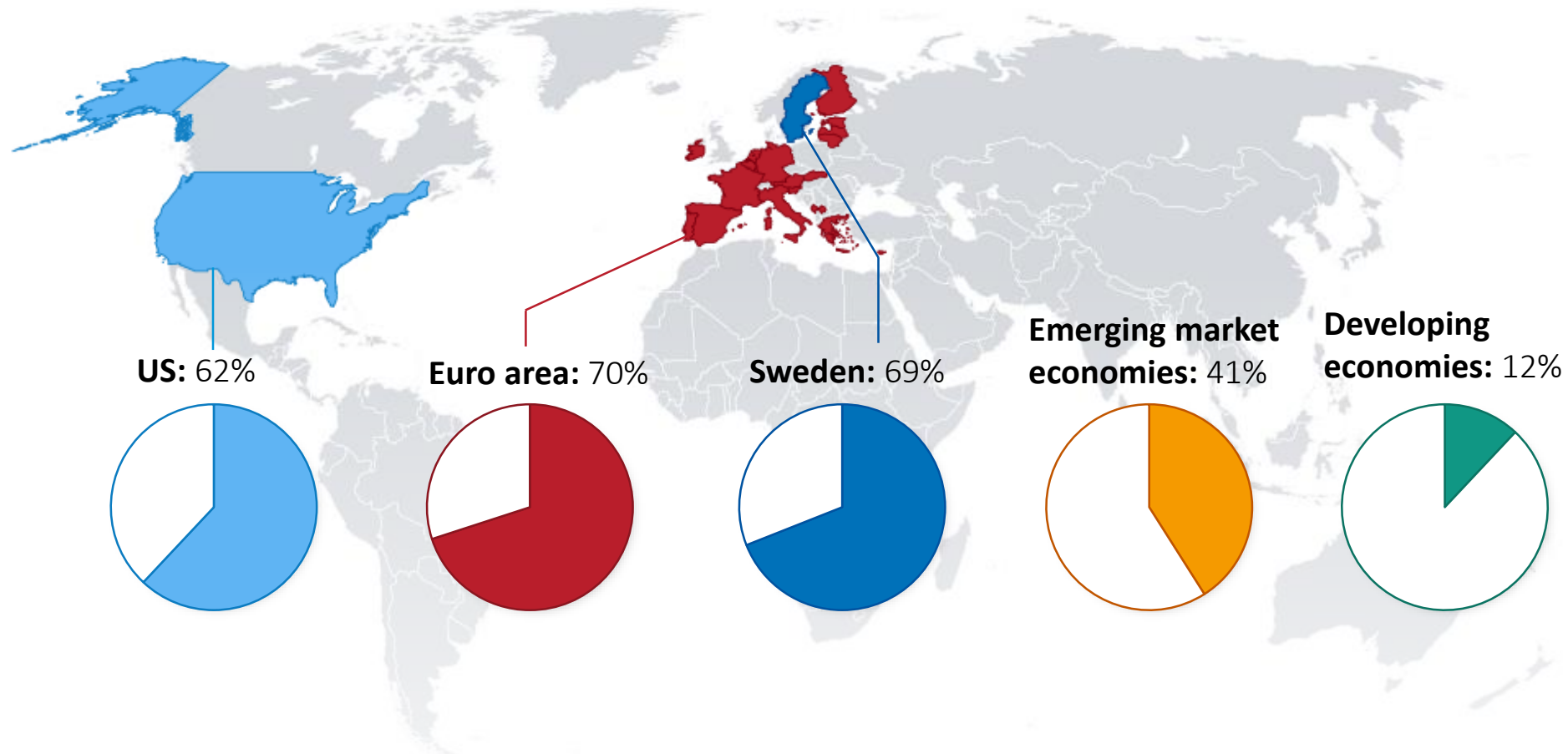


# Monetary policy for inflation more permanently close to the target

September 2021

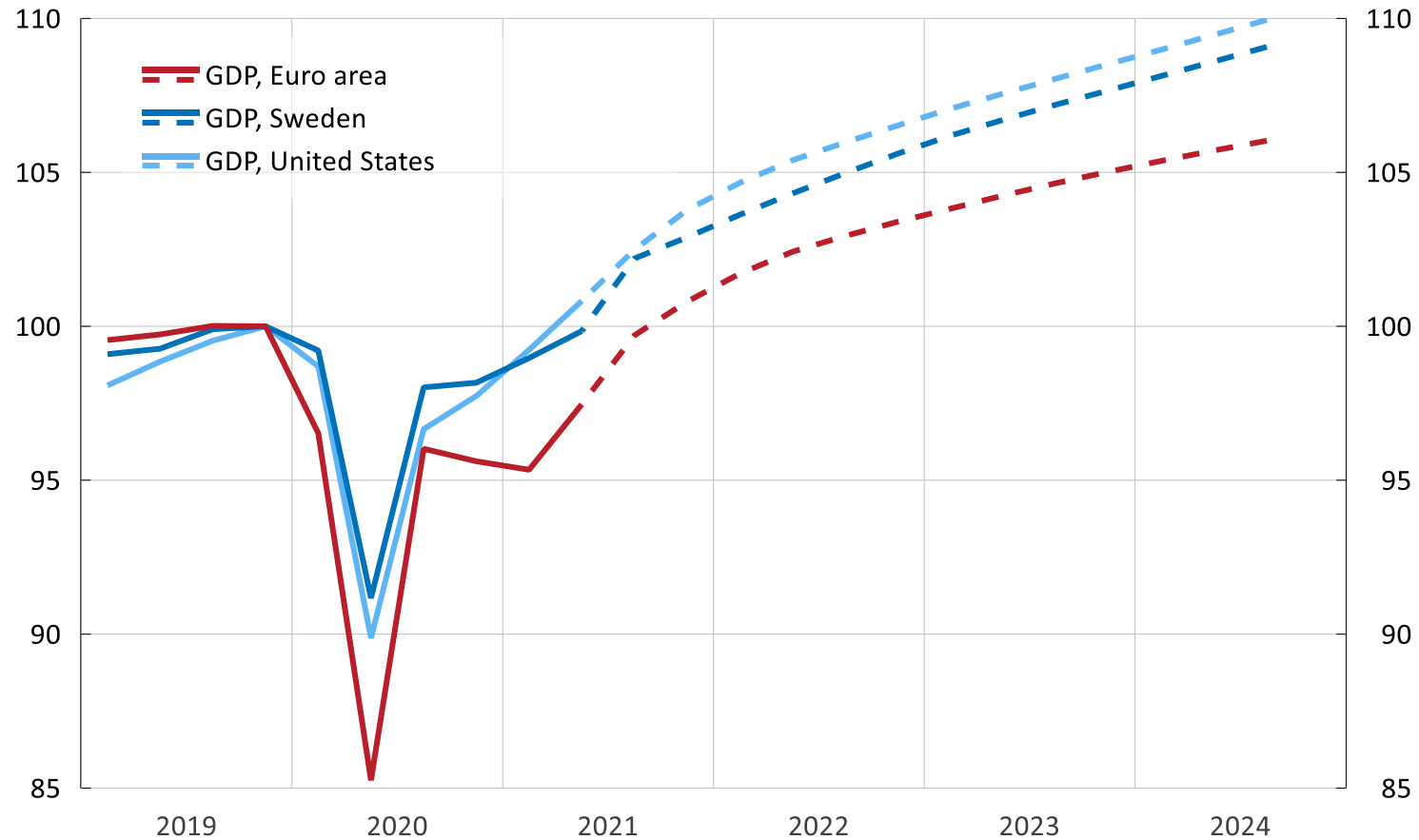
# Increasing numbers of vaccinated, large differences between countries



Percentage of total population, all ages, that has had at least one dose of vaccine.

Source: Our World in Data.

# Rapid growth as economies open up

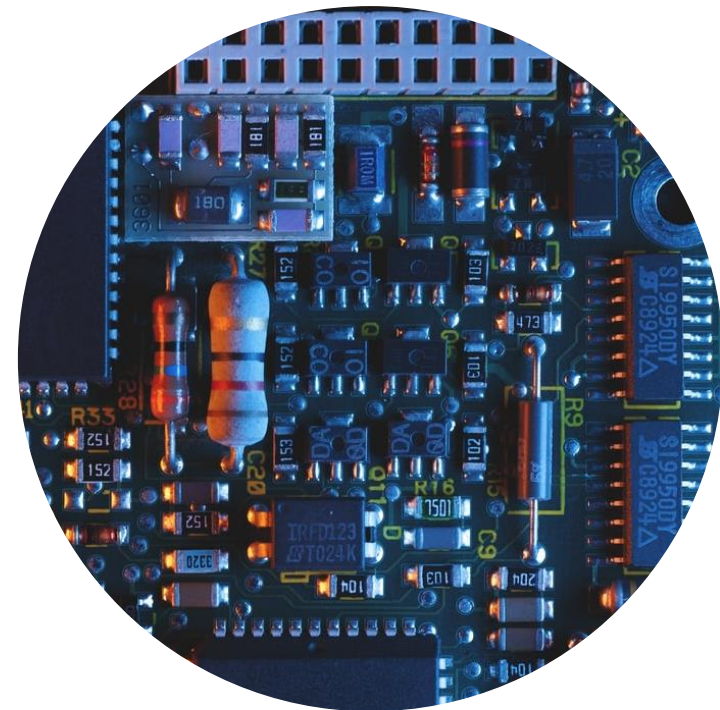


Index , 2019 Q4 = 100, seasonally adjusted data.

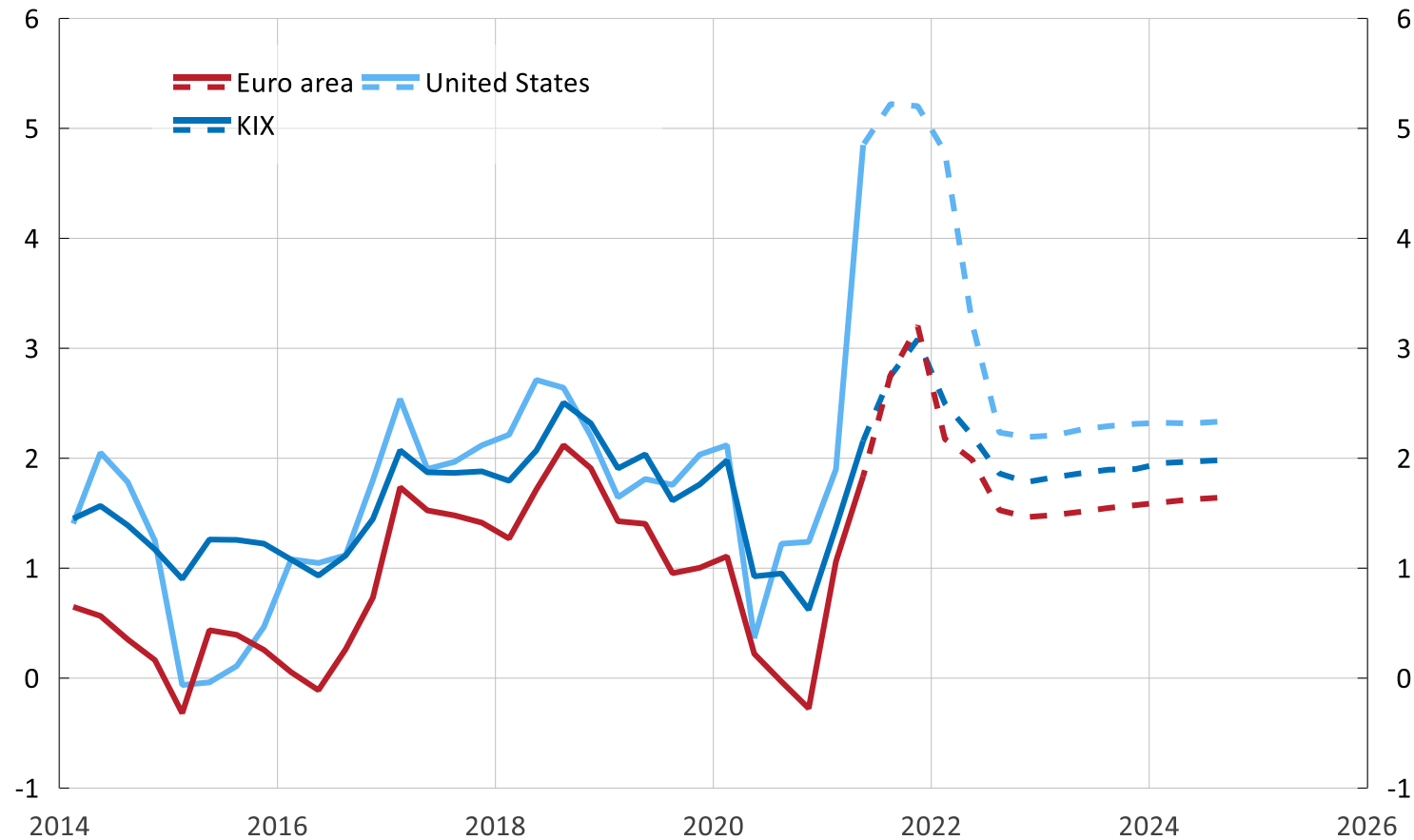
Sources: Eurostat, national sources, Statistics Sweden, U.S. Bureau of Economic Analysis and the Riksbank.

# Rapid recovery has created bottlenecks

- Logistics problems and shortages of intermediate goods
- Industrial production is being obstructed
- Rapidly rising freight and commodity prices
- Supply is expected to adjust once demand stops increasing so rapidly



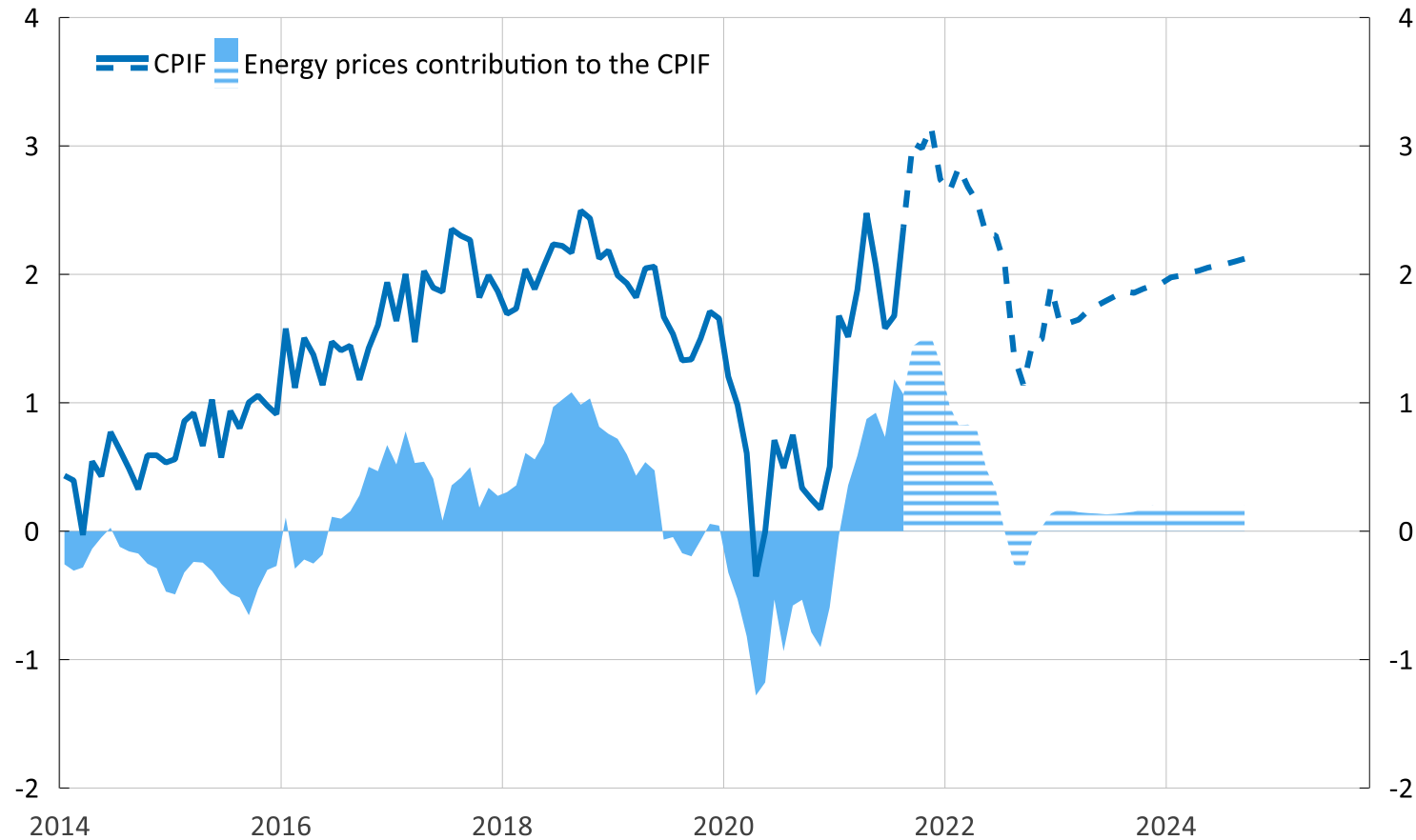
# Temporarily high inflation in several countries



Annual percentage change. KIX is an aggregate of the countries that are important to Sweden's international trade.

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

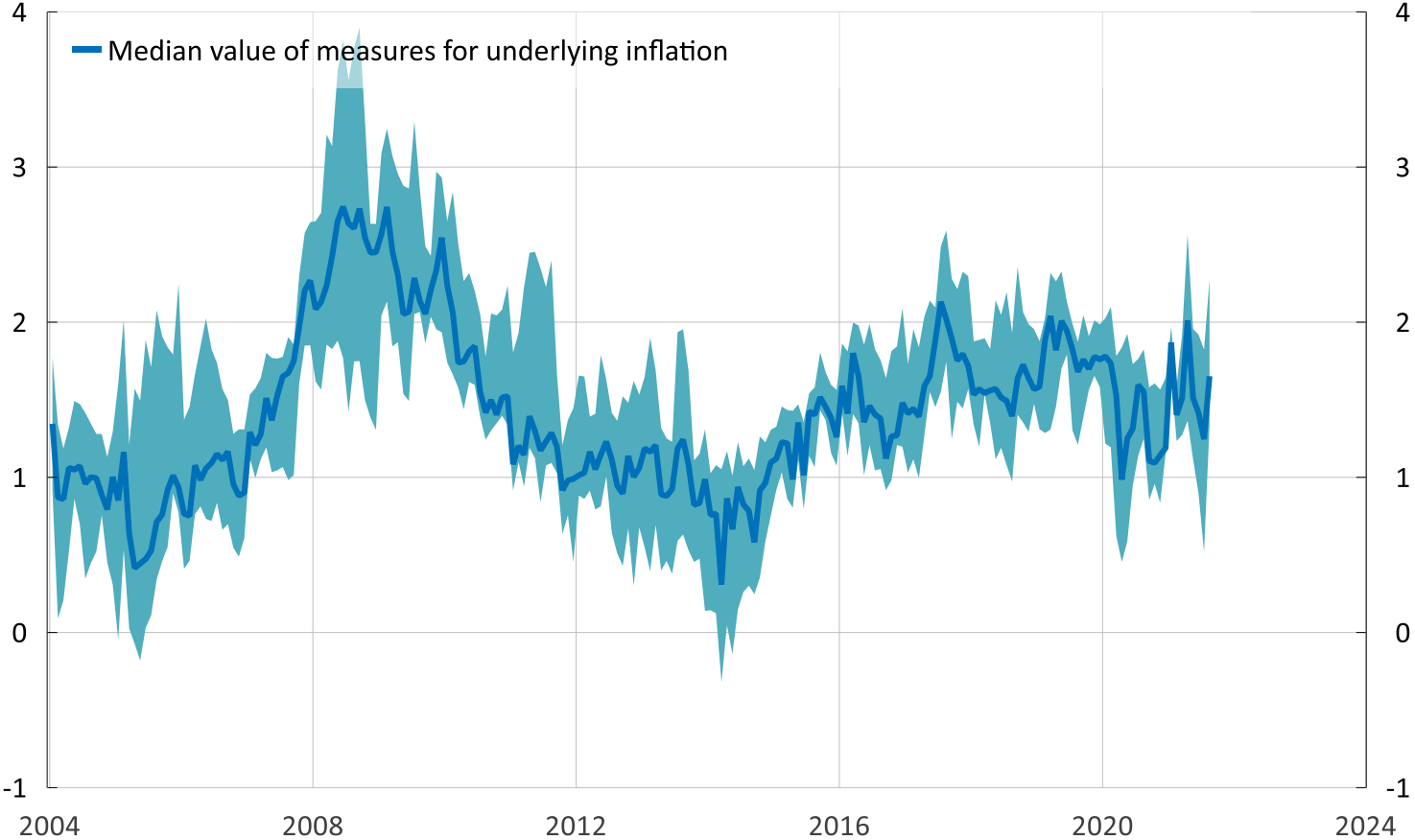
# Swedish inflation will be over 2 per cent over the next year



Annual percentage change and percentage points respectively.

Sources: Statistics Sweden and the Riksbank.

# However, underlying inflation signals moderate CPI inflation in the longer term

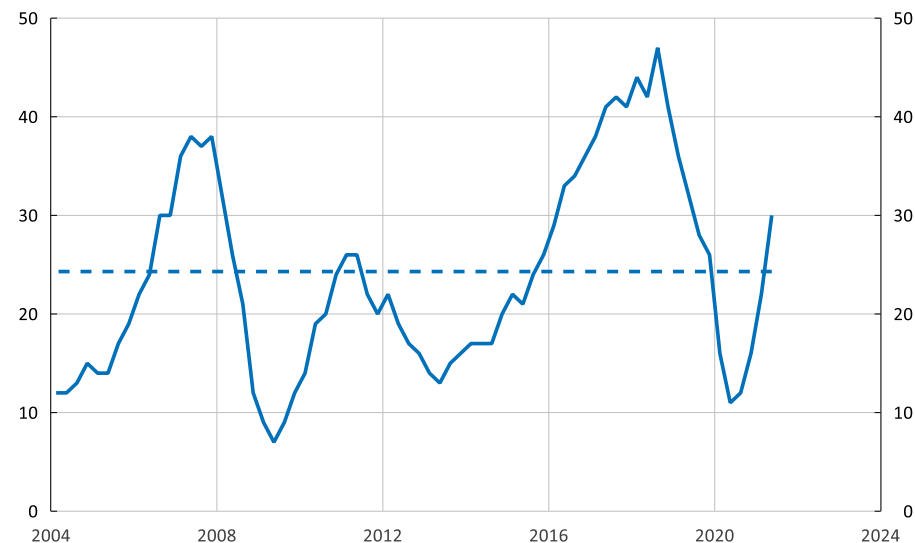


Annual percentage change.

Sources: Statistics Sweden and the Riksbank.

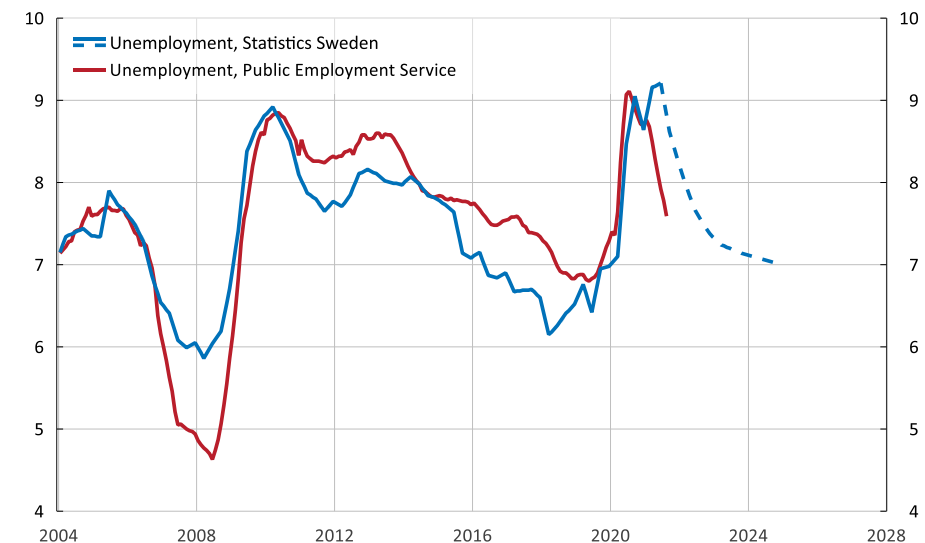
# The labour market has started to recover

## Labour shortage in an uneven recovery



Percentage of companies reporting a labour shortage, per cent and per cent of labour force respectively. The vertical line marks the date for the overhaul of the LFS (the labour force survey).

## Unemployment on high level



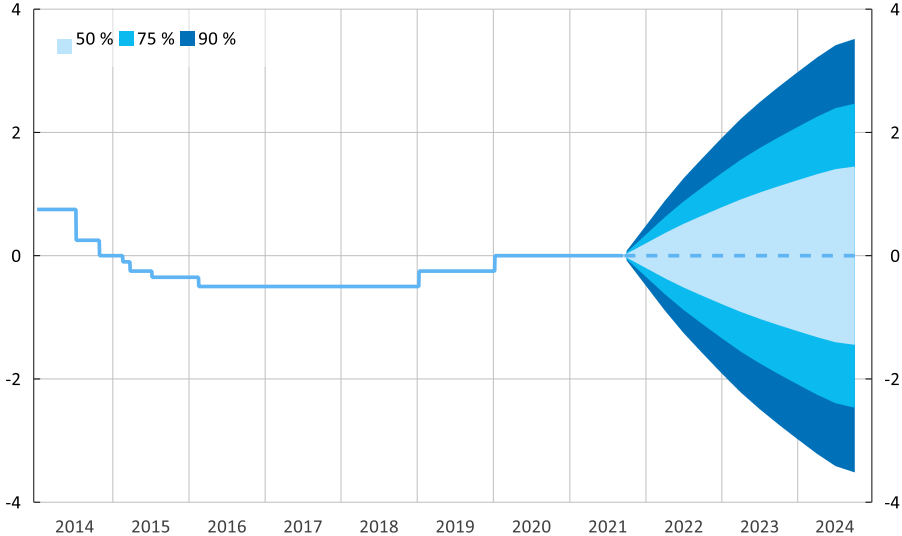
Sources: The National Institute of Economic Research, Swedish Public Employment Service, Statistics Sweden and the Riksbank.



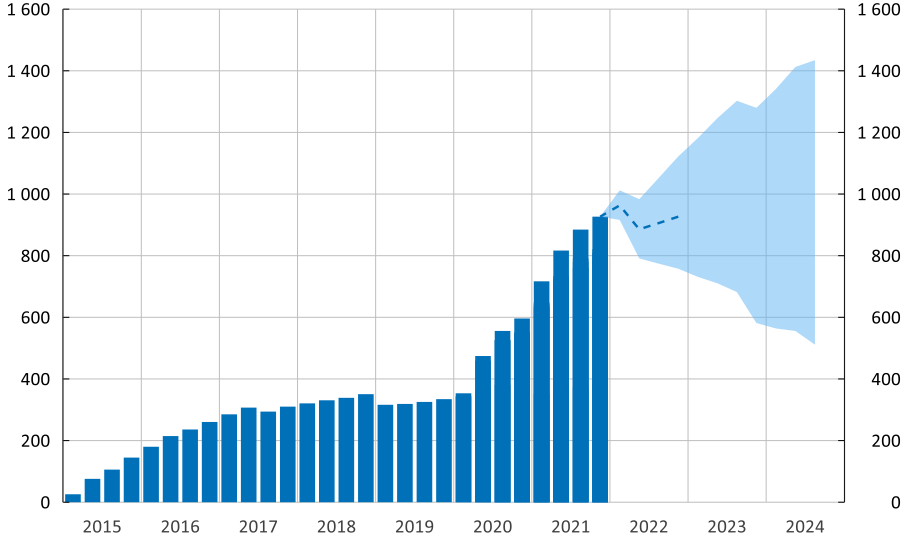
# Expansionary monetary policy brings inflation close to the target



## Repo rate at zero per cent



## Large holdings of securities



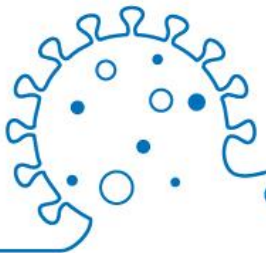
Per cent and nominal amounts (SEK billion) respectively.

Source: The Riksbank.

# Crisis facilities to be concluded

- Programme for corporate lending via banks
- Offer of loans in USD
- Lending in SEK for 3 and 6 months, respectively
- Eased collateral requirements

Measures for  
guaranteeing  
access to liquidity



# Monetary policy needs to be sustained



Strong recovery in  
the Swedish economy



Temporarily  
high inflation



Expansionary  
monetary policy  
brings inflation more  
permanently close to  
the target