



# June Economic Chart Book (Snapshot)

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# June Economic Chart Book (Snapshot)

Enclosed are select charts from Torsten's June Economic Chart Book discussing:

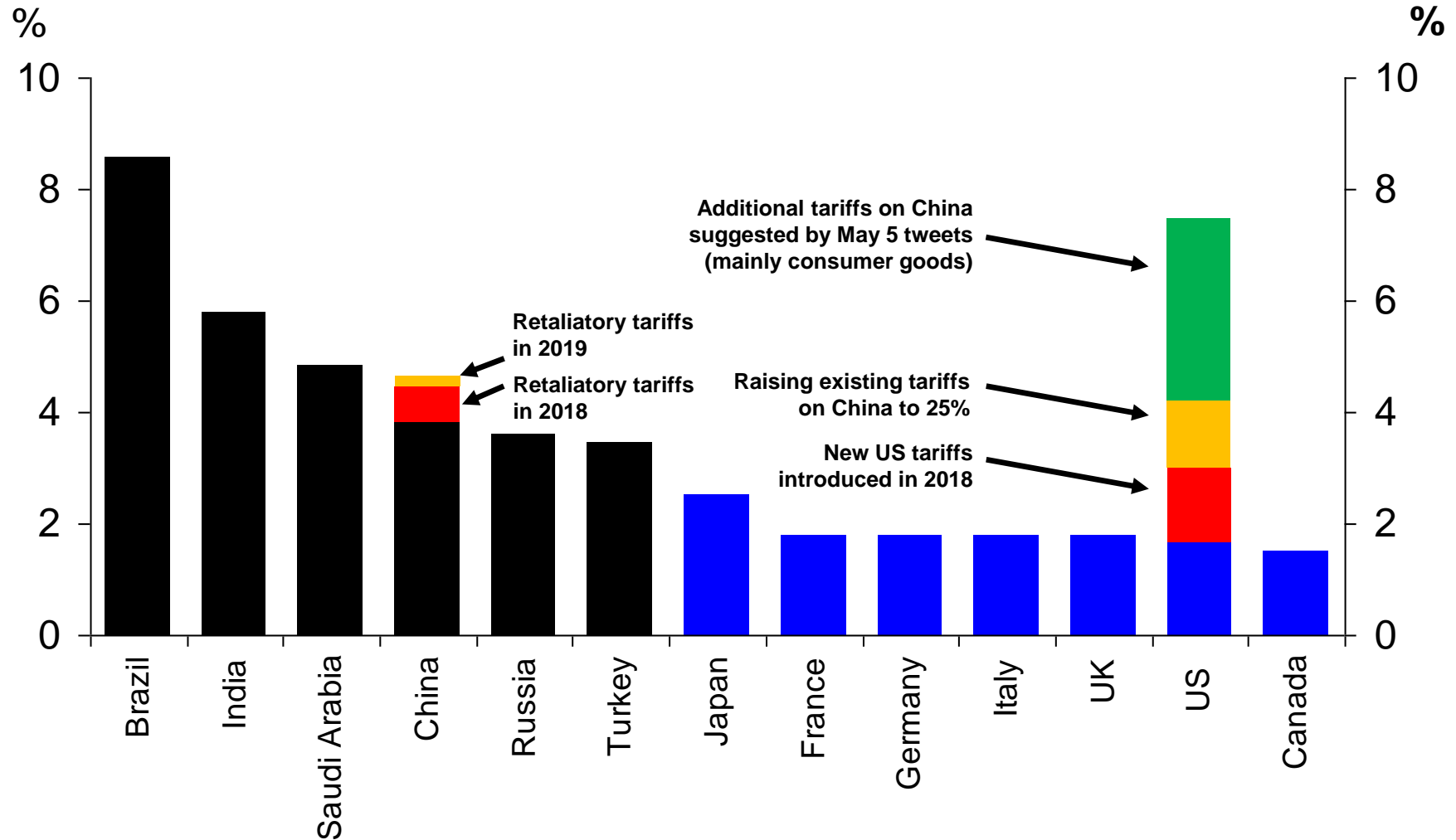
- The impact from escalating trade tensions with China
- The impact from new tariffs on Mexican goods
- Risks to US Economic Data

[Link to Torsten Slok's full June Economic Chart Book can be found here.](#)



# Chinese retaliation relatively modest

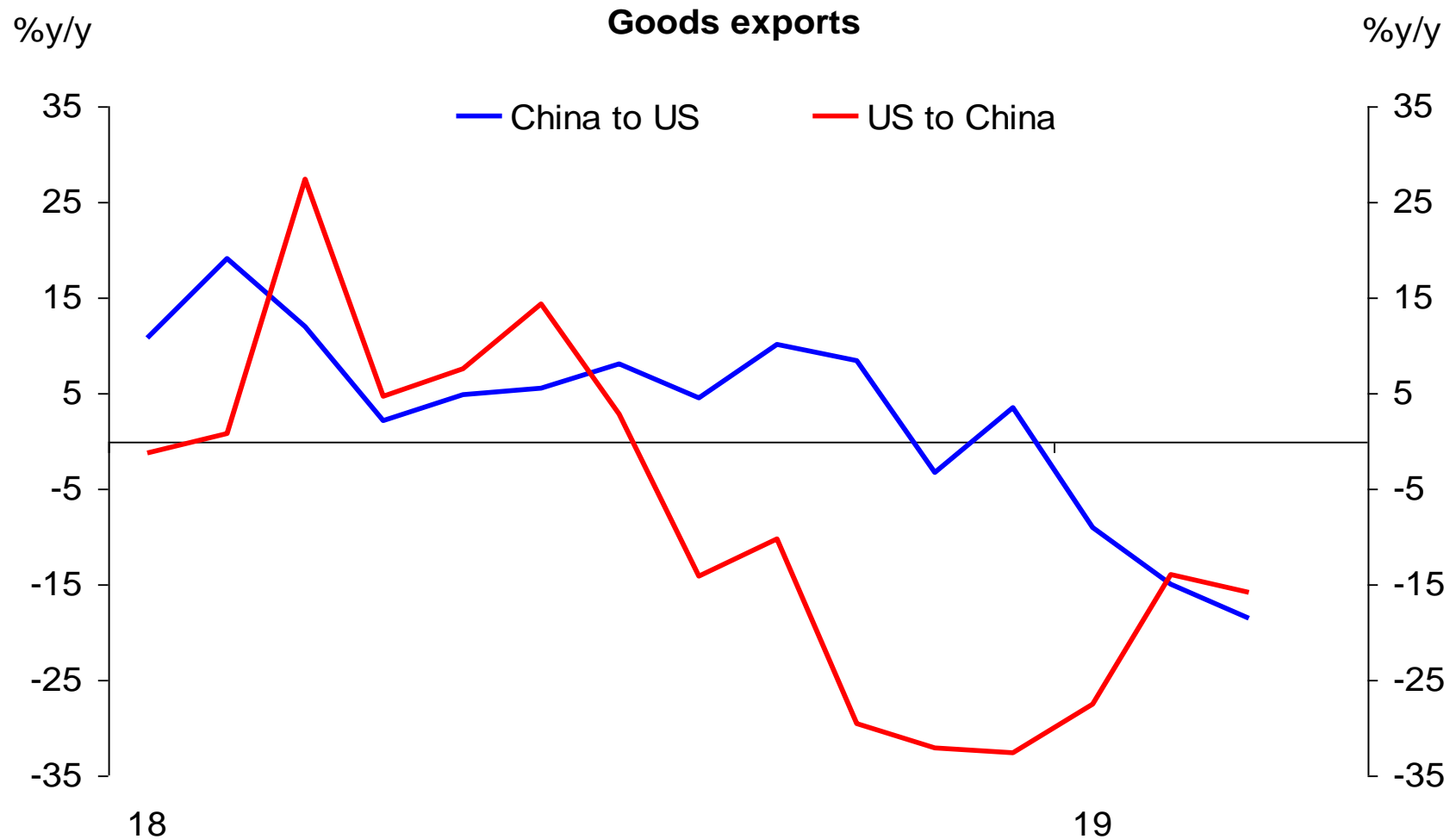
## Tariff rate, applied weighted mean, all products



Source: World Bank, Justin Weidner, DB Global Research



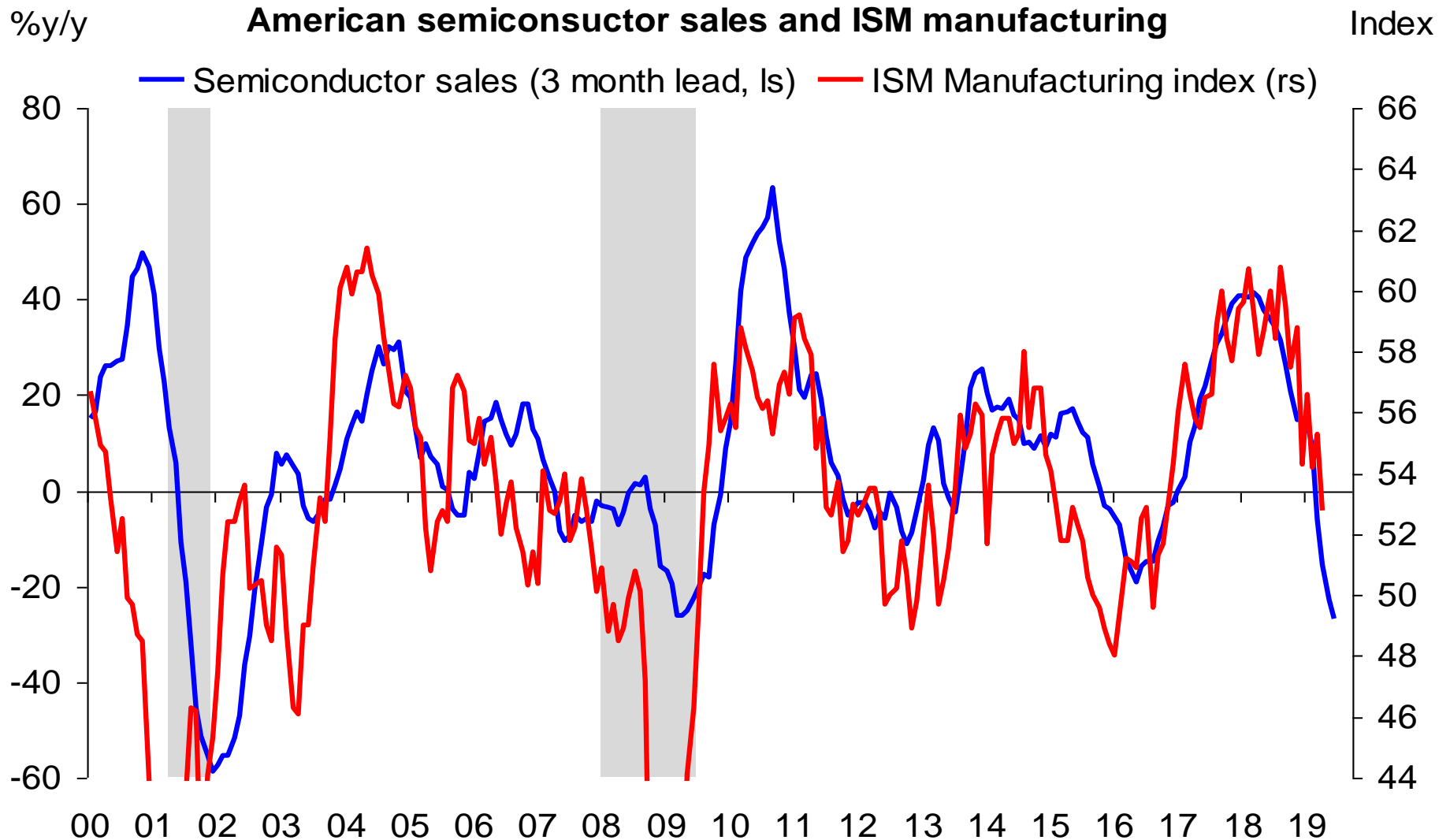
# Trade between US and China has been declining



Source: Census, Haver Analytics, DB Global Research



# Downtrend in semiconductor sales is worrying



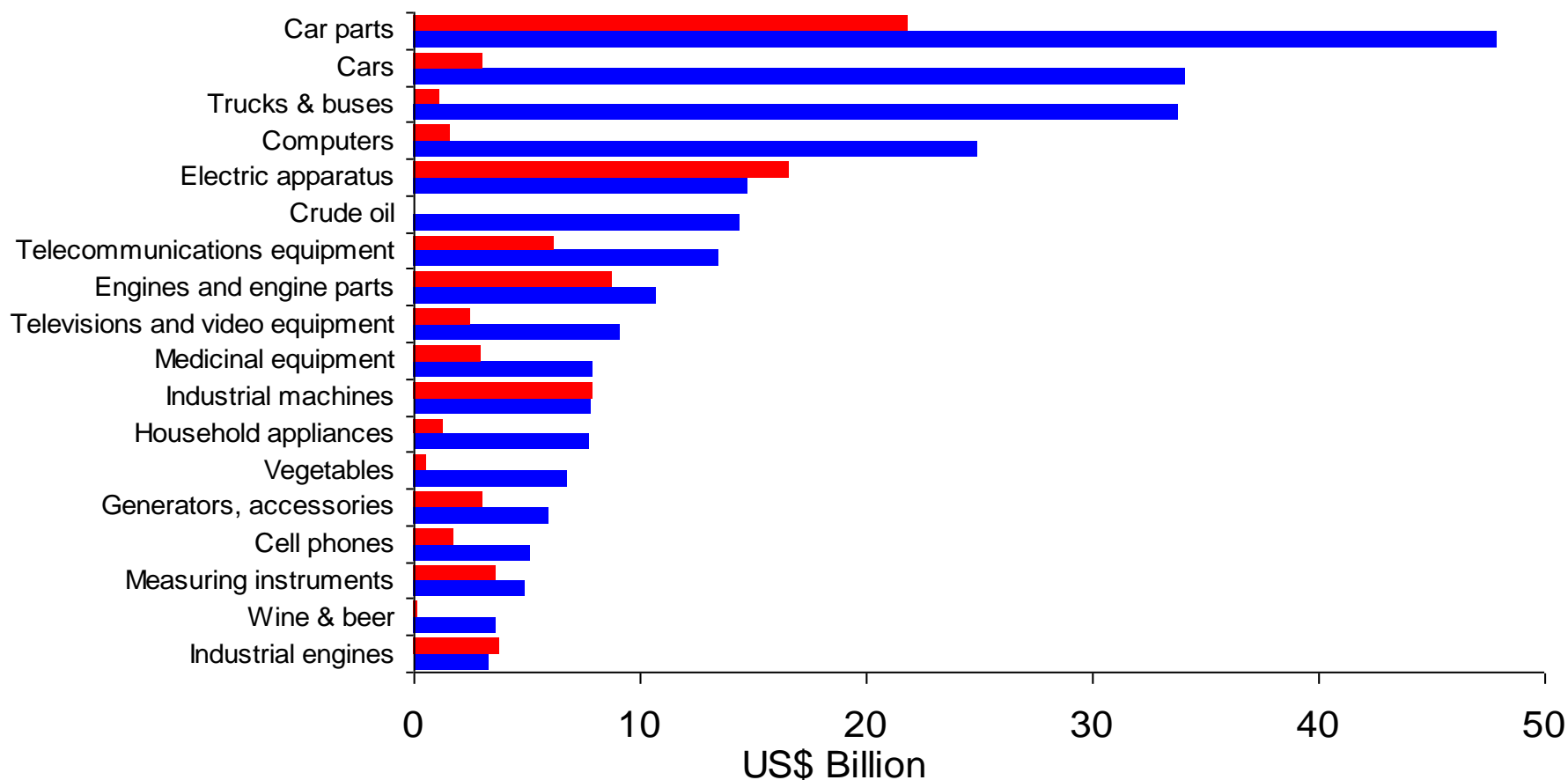
Source: SIA, Bloomberg Finance LP, ISM, Haver Analytics, DB Global Research

# US-Mexico trade is all about the auto industry



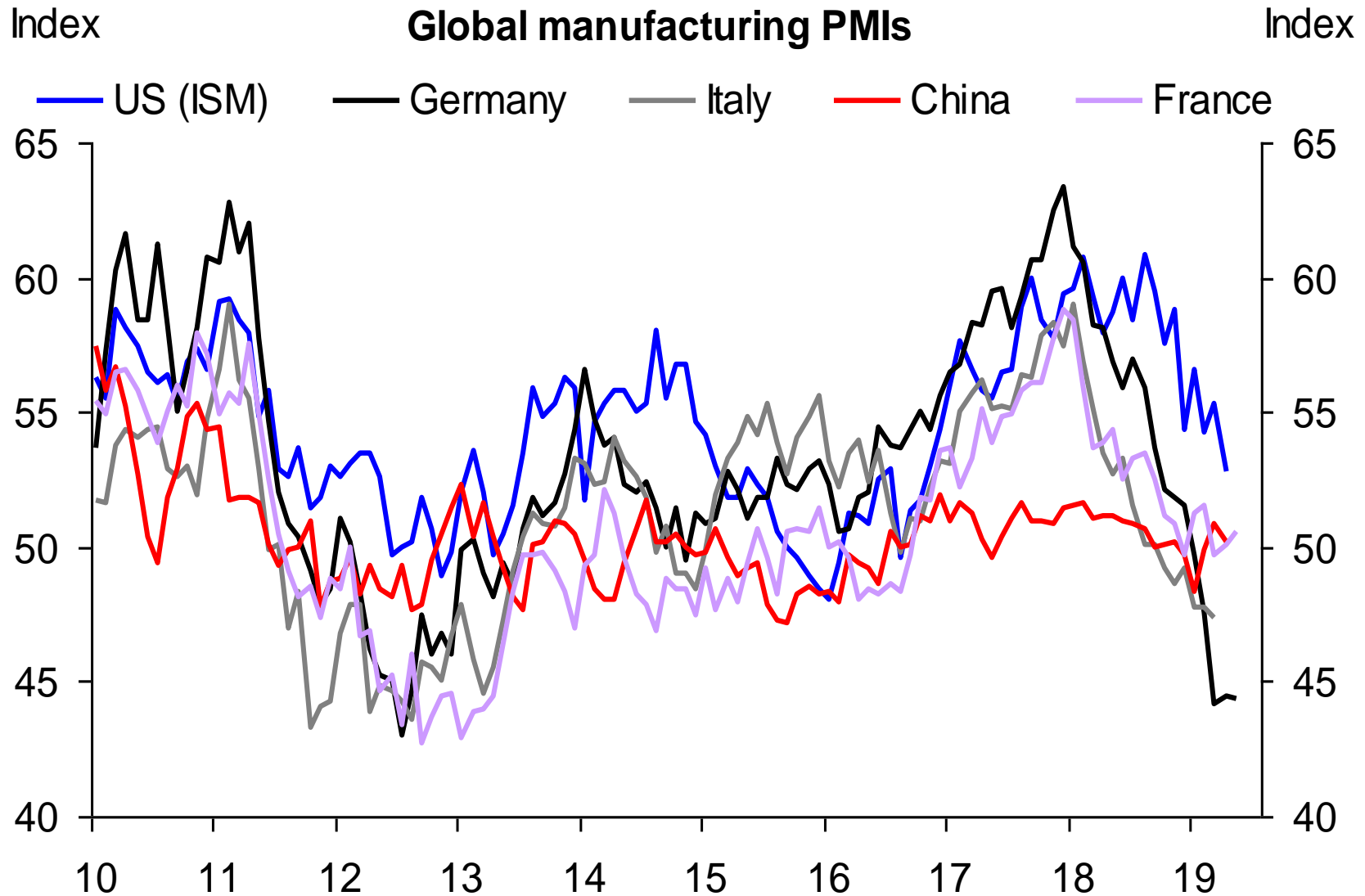
## Imports and exports between United States and Mexico, 2018

■ How much U.S. buys from Mexico ■ How much Mexico buys from U.S.



Source: Census Bureau, DB Global Research

# China not the only reason European data deteriorated



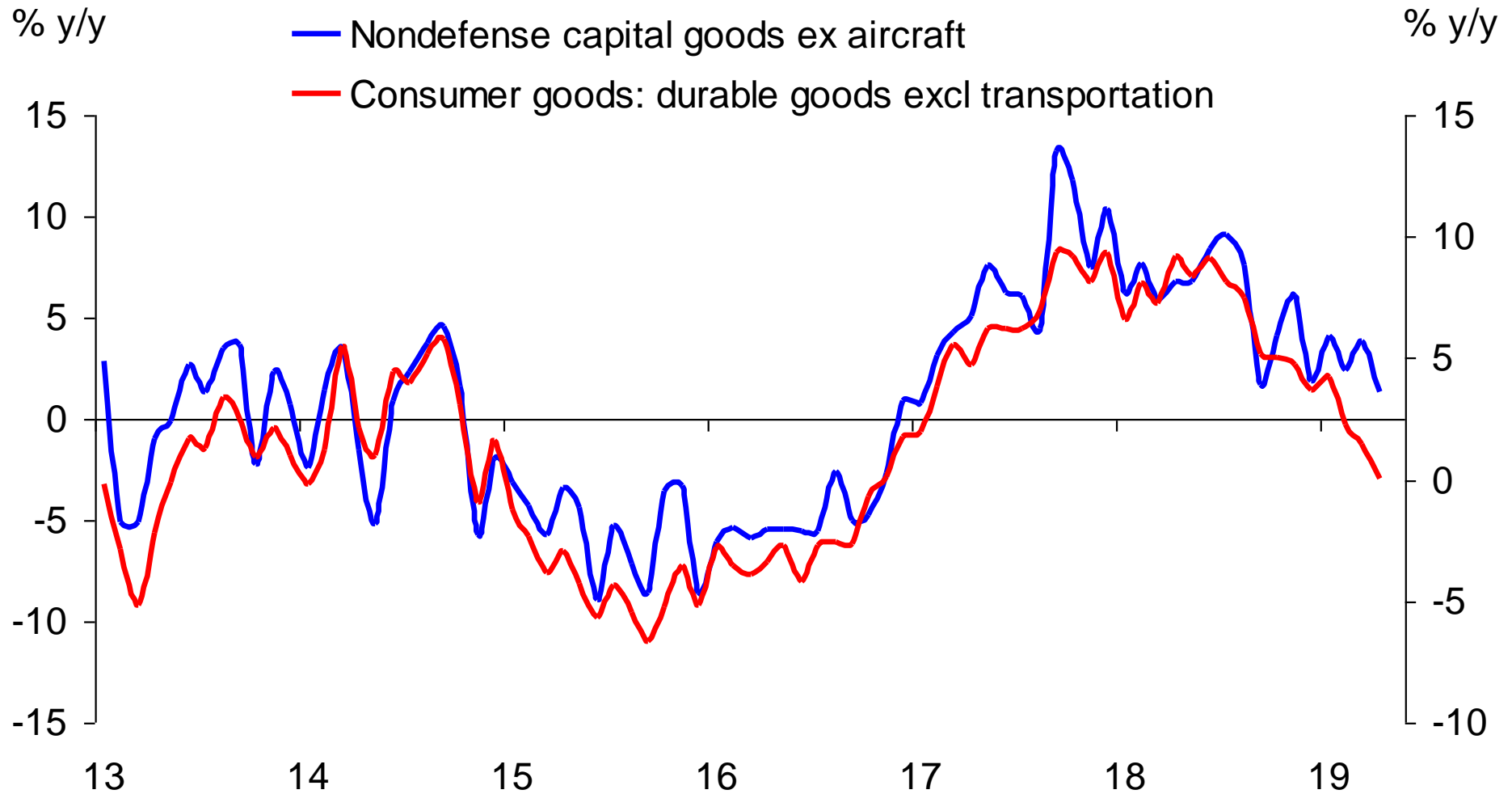
Source: ISM, Markit, Haver Analytics, DB Global Research





# Capex slowing down

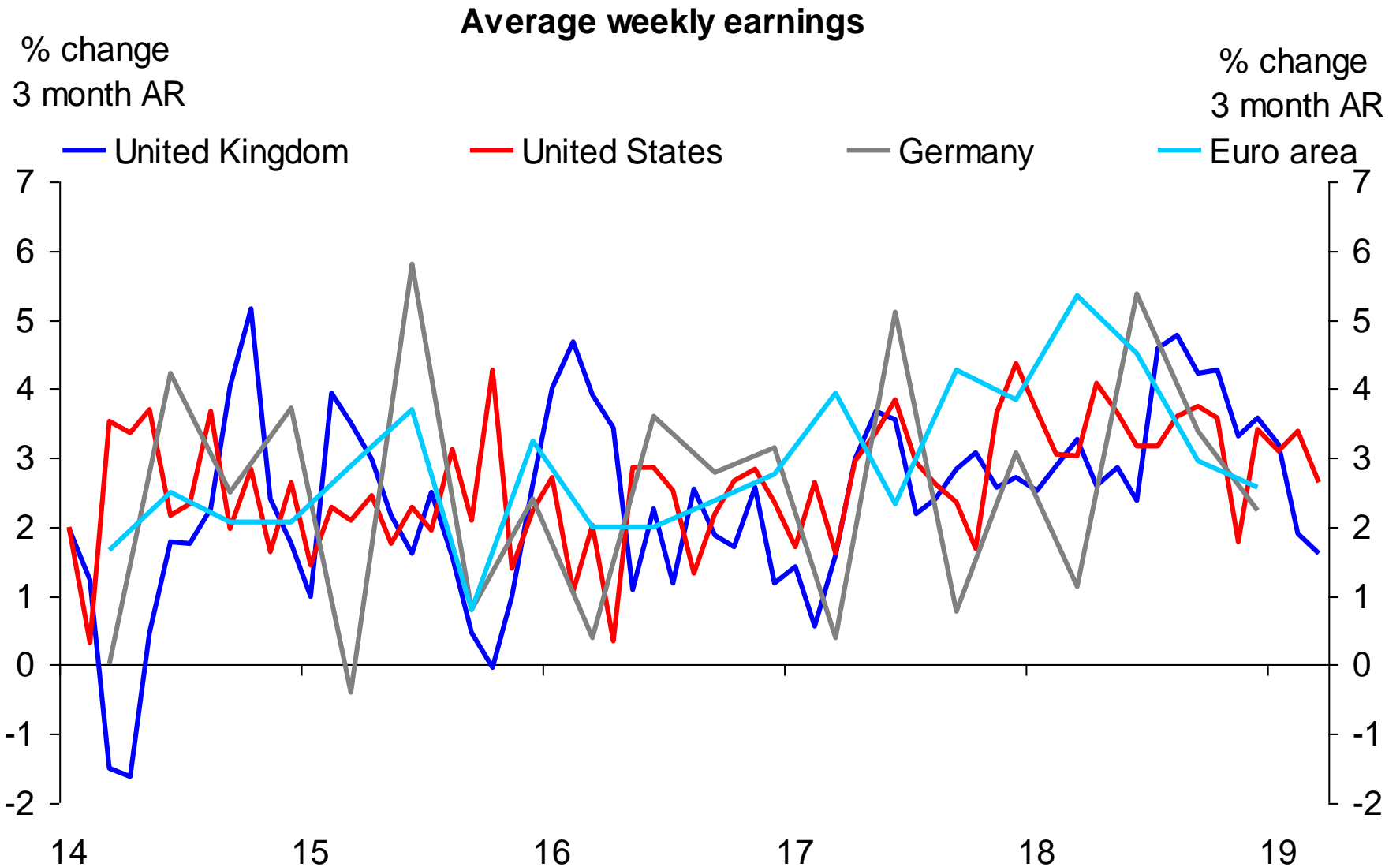
## Manufacturers' new orders



Source: Census Bureau, Haver Analytics, DB Global Research



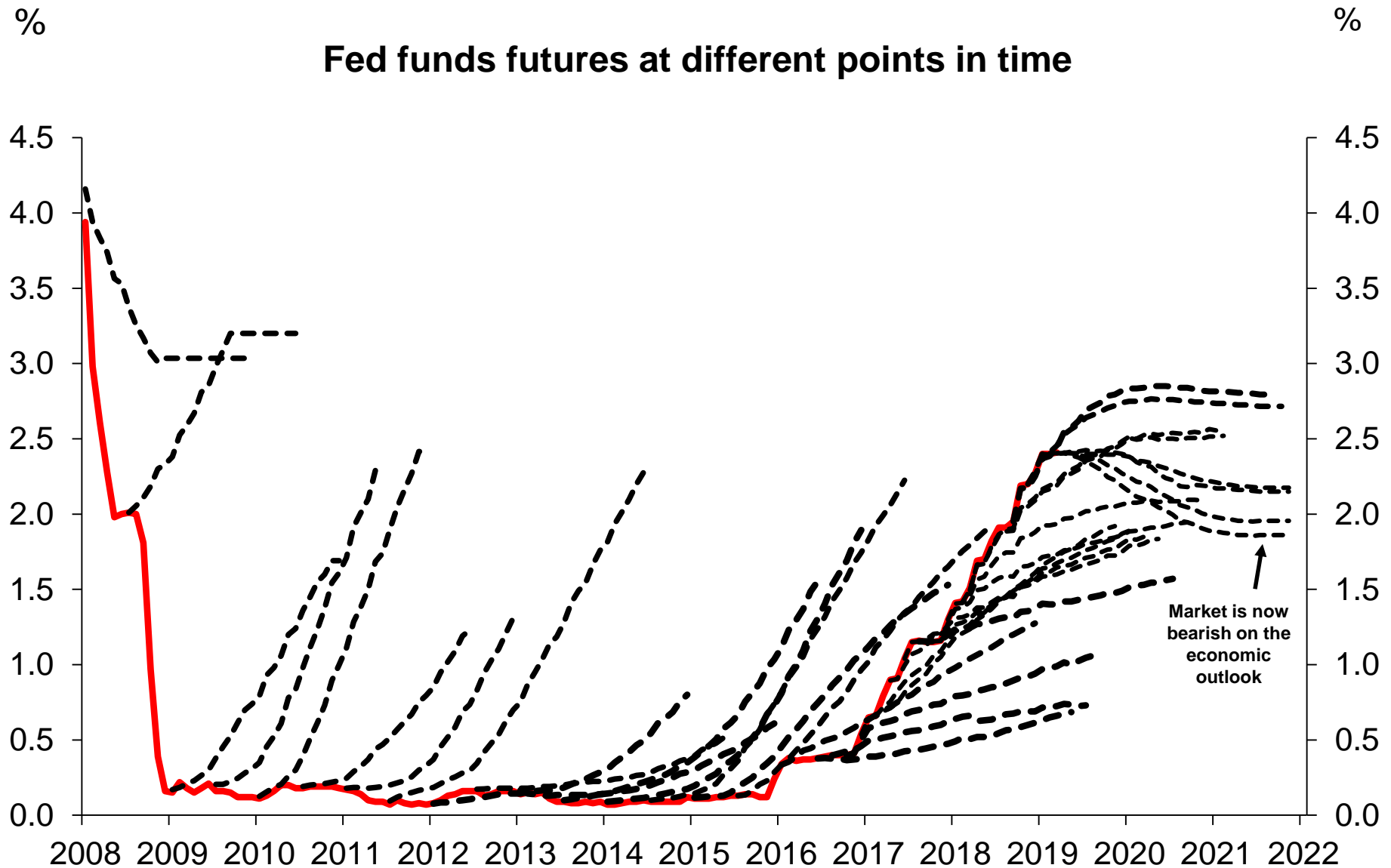
# Global wage momentum slowing in recent months



For Euro area : Wages & Salaries: Industry Excl Construction

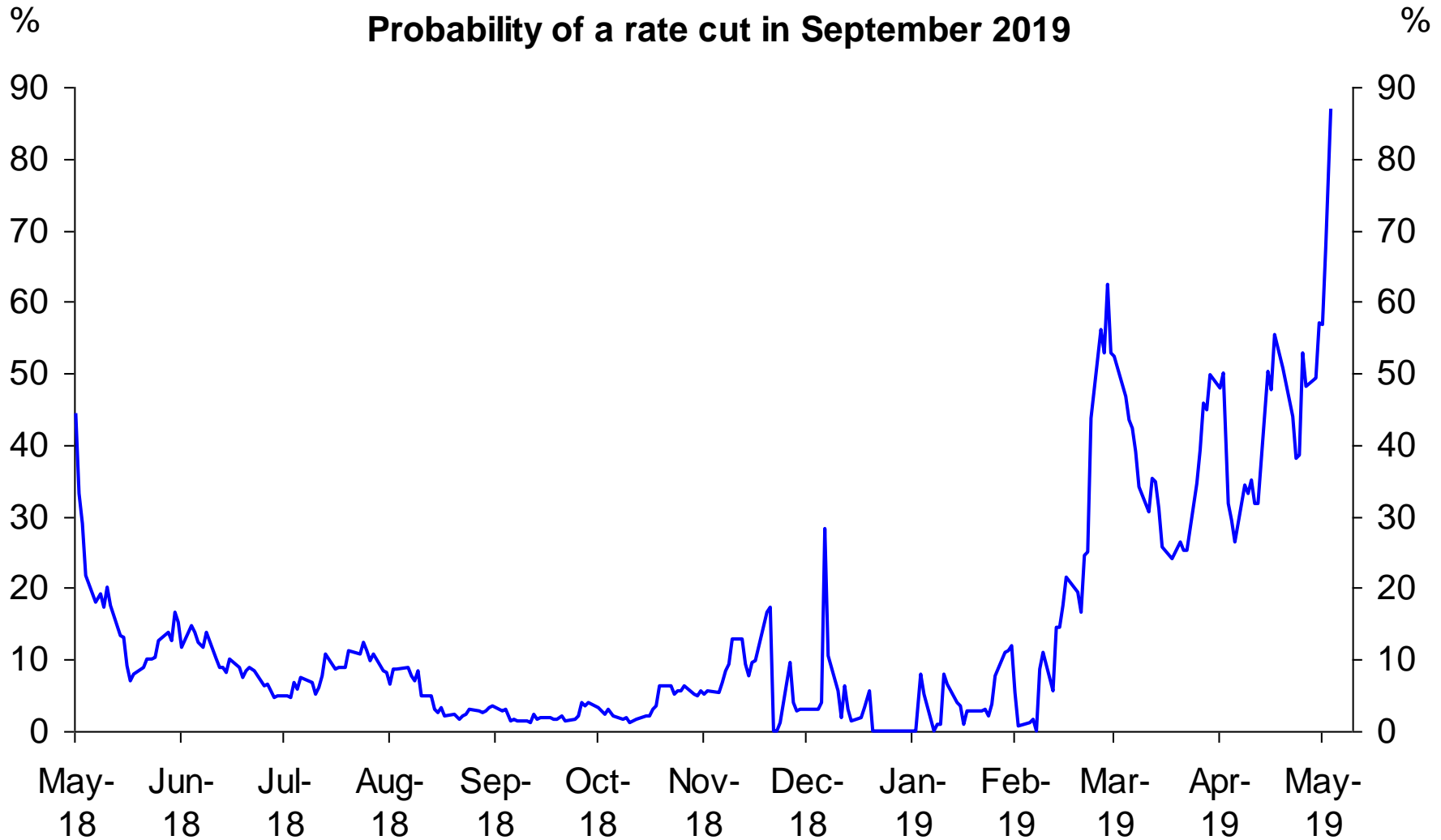
Source: ONS, BLS, FSO, Eurostat, Haver Analytics, DB Global Research

# The market is expecting Fed cuts for the first time in a decade



Source: FRB, Bloomberg Finance LP, Haver Analytics, DB Global Research

# The market is pricing a 87% probability of a Fed cut in September



Source: Bloomberg Finance LP, DB Global Research



## Torsten Slok, Ph.D.

- **Chief Economist, Managing Director**
- **Deutsche Bank Securities, Inc.**

- Torsten Slok joined Deutsche Bank Securities in the fall of 2005.
- Mr. Slok's Economics team has been top-ranked by Institutional Investor in fixed income and equities since 2010. Slok currently serves as a member of the Economic Club of New York
- Prior to joining the firm, Mr. Slok worked at the OECD in Paris in the Money and Finance Division and the Structural Policy Analysis Division. Before joining the OECD he worked for four years at the IMF in the Division responsible for writing the World Economic Outlook and the Division responsible for China, Hong Kong, and Mongolia.
- Mr. Slok studied at University of Copenhagen and Princeton University. He has published numerous journal articles and reviews on economics and policy analysis, including in Journal of International Economics, Journal of International Money and Finance, and The Econometric Journal.



# Appendix 1

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