Global market conditions are turning in favor of Buyers

GEP Global Supply Chain Volatility Index

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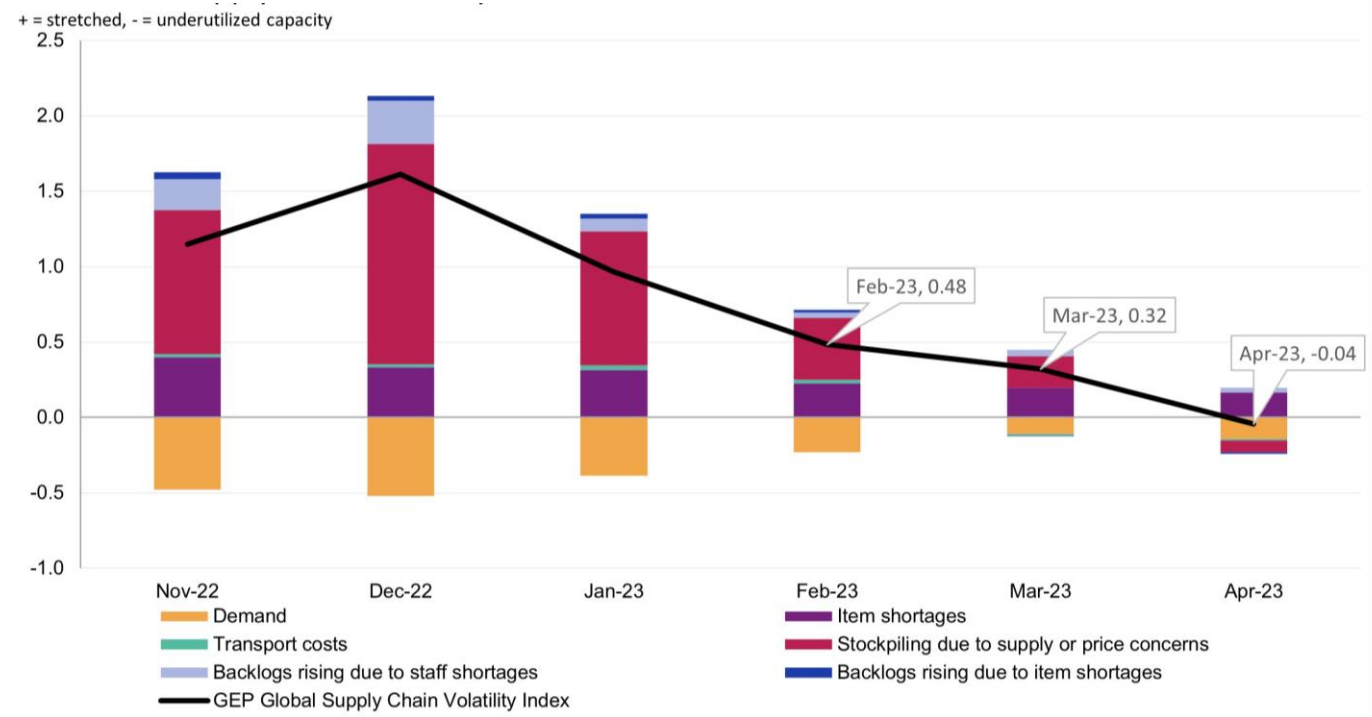

Sources: GEP, S&P Global.

Key Trends

Demand for raw materials and components trend improves, suggesting we are past the trough seen in 2022

Reopened Chinese **economy has improved demand across Asia**

Global supply chain **volatility falls to lowest** level since July 2020, and negative for the first time suggesting **Global Supply Chains now have spare capacity**

Addressing non-indexed agreements becomes necessary as inflation decreases.

A reset is required to account for the indirect consequences, as the **Covid baseline no longer holds relevance.**

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