Volatility and Risk in the Global Economic Picture

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The Global Economic Recovery Has Been Moderate

World GDP Growth

F=Forecast
Source(s): International Monetary Fund
Global Trade Activity Remains Modest—For Now

World Trade Volume of Goods and Services, Growth

F=Forecast
Source(s): International Monetary Fund
Energy Price Weakness: Good or Bad??

Cushing OK Crude Oil Future

Source(s): U.S. Energy Information Administration
Rising Concerns About Global Growth Favors the Dollar

U.S. Broad Nominal Dollar

Source(s): Federal Reserve Board
Brexit Weighs on the U.K. Outlook

United Kingdom, Real GDP Growth

F=Forecast
Source(s): International Monetary Fund
Are Forecasters Underestimating the Impact of Brexit on the Euro Area?

Euro Area, Real GDP Growth

F=Forecast
Source(s): International Monetary Fund
A Persistent Slowing in Chinese Economic Growth

China, Real GDP Growth

F=Forecast
Source(s): International Monetary Fund

NWE
A Marked Slowing in Chinese Goods Export Growth Since 2010

China, Goods Export Growth

F=Forecast
Source(s): International Monetary Fund
“China’s Aging Dynamic Catalyzes a Structural Slowdown”

China and Asia, Median Age

F=Forecast
Source(s): United Nations, *World Population Prospects*
Forecast: India Will Grow Faster Than China

India, Real GDP Growth

F=Forecast
Source(s): International Monetary Fund
A Moderate But Steady Recovery in Brazil

Brazil, Real GDP Growth

F=Forecast
Source(s): International Monetary Fund
Sluggish Growth in Russia, Downside Risks

Russia, Real GDP Growth

F=Forecast
Source(s): International Monetary Fund
Moderate Strengthening in Mexican Growth

Mexico, Real GDP Growth

F=Forecast
Source(s): International Monetary Fund
Canadian Growth, On the Other Hand, Projected To Slow

Canada, Real GDP Growth

F=Forecast
Source(s): International Monetary Fund
As the Global Recovery Struggles, A Sharp Contraction In the Demand for U.S. Goods

U.S. Total Goods Export Growth, Annual Rate, Seasonally Adjusted

Source(s): U.S. Bureau of Economic Analysis
Conclusions

• A Structural Slowdown in Chinese Economic Growth and the Contribution of Brexit Chaos to Long-Term Difficulties in the Eurozone are Negatively Impacting the Short-Term Global Economic Outlook.

• Trade Fights and Geopolitical Tensions Further Burden the Struggling Global Economic Recovery.

• The World Picture is Turning Into a Headwind for U.S. Manufacturing Growth as a Result of Weakening Demand for U.S. Goods and a Rising Dollar.
Thank You!

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