

## Key events in EMEA next week

Look out for PMI data in Hungary next week which will show the impact of the war, and annual inflation in Turkey which is set to reach new highs



Source: Shutterstock

### Hungary: Impact of the war will be reflected in activity data

The moment of truth is approaching as the Hungarian Central Statistical Office gets set to release economic activity data for March. This is the first opportunity to see hard data for a full month affected by the Ukraine war. We see the most significant impact being visible in industrial production as several car makers downscaled production due to shortages of spare parts. But despite the monthly drop in March, the quarterly performance should remain sound enough to support strong GDP growth. Retail sales probably had another strong month as one-off transfers to households in February probably had a positive impact on March's retail turnover as well. However, we wouldn't rule out a downside surprise as the government tried to cut "fuel tourism" in March with measures to secure local fuel supplies given that Hungary has the cheapest retail fuel prices in the central and eastern European region due to price caps.

### Turkey: Annual inflation set to increase further

In April, we expect annual inflation to maintain its upward trend, reaching 66.0% (4.6% on monthly basis) from 61.1% a month ago. This is due to deteriorating expectations and pricing behaviour in

addition to continuing pressure on import prices and food prices, along with further administrative price adjustments in certain products.

## EMEA Economic Calendar

| Country                | Time | Data/event                        | ING Survey | Prev.    |
|------------------------|------|-----------------------------------|------------|----------|
| <b>Monday 2 May</b>    |      |                                   |            |          |
| Poland                 | 0800 | Apr Markit Manufacturing PMI      | -          | 52.7     |
| Czech Rep              | 0830 | Apr Markit PMI                    | -          | 54.7     |
|                        | 1300 | Apr Budget Balance                | -          | -59.1    |
| Hungary                | 0800 | Apr Manufacturing PMI             | 53.4       | 57.6     |
| Brazil                 | 1400 | Apr Markit Manufacturing PMI      | -          | 52.3     |
| Mexico                 | 1530 | Apr Markit Manufacturing PMI      | -          | 49.2     |
| <b>Tuesday 3 May</b>   |      |                                   |            |          |
| Brazil                 | 1300 | Mar Industrial Output (MoM%/YoY%) | -/-        | 0.7/-4.3 |
| <b>Wednesday 4 May</b> |      |                                   |            |          |
| Russia                 | 0700 | Apr Markit Manufacturing PMI      | -          | 44.1     |
| Hungary                | 0800 | Mar Retail Sales (YoY%)           | 9.7        | 9.8      |
| Brazil                 | 0900 | Apr IPC-Fipe Inflation Idx        | -          | 1.28     |
|                        | 1400 | Apr Markit Services PMI           | -          | 58.1     |
|                        | 1400 | Apr Markit Composite PMI          | -          | 56.6     |
|                        | 2200 | Selic Interest Rate               | -          | 11.75    |
| <b>Thursday 5 May</b>  |      |                                   |            |          |
| Turkey                 | 0800 | Apr CPI (MoM%/YoY%)               | 4.6/66.0   | 5.5/61.1 |
|                        | 0800 | Apr Manufacturing PMI             | -          | 49.4     |
| Poland                 | -    | May NBP Base Rate                 | -          | 4.5      |
| Czech Rep              | 1330 | CNB Repo Rate                     | -          | 5        |
| South Africa           | 0815 | Apr Std Bank Whole Econ PMI       | -          | 51.4     |
| <b>Friday 6 May</b>    |      |                                   |            |          |
| Russia                 | 0700 | Apr Markit Services PMI           | -          | 38.1     |
| Hungary                | 0800 | Mar Industrial Output (MoM%/YoY%) | -1.9/2.2   | 1.6/4.5  |

Source: Refinitiv, ING, \*GMT

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