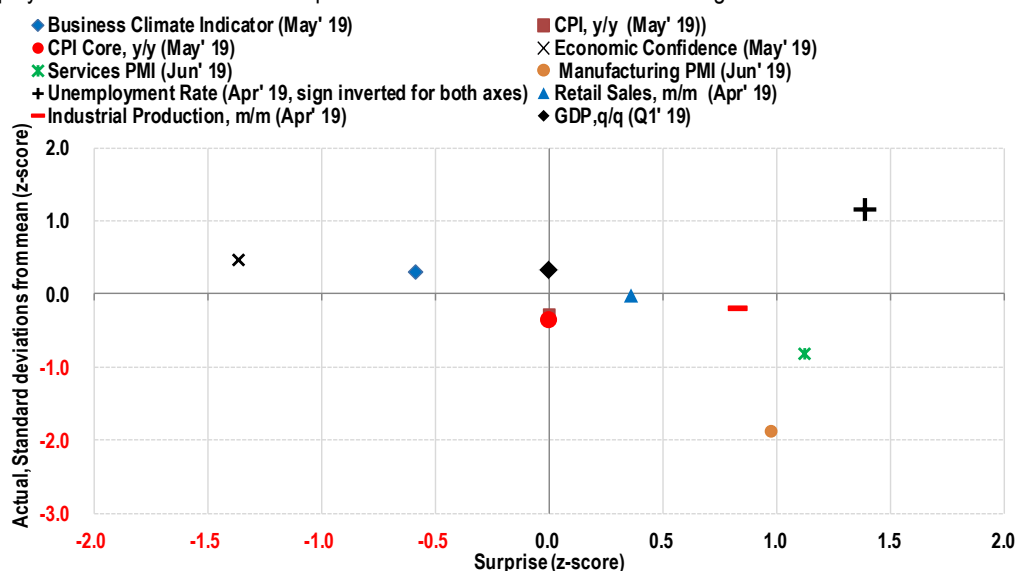


Pulse

Eurozone: mixed signals

Despite a quite good 1st quarter 2019 in terms of economic growth (+0.4% q/q), the latest economic indicators sent mixed signals. Worries about the Purchasing Managers' Index (PMI) in the manufacturing sector remain despite its stabilization, at a low level, in June (47.8). In the services sector, the PMI seems to be unaffected by the manufacturing woes. The PMI Services is indeed still well above the 50 threshold (53.4) but below its long-term average. The economic background behind this resilience is favourable, especially regarding the good state of the labour market. The unemployment rate was better than expected and still below the historical average.



Source: Bloomberg, Markit, BNP Paribas

Indicators preview

Next week sees a heavy schedule with many data releases for the month of June: business climate in Germany, business confidence in France, consumer confidence in the US, Germany, France, the eurozone and the UK. We also have University of Michigan sentiment and the economic confidence indicator of the European Commission. Inflation data will be published in Germany and France. In Japan we have the unemployment rate and industrial production. In the US, non-defence capital goods order excluding aircraft will be monitored closely: this series, which is considered as a proxy for corporate investment, has been slowing in recent months.

Date	Country/Region	Event	Date	Survey	Prior
06/24/2019	Germany	IFO Business Climate	June	--	97.9
06/25/2019	France	Business Confidence	June	--	106
06/25/2019	United States	New Home Sales MoM	May	1.8%	-6.9%
06/25/2019	United States	Conf. Board Consumer Confidence	June	132.0	134.1
06/26/2019	Germany	GfK Consumer Confidence	July	--	10.1
06/26/2019	France	Consumer Confidence	June	--	99
06/26/2019	United States	Cap Goods Orders Nondef Ex Air	May	0.0%	-1.0%
06/27/2019	Eurozone	Economic Confidence	June	--	105.1
06/27/2019	Eurozone	Consumer Confidence	June	--	--
06/27/2019	Germany	CPI EU Harmonized MoM	June	--	0.3%
06/27/2019	United States	GDP Annualized QoQ	1Q	3.2%	3.1%
06/27/2019	Germany	Retail Sales MoM	May	--	-2.0%
06/28/2019	United Kingdom	GfK Consumer Confidence	June	--	-10
06/28/2019	Japan	Jobless Rate	May	--	2.4%
06/28/2019	Japan	Industrial Production MoM	May	--	0.6%
06/28/2019	France	CPI EU Harmonized MoM	June	--	0.1%
06/28/2019	United Kingdom	GDP QoQ	1Q	--	0.5%
06/28/2019	United States	Personal Income	May	0.3%	0.5%
06/28/2019	United States	Personal Spending	May	0.5%	0.3%
06/28/2019	United States	University of Michigan Sentiment	June	--	97.9

Source: Bloomberg, BNP Paribas

