

## Key events in developed markets and EMEA next week

The key event next week is the Jackson Hole policy symposium, which should give a clearer view of the Fed's rate hike decisions. We expect 2Q GDP to revise upwards to -0.8%, with modest increases in consumer spending and retail sales. In the eurozone, August PMIs and consumer confidence data should indicate a further contraction in economic activity



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### **US: Second-quarter GDP expected to be revised modestly higher to -0.8%**

The market remains split as to whether the Federal Reserve will hike rates by 50bp or 75bp on 21 September, but things may become clearer after the annual Jackson Hole policy symposium begins next Thursday which will see Fed officials and other global central bankers, finance ministers and academics converge in Wyoming. Fed chair Jerome Powell will give the keynote speech. However, even after this event it is all to play for with the August jobs report to be published on 2 September and the August inflation report on 13 September. We currently favour 50bp moves in September and November with a final 25bp hike in December, but should payrolls rise strongly yet again (350k+) and inflation move upwards, then we would likely switch to a 75bp hike on 21 September.

The data calendar includes revisions to 2Q GDP, which was initially reported as -0.9%. We suspect that consumer spending could be revised modestly higher following the revisions in the retail sales report so are tentatively suggesting -0.8%. We will also get July consumer spending numbers, which should be OK with lower gasoline prices boosting household spending power, supporting consumption elsewhere. Durable goods should also hold up, buoyed by robust Boeing aircraft order numbers.

## Eurozone: The PMIs are expected to deteriorate further in August

Next week Tuesday will give a sense of where the eurozone economy is headed in August as both PMI and consumer confidence data will be out. The PMIs will be especially closely watched as the composite PMI dipped below 50 in July, indicating a contraction in economic activity. We expect a further deterioration for August as businesses and consumers struggle with even higher energy prices, and drought is adding to production problems in Germany. This will also impact consumer confidence, which had already dropped to an all-time low in July. Don't rule out another new record for August.

## Developed Markets Economic Calendar

Country	Time	Data/event	ING	Survey	Prev.
<b>Tuesday 23 August</b>					
US	1445	Aug S&P Global Manufacturing PMI Flash	-		52.2
	1445	Aug S&P Global Services PMI Flash	-		47.3
	1500	Jul New Home Sales-Units	0.57	0.59	0.59
Germany	0830	Aug S&P Global Manufacturing Flash PMI	48.5		49.3
	0830	Aug S&P Global Service Flash PMI	48.8		49.7
	0830	Aug S&P Global Composite Flash PMI	47.3		48.1
France	0815	Aug S&P Global Composite Flash PMI	-		51.7
UK	0930	Aug Flash Manufacturing PMI	50.5		52.1
	0930	Aug Flash Services PMI	52		52.6
Eurozone	0900	Aug S&P Global Manufacturing Flash PMI	48.6		49.8
	0900	Aug S&P Global Services Flash PMI	50.2		51.2
	0900	Aug S&P Global Composite Flash PMI	49.0		49.9
	1500	Aug Consumer Confidence Flash	-27.5		-27.0
<b>Wednesday 24 August</b>					
US	1330	Jul Durable Goods	1.0	0.7	2.0
<b>Thursday 25 August</b>					
US		- Fed's annual Jackson Hole Forum starts			
	1330	Q2 GDP 2nd Estimate	-0.8	-0.9	-0.9
	1330	Initial Jobless Claims	255		250
	1330	Continue Jobless Claims	1440		1437
Germany	0700	Q2 GDP Detailed (QoQ%/YoY%)	-0.1/1.4		0/1.5
	0900	Aug Ifo Business Climate	87.9		88.6
	0900	Aug Ifo Current Conditions	96.5		97.7
	0900	Aug Ifo Expectations	79.5		80.3
<b>Friday 26 August</b>					
US	1330	Jul Personal Income (MoM%)	0.6	0.6	0.6
	1330	Jul Personal Consumption Real (MoM%)	0.3		0.1
	1330	Jul Consumption, Adjusted (MoM%)	0.5	0.3	1.1
	1330	Jul Core PCE Price Index (MoM%)	0.3	0.3	0.6
	1500	Aug U Mich Sentiment Final	55.5	55.1	55.1
	1500	Fed Chair Powell speaks at Jackson Hole forum			
Germany	0700	Sep GfK Consumer Sentiment	-31.0		-30.6
Sweden	0700	Jul Unemployment Rate	-		8.6
Eurozone	0900	Jul Money-M3 Annual Grwth	-		5.7
	0900	Jul Broad Money	-		15850535

Source: Refinitiv, ING

## EMEA Economic Calendar

Country	Time	Data/event	ING	Survey	Prev.
<b>Monday 22 August</b>					
Poland	0900	Jul Retail Sales (YoY%)	-	18.7	19.9
<b>Tuesday 23 August</b>					
Poland	1300	Jul M3 Money Supply (YoY%)	-	5.7	6.5
<b>Wednesday 24 August</b>					
Russia	1700	Jul Industrial Output	-2.4	-2.4	-1.8
Poland	0900	Jul Unemployment Rate	-	4.8	4.9
Hungary	0800	Jun Average Gross Wages (YoY%)	-		14.9
South Africa	0900	Jul CPI (MoM%/YoY%)	-/-		1.1/7.4
	0900	Jul Core inflation (MoM%/YoY%)	-/-		0.6/4.4
Brazil	1300	Aug IPCA-15 Mid-Month CPI	-		0.13
	1300	Aug IPCA-15 Mid-Month CPI (YoY%)	-		11.4
Mexico	1200	Aug 1st Half-Month Core Inflation (MoM%)	-		0.34
	1200	Aug 1st Half-Month Inflation (MoM%)	-		0.43
<b>Thursday 25 August</b>					
Hungary	0800	Jul Unemployment Rate 3M	-		3.2
South Africa	1030	Jul PPI (MoM%/YoY%)	-/-		2.1/16.2
Mexico	1200	Q2 GDP (YoY%) Final	-		2.1
	1200	Q2 GDP (QoQ%/YoY%)	-/-		1.0/2.1
<b>Friday 26 August</b>					
Croatia	1000	Q2 GDP (YoY%)	-		7.0
Brazil	1330	Apr Current Account	-	0.671	-2.8
	1330	Apr Foreign Direct Investm't	-	6.327	7.6
Mexico	1200	Jul Trade Balance SA	-		-6.4

Source: Refinitiv, ING

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