

## Key events in EMEA and Latam next week

The calendar is relatively packed next week. In Hungary, expect rates to remain on hold amid worries about global growth



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### ✓ Hungary: Balancing global growth worries vs above-target inflation

Economic sentiment in Hungary this month likely continued its decline after peaking in July 2018. This is mainly because of the global uncertainties and a growing conviction that economic activity is decelerating.

As a result, the National Bank of Hungary is probably not going to change rates this time, despite the above-target inflation. The central bank will instead focus on the expected cooling effects of the global economic slowdown, the global trend of lowering rates, the new retail bond and the stricter-than-expected fiscal policy. At the same time, wage growth is still expected to be in double-digit territory.

### ✓ Poland: Stable growth and activity

The final 2Q GDP reading from Poland should confirm 4.4% year-on-year growth with stronger private consumption (4.6%) and weaker investment growth (8%), compared with the previous quarter. Activity data from July suggests the economy should also achieve relatively stable results

in 3Q.

Flash CPI should show a lower reading due to the drop in fuel prices. A reliable calculation of the index's value in August will be available with the publication of GUS's statistical bulletin (Monday), after the release of the calendar.

## EMEA and Latam Economic Calendar

| Country                    | Time | Data/event                                       | ING     | Survey  | Prev.     |
|----------------------------|------|--|---------|---------|-----------|
| <b>Sunday 25 August</b>    |      |  |         |         |           |
| Hungary                    | 2300 | Aug Economic Sentiment                           | -0.5    | -       | 0.6       |
|                            | 2300 | Aug Business Confidence                          | 3.1     | -       | 4.3       |
|                            | 2300 | Aug Consumer Confidence                          | -10.4   | -       | -10.1     |
| <b>Monday 26 August</b>    |      |  |         |         |           |
| Turkey                     | 0800 | Aug Real Sector Confidence Index SA              | -       | -       | 96.6      |
|                            | 0800 | Aug Industrial Confidence                        | -       | -       | 98.3      |
|                            | 0800 | Aug Capacity Utilization (%)                     | -       | -       | 76.2      |
| Poland                     | 0900 | Jul Unemployment Rate (%)                        | 5.2     | 5.2     | 5.3       |
|                            | -    | Jul Budget Level (YTD)                           | -       | -       | -5041     |
| Czech Rep                  | 0800 | Aug Business Confidence                          | -       | -       | 11.5      |
|                            | 0800 | Aug Consumer & Business Confidence               | -       | -       | 10.0      |
|                            | 0800 | Aug Consumer Confidence                          | -       | -       | 4.0       |
| Kazakhstan                 | -    | Jul M3 Money Supply (MoM%)                       | -       | -       | -1.0      |
| Serbia                     | 1100 | Jun Real Wages (YoY%)                            | -       | -       | 7.4       |
| Israel                     | 1100 | Jul Monthly Unemployment Rate (%)                | -       | -       | 4.1       |
| Brazil                     | 1430 | Jul C/A Balance (\$mn)                           | -5500   | -       | -2913.6   |
| <b>Tuesday 27 August</b>   |      |  |         |         |           |
| Hungary                    | 1300 | Policy Rate (%)                                  | 0.90    | -       | 0.90      |
|                            | 1300 | Overnight Deposit Rate (%)                       | -0.05   | -       | -0.05     |
| Mexico                     | 1200 | Jul Unemployment Rate SA (%)                     | 3.6     | -       | 3.5       |
| <b>Wednesday 28 August</b> |      |  |         |         |           |
| Croatia                    | 1000 | 2Q P GDP (YoY%)                                  | -       | -       | 4.0       |
| Mexico                     | 1800 | Mexican Central Bank Releases Inflation Report   |         |         |           |
| <b>Thursday 29 August</b>  |      |  |         |         |           |
| Turkey                     | 0800 | Jul Trade Balance (US\$m)                        | -3.2    | -       | -3.2      |
|                            | 0900 | Jul Foreign Tourist Arrivals (YoY%)              | -       | -       | 18.1      |
| South Africa               | 1030 | Jul PPI (MoM/YoY%)                               | -/-     | -/-     | 0.4/5.8   |
| Brazil                     | 1300 | 2Q GDP (QoQ/YoY%)                                | 0.1/0.6 | 0.2/0.9 | -0.2/0.5  |
| Mexico                     | 1500 | Central Bank Monetary Policy Minutes             |         |         |           |
| <b>Friday 30 August</b>    |      |  |         |         |           |
| Poland                     | 0900 | 2Q F GDP (YoY%)                                  | 4.4     | 4.4     | 4.4       |
|                            | 0900 | Aug P CPI (YoY%)                                 | -/-     | -/-     | 2.9       |
| Czech Rep                  | 0800 | 2Q P GDP (QoQ/YoY%)                              | -/-     | -/-     | 0.6/2.7   |
| Hungary                    | 0800 | Jun Avg Gross Wages (YoY%)                       | 10.6    | -       | 11.2      |
|                            | 0800 | 2Q F GDP (SWDA QoQ/ NSA YoY%)                    | 1.1/4.9 | -/-     | 1.1/4.9   |
| Romania                    | 0700 | Jul Unemployment Rate Total 15 - 74 Years Old SA | -       | -       | 4.0       |
| Serbia                     | 1100 | Jul Industrial Production (YoY%)                 | -       | -       | -6.1      |
|                            | 1100 | Jul Retail Sales (YoY%)                          | -       | -       | 10.1      |
|                            | 1100 | Jul Trade Balance (€m)                           | -       | -       | -394.3    |
| Croatia                    | 1000 | Jul Retail Sales (YoY%)                          | -       | -       | 6.1       |
|                            | -    | Jul M1 Money Supply (HRKmn)                      | -       | -       | 127395.99 |
| South Africa               | 0700 | Jul M3 Money Supply (YoY%)                       | -       | -       | 9.0       |
|                            | 1300 | Jul National Budget Balance (ZARbn)              | -       | -       | 23.6      |
|                            | 1300 | Jul Trade Balance (ZARbn)                        | -       | -       | 4.4       |
| Brazil                     | 1300 | Jul Unemployment Rate (%)                        | 12.0    | -       | 12.0      |

Source: ING, Bloomberg

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