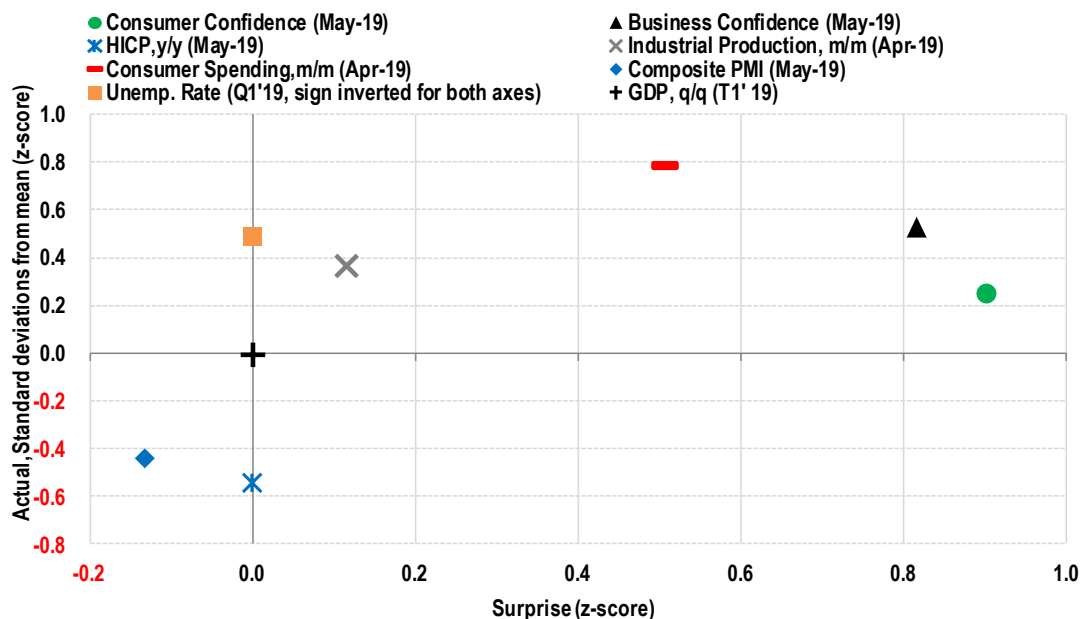


Pulse

France: the economy is doing rather well

Our pulse indicators are sending a clear positive signal. Only the composite PMI surprised on the downside (51.2) and is below trend. Inflation (1.1% y/y), GDP growth (0.3% q/q) and the unemployment rate (8.7%) were in line with expectations, with inflation and the unemployment rate being below their trend and growth on par with it. Industrial production (+0.4% m/m), households' consumption of goods (+0.8% m/m), business and consumer confidence (106 et 99, respectively) surprised positively and are above trend. Strong payroll gains in Q1 (+94k) come in addition to these favourable results. The whole set of data augurs well for Q2 growth, which we expect to be stable at 0.3% q/q.



Source: Bloomberg, Markit, BNP Paribas

Indicators preview

It's central bank week next week with meetings of the Federal Reserve, the Bank of England and the Bank of Japan. In the US several housing market data will be released: the NAHB index, housing starts, building permits and existing home sales. The June Philadelphia Fed business outlook will be closely watched in view of its correlation with the manufacturing sector. Other important data are the flash PMIs in several countries and, for the eurozone, consumer confidence, the trade balance and inflation. The ECB will publish its new bulletin.

Date	Country/Region	Event	Date	Survey	Prior
06/17/2019	United States	NAHB Housing Market Index	June	67	66
06/18/2019	Eurozone	EU27 New Car Registrations	May	--	-0.4%
06/18/2019	Eurozone	Trade Balance SA	April	--	1.79e+10
06/18/2019	Eurozone	CPI MoM	May	--	0.7%
06/18/2019	United States	Housing Starts MoM	May	0.4%	5.7%
06/18/2019	United States	Building Permits MoM	May	0.8%	0.6%
06/19/2019	Japan	Trade Balance	May	--	6.04e+10
06/19/2019	United Kingdom	CPI MoM	May	--	0.6%
06/19/2019	United Kingdom	CBI Trends Total Orders	June	--	-10
06/19/2019	United States	FOMC Rate Decision (Upper Bound)	June19	2.50%	2.50%
06/20/2019	Eurozone	ECB publishes its Economic Bulletin			
06/20/2019	United Kingdom	Retail Sales Ex Auto Fuel MoM	May	--	-0.2%
06/20/2019	United Kingdom	Bank of England Bank Rate	June 20	--	0.750%
06/20/2019	United States	Philadelphia Fed Business Outlook	June	10.0	16.6
06/20/2019	Eurozone	Consumer Confidence	June	--	-6.5
06/20/2019	Japan	Bank of Japan Policy Balance Rate	June 20	--	-0.100%
06/21/2019	France	Markit France Composite PMI	June	--	51.2
06/21/2019	Eurozone	Markit Eurozone Composite PMI	June	--	51.8
06/21/2019	United States	Existing Home Sales MoM	May	1.7%	-0.4%

Source: Bloomberg, BNP Paribas

