Global Inflation Tracker: Q3 2023

August 2023

Table of Contents
INTRODUCTION

Scope
Key findings

GLOBAL OUTLOOK

Inflation divergence in the largest economies predicted in 2024
Forecast inflation rate in 2024 across countries
Key factors driving inflation in Q3 2023
Prices of manufactured goods remain stable as sellers struggle with weak demand
Tight labour markets and strong demand continue to inflate prices of services
Inflationary pressures in the housing markets cool as tighter monetary policies hit demand
Supply disruptions and adverse weather conditions add to commodity price volatility
Energy prices remain stable yet supply risks remain
Interest rates are likely to peak as inflation is cooling down
Inflation forecasts Q3 2023
Key risks for higher inflation in 2023-2024

CONSUMER PURCHASING POWER

Consumer spending power to remain suppressed in 2023 before a recovery expected in 2024
Worsened economic conditions hurt consumer willingness to spend
Online prices of food products indicate declining inflationary pressures in Q2 2023
US: Price pressures level off as tight labour market becomes primary inflation driver
China: Consumer inflation is muted, pointing to weaker domestic demand
France: Food inflation a key driver of persistent and increasing inflation in 2023
Germany: Inflation will remain elevated in 2023 as price pressures ease only gradually
Italy: Numerous persistent price pressures will result in bumpy inflation slowdown
Spain: Inflation is set to moderate markedly due to reduced energy price pressures
UK: Headline inflation starts to ease but underlying pressures persist
Japan: Consumer inflation has peaked, but moderation has been slower than expected
Brazil: Inflation has eased, but the anticipated monetary easing could exert upward pressure
India: Inflationary pressures rise as food prices surge due to unfavourable weather

CONCLUSION

Inflationary pressures continue to ease
Key country insights

About Euromonitor International

Euromonitor International is an independent market intelligence provider. Data, insight and analysis stem from in-the-field research spanning 210 national markets.

Content ranges from the in-depth and country-specific, to key strategic themes with a global range and significance. Products cover a comprehensive range of insights and market data, but can be broadly categorised as:

- **Strategy Briefings**: Global or regional in scope, and focussing on the most important themes shaping consumer demand, the key markets, competitive environment and future outlook across a range of industries.
- **Company Profiles**: Analysis dedicated to the world’s most significant companies, with detailed insight into their activities, focus of operations, their competitors, their geographic presence and performance.
- **Country Reports**: For an in-depth understanding of specific countries, whether by industry, economic metrics or consumer trends and lifestyles. These reports cover current trends, consumer demand, market potential and future prospects, with country-specific local insight and comprehensive data, unavailable elsewhere.
For more information on this report, further enquiries can be directed via this link www.euromonitor.com/global-inflation-tracker-q3-2023/report.