

## Key events in developed markets next week

PMI data across developed markets next week will likely reflect the significant downside that renewed lockdowns have had on economic activity. Also keep an eye on more GDP releases for the third quarter, as well as a Swedish central bank decision



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### **US: Containment measures increasingly likely to damage consumer spending**

With Covid cases on the rise across the US, we are seeing more states announce new containment measures. In the likes of Michigan, Wisconsin and California we have seen dine-in restaurants/bars, gyms and places of worship forced to close while other states have introduced curfews/stay at home orders. These measures are likely to spread to other states, but may not be enough to limit the latest wave of the virus if evidence from Europe is anything to go by. Rising hospitalisation rates after next week's Thanksgiving holiday, historically a time for family gatherings, could hasten more aggressive measures, which would be more economically damaging.

Next week's data includes both the Conference Board and University of Michigan consumer confidence measures and it will be interesting to see if Covid is prompting concern amongst households or whether new equity market highs and positive vaccine developments can offset that. The election outcome could also play its part, particularly regionally. 3Q GDP is unlikely to be

meaningfully revised from the record 33.1% annualised rate, but there is perhaps some downside risk for the October consumer spending number given the recent retail sales figures. A softer start to the fourth quarter coupled with new Covid containment measures would be consistent with our sub-consensus 1.6% annualised 4Q GDP forecast.

## **Eurozone: PMI data to reflect the significant downsides of lockdown 2**

Eurozone sentiment data out next week promises to be dismal as the new lockdown measures will be fully captured in these figures. While last month showed a small tick down for most indicators, this one will be a significant decrease. This will be largely due to the service sector, which is where all restrictive measures have been introduced so far, but do expect some second round effects to impact the manufacturing sector.

## **Developed Markets Economic Calendar**

Country	Time Data/event	ING	Survey	Prev.
<b>Monday 23 November</b>				
US	1445 Nov Markit Composite Flash PMI	54.5	-	56.3
	1445 Nov Markit Manufacturing PMI Flash	52.0	-	53.4
	1445 Nov Markit Services PMI Flash	55.0	-	56.9
Germany	0830 Nov Markit Manufacturing Flash PMI	56.0	-	58.2
	0830 Nov Markit Service Flash PMI	47.0	-	49.5
	0830 Nov Markit Composite Flash PMI	52.0	-	55.0
UK	0930 Nov Flash Composite PMI	43.0	-	52.1
	0930 Nov Flash Manufacturing PMI	50.5	-	53.7
	0930 Nov Flash Services PMI	42.0	-	51.4
Eurozone	0900 Nov Markit Manufacturing Flash PMI	53.1	-	54.8
	0900 Nov Markit Services Flash PMI	37.1	-	46.9
	0900 Nov Markit Composite Flash PMI	38.9	-	50.0
<b>Tuesday 24 November</b>				
US	1400 Sep CaseShiller 20 (MoM/YoY%)	1.0/5.1	-	0.5/5.2
	1500 Nov Consumer Confidence	98.0	99.5	100.9
Canada	0230 BoC's Toni Gravelle speaks			
Japan	1205 BoJ's Governor Haruhiko Kuroda speaks at virtual event			
Germany	0700 Q3 GDP Detailed (QoQ/YoY%)	8.2/-4.1	-	8.2/-4.1
	0900 Nov Ifo Business Climate New	90.8		92.7
	0900 Nov Ifo Curr Conditions New	87.3		90.3
	0900 Nov Ifo Expectations New	94.0		95.0
<b>Wednesday 25 November</b>				
US	1330 Oct Personal Income (MoM%)	0.3	0.4	0.9
	1330 Oct Personal Consump Real (MoM%)	0.1		1.2
	1330 Oct Consumption, Adjusted (MoM%)	0.2	0.7	1.4
	1330 Oct Core PCE Price Index (MoM%)	0.1	0.1	0.2
	1330 Q3 GDP 2nd Estimate	33.1	33.2	33.1
	1500 Nov U Mich Sentiment Final	76.5	77.2	77.0
	1500 Oct New home sales (mn)	0.93	0.97	0.96
	1900 FOMC minutes			
UK	- UK Chancellor unveils spending review			
Norway	0700 Sep Labour Force Survey	-		5.3
Sweden	0800 Riksbank monetary policy meeting			
<b>Thursday 26 November</b>				
US	- Thanksgiving full day closure			
Japan	2330 Nov CPI Tokyo Ex fresh food (YoY%)	-		-0.5
	2330 Nov CPI, Overall Tokyo	-		-0.3
Eurozone	1200 Speech by ECB's Phillip Lane			
Germany	0700 Dec GfK Consumer Sentiment	-3.5		-3.1
France	0745 Nov Consumer Confidence	-		94.0
Sweden	0830 Riksbank Rate	0.00		0.00
Austria	0900 Nov Purchasing Managers Idx	-		54.0
Eurozone	0900 Oct Money-M3 Annual Grwth	9.8		10.4
<b>Friday 27 November</b>				
France	0745 Q3 GDP (QoQ/YoY%)	-/-	-	18.2/0.1
Italy	0900 Nov Consumer Confidence	98.0		102.0
Sweden	0830 Q3 GDP (QoQ%)	5.4	-	-8.3
	0830 Oct Retail Sales (MoM%/YoY%)	-/-	-	0.8/3.9
Austria	0800 Q3 GDP Growth (QoQ%) Final	-		11.1
Eurozone	1000 Nov Business Climate	-		-0.74
	1000 Nov Economic Sentiment	82.1		90.9
	1000 Nov Industrial Sentiment	-12.0		-9.6
	1000 Nov Services Sentiment	-30.0		-11.8

Source: ING, Refinitiv

## Authors

### James Knightley

Chief International Economist, US

[james.knightley@ing.com](mailto:james.knightley@ing.com)

### Bert Colijn

Chief Economist, Netherlands

[bert.colijn@ing.com](mailto:bert.colijn@ing.com)

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