

INFLATION

INFLATION TRACKER:

GLOBAL INFLATION REMAINS UNDER PRESSURE, BUT SIGNS OF STABILISATION EMERGE



BNP PARIBAS

The bank for a changing world

General dynamics of inflation:

Inflation continues to rise due to the energy shock.

Inflation and survey data:

Except in Japan, price pressure indicators continue to increase.

Inflation expectations (households, forecasters, markets):

Inflation expectations are gradually stabilising.

Inflation-wage dynamics:

Still no signs of a wage-price spiral.

Emerging economies:

Inflation is rising moderately due to the energy shock.

Commodities:

Commodity prices decline following the announcement of a draft agreement between the United States and Iran.

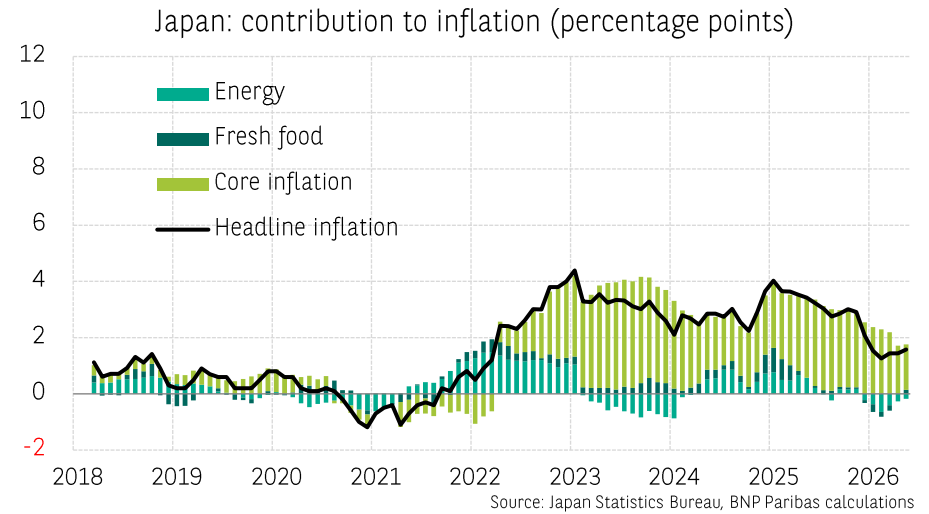
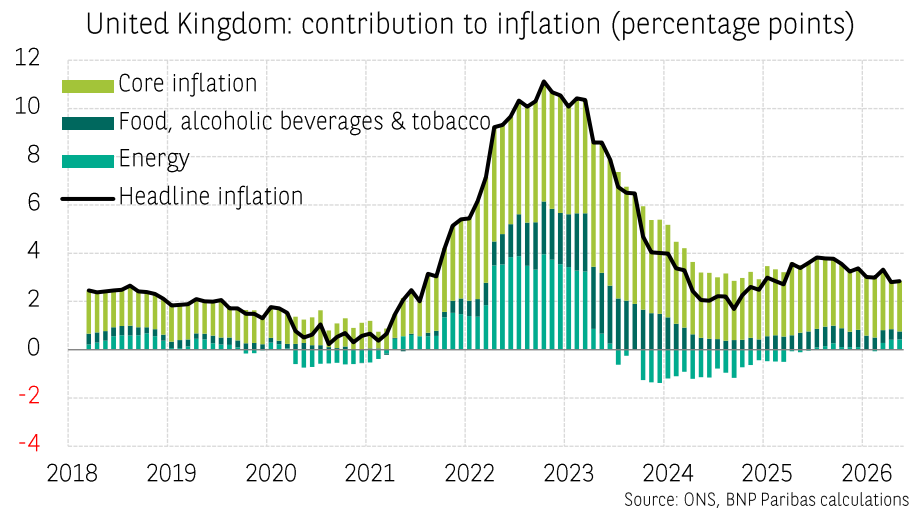
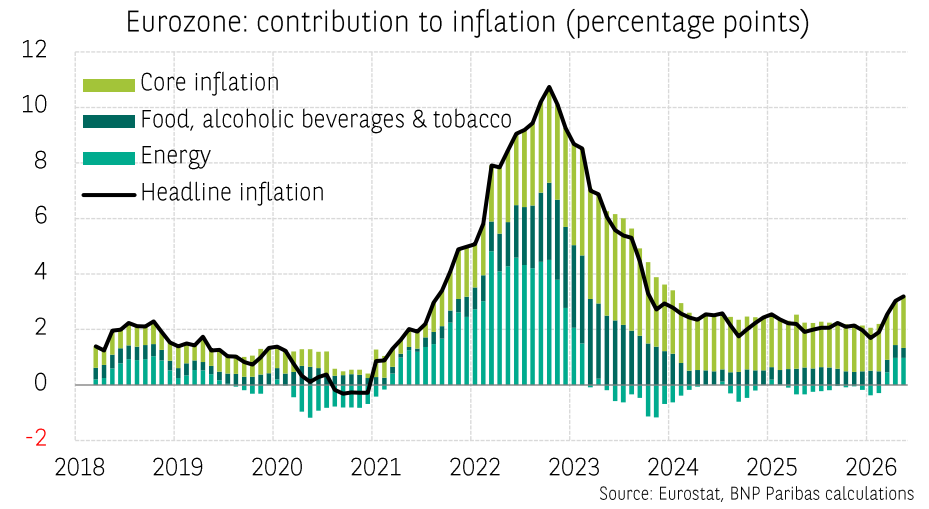
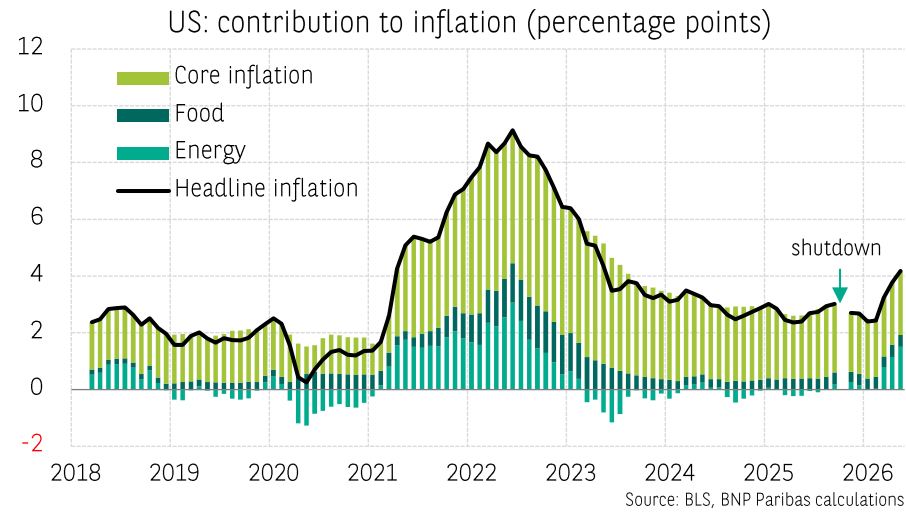


General dynamics of inflation:

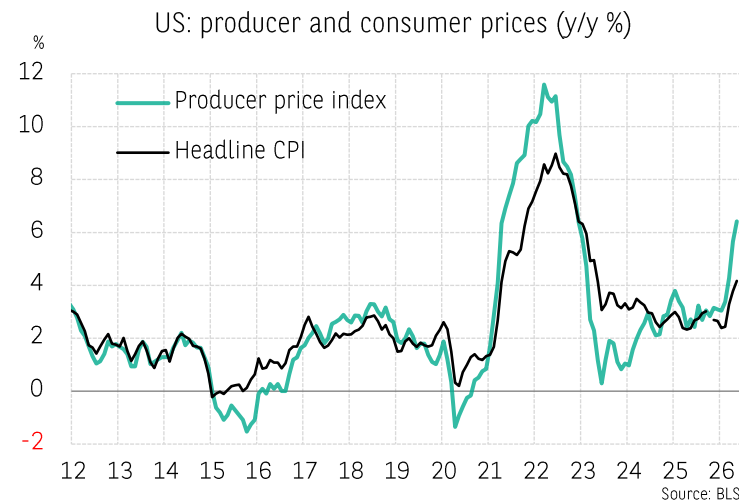
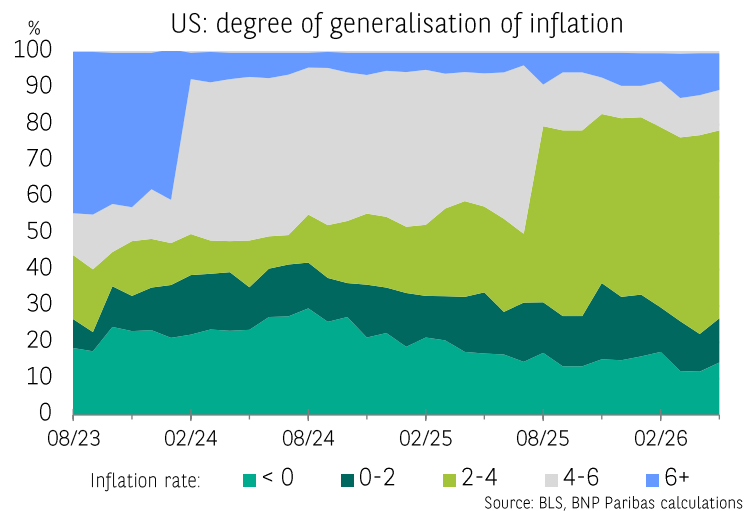
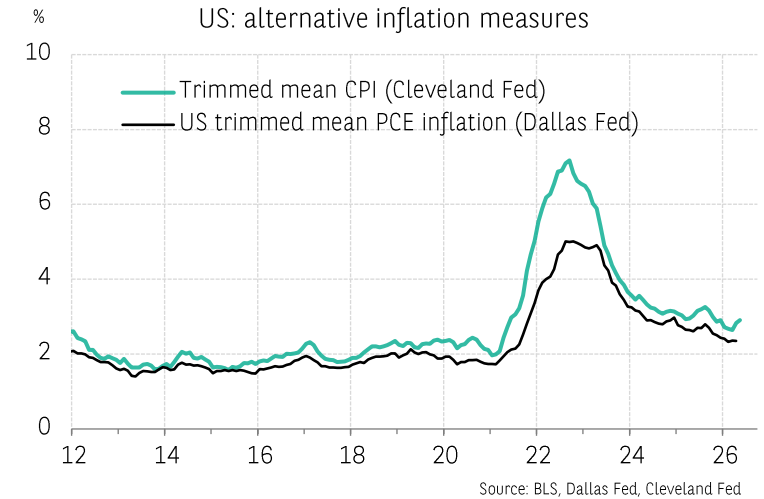
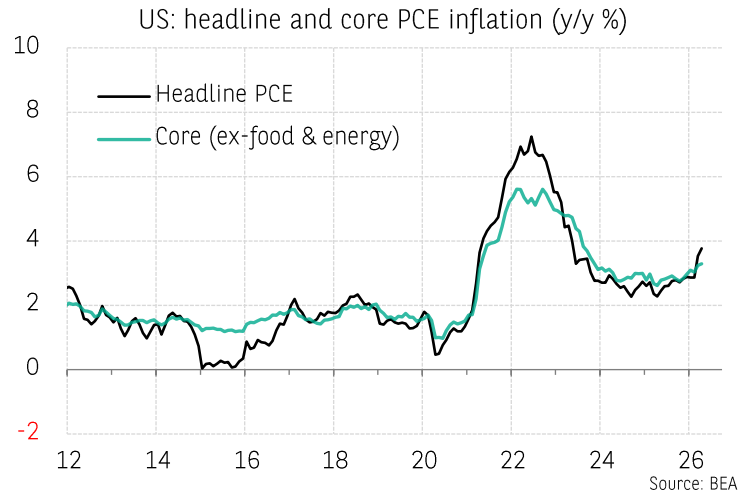
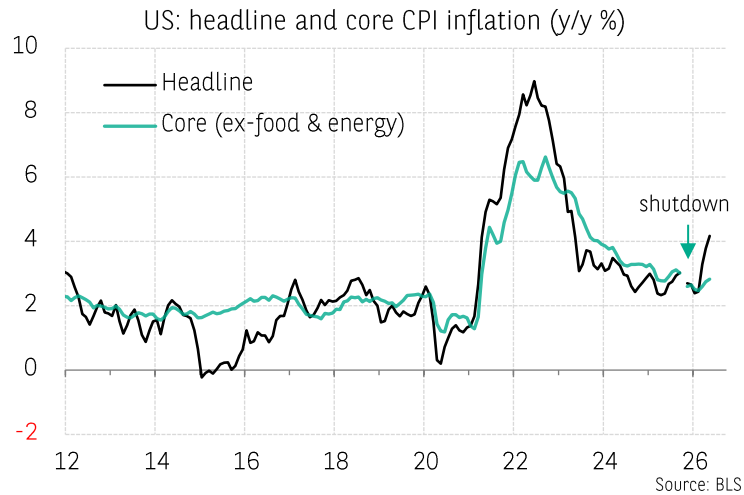
Inflation continues to rise due to the energy shock.



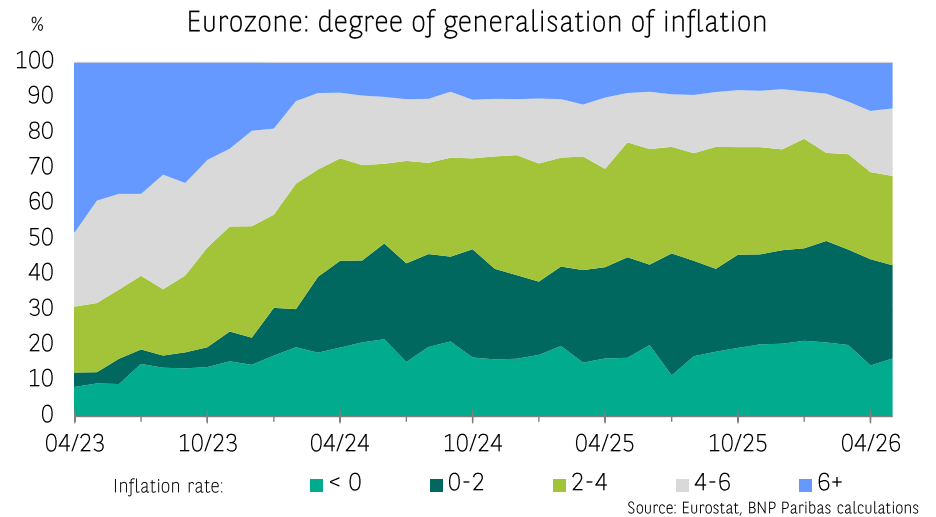
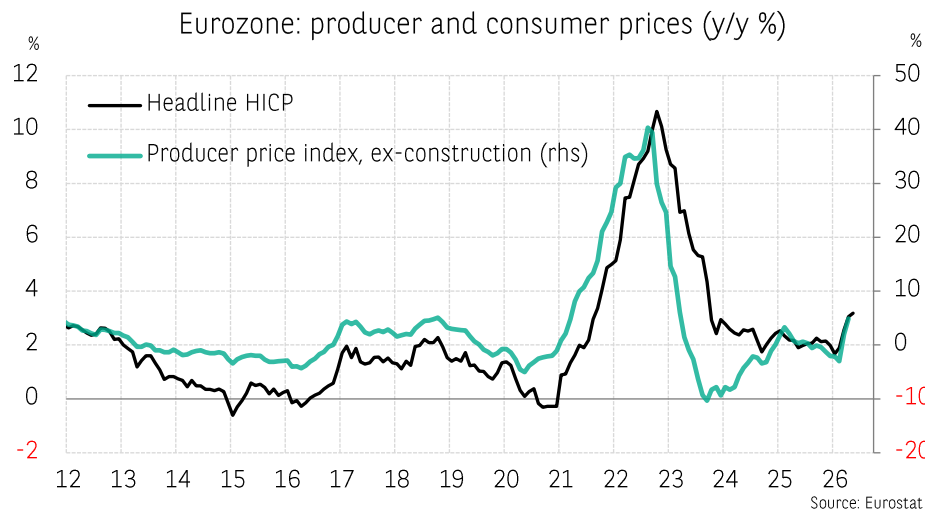
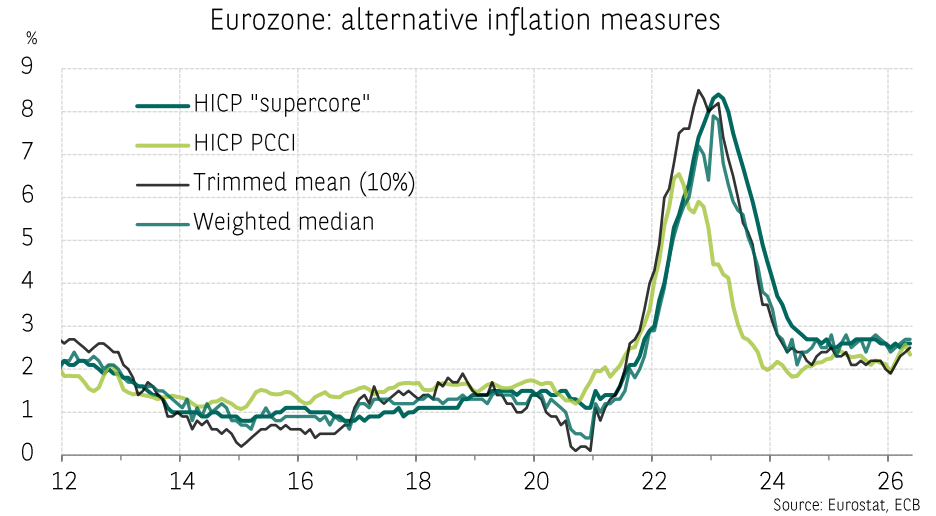
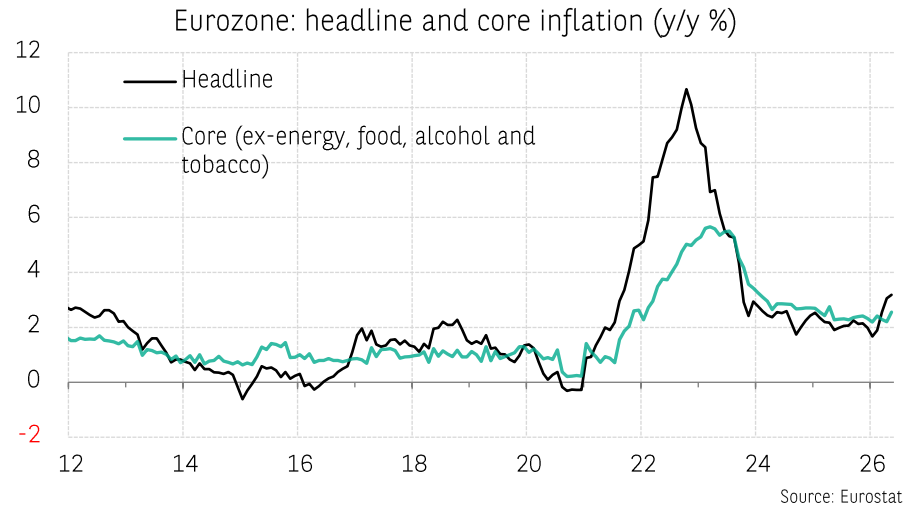
General dynamics of inflation: decomposition of inflation



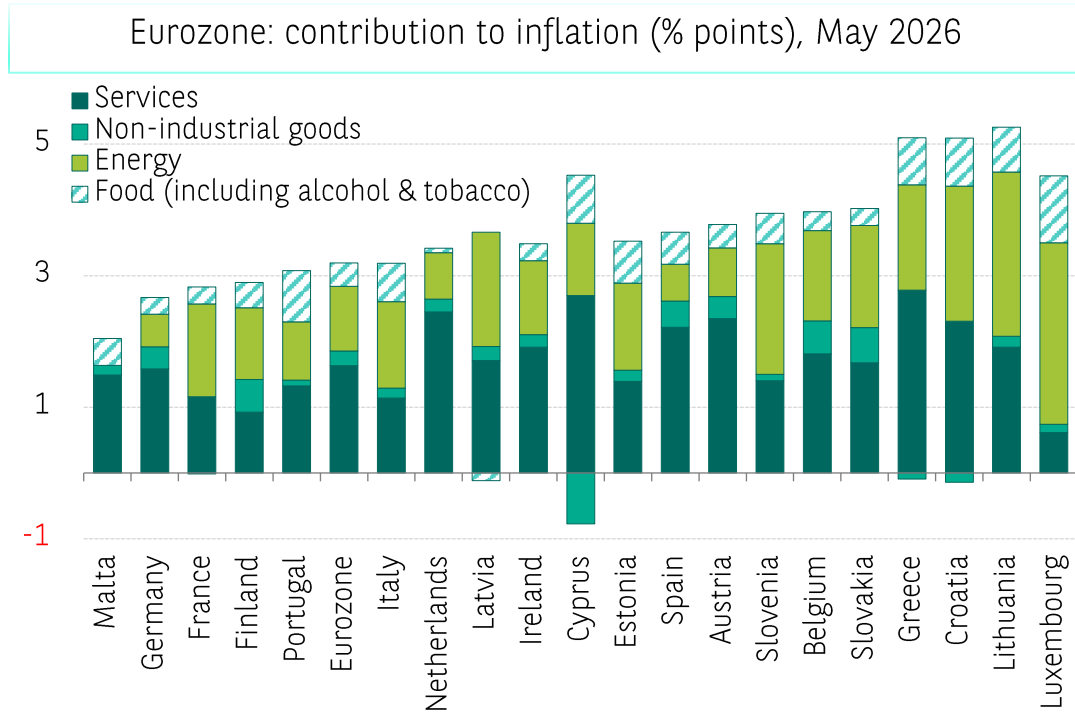
Inflation dynamics in the United States: different metrics and degree of generalisation



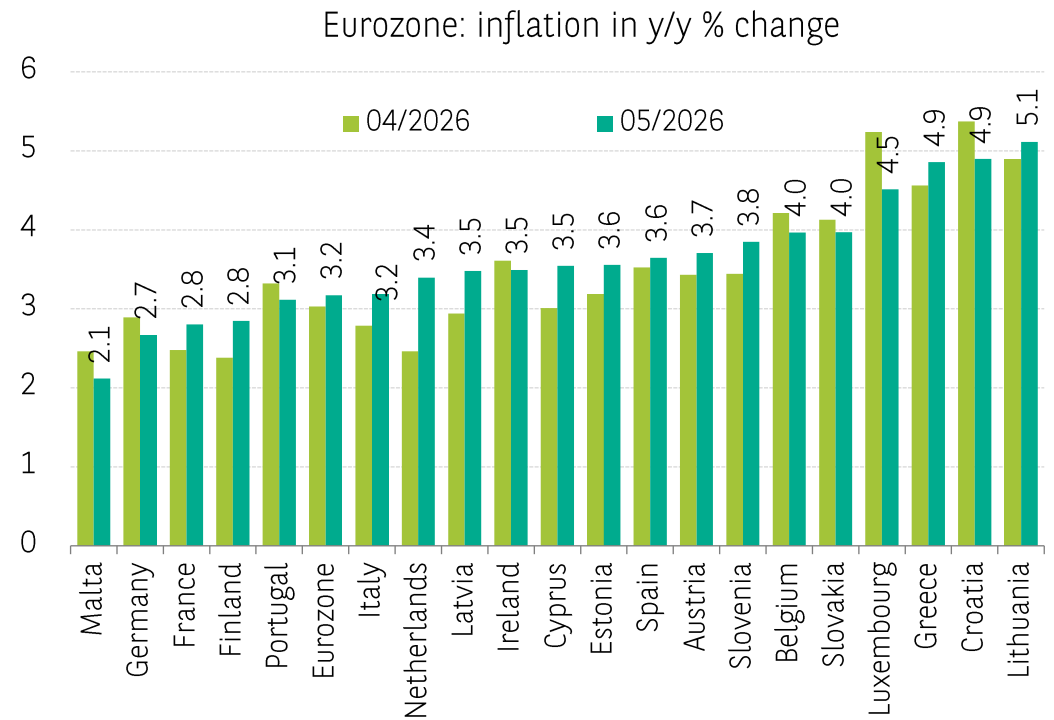
Inflation dynamics in the Eurozone: different metrics and degree of generalisation



Inflation dynamics in the Eurozone by country (1)



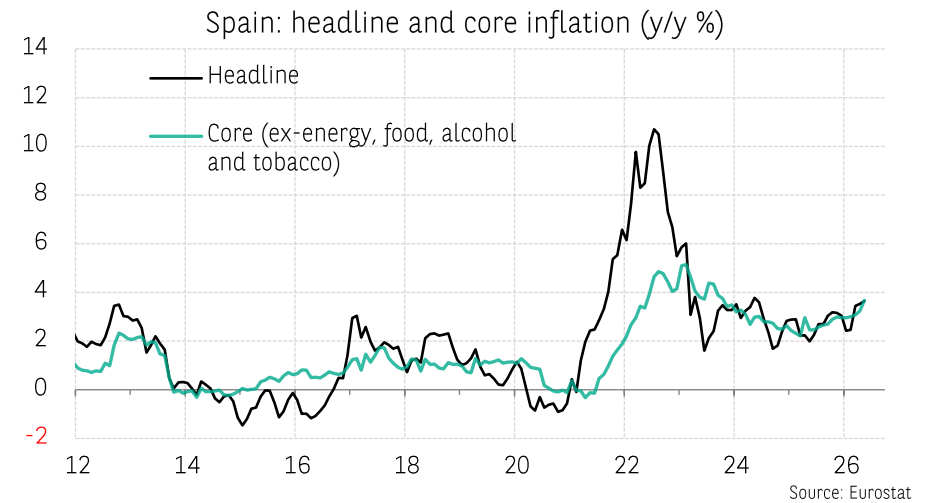
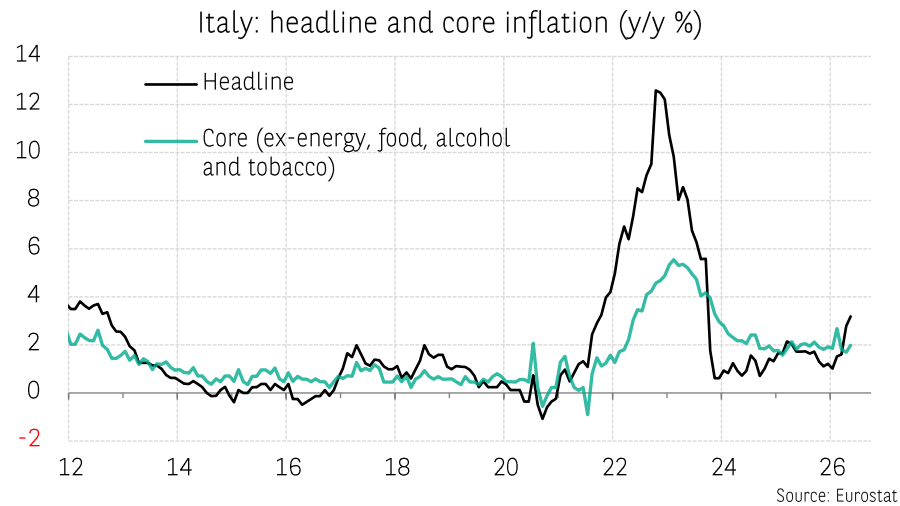
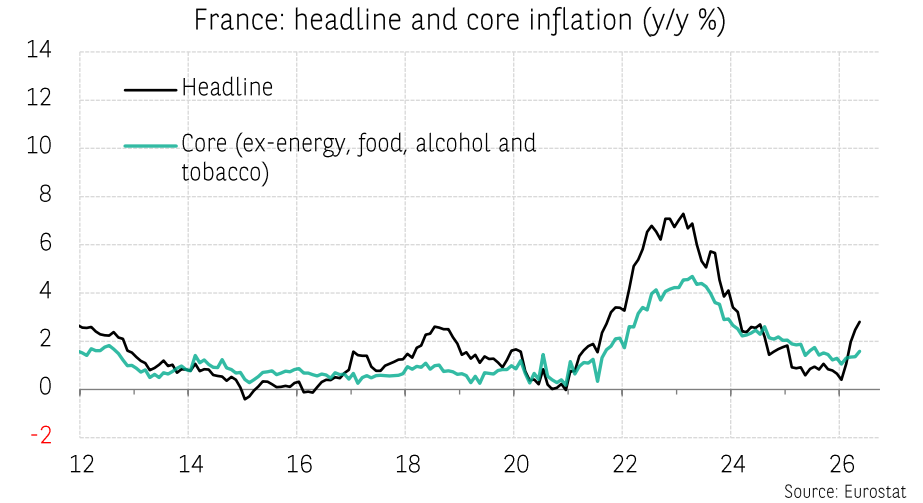
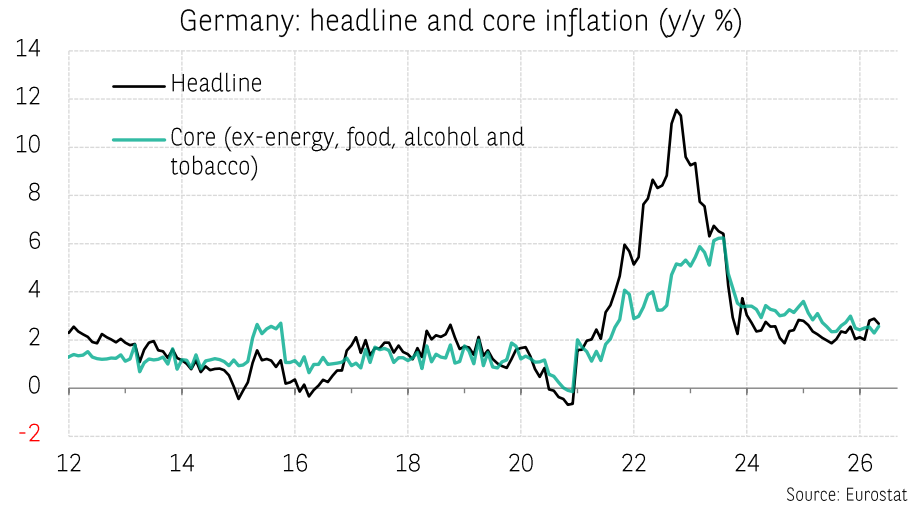
Source: Eurostat



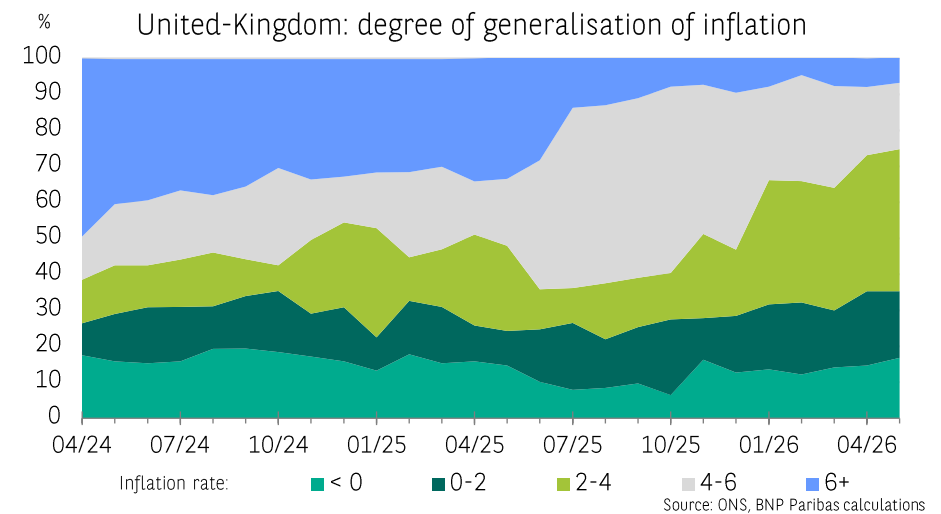
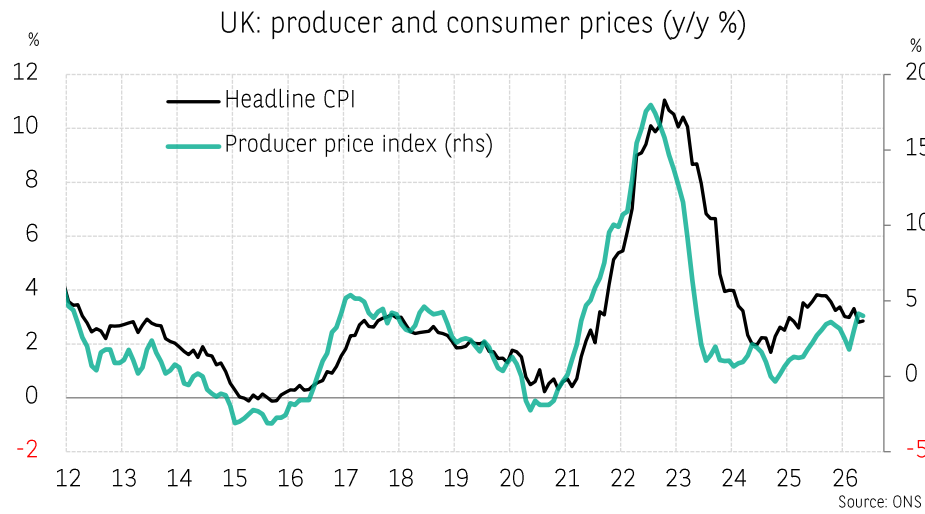
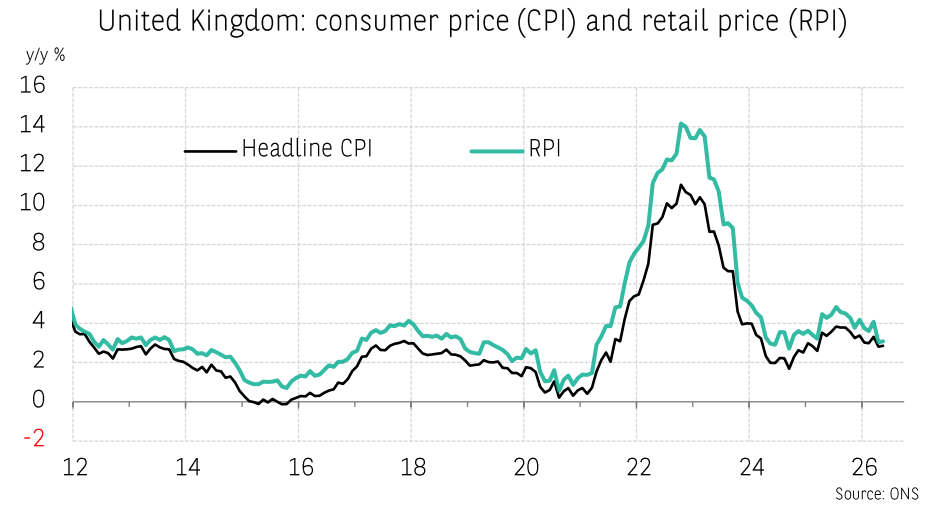
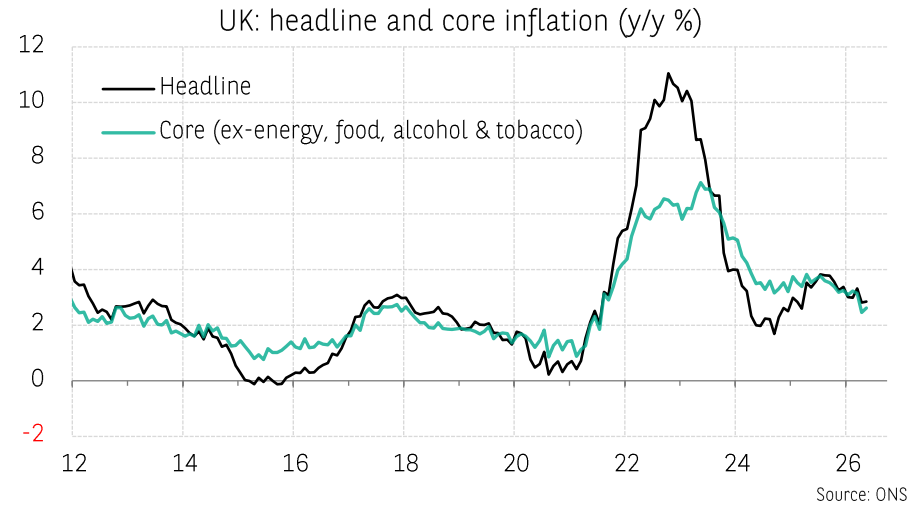
Source: Eurostat



Inflation dynamics in the Eurozone by country (2)

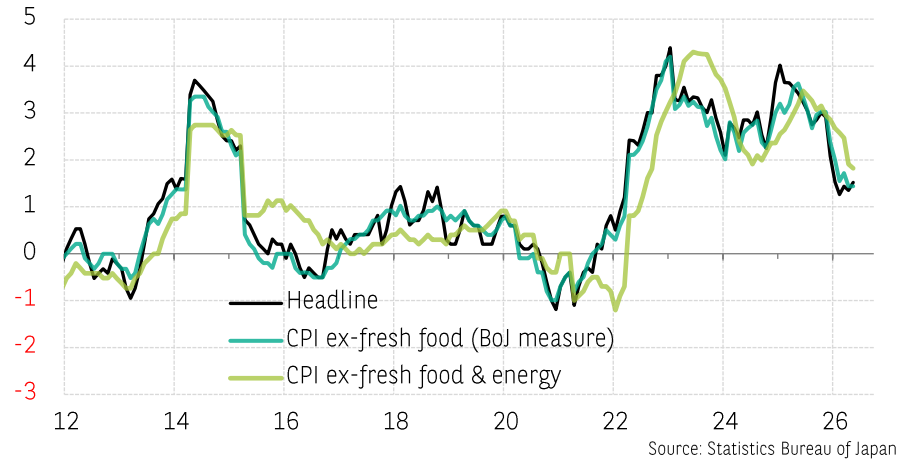


Inflation dynamics in the United Kingdom: different metrics and degree of generalisation

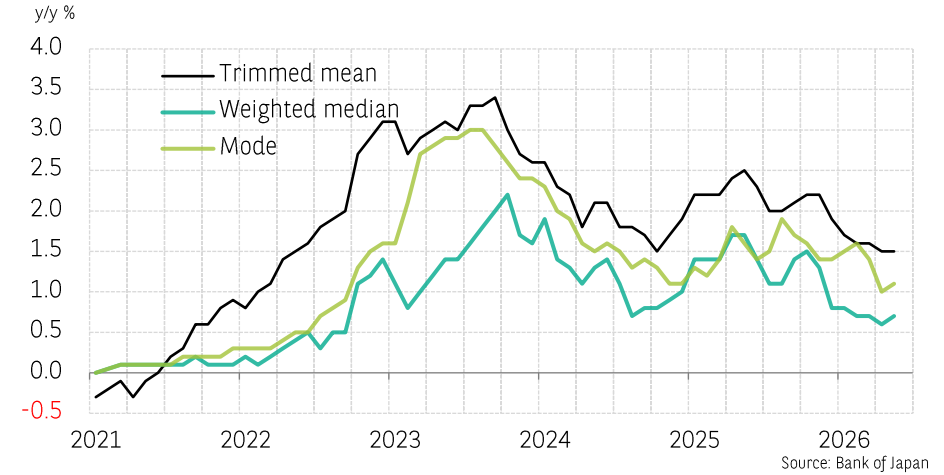


Inflation dynamics in Japan: different metrics and degree of generalisation

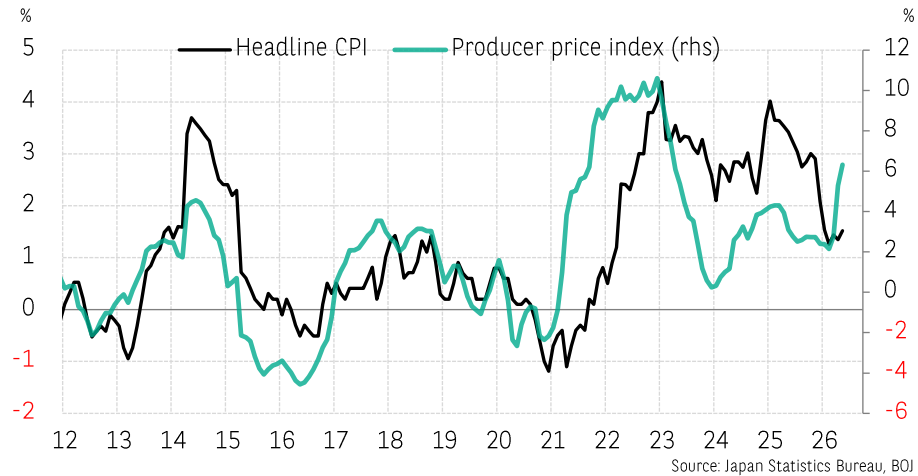
Japan: headline and core inflation (y/y %)



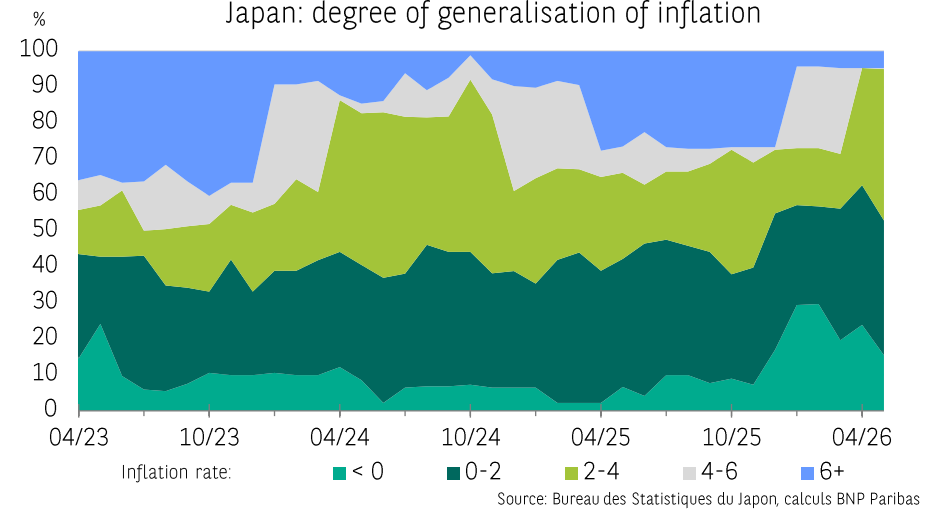
Japan: alternative inflation measures



Japan: producer and consumer prices (y/y %)



Japan: degree of generalisation of inflation

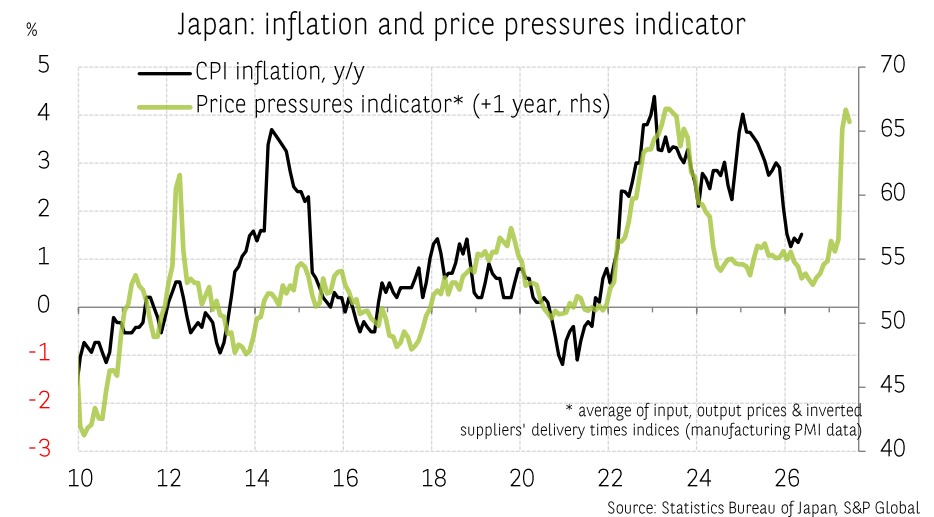
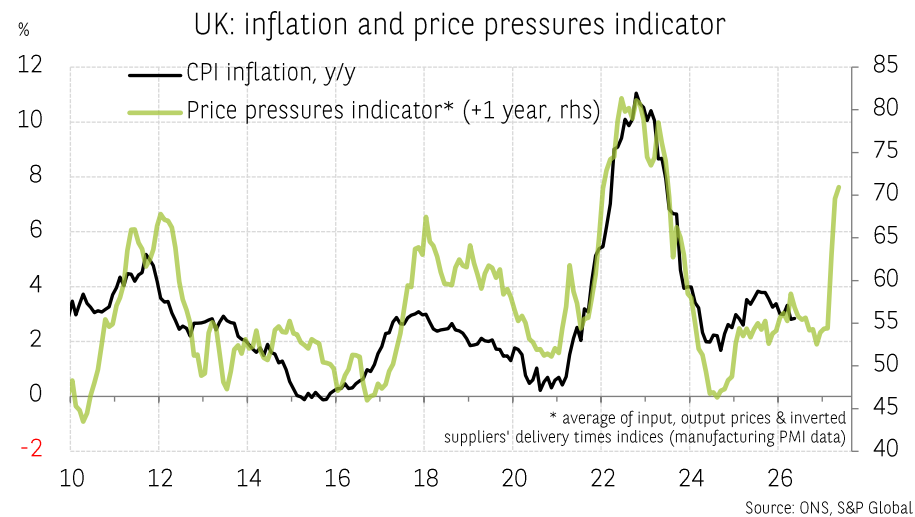
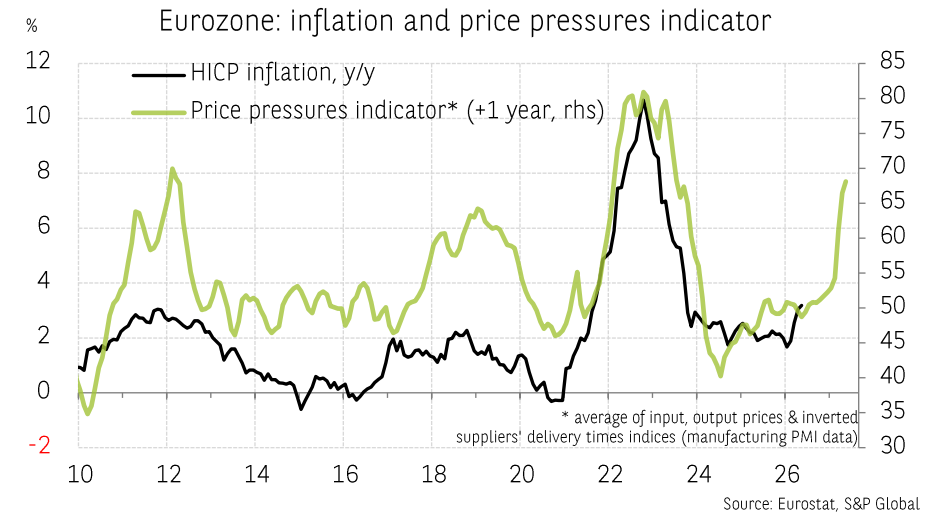
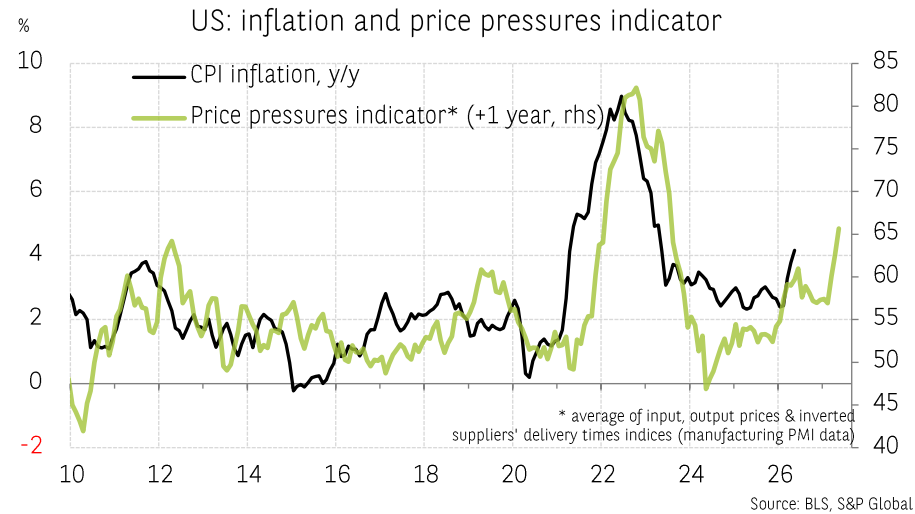


Inflation and survey data:

Except in Japan, price pressure indicators continue to increase.



PMI surveys: an indication of inflationary pressures



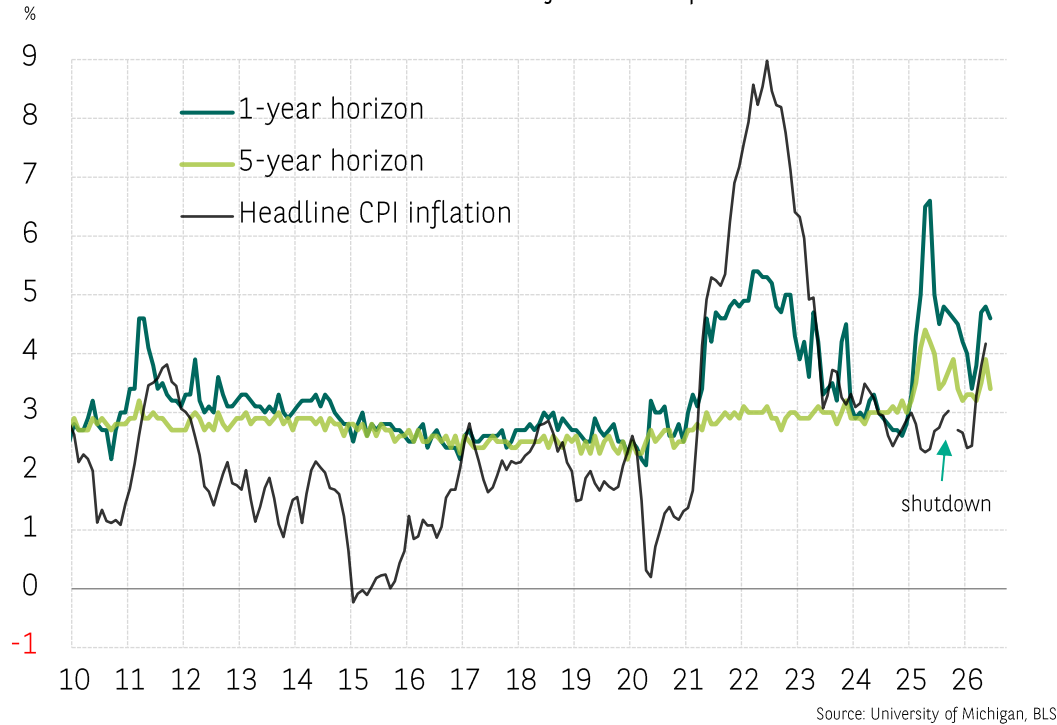
Inflation expectations (households, forecasters, markets):

Inflation expectations are gradually stabilising.

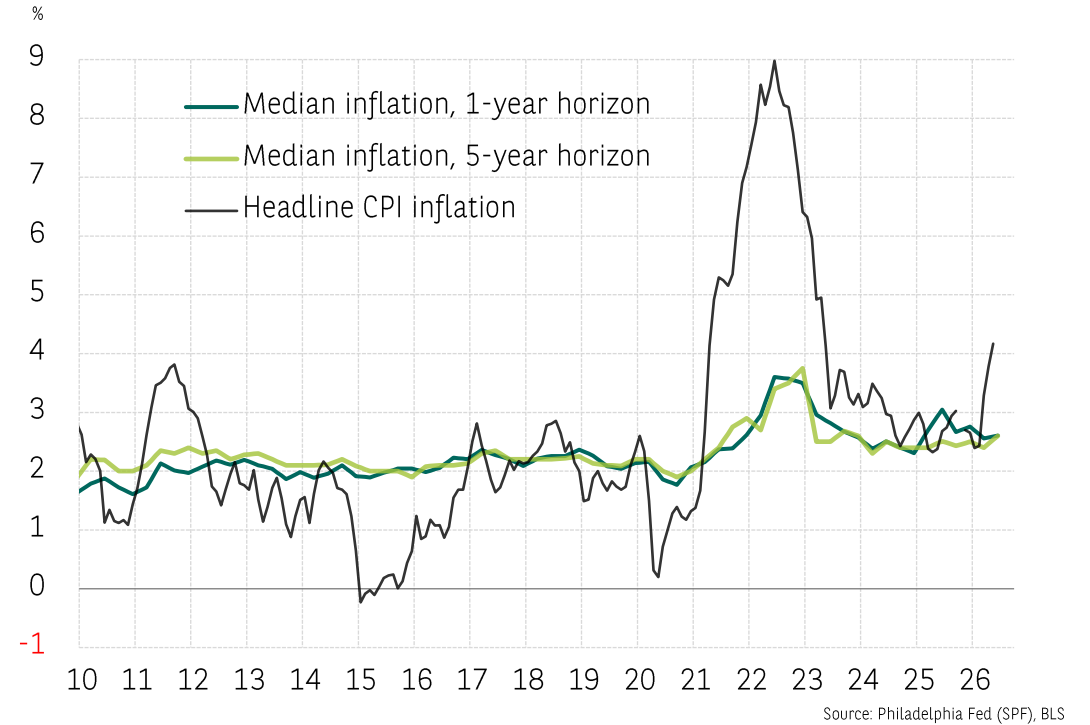


Inflation expectations in the United States

US: consumer inflation expectations

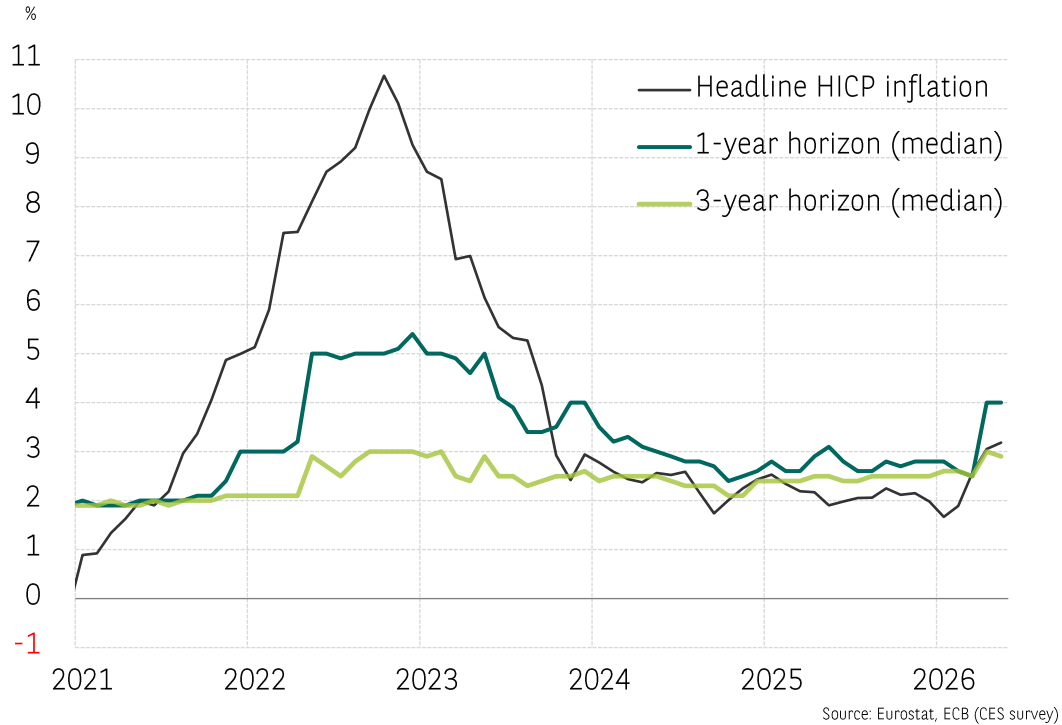


US: Survey of professional forecasters

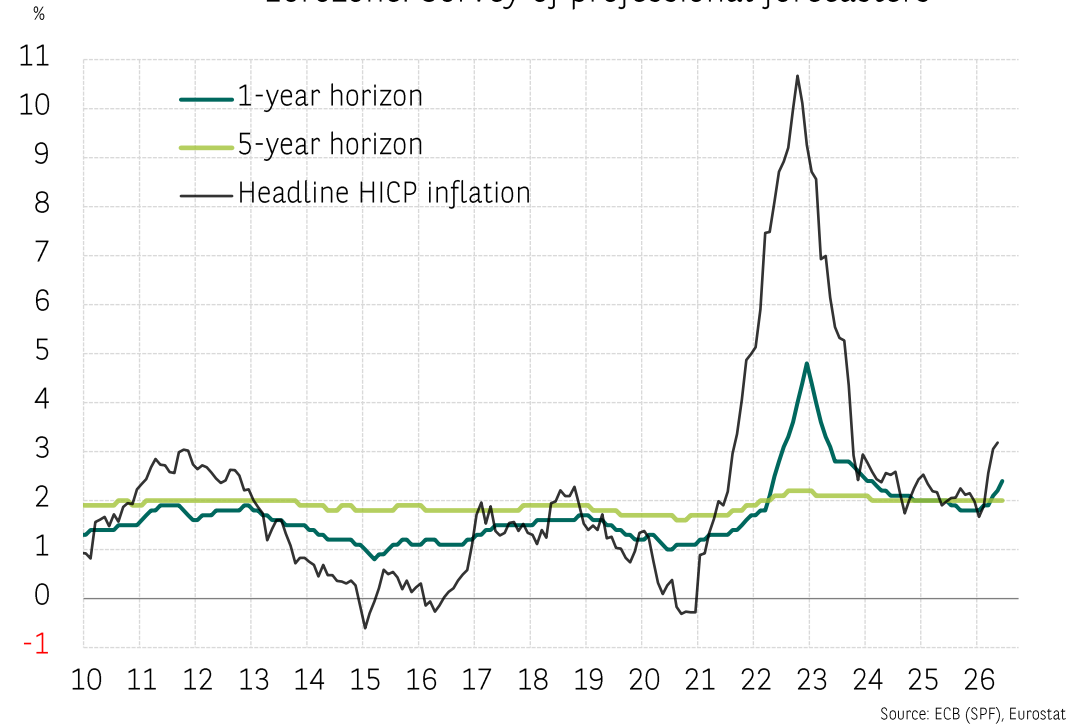


Inflation expectations in the Eurozone

Eurozone: consumer inflation expectations

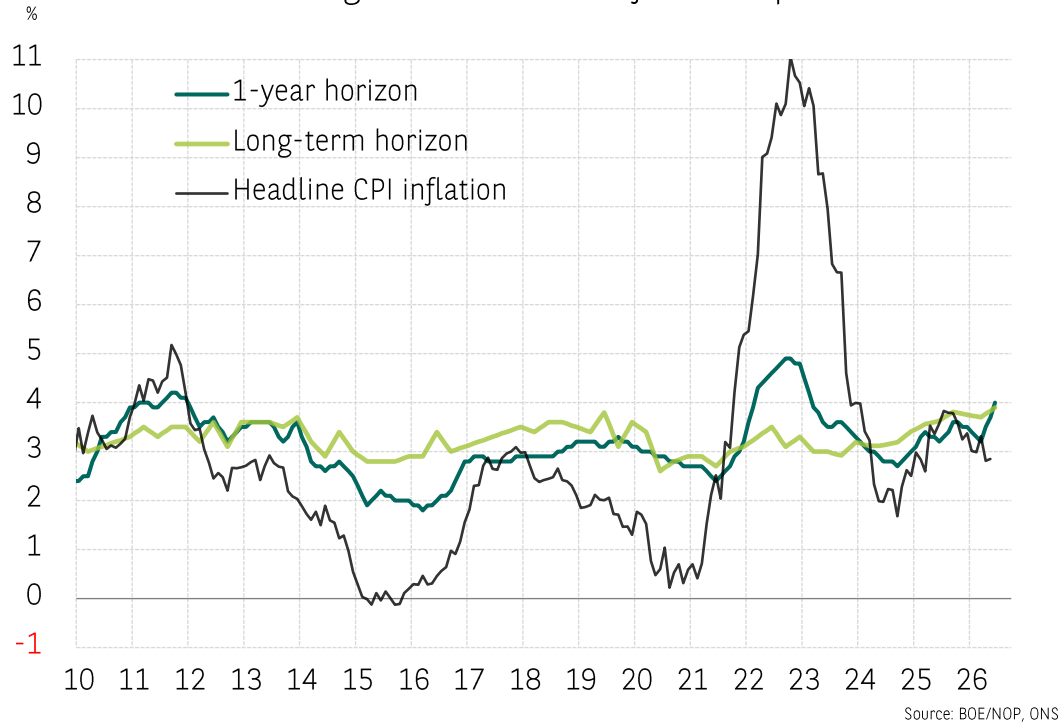


Eurozone: Survey of professional forecasters

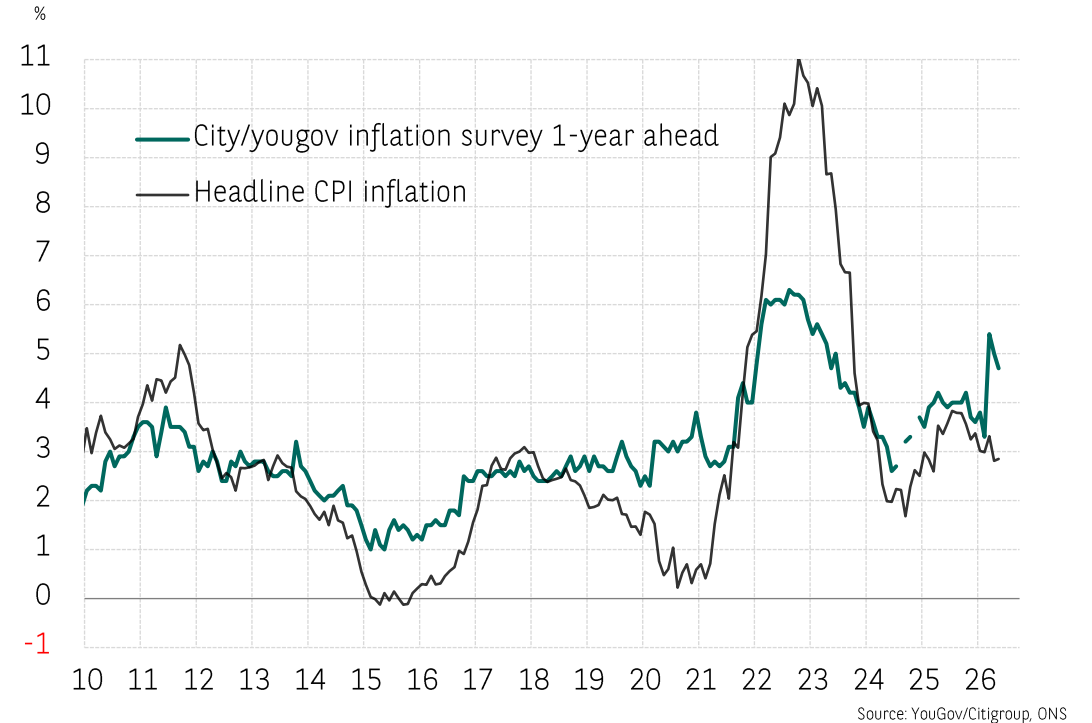


Inflation expectations in the United Kingdom

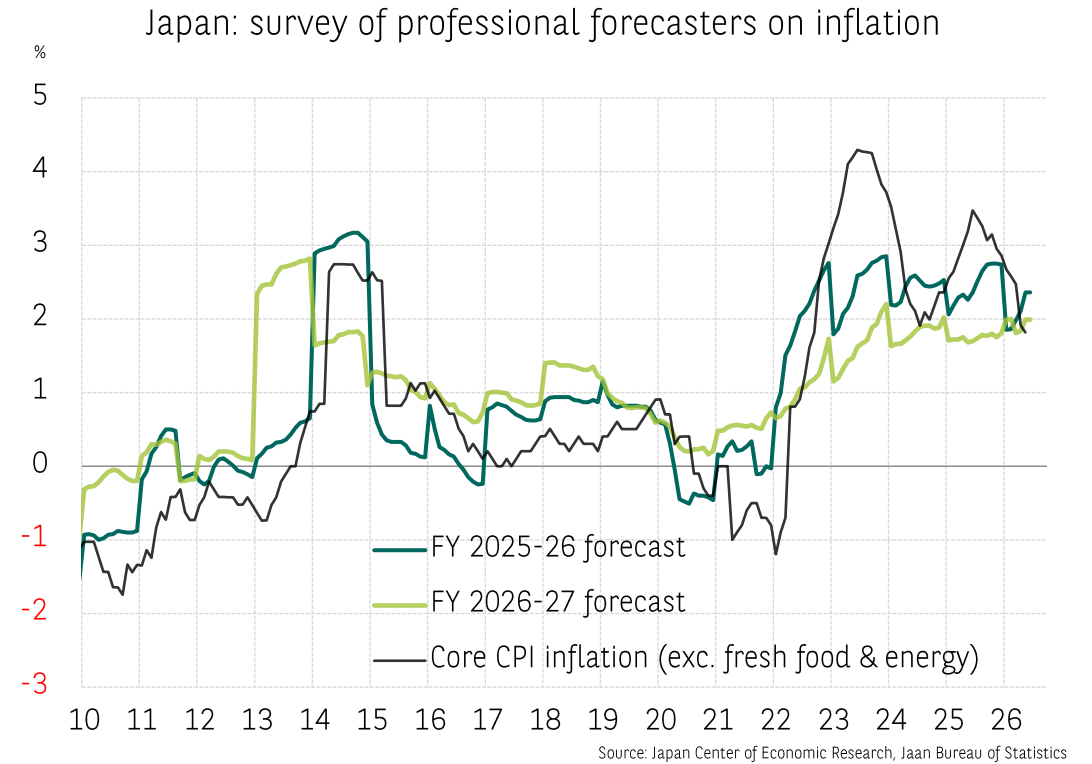
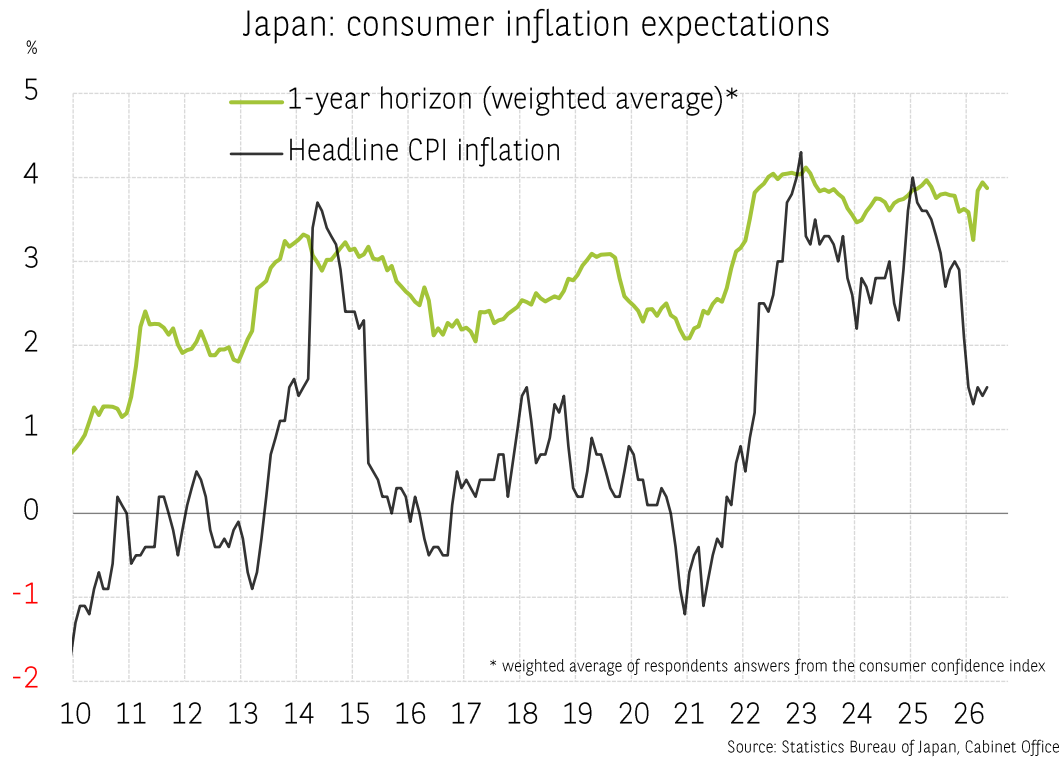
United Kingdom: consumer inflation expectations



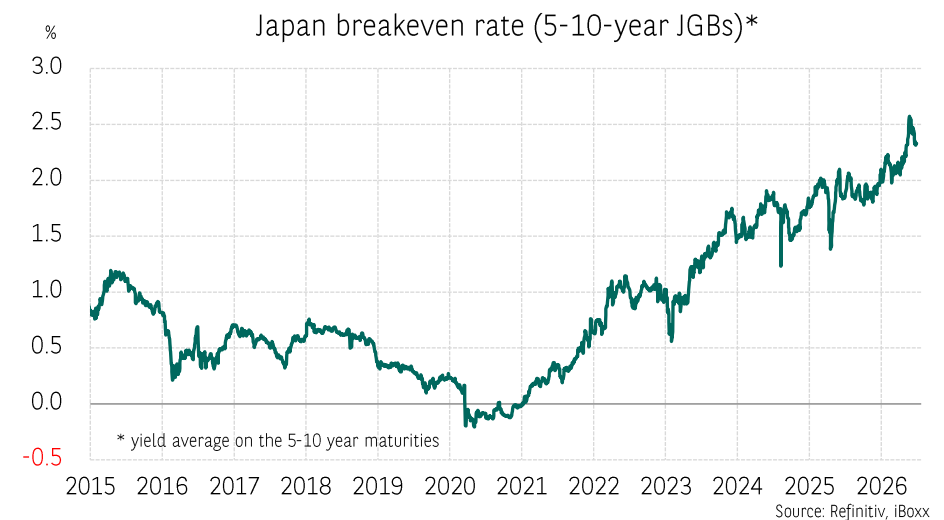
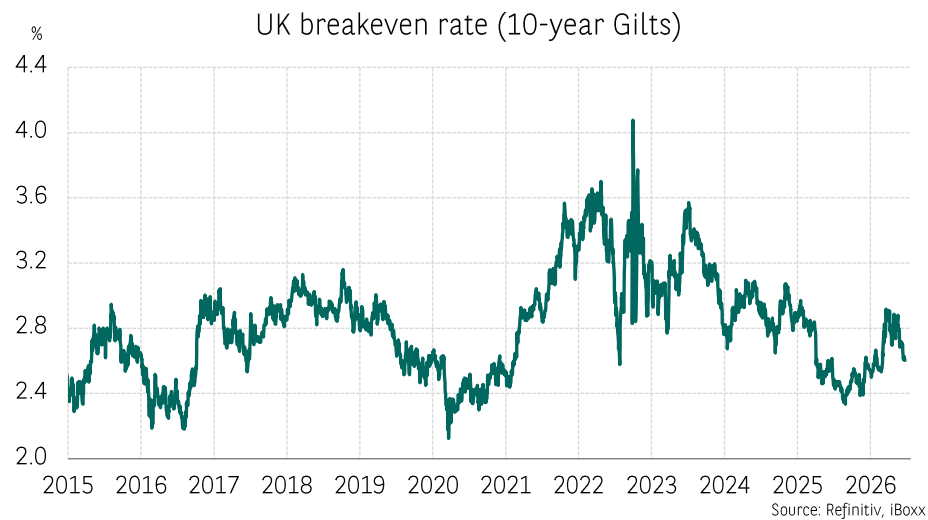
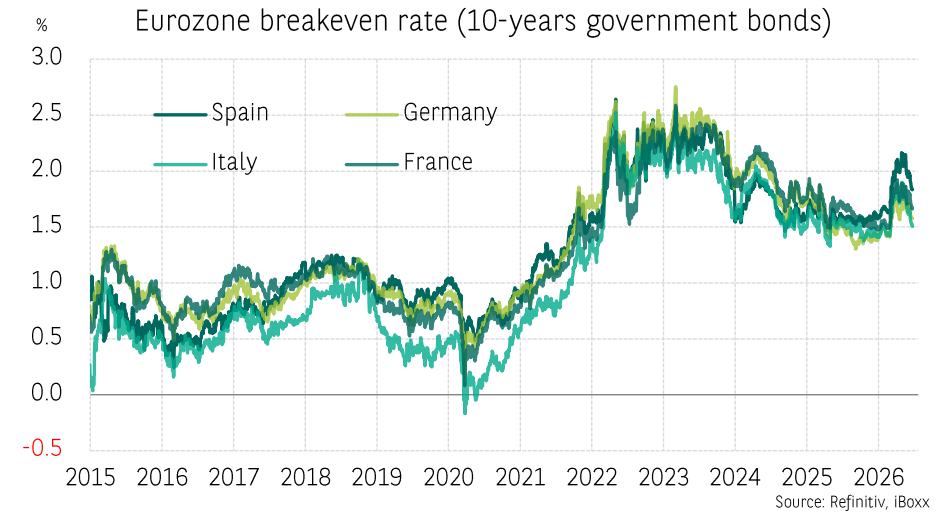
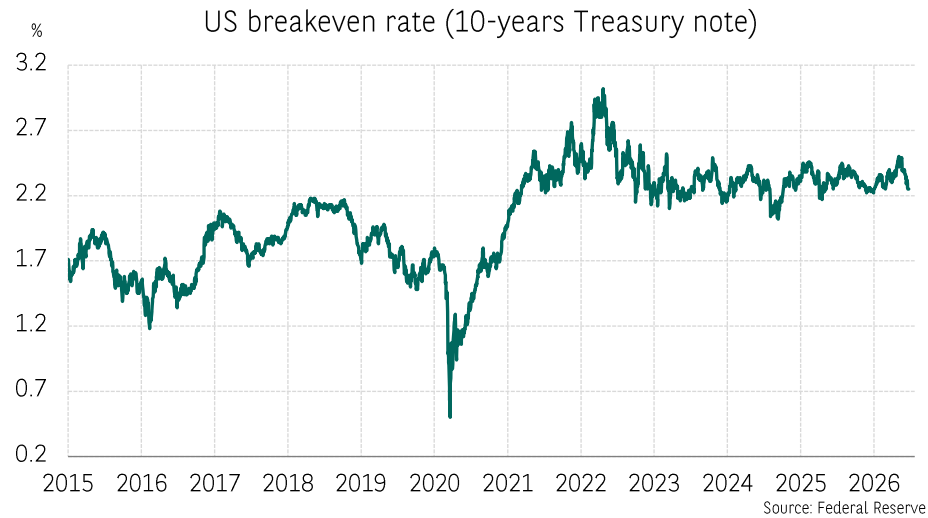
United Kingdom: inflation expectations



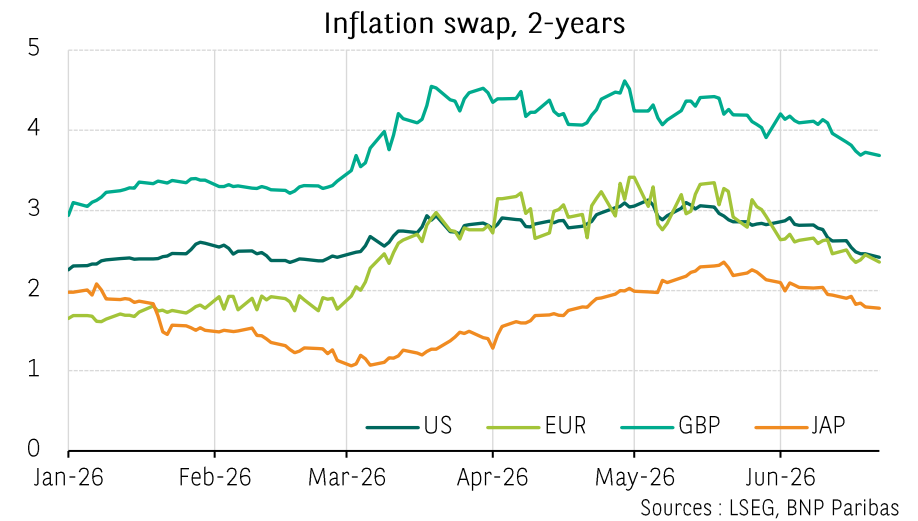
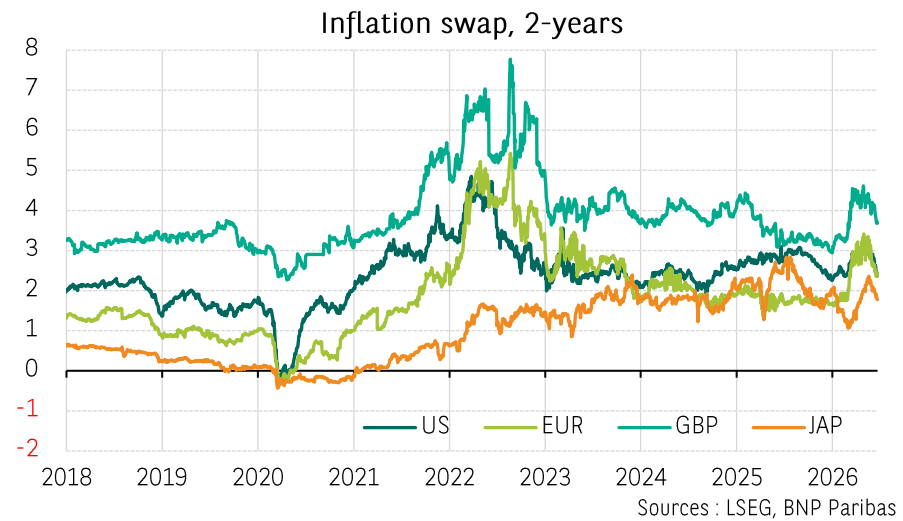
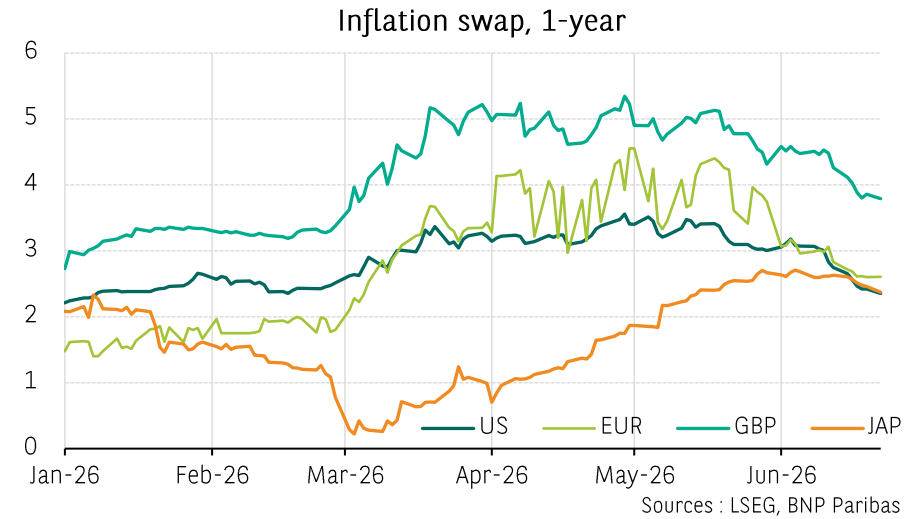
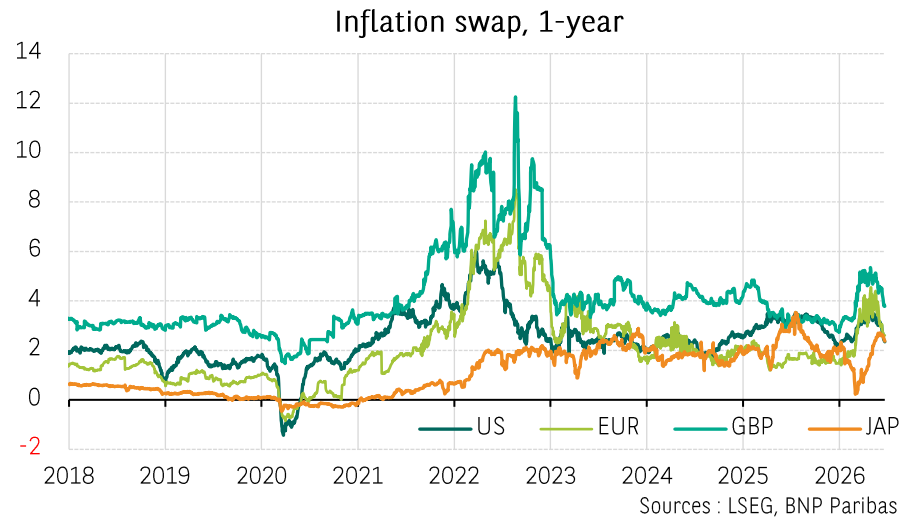
Inflation expectations in Japan



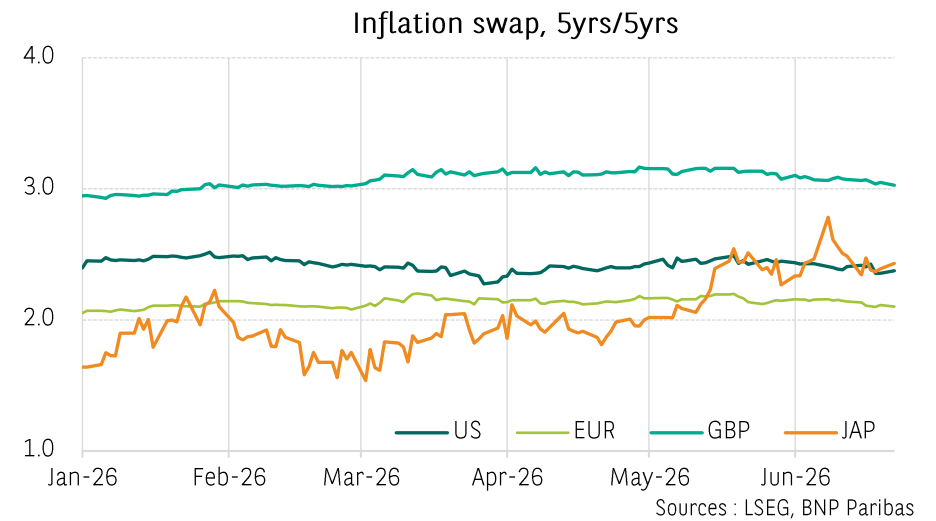
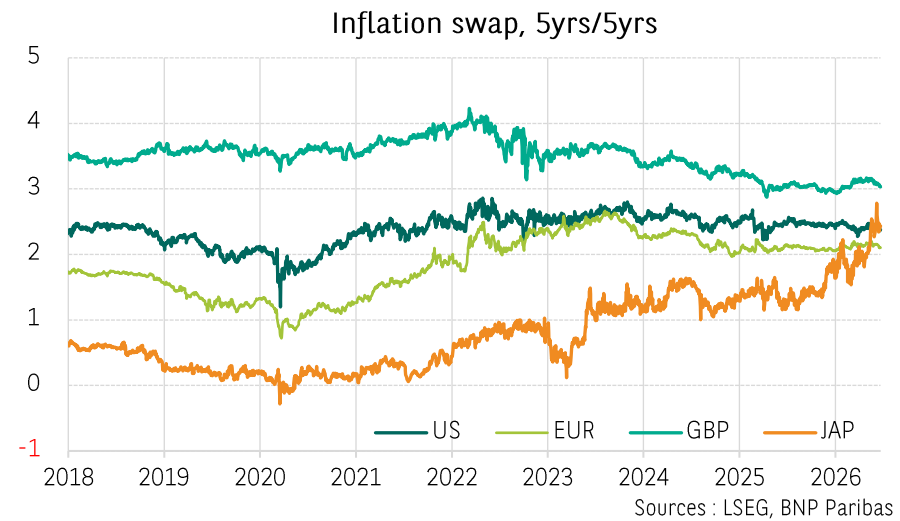
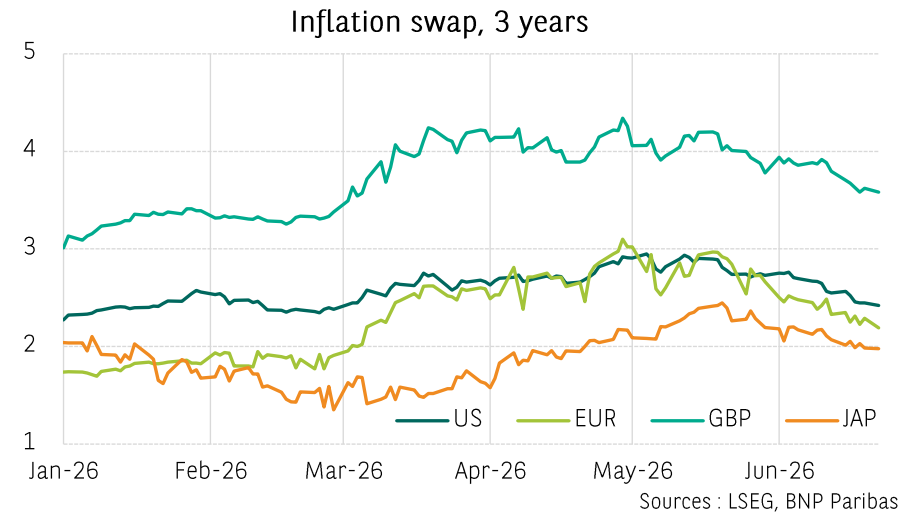
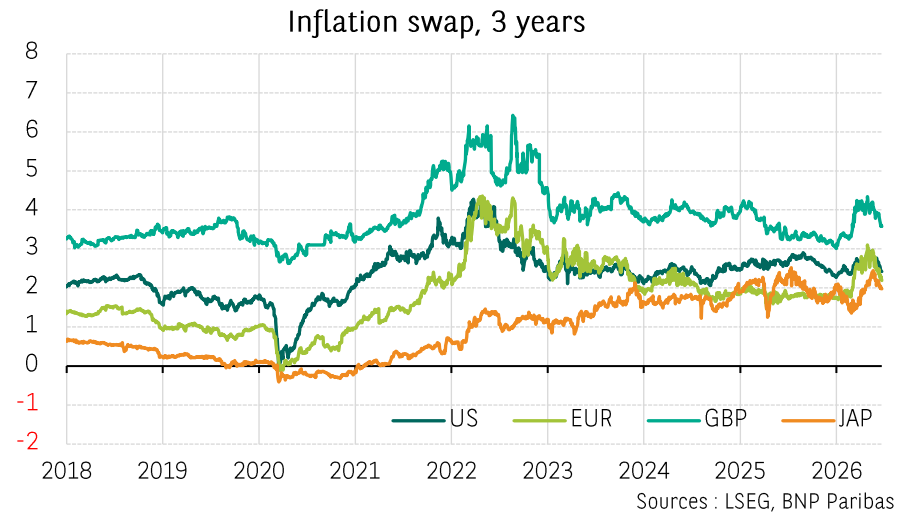
Market expectations: breakeven inflation rate



Market expectations: swap rate (1)



Market expectations: swap rate (2)



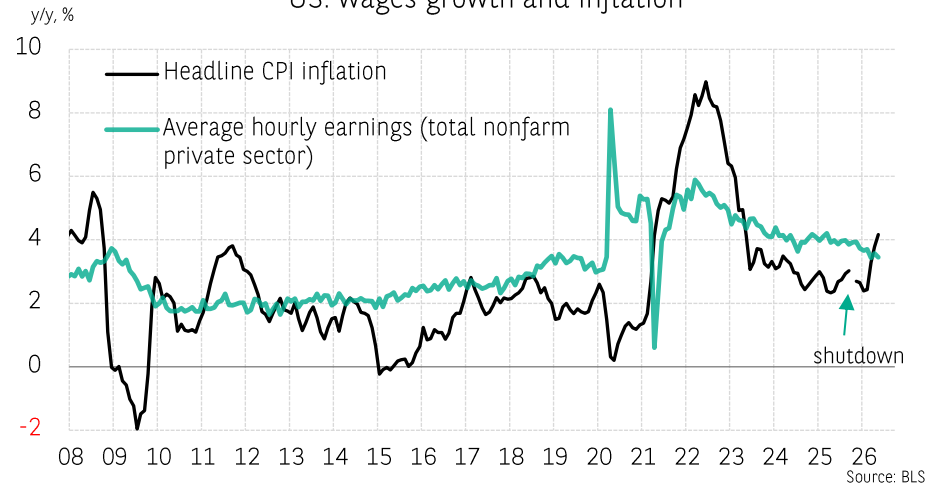
Inflation-wage dynamics:

Still no signs of a wage-price spiral.

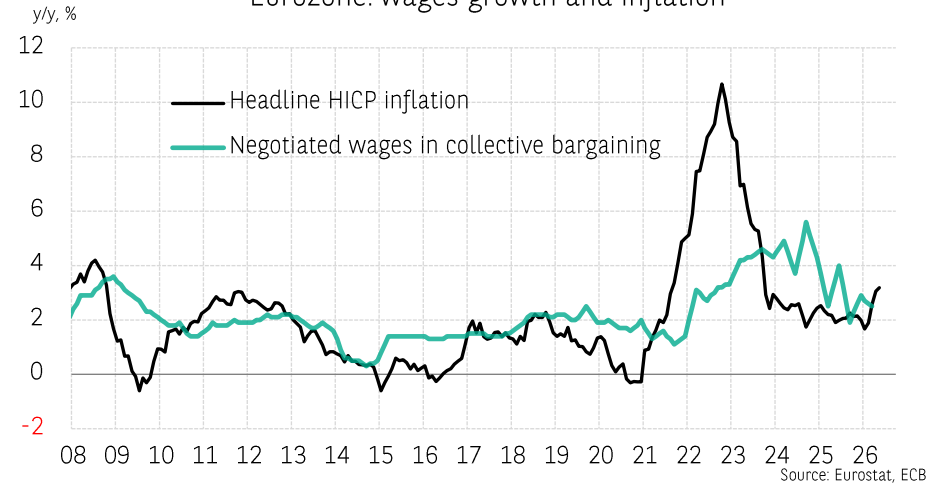


Inflation-wage dynamics

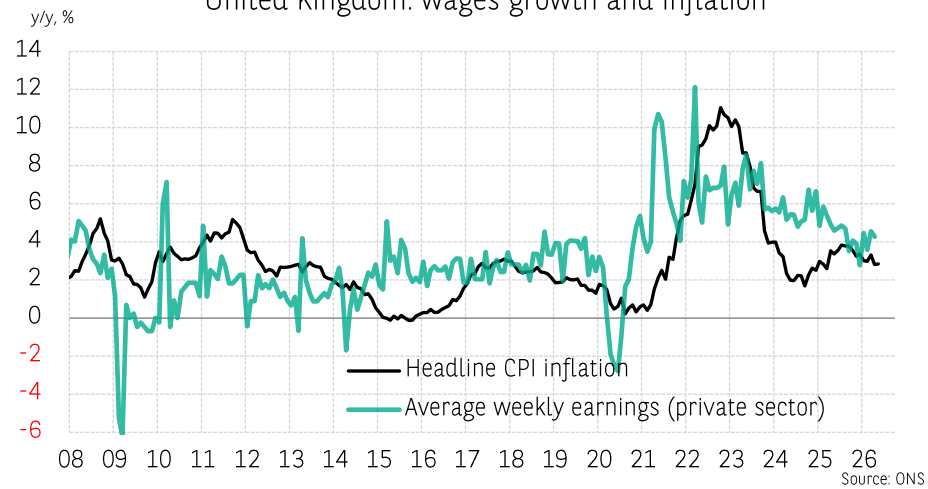
US: wages growth and inflation



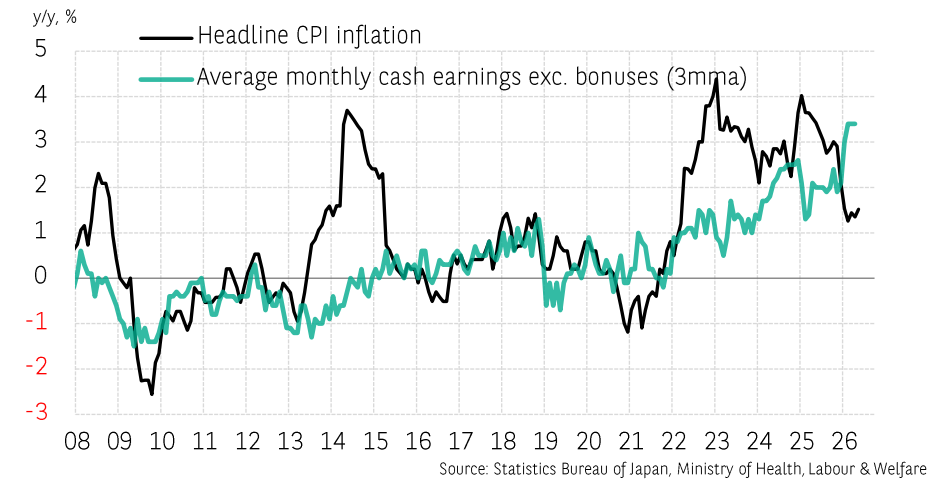
Eurozone: wages growth and inflation



United Kingdom: wages growth and inflation



Japan: wages and inflation



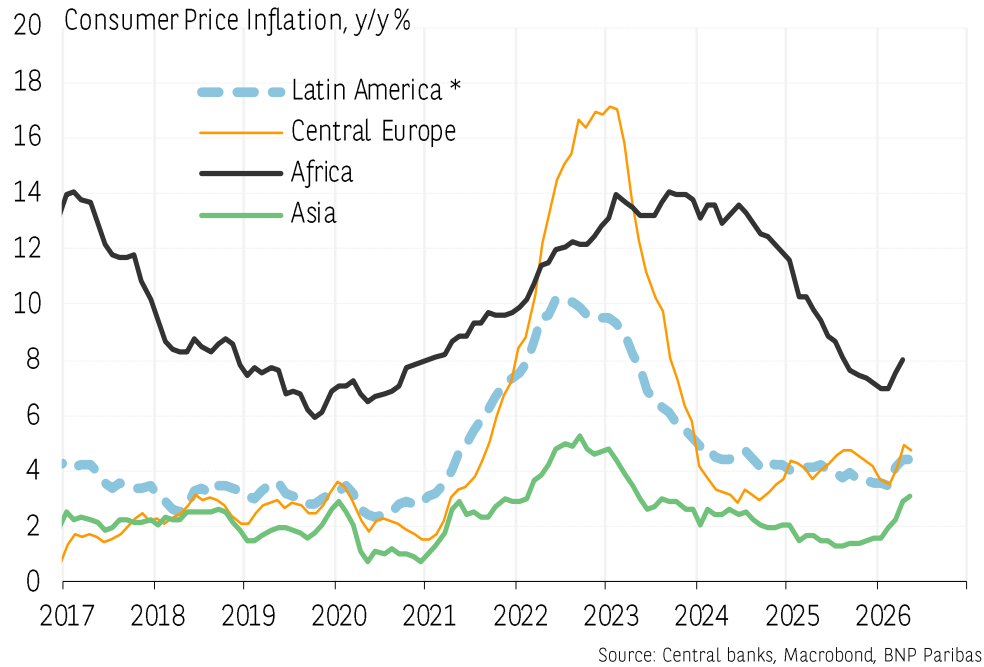
Emerging Economies:

Inflation is rising moderately due to the energy shock.



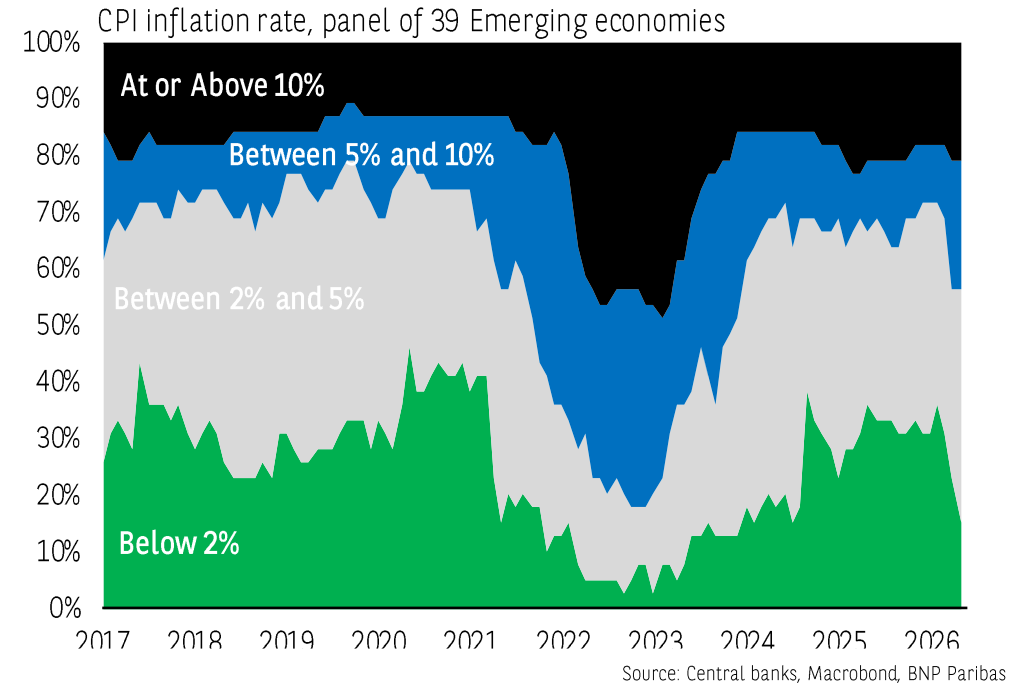
Inflation dynamics in emerging economies: degree of generalisation

Emerging countries: Average inflation rates by region

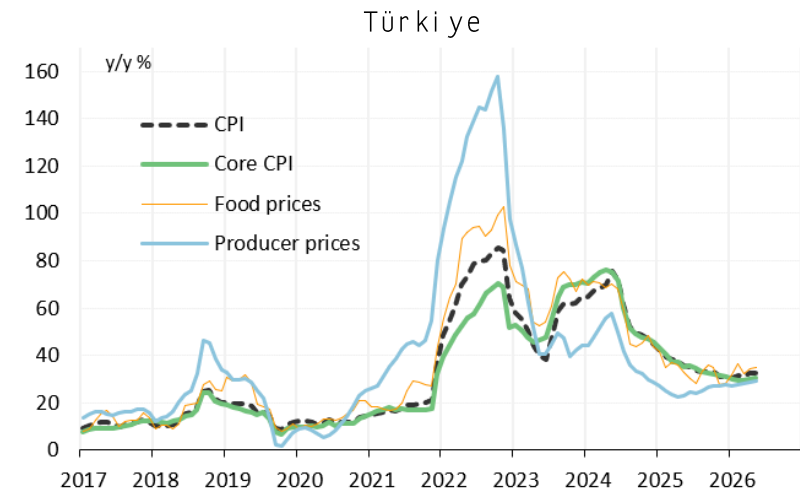
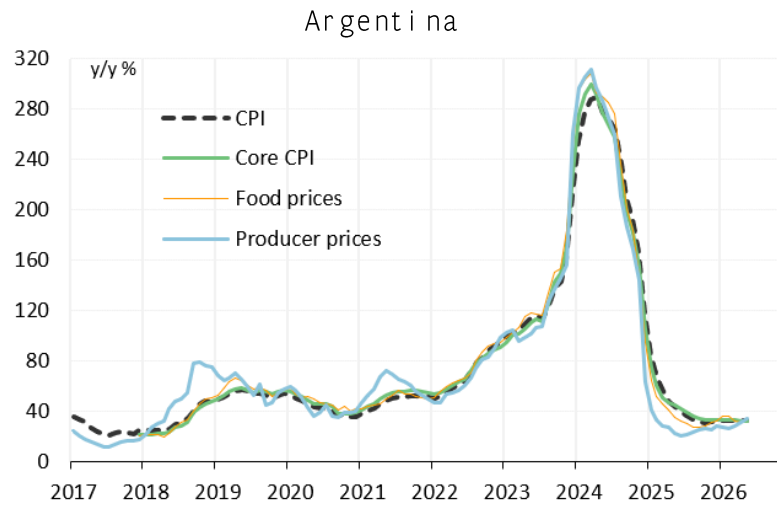
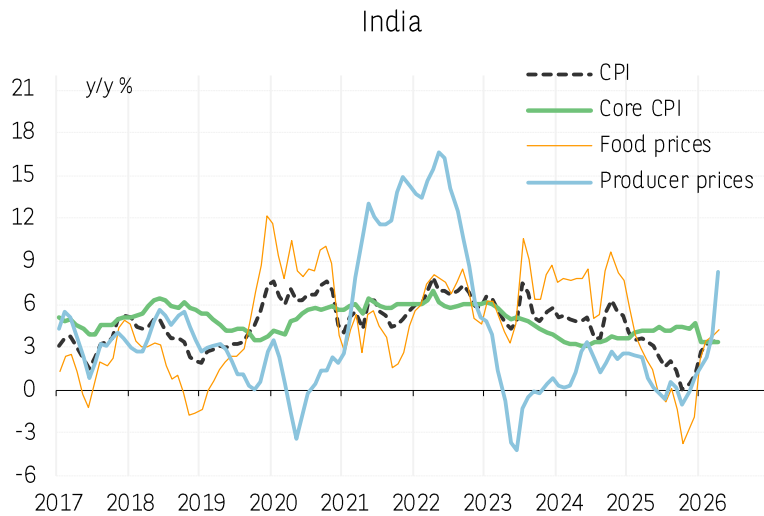
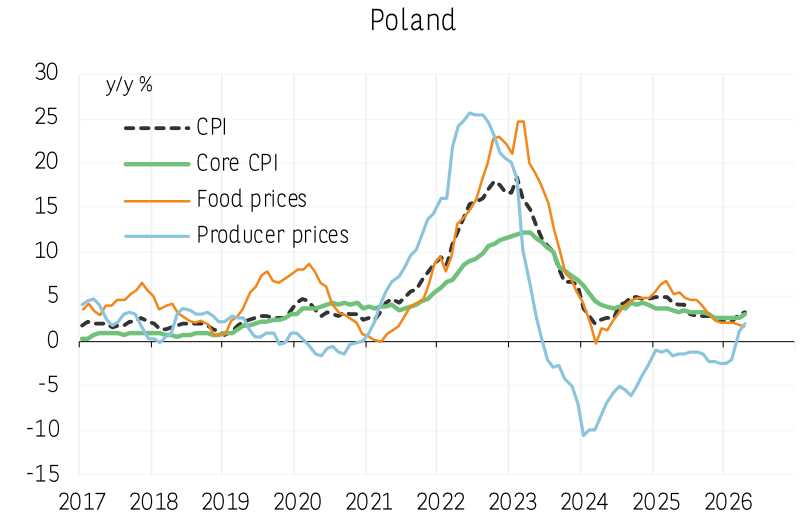
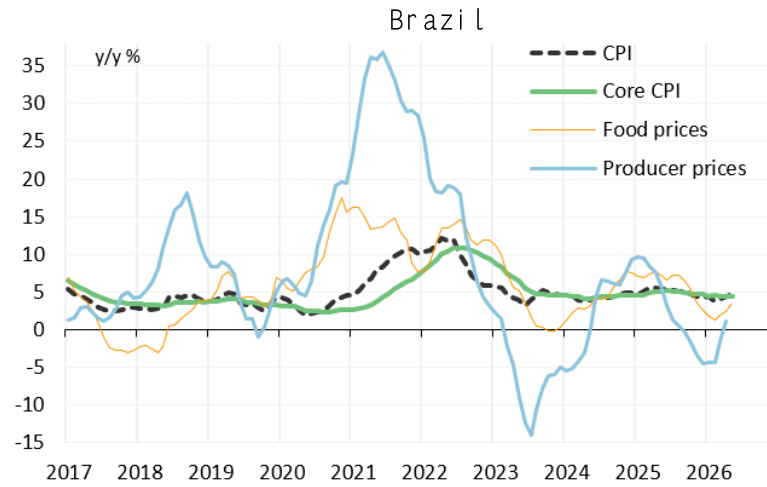
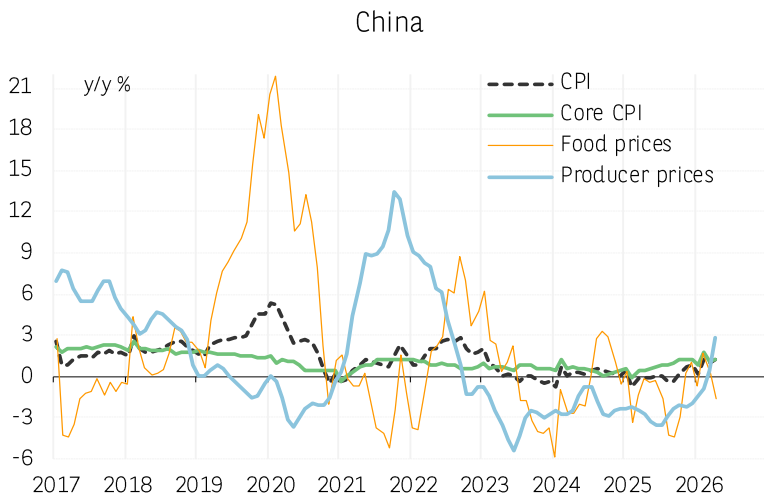


* Latin America: Brazil, Chile, Colombia, Mexico, Peru.
 Central Europe: Bulgaria, Croatia, Czech Rep., Hungary, Poland, Romania, Slovakia.
 Africa: Algeria, Angola, Egypt, Kenya, Morocco, Nigeria, South Africa, Tunisia.
 Asia: China, Hong Kong, India, Indonesia, Malaysia, Philippines, Singapore, South Korea, Taiwan, Thailand, Vietnam.

Emerging countries: Widespread increase in inflation pressures



Dynamics and breakdown of inflation in six large emerging economies



Source: Central banks, Macrobond, BNP Paribas

Commodities:

Commodity prices decline following the announcement of a draft agreement between the United States and Iran.

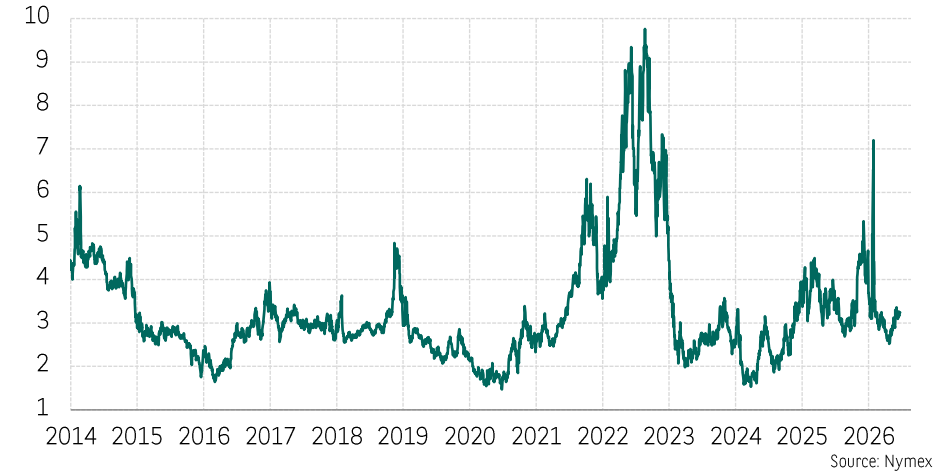


Commodities

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



BNP PARIBAS ECONOMIC RESEARCH

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