

UK economy to grow slower than previously predicted in 2022, says OECD

The UK economy will grow less than previously predicted this year and flatline entirely in 2023, according to a new report.

The OECD (Organisation for Economic Co-operation and Development) said it has downgraded its current annual projection for the UK economy due to “declining real incomes and disruptions in energy markets”.

[Gross Domestic Product](#) (GDP) is set to grow by 3.4% in 2022 as a whole, the body said in its interim outlook report.

In June, the body said the economy was likely to grow by 3.6%.

It comes days after the Bank of England said the UK economy could already be in recession, forecasting that there was likely to be a 0.1% decline in [GDP](#) over the current financial quarter.

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The OECD also forecast that GDP will stay completely flat in 2023 in the UK.

[Germany](#) and [Russia](#) are the only two countries in the [G20](#) set for a weaker economic performance next year, with projections of 0.7% and 4.5% declines in GDP respectively, according to the report.

The G20 as a whole is expected to see 2.2% economic growth for the year, a 0.6 percentage point decline compared with the previous forecasts.