

The Week Ahead

Group Economics | 20 September 2024

Key Macro Events 23 - 27 September 2024

- **United States** – On Monday we get the preliminary PMIs from S&P. We expect manufacturing to rebound to 49.7 on the back of stronger industrial production, while services will remain high at 55.5. On Wednesday, there is the third revision of Q2 GDP growth, where markets may be looking for any sign of weakness. Friday sees the main release this week, the August consumption report. We nowcast core PCE inflation to rise by 0.15%, slightly above the 0.2% threshold, with significant probability of an 0.1%. Due to base effects, the y/y figure will increase to 2.7% from 2.6%, despite the monthly reading being consistent with the 2% target. Headline will likely come in at 0.1%, slowing the y/y rate to 2.2%. The increase in average hours worked supports income growth, which we estimate at 0.5%, while spending may be subdued after the large gain in July.
- **Eurozone** – The flash PMIs for September are the main focus. We expect some stabilisation in the manufacturing sector, but with German weakness likely (which will also be evident in the IFO this week) to continue to weigh on the aggregate figure. The services PMI is expected to pull back as the Olympics boost in France fades. French inflation on Friday will also give an early read on aggregate eurozone inflation which is due the following week. We expect a significant decline in inflation, as lower oil prices feed through to petrol prices, and with services inflation also likely to cool as the Olympics impact unwinds.
- **China** – After several of China's policy rates were kept unchanged this week, consensus expectation including ours is for the 1-year medium-term lending facility rate to be kept on hold on Wednesday 25 September as well. That said, given low inflation and weak domestic demand, we continue to expect further RRR cuts and (small) rate cuts going forward – next to additional targeted fiscal and regulatory support measures. In fact, the 50bp cut by the US Federal Reserve this week has given the PBoC somewhat more room to manoeuvre in this respect. Meanwhile, the PBoC is tweaking its monetary policy toolkit, with the 7-day reverse repo rate gaining weight amongst China's various policy rates.

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	Date	Time	Country	Market indicator	Period	Latest outcome	Expectation consensus	ABN AMRO
Monday	23/09/2024	06:30:00	NL	Dutch House Price Index	Aug	1.4		
Monday	23/09/2024	06:30:00	NL	GDP - % qoq	2Q F	1.0		
Monday	23/09/2024	10:00:00	EC	PMI manufacturing - index	Sep P	45.8	45.6	46.0
Monday	23/09/2024	10:00:00	EC	PMI services - index	Sep P	52.9	52.5	52.0
Monday	23/09/2024	10:00:00	EC	Composite PMI output	Sep P	51.0		
Monday	23/09/2024	10:30:00	GB	PMI services - index	Sep P	53.7		
Monday	23/09/2024	14:00:00	US	Fed's Bostic gives speech on economic outlook				
Monday	23/09/2024	15:45:00	US	S&P Global manufacturing PMI	Sep P	47.9	48.5	49.7
Monday	23/09/2024	15:45:00	US	S&P Global services PMI	Sep P	55.7	55.2	55.5
Monday	23/09/2024	16:15:00	US	Fed's Goolsbee speaks				
Tuesday	24/09/2024	06:30:00	AU	Policy rate - %	Sep 24	4.35	4.35	4.35
Tuesday	24/09/2024	10:00:00	DE	Ifo - business climate - index	Sep	86.6	86.1	86.0
Tuesday	24/09/2024	15:00:00	BE	Business confidence - index	Sep	-12.6		
Tuesday	24/09/2024	15:00:00	US	FHFA house price index - % mom	Jul	-0.1		
Tuesday	24/09/2024	15:00:00	US	S&P/Case Shiller house price index	Jul	0.4		
Tuesday	24/09/2024	16:00:00	US	Conference Board cons. confidence - index	Sep	103.3	102.7	
Wednesday	25/09/2024	03:20:00	CN	1-yr medium-term lending facility rate	Sep-18	2.30	2.30	2.30
Wednesday	25/09/2024	08:45:00	FR	Consumer confidence - index	Sep	92.0		
Wednesday	25/09/2024	09:30:00	SE	Policy rate - %	Sep 25	3.50	3.20	3.25
Wednesday	25/09/2024	16:00:00	US	New homes sold - % mom	Aug	10.6	-6.6	
Thursday	26/09/2024	09:30:00	CH	Policy rate - %	Sep 26	1.25	0.87	1.00
Thursday	26/09/2024	10:00:00	EC	M3 growth - % yoy	Aug	2.30		
Thursday	26/09/2024	14:30:00	US	New durable goods orders - % mom	Aug P	9.80	-2.70	
Thursday	26/09/2024	14:30:00	US	GDP - % qoq annualised	2Q T	3.0	2.9	
Thursday	26/09/2024	16:00:00	US	Pending home sales - % mom	Aug	-5.5		
Friday	27/09/2024	06:30:00	NL	Producer confidence manufacturing - index	Sep	-1.90		
Friday	27/09/2024	08:45:00	FR	CPI - % yoy	Sep P	1.8	1.6	1.5
Friday	27/09/2024	08:45:00	FR	Consumer spending - % mom	Aug	0.3		
Friday	27/09/2024	09:55:00	DE	Unemployment - %	Sep	6.0		
Friday	27/09/2024	11:00:00	EC	Economic sentiment monitor - index	Sep	96.6		
Friday	27/09/2024	14:30:00	US	Personal Income - %mom	Aug	0.3	0.4	0.5
Friday	27/09/2024	14:30:00	US	Personal Spending - %mom	Aug	0.5	0.3	0.2
Friday	27/09/2024	14:30:00	US	PCE price index - %mom	Aug	0.2	0.1	0.1
Friday	27/09/2024	14:30:00	US	PCE price index - %yoy	Aug	2.5	2.3	2.2
Friday	27/09/2024	14:30:00	US	Core PCE price index - %mom	Aug	0.2	0.2	0.2
Friday	27/09/2024	14:30:00	US	Core PCE price index - %yoy	Aug	2.6	2.7	2.7
Friday	27/09/2024	16:00:00	US	Univ. of Michigan cons. confidence - index	Sep F	69.00		
Friday	27/09/2024		BE	CPI - % yoy	Sep	2.9		

Source: Bloomberg, ABN AMRO Group Economics (we provide own forecasts only for selected key variables and events)

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