

# Chart of the Day



Click or scan to view our website and access past reports, policy notes and more.

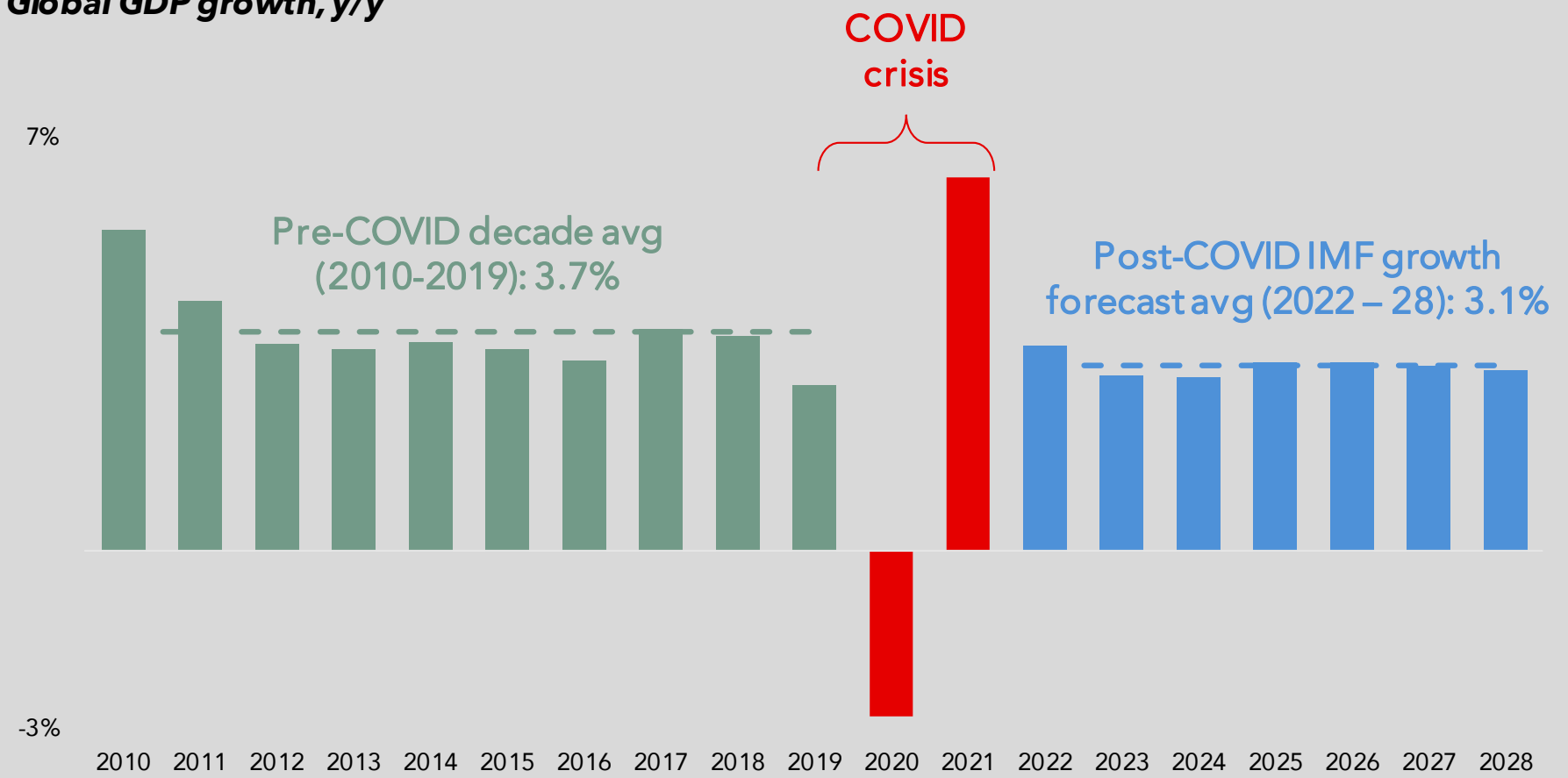
[mufgamericas.com/insights-and-experience/insights/capital-markets-strategy](https://mufgamericas.com/insights-and-experience/insights/capital-markets-strategy)

## Global Growth Below Trend



The global economy has been far more resilient to higher rates and inflation than expected. However, with more limited fiscal and monetary policy, alongside elevated debt and aging demographics, global growth is expected to be structurally lower in the post-pandemic world. As 2024 unfolds, "rolling recessions" (i.e., Europe, manufacturing) will evolve into "rolling recoveries", albeit less synchronized than the tightening cycle itself.

**Global GDP growth, y/y**

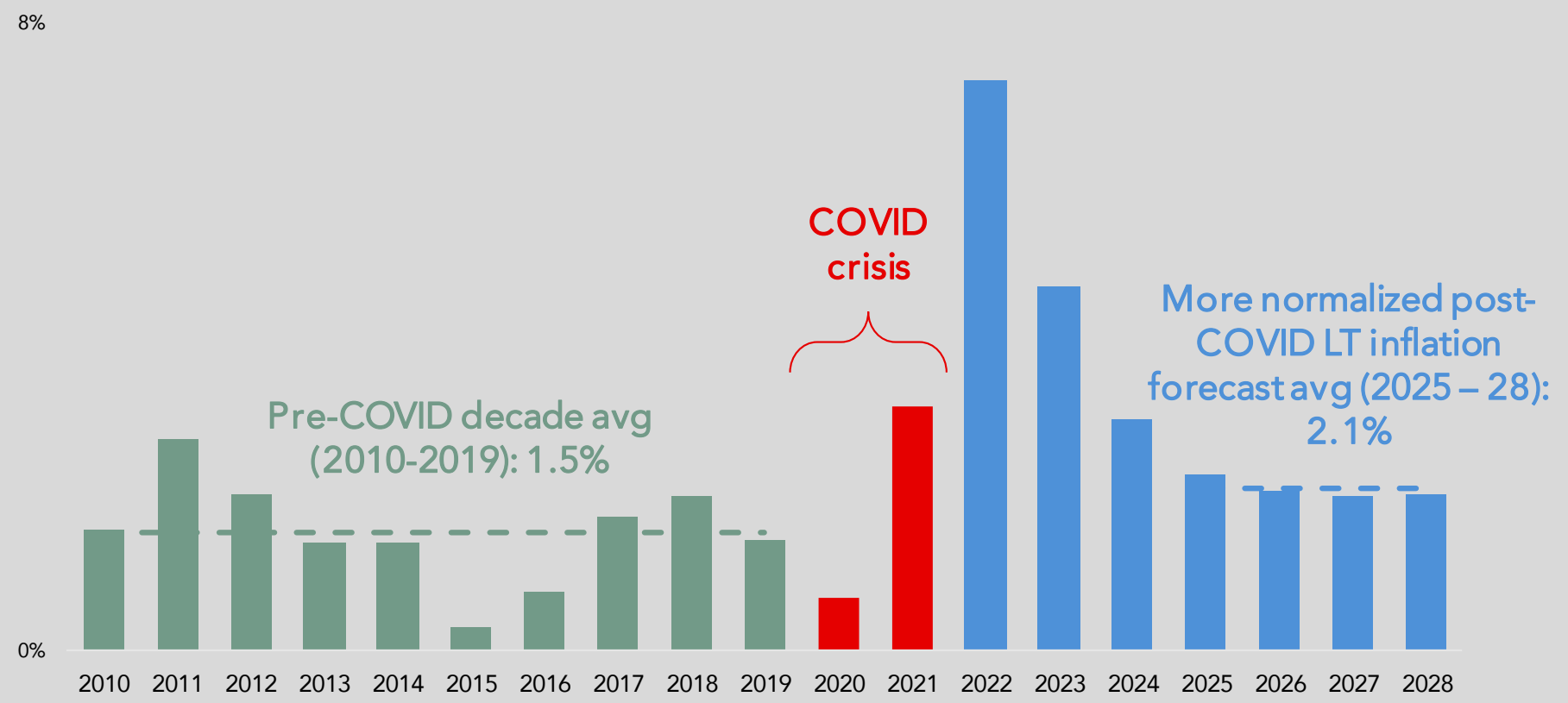


## Inflation Normalizing Above Trend







Advanced economy inflation is trending lower after the COVID induced supply-chain shocks. However, numerous global mega-trends are likely to keep advanced economy inflation structurally higher in the decade ahead, including: labor shortages, restructured supply chains, energy transition, and US-China structural rivalry. In 2024, look for the pace of disinflation to diverge more across economies.

**Advanced Economies CPI, y/y**



Source: (1-2) IMF World Economic Outlook, October 2023. CPI is yearly average. Post-COVID average is 2025-2028.

### Global Corporate & Investment Banking Capital Markets Strategy Team

 <b>Tom Joyce</b> Managing Director Tom.Joyce@mufgsecurities.com (212) 405-7472	 <b>Hailey Orr</b> Managing Director Hailey.Orr@mufgsecurities.com (212) 405-7429	 <b>Stephanie Kendal</b> Vice President Stephanie.Kendal@mufgsecurities.com (212) 405-7443	 <b>Angela Sun</b> Analyst Angela.Sun@mufgsecurities.com (212) 405 - 6952
---	--	--	--

**"Macro stability isn't everything, but without it, you have nothing."**