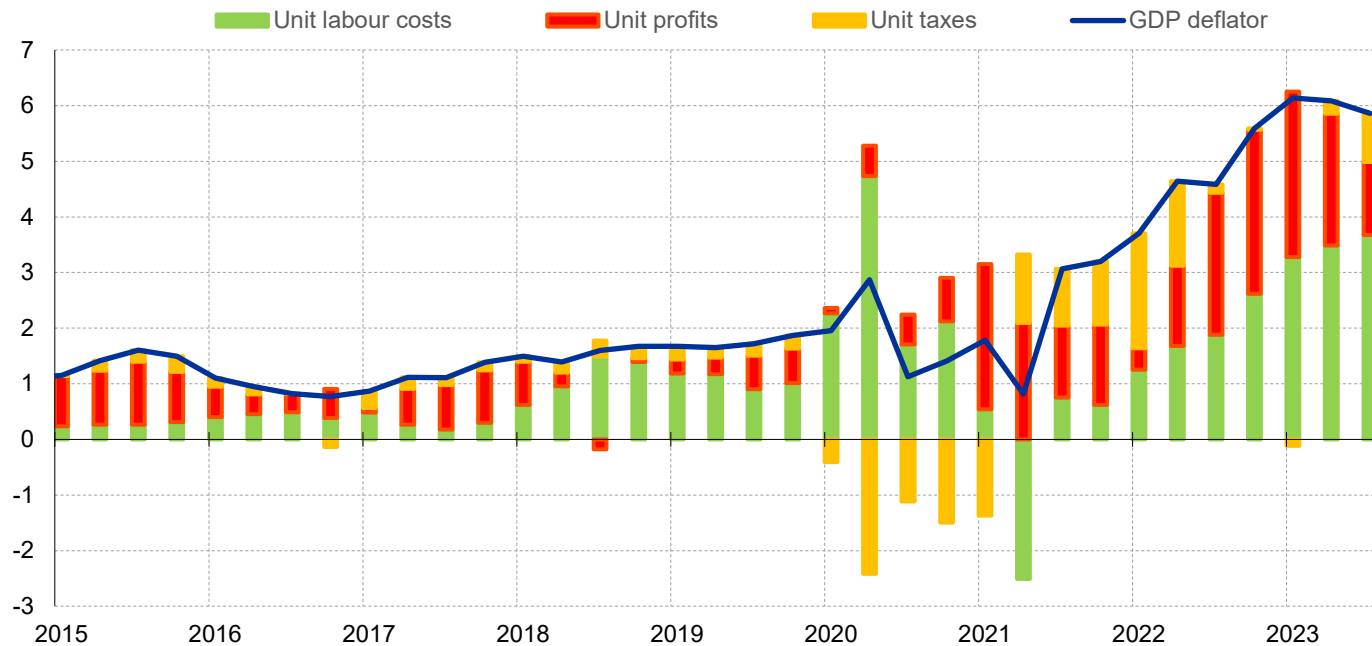


Profit margins are expected to absorb higher unit labour costs, but risks remain

Contributions to GDP deflator

(annual percentage changes and percentage change contributions)



Sources: Eurostat, ECB calculations.

Notes: Unit taxes refer to unit net indirect taxes defined as indirect taxes minus subsidies.

Latest observation: 2023 Q3.