

**DENMARK: PRIOR GUIDANCE TABLES**

This document contains three tables. In line with Art. 9(3) of Regulation (EU) 2024/1263, Tables 1 and 2 provide the minimum level for the structural primary balance ratio to ensure that the headline deficit is maintained below 3% of GDP and that government debt is maintained below 60% of GDP, assuming that there are no additional policy measures beyond an adjustment period of 4 years (Table 1) or 7 years (Table 2). This level is a lower limit and does not imply any need for fiscal adjustment. Tables 1 and 2 also indicate the impact, if any, of the deficit resilience safeguard described in Art. 8 of Regulation (EU) 2024/1263. Table 3 summarises the main initial conditions and underlying assumptions

Table 1: Technical information for a plan without extension, Denmark

For a plan without extension (4 years) Denmark	With the deficit resilience safeguard	Without the deficit resilience safeguard
Lower limit for the structural primary balance in 2028 (% of GDP)	-1.1	-1.4
<i>Difference with 2024 structural primary balance (pp. of GDP)</i>	-4.0	-4.3

Table 2: Technical information for a plan with extension, Denmark

For a plan with extension (7 years) Denmark	With the deficit resilience safeguard	Without the deficit resilience safeguard
Lower limit for the structural primary balance in 2031 (% of GDP)	-1.1	-1.7
<i>Difference with 2024 structural primary balance (pp. of GDP)</i>	-4.1	-4.6

Table 3: Main budgetary, macroeconomic and financial variables, Denmark

Budgetary variables: initial conditions	2023	2024
Government budget balance (% of GDP)	3.1	2.4
Government debt (% of GDP)	29.3	26.5
Net expenditure growth (%)	3.6	4.7
Structural primary balance (% of GDP)	4.1	2.9

Main assumptions for a plan without extension (4 years)	Assumption	Period
Change in the cost of ageing (pp. of GDP)	0.6	2028-2038
Stock-flow adjustment (% of GDP)	0.1	2025-2038 average
Real GDP growth (%)	1.1	2025-2038 average
Inflation (change in the GDP deflator, %)	2.5	2025-2038 average
Nominal implicit interest rate (%)	2.2	2025-2038 average

Main assumptions for a plan with extension (7 years)	Assumption	Period
Change in the cost of ageing (pp. of GDP)	0.2	2031-2041
Stock-flow adjustment (% of GDP)	0.1	2025-2041 average
Real GDP growth (%)	1.2	2025-2041 average
Inflation (change in the GDP deflator, %)	2.5	2025-2041 average
Nominal implicit interest rate (%)	2.2	2025-2041 average