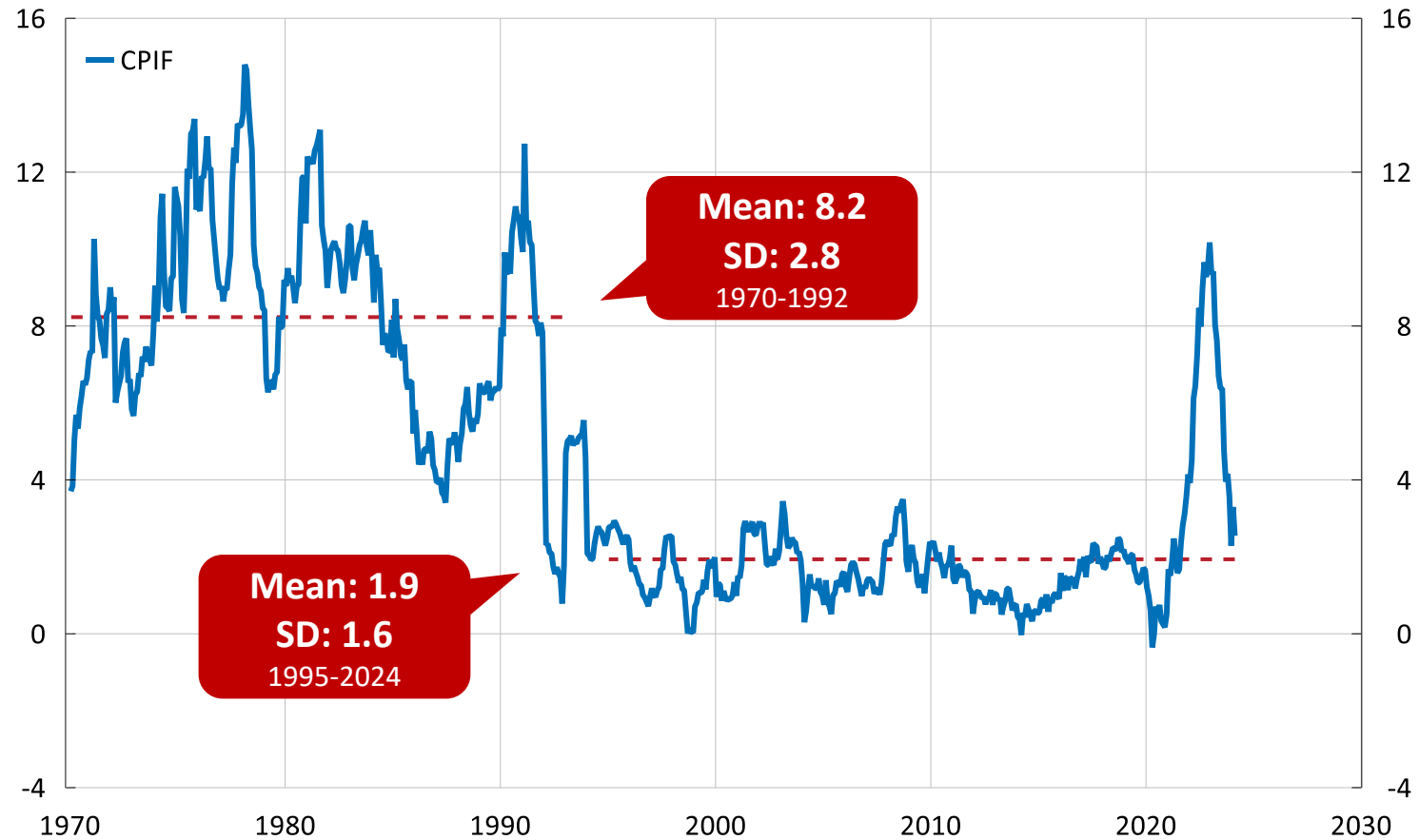


The psychology of inflation

Danske Bank
12 April 2024

Anna Breman, PhD
First Deputy Governor

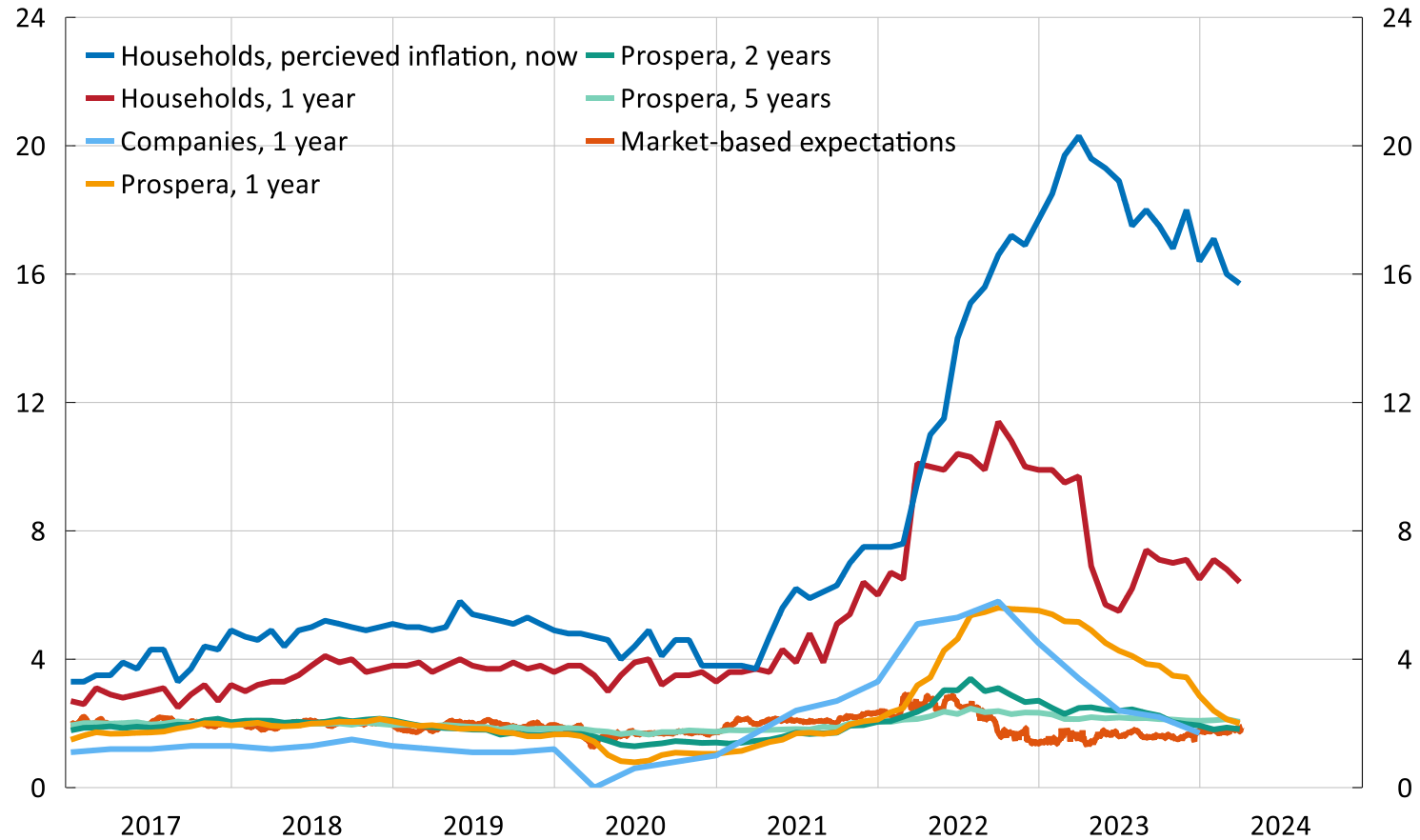
Clear downturn in inflation



Note: Annual percentage change.

Sources: Statistics Sweden and the Riksbank.

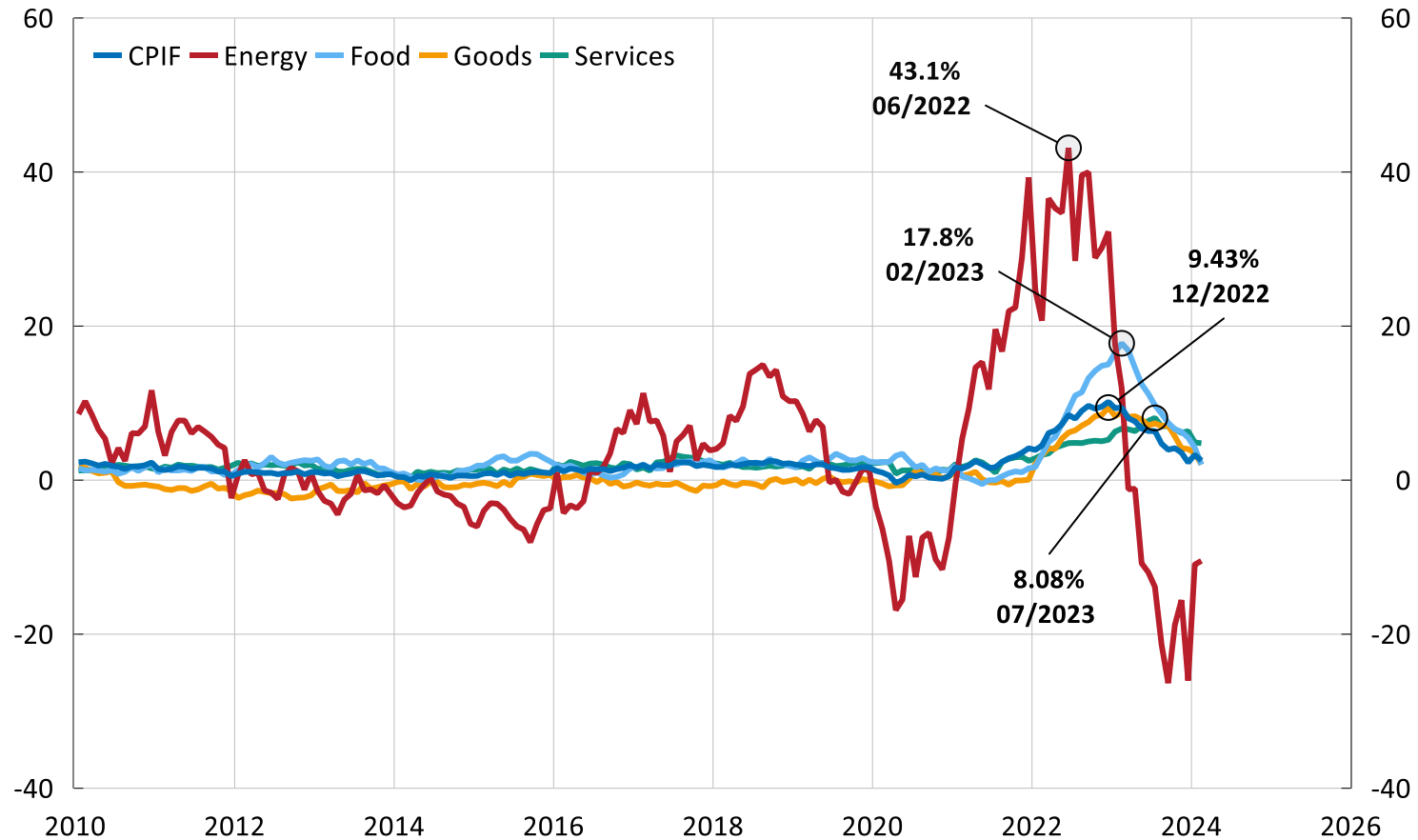
Households' inflation expectations are still high



Note: Per cent. Prospera refers to money market participants. Households refer to the mean excluding outliers.

Sources: Kantar Prospera, Bloomberg, National Institute of Economic Research and the Riksbank.

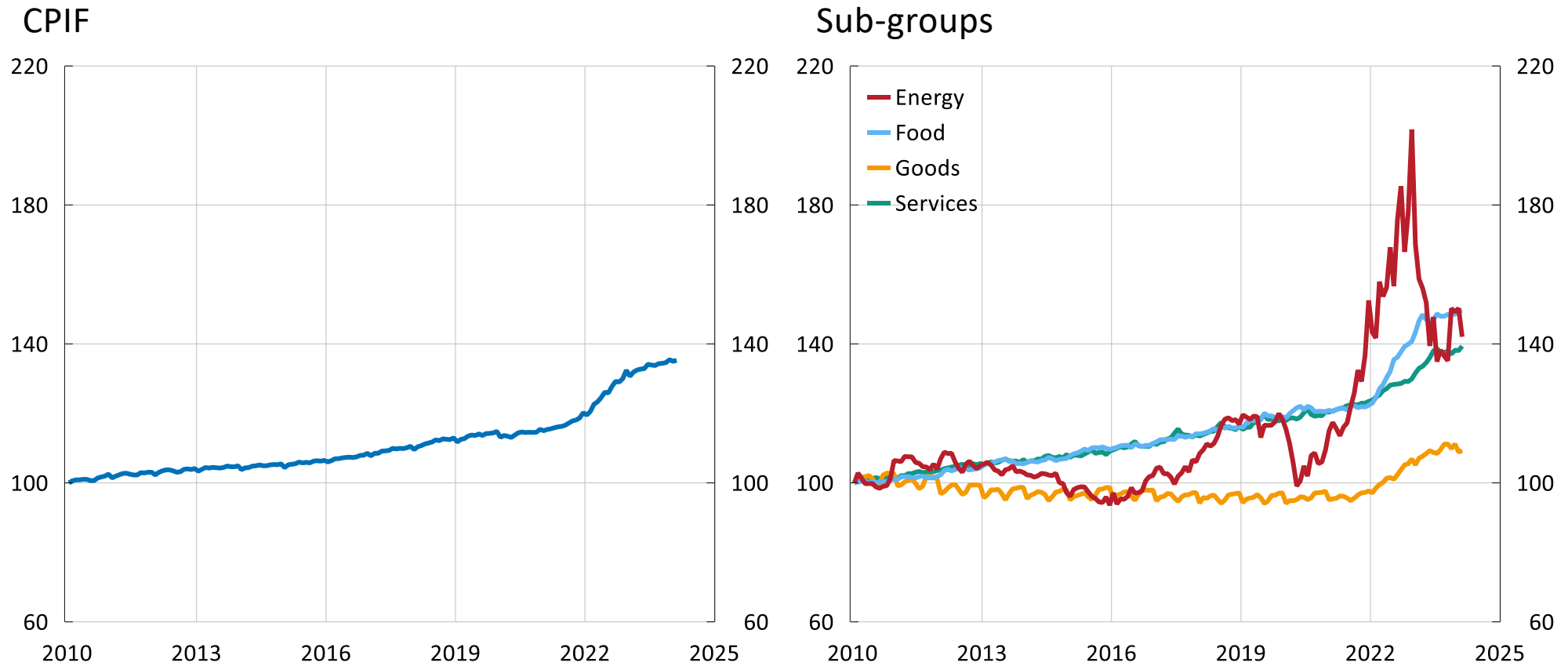
Falling energy prices and lower price increases in food



Note: Annual percentage change.

Source: Statistics Sweden.

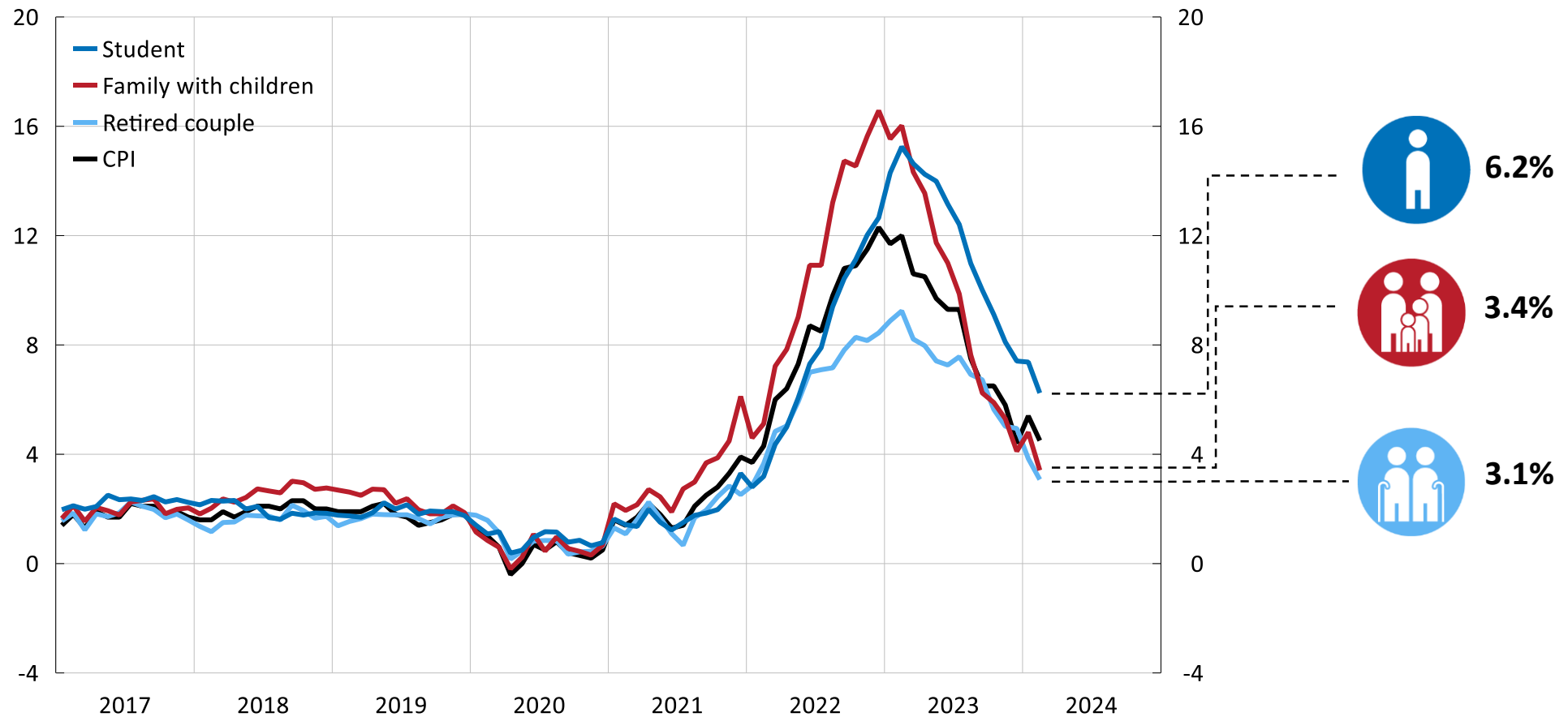
High food and energy price increases - based on which reference point?



Note: Index, 1 January 2010 = 100.

Source: Statistics Sweden.

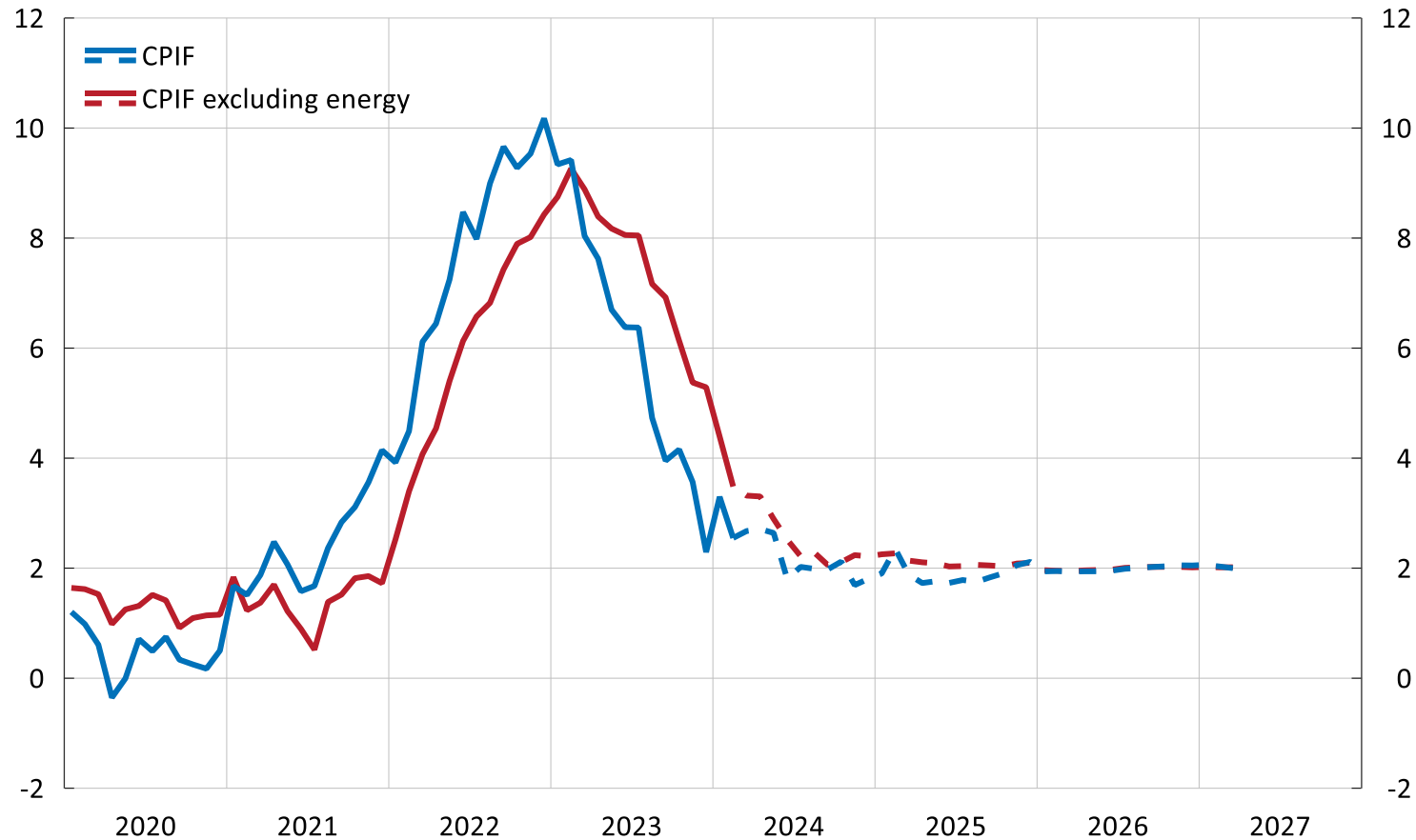
Falling inflation leads to smaller differences between households in experienced inflation



Note: Refers to fictitious households where the family is assumed to live in a single-family house, the student in a tenant-owned apartment and the retired couple in rented accommodation. Calculations from Statistics Sweden's Statistical Perspective no. 12 2022.

Sources: Statistics Sweden and the Riksbank.

Sustainably low and stable inflation



Note. Annual percentage change. Solid lines refer to outcome, dashed lines to the Riksbank's forecast.

Sources: Statistics Sweden and the Riksbank.



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