



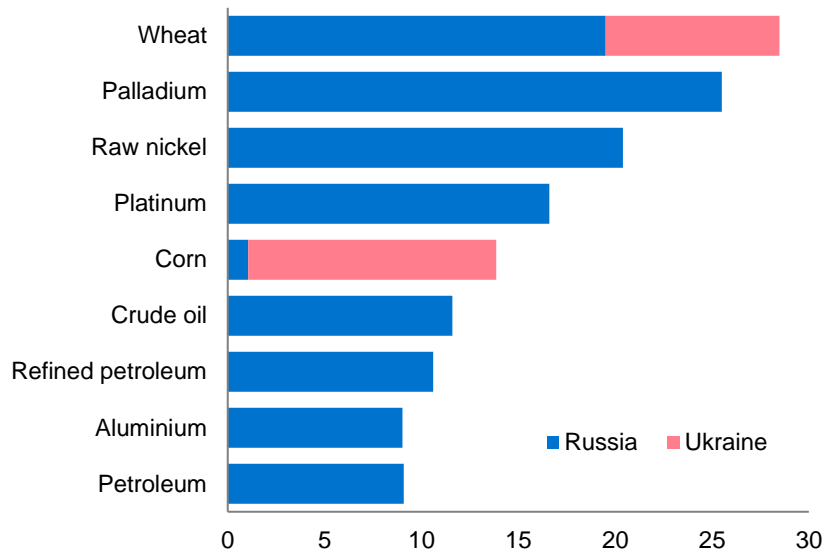
National Bank of Serbia

Inflation Report – May 2022

Belgrade, 18 May 2022

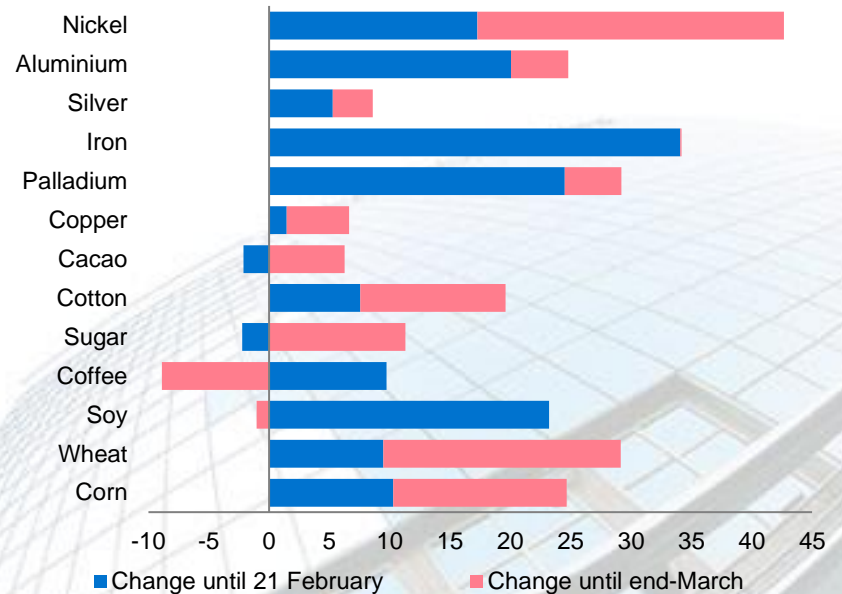
Conflict in Ukraine put an additional upward pressure on the rising global prices of energy, agricultural commodities, metals...

Chart 1 Russia and Ukraine shares in total global exports of primary commodities in 2020 (in %)



Source: The Observatory of Economic Complexity (OEC).

Chart 2 Price changes for agricultural commodities and industry metals since the start of the year (in %)

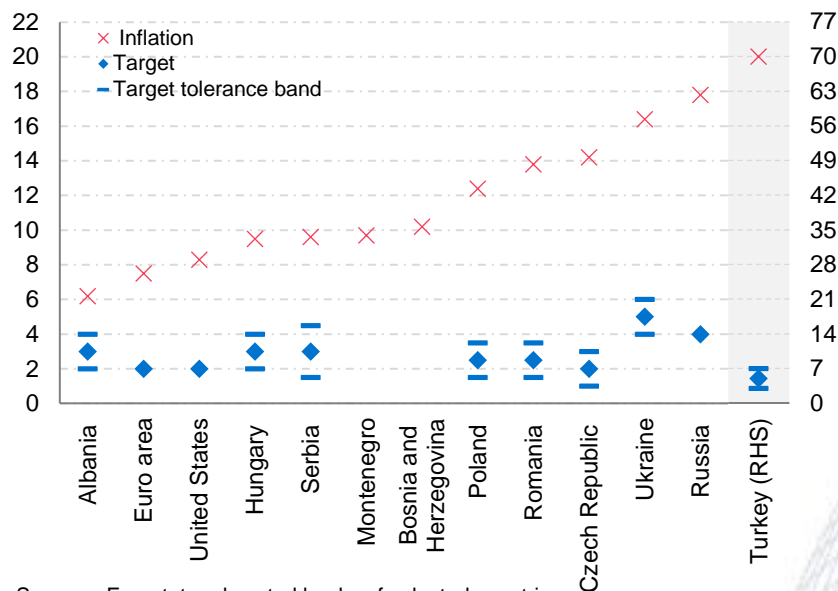


Source: Refinitiv.

Central banks continue monetary tightening amid stronger and more persistent inflationary pressures than expected

Chart 3 Inflation and inflation target (range) by selected countries in April 2022

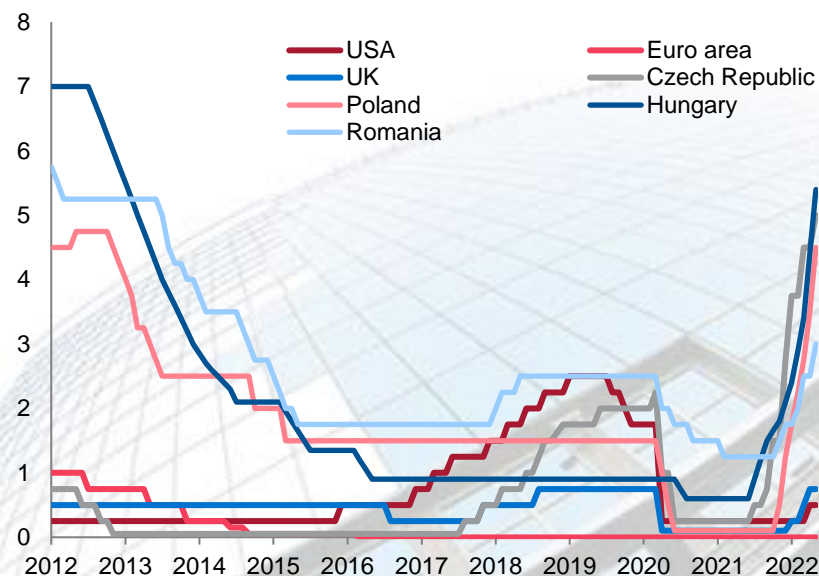
(annually, in %)



Sources: Eurostat and central banks of selected countries.
* March 2022.

Chart 4 Key policy rate by country

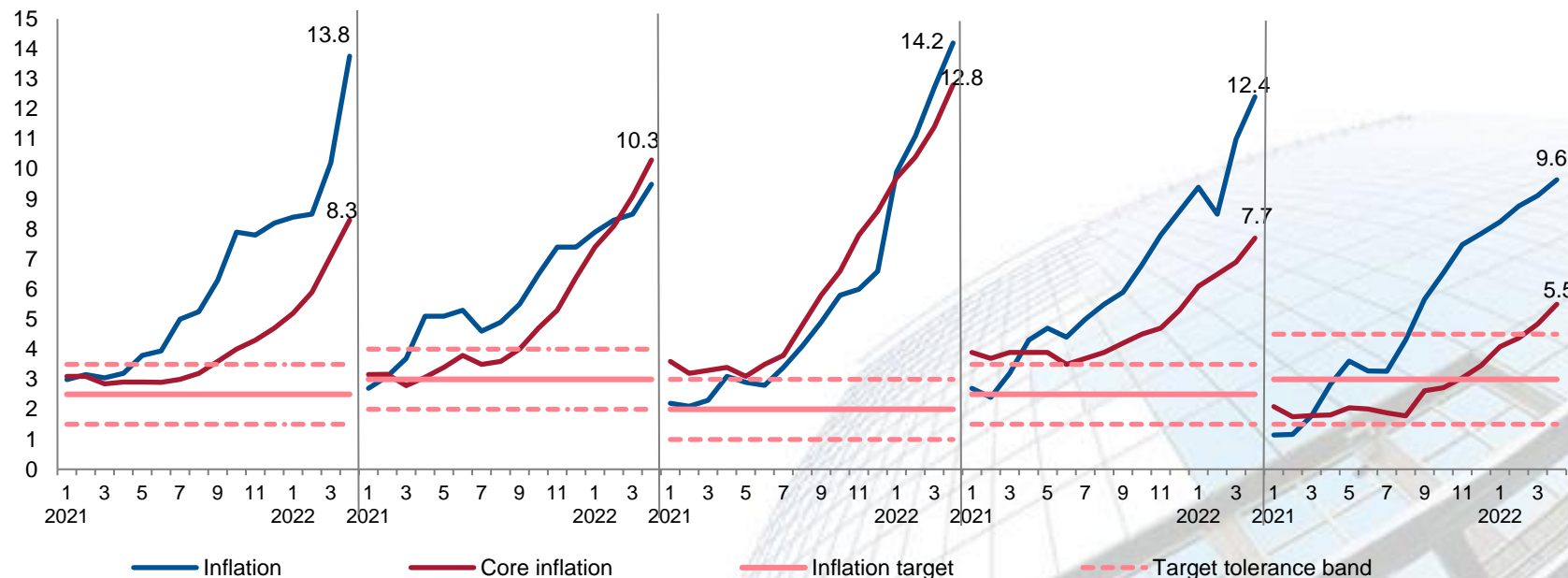
(daily data, annually, in %)



Sources: Central banks of selected countries.

Regional peers have double-digit inflation and higher core inflation than Serbia

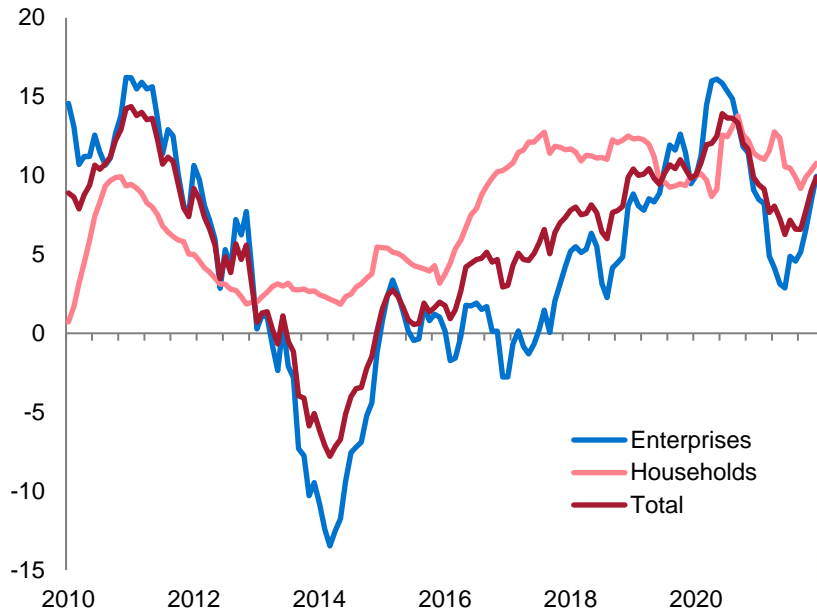
Chart 5 Consumer price index by selected CEE countries
(y-o-y rates, in %)



Source: Central banks of selected countries.

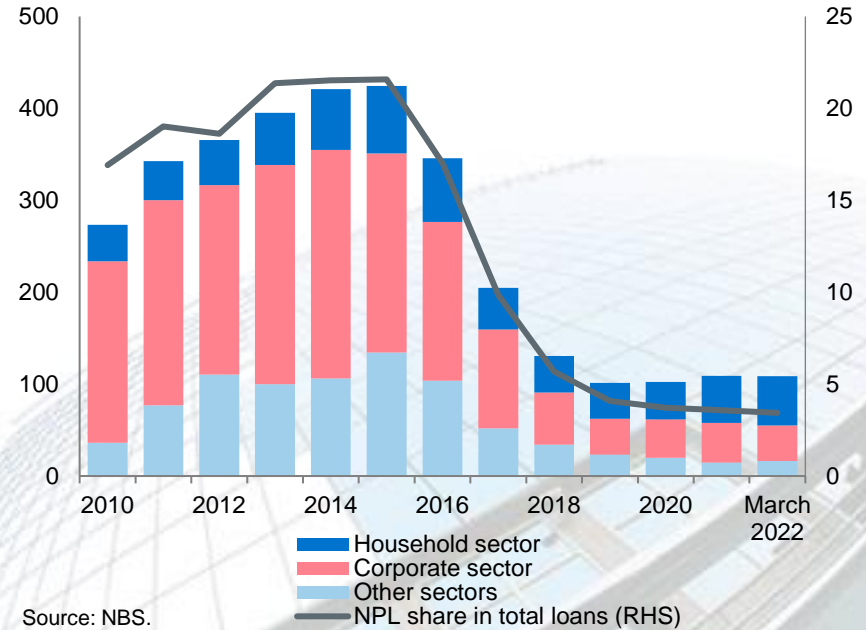
Lending accelerated compared to end-2021, while NPL ratio fell

Chart 8 Lending to non-monetary sector
(y-o-y growth rates in %, excluding the exchange rate effect)



Source: NBS.

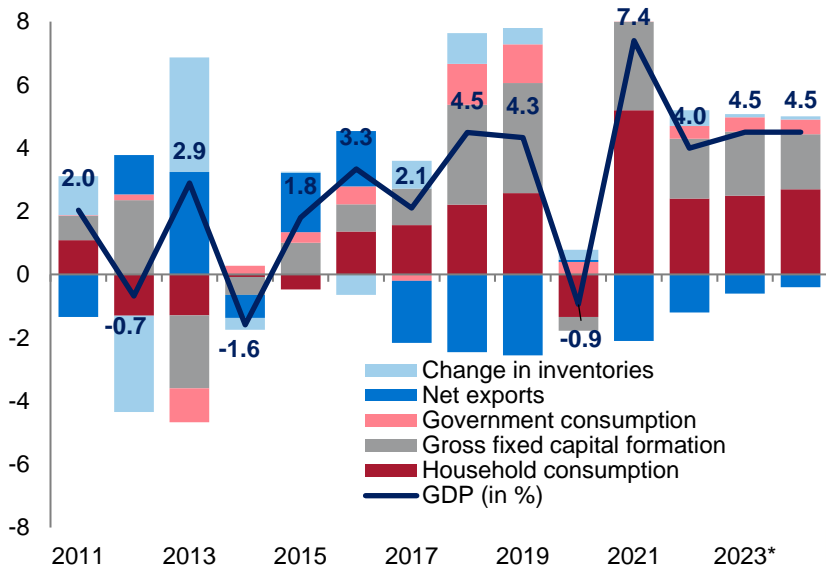
Chart 9 NPL share in total loans, gross principle
(in RSD bn)



Source: NBS.

Downward revision to Serbia's GDP growth almost the smallest, compared to regional peers...

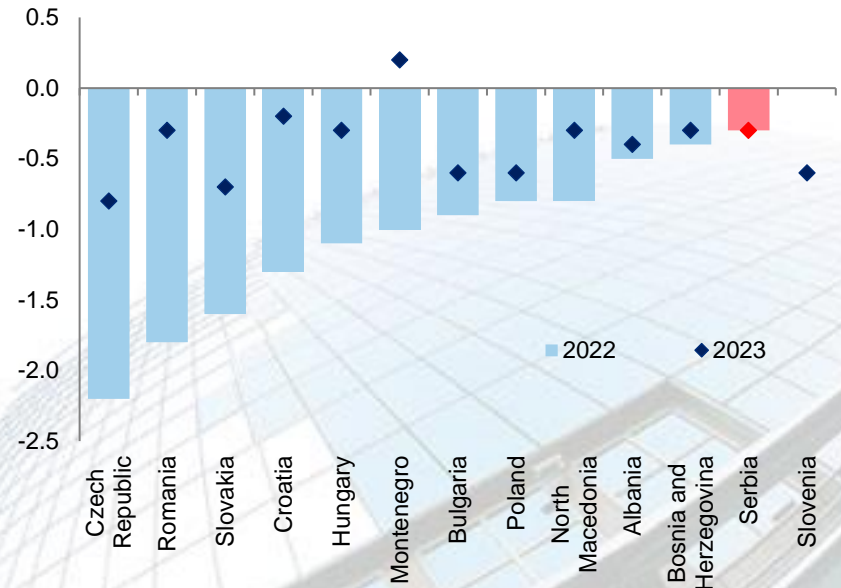
Chart 10 Contributions to real GDP growth, expenditure side (in pp)



Sources: SORS and NBS.

* NBS estimate.

Chart 11 Revisions to economic growth projections for 2022 and 2023, by country, in the period January–April (in pp)



Source: Consensus Forecasts.

Higher energy imports reflected on the current account deficit and strenghtening of depreciation pressures

Chart 12 Current account and FDI projection
(in % of GDP)

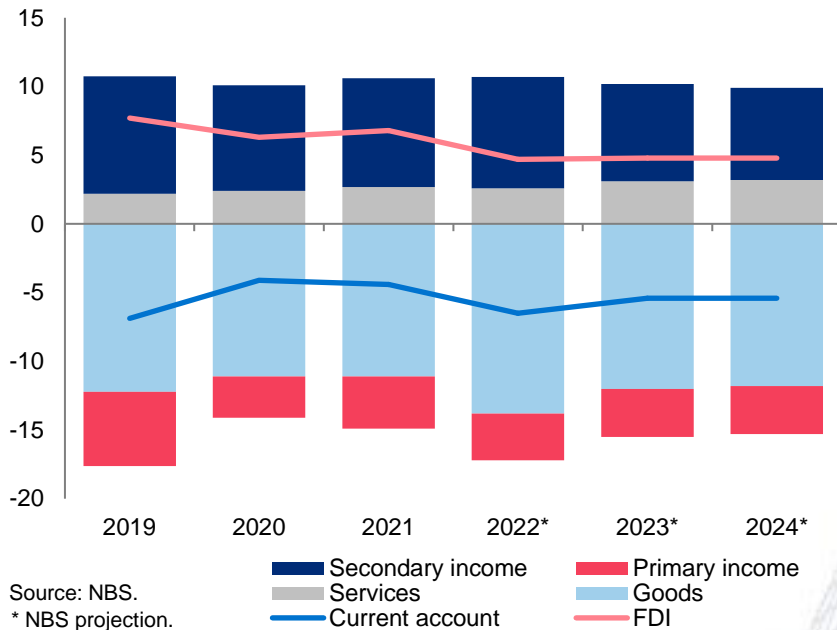


Chart 13 Exchange rate movements and NBS transactions in the FX market
(EUR/RSD)** (in EUR mn)

