

The Riksbank's Monetary Policy

10 February 2021

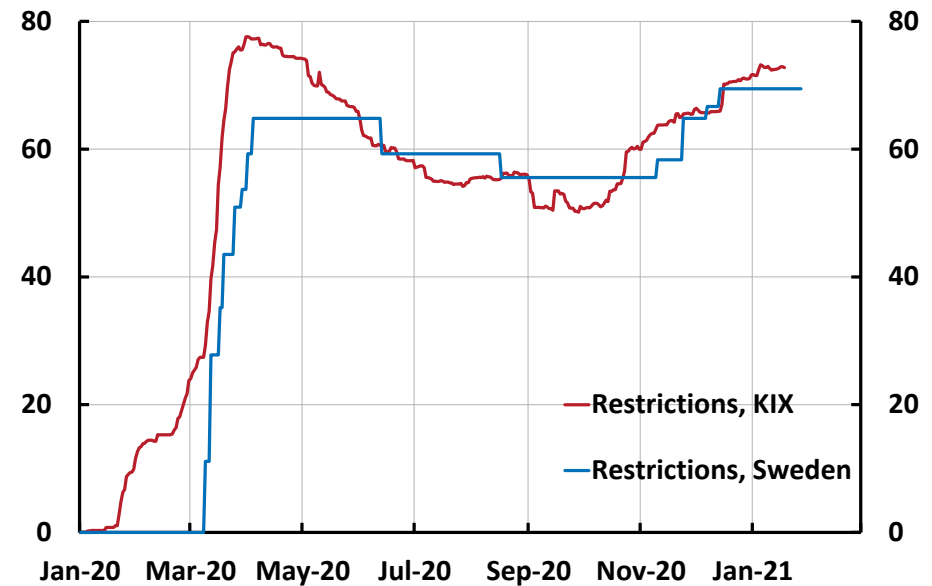
The Riksbank's measures are facilitating
the recovery from the pandemic

Developments dominated by the coronavirus pandemic

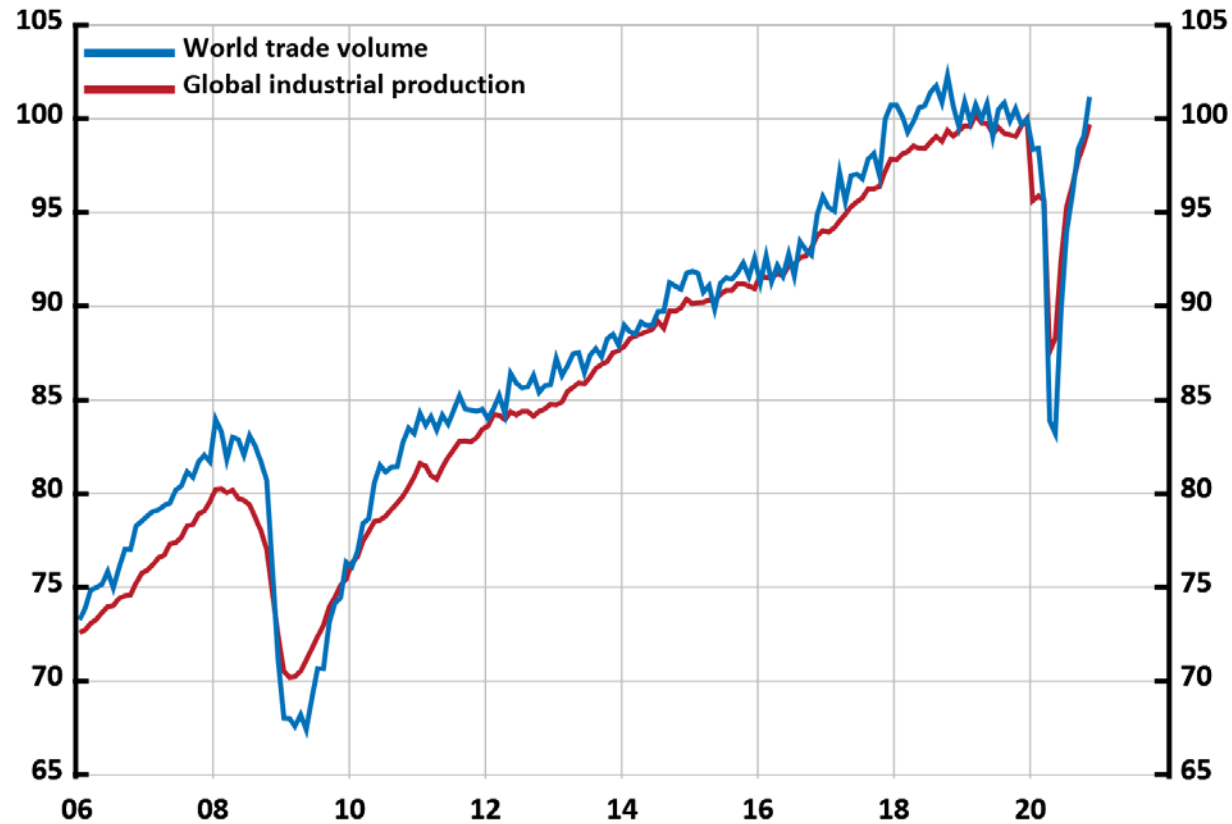
Second wave of infection during the autumn and winter

New restrictions

Vaccinations underway



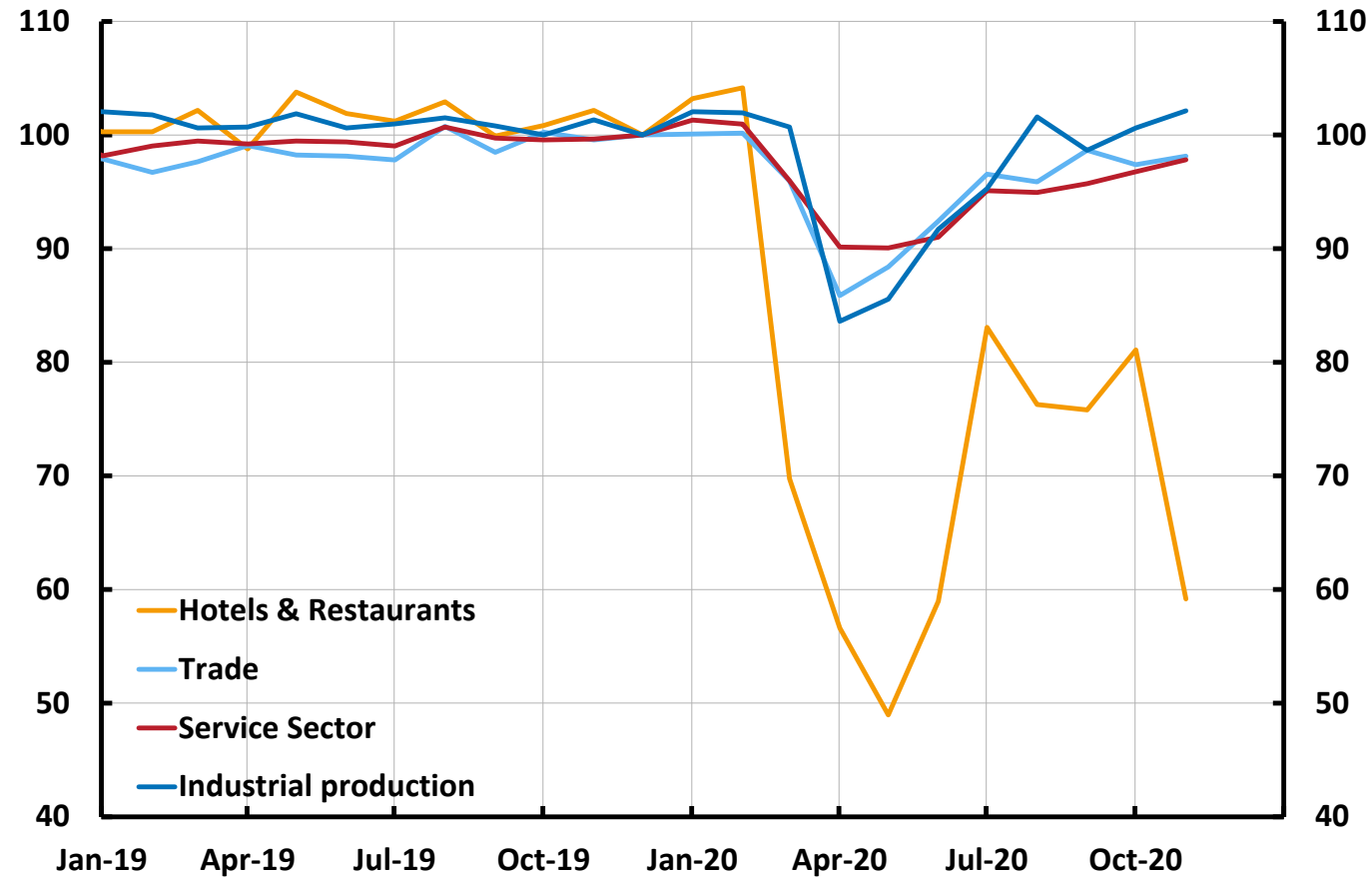
Recovery in global trade and manufacturing sector



World trade refers to trade in goods. Index, December 2019 = 100

Sources: CBP Netherlands Bureau for Economic Policy Analysis

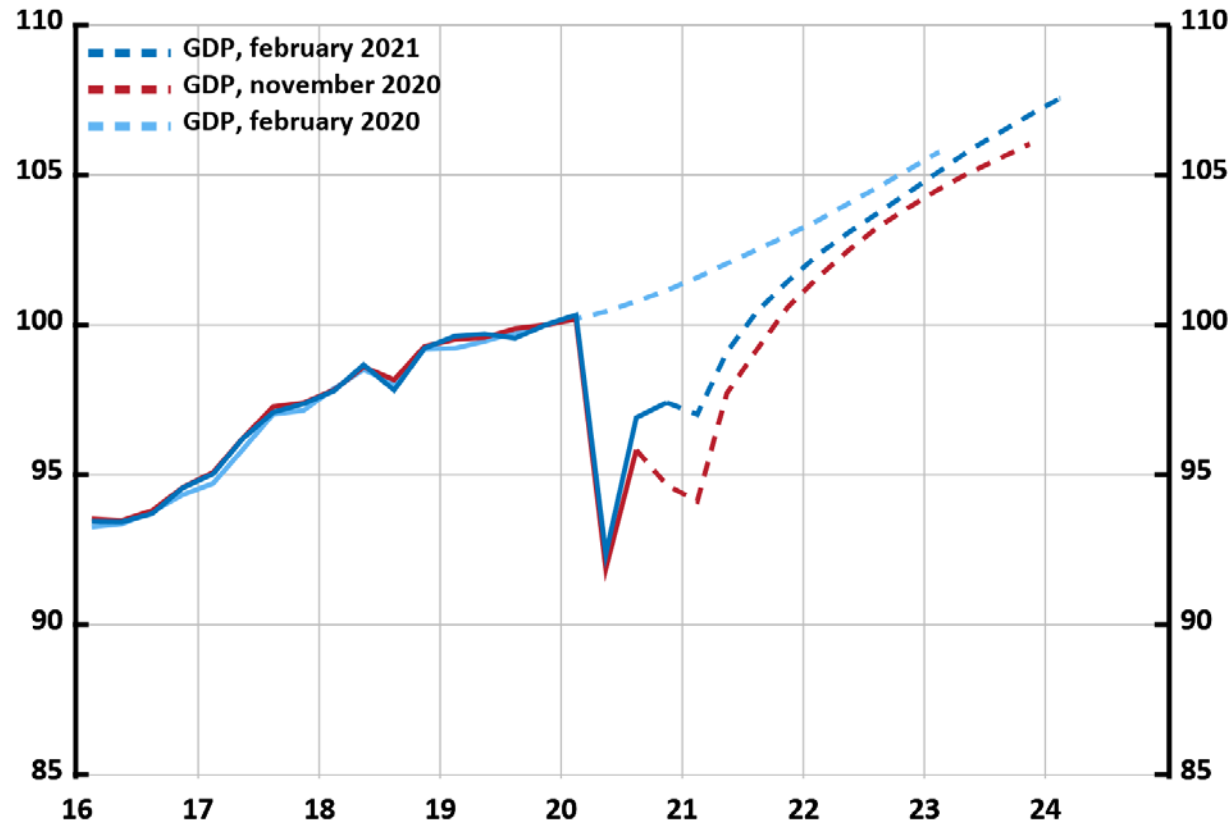
Still difficult for parts of the service sector also in Sweden



Index, December 2019 = 100, seasonally adjusted data.

Source: Statistics Sweden

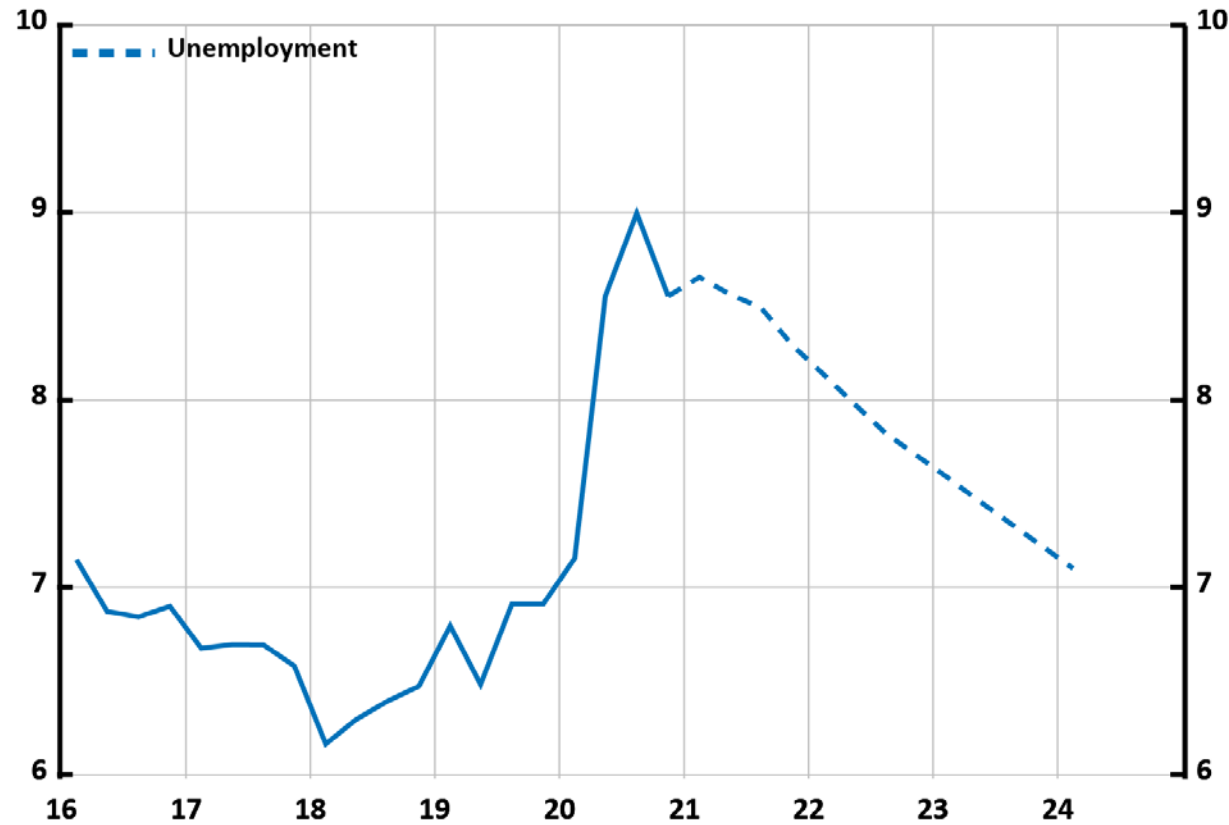
Swedish economy more resilient to second wave of infection



Index, 2019Q4 = 100, seasonally adjusted data.

Sources: Statistics Sweden and the Riksbank

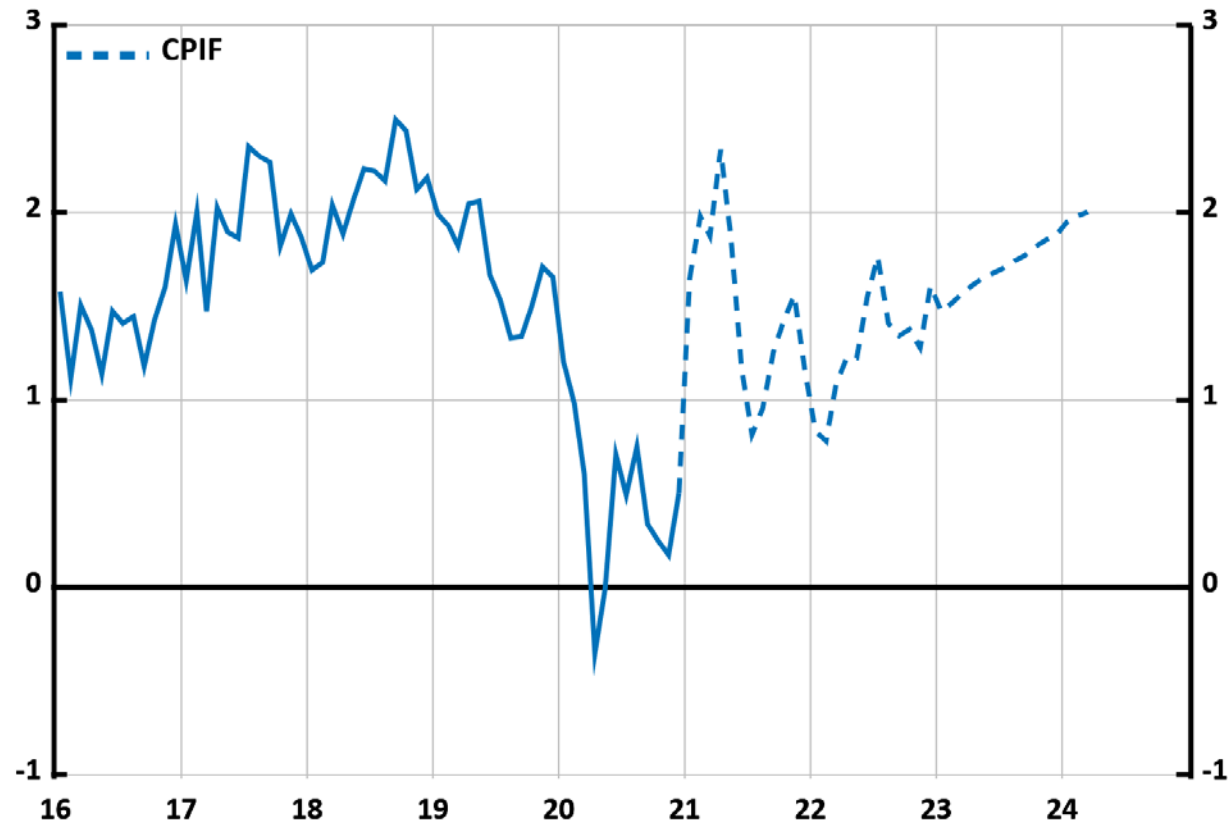
Unemployment has fallen back but is still high



Per cent of labour force.

Sources: Statistics Sweden and the Riksbank

Volatile inflation to rise in the longer term

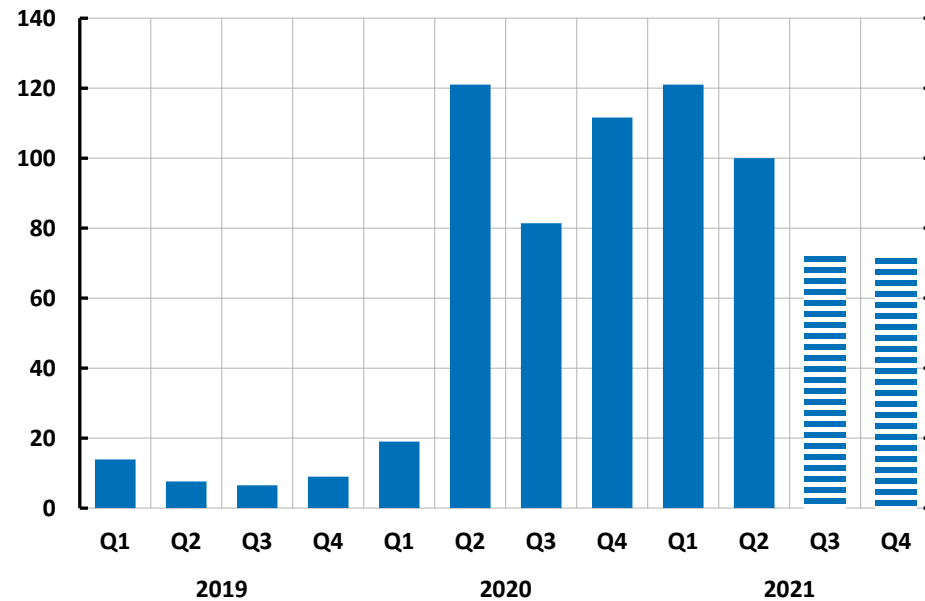


Annual percentage change

Sources: Statistics Sweden and the Riksbank

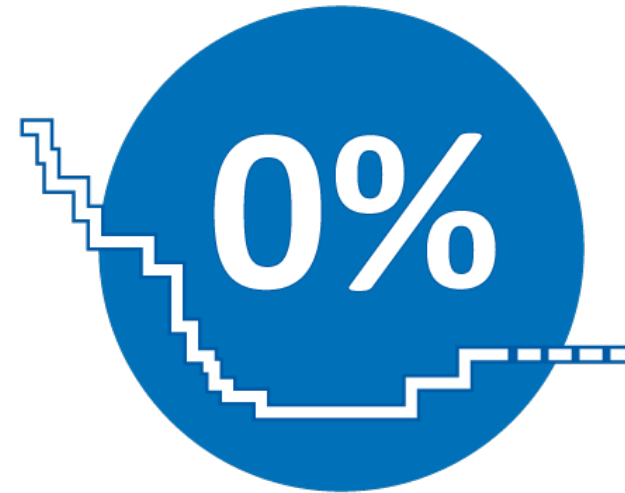
Monetary policy supporting recovery and inflation

Asset purchases



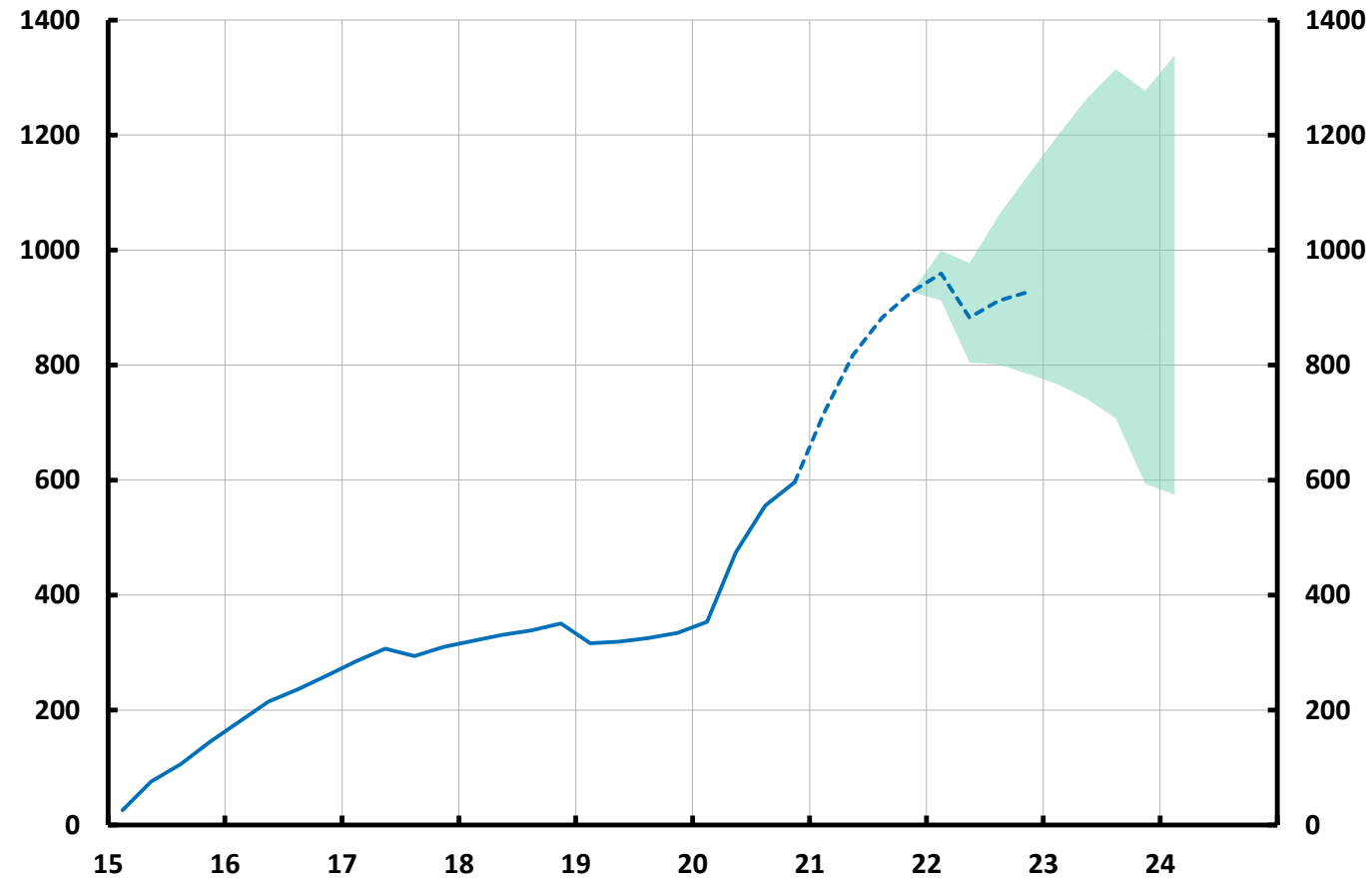
Solid bars are decided and implemented purchases of government, municipal, covered and corporate bonds and treasury bills. Shaded bars illustrate an even purchase pace for the remainder of 2021.

Zero repo rate in the years ahead



Source: The Riksbank

The Riksbank's holdings of securities



SEK billion, nominal amount. Broken lines depicts forecast for holdings until end of 2021. After that, a technical projection assuming an even purchasing rate.

Source: The Riksbank

Economic policy also needs to be sustained

- The Riksbank's measures effective in keeping interest rates low
- Without the measures, the crisis would have been even more severe with higher unemployment
- Fiscal policy more effective support for adversely affected sectors

The Riksbank's measures are facilitating
the recovery from the pandemic