

## Key events in developed markets next week

Industry, confidence, labour market and retail sales data in developed markets next week suggest a slow recovery ahead for both the US and the Eurozone



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### **US: Growing impatient**

This coming week's data is for July and the story should remain fairly positive with industrial production and retail sales continuing to recover from the lockdown measures.

The ISM survey posted decent gains while strong auto sales and higher gasoline prices are providing solid bedrock for the retail sales number. Inflation should also pick-up a little further given rising gasoline and food prices in particular. However, high-frequency data suggests that the US recovery story is showing signs of stalling as a rising number of Covid-19 led to reintroduced containment measures.

Confidence has taken a massive hit while the employment situation is looking more challenging as many businesses that had re-opened are forced to close due to restrictions. This is leading to job losses in many areas while the deadlock in Washington over another fiscal support package means that 30 million-plus people that had been receiving the \$600 per week additional Federal unemployment benefit will no longer do so.

The combination of weaker confidence, a tougher jobs market and a squeeze on household income means that the outlook for August and September activity data isn't great.

## ✔ Eurozone: Industry slow to recover

After this week's encouraging retail sales figures, the Eurozone focus will be on how industrial production and exports recovery is shaping up. Hopes for a 'V' outside retail are smaller, so expect a slower recovery in production and exports.

## Developed Markets Economic Calendar

Country	Time Data/event	ING	Survey	Prev.
<b>Monday 10 August</b>				
Italy	1000 Bank of Italy Publishes Monthly Report 'Money and Banks'			
Norway	0700 Jul CPI (MoM/YoY%)	-/-	-/-	0.2/1.4
	0700 Jul CPI - ATE (MoM/YoY%)	-/-	-/-	0.4/3.1
Portugal	1100 Portugal Releases Industrial Sales, Services Sales and Employment Report			
<b>Tuesday 11 August</b>				
US	1100 Jul NFIB Small Business Optimism	103	-	100.6
Japan	0050 Jun C/A Balance, adjusted (Yen bn)	-	-	821.1
Germany	1000 Aug ZEW Current Situation Index	-65	-	-80.9
UK	0700 Jun Weekly Earnings (3M avg)	-1.1	-	-0.3
	0700 Jun Weekly Earnings ex Bonus (3M avg)	0	-	0.7
	0700 Jun ILO Unemployment Rate (3M avg.)	4	-	3.9
	0930 Jun Employment Change (3M/3M)	-220	-	-125.0
Sweden	0500 Jul PES Unemployment Rate	-	-	5.5
Portugal	- Bank of Portugal Releases Data on Banks			
<b>Wednesday 12 August</b>				
US	1330 Jul CPI (MoM/YoY%)	0.4/0.9	0.3/0.7	0.6/0.6
	1330 Jul CPI ex. food and energy (MoM/YoY%)	0.2/1.2	0.2/1.1	0.2/1.2
	1600 Fed's Kaplan Speaks to Lubbock Chamber of Commerce			
Eurozone	1000 Jun Industrial Production (WDA, (YoY%)%)	-14.8	-	-20.9
UK	0700 Jun Industrial Production (MoM/YoY%)	-/-	-/-	6.0/-20
	0700 Jun UK Services Index (MoM%)	-	-	0.9
	0700 Jun Trade Balance (€bn)	-	-	4296
	0700 2Q P GDP (QoQ/YoY%)	-20.5/-22.0	-/-	-2.2/-1.7
Italy	0900 Jul F HICP (YoY%)	-	-	0.9
New Zealand	0300 RBNZ cash rate (%)	0.25		0.25
Sweden	0830 Jul CPI (MoM/YoY%)	-/-	-/-	0.6/0.7
	0830 Jul CPIF (MoM/YoY%)	-/-	-/-	0.6/0.7
Portugal	1100 Portugal Releases Consumer Price Inflation Report			
<b>Thursday 13 August</b>				
Japan	0050 Jul PPI (MoM/YoY%)	0.1/-1.4	-	0.6/-1.6
Germany	0700 Jul F CPI (MoM/YoY%)	5	-/-	-0.5/-0.1
Spain	0800 Jul F HICP (MoM/YoY%)	-/-	-/-	-1.6/-0.7
Australia	0200 Aug CPI expectations (YoY%)	-	-	3.2
	0230 Jul Employment change ('000)	62.5	-	210.8
	0230 Jul Unemployment rate (%)	7.3	-	7.4
Sweden	- 2Q Current Account Balance (SEKbn)	-	-	80.6
	0815 NIER Forecast Update			
Portugal	1100 Portugal Reports Second-Quarter Labor Cost Index			
<b>Friday 14 August</b>				
US	1330 Jul Advance Retail Sales (MoM%)	1.8	1.6	7.5
	1330 Jul Retail Sales ex. Auto and Gas (MoM%)	1.0	-	6.7
	1415 Jul Industrial Production (MoM%)	3.5	3.0	5.4
	1500 Aug P.U. of Mich. Sentiment Index	70.0	71.0	72.5
Japan	0530 Jun Tertiary industry index (MoM%)	-	-	-2.1
Eurozone	1000 Jun Trade Balance (€bn)	13000	-	8019
	1000 2Q P GDP (QoQ/YoY%)	-12.1/-15.0	-/-	12.1/-15.0
Netherlands	0830 2Q P GDP (QoQ%)	-	-	-1.5
Portugal	0930 Portugal Reports Second-Quarter GDP Estimate			

Source: ING, Bloomberg

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