Global Inflation Tracker: Q1 2024

March 2024

Table of Contents

INTRODUCTION

Scope
Key findings

GLOBAL OUTLOOK

Inflation forecast to further moderate in 2024, yet divergence among countries remain
Forecast inflation rate in 2024 across countries
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
Interest rates peak, but central banks expected to keep tight monetary policy for longer
Inflation forecasts Q1 2024
Key risks for higher inflation over the long term

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

CONCLUSION

Inflationary pressures forecast to trend down further in 2024
Key country insights

For more information on this report, further enquiries can be directed via this link www.euromonitor.com/global-inflation-tracker-q1-2024/report.