

# Tables and charts

*Based on statistical information available on April 30, 2001.*

*A list of symbols is on the inside of the front cover.*

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**Table 1 Main monthly indicators (continued on next page)**

	<i>Consumer prices</i>		<i>Exchange rate</i>		<i>Interest rates (end of period, %)</i>						<i>Money and credit<sup>5</sup></i>			
	% change in CPI over the previous <sup>1</sup>		% ch. in effective exchange rate <sup>1,2</sup>		Short-term rates			Long-term rates			12-month % change			
	1 month	12 months	1 month	12 months	Central Bank repo yield	3-month REIBOR <sup>3</sup>	3-month treasury bills	5-y. non-indexed T-notes	10-year treasury bonds <sup>4</sup>	25-year housing bonds <sup>4</sup>	Base money	M3	DMB lending <sup>6</sup>	Foreign liab. for relending <sup>7</sup>
1995 .....	.	1.7	.	-0.1	6.5	.	7.3	10.6	5.9	5.8	-4.6	2.2	0.0	-18.4
1996 .....	.	2.3	.	-0.1	6.9	.	7.1	9.4	5.8	5.8	23.6	6.8	11.8	82.6
1997 .....	.	1.8	.	1.3	7.2	.	7.2	8.3	5.3	5.3	3.1	8.7	12.7	48.0
1998 .....	.	1.7	.	1.6	7.5	8.2	7.6	7.5	4.3	4.7	4.6	15.2	30.4	135.7
1999 .....	.	3.4	.	0.2	9.0	11.7	9.8	9.6	4.7	4.8	75.9	16.9	23.3	27.3
2000 .....	.	5.0	.	-0.1	11.4	12.0	11.5	11.7	5.5	6.3	-10.4	11.0	26.4	25.7
1999														
October .....	0.8	5.3	1.2	1.6	9.0	10.9	9.5	9.3	4.6	4.9	25.5	16.0	25.0	29.7
November ..	-	5.0	0.6	3.0	9.0	11.3	9.6	9.0	4.6	4.8	19.4	17.4	27.4	27.6
December...	0.4	5.6	0.2	3.0	9.0	11.7	9.8	9.6	4.7	4.8	75.8	16.9	23.3	16.9
2000														
January .....	0.8	5.8	0.0	2.5	9.8	10.4	10.5	10.2	4.8	5.1	0.5	19.0	22.6	15.0
February .....	-0.3	5.6	1.1	3.6	10.1	10.8	10.7	10.2	4.6	5.1	32.0	14.7	22.2	11.3
March .....	0.8	5.9	0.4	4.0	10.1	10.8	10.8	10.5	4.9	5.7	-7.0	14.6	24.1	22.1
April .....	0.6	6.0	0.5	5.0	10.1	10.8	10.7	10.7	5.2	5.8	23.6	13.4	22.5	22.7
May .....	0.4	5.9	-0.1	5.4	10.1	11.1	10.7	11.1	5.5	6.1	36.1	14.1	23.5	30.8
June .....	0.4	5.5	-2.2	2.6	10.6	11.5	11.2	11.2	5.4	5.9	33.6	12.1	26.1	24.3
July .....	0.5	5.6	-1.9	0.5	10.6	11.9	11.4	11.8	5.6	6.2	8.4	12.9	26.5	15.9
August .....	-0.5	4.7	-0.1	-0.1	10.6	11.8	11.3	11.7	5.6	5.9	9.8	11.5	25.8	19.0
September ..	0.2	4.0	-1.3	-1.8	10.6	11.2	11.3	10.9	5.5	6.0	19.8	11.8	27.2	26.0
October .....	1.0	4.2	-1.5	-4.4	10.6	11.3	11.3	11.6	6.0	6.1	22.3	10.5	26.6	22.4
November ..	0.3	4.6	-2.3	-7.2	11.4	11.9	11.8	12.2	5.6	6.2	-8.4	9.7	25.0	25.9
December...	0.0	4.2	-1.2	-8.5	11.4	12.0	11.5	11.7	5.5	6.3	-10.3	11.0	26.4	27.9
2001														
January .....	0.1	3.5	-0.9	-9.3	11.4	11.6	11.6	11.3	5.6	6.2	31.3	11.3	28.5	25.3
February .....	0.2	4.1	0.2	-10.1	11.4	11.8	11.5	11.0	5.6	5.8	10.4	11.2	25.8	26.2
March .....	0.6	3.9	-0.9	-11.2	11.4	11.9	11.1	9.9	5.5	5.8	-2.1	12.7	23.4	15.9
April .....	1.2	4.5	-5.0	-16.1	10.9	12.6	12.0	10.9	5.7	5.8	...	...	...	...

1. Percentage changes between period averages. 2. Based on the official effective exchange rate basket (trade-weighted). Positive sign indicates appreciation of the Icelandic króna. 3. Average yield on the interbank market in Icelandic króna. 4. Yield in excess of changes in the CPI. 5. Annual figures are changes over year. Latest figures are preliminary. 6. DMBs = deposit money banks = commercial and savings banks and other institutions permitted to accept deposits from the public. 7. Foreign liabilities for relending.

Table 1 (continued) Main monthly indicators <sup>5</sup>

	Foreign exchange market and reserves			Foreign trade and external conditions					Labour market		Treasury fin.	Asset prices		
	Gross foreign currency reserves:			CB net pur- chases (b.kr.)	Trade balance (b.kr.)	Mer- chandise exports (b.kr.)	Mer- chandise imports (b.kr.)	Marine product prices 12-mo. % ch. <sup>10</sup>	Real exchange rate of króna <sup>11</sup>	Un- employ- ment	Wages, 12-mo. % change	Fin. balance, % of rev., cum. from beg. of year <sup>12</sup>	12-mo. % changes	
	in b.kr.	Merch. imports <sup>8</sup>	For. short- term liabil. <sup>9</sup>										Equity prices <sup>13</sup>	Housing prices <sup>14</sup>
1995 .....	20.5	2.4	1.5	-3.6	13.4	116.6	103.3	7.7	89.3	5.0	4.5	-7.8	35.2	-5.1
1996 .....	30.8	3.0	0.8	15.9	1.2	125.7	124.5	1.0	89.5	4.3	6.4	-9.4	59.9	2.2
1997 .....	27.8	2.6	0.6	14.1	0.3	131.2	131.0	2.2	90.3	3.9	5.4	0.9	13.6	2.7
1998 .....	29.6	2.2	0.8	17.0	-25.0	136.6	161.6	11.8	91.7	2.8	9.4	4.6	9.8	7.0
1999 .....	35.8	2.6	0.9	12.0	-22.4	144.9	167.3	-5.0	93.5	1.9	6.8	8.7	47.4	21.7
2000 .....	34.2	2.1	0.6	-13.9	-38.4	148.4	187.3	-4.2	96.3	1.3	6.6	5.9	-19.3	13.5
1999														
October .....	34.1	2.4	0.8	-	-2.1	11.8	13.8	-8.7	96.7	1.4	6.3	7.4	34.9	19.5
November ..	31.4	2.2	0.7	-	0.4	14.8	14.4	-6.8	97.0	1.5	6.4	9.4	32.5	20.0
December ...	35.8	2.6	0.9	-	-1.5	11.6	13.1	-6.2	97.6	1.7	6.2	8.7	47.4	21.7
2000														
January .....	32.2	2.3	0.6	-	-2.0	9.0	11.0	-4.4	97.4	1.8	3.6	27.3	46.4	22.4
February .....	32.2	2.3	0.4	-	0.5	13.0	12.5	-3.1	98.3	1.7	4.6	16.3	48.1	22.6
March .....	32.4	2.3	0.4	-	-4.4	13.4	17.7	-1.2	99.1	1.9	4.6	9.0	54.3	21.2
April .....	32.3	2.3	0.4	-	-1.8	10.8	12.6	-3.9	99.8	1.5	5.3	12.6	48.3	21.0
May .....	32.4	2.2	0.4	-	-8.6	12.1	20.7	-4.4	100.2	1.5	7.1	8.0	32.6	20.4
June .....	33.2	2.2	0.4	-3.0	-2.2	12.8	14.9	-3.7	98.2	1.3	7.6	10.6	33.1	18.4
July .....	34.7	2.3	0.4	-7.0	-3.4	12.0	15.3	-3.0	96.3	1.1	7.9	6.5	25.1	16.5
August .....	35.1	2.3	0.7	1.1	-1.5	14.2	15.7	-4.4	95.9	1.1	7.9	5.3	21.6	15.6
September ..	35.2	2.2	0.5	0.1	-4.7	12.4	17.1	-5.1	95.1	0.9	7.8	3.3	9.3	15.7
October .....	35.1	2.1	0.5	0.3	-3.1	14.2	17.4	-6.9	94.7	0.9	7.8	6.1	3.2	14.4
November ..	34.8	2.1	0.6	-4.7	-3.0	13.9	16.9	-7.5	93.2	1.1	7.6	4.9	-10.6	14.8
December ...	34.2	2.1	0.6	-0.5	-5.0	10.9	15.8	-3.2	91.7	1.3	7.6	5.9	-19.3	13.5
2001														
January .....	35.1	2.1	0.5	-4.1	0.6	14.4	13.8	-3.5	91.1	1.6	9.3	10.4	-28.1	12.6
February .....	34.6	2.0	0.4	-1.0	-1.3	13.2	14.5	...	91.8	1.5	8.2	5.5	-30.8	11.8
March .....	36.0	2.0	0.4	-6.8	...	...	23.5	...	92.5	1.5	9.2	-2.7	-36.2	10.0
April .....	...	...	...	-	...	...	...	...	88.6	...	...	...	-34.7	...

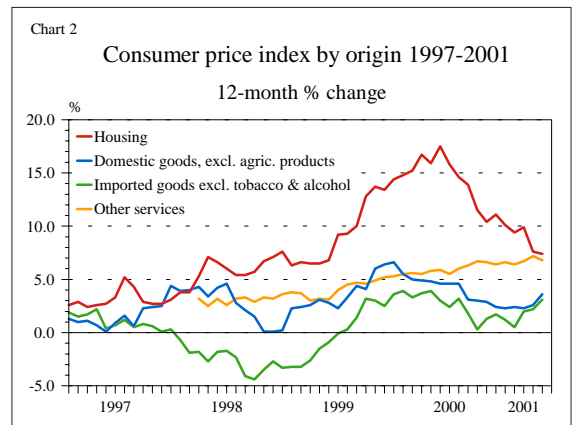
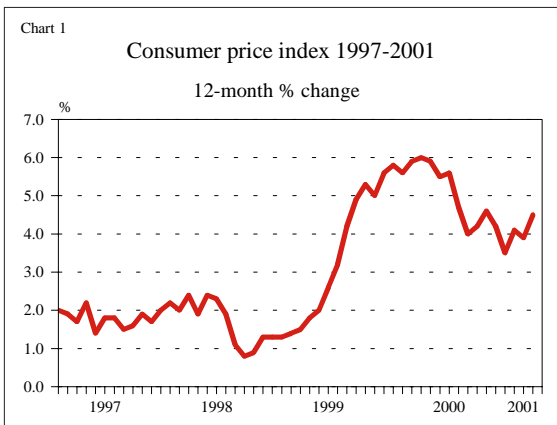
8. Gross foreign exchange reserves at end of period as a ratio of the average monthly value of merchandise imports. Calculated at fixed exchange rates. 9. The denominator is foreign short-term liabilities of credit institutions (deposit money banks and investment banks). 10. Prices in SDR. Annual figures are % changes between annual averages. 11. Real effective exchange rate of the Icelandic króna based on relative consumer prices (a trade-weighted average of trading partners' consumer prices is used). 1980 = 100. 12. Cash basis. 13. The ICEX-15 index from January 1 1998. Earlier the ICEX stock price index. Annual figures are % changes over year. 14. Residential housing in the Greater Reykjavík Area. 3-month moving average of price per m<sup>2</sup> based on present value of contracts. Annual figures are % changes over year.

Sources: Statistics Iceland, National Economic Institute, Directorate of Labour, State Accounting Office, Iceland Stock Exchange (ICEX), The Valuation Office of Iceland, Central Bank of Iceland.

## Table 2 Prices

	2000					2001			
	August	Sept.	Oct.	Nov.	Dec.	Jan.	Feb.	March	April
Consumer price index, May 1988 = 100 .....	199.1	199.5	201.5	202.1	202.1	202.4	202.8	204.0	206.5
<i>1-month % changes:</i>									
Consumer price index .....	-0.5	0.2	1.0	0.3	0.0	0.1	0.2	0.6	1.2
Domestic goods less agric. products and vegetables .....	-0.4	-0.2	0.9	-0.2	0.6	1.1	0.1	0.6	1.0
Agricultural products and vegetables .....	0.3	-0.8	1.3	-0.2	-2.1	2.0	-0.2	-0.6	3.2
Imported goods less alcohol and tobacco .....	-2.1	0.3	2.0	0.4	-0.3	-0.9	-0.4	1.4	1.8
Petrol .....	-3.2	-0.3	2.1	1.5	-2.0	-4.4	2.6	1.7	0.4
Housing .....	0.2	0.6	0.5	0.7	0.5	0.0	0.9	0.0	1.2
Public services .....	0.4	0.5	0.1	0.1	0.1	0.9	0.2	-0.4	0.3
Other services .....	0.6	0.3	0.5	0.0	0.5	0.6	0.7	0.7	0.4
Harmonised index of consumer prices (HICP) <sup>1</sup> .....	-0.6	0.2	1.0	0.2	-0.1	0.3	0.1	0.7	...
<i>12-month % changes:</i>									
Consumer price index .....	4.7	4.0	4.2	4.6	4.2	3.5	4.1	3.9	4.5
Domestic goods less agric. products and vegetables .....	3.1	3.0	2.9	2.4	2.3	2.4	2.3	2.6	3.6
Agricultural products and vegetables .....	1.8	1.9	2.2	3.6	1.6	3.0	1.2	0.6	3.8
Imported goods less alcohol and tobacco .....	1.8	0.3	1.3	1.7	1.2	0.5	2.0	2.2	3.1
Petrol .....	15.4	8.2	9.3	15.0	11.5	5.1	7.8	6.7	4.9
Housing .....	13.9	11.5	10.4	11.1	10.1	9.4	9.9	7.6	7.4
Public services .....	4.5	4.6	4.7	4.7	4.9	2.1	2.4	1.9	2.4
Other services .....	6.3	6.7	6.6	6.4	6.6	6.4	6.7	7.2	6.8
Harmonised index of consumer prices (HICP) <sup>1</sup> .....	4.1	3.6	3.8	4.1	3.7	3.4	3.9	4.1	...
Building cost index for residential buildings .....	3.5	3.4	3.6	3.9	3.5	4.4	5.3	6.0	4.2
Housing prices <sup>2</sup> .....	15.6	15.7	14.4	14.8	13.5	12.6	11.8	10.0	...
<i>Foreign CPI and commodity prices, 12-mo. % changes</i>									
Consumer price index in USA .....	3.4	3.5	3.4	3.4	3.4	3.7	3.5	2.9	...
Consumer price index in euro area <sup>3</sup> .....	2.3	2.8	2.7	2.9	2.6	2.4	2.6	2.6	...
Commodity prices, oil excluded .....	-1.2	-0.6	-2.2	-2.6	-5.5	-5.9	-7.9	...	...
Petrol prices <sup>4</sup> .....	48.0	45.7	40.6	32.2	-2.0	-0.6	-14.2	-14.1	13.8

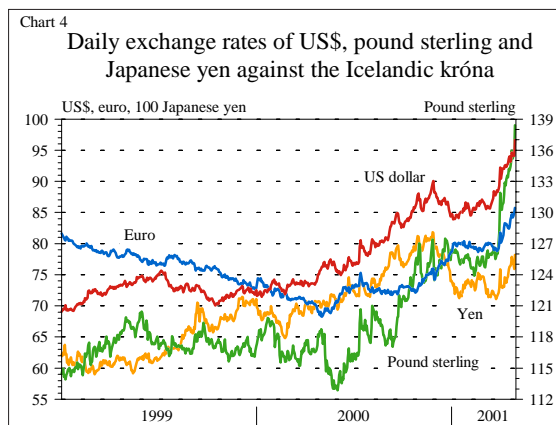
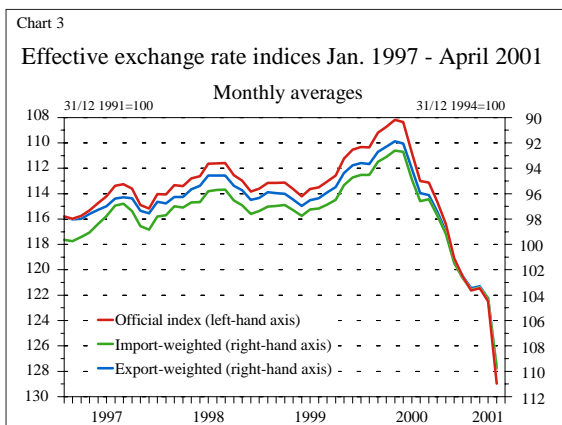
1. Deviates from the CPI calculated by Statistics Iceland in that the latter includes own housing, education and health care. 2. Present value of price per m<sup>2</sup> in the Greater Reykjavík Area. 12-month % changes between 3-month moving averages. 3. Harmonised index of consumer prices (HICP). 1996=100. 4. Crude oil (Brent). *Sources:* Statistics Iceland, The Valuation Office of Iceland, Thomson Financial Datastream, Bloomberg.



### Table 3 Exchange rate of the Icelandic króna

Monthly averages	2000					2001				3-month % ch. to April 30 <sup>3</sup>
	August	Sept.	Oct.	Nov.	Dec.	Jan.	Feb.	March	April	
<i>Effective exchange rate indices:<sup>1</sup></i>										
Official index (31/12 '91 = 100).....	113.1	114.6	116.4	119.1	120.5	121.6	121.4	122.5	129.0	-8.3
Import-weighted index (31/12 '94 = 100)....	96.4	97.7	99.2	101.5	102.7	103.6	103.4	104.3	109.7	-8.2
Export-weighted index (31/12 '94 = 100)....	96.1	97.4	98.9	101.2	102.5	103.5	103.3	104.2	109.8	-8.4
<i>Central Bank quotations:<sup>2</sup></i>										
U.S. dollar .....	80.1	83.1	85.1	87.4	86.2	85.0	86.0	87.6	93.4	-11.2
Euro .....	72.4	72.4	72.8	74.8	77.3	79.9	79.3	79.7	83.4	-6.8
Japanese yen.....	0.741	0.778	0.786	0.802	0.769	0.728	0.740	0.723	0.754	-5.700
Pound sterling.....	119.1	119.1	123.6	124.6	126.0	125.7	125.0	126.7	134.0	-9.4
Danish krone .....	9.71	9.70	9.78	10.04	10.37	10.70	10.62	10.68	11.17	-6.80
Norwegian krone.....	8.94	9.02	9.10	9.36	9.50	9.70	9.66	9.77	10.27	-8.20
Swedish krona .....	8.62	8.61	8.55	8.67	8.92	8.97	8.83	8.74	9.14	-4.20
<i>% changes<sup>3</sup></i>										
	Between annual averages				From beginning of year			Previous 12 months		
	1997	1998	1999	2000	Apr.'99	Apr.'00	Apr.'01	Apr.'99	Apr.'00	Apr.'01
<i>Effective exchange rate indices:</i>										
Official index (31/12 '91 = 100).....	1.3	1.6	0.2	-0.1	-0.5	2.1	-9.2	-0.8	5.6	-19.0
Import-weighted index (31/12 '94 = 100)....	1.7	1.7	0.2	0.2	-0.4	2.3	-9.1	-0.6	5.6	-18.6
Export-weighted index (31/12 '94 = 100)....	0.9	1.6	0.1	-0.2	-0.6	2.0	-9.2	-1.0	5.5	-19.2
<i>Central Bank quotations:<sup>2</sup></i>										
U.S. dollar .....	-6.1	-0.2	-1.8	-8.2	-5.5	-4.0	-12.3	-2.6	-2.7	-21.7
Euro (Deutschemark before 1999).....	8.3	1.1	2.6	6.3	.	6.3	-8.1	.	13.7	-20.1
Japanese yen.....	4.3	7.6	-14.6	-12.6	-0.5	0.6	-5.7	-11.9	-13.0	-9.7
Pound sterling.....	-10.4	-1.3	0.6	-1.7	-3.0	-1.2	-8.8	0.8	0.1	-14.4
Danish krone .....	7.0	1.1	2.5	6.5	3.9	6.5	-8.0	-0.3	14.2	-20.0
Norwegian krone.....	2.9	6.6	1.5	3.7	-3.0	7.3	-9.8	1.7	12.3	-20.7
Swedish krona .....	7.0	4.0	2.1	2.0	-2.3	1.1	-5.3	5.6	3.9	-10.7

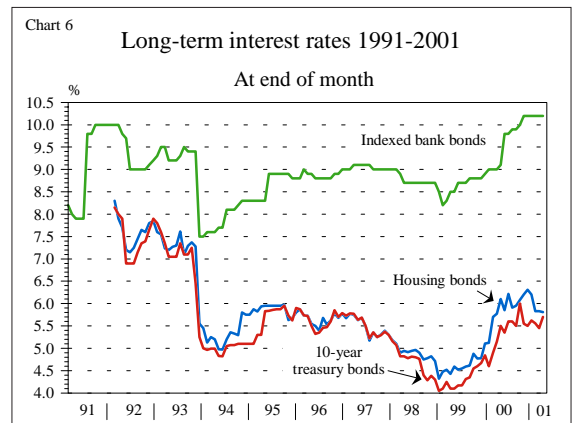
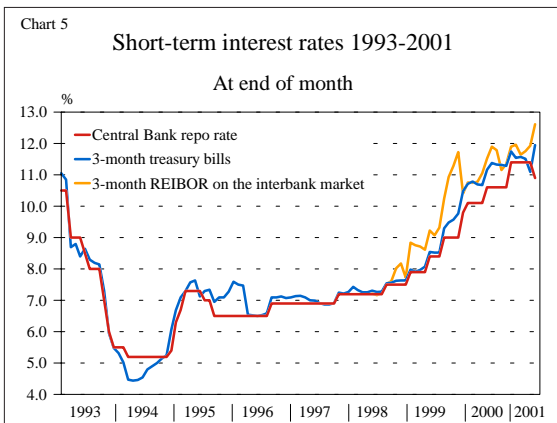
1. Based on a trade-weighted (goods and services) basket of trading partners' currencies. 2. Exchange rate of respective currency against the Icelandic króna. 3. Percentage changes are calculated in such a way that the Icelandic króna's appreciation is indicated by a positive sign. Source: Central Bank of Iceland.



### Table 4 Interest rates

All figures are in %	Annual averages <sup>1</sup>			At end of month 2000			At end of month 2000			
	1998	1999	2000	Oct.	Nov.	Dec.	Jan.	Feb.	March	April
<i>Central Bank rates</i>										
Credit institutions' current account .....	3.0	3.8	5.9	6.1	6.9	6.9	6.9	6.9	6.9	6.7
Required deposits <sup>2</sup> .....	5.5	6.6	8.7	8.9	9.7	9.7	9.7	9.7	9.7	9.5
Overnight loans (discount rates) .....	8.5	9.3	11.4	11.6	12.4	12.4	12.4	12.4	12.4	12.4
Repurchase agreements <sup>3</sup> .....	7.3	8.3	10.4	10.6	11.4	11.4	11.4	11.4	11.4	10.9
<i>Yields on the money market<sup>4</sup></i>										
REIBOR, 1-month .....	7.6	9.4	11.3	11.0	12.3	12.7	11.7	12.4	12.0	12.7
REIBOR, 3-month .....	7.6	9.5	11.3	11.3	11.9	12.0	11.6	11.8	11.9	12.6
REIBOR, 6-month .....	8.1	10.1	11.3	11.6	11.9	11.9	11.7	11.7	11.5	12.3
Treasury bills, 3-month .....	7.4	8.6	11.1	11.3	11.8	11.5	11.6	11.5	11.1	12.0
Treasury bills, 12-month .....	7.5	7.9	11.3	11.4	11.8	11.8	11.6	11.5	11.0	11.7
Bank bills, 3-month <sup>5</sup> .....	7.5	9.0	11.5	11.7	11.8	11.8	11.8	12.0	12.0	12.7
<i>Yields on the capital market<sup>6</sup></i>										
Treasury notes, up to 5 yrs. ....	7.7	8.9	11.3	11.6	12.2	11.7	11.3	11.0	9.9	10.9
Treasury bonds, 5 yrs. ....	4.9	4.7	6.0	6.3	6.6	7.1	6.7	6.2	6.2	5.9
Treasury bonds, 10 yrs. ....	4.7	4.3	5.3	6.0	5.6	5.5	5.6	5.6	5.5	5.7
Housing bonds, 25 yrs. ....	4.9	4.6	5.9	6.1	6.2	6.3	6.2	5.8	5.8	5.8
Bank bonds <sup>7</sup> .....	5.5	5.2	6.6	7.0	7.1	7.1	7.4	7.3	7.0	6.9
<i>Deposit money banks' lending rates</i>										
Companies' overdrafts .....	14.5	16.0	19.1	19.4	20.2	20.3	20.3	20.3	20.3	19.8
Bills of exchange, discount rates .....	12.9	14.1	17.1	17.4	18.2	18.2	18.2	18.2	18.2	17.7
Average rates on non-indexed securities ...	12.8	13.6	16.7	17.1	18.0	18.0	18.0	18.1	18.1	17.7
Average rates on indexed securities .....	8.8	8.6	9.5	10.0	10.2	10.2	10.2	10.2	10.2	10.2
<i>Rates acc. to Interest Rate Act 25/1987<sup>8</sup></i>										
Average yields on general credit .....	13.5	14.2	17.5	18.1	18.1	19.1	19.1	19.1	19.2	19.2
Penalty rates .....	16.5	17.3	22.0	23.0	23.0	24.0	24.0	24.0	24.0	24.0

1. Arithmetic averages of end-of-month figures. Central Bank rates are time-weighted averages. 2. On May 21 1998 previously indexed terms became non-indexed. 3. Since March 1998 yields in auctions. Tap sales before that time. 4. REIBOR are yields on the interbank market in Icelandic króna which began in June 1998. For Treasury and bank bills, yields in trading on ICEX (Iceland Stock Exchange). 5. Average yield on 75-105-day bank bills traded on ICEX. 6. All bond yields are in real terms. 7. The average yield of price-indexed zero-coupon bank notes with approximately 5 years' maturity, not callable. 8. Interest rates that have legal status in the month shown. *Source:* Central Bank of Iceland.

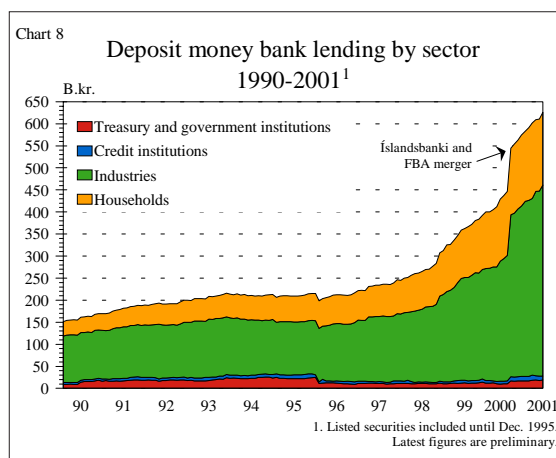
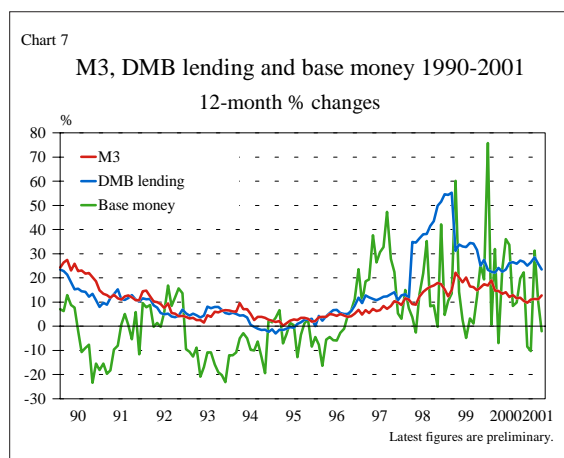


## Table 5 Money and credit

Selected items from the balance sheets of the Central Bank, deposit money banks and the banking system

	In b.kr. March'01	% change over year			1-mo. change in b.kr.			12-mo. % change		
		1998	1999	2000	Jan.'01	Feb.'01	Mar.'01	Mar.'99	Mar.'00	Mar.'01
<b>Central Bank</b>										
Net foreign exchange reserves .....	7.4	.	.	.	-5.0	0.2	-6.5	.	.	.
Claims on treasury and gov. inst., net ...	-12.4	.	.	.	-2.2	0.3	1.6	.	.	.
Claims on deposit money banks .....	41.2	201.8	50.6	32.0	-2.0	1.0	3.3	78.3	134.2	40.4
Base money.....	26.4	4.6	75.9	-10.4	-4.8	0.2	-1.5	60.2	-7.0	-2.1
Notes and coins in circulation.....	6.6	9.9	12.9	0.2	-1.0	0.0	0.4	30.5	-6.6	7.3
Reserves of deposit money banks .....	19.8	2.3	103.8	-13.0	-3.8	0.2	-1.9	71.6	-7.2	-4.8
<b>Deposit money banks<sup>1</sup></b>										
Central Bank items .....	-19.7	.	.	.	-1.5	-0.6	-4.4	.	.	.
Short-term position, net.....	-35.0	.	.	.	3.2	-2.8	-0.8	.	.	.
Credit and marketable securities <sup>2</sup> .....	728.1	32.5	25.2	22.1	14.3	2.0	18.6	32.8	28.1	19.2
Credit .....	626.0	30.4	23.3	26.4	7.6	1.7	15.3	31.2	24.1	23.4
Treasury and government institutions	19.0	-45.2	59.6	14.3	0.3	-1.2	0.9	26.0	-9.2	28.5
Non-bank financial institutions .....	9.5	-12.6	26.1	107.1	-2.0	0.5	-0.8	123.2	1.2	51.9
Industries .....	432.9	32.3	25.1	25.2	12.3	1.6	14.0	35.2	22.4	26.8
Households .....	164.6	34.6	20.8	27.3	-3.1	0.8	1.2	18.7	34.8	13.7
Marketable securities.....	65.5	65.0	21.8	-5.3	0.9	0.5	-1.0	42.5	36.6	-14.3
Deposits .....	308.0	15.3	17.1	11.3	-1.2	0.5	17.6	21.9	15.2	12.8
Bonds .....	173.6	27.9	65.7	64.4	4.7	2.6	-1.4	35.4	55.1	47.5
Foreign liabilities for relending.....	236.9	135.7	-13.0	27.9	1.2	2.1	9.0	7.9	22.1	15.9
<b>Banking system<sup>1</sup></b>										
Foreign assets, net .....	-198.7	170.9	47.6	91.7	-13.4	4.9	-5.0	183.9	88.5	48.2
Credit and marketable securities .....	736.3	28.0	24.8	22.6	16.9	3.0	22.0	31.9	26.0	20.8
Money supply, M1 <sup>3</sup> .....	69.8	20.3	19.4	4.0	-3.8	-5.4	6.8	30.0	16.2	0.2
M2 (M1 + demand savings deposits)....	137.9	12.7	3.8	-3.4	-4.9	-3.9	14.9	19.8	-1.0	3.1
M3 (M2 + time savings deposits).....	314.5	15.2	16.9	11.0	-2.2	0.5	18.0	22.2	14.6	12.7
M4 (M3 + securities issues) .....	488.1	17.3	27.3	25.7	2.5	3.1	16.6	25.1	24.2	23.0

1. Since March 1998, all percentage changes have been calculated using figures including FBA. This applies to the following items: credit (and subcategories of credit), marketable securities, bonds, foreign liabilities and M4 2. Treasury bills, shares and leasing contracts also included. 3. Sum of notes and coins in circulation and DMBs' demand deposits. Source: Central Bank of Iceland.

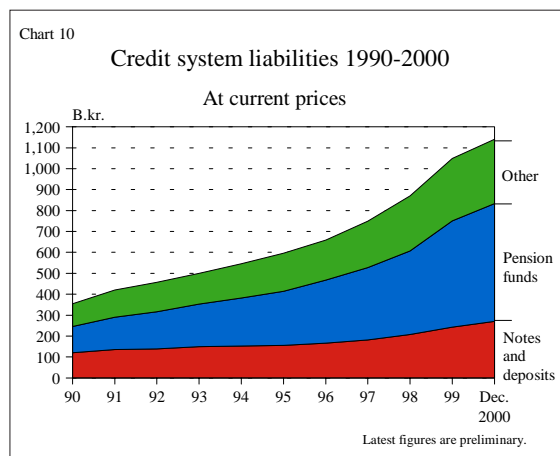
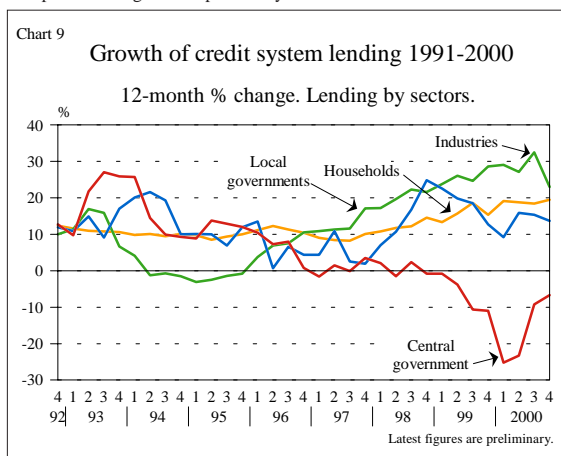




**Table 6 The credit system <sup>1</sup>**

	<i>In b.kr.</i> Dec. 2000	% change over year						3-mo. % change		
		1995	1996	1997	1998	1999	2000	June '00	Sept. '00	Dec. '00
<b>Assets</b>										
Loans and domestic securities.....	1,618.4	6.7	7.6	11.4	15.7	17.7	18.4	5.0	6.8	2.5
Banking system <sup>2</sup> .....	691.1	3.7	6.4	16.5	27.1	23.1	46.0	25.1	5.0	3.0
Industrial credit funds <sup>2</sup> .....	88.0	3.2	2.9	25.0	21.0	20.1	-39.8	-54.9	12.3	16.5
Housing credit funds.....	302.5	10.7	9.1	7.5	7.2	13.9	14.2	3.0	4.3	3.3
Pension funds.....	430.5	11.5	17.4	14.5	8.9	17.9	6.0	-0.2	1.0	1.4
Insurance companies.....	44.4	8.6	16.0	4.7	9.6	10.1	17.3	11.5	12.4	-7.4
Leasing companies.....	43.5	-14.1	32.8	76.4	38.9	23.7	29.0	10.5	7.6	4.3
Mutual funds.....	73.8	-13.9	60.0	68.0	123.5	24.1	-14.0	-6.7	-1.5	-6.1
Foreign credit.....	703.3	-0.1	9.5	10.6	21.0	27.0	39.2	14.4	9.2	7.4
Public lending funds <sup>3</sup> .....	263.8	13.4	208.2	1.6	-3.7	2.2	-0.4	3.1	0.2	-5.9
Total of above.....	2,640.9	5.7	25.7	12.2	15.8	18.6	19.0	6.0	4.8	3.2
Less inter-institutional lending.....	-1,022.5	3.0	74.9	13.6	16.0	20.0	20.2	7.8	1.9	3.5
Assets = liabilities.....	1,618.4	6.7	7.6	11.4	15.7	17.7	18.4	5.0	6.8	2.5
<b>Liabilities</b>										
Domestic liabilities.....	1,139.9	9.4	10.5	13.7	16.0	20.7	8.6	0.6	5.1	-0.6
Notes and deposits.....	270.1	2.2	6.8	9.4	14.4	16.9	11.0	5.1	0.0	1.6
Securities.....	149.0	11.4	0.6	15.6	29.7	21.6	10.0	1.9	16.1	-7.1
Insurance indemnity fund.....	39.3	9.9	11.1	4.8	5.8	9.1	11.9	1.6	10.5	-2.1
Pension funds.....	563.6	12.4	17.0	14.4	15.2	27.4	11.1	1.0	2.4	0.3
Capital of financial institutions.....	126.6	3.3	2.6	9.5	5.7	-2.9	18.8	1.5	7.6	-1.8
Other, net.....	-8.6	.	.	.	.	.	.	.	.	.
Foreign credit, net.....	478.4	0.5	0.5	5.1	14.8	8.6	50.5	19.6	11.5	10.9
<b>Credit by sector:</b>										
Central government.....	124.7	17.0	-3.5	3.5	-0.8	-11.0	-6.7	-2.4	18.7	-5.4
Municipalities.....	70.3	11.9	4.4	1.9	24.8	12.7	13.7	6.8	2.6	4.1
Industries.....	813.4	-0.8	10.5	17.1	21.6	28.6	23.0	6.0	7.1	2.5
Households.....	610.0	10.0	10.4	10.1	14.6	15.4	19.5	5.0	4.6	4.1

1. Included are the banking system, investment credit funds, pension funds, state lending funds, insurance companies, leasing companies, mutual funds and foreign sector. Figures are partly estimated. Latest figures are preliminary. 2. Beginning June 30, 2000, due to the FBA-Íslandsbanki merger, figures for FBA investment bank count as banking system, but previously as industrial credit funds. 3. Due to revised methodology, figures for 1997 and later years are not comparable to figures for previous years.



## Table 7 Financial markets

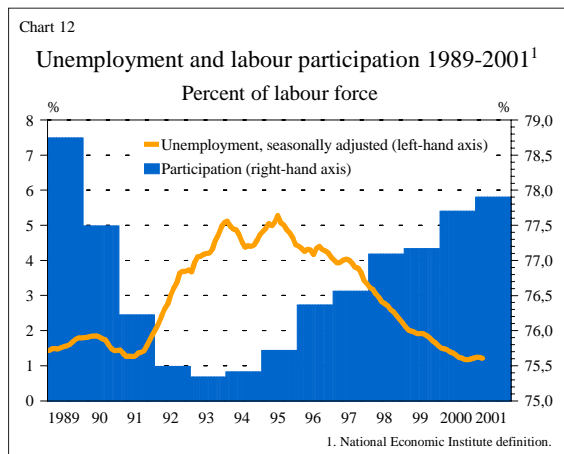
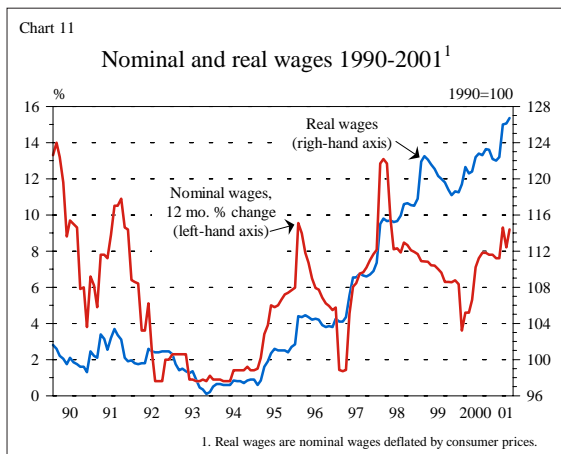
At end of period	Outstanding in b.kr.			1-month % change			12-month % change		
	1999	2000	Feb.'01	Dec.'00	Jan.'01	Feb.'01	Dec.'00	Jan.'01	Feb.'01
Money market <sup>1</sup> .....	23.8	17.5	26.1	-32.1	31.5	13.4	-26.3	-8.7	10.2
Securities market .....	420.2	531.5	530.9	1.1	0.2	-0.3	26.5	33.9	26.8
thereof treasury bonds .....	84.3	72.6	65.6	0.6	0.5	-10.1	-13.8	-15.2	-20.8
thereof housing bonds .....	169.7	181.8	180.8	0.5	-1.2	0.7	7.1	21.9	5.5
Market capitalisation of listed equity	369.8	388.7	373.1	1.7	-3.8	-0.2	5.1	-4.2	-9.2
Mutual funds units (open-end) .....	89.1	76.8	81.7	-4.9	2.0	4.2	-13.7	-11.8	-10.5

1. Bills issued by treasury, banks, savings banks and investment credit funds. 2. Government bonds, government notes, housing bonds, state housing fund bonds and listed bond issues of banks, savings banks, investment credit funds, leasing companies, firms, municipalities and foreign parties. Open-end mutual funds' units not included. Source: Central Bank of Iceland.

## Table 8 Labour market

Changes in indices are in percent. Other changes indicate increase/decrease in jobs or permits	Averages			1-month change			12-month change		
	1999	2000	Mar.'01	Jan.'01	Feb.'01	Mar.'01	Mar.'99	Mar.'00	Mar.'01
Wage index (1990=100).....	156.8	167.2	178.3	3.1	0.3	1.1	7.4	4.6	9.2
Real wages (1990=100) <sup>1</sup> .....	120.3	122.2	126.7	3.0	0.1	0.5	5.8	-1.2	5.1
Number of new work permits.....	3,073	4,018	284	44	-63	-27	68	22	65
Job vacancies, total.....	291	521	587	-95	61	91	48	197	239
thereof Greater Reykjavík Area .....	185	349	359	-93	12	35	83	106	134
<i>Period averages</i>	<i>1998</i>	<i>1999</i>	<i>2000</i>	<i>Jan.'01</i>	<i>Feb.'01</i>	<i>Mar.'01</i>	<i>Mar.'99</i>	<i>Mar.'00</i>	<i>Mar.'01</i>
Number of unemployed.....	3,789	2,602	1,865	2,174	2,124	2,013	3,268	2,523	2,013
Measured unemployment rate (% of labour force)	2.8	1.9	1.3	1.6	1.5	1.5	2.4	1.9	1.5
Seasonally adjusted unemployment rate.....	2.7	1.9	.	1.2	1.2	1.2	2.0	1.5	1.2
<i>Quarterly measurements</i>	<i>Averages</i>			<i>3-month % change</i>			<i>12-month % change</i>		
	<i>1999</i>	<i>2000</i>	<i>Q1'01</i>	<i>Q3'00</i>	<i>Q4'00</i>	<i>Q1'01</i>	<i>Q1'99</i>	<i>Q1'00</i>	<i>Q1'01</i>
Wage index (1990 = 100).....	156.7	167.1	176.8	1.4	0.5	3.9	7.4	4.3	8.9
Wages in the private sector.....	148.0	156.3	167.1	1.9	0.5	4.6	5.4	2.1	11.1
Wages in the public sector and banks.....	170.6	184.4	192.1	0.5	0.8	2.9	10.3	7.6	5.7

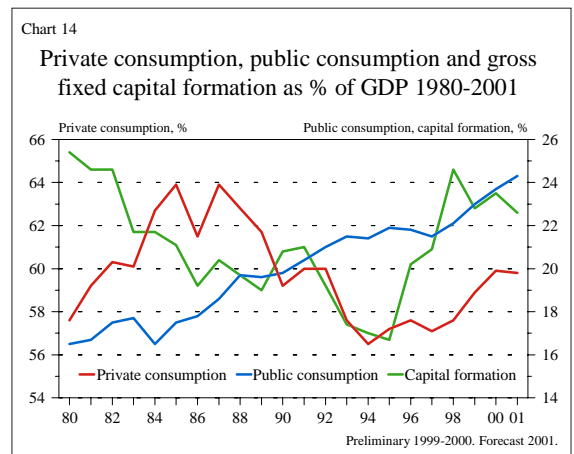
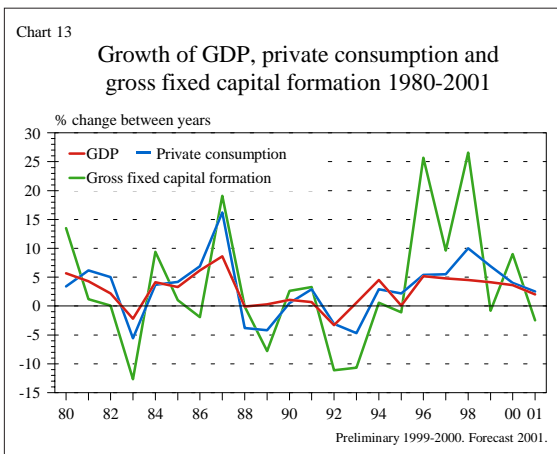
1. Deflated by consumer prices. Sources: Statistics Iceland, Directorate of Labour, Institute of Labour Market Research, Central Bank of Iceland.



## Table 9 National accounts

Billion króna	1993	1994	1995	1996	1997	1998	Preliminary		Forecast
							1999	2000	2001
Gross domestic production (GDP), current prices	412.0	438.8	451.4	484.0	524.7	577.4	623.6	669.4	716.5
Current account balance, current prices.....	3.1	8.5	3.7	-8.1	-8.1	-40.1	-43.6	-68.9	-72.2
GDP at 1990 fixed prices.....	361.0	377.2	377.7	397.2	416.0	434.9	454.2	470.4	479.9
GNP at 1990 fixed prices.....	352.5	363.3	368.3	390.3	409.4	428.1	445.6	458.4	465.6
<i>Volume changes between years, percent</i>									
Private consumption.....	-4.7	2.9	2.2	5.4	5.5	10.0	6.9	4.0	2.5
Public consumption.....	2.3	4.0	1.8	1.2	2.5	3.4	5.1	3.7	3.1
Gross fixed capital formation.....	-10.7	0.6	-1.1	25.7	9.6	26.6	-0.8	9.0	-2.5
Industries.....	-24.7	0.5	7.3	53.0	17.9	38.0	-2.5	11.3	-4.2
Housing.....	-5.8	0.0	-9.9	7.1	-6.1	1.1	0.3	1.4	2.0
Public works and buildings.....	14.4	-4.7	-12.4	-3.7	6.6	8.3	7.2	5.3	2.0
National expenditure.....	-4.2	2.5	2.2	7.2	5.7	12.3	4.6	5.4	1.1
Exports of goods and services.....	7.0	9.9	-2.1	9.9	5.7	2.2	4.4	5.1	3.4
Exports of goods.....	5.1	12.2	-2.2	9.1	1.9	-2.1	7.4	-0.7	1.9
Exports of services.....	12.0	4.1	-1.7	12.0	16.0	12.1	-1.8	18.0	6.1
Imports of goods and services.....	-7.7	4.2	4.0	16.7	8.5	23.3	5.7	9.3	0.9
Imports of goods.....	-12.7	7.5	6.5	16.6	5.8	24.2	5.0	3.8	-0.5
Imports of services.....	6.2	-3.3	-2.5	16.9	15.8	21.1	7.5	23.2	4.0
Gross domestic production (GDP).....	0.6	4.5	0.1	5.2	4.8	4.5	4.1	3.6	2.0
Gross national product (GNP).....	0.9	3.1	1.4	6.0	4.9	4.6	4.1	2.9	1.6
Gross national income (GNI).....	-1.0	3.7	0.8	4.6	5.8	6.5	4.3	1.9	2.1
Terms of trade (goods and services).....	-4.2	0.1	1.2	-3.0	2.5	5.1	-0.4	-2.5	0.1
<i>Percent of GDP</i>									
Private consumption.....	57.6	56.5	57.2	57.6	57.1	57.6	58.9	59.9	59.8
Gross fixed capital formation.....	17.4	17.0	16.7	20.2	20.9	24.6	22.8	23.5	22.6
Current account balance.....	0.8	1.9	0.8	-1.7	-1.6	-6.9	-7.0	-10.3	-10.1
Gross national saving.....	18.4	18.9	18.0	18.3	19.3	17.9	15.8	13.5	12.5

Source: National Economic Institute.

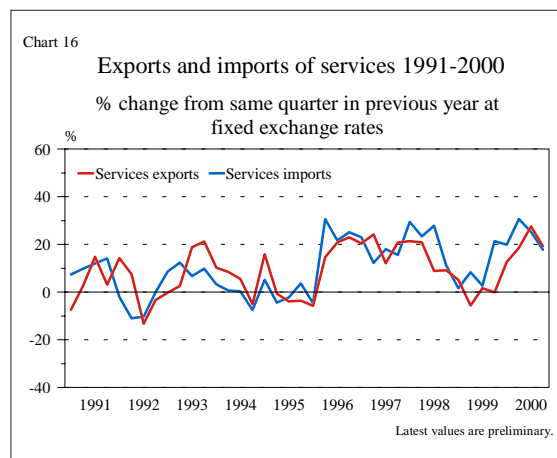
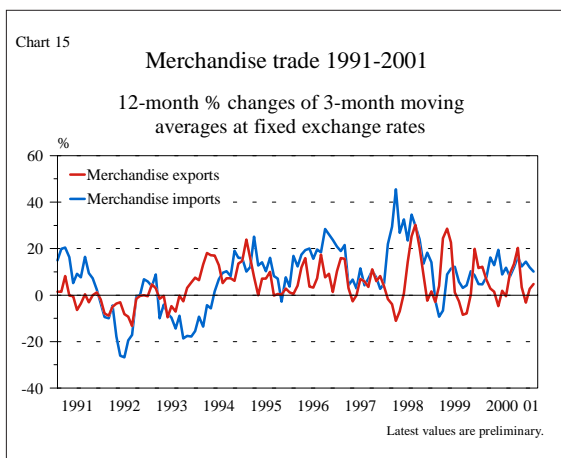


**Table 10 Current account balance (continued on next page)<sup>1</sup>**

<i>Trade in goods and services</i>	<i>Billion króna</i>					<i>% change from previous year<sup>2</sup></i>		
	<i>1997</i>	<i>1998</i>	<i>1999</i>	<i>2000</i>	<i>Jan.-Feb.'01</i>	<i>3 mo.</i>	<i>6 mo.</i>	<i>12 mo.</i>
Trade balance .....	0.3	-25.0	-22.4	-38.4	-0.6	.	.	.
Merchandise exports fob.....	131.2	136.6	144.9	148.4	27.6	4.9	3.6	2.7
Excluding ships and aircraft .....	126.0	134.3	138.5	145.5	26.5	1.5	3.7	4.7
Marine products .....	93.6	99.2	97.7	94.5	15.2	-8.8	-5.7	-3.0
Aluminium and ferro-silicon.....	18.9	21.6	25.7	30.7	8.0	23.3	16.6	22.2
Other industrial products.....	9.9	9.9	11.4	15.1	2.3	15.2	32.0	20.3
Merchandise imports fob. ....	131.0	161.6	167.8	187.3	28.3	10.2	11.0	12.4
Excluding ships and aircraft .....	128.2	154.2	159.7	177.5	27.2	7.0	9.5	11.0
Consumption goods.....	43.8	52.0	58.3	59.3	....	...	...	...
Investment goods .....	32.8	42.3	41.5	44.3	7.5	16.7	16.9	9.7

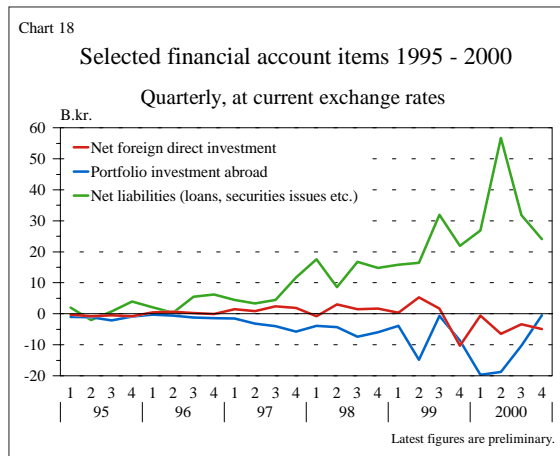
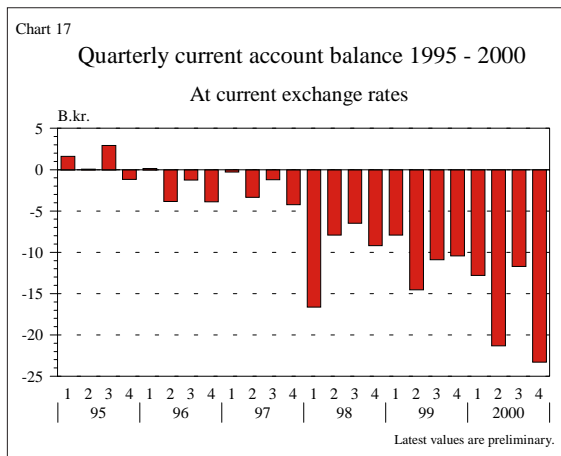
<i>Services and income balance</i>	<i>Billion króna</i>					<i>Change from prev. year (in króna)<sup>2</sup></i>		
	<i>1997</i>	<i>1998</i>	<i>1999</i>	<i>2000</i>	<i>2000:Q4</i>	<i>3 mo.</i>	<i>6 mo.</i>	<i>12 mo.</i>
Services balance.....	3.0	-1.3	-7.0	-10.8	-6.1	.	.	.
Services exports .....	59.7	67.1	67.1	81.1	19.4	20.7	24.6	21.8
Transportation .....	25.7	31.1	29.9	40.0	9.6	55.0	45.8	35.1
Travel .....	12.3	14.6	16.1	18.0	3.7	7.1	10.1	12.8
Other receipts .....	21.7	21.4	21.2	23.1	6.1	-5.2	8.1	10.0
Services imports .....	-56.8	-68.4	-74.2	-91.9	-25.4	19.2	22.6	25.0
Transportation .....	-17.9	-22.8	-25.6	-32.7	-9.7	24.6	30.8	28.7
Travel .....	-22.9	-28.0	-31.5	-37.1	-9.5	6.9	15.2	18.9
Other expenditure.....	-15.9	-17.6	-17.1	-22.1	-6.3	33.8	23.9	30.7
Balance on income .....	-11.9	-12.7	-13.5	-19.0	-6.1	.	.	.
Receipts .....	7.3	8.5	8.6	11.6	2.6	16.8	20.5	36.2
Compensation of employees.....	4.1	4.7	4.9	5.0	0.9	-26.3	-8.2	2.5
Interest payments .....	0.6	0.6	1.4	3.1	0.7	68.5	86.0	122.9
Dividends and reinvested earnings ...	2.6	3.1	2.3	3.5	0.9	79.4	37.5	54.4
Expenditures.....	-19.2	-21.2	-22.1	-30.6	-8.7	94.1	56.1	39.6
Compensation of employees.....	-0.4	-0.3	-0.3	-0.8	-0.5	471.0	279.1	149.8
Interest payments .....	-2.1	-2.3	-1.0	-1.0	-0.1	-210.3	-112.8	3.6
Dividends and reinvested earnings ...	-16.7	-18.6	-20.8	-28.7	-8.0	79.3	58.3	39.5
Current transfer, net.....	-0.2	-1.0	-0.7	-0.8	-0.3	88.8	64.9	6.1
Current account balance .....	-8.9	-40.1	-43.6	-68.9	-23.2	.	.	.



**Table 10 (continued) Current account balance<sup>1</sup>**

	Billion króna					Change from prev. year (in króna) <sup>2</sup>		
	1997	1998	1999	2000	2000:Q4	3 mo.	6 mo.	12 mo.
<i>Capital and financial account</i> .....	17.7	45.9	60.4	66.1	8.2	.	.	.
Capital transfer, net.....	0.0	-0.3	-0.1	-0.2	0.1	0.1	0.2	-0.2
<i>Financial account</i> <sup>4</sup> .....	17.7	46.2	60.4	66.3	8.1	-0.7	-13.5	6.4
Financial account excl. reserves.....	14.5	48.5	65.8	61.0	6.0	-3.2	-20.0	-4.2
Direct investment, net.....	6.6	5.4	-2.9	-15.3	-4.9	6.0	0.6	-12.4
Abroad.....	-3.6	-5.0	-7.7	-25.4	-14.4	-7.7	-11.8	-17.8
In Iceland.....	10.3	10.4	4.8	10.0	9.5	13.7	12.4	5.3
Portfolio investment, net.....	-17.3	-16.8	42.6	34.8	14.4	17.9	-3.1	-7.4
Assets.....	-14.4	-21.5	-28.1	-49.2	-0.5	8.7	-1.1	-21.3
Equities.....	-12.8	-17.9	-26.8	-49.9	-5.8	0.5	-6.3	-23.4
Debt securities.....	-1.6	-3.6	-1.4	0.7	5.3	8.2	5.2	2.1
Liabilities.....	-2.8	4.7	70.8	84.0	14.9	9.2	-2.0	13.9
Equities.....	-0.1	1.0	4.0	-8.0	-5.3	-8.0	-8.4	-11.9
Debt securities.....	-2.8	3.7	66.7	92.0	20.2	17.2	6.4	25.9
Other investment, net <sup>4</sup> .....	25.2	60.0	26.1	41.5	-3.6	-27.1	-17.5	15.7
Assets.....	-11.6	0.3	-12.7	-6.9	-11.8	-21.2	-13.7	5.6
Liabilities.....	36.7	59.7	38.7	48.4	8.3	-5.8	-3.8	10.0
Reserve assets.....	3.2	-2.3	-5.3	5.3	2.1	2.5	6.5	10.6
Net errors and omissions.....	-8.8	-5.9	-16.8	2.8	15.0	12.8	.	.
<i>Memorandum:</i>								
Long-term borrowing, net.....	24.0	57.8	86.1	139.5	24.1	0.8	0.6	54.2
Assets.....	-10.0	-5.6	-19.4	-0.8	-4.4	-10.5	-2.0	18.3
Monetary authorities.....	3.1	-2.3	-1.1	6.5	2.2	2.5	5.6	7.6
General government.....	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Deposit banks.....	-6.0	0.0	-9.3	-4.1	-11.0	-17.0	-14.2	5.2
Other sectors.....	-7.1	-3.3	-8.9	-3.2	4.5	4.0	6.6	5.6
Liabilities.....	34.0	63.4	105.5	140.4	28.5	11.3	2.9	36.0
Monetary authorities.....	0.0	3.9	-4.3	9.4	0.7	-3.0	-0.5	13.7
General government.....	-0.4	-3.5	5.6	14.9	2.8	5.4	6.7	9.4
Deposit banks.....	21.8	35.0	56.0	74.6	11.4	-2.9	-4.0	19.3
Other sectors.....	12.7	28.1	48.1	41.4	13.6	11.8	0.7	-6.3

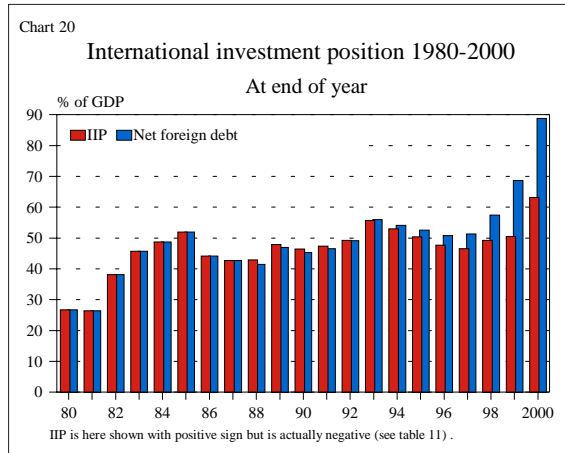
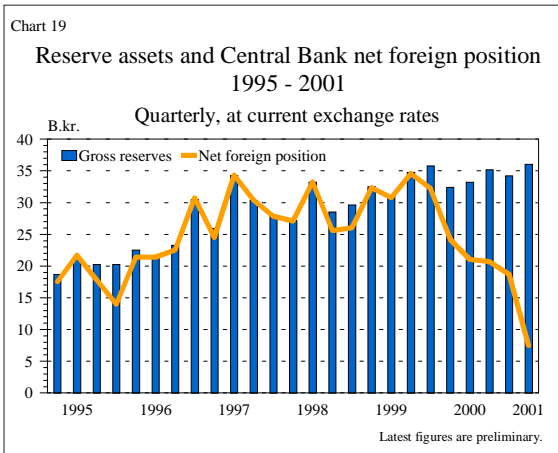
1. Latest figures are preliminary. 2. At current exchange rates, based on the period indicated. 3. Dividend payments and reinvestment of earnings on direct investment. 4. Positive value represents inflow of capital due to foreign borrowing or decrease in assets. Negative value accounts for outflow of capital, debt repayments or increase in assets. *Source:* Central Bank of Iceland.



**Table 11 International investment position**

	Position at end of period, billion kr									
	1996	1997	1998	1999	2000	March'00	June'00	Sept.'00	Dec.'00	
International investment position .....	-227.7	-246.1	-288.9	-311.1	-452.3	-313.8	-373.0	-410.3	-452.3	
Total assets.....	87.1	115.2	152.2	242.5	310.9	263.7	278.6	298.7	310.9	
Direct investment abroad .....	16.1	19.8	23.5	31.4	47.6	33.0	37.7	42.1	47.6	
Equity capital .....	6.6	9.3	9.7	15.2	36.4	16.8	24.9	27.9	36.4	
Other capital .....	9.5	10.5	13.8	16.2	11.2	16.2	12.8	14.2	11.2	
Portfolio assets .....	23.0	40.6	72.5	138.8	186.3	161.8	172.5	188.8	186.3	
Equity capital .....	12.2	28.7	57.5	124.3	179.7	144.5	159.8	177.4	179.7	
Debt securities .....	10.8	11.9	14.9	14.5	6.6	17.3	12.7	11.3	6.6	
Other investment assets .....	17.3	27.0	26.6	36.6	42.8	36.5	35.2	32.7	42.8	
Reserves.....	30.8	27.8	29.6	35.8	34.2	32.4	33.2	35.2	34.2	
Total liabilities .....	314.8	361.3	441.1	553.6	763.2	577.5	651.6	709.0	763.2	
Direct investment in Iceland .....	13.2	23.9	31.7	38.4	42.5	39.5	36.5	37.6	42.5	
Equity capital .....	7.7	14.3	23.8	26.5	31.6	27.5	26.3	26.7	31.6	
Other capital .....	5.6	9.6	7.9	11.9	10.9	12.0	10.2	10.9	10.9	
Portfolio liabilities.....	152.5	152.1	157.6	227.4	347.1	227.6	282.3	323.0	347.1	
Equity capital .....	0.1	0.0	1.0	4.8	1.6	4.7	2.3	2.1	1.6	
Debt securities .....	152.5	152.1	156.7	222.6	345.5	222.8	280.0	320.9	345.5	
Other investment liabilities .....	149.0	185.3	251.7	287.7	373.6	310.4	332.8	348.4	373.6	
Long-term debt.....	111.1	132.7	198.6	232.7	287.1	229.4	246.5	259.8	287.1	
Short-term debt.....	37.9	52.6	53.1	55.0	86.5	81.0	86.3	88.6	86.5	
<i>Memorandum:</i>										
Equity capital, net.....	15.0	24.6	48.3	112.4	183.2	133.2	158.7	179.8	183.2	
Net external debt position.....	-242.7	-270.7	-337.2	-423.5	-635.5	-447.0	-531.7	-590.1	-635.5	
Monetary authorities.....	31.1	27.9	26.0	32.2	18.6	24.1	21.0	20.6	18.6	
General government .....	-136.7	-137.4	-135.3	-138.1	-165.5	-131.6	-141.7	-156.5	-165.5	
Deposit banks .....	-37.7	-54.8	-94.1	-145.2	-328.3	-168.8	-282.9	-315.4	-328.3	
Other sectors.....	-99.4	-106.3	-133.9	-172.3	-160.3	-170.7	-128.1	-138.7	-160.3	
<i>Percent of gross domestic product<sup>1</sup></i>										
International investment position .....	-47.7	-46.6	-49.3	-50.5	-63.2	-46.2	-54.9	-60.4	-66.6	
Net external debt <sup>2</sup> .....	50.8	51.3	57.5	68.7	88.8	65.8	78.3	86.9	93.6	
External debt position <sup>2</sup> .....	63.2	63.9	69.6	82.8	100.5	78.5	90.3	98.6	105.9	
Long-term debt.....	50.7	50.2	57.4	66.2	81.6	62.1	70.6	79.3	86.4	
Short-term debt.....	12.5	13.7	12.2	16.6	19.0	16.4	19.7	19.3	19.5	

1. Foreign debt at year-end at annual average exchange rates. Quarterly foreign debt is at current exchange rates. Quarterly ratios as percent of annual GDP since quarterly values of GDP are not available. 2. Direct investment capital and portfolio equities excluded. *Source:* Central Bank of Iceland.

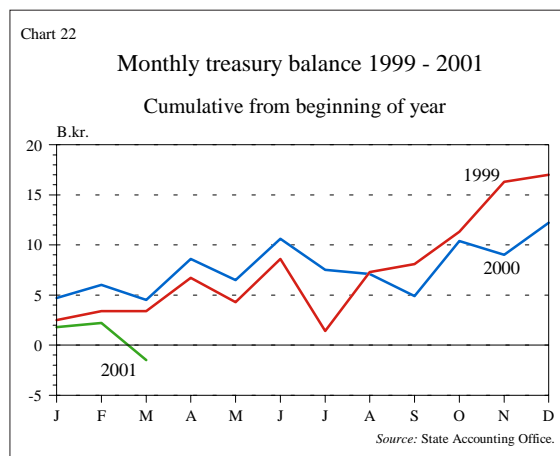
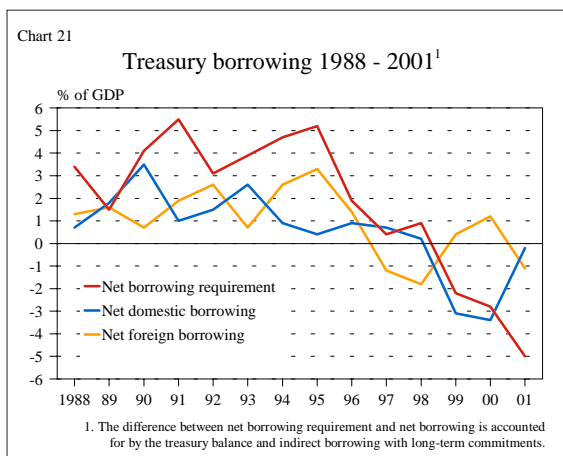


**Table 12 A summary of treasury finances <sup>1</sup>**

<i>In b.kr.</i>	1997	1998 <sup>2</sup>	1999	<i>Jan.-Dec.</i> <sup>3</sup>		% ch. from prev. year	<i>Previous 4 months</i>		% ch. from prev. year	
				1999	2000		Mar.'00	Mar.'01		
Revenues .....	135.3	180.8	222.6	195.0	207.6	6.4	71.2	77.0	8.1	
Expenditures.....	134.6	189.6	199.0	178.0	195.4	9.8	66.0	75.3	14.1	
Financial balance .....	0.7	-8.8	23.6	17.0	12.2	.	5.2	1.7	.	
Miscell. short-term accounts.....	-3.0	-1.5	-13.8	1.5	2.6	.	6.7	1.8	.	
Net lending.....	-0.3	2.9	-2.5	3.3	2.0	.	0.3	0.2	.	
Equity transactions.....	0.4	2.0	6.3	4.6	-0.3	.	-0.1	-0.1	.	
Balance before financing .....	-2.1	-5.4	13.6	26.4	16.5	.	12.2	3.6	.	
Net borrowing.....	2.3	-9.5	-4.0	-26.7	-16.2	.	-9.1	-1.1	.	
Short-term domestic.....	-3.9	2.9	-6.7	-5.3	-3.9	.	5.5	3.7	.	
Long-term domestic.....	7.8	-2.0	2.7	-14.3	-13.5	.	-9.5	-3.2	.	
From abroad.....	-6.5	-10.4	0.0	-1.1	8.2	.	-1.4	3.6	.	
Other liabilities <sup>4</sup> .....	5.0	0.0	0.0	-6.0	-7.0	.	-3.7	-5.3	.	
Cash balance .....	0.2	-9.5	9.6	-0.3	0.3	.	3.0	2.5	.	
<i>Revenues and expenditures – selected items</i>										
Total revenues .....	135.3	180.8	222.6	195.0	207.6	6.4	71.2	77.0	8.1	
Tax revenues.....	125.5	161.2	187.8	174.6	193.1	10.6	65.6	71.5	9.0	
Personal income taxes, gross .....	17.7	32.3	38.0	36.5	42.4	16.2	14.5	16.7	15.0	
Items subtracted from revenues .....	14.8	18.2	23.5	19.9	23.8	19.6	10.8	12.8	18.9	
Value-added tax.....	50.0	59.3	70.0	63.3	69.1	9.0	21.6	22.4	3.3	
Taxes on alcohol, petrol and cars ..	27.0	30.7	33.4	33.0	34.1	3.5	11.1	11.0	-1.4	
Payroll taxes.....	14.3	16.1	17.8	16.9	18.9	11.7	5.6	6.8	21.0	
Other taxes .....	1.6	4.6	5.1	5.0	4.9	-3.1	1.9	1.8	-3.3	
Interest, dividends and rent.....	8.3	10.8	12.0	8.1	8.8	9.3	3.0	3.5	14.3	
Profits from asset sales .....	0.6	2.5	11.0	7.0	0.6	-91.6	0.1	0.2	22.1	
Other revenues .....	0.9	6.3	11.8	5.3	5.1	-5.1	2.4	1.8	-24.0	
Total expenditures.....	134.6	189.6	190.4	178.0	195.4	9.8	66.0	75.3	14.1	
Expenditure on goods and services	54.4	84.3	83.4	75.2	83.8	11.5	30.2	30.3	0.2	
Current transfers.....	50.9	71.7	73.9	73.9	78.9	6.7	24.5	30.2	23.2	
Interest payments .....	14.9	16.0	14.7	11.2	16.1	44.5	6.7	9.2	38.1	
Maintenance .....	3.9	4.1	4.2	4.2	4.5	8.0	0.9	1.0	13.7	
Capital expenditures.....	10.5	13.6	14.2	13.5	12.1	-10.6	3.7	4.6	24.4	

1. 1997-1999 on accruals basis as in the Treasury Accounts but all figures for 2000 on cash basis. 2. The large increase in expenditures and revenues between 1997 and 1998 is in large part due to changes in accounting standards. 3. Cash basis. 4. Unfunded pension liabilities and interest on bullet bonds.

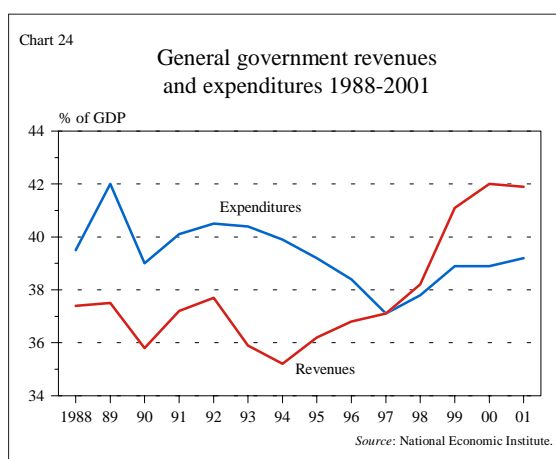
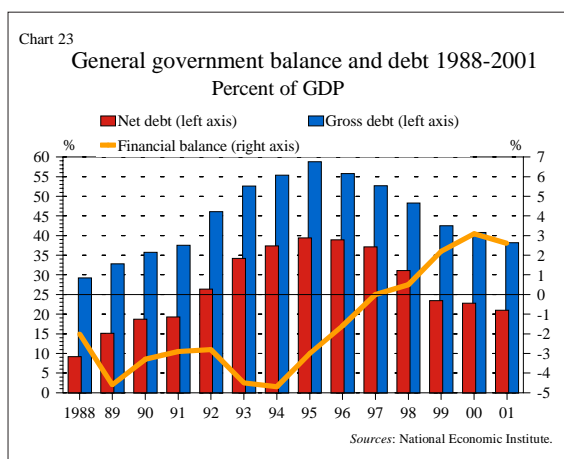
Source: State Accounting Office.



**Table 13 Public sector finances <sup>1</sup>**

<i>In b.kr.</i>	1992	1993	1994	1995	1996	1997	1998	1999	<i>Estimates</i>	
									2000	2001
<b>General government</b>										
Revenues .....	150.9	148.1	154.5	163.6	179.1	194.8	220.8	256.0	280.9	299.9
Expenditures .....	162.1	166.5	175.1	177.0	186.8	194.9	218.0	242.5	260.2	281.5
Financial balance.....	-11.2	-18.4	-20.6	-13.4	-7.7	-0.1	2.8	13.6	20.7	18.5
Net debt .....	106.5	143.2	165.5	179.3	191.5	196.5	180.7	147.6	157.6	153.8
Gross debt.....	185.6	220.1	245.1	267.6	274.4	279.4	280.5	272.1	282.4	280.4
<b>Central government</b>										
Revenues .....	121.6	119.0	125.1	131.3	144.6	151.3	170.5	197.9	216.6	229.9
Expenditures .....	131.2	132.8	138.5	142.8	151.9	148.5	164.3	183.4	194.1	211.1
Financial balance.....	-9.6	-13.8	-13.4	-11.6	-7.3	2.7	6.2	14.5	22.5	18.8
Net debt .....	98.4	130.6	144.9	155.4	168.2	172.3	151.3	118.8	123.3	116.7
Gross debt.....	166.1	195.6	213.9	232.6	239.2	241.6	237.8	226.0	232.8	227.2
<b>Local government</b>										
Revenues .....	31.5	31.0	31.9	34.9	40.0	48.2	54.4	60.9	67.3	75.1
Expenditures .....	33.2	35.7	38.8	36.4	40.5	51.2	58.6	63.8	69.2	75.5
Financial balance.....	-1.7	-4.7	-6.8	-1.4	-0.4	-3.0	-4.3	-2.9	-1.8	-0.4
Net debt .....	10.2	14.6	22.2	25.1	24.2	25.0	30.1	29.4	34.9	37.7
Gross debt.....	20.4	25.2	31.8	35.6	35.7	38.4	43.3	46.8	50.2	53.8
<b>General government, % of GDP</b>										
Revenues .....	37.7	35.9	35.2	36.2	37.0	37.1	38.2	41.1	42.0	41.9
Expenditures .....	40.5	40.4	39.9	39.2	38.6	37.1	37.8	38.9	38.9	39.3
Financial balance.....	-2.8	-4.5	-4.7	-3.0	-1.6	0.0	0.5	2.2	3.1	2.6
Net debt .....	26.4	34.2	37.4	39.4	38.9	37.1	31.1	23.0	22.8	20.6
Gross debt.....	46.1	52.6	55.4	58.8	55.8	52.7	48.3	42.5	40.8	37.6

1. The public sector includes the central and local governments and the social security system. Revenues and expenditures are here itemised according to the UN system of national accounts and deviate from the treasury accounts on accruals basis or (within the year) on cash basis shown in Table 12. The main differences are that by SNA standards i) in each year only pension liabilities increases due to activities during that year are shown; ii) instead of showing depreciation of tax claims as expenditures, a precautionary deduction is made on the revenue side; iii) profits from the sale of government assets are not shown as revenues. Instead, they are shown as a part of lending and borrowing transactions. Sources: National Economic Institute and Central Bank of Iceland. Central Bank estimates for 1999-2001.





**Table 14 Turnover <sup>1</sup>**

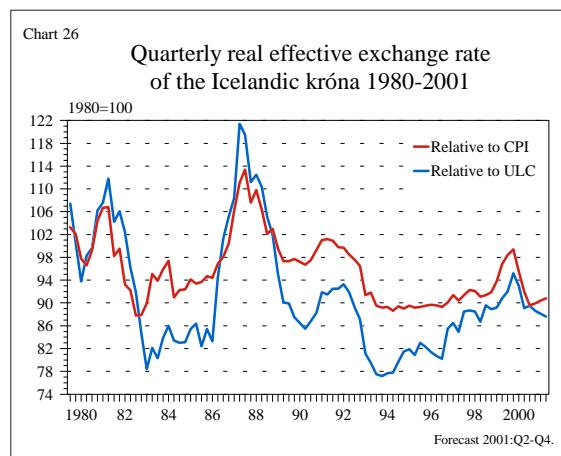
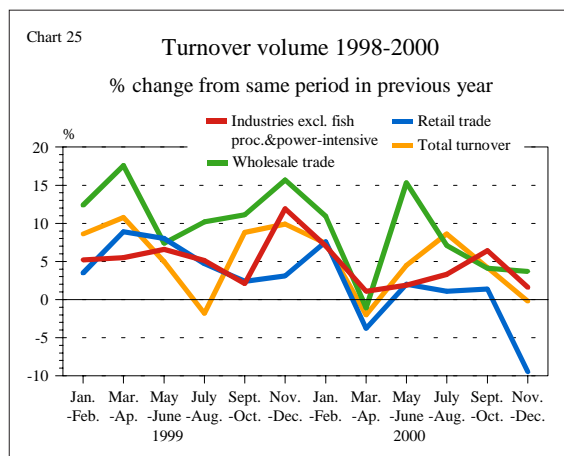
B.kr.	January-October			% ch. on prev. year, Jan.-Dec. <sup>2</sup>	
	1998	1999	2000	1999	2000
Industries, total .....	237,890	248,102	261,683	1.0	0.3
Industries, fish processing excluded .....	145,227	158,689	173,941	5.9	4.2
Industries, fish proc. and power-intensive excl.	122,323	132,921	142,423	6.3	3.4
Retail trade <sup>3</sup> .....	147,620	158,374	161,132	5.1	-0.9
Wholesale trade .....	211,984	243,093	265,645	12.3	6.5
Wholesale trade, fuels excluded.....	186,102	214,333	226,881	12.8	3.1
Construction .....	63,029	68,418	82,425	5.2	14.6
Total.....	952,111	1,040,648	1,115,875	6.9	3.4
Total excluding wholesale in fuels.....	926,228	1,011,889	1,077,111	5.8	1.2

1. Based on VAT reports. Figures are not comparable with the period before 1998 due to new methodology. 2. Based on price-adjusted turnover, deflated by the consumer price index. 3. Fuels not included. Source: National Economic Institute.

**Table 15 Real effective exchange rate of the Icelandic króna**

Real effective exchange rate (1980=100)	Annual averages					Q1 2001	% change on prev. year		
	1996	1997	1998	1999	2000		Q3'00	Q4'00	Q1'01
based on relative consumer prices (CPI) .....	89.5	90.3	91.7	93.5	96.3	89.6	1.8	-4.9	-8.9
based on relative unit labour costs (ULC) .....	81.9	84.3	88.1	89.6	92.3	89.5	4.3	-1.8	-2.7
<i>% change on previous year</i>	<i>1993</i>	<i>1994</i>	<i>1995</i>	<i>1996</i>	<i>1997</i>	<i>1998</i>	<i>1999</i>	<i>Prel. 2000</i>	<i>Estimate 2001</i>
Nominal effective exchange rate.....	-6.2	-4.7	0.8	0.0	1.2	1.5	0.0	0.4	-8.1
Foreign consumer prices .....	3.2	2.4	2.4	2.0	2.1	1.7	1.5	2.3	2.2
Domestic consumer prices .....	4.1	1.5	1.7	2.3	1.8	1.7	3.4	5.1	4.2
Real exchange rate based on relative CPI.....	-5.4	-5.5	0.1	0.3	0.9	1.6	1.9	3.1	-6.4
Foreign productivity .....	1.7	2.5	1.4	1.5	1.5	1.2	1.2	1.8	1.8
Domestic productivity .....	1.5	4.0	-1.0	2.1	2.3	1.8	1.5	1.4	1.0
Foreign wages .....	4.3	2.8	3.1	3.5	3.3	3.4	3.3	3.2	3.7
Domestic wages.....	0.9	0.8	4.3	5.2	5.8	7.1	5.5	5.7	7.2
Real exchange rate based on relative ULC.....	-9.0	-7.9	4.4	1.1	3.0	4.6	1.7	3.0	-4.2

Source: Central Bank of Iceland.



### Table 16 Real estate market and asset prices

Real estate market <sup>1</sup>	1998	1999	2000	March	1-mo. % change		12-mo. % change		
				2001	Feb.'01	Mar.'01	Mar.'99	Mar.'00	Mar.'01
Residential housing price index <sup>2</sup> .....	109.1	125.1	147.4	157.5	0.9	0.7	9.8	21.2	10.0
Apartment housing price index <sup>2</sup> .....	108.8	124.3	146.2	154.4	1.2	0.5	9.3	22.4	8.1
New housing loans at market prices (b.kr.) <sup>3</sup> .....	20.3	30.6	25.8	1.9	-10.5	-1.1	13.6	14.5	-20.2
Number of Housing Fin. Fund loan applications <sup>4</sup>	2,214	2,406	2,313	202	-6.7	-3.2	10.0	9.6	4.3

Fish quota prices (period averages, kr./kilo)									
Price of long-term cod quota (kr./kilo).....	758	771	860	710	0.0	-5.3	-1.4	16.4	-16.5
Price of short-term cod quota (kr./kilo).....	87	105	110	96	-3.6	1.1	33.0	8.1	-16.5

Equity market									
Share prices, Dec. 31., 1997 = 1,000	At end of year				April 30,	% change to April 30, 2001			
	1997	1998	1999	2000	2001	1-mo.	3-mo.	6-mo.	12-mo.
ICEX-15.....	1,000	1,098	1,618	1,306	1,139	-3.3	-6.4	-20.4	-34.7
ICEX-MAIN (The Main List index).....	1,000	1,047	1,512	1,303	1,144	-3.7	-6.8	-19.2	-33.3

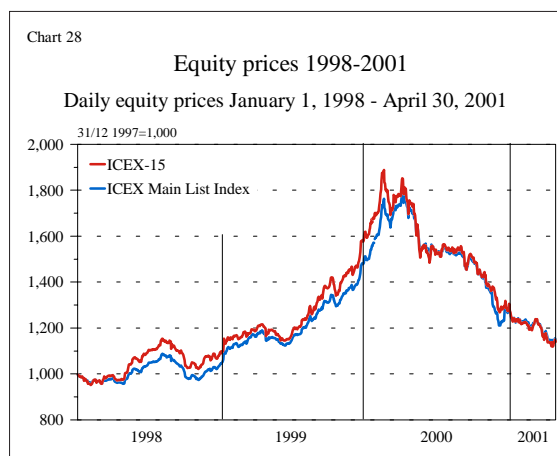
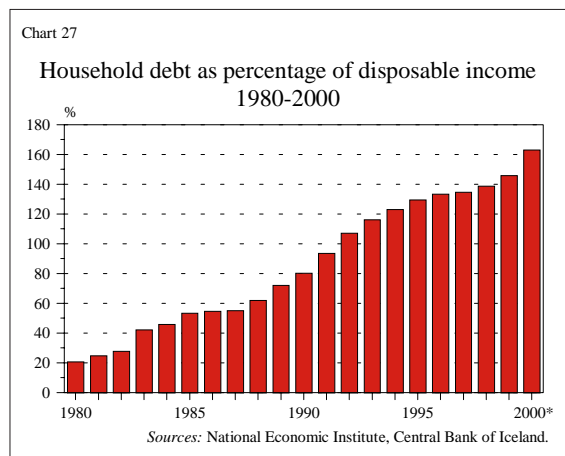
ICEX industry indices Dec. 31, 1997 = 100									
Fisheries.....	100	96	108	75	68	-0.9	-5.0	-15.2	-34.2
Finance and insurance.....	100	111	190	163	148	-4.5	-3.6	-19.2	-34.6
Transportation.....	100	131	211	118	101	-4.5	-12.0	-22.1	-45.5
Industries and production.....	100	96	150	156	114	-3.9	-18.7	-28.6	-39.9

1. Monthly figures are 3-month moving averages. 2. Greater Reykjavik Area. January 1997=100. 3. Percentage changes are price-adjusted using the price index for residential housing in the Greater Reykjavik Area. 4. Housing Financing Fund applications for new and renewed housing. Sources: The Valuation Office of Iceland, Federation of Icelandic Fishing Vessel Owners, The Icelandic Quota Exchange, Iceland Stock Exchange (ICEX), Central Bank of Iceland.

### Table 17 Households and firms: assets and debt

B.kr. unless otherwise stated	1993	1994	1995	1996	1997	1998	1999	Estimate 2000	% change 1999-2000
Household assets in resident. housing and cars <sup>1</sup>	552.4	569.2	585.0	623.7	659.6	699.2	728.9	751.7	3.1
Assets in pension funds.....	204.5	229.7	258.1	302.0	345.6	398.2	507.3	563.6	11.1
Household debt with the credit system.....	262.5	289.1	317.9	350.7	386.2	442.6	510.6	610.0	19.5
Household debt as % of disposable income.....	116.0	122.9	129.4	133.4	134.7	138.7	145.8	163.0	.
Firms' debt with the credit system.....	335.1	332.1	327.3	359.2	420.7	509.4	658.6	813.3	23.5
Debt of firms in fisheries sector.....	101.8	95.6	93.6	116.1	123.1	139.7	148.3	179.1	20.7

1. National Economic Institute national wealth estimates. Sources: National Economic Institute and Central Bank of Iceland.



## Table 18 Icelandic firms' financial accounts

<i>Accounts of publicly listed companies</i> <sup>1</sup>	<i>Change (in kr.)</i>				<i>% of turnover</i>			
	1998	1999	2000	1999-2000	1999	2000		
<i>All amounts are in b.kr.</i>								
Profit before financial expenses and depreciation .....	21.9	20.9	27.9	7.0	7.3	7.8		
Fisheries.....	10.1	7.2	8.7	1.5	14.7	17.4		
Transportation.....	3.6	3.8	2.4	-1.4	8.4	4.7		
Software industries.....	0.3	1.2	1.6	0.4	8.7	10.2		
Manufacture and production industries.....	1.8	2.1	5.5	3.4	7.5	12.5		
Profit after taxes .....	6.7	8.1	-1.8	-9.9	2.9	-0.5		
Fisheries.....	1.3	1.0	-4.8	-5.8	2.1	-9.5		
Transportation.....	1.5	3.0	-0.5	-3.5	6.4	-0.8		
Software industries.....	0.3	0.6	1.0	0.4	4.5	6.0		
Manufacture and production industries.....	0.8	0.6	1.3	0.7	2.3	2.9		
Equity ratio .....	35.0	33.8	30.1	.	.	.		
Return on equity .....	8.2	7.1	-1.7	.	.	.		
Total number of listed companies at end of period.....	67	75	75	0	.	.		
 <i>Accounts of commercial banks and savings banks</i> <sup>2</sup>								
<i>All amounts are in b.kr.</i>								
	1995	1996	1997	1998	1999	2000	<i>% change</i>	
							'98-'99	'99-'00
Net interest income.....	12.3	12.4	13.3	14.4	18.0	21.1	25.2	17.1
Other operating income.....	6.1	7.0	8.6	9.9	13.4	13.4	35.6	0.6
Net operating income .....	18.4	19.4	21.9	24.3	31.4	34.6	29.4	10.1
Operating expenses.....	12.5	13.2	14.5	16.5	19.6	22.7	18.4	15.9
Provisions for bad and doubtful debts.....	3.1	2.9	2.0	3.1	3.6	4.0	15.0	10.7
Value adjustments.....	-	-	-	-	-	1.7	.	.
Taxes.....	0.9	0.9	1.2	0.5	1.5	1.9	204.6	22.7
Profit.....	1.7	2.4	3.0	4.1	6.7	4.4	62.6	-34.7
Total assets at end of period.....	295.8	330.2	385.5	496.9	627.0	789.7	26.2	25.9
Stockholders' equity at end of period.....	27.1	29.8	33.0	37.6	44.2	49.1	17.7	11.1
 <i>% at end of period</i>								
Return on equity.....	6.9	8.8	9.9	13.3	17.8	9.8	.	.
Cost ratio <sup>3</sup> .....	68.1	67.8	66.2	68.1	62.3	65.6	.	.
Capital ratio.....	12.7	12.2	11.3	10.3	10.3	9.7	.	.
Capital ratio excluding subordinated loans.....	11.7	10.8	9.9	8.6	7.9	6.6	.	.

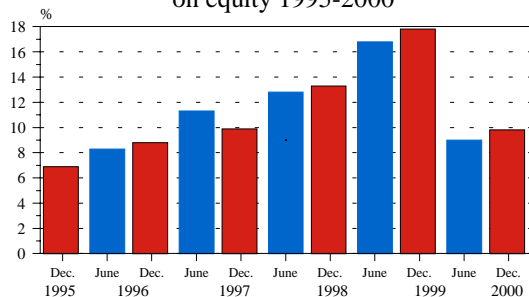
1. Companies listed on Iceland Stock Exchange (ICEX), excluding the finance and insurance sector. Results for 1999 are paired with results for 2000.

2. The sample includes the three largest commercial banks and the three largest savings banks. FBA is included from 1998 but before 1998 the Fisheries Investment Fund and Industrial Loan Fund are included. 3. Operating expenses as a percentage of net operating income.

Sources: The Financial Supervisory Authority, Central Bank of Iceland.

Chart 29

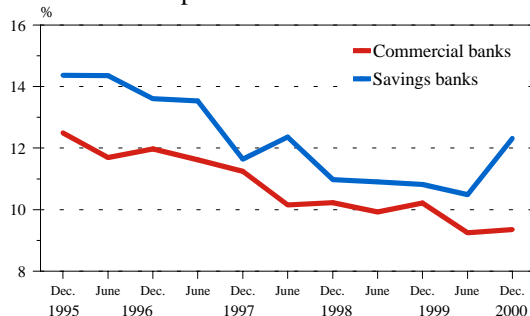
### Commercial banks and savings banks: return on equity 1995-2000



The three largest commercial banks and six largest savings banks. From 1998 FBA is included and before that the Fisheries Investment Fund and Industrial Loan Fund.  
Source: The Financial Supervisory Authority.

Chart 30

### Commercial banks and savings banks: capital ratio 1995-2000



Based on the three largest commercial banks' and six largest savings banks' accounts.  
Source: The Financial Supervisory Authority.

## Table 19 International comparison

<i>Based on latest monthly data for each region:</i>	<i>EU-15</i>	<i>EMU-11</i>	<i>USA</i>	<i>UK</i>	<i>Japan</i>	<i>Sweden</i>	<i>Norway</i>	<i>Finland</i>	<i>Denmark</i>	<i>Iceland</i>
Inflation in previous 12 months.....	2.3	2.6	2.9	0.8	-0.1	1.8	3.7	2.9	2.3	4.5
Unemployment <sup>1</sup> .....	8.0	8.7	4.3	5.2	4.7	3.9	3.5	9.6	5.4	1.2
Economic growth <sup>2</sup> .....	2.9	3.0	2.7	2.6	2.8	3.2	0.9	5.5	2.3	3.6
Long-term interest rates (nominal yield) <sup>3</sup> ...	4.6	4.6	4.9	5.2	0.5	4.8	6.6	5.0	5.1	10.9
Long-term interest rates (real yield) <sup>3,4</sup> .....	...	...	3.1	3.0	...	2.8	...	...	...	5.9
Short-term interest rates <sup>5</sup> .....	4.9	4.7	3.9	5.3	0.4	4.0	7.5	4.8	5.0	12.0
<i>In 2000 (unless otherwise stated):</i>										
GDP per capita based on PPP, in thous. US\$ <sup>6</sup>	...	21.7	33.9	22.1	24.6	23.0	28.1	22.7	27.1	25.3
Gross savings, % of GDP .....	21.0	...	18.1	16.3	...	19.3	28.3	25.2	20.6	15.9
Gen. government fin. balance, % of GDP....	0.7	0.3	2.3	2.7	-6.0	3.4	14.0	4.0	2.7	3.1
Gen. government gross debt, % of GDP.....	70.3	72.7	59.5	53.5	112.3	56.2	26.1	43.5	50.4	40.8
Gen. government expenditure, % of GDP....	44.3	45.0	29.3	38.4	38.2	53.9	40.6	44.8	51.3	39.3
Current account balance, % of GDP.....	-0.2	0.0	-4.3	-1.5	2.8	2.4	15.4	5.5	1.4	-10.3

1. Seasonally adjusted. 2. Annual GDP growth based on latest quarterly figures for all regions except Iceland. Seasonally adjusted except for Denmark and Sweden. 3. Five-year treasury bonds. 4. Figures are omitted where price indexation is not applied. 5. Three-month money market rates. 6. In 1998. Converted to US dollars at an exchange rate that eliminates the difference in price levels between the countries. *Sources:* Eurostat, International Monetary Fund, OECD, Thomson Financial Datastream.

## Table 20 International economic developments

	<i>1993</i>	<i>1994</i>	<i>1995</i>	<i>1996</i>	<i>1997</i>	<i>1998</i>	<i>1999</i>	<i>Prel. 2000</i>	<i>Forecast 2001</i>
<i>Annual economic growth (%)<sup>1</sup></i>									
World.....	2.3	3.7	3.6	4.0	4.2	2.8	3.5	4.8	3.2
Euro area .....	-0.8	2.3	2.3	1.5	2.4	2.9	2.6	3.4	2.4
United Kingdom.....	2.3	4.4	2.8	2.6	3.5	2.6	2.3	3.0	2.6
United States .....	2.7	4.0	2.7	3.6	4.4	4.4	4.2	5.0	1.5
Japan.....	0.5	1.0	1.6	3.3	1.9	-1.1	0.8	1.7	0.6
Developing countries .....	6.3	6.7	6.1	6.5	5.8	3.5	3.8	5.8	5.0
Countries in transition.....	-7.6	-7.6	-1.5	-0.5	1.6	-0.9	2.6	5.8	4.0
<i>Annual growth in world trade (%).....</i>	3.7	9.0	9.1	6.5	10.1	4.2	5.3	12.4	6.7
<i>Consumer price inflation</i>									
Euro area .....	4.0	3.2	3.0	2.5	1.7	1.3	1.2	2.4	2.3
United Kingdom.....	3.0	2.4	2.8	3.0	2.8	2.7	2.3	2.1	2.2
United States .....	3.0	2.6	2.8	2.9	2.3	1.5	2.2	3.4	2.6
Japan.....	1.2	0.7	-0.1	0.1	1.7	0.6	-0.3	-0.6	-0.7
<i>Unemployment, % of labour force</i>									
Euro area .....	10.7	11.5	11.2	11.5	11.4	10.7	9.9	9.0	8.4
United Kingdom.....	10.4	9.7	8.7	8.2	7.1	6.3	6.0	5.6	5.3
United States .....	6.9	6.1	5.6	5.4	5.0	4.5	4.2	4.0	4.4
Japan.....	2.5	2.9	3.1	3.3	3.4	4.1	4.7	4.7	5.3
<i>Gen. government fin. balance, % of GDP<sup>2</sup></i>									
Euro area .....	-5.7	-5.2	-5.1	-4.4	-2.6	-2.2	-1.3	0.3	-0.5
United Kingdom.....	-8.0	-6.8	-5.8	-4.4	-2.0	0.4	1.3	2.7	2.2
United States .....	-5.1	-3.6	-3.1	-2.2	-0.9	0.3	1.0	2.3	2.6
Japan.....	-1.6	-2.3	-3.6	-4.2	-3.3	-5.0	-7.0	-6.0	-6.0
<i>Long-term interest rates<sup>3</sup></i>									
Euro area .....	8.3	8.2	8.6	7.1	6.0	4.8	4.7	5.5	5.8
United Kingdom.....	7.5	8.2	8.2	7.8	7.0	5.5	5.1	5.5	5.7
United States .....	5.9	7.1	6.6	6.4	6.4	5.3	5.6	6.1	6.4
Japan.....	4.3	4.4	3.4	3.1	2.4	1.5	1.7	1.8	2.1

1. Real GDP percent change between years. 2. General government, e.g. central government, local governments and social security transactions. 3. Yields on ten-year treasury bonds. *Sources:* International Monetary Fund, OECD, Consensus Forecasts.

**Table 21 Historical economic indicators (continued on next page)**

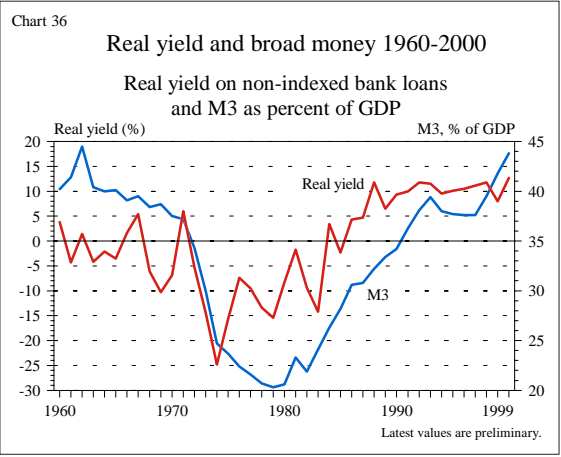
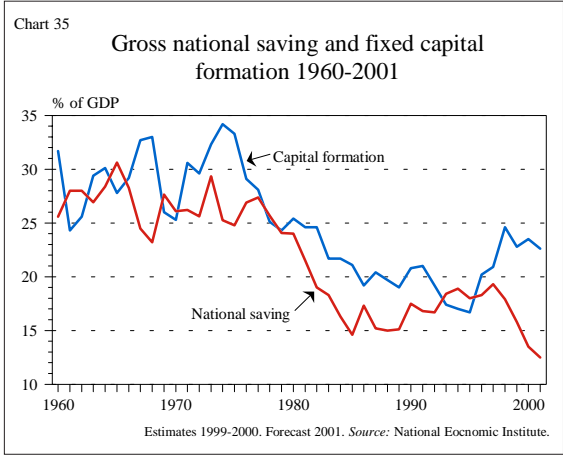
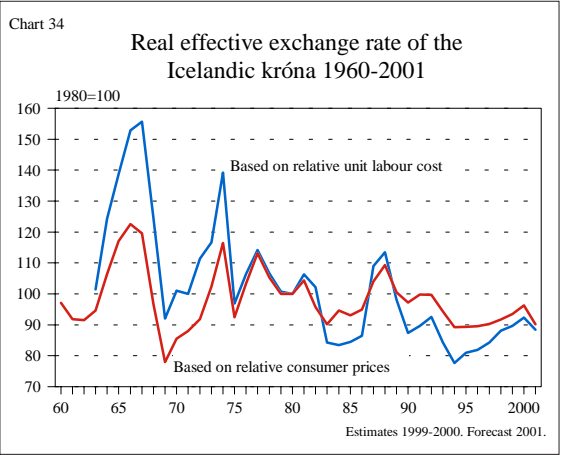
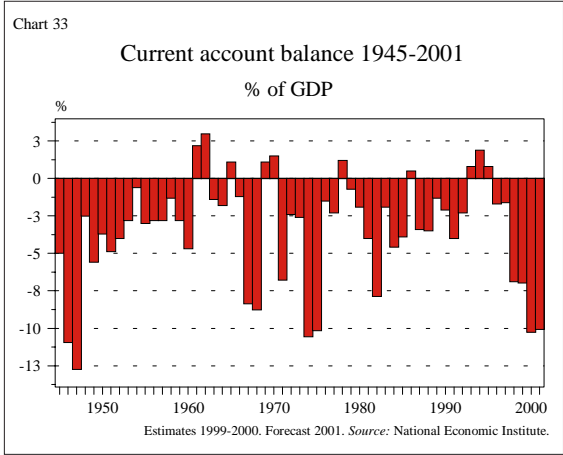
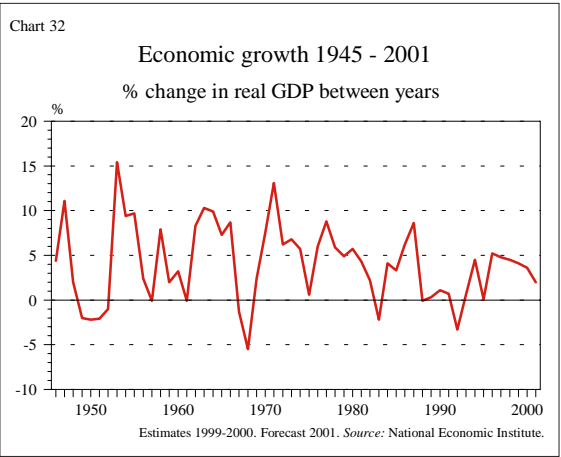
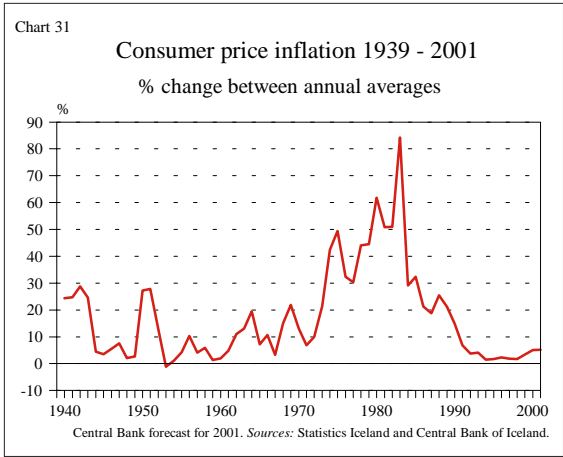
	<i>Consumer prices</i> <sup>1</sup>		<i>Króna effective exchange rate</i> <sup>2</sup>			<i>Interest rates (%)</i>			<i>Money and credit</i>			Ratio of gr. reserves to merch. imports <sup>6</sup>	External debt, % of GDP <sup>7</sup>	Growth of real GDP(%)
	Consumer price index	CPI inflation (%)	Nominal exchange rate <sup>3</sup>	Real exchange rate <sup>4</sup>		Gov. bonds average yield <sup>5</sup>	Banks' secured lending (real yield)		% change over year					
				Relative CPI	Relative ULC		Non-ind.	Indexed	M3	DMBs' lending	Credit system lending			
1972 .....	0.5	9.9	3.9	91.8	111.4	5.1	-5.3	.	18.3	21.3	23.0	4.7	30.8	6.2
1973 .....	0.7	21.4	4.3	102.4	116.6	5.1	-14.4	.	33.0	35.2	34.6	3.7	29.6	6.8
1974 .....	0.9	42.4	4.8	116.4	139.2	5.1	-24.8	.	27.6	55.6	64.8	1.2	30.2	5.7
1975 .....	1.4	49.4	7.5	92.4	96.9	3.9	-15.7	.	29.0	32.1	46.4	1.3	42.8	0.6
1976 .....	1.8	32.4	8.5	103.3	106.4	5.8	-7.4	.	32.5	26.8	32.2	2.2	40.7	6.0
1977 .....	2.4	30.3	9.7	113.1	114.2	3.5	-9.5	.	43.9	40.5	41.8	2.0	37.6	8.8
1978 .....	3.5	44.0	13.9	105.3	106.6	3.3	-13.4	.	48.7	47.3	62.8	2.6	39.2	5.9
1979 .....	5.0	44.5	18.7	100.0	100.7	3.5	-15.4	.	55.9	58.1	46.4	2.5	39.7	4.9
1980 .....	8.1	61.8	25.9	100.0	100.0	3.5	-8.3	2.3	65.4	66.4	71.1	2.4	35.9	5.7
1981 .....	12.2	50.8	34.7	104.3	106.3	3.2	-1.7	2.5	70.5	72.2	54.1	3.0	36.5	4.3
1982 .....	18.4	51.0	54.5	95.7	102.2	3.5	-9.4	2.9	58.0	92.0	100.2	2.1	46.4	2.2
1983 .....	33.9	84.2	100.0	90.2	84.3	3.8	-14.2	3.0	78.7	85.6	82.9	2.5	57.2	-2.2
1984 .....	43.7	29.2	116.3	94.6	83.4	7.0	3.4	5.5	33.4	43.0	40.2	2.1	60.2	4.1
1985 .....	57.9	32.4	148.7	93.1	84.5	6.9	-2.3	5.0	47.6	29.7	35.2	2.8	63.6	3.3
1986 .....	70.2	21.3	171.0	94.9	86.4	8.5	4.3	5.2	35.0	19.1	20.1	3.6	56.5	6.2
1987 .....	83.4	18.8	177.3	104.0	109.0	8.7	4.7	7.7	35.2	42.1	31.4	2.4	49.4	8.6
1988 .....	104.6	25.4	202.6	109.3	113.4	8.7	11.8	9.2	24.0	37.2	34.0	2.4	51.3	-0.1
1989 .....	126.7	21.1	254.7	100.5	98.1	7.4	6.5	7.8	27.2	25.2	33.8	3.0	56.8	0.3
1990 .....	145.5	14.8	283.7	97.2	87.4	7.0	9.3	8.0	14.9	11.0	12.5	3.3	55.8	1.1
1991 .....	155.4	6.8	283.6	99.8	89.6	8.1	10.0	9.2	14.4	11.6	15.4	3.2	56.2	0.7
1992 .....	161.2	3.7	285.0	99.7	92.5	7.4	11.8	9.3	3.8	5.3	11.3	4.0	59.1	-3.3
1993 .....	167.8	4.1	308.8	94.3	84.3	6.7	11.5	9.1	6.5	5.0	11.2	4.3	66.9	0.6
1994 .....	170.3	1.5	324.8	89.2	77.6	5.0	9.5	7.9	2.3	-1.3	4.8	2.6	64.7	4.5
1995 .....	173.2	1.7	322.3	89.3	81.0	5.6	10.1	8.7	2.2	0.0	6.7	2.4	63.1	0.1
1996 .....	177.1	2.3	322.9	89.5	81.9	5.5	10.5	8.9	6.8	11.8	7.6	3.0	63.2	5.2
1997 .....	180.3	1.8	318.7	90.3	84.3	5.3	11.1	9.0	8.7	12.7	11.4	2.6	63.9	4.8
1998 .....	183.3	1.7	313.6	91.7	88.1	4.7	11.8	8.8	15.2	30.4	15.7	2.2	69.6	4.5
1999 .....	189.6	3.4	313.1	93.5	89.6	4.4	8.0	8.6	16.9	23.3	17.7	2.6	82.8	4.1
2000 .....	199.1	5.0	313.3	96.3	92.3	...	12.7	9.5	11.0	26.4	18.4	2.1	100.5	3.6

1. Annual averages (May 1988=100) and changes between years. 2. Annual averages. Exchange rate of the króna against a trade-weighted average of foreign currencies. 3. 1983=100. 4. 1980=100. ULC= unit labour cost. 5. Annual average yield of indexed treasury bonds of all maturities. Yields on Iceland Stock Exchange from 1987. Before that, primary market yields. 6. Gross foreign exchange reserves at end of period as a ratio of the average monthly value of merchandise imports. Calculated at fixed exchange rates. 7. Gross debt. Direct investment capital excluded.

Table 21 (continued) Historical economic indicators

	Components of GDP											Wages (% change from previous year)		
	(% change from previous year)			External trade (% change from prev. year)				Gen. government (% of GDP) <sup>8</sup>			Labour market (% of labour force)		Real wages <sup>9</sup>	Real disposable income
	Private consumption	Gross fixed cap. formation	National expenditure	Goods & services (volume changes)		Terms of trade	Curr. acc. balance (% of GDP)	Financial balance	Revenues	Expend.	Unemployment	Labour particip.		
1972.....	7.3	0.9	-1.8	14.5	0.5	-2.1	-2.4	1.0	33.3	32.4	0.5	71.1	.	8.4
1973.....	5.3	22.4	12.8	8.7	20.3	10.1	-2.6	0.2	32.9	32.7	0.4	71.5	.	7.3
1974.....	10.3	7.9	13.9	-2.7	12.5	-6.6	-10.6	-2.6	33.0	35.6	0.4	72.3	.	11.6
1975.....	-9.6	-8.8	-5.5	2.6	-12.8	-11.1	-10.2	-2.7	33.0	35.7	0.5	72.2	.	-15.1
1976.....	5.4	-2.7	-3.5	13.1	-3.6	7.8	-1.5	1.1	32.1	31.1	0.5	73.4	.	2.3
1977.....	12.9	11.5	15.0	8.9	20.6	7.0	-2.3	-0.2	30.5	30.7	0.3	72.5	.	15.5
1978.....	9.0	-5.8	2.1	15.2	3.6	0.3	1.2	0.1	31.0	30.9	0.3	73.6	.	8.5
1979.....	2.8	-1.5	3.5	6.3	2.5	-8.6	-0.7	0.9	32.4	31.4	0.4	73.0	.	2.0
1980.....	3.4	13.5	5.7	2.7	3.0	-2.8	-1.9	1.3	33.8	32.5	0.3	74.1	.	1.1
1981.....	6.2	1.2	5.6	3.2	7.1	-0.5	-4.0	1.3	34.9	33.6	0.4	76.8	0.7	5.5
1982.....	5.0	0.1	5.0	-8.9	-0.6	-0.8	-7.9	1.7	36.0	34.3	0.8	77.6	1.7	2.2
1983.....	-5.6	-12.7	-8.6	11.0	-9.7	-1.3	-1.9	-2.0	34.0	36.1	1.0	77.4	-16.7	-12.5
1984.....	3.7	9.4	6.4	2.4	9.1	0.6	-4.6	2.2	35.4	33.1	1.3	77.6	-3.1	-2.5
1985.....	4.2	1.0	2.7	11.1	9.4	-0.9	-3.9	-1.7	34.0	35.7	0.9	79.3	1.2	10.8
1986.....	6.9	-1.9	4.5	5.9	0.9	5.4	0.5	-4.0	33.7	37.8	0.7	80.9	5.7	9.5
1987.....	16.2	19.1	15.7	3.3	23.3	4.3	-3.4	-0.9	33.9	34.7	0.4	84.1	9.0	25.8
1988.....	-3.8	-0.1	-0.6	-3.6	-4.6	-0.8	-3.5	-2.0	37.4	39.5	0.6	80.1	2.2	-2.7
1989.....	-4.2	-7.8	-4.4	2.9	-10.3	-3.9	-1.3	-4.6	37.5	42.0	1.6	78.7	-9.1	-9.4
1990.....	0.5	2.6	1.5	0.0	1.0	-2.0	-2.1	-3.3	35.8	39.0	1.8	77.5	-4.9	-4.6
1991.....	2.9	3.3	4.5	-5.9	5.3	3.5	-4.0	-2.9	37.2	40.1	1.5	76.2	1.4	2.1
1992.....	-3.1	-11.1	-4.6	-1.9	-5.9	-0.5	-2.3	-2.8	37.7	40.5	3.0	75.5	-0.8	-1.9
1993.....	-4.7	-10.7	-4.2	7.0	-7.7	-4.2	0.8	-4.5	35.9	40.4	4.4	75.3	-2.6	-6.0
1994.....	2.9	0.6	2.5	9.9	4.2	0.1	1.9	-4.7	35.2	39.9	4.8	75.4	-0.3	0.0
1995.....	2.2	-1.1	2.2	-2.1	4.0	1.2	0.8	-3.0	36.2	39.2	5.0	75.7	2.8	3.0
1996.....	5.4	25.7	7.2	9.9	16.7	-3.0	-1.7	-1.6	37.0	38.6	4.3	76.4	4.0	3.0
1997.....	5.5	9.6	5.7	5.7	8.5	2.5	-1.6	0.0	37.1	37.1	3.9	76.6	3.6	5.0
1998.....	10.0	26.6	12.3	2.2	23.3	5.1	-6.9	0.5	38.2	37.8	2.8	77.1	7.6	7.2
1999.....	6.9	-0.8	4.6	4.4	5.7	-0.4	-7.0	2.2	41.1	38.9	1.9	77.2	3.3	4.5
2000.....	4.0	9.0	5.4	5.1	9.3	-2.5	-10.3	3.1	42.0	38.9	1.3	77.7	1.6	1.5

8. Central and local governments and the social security system. 9. Deflated by consumer prices. Sources: Statistics Iceland, Iceland Stock Exchange, National Economic Institute, Directorate of Labour.

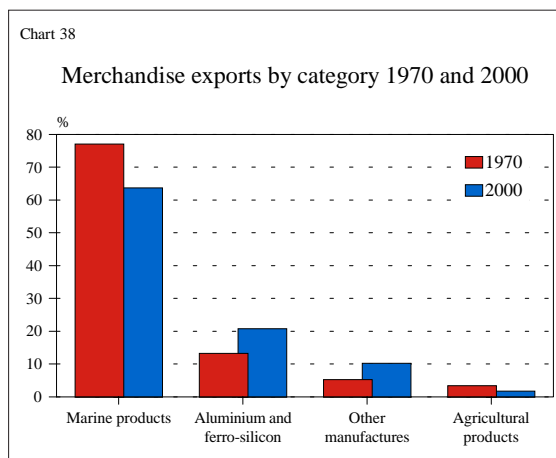
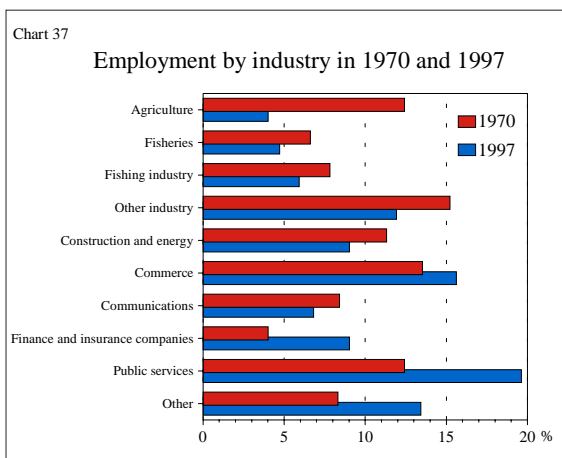


## Table 22 Structural indicators for the Icelandic economy

	1970	2000 <sup>1</sup>		1970	2000 <sup>1</sup>
<i>I. Population and labour force (thous.)</i>			<i>IV. National income and expenditure</i>		
Population at end of year.....	204.8	282.8	Gross domestic product (GDP), b.kr.....	0.4	669.4
under 16 years of age.....	70.6	69.4	GDP, billion US\$.....	0.5	8.5
16-74 years of age.....	127.3	198.9	National income per capita, thous. US\$.....	2.0	29.3
above 74 years of age.....	7.0	14.5	GDP per capita, thous. US\$, PPP-converted, (1999) <sup>2</sup> .....	2.7	27.1
Annual popul. growth in prev. 5 yrs. (%)	1.1	1.1	Gross capital formation, % of GDP.....	25.3	23.5
Labour force (thous.).....	82.7	141.7	Gross national saving, % of GDP.....	26.1	13.5
Males.....	54.7	81.1	Net national saving, % of national income.....	11.6	0.3
Females.....	28.0	60.5	Exports of goods and services, % of GDP.....	46.4	34.3
<i>II. Employment by industry (%) (1997)</i>			Public consumption, % of GDP.....	12.7	23.7
Agriculture.....	12.4	4.0	Gen. government total expend., % of GDP <sup>3</sup> ..	28.9	38.9
Fisheries.....	6.6	4.7	Total taxes, % of GDP <sup>3</sup> .....	28.9	39.3
Fish processing.....	7.8	5.9	<i>V. Capital and indebtedness</i>		
Manufacturing industry.....	15.2	11.9	<i>% of GDP unless otherwise stated</i>		
Construction, electricity and water.....	11.3	9.0	Fixed assets, % of GDP.....	3.4	2.9
Wholesale & retail trade, restaur. & hotels....	13.5	15.6	Fixed assets, billion US\$.....	1.8	23.5
Transport, storage and communication.....	8.4	6.8	Net external debt.....	20.1	88.8
Finance, insurance, real estate, business serv.	4.0	9.0	Debt service burden, % of export revenue.....	11.3	37.5
Producers of government services.....	12.4	19.6	General government total debt.....	13.0	40.8
Other services.....	8.3	13.4	General government net debt.....	-2.3	22.8
<i>III. Merchandise exports (1999)</i>			Broad money (M3).....	0.0	43.8
<i>By category (%):</i>			Credit system total lending.....	84.6	237.7
Marine products.....	77.1	63.7	to industries.....	53.6	119.5
Manufactures.....	18.4	30.9	to households.....	21.2	89.6
thereof aluminium and ferro-silicon.....	13.2	20.7	Market capitalisation of listed equity.....	.	57.7
Agricultural products.....	3.4	1.7			
<i>By regions (%):</i>					
United States.....	30.0	12.2			
European Union.....	52.8	67.8			
Other.....	17.2	20.0			

1. Preliminary data. If preliminary data for 2000 are not available, another year is stated. 2. Converted to US dollars at an exchange rate that eliminates the difference in price levels between the countries. 3. National accounts basis.

Sources: Statistics Iceland, National Economic Institute, Iceland Stock Exchange, OECD, Central Bank of Iceland.





**Table 23 Merchandise exports and imports by regions <sup>1</sup>**

	Share of total (%)					Billion kr.		
	1970	1980	1990	1999	2000	Jan.-Feb. 2001	2000	Jan.-Feb. 2001
<i>Merchandise exports, fob</i>								
European Union .....	52.8	52.3	70.7	64.1	67.8	69.8	100.5	19.3
Euro area .....	25.4	30.2	37.6	38.3	42.5	47.3	63.1	13.1
Other EU countries .....	27.4	22.0	33.1	25.8	25.2	22.5	37.4	6.2
United Kingdom .....	13.2	16.5	25.3	19.7	19.4	17.0	28.8	4.7
Other Western European countries .....	2.8	2.3	3.4	10.1	7.8	9.9	11.6	2.7
Eastern Europe and former Soviet Union.....	9.6	8.8	2.9	1.0	1.4	2.0	2.1	0.6
Russia .....	6.8	5.4	2.5	0.3	0.4	0.3	0.6	0.1
United States .....	30.0	21.6	9.9	14.7	12.2	11.8	18.2	3.3
Japan.....	0.1	1.5	6.0	5.0	5.3	2.1	7.8	0.6
Other OECD countries.....	0.5	0.6	0.5	1.9	2.0	1.0	3.0	0.3
Developing countries <sup>2</sup> .....	4.2	12.9	5.5	2.4	2.4	2.7	3.6	0.7
Other countries.....	0.0	0.0	1.1	0.8	1.0	0.7	1.5	0.2
Total.....	100.0	100.0	100.0	100.0	100.0	100.0	148.4	27.6
<i>Merchandise imports, cif</i>								
European Union .....	64.9	58.0	59.9	55.9	57.0	59.4	115.9	18.3
Euro area .....	32.0	33.2	35.5	32.4	33.5	35.8	68.0	11.0
Other EU countries .....	33.0	24.8	24.4	23.5	23.6	23.6	47.9	7.3
United Kingdom .....	14.3	9.5	8.1	9.2	9.0	8.0	18.2	2.5
Other Western European countries .....	5.4	8.1	5.2	11.8	9.7	8.8	19.6	2.7
Eastern Europe and former Soviet Union.....	10.4	10.9	6.5	5.2	5.7	2.9	11.7	0.9
Russia .....	7.2	9.7	5.0	1.9	1.8	0.3	3.6	0.1
United States .....	8.2	9.4	14.4	10.9	11.0	8.5	22.3	2.6
Japan.....	2.9	4.0	5.6	5.5	4.9	3.7	10.0	1.1
Other OECD countries.....	0.4	5.8	3.7	4.7	4.5	4.1	9.1	1.3
Developing countries <sup>2</sup> .....	7.2	2.7	3.1	4.5	5.6	11.1	11.4	3.4
Other countries.....	0.6	1.1	1.4	1.6	1.5	1.6	3.1	0.5
Total.....	100.0	100.0	100.0	100.0	100.0	100.0	203.2	30.8

1. Country groups are based on the year 2000. 2. International Monetary Fund's definition.

Source: Statistics Iceland.

