

The Conference Board

China Economy Watch

Feb. 17, 2022

2022 Outlook

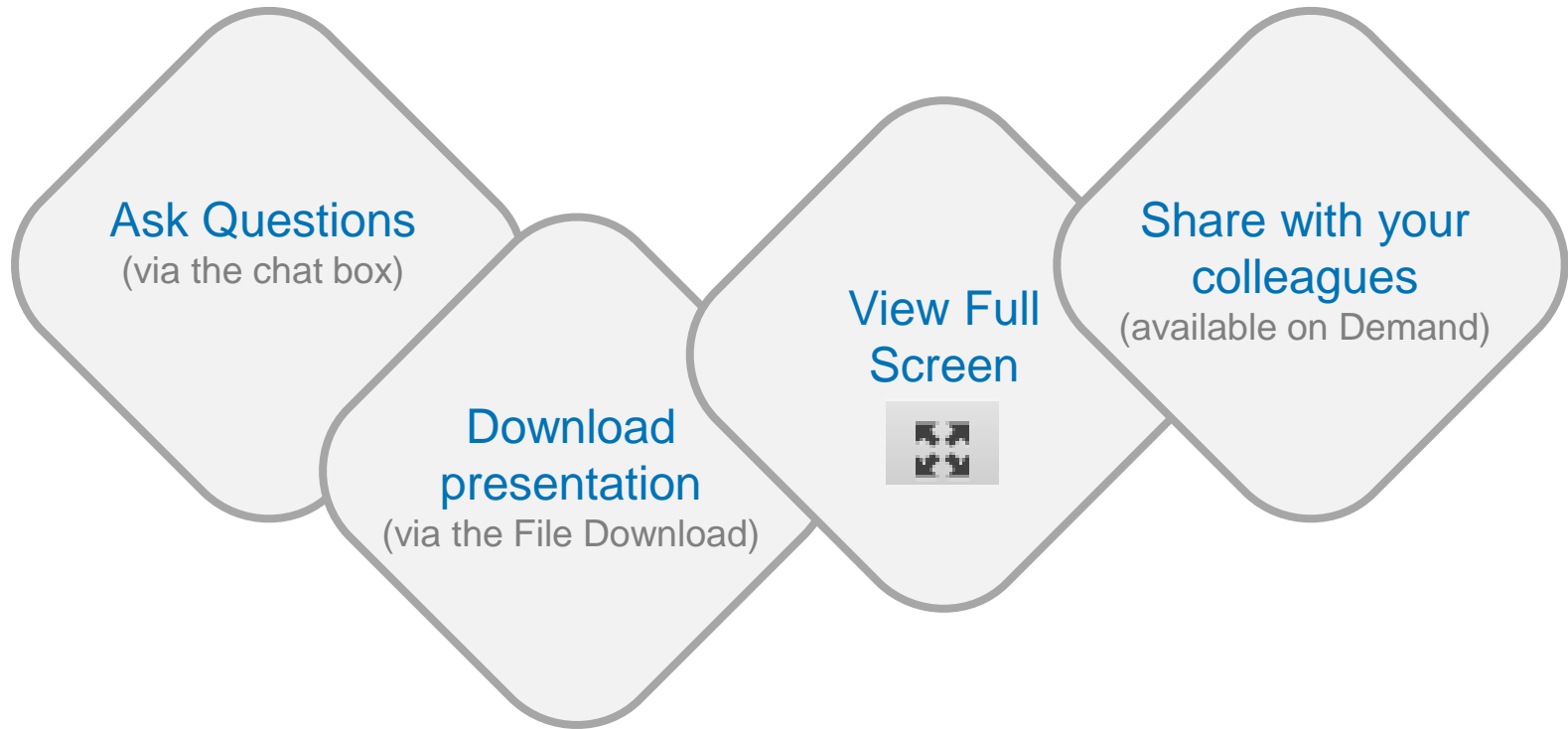


Questions we will be exploring today

- Will we see China's GDP growth stabilize or rebound in 2022?
- What is the outlook for inflation?
- What is the outlook for government policy support?



Making the most of the webcast



Tell us about your experience to help us improve our future program



Panelists



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(Moderator)
Research Director, Asia
The Conference Board



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China's GDP growth rebounded slightly in Q4...

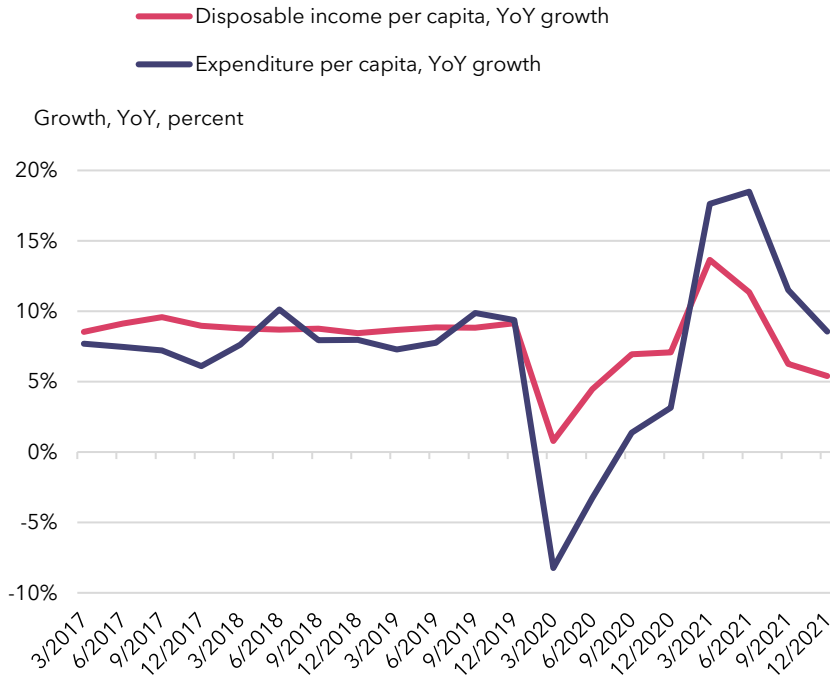


Sources: NBS, CEIC, The Conference Board



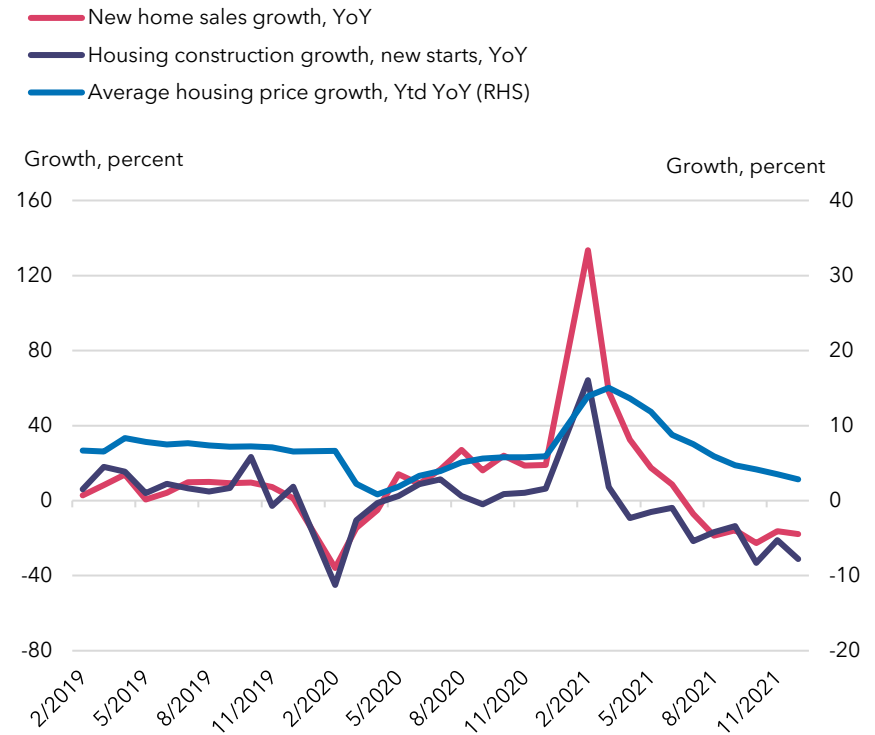
...however, acute growth pressure remains

Household income is growing at a lower rate compared to pre-COVID levels



Sources: NBS, CEIC, The Conference Board

The housing market is still searching for a bottom



Sources: NBS, CEIC, The Conference Board



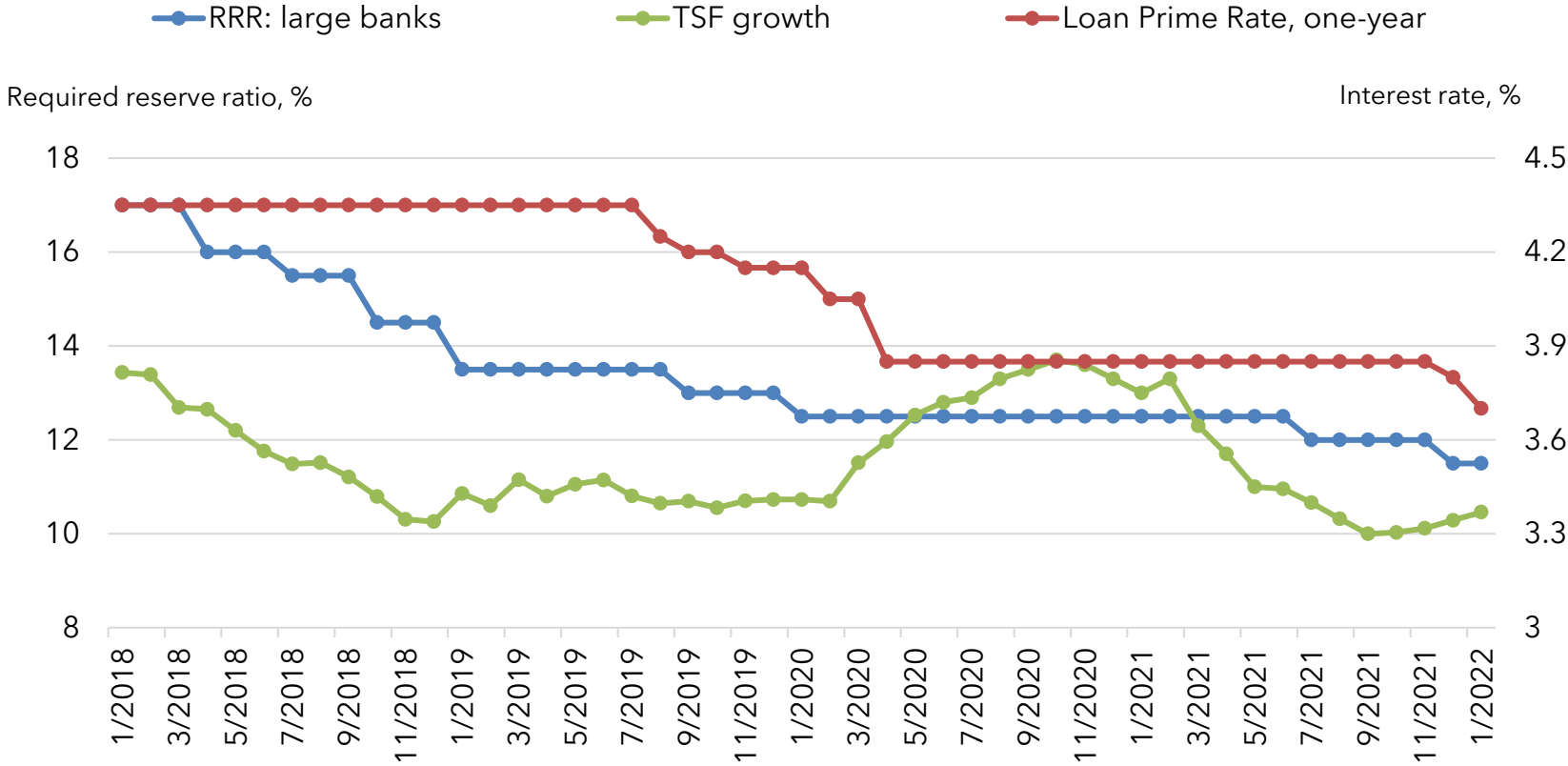
Poll 1

After a year of strong growth at 8.1% in 2021, what is your expectation for China's GDP growth in 2022?

- a. Above 6%
- b. Between 5.5 - 6%
- c. Between 5 - 5.5%
- d. Under 5%



When will monetary easing lead to a credit reboot?



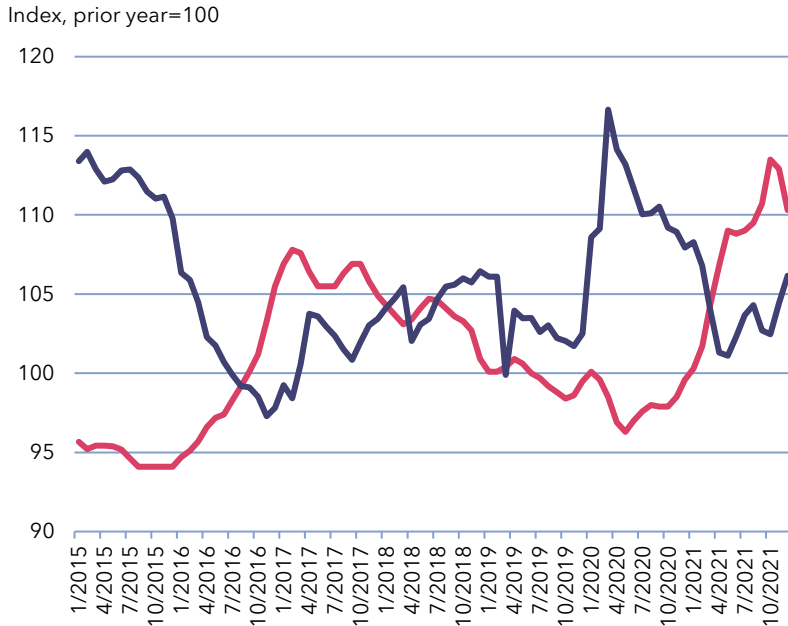
Sources: PBoC, CEIC, The Conference Board



Inflation in China is expected to ease off in 2022

Factory gate inflation is easing; industrial inventory is rising

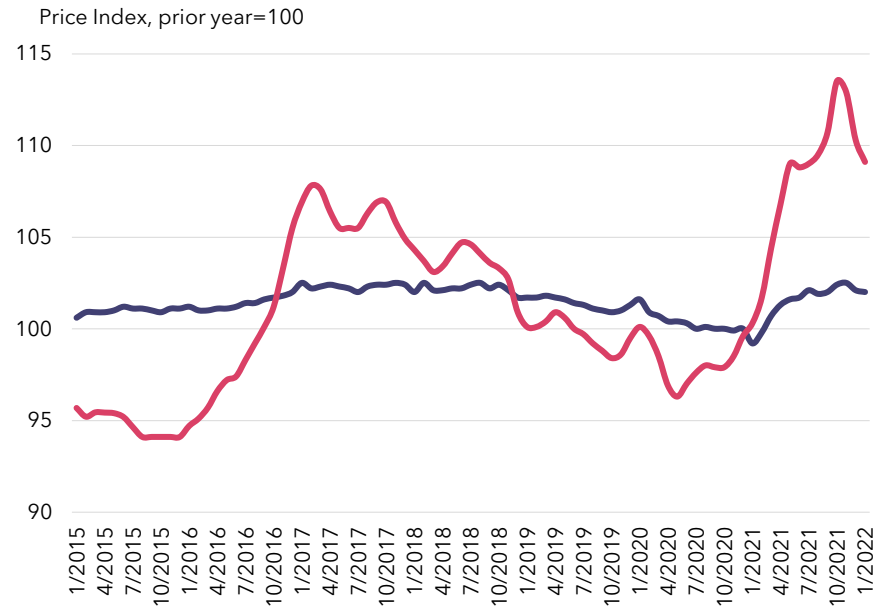
- Producer Price Index, prior year=100
- Inventory index, prior year=100, price adjusted



Sources: CEIC, TCB

Modest consumer price inflation is expected for 2022

- Non-food CPI, prior year=100
- Producer Price Index (PPI), prior year=100



Sources: NBS, CEIC, The Conference Board



Q&A

