

The Economic Development of the Global Economy 2018

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Hour 1

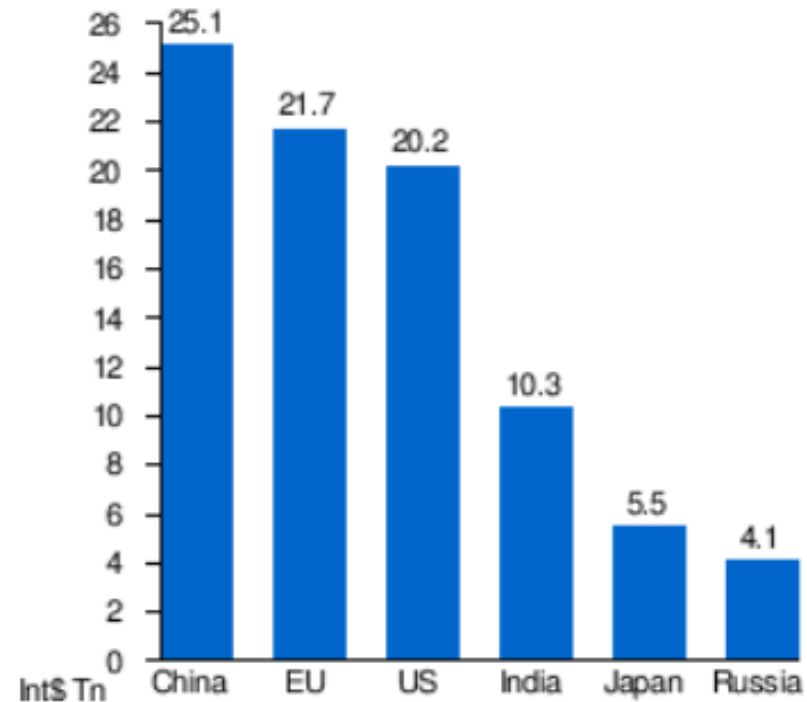
Basic Overview of the World Economy

USA

Euro Area

Japan

China



Largest economies by PPP GDP in 2018.

According to International Monetary Fund estimates.^[1]

In this overview, we will confine ourselves to

- (1) real growth,
- (2) inflation,
- (3) unemployment,
- (4) business confidence
- (5) currency

for the countries or regions.

The United States



US GDP GROWTH RATE



Real Growth Annualized QoQ

US INFLATION RATE



Inflation Annualized MoM

The United States



Unemployment Rate



PMI Manufacturing - Confidence

The United States



US DOLLAR INDEX



The Value of the US Dollar

United States	Price	Day	Weekly	Monthly	Yearly
Dow Jones	24224 ▲ 51	0.21 %	-0.37%	-2.50%	13.48%
S&P 500	2720 ▲ 7	0.26 %	-0.22%	-1.09%	12.75%
NASDAQ 100	7023 ▲ 8	0.12 %	0.66%	-2.11%	25.33%
NASDAQ	7,503 ▲ 0.00	0.00%	-0.78%	-1.36%	21.98%
Russell 2000	1,660 ▲ 5.33	0.32%	0.18%	0.43%	16.92%
S&P VIX	16.14 ▲ 0.54	-0.83%	-1.15%	2.03%	3.70%

Stock Market

The Euro Area



EU GDP GROWTH RATE



Real Growth Annualized QoQ

EU INFLATION RATE



Inflation YoY

The Euro Area



EU UNEMPLOYMENT RATE



Unemployment Rate



PMI Manufacturing - Confidence

The Euro Area



The Value of the Euro

	Price	Day	Weekly	Monthly	Yearly	
Euronext 100	1048	▲ 4	0.42 %	1.12%	-1.13%	5.90%
Euro Stoxx 50	3436	▲ 25	0.72 %	2.08%	-0.73%	-0.77%
DAX	12445	▲ 128	1.04 %	2.19%	-3.01%	0.51%
CAC 40	5357	▲ 37	0.69 %	1.51%	-1.87%	3.94%
IBEX 35	9845	▲ 92	0.94 %	2.66%	0.54%	-6.23%
Athens General	744	▼ 0.49	-0.07%	-0.55%	-4.75%	-11.78%
FTSE MIB	21,969	▲ 282.08	1.30%	2.50%	0.74%	4.20%

Stock Market

Japan



JAPAN GDP GROWTH RATE



Real Growth Annualized QoQ

JAPAN INFLATION RATE MOM



Inflation MoM

Japan



Unemployment Rate



PMI Manufacturing - Confidence

Japan



The Value of the Yen

Asia	Price	Day	Weekly	Monthly	Yearly	
NIKKEI 225	21,556	▼ 161.10	-0.74%	-3.21%	-4.73%	7.81%
SHANGHAI	2,734	▼ 26.61	-0.96%	-1.87%	-12.25%	-14.89%
CSI 300	3,342	▼ 22.78	-0.68%	-2.35%	-12.92%	-8.69%
SHANGHAI 50	2,374	▲ 3.78	0.16%	-2.07%	-11.84%	-7.05%
SENSEX	35,612	▼ 33.68	-0.09%	1.64%	1.23%	13.52%
KOSPI	2,258	▼ 7.91	-0.35%	-2.45%	-8.62%	-5.46%
TAIEX	10,612	▼ 110.06	-1.03%	-0.40%	-5.27%	2.35%
Hang Seng	28,182	▼ 59.58	-0.21%	-1.11%	-9.84%	10.67%

Stock Market

China



CHINA GDP GROWTH RATE



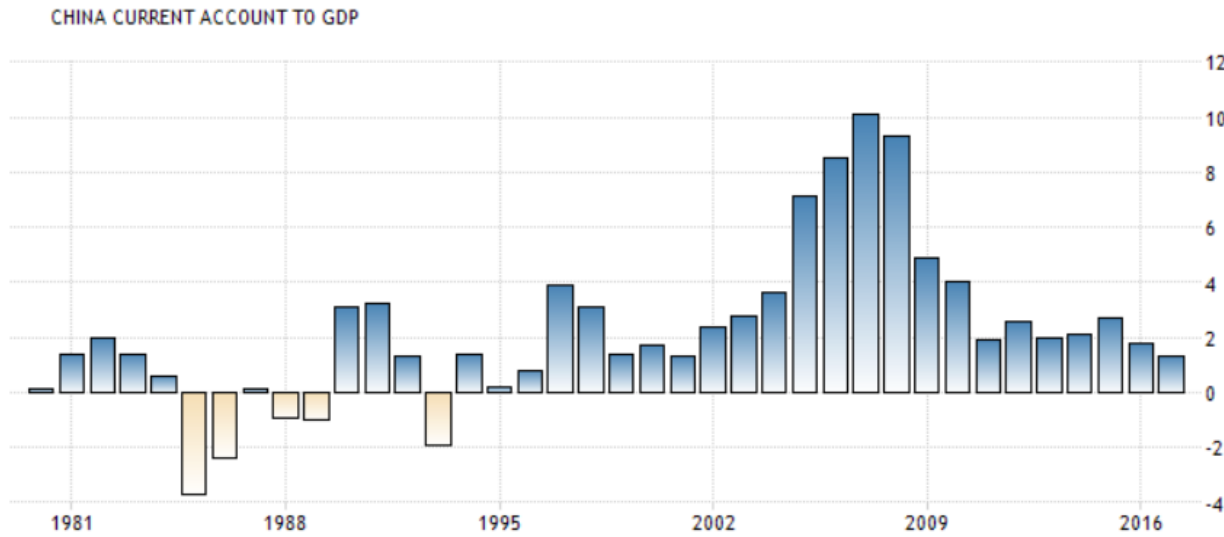
Real Growth QoQ

CHINA INFLATION RATE MOM

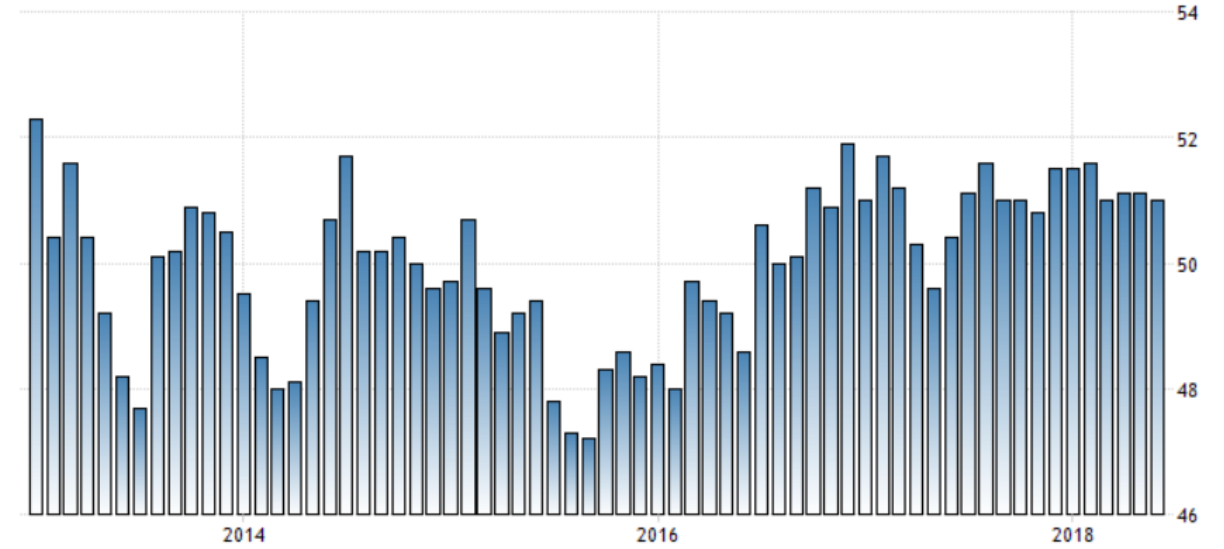


Inflation MoM

China



Current Account to GDP



PMI Manufacturing - Confidence

China



The Value of the Yuan

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Stock Market

Summary Hour 1

USA – GDP 4.1%, Inflation 1.2%, Unemployment 4%, PMI 55.4 trend up, USD trend is up, stocks okay but tech stocks down **GREEN**

EA – GDP 1.4% trend down, 2.0% trend up, unemployment 8.4% trend down, PMI 55.1 trend down, Euro/USD stable at 1.1652 value has been falling somewhat, Eurostoxx 50 falling and choppy **GREEN**

Japan – GDP -0.2% slow, inflation MoM 1.2%/yr, slightly higher, deflation in Mar. and Apr., Unemployment 2.2% sharp drop from 2/5 previous month, wage growth slow, PMI huge drop in July 53 to 51.6 trend is down, Yen is at 111 to USD trend is up, stocks flat **ORANGE**

China – GDP 7.4% very high since Q1 was only 5.7%, Mar. – June deflation -1.2%, Current Account to GDP falling now at 1.3%, PMI strong and stable, RMB/USD 6.8 recent strong increase, Shanghai stocks fell 22% since Jan 2018 trend has been down. **ORANGE**

Next up: The Importance of Productivity and Saving