

Brexit: Economic Dashboard and Scenarios

Our [baseline scenario](#) suggests: first, a **2019 transition deal** which will support the British economy's resilience; second, a **limited Free Trade Agreement (FTA)** between the UK and the EU in 2021.

	2016	2017	2018	Step 1: EU exit		Step 2: Finalized trade deal with EU		
				2019	2021			
UK economy dashboard	Pro-Brexit vote in June	EU exit negotiations with EU	EU exit negotiations with EU	Transition deal (80%)	No transition, WTO rules (20%)	Extensive FTA (25%)	Limited FTA (55%)	No FTA, WTO rules (20%)
Real GDP (y/y)	1.8%	1.4%	1.0%	0.9%	-1.2%	0.7%	0.3%	-0.4%
Real private consumption (y/y)	3.0%	1.9%	1.4%	1.2%	-1.0%	1.0%	0.8%	-0.3%
Real business investment (y/y)	-1.5%	-1.9%	-2.3%	-2.5%	-8.0%	-1.5%	-4.0%	-2.5%
Real total exports (y/y)	1.4%	2.4%	1.7%	1.6%	-6.0%	-1.0%	-2.5%	-3.0%
Inflation (CPI, y/y)	0.7%	2.5%	2.7%	2.4%	3.5%	2.3%	2.7%	3.0%
Manufacturing firms' turnover (y/y)	1.7%	2.0%	1.6%	1.5%	-1.0%	1.3%	1.2%	-0.8%
Business insolvencies (y/y)	-1.0%	5.0%	6.0%	3.0%	15.0%	1.0%	8.0%	5.0%