

# Global Outlook and Risks



## Overview

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- Global macroeconomic growth has slowed meaningfully.
- Inflation, particularly in food prices, will linger through 2023.
- Risks include supply chains, policy mis-steps, high debt burdens, and socio-political unrest.

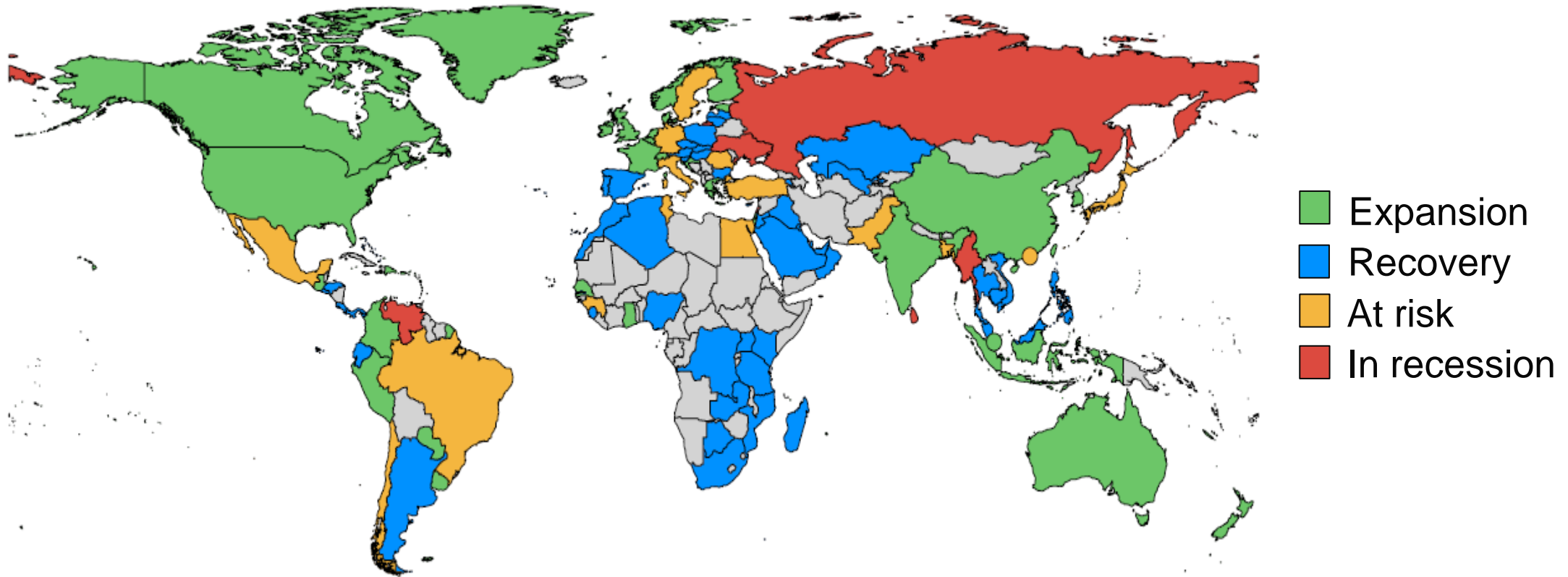
MOODY'S  
ANALYTICS

# Global Economic Outlook



# Idiosyncratic Shocks Drive Business Cycles

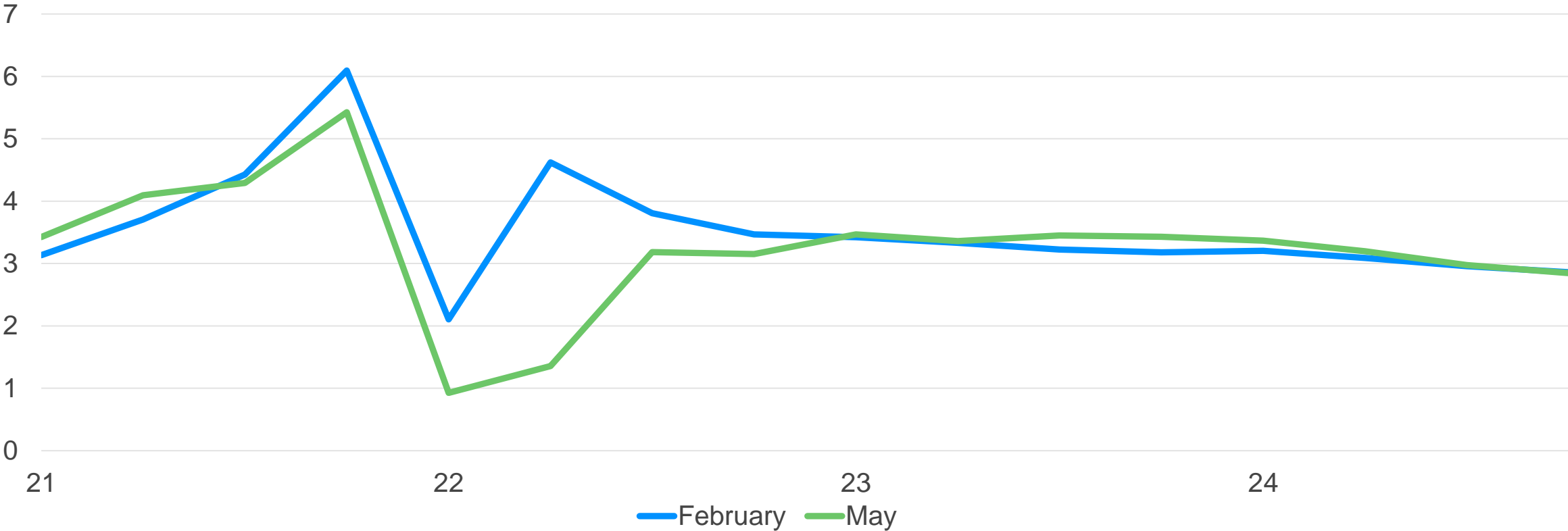
May 2022



Sources: Moody's Analytics

# Russia's Invasion of Ukraine Slows World Growth...

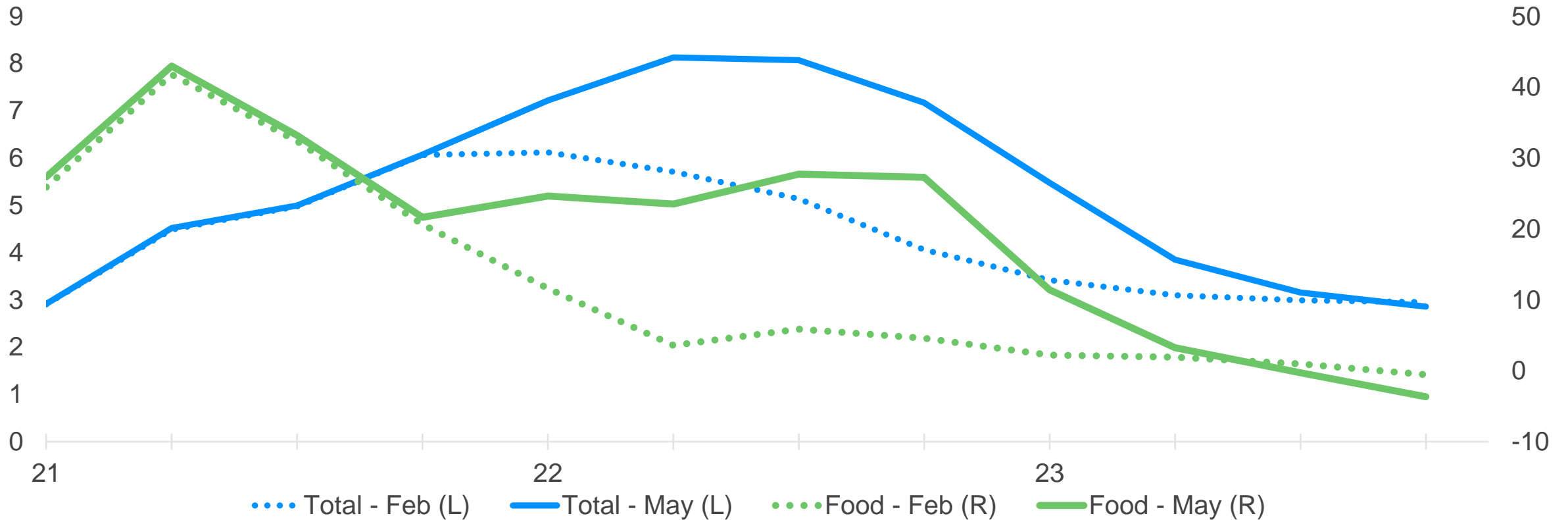
World Real GDP Growth, annualized % change



Sources: Moody's Analytics

## ...And Stokes Global Inflation

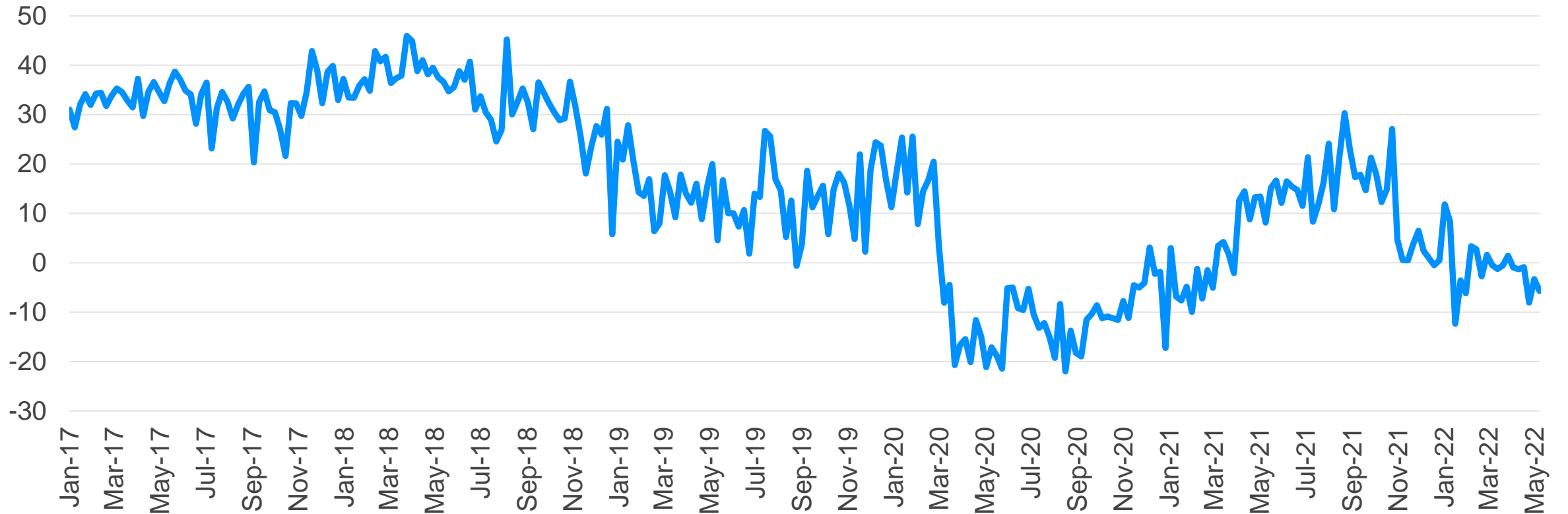
World CPI inflation, % change yr ago



Sources: Moody's Analytics

# Global Businesses Remain Anxious

Moody's Analytics Survey of Business Confidence: Total, (Diffusion Index, NSA)



Sources: Moody's Analytics

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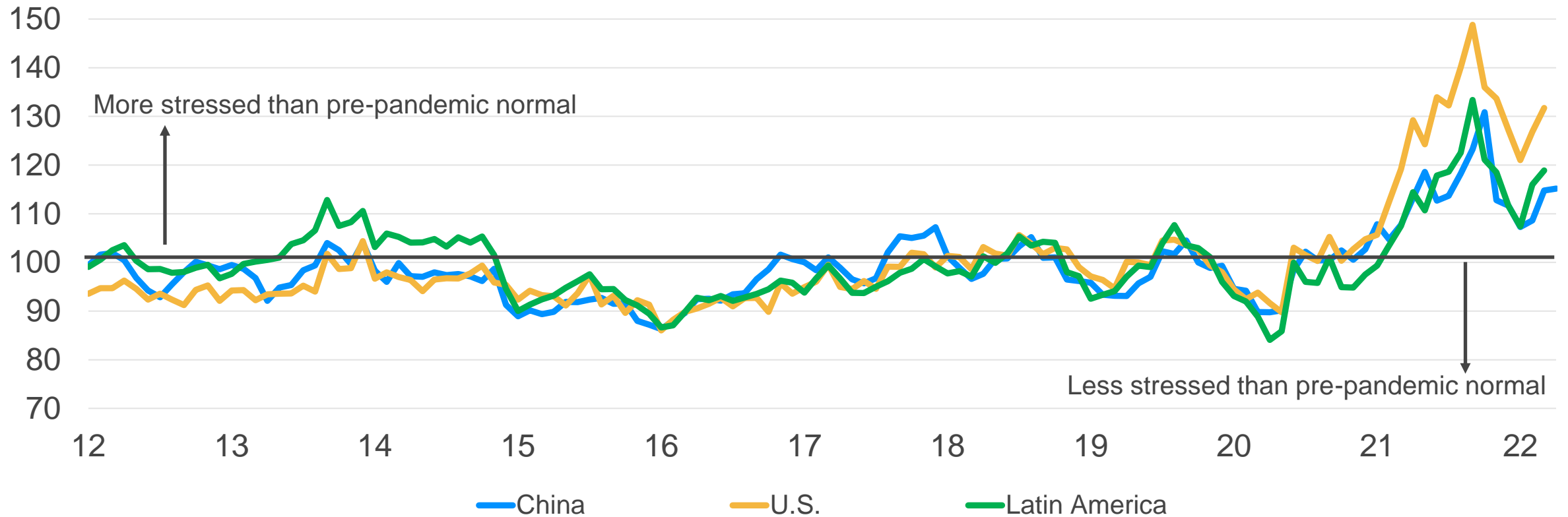
# Risks to the Outlook





# Supply Chains Under Strain

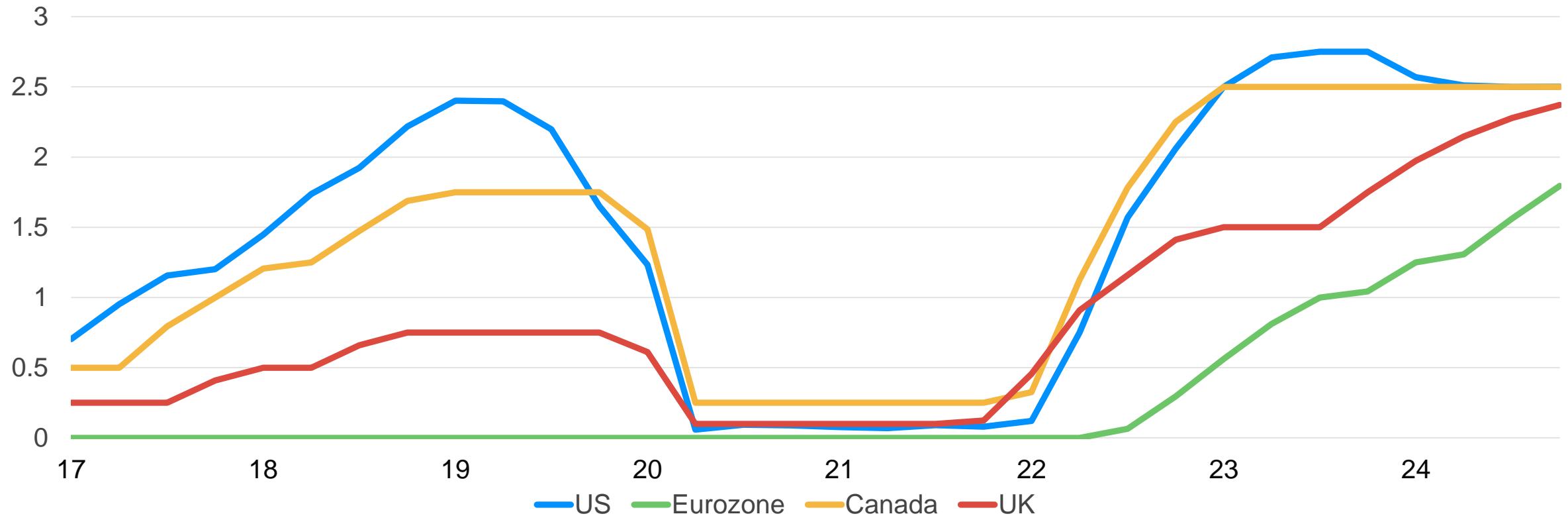
Moody's Analytics Supply-Chain Stress Indexes, Oct 2019=100



Source: Moody's Analytics

# Monetary Policy Makers Accelerate Lift-off

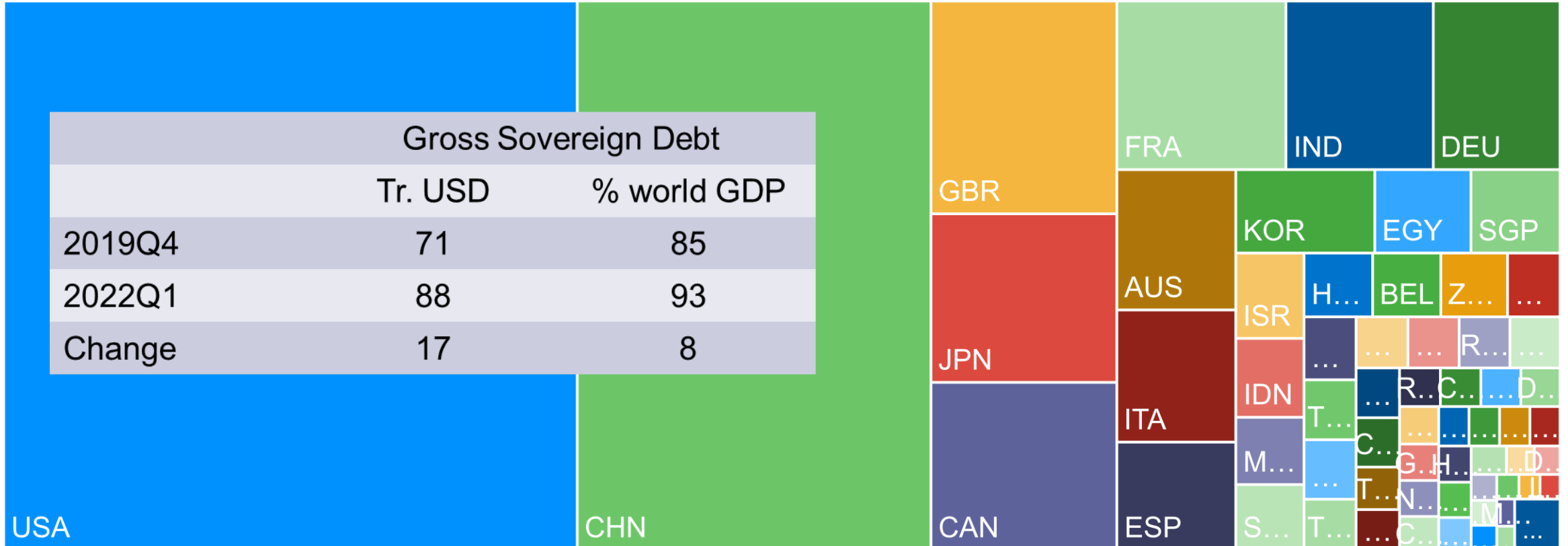
Monetary Policy Rates, %



Sources: Central Banks, Moody's Analytics

# Sovereign Debt Surged During the Pandemic

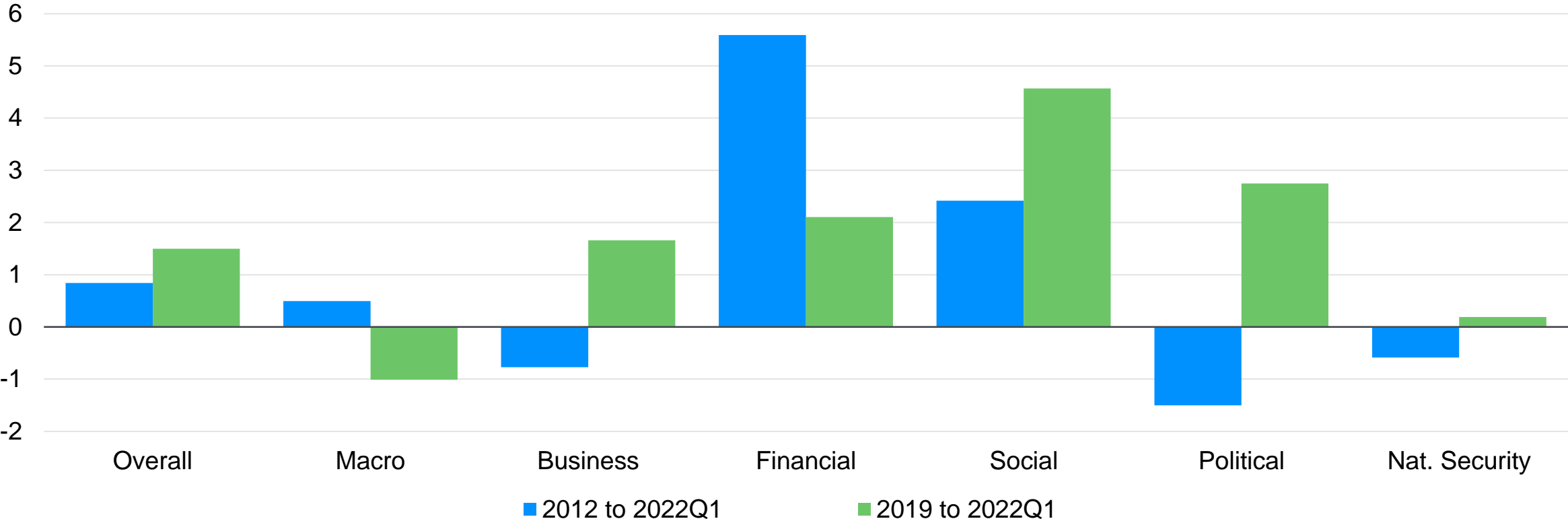
Change in debt during the pandemic, USD



Sources: National Statistical Agencies, IMF, Moody's Analytics

# Pandemic Drives Social and Political Risks Up

Change in country risk score 10 yrs vs. pandemic



Source: Moody's Analytics

## Contact Us: Predictive Analytics - Economics Offices

West Chester, Economics-HQ  
+1.610.235.5299  
121 North Walnut Street  
Suite 500  
West Chester PA 19380  
USA

New York, Corporate-HQ  
+1.212.553.1653  
7 World Trade Center, 14th Floor  
250 Greenwich Street  
New York, NY 10007  
USA

London  
+44.20.7772.5454  
One Canada Square  
Canary Wharf  
London E14 5FA  
United Kingdom

Prague  
+420.22.422.2929  
AFI Butterfly  
B1 3rd Floor, Pernerova 691/42  
186 00 Prague 8 - Karlín  
Czech Republic

Singapore  
+65.6511.4400  
6 Shenton Way  
#14-08 OUE Downtown 2  
Singapore 068809

Sydney  
+61.2.9270.8111  
Level 10, 1 O'Connell Street  
Sydney, NSW, 2000  
Australia

Tokyo  
+81.3.5408.4100  
Atago Green Hills Mori Tower 20th Floor  
2-5-1 Atago, Minato-ku, Tokyo 105-6220  
Japan

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