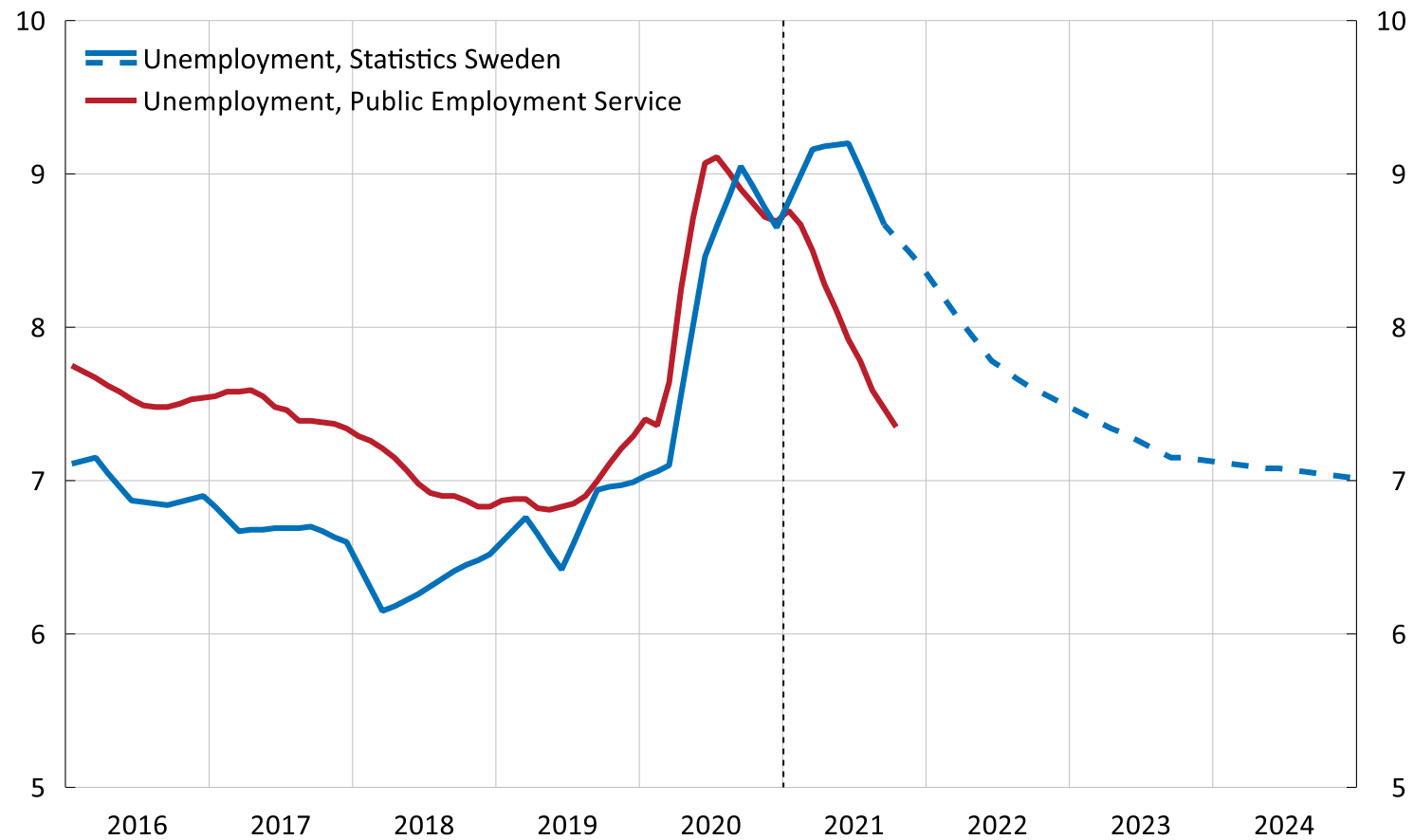
Inflation to fall back next year



Annual percentage change.

Sources: Statistics Sweden and the Riksbank.

Unemployment is falling



Per cent of labour force.

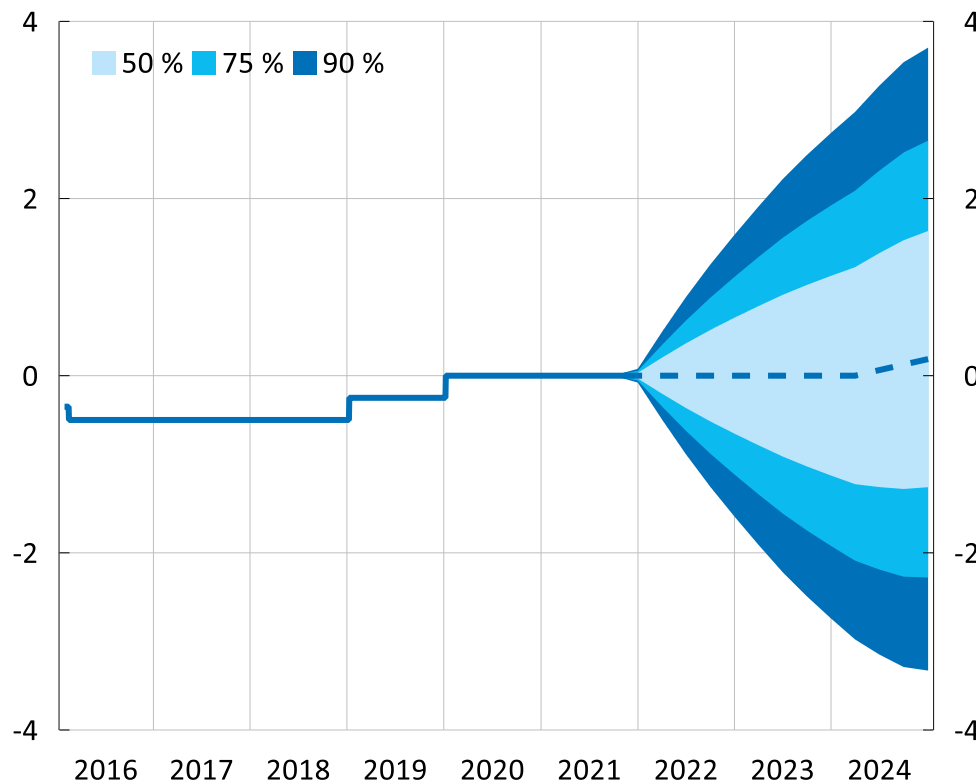
The vertical line marks the reorganisation of the LFS.

Sources: Swedish Public Employment Service, Statistics Sweden and the Riksbank.

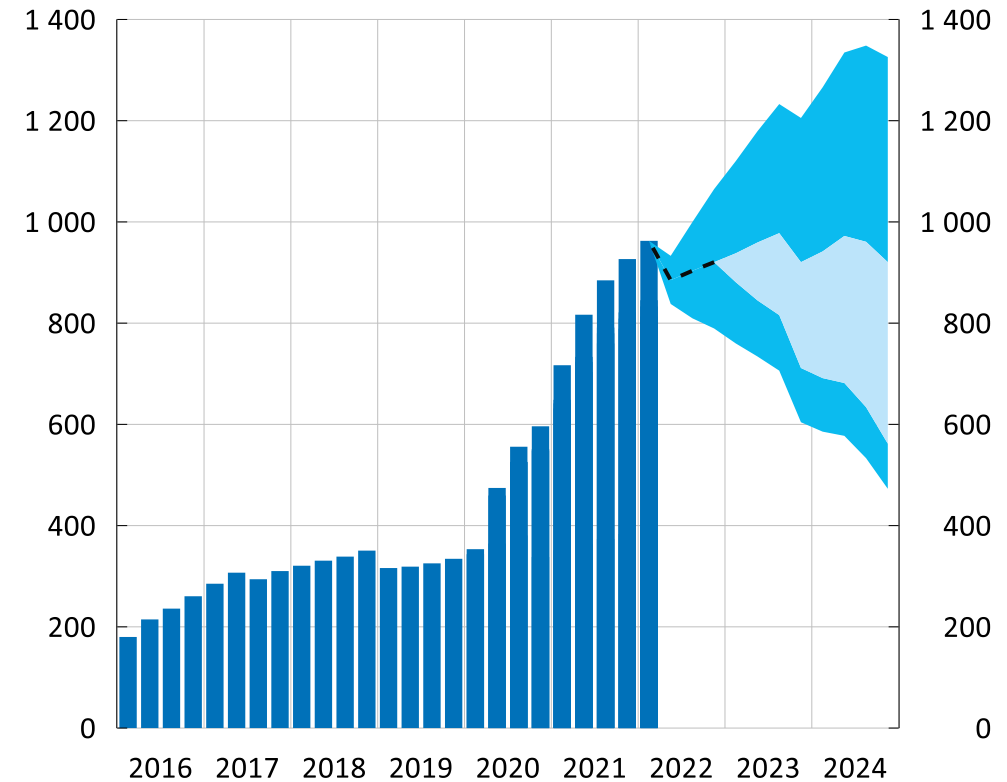
Continued expansionary monetary policy

Interest rate to remain at zero for a while longer

Purchase programme expiring, principal payments to be reinvested



Per cent and nominal amount, SEK billion.



Source: The Riksbank.

Monetary policy adjusted to developments

- Given the monetary policy, inflation is expected to be on target going forward
- Gradually reduced support but a need for continued expansionary monetary policy
- Uncertainty over the development of inflation



With the support of monetary policy,
inflation is expected to be on target going
forward