

## INFLATION

INFLATION TRACKER:

ENERGY SHOCK DRIVES SHARP INFLATION SPIKES EVERYWHERE



**BNP PARIBAS**

The bank for a changing world

## General dynamics of inflation:

A clear rebound, driven by energy prices, now spreading across all countries

## Inflation and survey data:

Price pressure indicators are surging, signaling an early warning for further sharp increases ahead

## Inflation expectations (households, forecasters, markets):

For now, short-term inflation expectations – whether from households (especially in the US), forecasters, or markets – are rising noticeably. Longer-term expectations remain stable

## Inflation-wage dynamics:

A wage-price spiral is unlikely at this stage, and the risk remains contained

## Commodities:

The Middle East conflict has pushed up oil prices and, to a far lesser extent, gas prices. These increases are now spilling over into industrial metals and agricultural products

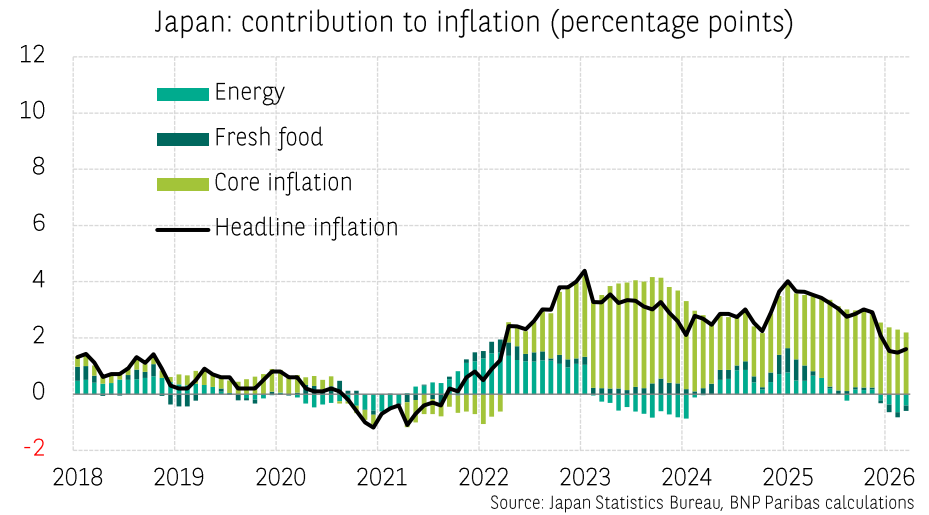
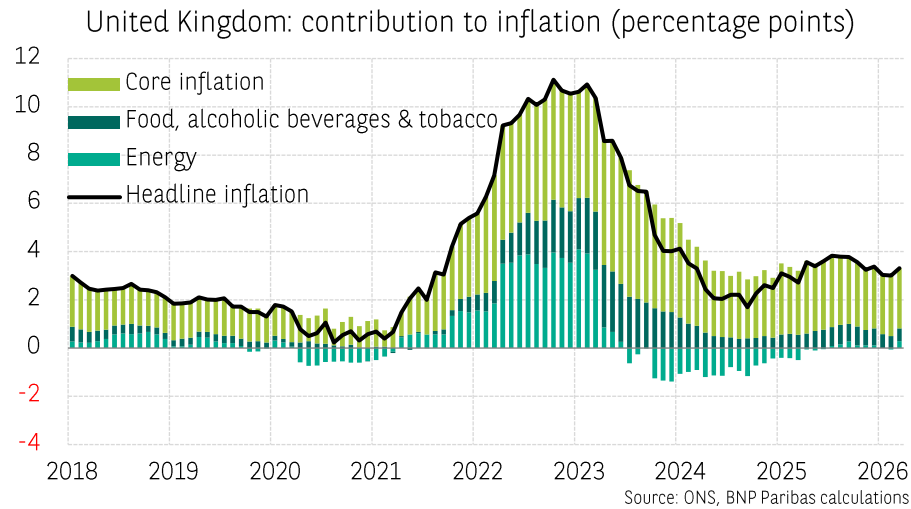
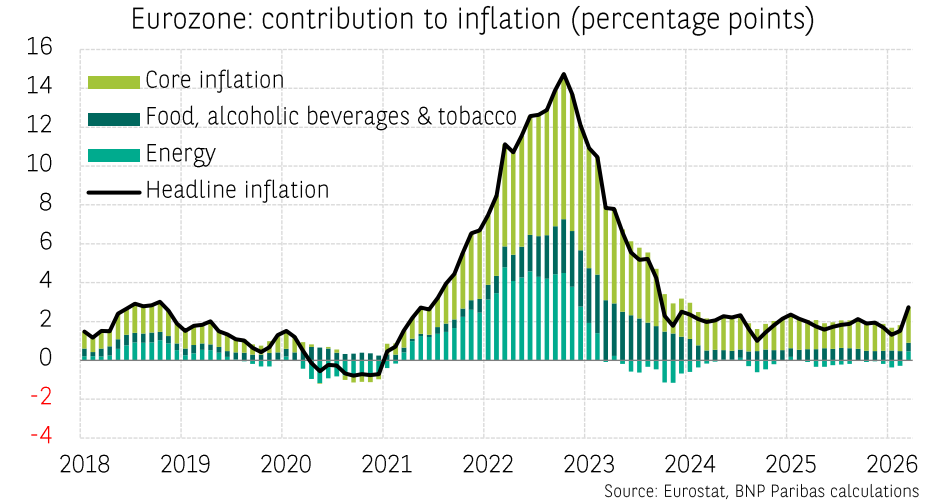
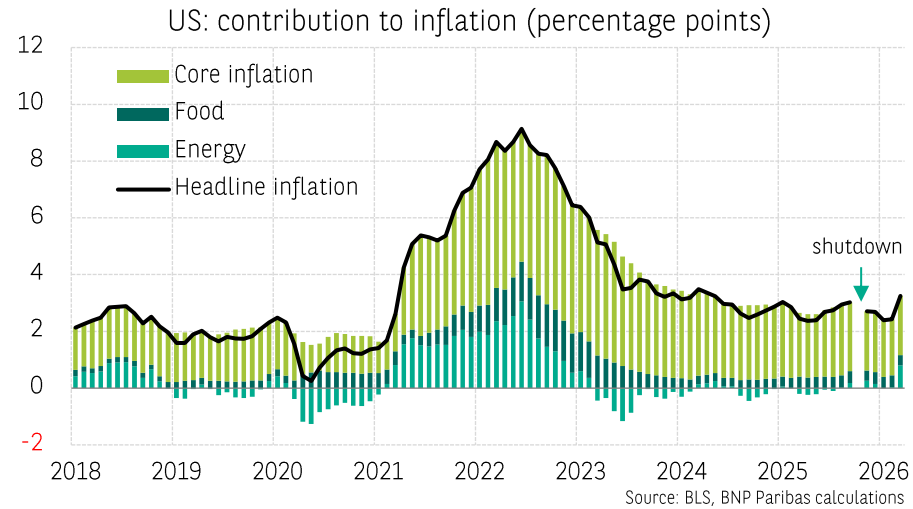


# General dynamics of inflation:

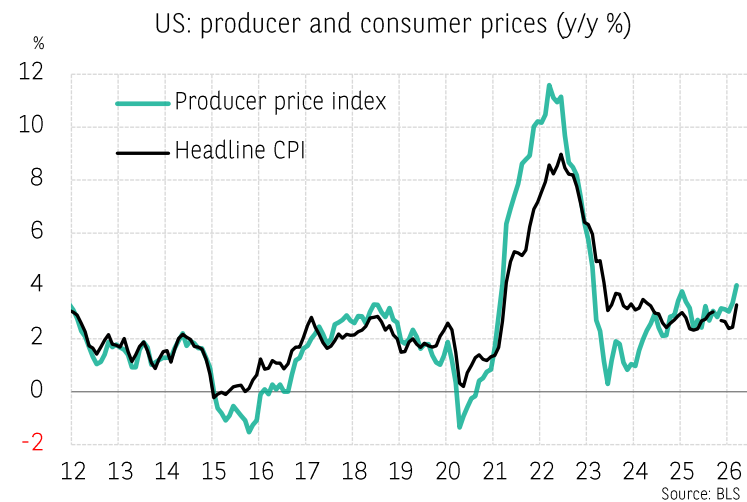
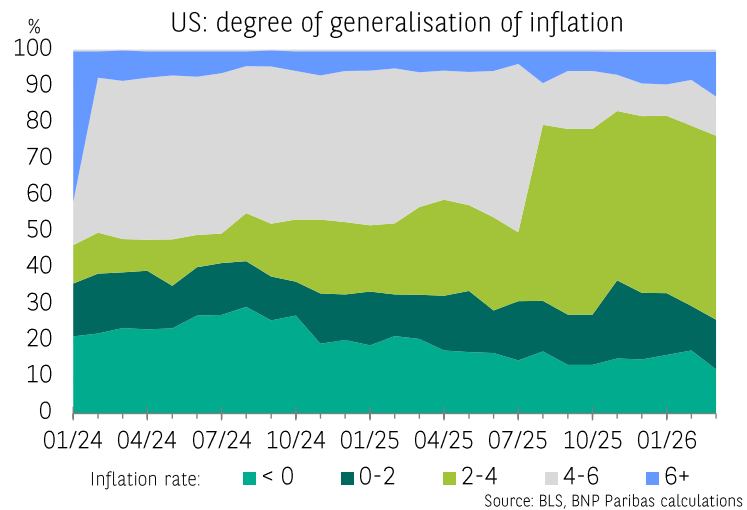
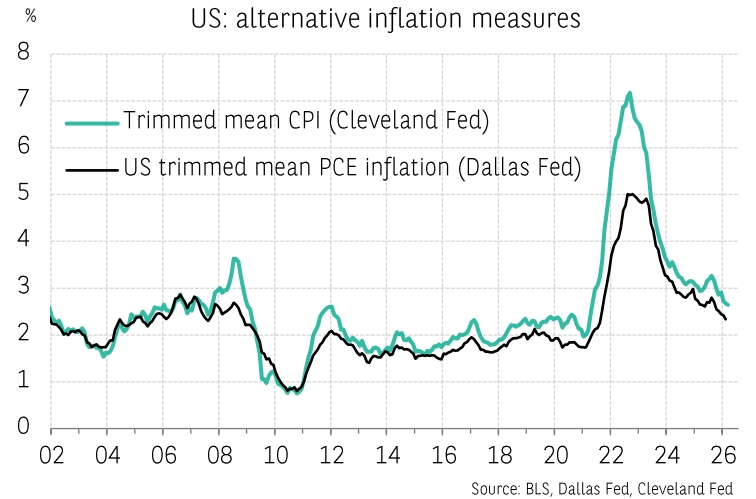
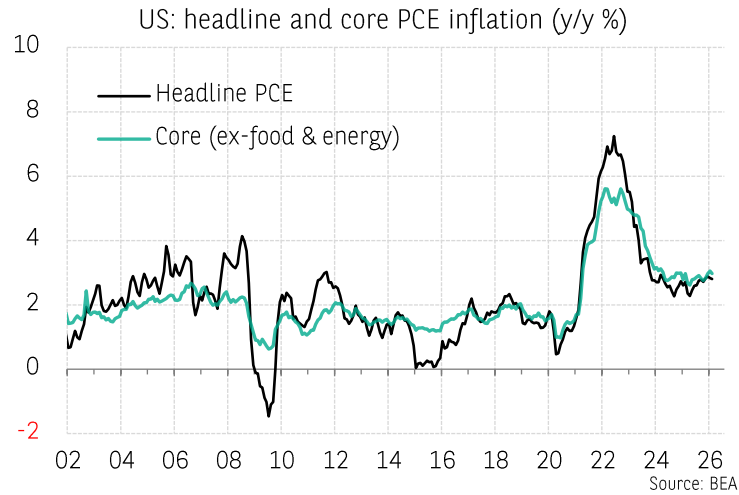
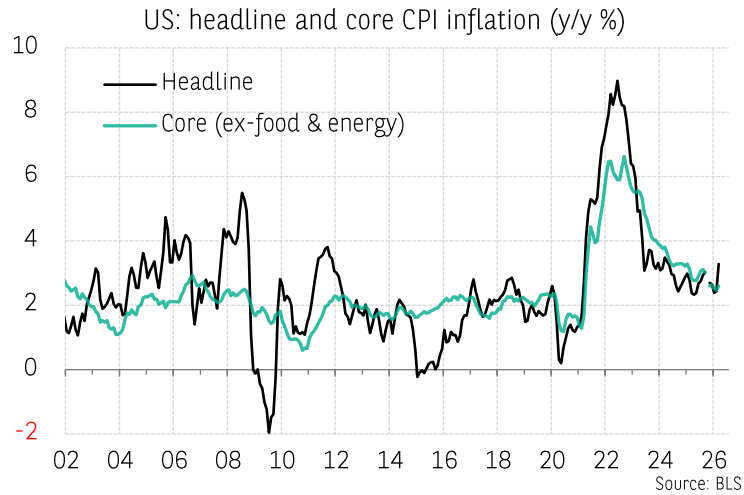
A clear rebound, driven by energy prices, now spreading across all countries



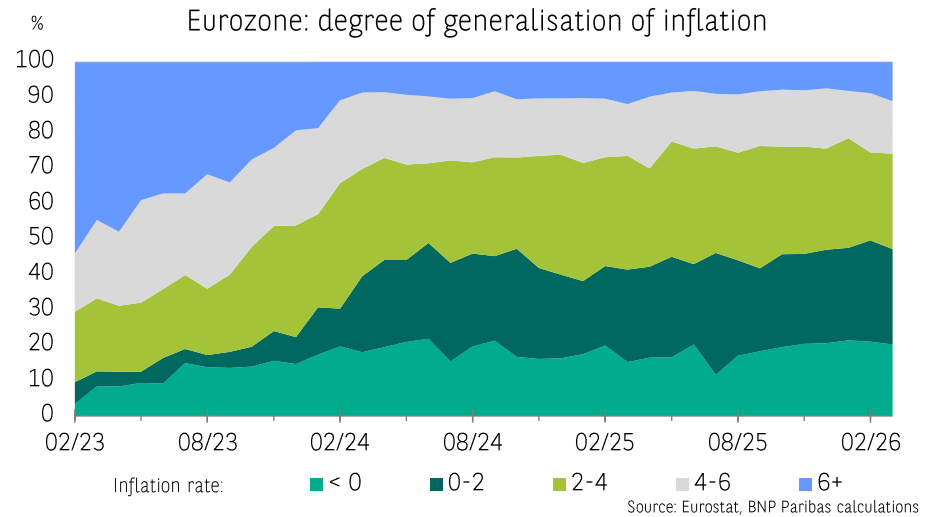
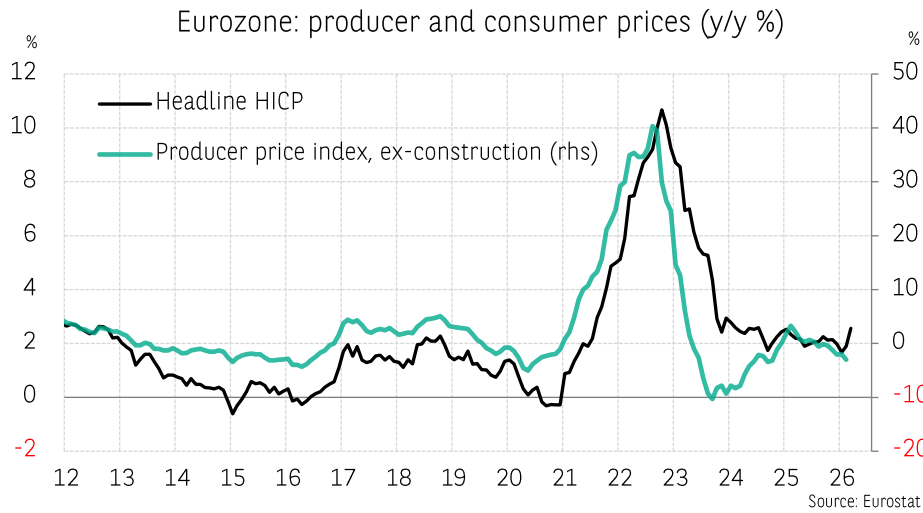
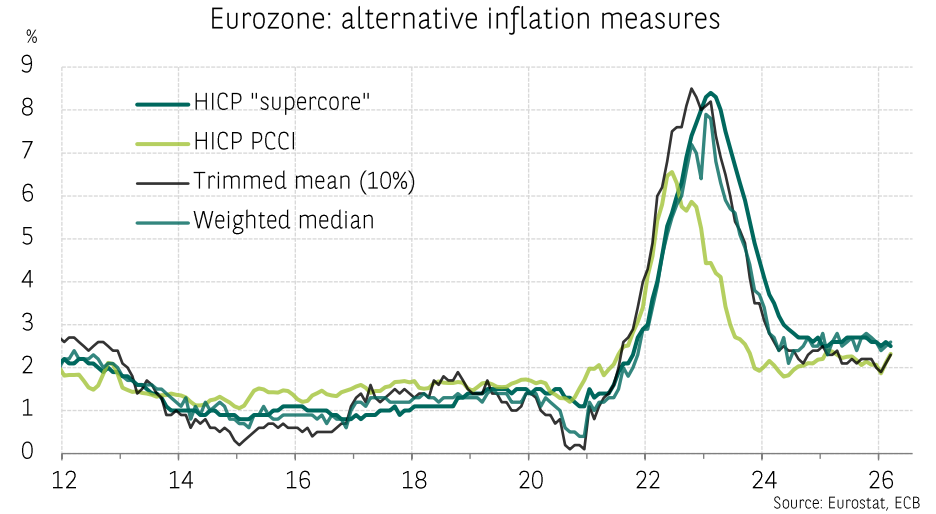
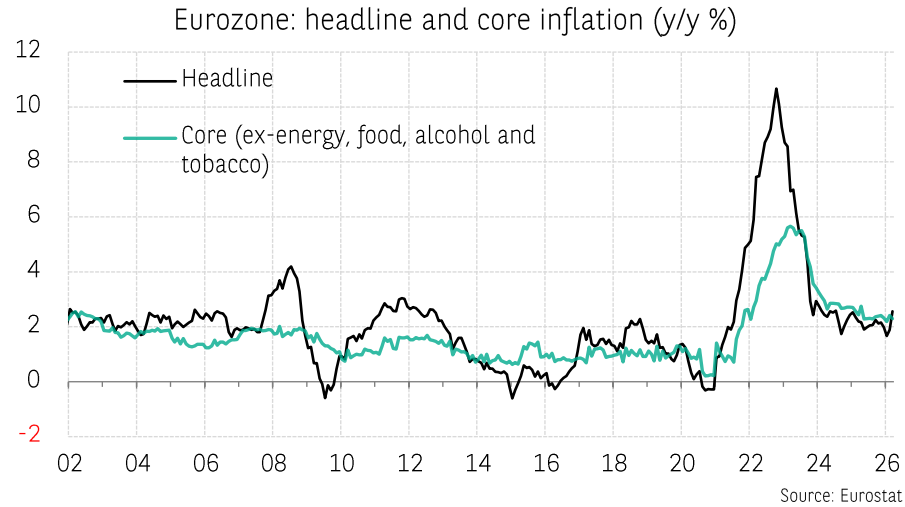
# General dynamics of inflation: decomposition of inflation



# Inflation dynamics in the United States: different metrics and degree of generalisation

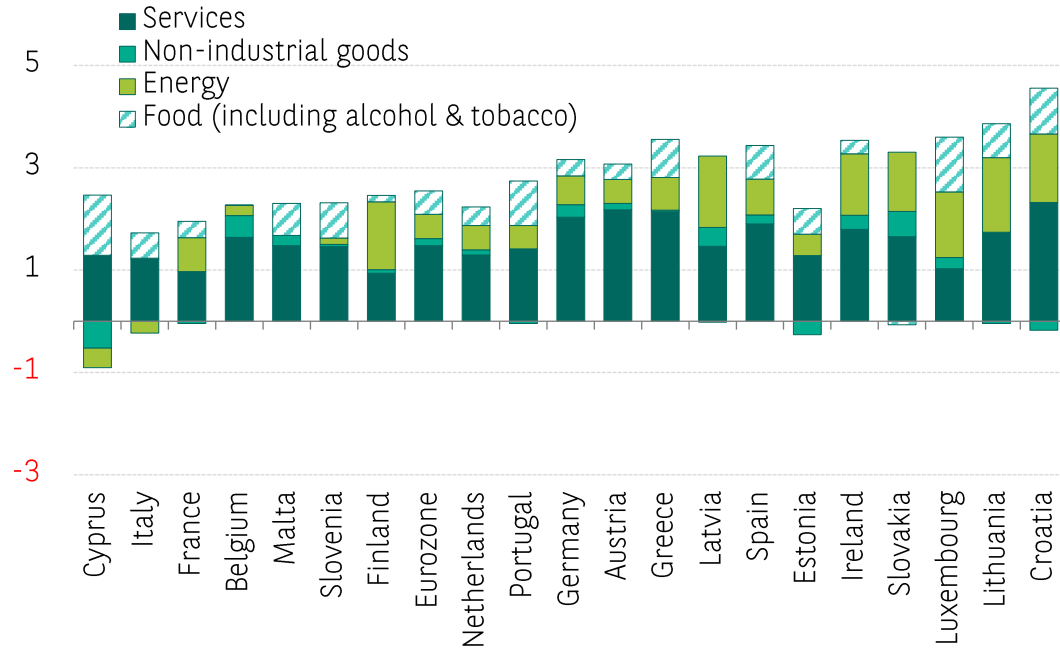


# Inflation dynamics in the Eurozone: different metrics and degree of generalisation



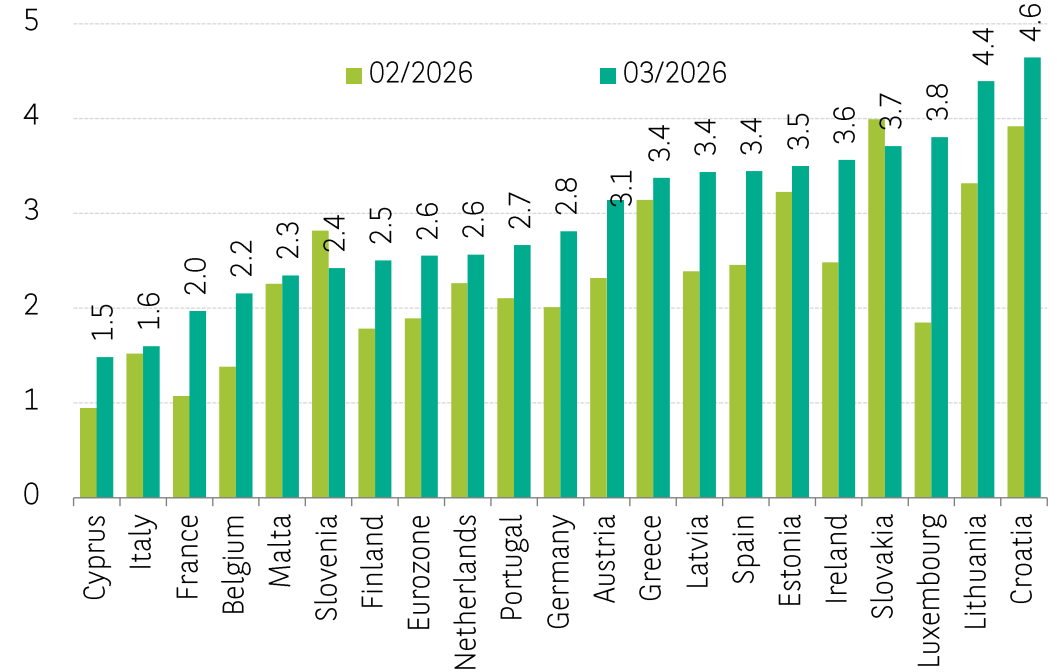
# Inflation dynamics in the Eurozone by country (1)

Eurozone: contribution to inflation (% points), March 2026



Source: Eurostat

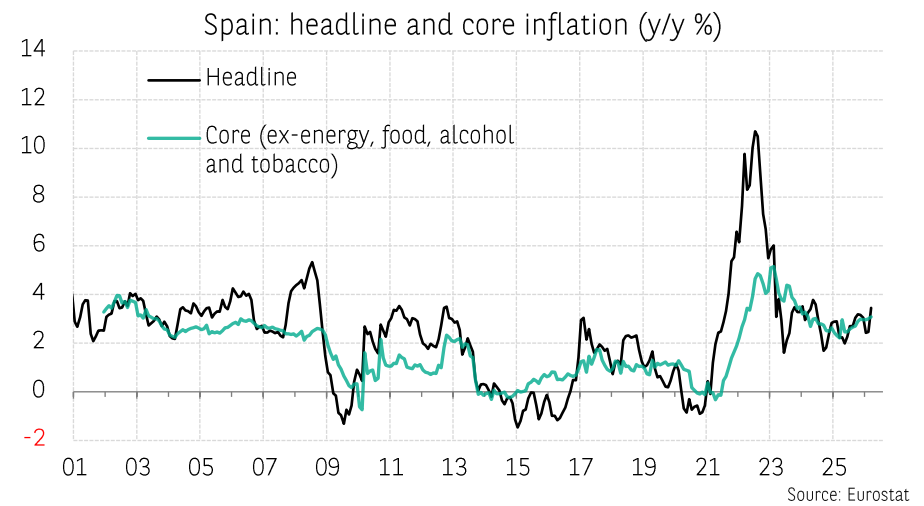
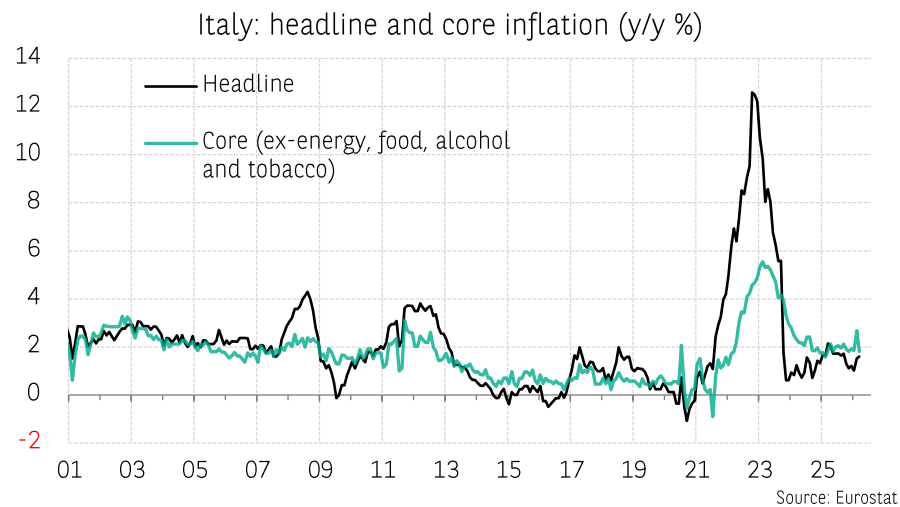
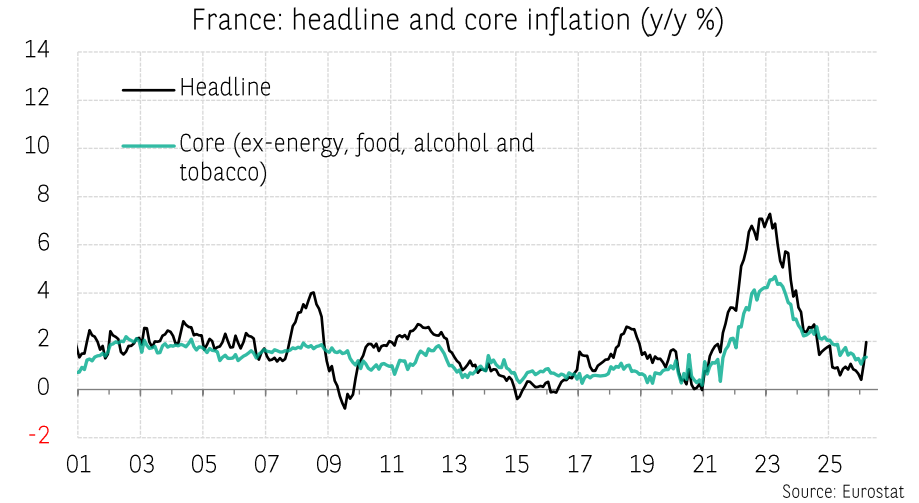
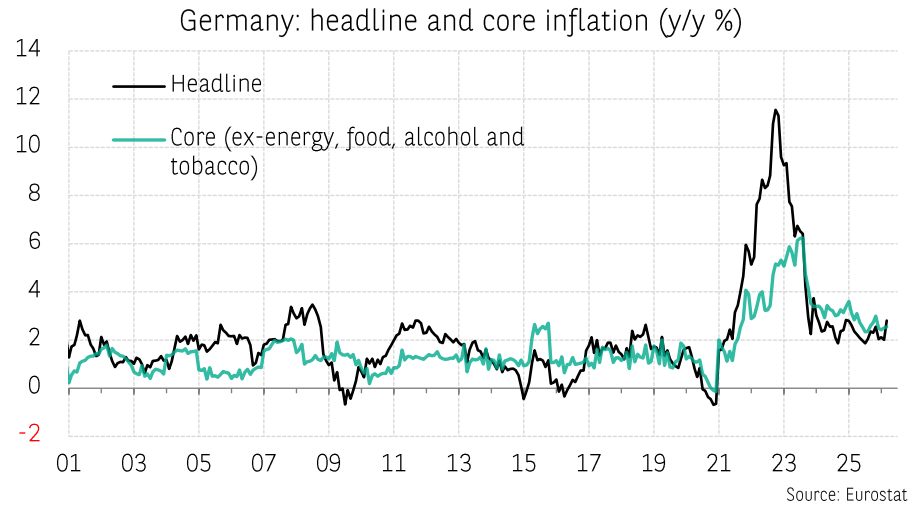
Eurozone: inflation in y/y % change



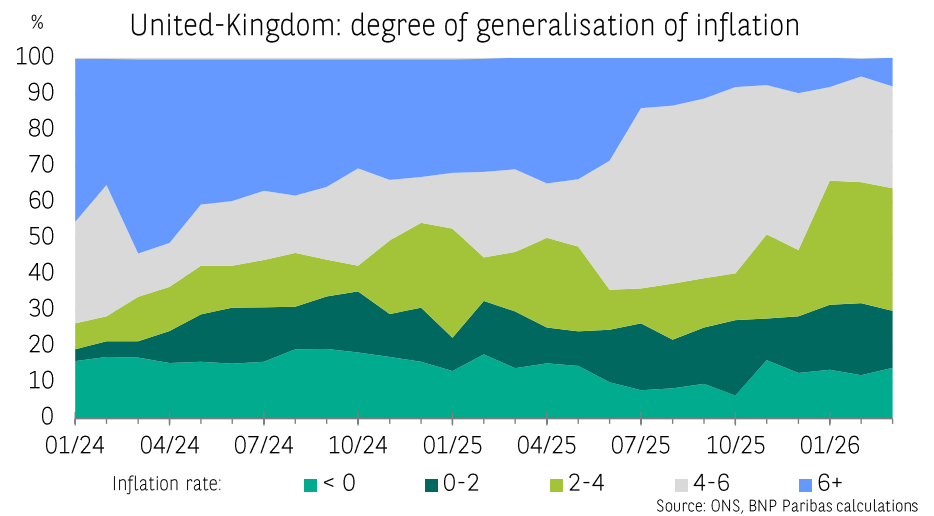
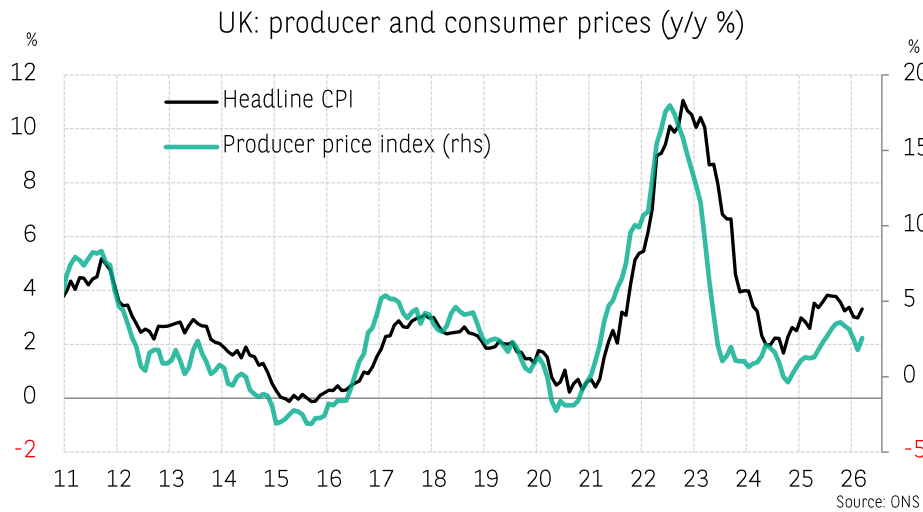
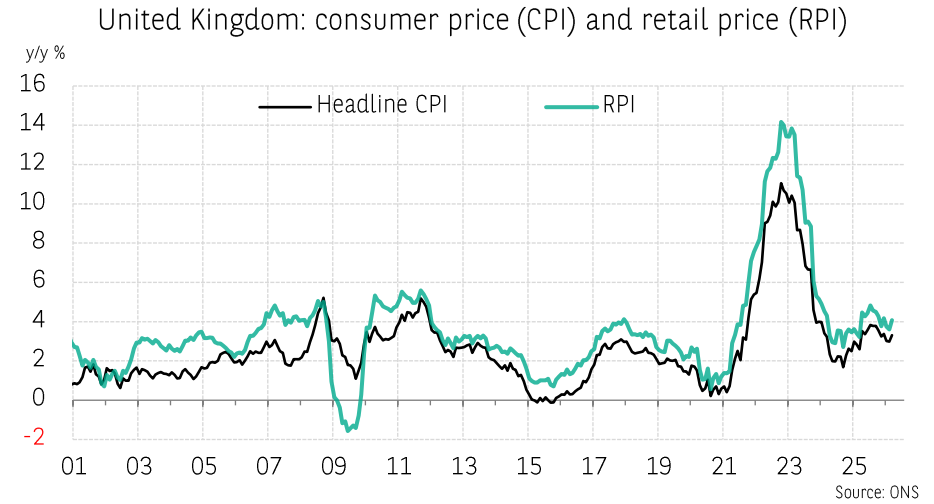
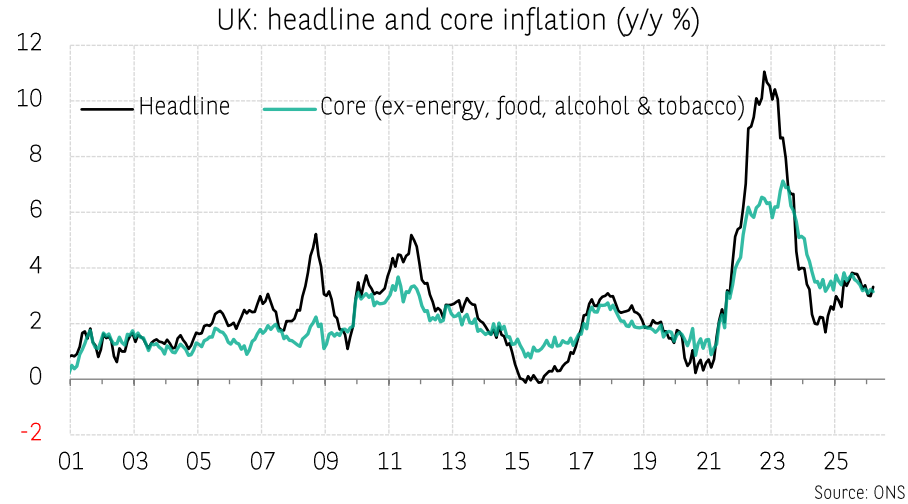
Source: Eurostat



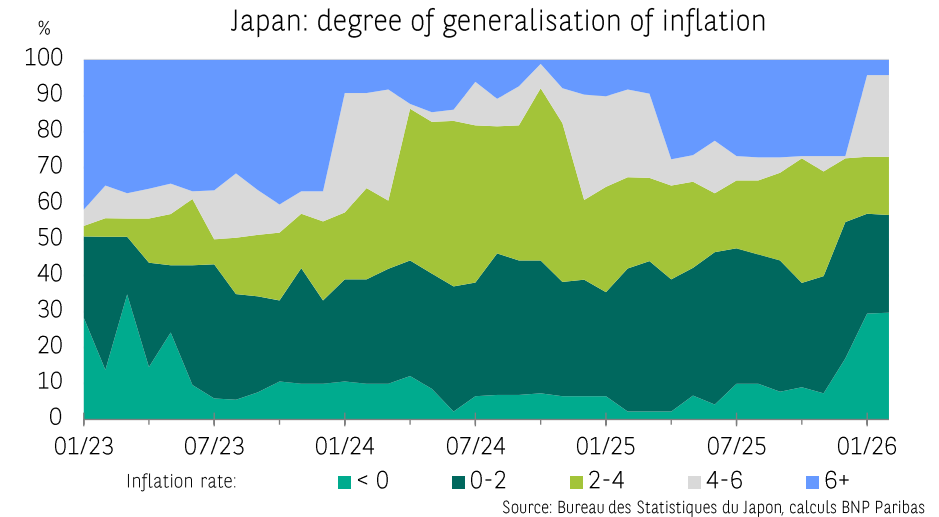
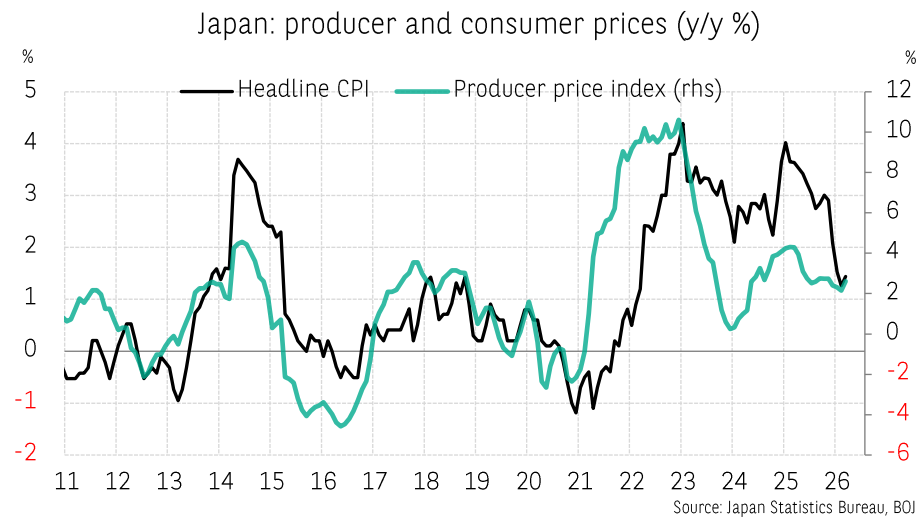
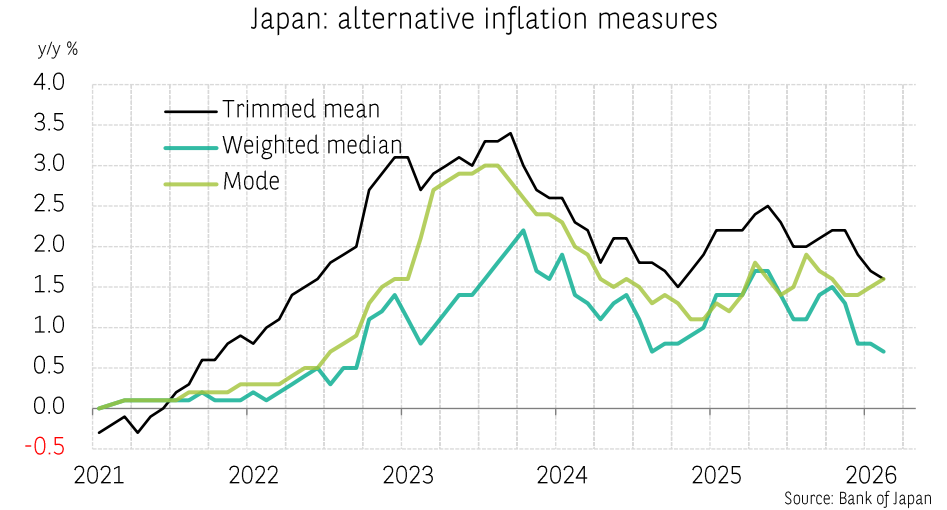
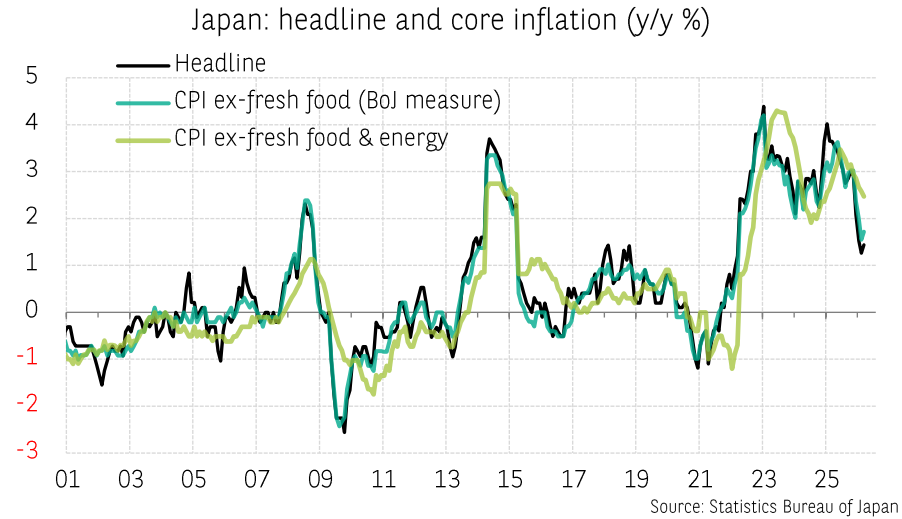
# Inflation dynamics in the Eurozone by country (2)



# Inflation dynamics in the United Kingdom: different metrics and degree of generalisation



# Inflation dynamics in Japan: different metrics and degree of generalisation

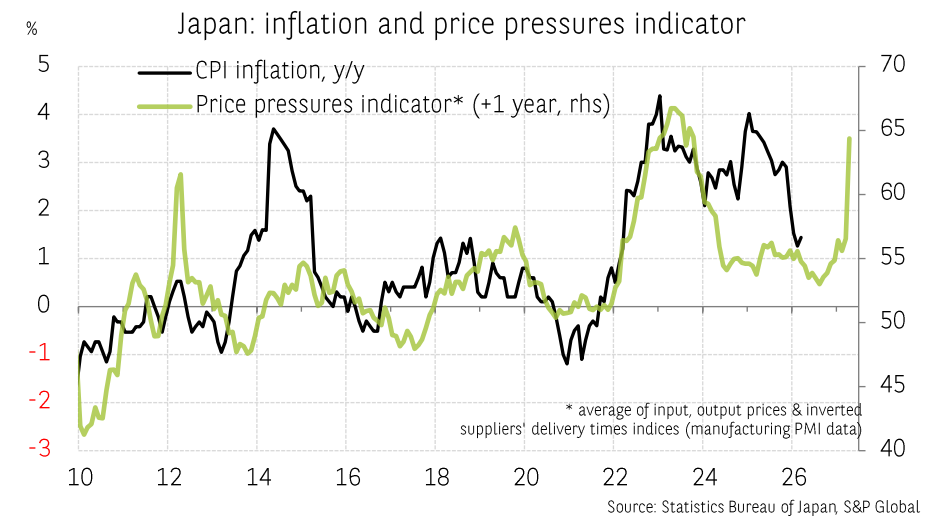
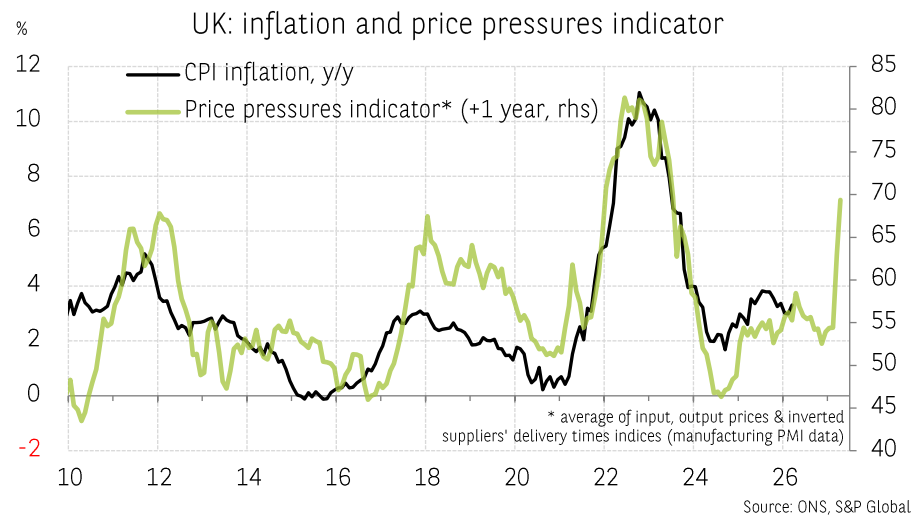
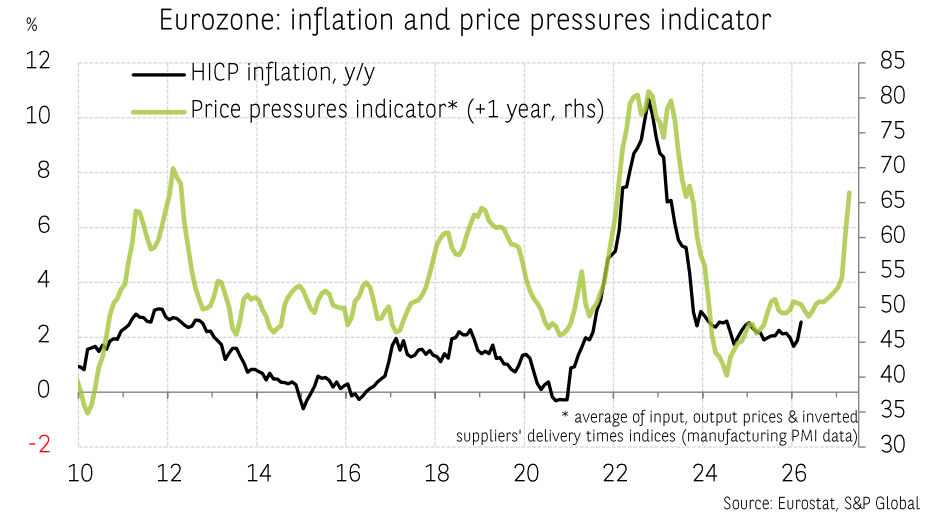
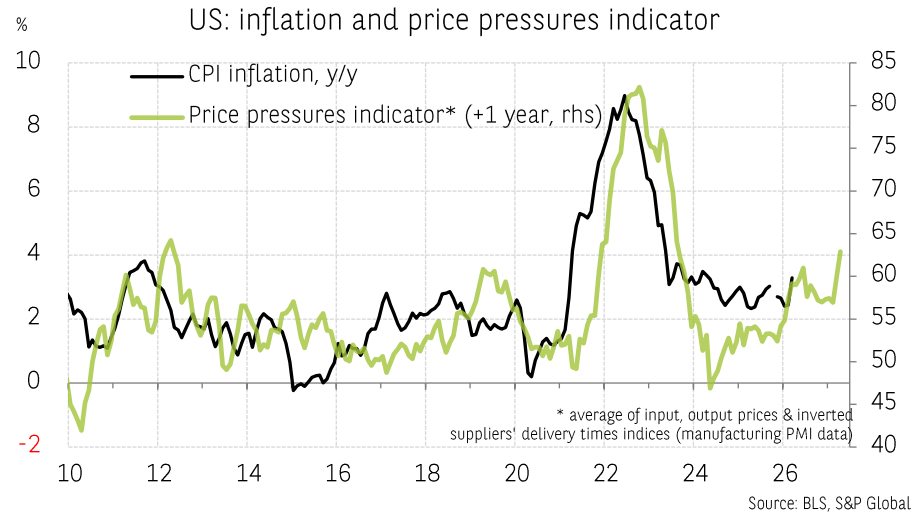


# Inflation and survey data:

Price pressure indicators are surging, signaling an early warning for further sharp increases ahead



# PMI surveys: an indication of inflationary pressures



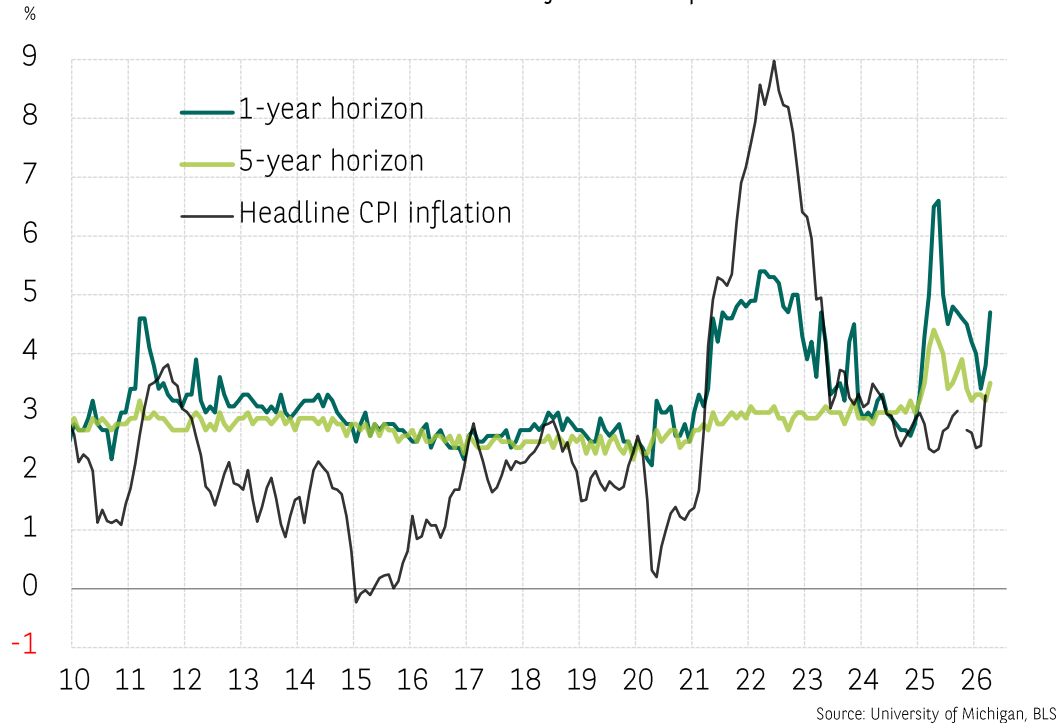
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For now, short-term inflation expectations – whether from households (especially in the US), forecasters, or markets – are rising noticeably. Longer-term expectations remain stable.

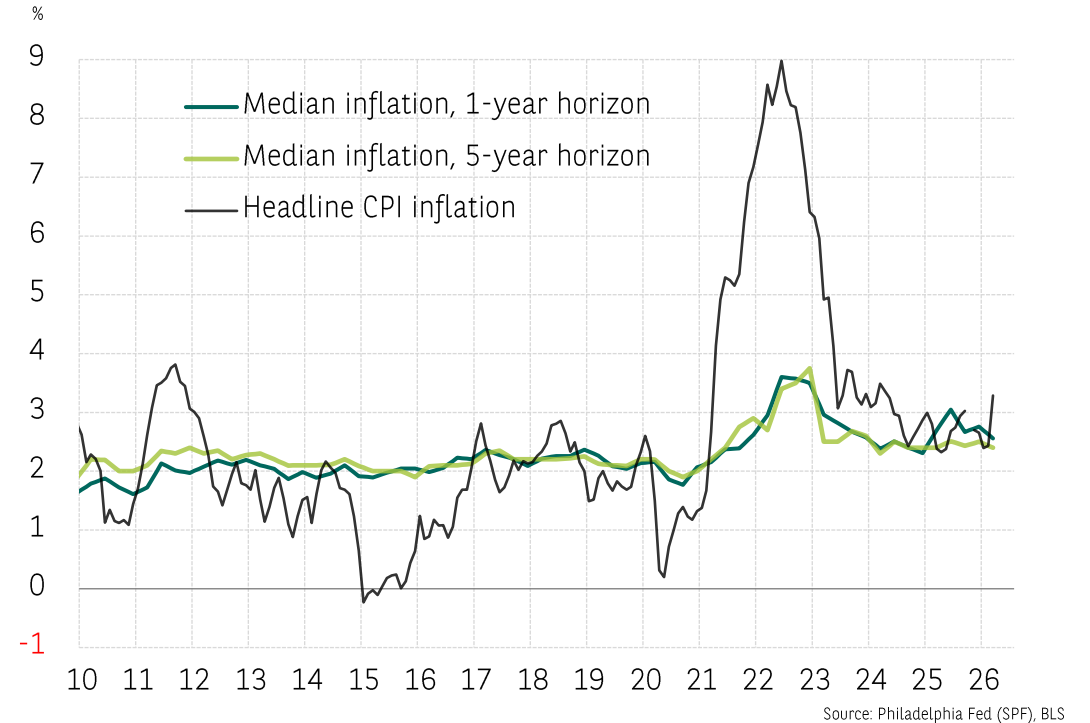


# Inflation expectations in the United States

US: consumer inflation expectations

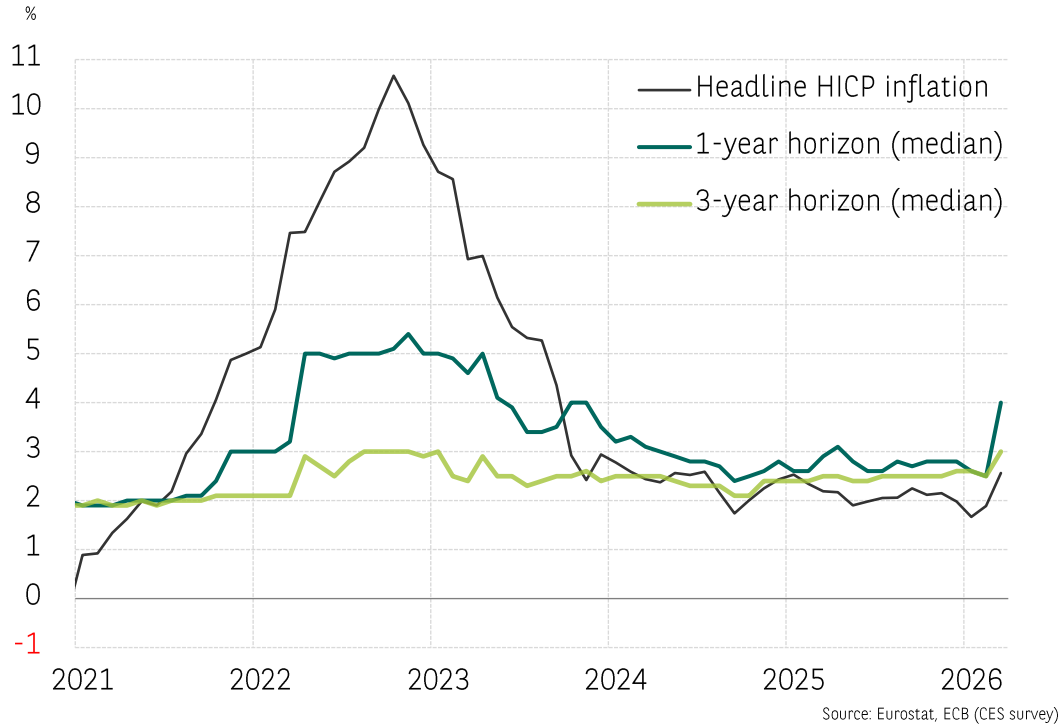


US: Survey of professional forecasters

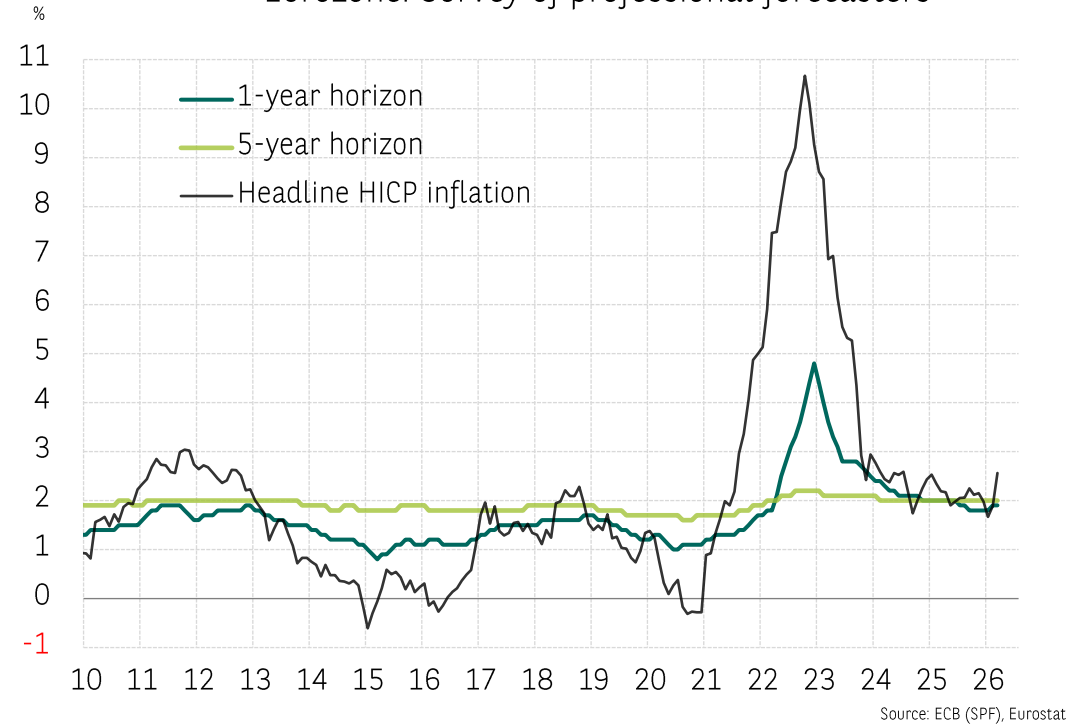


# Inflation expectations in the Eurozone

Eurozone: consumer inflation expectations

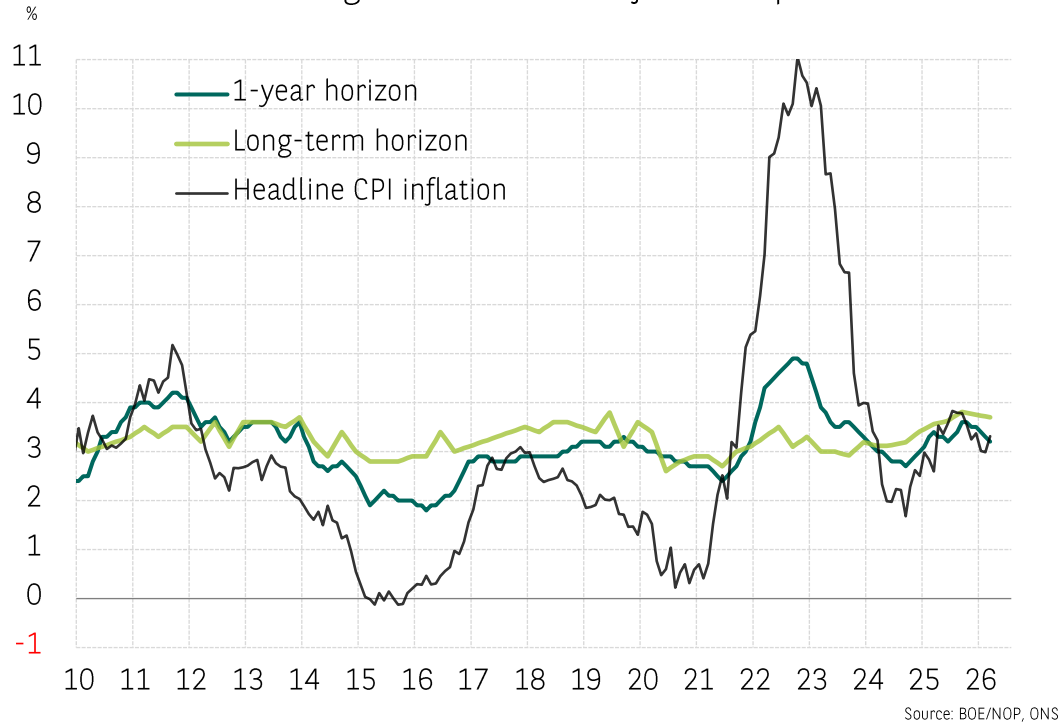


Eurozone: Survey of professional forecasters

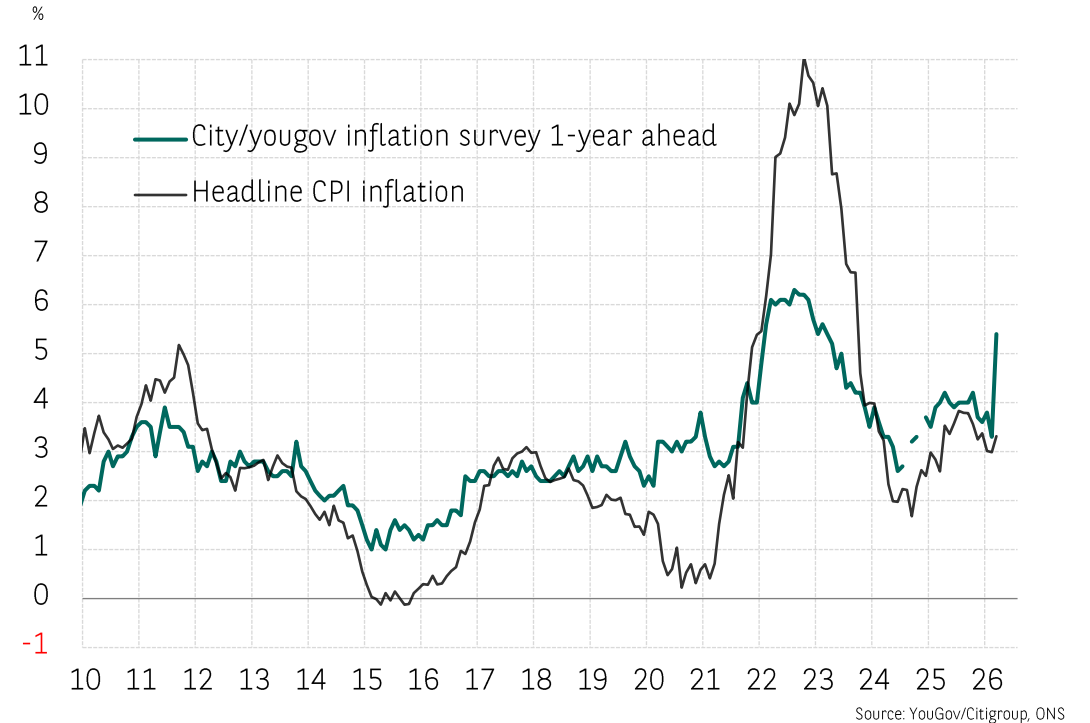


# Inflation expectations in the United Kingdom

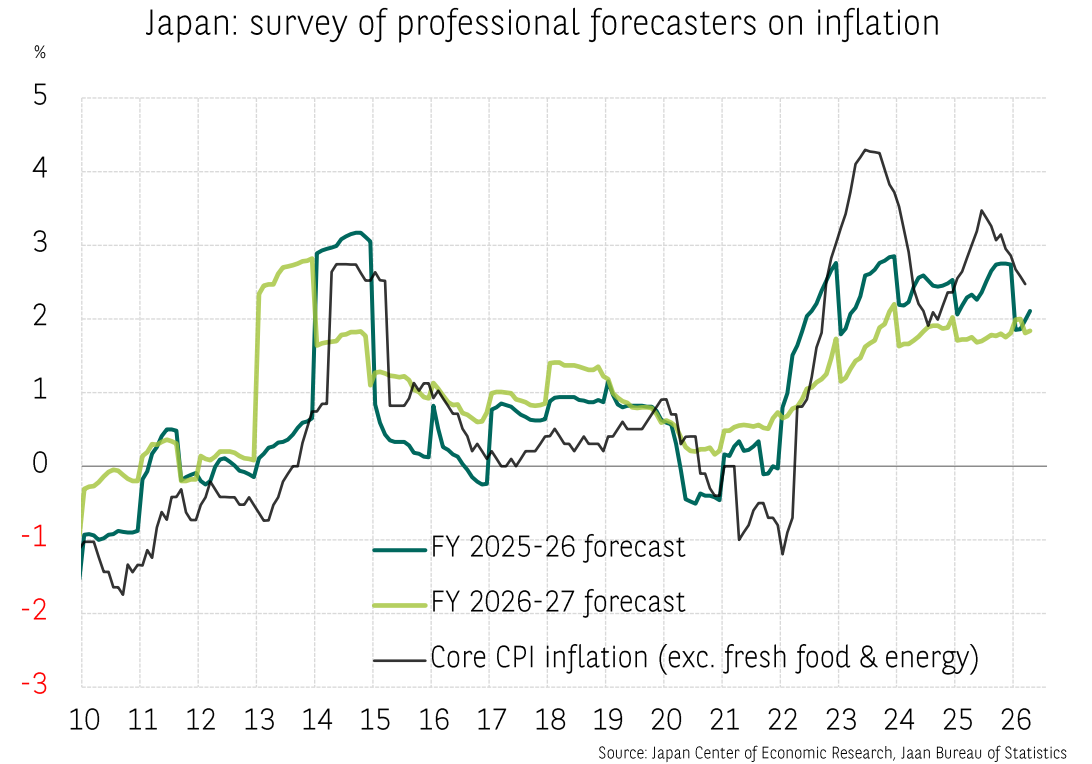
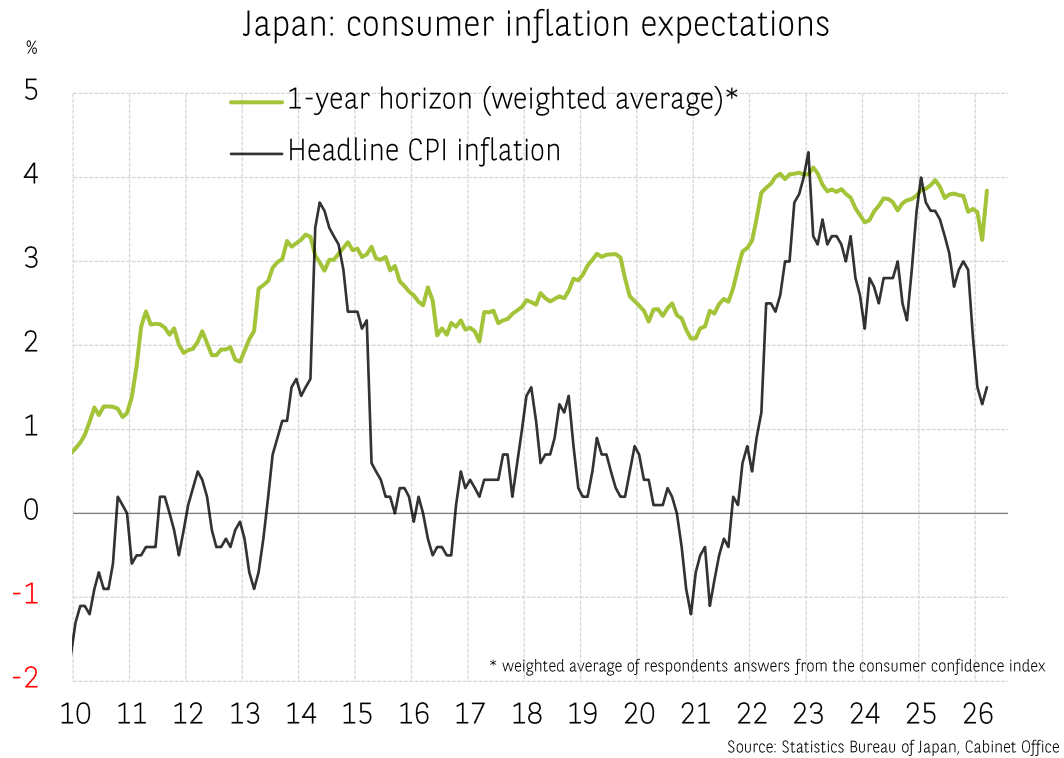
United Kingdom: consumer inflation expectations



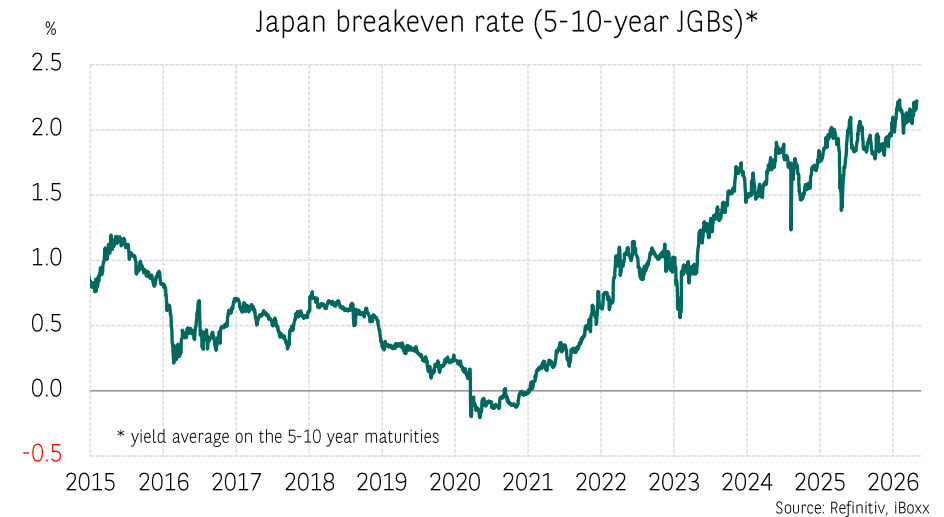
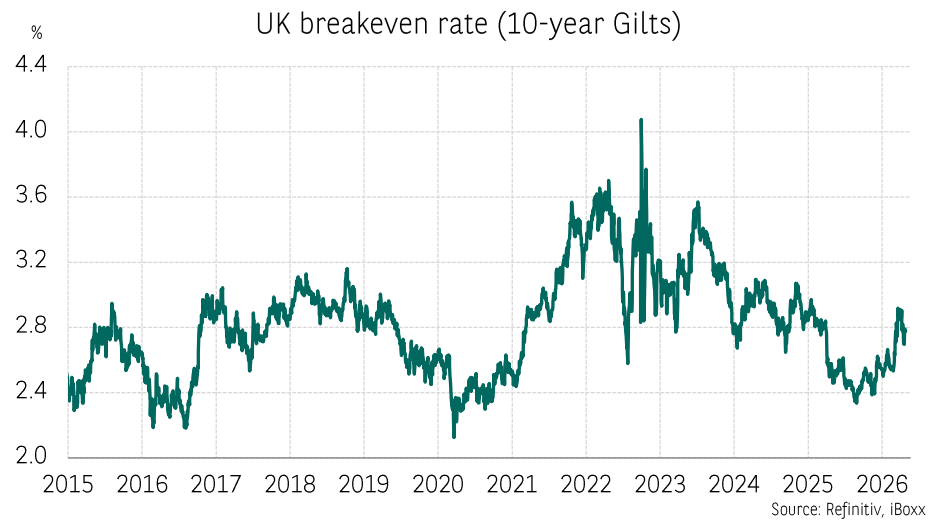
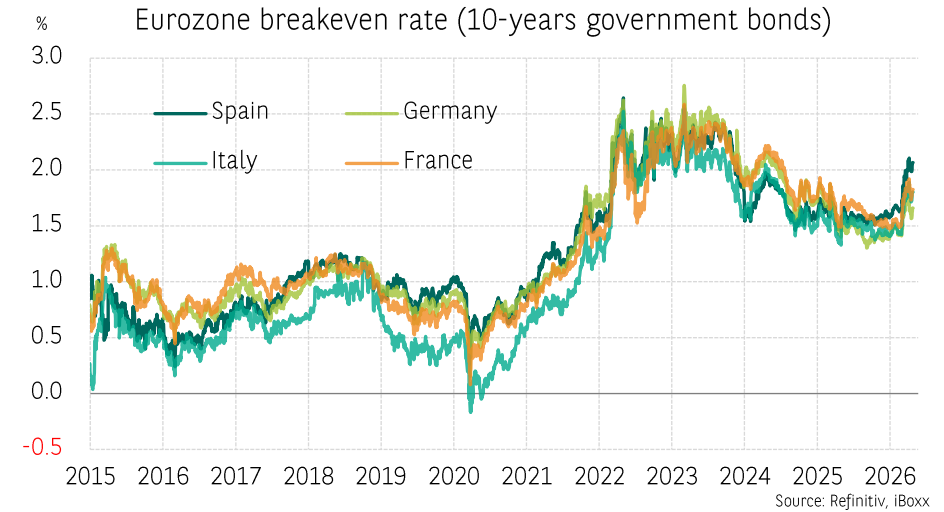
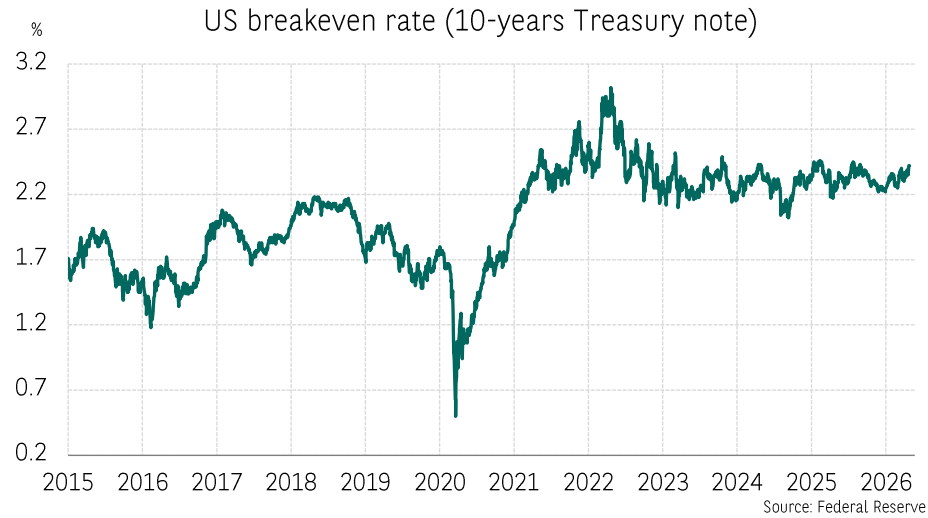
United Kingdom: inflation expectations



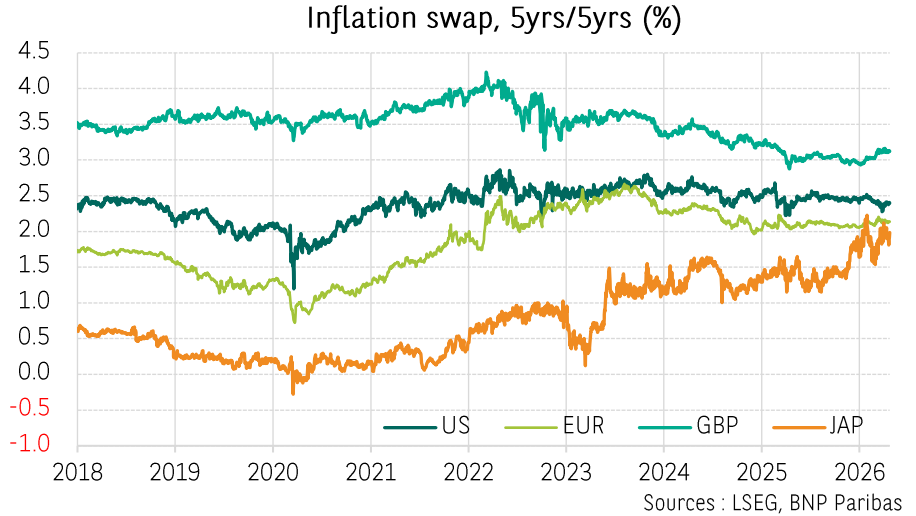
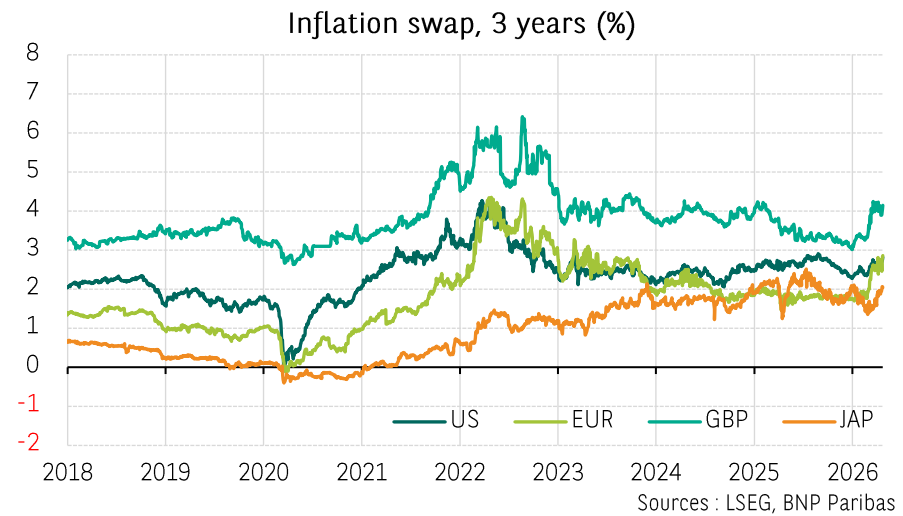
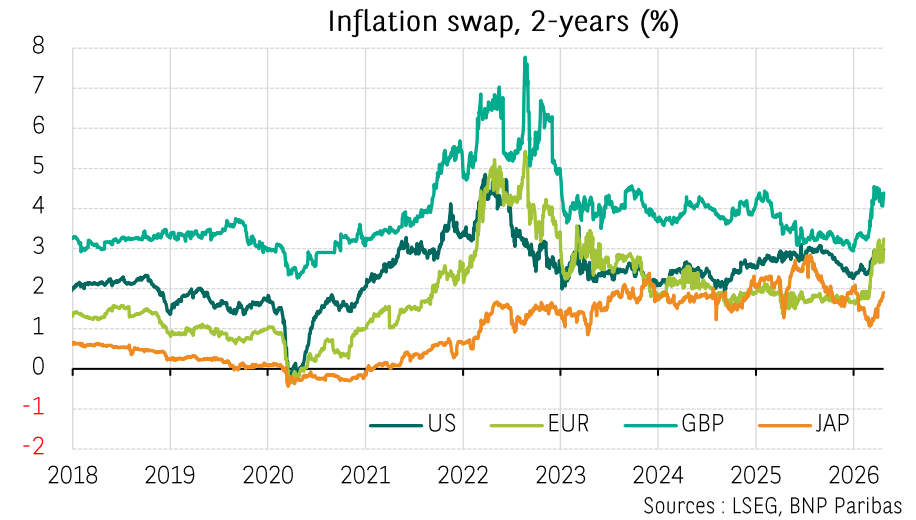
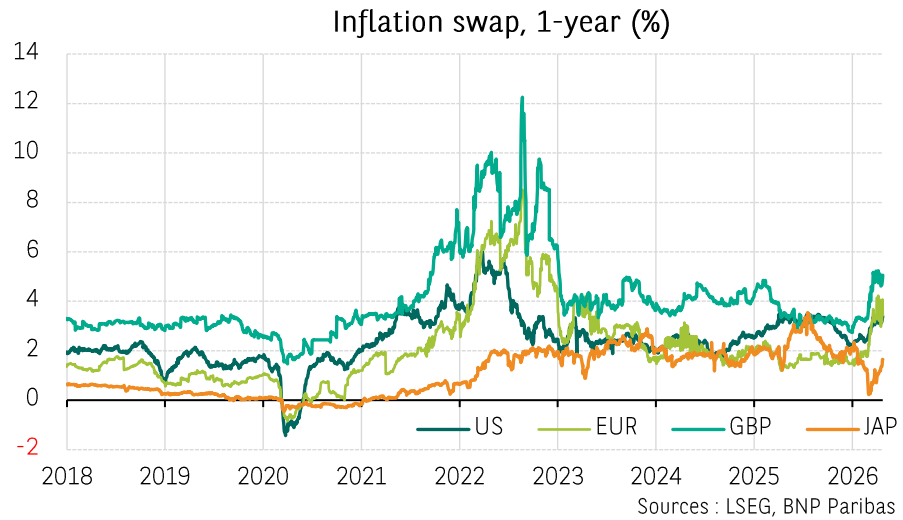
# Inflation expectations in Japan



# Market expectations: breakeven inflation rate



# Market expectations: swap rate



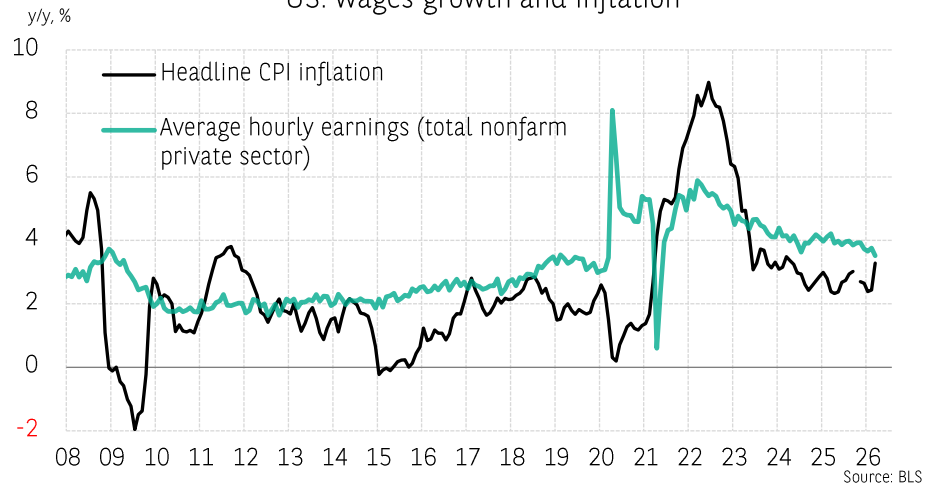
# Inflation-wage dynamics:

A wage-price spiral is unlikely at this stage, and the risk remains contained

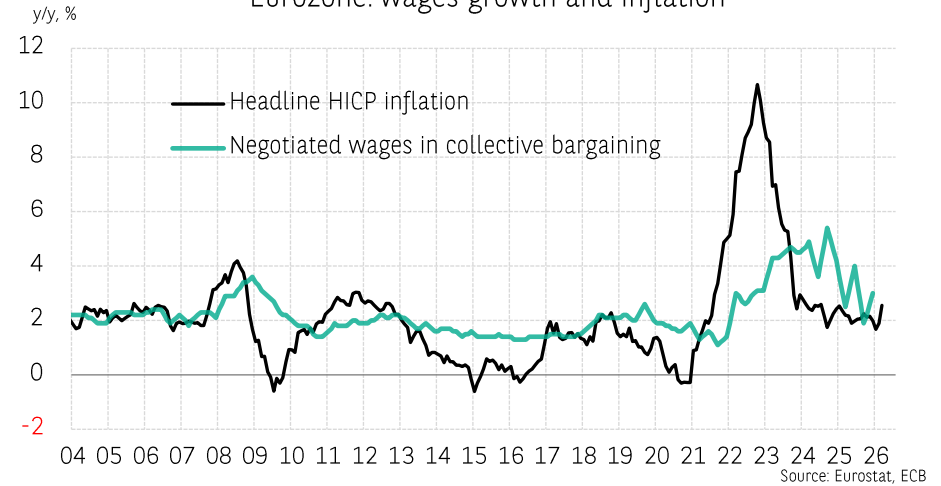


# Inflation-wage dynamics

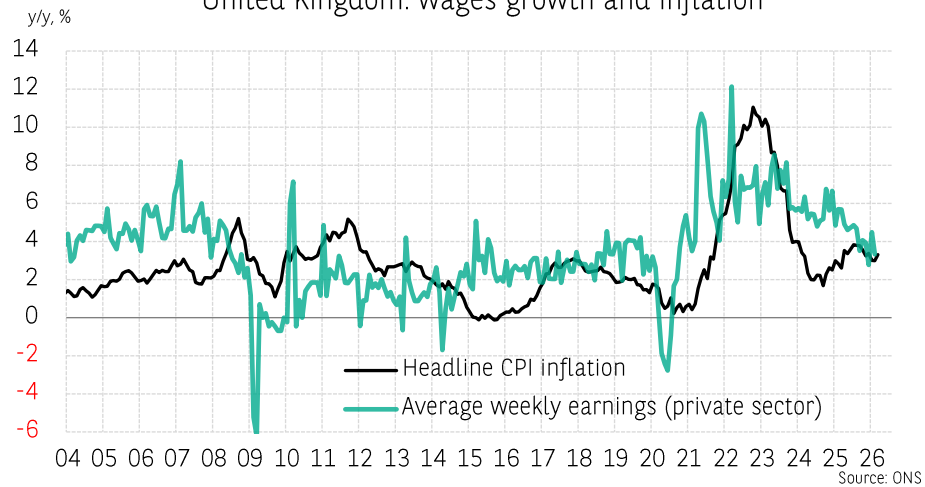
US: wages growth and inflation



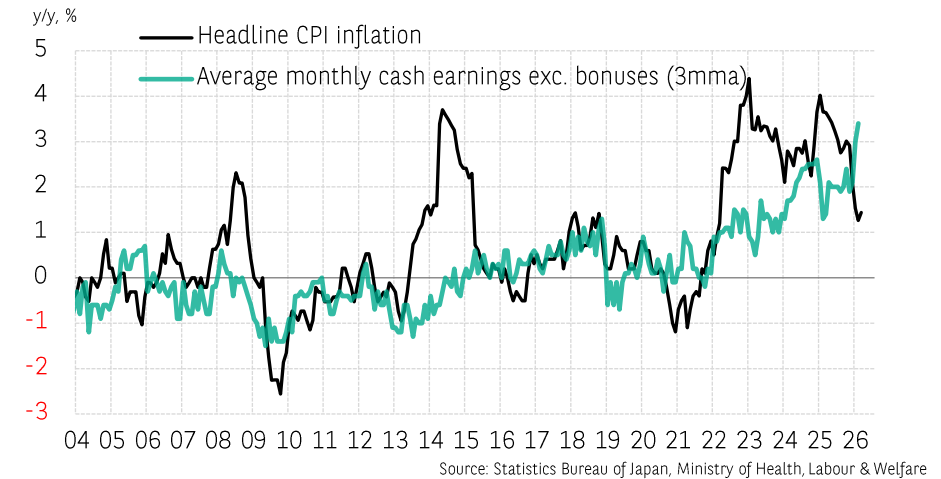
Eurozone: wages growth and inflation



United Kingdom: wages growth and inflation



Japan: wages growth and inflation



# Commodities:

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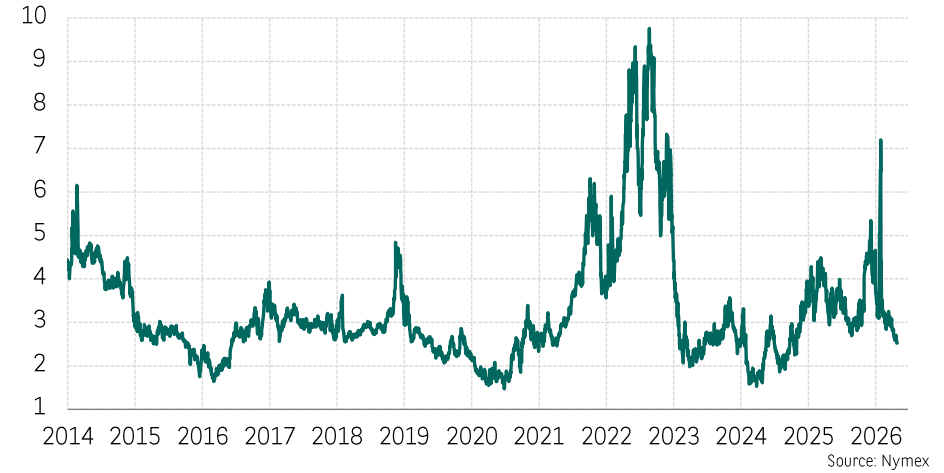


# Commodities

WTI crude oil price, USD/barrel



Natural gas price, USD/million BTU



S&P GSCI industrial metal spot price index



S&P GSCI agriculture spot price index



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