

Global Inflation Tracker: Q1 2024

March 2024

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GLOBAL OUTLOOK

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Key factors driving inflation in 2024

Manufacturers will find it harder to pass on price increases to end-consumers in 2024

Services inflation to ease slightly in 2024 as economic growth stalls

Housing prices forecast to remain stable in 2024 as demand cools

Commodity prices set to moderate further in 2024 although supply risk factors remain

Red Sea shipping disruptions can lead to higher inflationary pressures in Europe

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Inflation forecasts Q1 2024

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CONSUMER PURCHASING POWER

Weak income growth and high prices of essentials constrain consumer spending in 2024

Consumer confidence remains muted, impacting retail sales in Q1 2024

Online prices of food products indicate moderate price growth in 2024

USA: Steady easing of underlying price pressures signals further inflation moderation in 2024

China: Deflationary pressures intensify, as prices drop at steepest rate in over a decade

France: Inflation to remain on downward trend with possibly temporary surges

Germany: Weak economy and easing price pressure result in notable inflation slowdown

Italy: Inflation to slow significantly while some underlying price pressures persists in 2024

Spain: Inflation sees slight resurgence as relatively high economic growth fuels demand

UK: Inflation is set to trend down as prior monetary tightening feeds through to the economy

Japan: Inflation to ease, but moderation will be gradual due to persisting upward factors

Brazil: Inflation to continue easing, but weather and improving demand among upside risks

India: Resurgent food inflation and volatile energy prices are key risks to inflation outlook

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