

## Key events in developed markets next week

Next week will be on the quieter side in the US. The main focus will be on Fed Chair Jerome Powell, who will be appearing on a panel at the upcoming IMF conference. In the UK, all eyes will be on the release of third-quarter GDP data, which we're expecting to come in fractionally negative after a weak July



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### **US: Chair Powell to appear on a panel at the upcoming IMF conference**

It is a very quiet week for US data with more interest likely generated by a number of Federal Reserve officials who are scheduled to speak, including Chair Powell, who is appearing on a panel at the upcoming IMF conference. Seven other officials are also speaking and we are likely to hear how much weighting each official puts on the recent tightening of financial conditions brought about by the sharp rise in Treasury yields. In terms of the data we will be looking at the jobless claims numbers, which have been ticking higher latterly. Initial claims remain low, indicating firms are not feeling the pressure to fire people, but with continuing jobless claims now up 160k in the past month and a half it appears that if you do lose your job it is becoming more difficult to find a new one. Meanwhile the hefty falls seen in gasoline prices should prompt a decent bounce in University of Michigan confidence given this measure of sentiment appears to be far more

sensitive to cost of living related concerns relative to the Conference Board which appears more influenced by labour market conditions.

## ✓ UK: third quarter GDP to come in fractionally negative after weak July

July's monthly GDP came in at -0.6%, and we saw only a partial rebound in August's figures. Purely mechanically, barring a big rebound in the September growth figures due next week, we suspect that overall third quarter GDP will come in fractionally negative. None of that tells us a huge amount, other than that these figures have been pretty volatile recently. Strike activity seems to offer part of the explanation, but a lot of recent moves in GDP seem to be more noise than signal. Bigger picture, the level of GDP has barely changed since the start of this year and the Bank of England has been clear it expects this stagnation to persist for the next couple of years. While our own forecasts aren't far off that, and we don't rule out a recession next year, we're minded to say the economy is more likely to grow a touch faster over the coming quarters. The average rate on mortgages will climb over coming months as more homeowners refinance. But equally the real wage story is improving, and while the jobs market is cooling, the aggregate impact on consumer spending from what we've seen so far is unlikely to be huge. A lot will hinge on whether the deterioration in hiring conditions accelerates over coming months.

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Country	Time	Data/event	ING	Survey	Prev.
<b>Monday 6 November</b>					
Germany	0700	Sep Industrial Orders (MoM%)	-2		3.9
	0855	Oct S&P Global Services PMI	48		48
	0855	Oct S&P Global Composite Final PMI	45.8		45.8
France	0850	Oct S&P Global Composite PMI	-		45.3
Italy	0845	Oct Composite PMI	-		49.2
Spain	0815	Oct Services PMI	-		50.5
Eurozone	0900	Oct S&P Global Services Final PMI	-		47.8
	0900	Oct S&P Global Composite Final PMI	-		46.5
<b>Tuesday 7 November</b>					
US	1330	Sep International Trade \$	-60	-60.5	-58.3
	2000	Sep Consumer Credit	-10	10	-15.63
Germany	0700	Sep Industrial Output (MoM%/YoY%)	0.3/-1.2	0.1/	-0.2/-1.75
Canada	1330	Sep Trade Balance C\$	-		0.72
Switzerland	0645	Oct Unemployment Rate Adjusted	-		2.1
Netherlands	0530	Oct CPI (YoY% NSA)	-		0.2
	0530	Oct CPI (MoM%, NSA)	-		-0.4
<b>Wednesday 8 November</b>					
Germany	0700	Oct CPI Final (MoM%/YoY%)	0/3.8	/	0/3.8
France	0745	Oct Reserve Assets Total	-		214351
	0745	Sep Trade Balance	-		-8.202
Eurozone	1000	Sep Retail Sales (MoM%/YoY%)	-/-	/	-1.2/-2.1
<b>Thursday 9 November</b>					
US	1230	Continuing Jobless Claims (000)	1835	-	1818
	1230	Initial Jobless Claims (000)	215	-	217
<b>Friday 10 November</b>					
US	1500	Nov University of Michigan Sentiment Prelim	66	65	63.8
	1500	Nov University of Michigan Conditions Prelim	74		70.6
	1500	Nov University of Michigan Expectations Prelim	61		59.3
UK	0700	Sep GDP Estimate (MoM%/YoY%)	0.1/1.1	/	0.2/0.5
	0700	Q3 GDP Prelim (QoQ%/YoY%)	-0.1/0.5	/	0.2/0.6
Italy	0900	Sep Industrial Output (MoM%/YoY%)	-/-	/	0.2/-4.2
Norway	0700	Oct CPI (MoM%/YoY%)	-/-	/	-0.1/3.3
	0700	Oct Core Inflation (MoM%/YoY%)	-/-	/	0.4/5.7
Netherlands	0530	Sep Manufacturing Output (MoM%)	-		-0.7
Greece	1000	Sep Industrial Output (YoY%)	-		-0.5
	1000	Oct CPI (YoY%)	-		1.6

Source: Refinitiv, ING

## Authors

### James Knightley

Chief International Economist, US

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

### James Smith

Developed Markets Economist, UK

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

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