

## Key events in developed markets and EMEA this week

This week, the main focus in the US will be the jobs report which is expected to indicate that hiring is slowing more meaningfully as economic uncertainty increases. In Turkey, all eyes will be on the release of December annual inflation which we expect to come in at 65.1%



### **US: Jobs report expected to indicate that hiring is slowing more meaningfully**

After the dovish shift from the Federal Reserve at the December FOMC meeting, markets continue to price six 25bp rate cuts for 2024, in line with our long-held view. There are several key data releases that will give the markets food for thought as to what the risks are to this assessment. The ISM reports will give us an update on how businesses are seeing the situation and we expect them to indicate an ongoing soft trend in growth rather than clear evidence of a downturn. The jobs report will be the focus though and that is expected to indicate that hiring is slowing more meaningfully now as economic uncertainty increases. The unemployment rate is likely to tick slightly higher to 3.8% from 3.7%. Markets are on the verge of pricing the first rate cut for March, but we think the Fed is more likely to wait until May.

## ✓ Turkey: Annual inflation expected to increase to 65.1%

In December, we expect annual inflation to increase to 65.1% (with a 3.2% month-on-month reading) from 62.0% a month ago, in line with the forecast presented in the latest inflation report of the Central Bank, while core inflation will remain elevated at around 72%. Inertia in services inflation, along with administered price and wage adjustments will likely remain as the major drivers of the inflation outlook in the near term.

### Key events in developed markets this week

Country	Time	Data/event	ING	Survey	Prev.
<b>Wednesday 3 January</b>					
US	1500	Dec ISM Manufacturing PMI	47.5	47.2	46.7
	1500	Dec ISM Manufacturing Prices Paid	49		49.9
	1500	Nov JOLTS job openings (000s)	8760	8850	8733
<b>Thursday 4 January</b>					
US	1315	Dec ADP National Employment	125	115	103
	1445	Dec S&P Global Composite Final PMI	-		
	1445	Dec S&P Global Services PMI Final	-		
	1330	Initial Jobless Claims (000s)	220	220	218
	1330	Continuing Jobless Claims (000s)	1890	-	1875
Germany	0855	Dec S&P Global Services PMI	-		
	0855	Dec S&P Global Composite Final PMI	-		
France	1300	Dec CPI Prelim (MoM%/YoY%)	-/-	/	-0.4/3.2
	0745	Dec CPI Prelim (YoY%)	-		
	0745	Dec CPI (EU Norm) Prelim (MoM%)	-		
Italy	0850	Dec S&P Global Composite PMI	-		
	0845	Dec Composite PMI	-		48.1
Spain	0900	Dec CPI Prelim (MoM%/YoY%)	-/-	/	/
	0815	Dec Services PMI	-		51
Eurozone	0900	Dec S&P Global Services Final PMI	-		
	0900	Dec S&P Global Composite Final PMI	-		
<b>Friday 5 January</b>					
US	1330	Nov Non-Farm Payrolls	160	170	199
	1330	Nov Private Payrolls	110	130	150
	1330	Nov Unemployment Rate	3.8	3.8	3.7
	1500	Oct Factory Orders (MoM%)	2.4	2.2	-3.6
	1500	Nov ISM N-Manufacturing PMI	52.2	52.5	52.7
Germany	0700	Oct Retail Sales (MoM%/YoY%)	-/-	0.4/-2	-0.8/-4.3
Canada	1330	Nov Unemployment Rate	5.8	5.8	5.7
Eurozone	1000	Nov CPI Flash (YoY%)	3	2.7	2.9
	1000	Nov Core CPI Flash (YoY%)	3.5	3.9	4.2

Source: Refinitiv, ING

### Key events in EMEA this week

Country	Time	Data/event	ING	Survey	Prev.
<b>Tuesday 2 January</b>					
Czech Rep	1300	Dec Budget Balance	-		-269.1
<b>Wednesday 3 January</b>					
Turkey	0700	Dec CPI (MoM%/YoY%)	3.2/65.1	/	3.28/61.98
Russia	-	Nov GDP (YoY%) Monthly	-	3.6	5
<b>Thursday 4 January</b>					
South Africa	0715	Dec Std Bank Whole Econ PMI	-		50
<b>Friday 5 January</b>					
Czech Rep	0700	Q2 Revised GDP (YoY%)	-		-0.4
	0700	Q2 Revised GDP (QoQ%)	-		0.1
Poland	0900	Dec flash CPI (YoY%)	6.7		6.6

Source: Refinitiv, ING

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