Macroeconomic Policy:
Making it Work for New Zealand
John Whitehead
Secretary to the Treasury
Thursday 18 November 2010

Tradables and non-tradables output

Index (Mar-95=100)

Source: Statistics NZ, Treasury
"A rare and delicate creature"

New Zealand’s real exchange rate

Indexed to June 2010 quarter real TWI (66.8)

Source: RBNZ

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Government debt and net foreign asset position

Source: OECD, IMF, Treasury

Net saving by sectors

Source: Statistics NZ, Treasury
Projected net debt ratios and public sector productivity

Historic trends, Public sector productivity = 0.3%pa
Historic trends, Public sector productivity = 0.6%pa
Historic trends, Public sector productivity = 1.0%pa

Source: Treasury

Forecast spending growth outside the operating allowance

Budget 2010 operating allowance
Budget 2011 operating allowance
Budget 2012 operating allowance
Budget 2013 operating allowance

Forecast growth outside the operating allowance as at B2010
Forecast growth outside the operating allowance as at B2011
Forecast growth outside the operating allowance as at B2012
Forecast growth outside the operating allowance as at B2013

Finance costs

$ billion

2010/11 2011/12 2012/13 2013/14

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