

Key events in EMEA next week

Labour market data in Hungary should be positive though activity data from Russia could be mixed



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✓ Hungary: Labour market recovery expected

Labour market data is due from Hungary next week, and we expect further signs of strength. The unemployment rate should remain around 3.9% as labour shortages are mounting and companies are having a hard time filling vacancies. Wage growth will rebound in July from a low rate in June, which was impacted by the high base from last year due to one-off salary payments to healthcare workers. The Manufacturing PMI will probably mirror what we saw in the eurozone: a mild deterioration signalling a slowing pace of growth in the sector.

✓ Russia: Little growth in local consumption and industrial output

Russian activity data for August is subject to uncertainty. On the positive side, there is a lower base from August 2020, low unemployment, and we have the first portion of social handouts that were dispersed in August-September this year. On the negative side however, outward foreign tourism is growing, potentially limiting local consumption. Industrial output has also been disappointing, decelerating to 4.7% year-on-year in August, below consensus and our expectations despite a recovery in oil production. We continue to expect a moderation in the overall activity trend, as

Russia has already reached pre-pandemic levels of employment, industrial production, and consumer activity in most segments, while the scope for fiscal and monetary support is limited. Inflation, which climbed to 7.0% YoY recently and may exceed this level by the end of September, will keep the central bank and the local debt market on their toes, at least in the near-term.

EMEA Economic Calendar

Country	Time	Data/event	ING Survey	Prev.
Monday 27 September				
Mexico	1200	Jul IGAE Economic Activity (YoY%)	-	13.3
	1200	Aug Trade Balance	-	-2.55
Tuesday 28 September				
Hungary	0800	Aug Unemployment Rate 3M	3.9	3.9
Brazil	1300	Aug Central Government Balance	-	-19.8
Mexico	1200	Aug Jobless Rate	-	4.4
Wednesday 29 September				
Turkey	1200	Aug Bank NPL Ratio	-	3.71
Hungary	0800	Jul Average Gross Wages (YoY%)	7.5	3.7
Brazil	1200	Sep IGP-M Inflation Index	-	0.66
Thursday 30 September				
Turkey	0800	Aug Trade Balance	-4.3	-4.28
Czech Rep	0800	Q2 Revised GDP (QoQ%/YoY%)	-	10/8.2
	1330	CNB Repo Rate	-	0.75
South Africa	0700	Aug M3 Money Supply (YoY%)	-	1.93
	0700	Aug Private Sector Credit Ext.	-	0.61
	1030	Aug PPI (MoM%/YoY%)	-/-	0.7/7.1
	1300	Aug Trade Balance (Incl. Region)	-	36.96
Mexico	1900	Sep Interest Rate	-	4.5
Friday 1 October				
Russia	0700	Sep Markit Manufacturing PMI	-	46.5
	1700	Aug Retail Sales (YoY%)	6.5	4.7
	1700	Jul Real Wages (%YoY)	2.0	4.9
Turkey	0800	Sep Manufacturing PMI	-	54.1
Poland	0800	Sep Markit Manufacturing PMI	-	56.0
Czech Rep	0830	Sep Markit PMI	-	61.0
	1300	Sep Budget Balance	-	-298.1
Hungary	0800	Sep Manufacturing PMI	54.2	55.9
	0800	Jul Trade Balance Final	-193	-193.0
Brazil	1400	Sep Markit Manufacturing PMI	-	53.6
Mexico	1530	Sep Markit Manufacturing PMI	-	47.1

Source: Refinitiv, ING, *GMT

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