



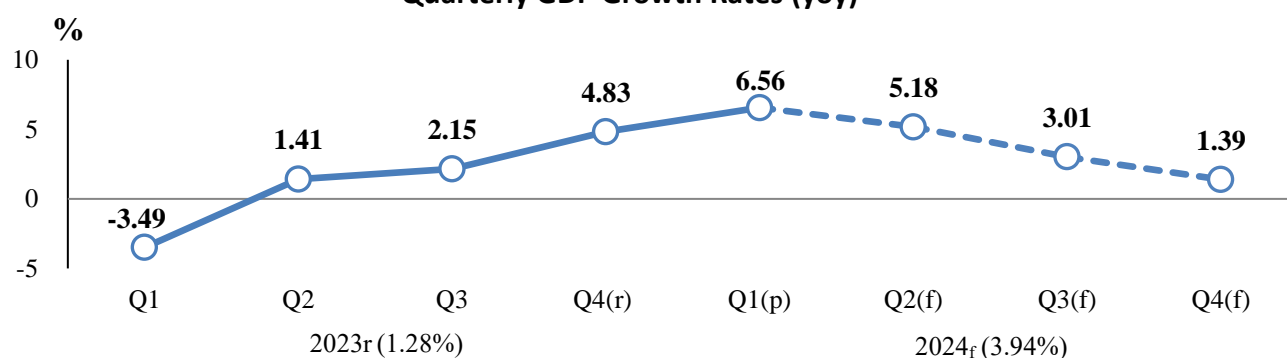
2024.6.4

Taiwan Economy in a Snapshot

Taiwan's Economic Situation and Outlook

- With inflation declining, global economy is expected to grow at a steady pace. According to IMF, the world trade volume growth is projected to accelerate from 0.3% in 2023 to 3.0% this year. Moreover, the strong demand for new technological applications, such as AI applications and high performance computing (HPC), will boost Taiwan's export.
- According to DGBAS latest forecast, the real GDP is projected to grow by 3.94% in 2024, an upgrade from a previous forecast of 3.43% made in February 2024, owing to the global economy will grow at a steady pace and the increasing demand for new technological applications.

Quarterly GDP Growth Rates (yoy)

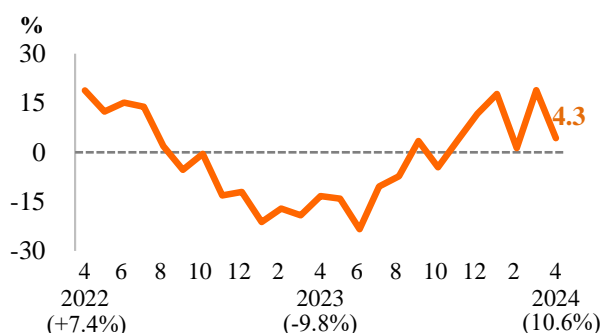


Note: (r) represents revised version, (p) indicates preliminary version, (f) indicates forecasts.

Source: DGBAS.

Main economic indicators

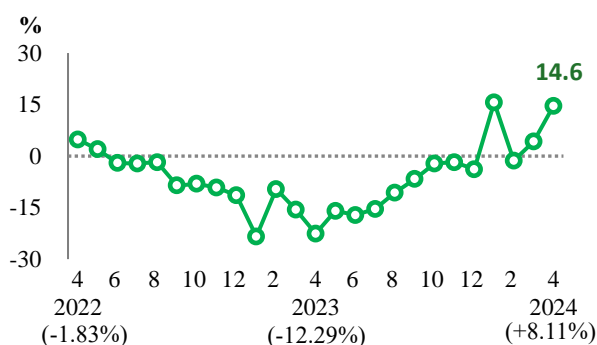
Exports



Exports Continue to Increase

- In April 2024, Taiwan's total exports increased by 4.3% year-on-year, 6th consecutive month of growth, due to bolstered demand for emerging applications such as AI and HPC.
- Exports of the parts of electronic product and information, communication and audio-video products grew -17.7% and 114.6%, respectively.

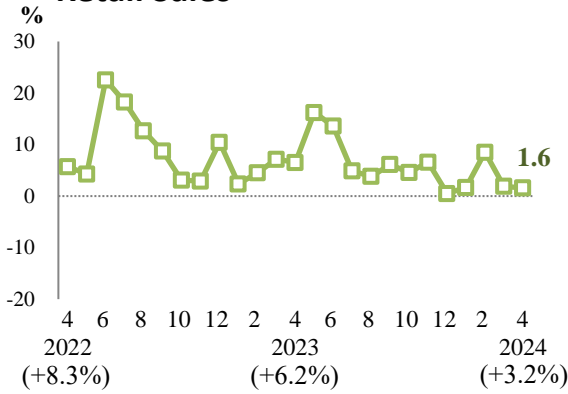
Industrial Production



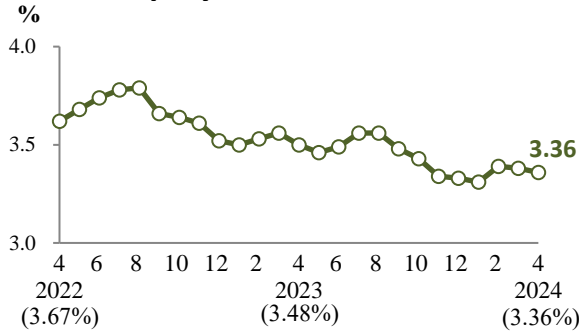
Industrial Production Continue to Increase

- The industrial production index increased by 14.61% year-on-year in April 2024, due to the demand of AI, HPC and cloud service increase. Moreover, some traditional industries replenish inventory.
- By sector, the index for the electronic parts & components and the computers, electronic & optical products increased by 23.01% and 37.14%, respectively.

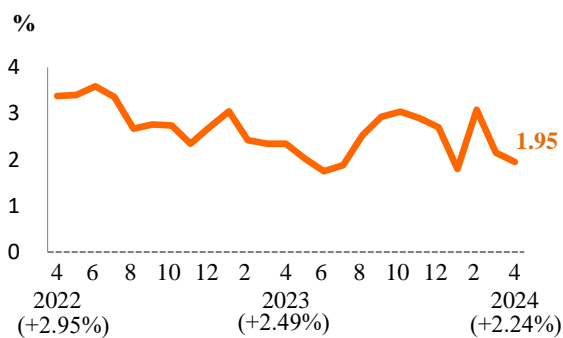
• **Retail Sales**



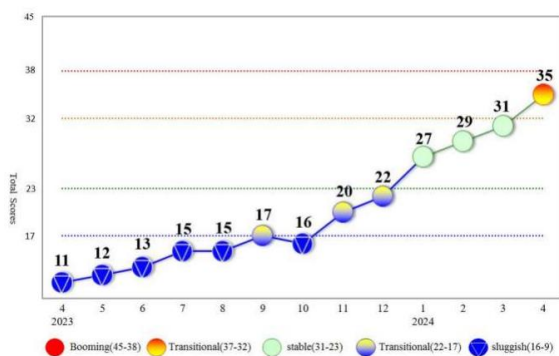
• **Unemployment Rate**



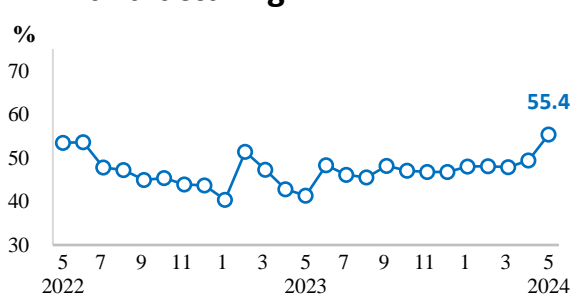
• **Inflation**



• **Business Indicators**



• **Manufacturing PMI**



Retail Sales Continue to Increase

- Retail sales rose by 1.6% year-on-year in April 2024 to post the 32th consecutive month of growth, due to Mother's day promotions and the hot sales of new electric car models.
- The sector of electronic shopping & mail-order houses and motor vehicles & motorcycles grew 6.2% and 2.0%, respectively.

Labor Market Remains Stable

- The unemployment rate decreased by 0.02 percentage points from a month earlier to 3.36% in April 2024, due to first-time jobseekers declined. Moreover, fewer people are dissatisfied with their jobs and unemployed.
- The overall labor market remains stable recently.

CPI Rises Moderately

- The CPI rose by 1.95% year-on-year in April 2024, mainly because the indices for medical care services, electricity rose 5.34% and 4.48%, respectively. However, the index for eggs fell 19.03% due to a relatively higher comparison base, offsetting part of the increase.
- The core CPI expanded 1.81%.

The Monitoring Indicator Flashes Yellow-Red Signal

- In April 2024, the overall monitoring indicator continued to flash the "yellow-red" signal, the total score increased 4 points to 35. The trend-adjusted leading index increased for seven consecutive months and the coincident index increased for thirteen consecutive months.

Manufacturing PMI Remains Turns to Expansion

- The Taiwan manufacturing sector turn to expansion zone, ending 14th consecutive month of contraction while the seasonally adjusted Taiwan Manufacturing PMI increased 6.0 percentage points to 55.4 percent in May 2024.